



STELLENBOSCH

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QUARTERLY BUDGET MONITORING REPORT

2nd Quarter 2018/19



QUALITY CERTIFICATE

I, Geraldine Mettler, the Municipal Manager of Stellenbosch Municipality, hereby certify that the quarterly report the period ending December 2018 has been prepared in accordance with Section 52 of the Municipal Finance Management Act and regulations made under the Act and accordingly submit the required quarterly statement on the state of Stellenbosch Municipality's budget reflecting the particulars up until the end of December 2018.

Name: Geraldine Mettler

Municipal Manager of Stellenbosch Municipality- WC024

Signature _____

Date: 23 January 2019

To Council

In accordance with Section 52(d) of the Municipal Finance Management Act, I submit the required report on the implementation of the budget and the financial state of affairs of Stellenbosch Municipality reflecting the particulars of the second quarter of the financial year 2018/19.

The submission of this report forms part of my general responsibilities as the Mayor of Stellenbosch Municipality. The purpose of the report serves to inform Council on the financial affairs of Stellenbosch Municipality and to enable Council to fulfil its oversight responsibility in this regard.

.....
Advocate G M M van Deventer
Executive Mayor
Date: 23 January 2019

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1. Recommendations

These recommendations are linked to the responsibilities of the Mayor under Section 52 of the MFMA.

- (a) That the content of the quarterly budget statement and supporting documentation be noted.

2. Executive Summary

2.1 Introduction

The mayor, who must provide general political guidance over the fiscal and financial affairs of the Municipality, is required by Section 52(d) of the Municipal Finance Management Act to submit a report on the implementation of the budget and the financial state of affairs of the Municipality, to the Council within 30 days after end of each quarter.

This report is a summary of the main budget issues arising from the monitoring process. It compares the implementation of the budget to the commitments/promises made and contained in the Service Delivery and Budget Implementation Plan (SDBIP), and is intended to inform and enable the Council with a view of giving effect to Council's oversight responsibility.

2.2 Summary of 2018/19 budget progress / implementation

The following table summarises the overall position of the capital and operating budgets.

Detail	Capital Expenditure	Operating Expenditure	Operating Revenue (excluding capital transfers and contributions)
Original Budget	528,040,751	1,716,330,147	1,629,545,935
Adjustment Budget	587,748,280	1,722,711,770	1,635,927,559
Plan to Date (SDBIP)	179,020,903	696,447,734	896,006,990
Actual	147,499,940	661,655,172	800,923,941
Variance to SDBIP	-31,520,964	-34,792,562	-95,083,049
Year to date % Variance to SDBIP	-17.61%	-5.00%	-10.61%

The above figures are explained in more detail throughout this report.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

3. Operating Revenue

The following table shows the actual operating revenue per National Treasury Reporting regulations against that planned in the SDBIP for the 2nd Quarter of 2018/19

Operating Revenue by Source:

Description	ORIGINAL BUDGET	ADJUSTMENT BUDGET
Revenue by Source		
Property rates	329,306,916	329,306,916
Service charges - electricity revenue	548,984,220	548,984,220
Service charges - water revenue	225,542,089	225,542,089
Service charges - sanitation revenue	107,078,132	107,078,132
Service charges - refuse revenue	56,167,898	56,167,898
Service charges - other	-	-
Rental of facilities and equipment	17,765,541	17,765,541
Interest earned - external investments	45,500,783	45,500,783
Interest earned - outstanding debtors	10,576,074	10,576,074
Fines	102,132,446	102,132,446
Licences and permits	5,092,474	5,092,474
Agency services	2,690,098	2,690,098
Transfers recognised - operational	144,700,000	151,081,624
Other revenue	34,009,264	34,009,264
Gains on disposal of PPE	-	-
Total Revenue (excluding capital transfers and contributions)	1,629,545,935	1,635,927,559

QUARTER 2 2018/19		
PLANNED	ACTUAL	VAR
79,749,014	66,582,070	-17%
132,948,773	132,938,117	0%
54,620,047	37,816,529	-31%
25,931,358	19,321,561	-25%
13,602,309	12,560,144	-8%
-	-	-
4,302,322	2,074,403	-52%
10,526,364	11,656,236	11%
2,561,232	2,674,353	4%
24,733,650	5,881,195	-76%
1,233,256	1,270,285	3%
651,467	670,644	3%
62,940,712	48,396,000	-23%
8,236,102	4,348,026	-47%
-	-	-
422,036,608	346,189,563	-18%

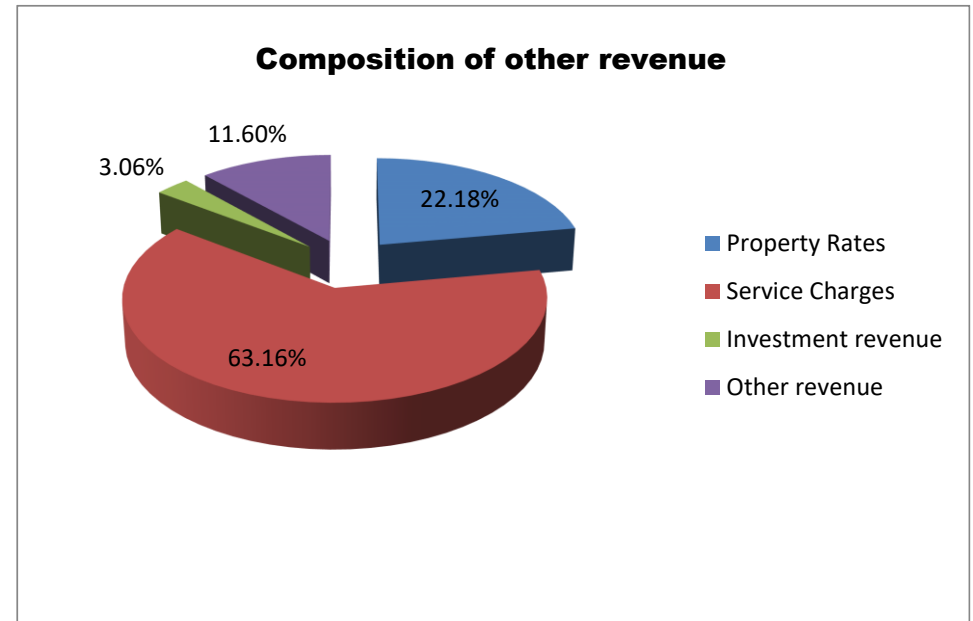
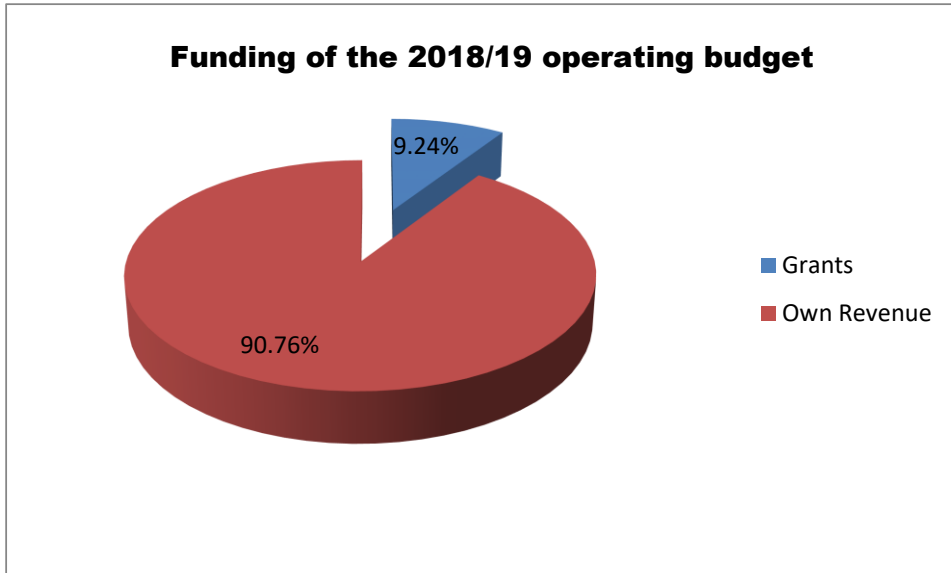
QUARTER 2 2017/18		
PLANNED	ACTUAL	VAR
-	58,229,636	100%
148,328,198	93,197,706	-37%
43,623,781	61,121,419	40%
-	25,062,832	100%
-	13,096,802	100%
-	-2,054,839	-100%
5,488,158	2,498,875	-54%
9,698,628	12,644,493	30%
2,337,511	2,287,910	-2%
28,689,621	6,066,444	-79%
-	1,595,030	100%
766,804	194,568	-75%
39,144,310	36,539,964	-7%
9,555,382	6,703,384	-30%
-	2,526	100%
287,632,391	317,186,750	10%

NB: - The “year to date actual for property rates income” refers to the total billed for the year and not actual receipts.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Stellenbosch municipality is not dependant on grant funding to fund the operating budget as is evident in the graph below.

Own revenue consists mainly of service charges at 63.16 per cent of the R1 484 845 935 billion own revenue budget.



Operating Revenue Variance Report

The variances between actual operating revenue and the planned operating revenue contained in the SDBIP are explained per revenue source and are as follow:

Revenue by Source

Property Rates and Service Charges

Property rates, service charges refuse and sanitation are billed monthly. However some consumers applied to have their property rates and service charges billed annually.

Service charges - water revenue

Water revenue accounts for 13.79% or R225 542 089 of the R1 635 927 559 operating budget. The municipality has billed R30 215 504 less water than initially anticipated. This is due to consumers adjusting their consumption patterns in line with the water saving measures promoted by the municipality. The level of the drought water tariff was decreased at the 21st Council Meeting on 31 October 2018. The level 2 rates has been effective from November 2018. The budget will be decreased by R35 000 000 during the Mid-year Adjustment budget process.

Service charges - sanitation revenue

The municipality has billed R10 848 110 less sanitation revenue than initially anticipated. The budget will decreased by R10 000 000 during the Mid-year Adjustment budget process.

Service charges - refuse revenue

The municipality has billed R3 010 306 more refuse revenue than initially anticipated. The budget will be increased by R5 000 000 during the Mid-year Adjustment budget process.

Rental of facilities and equipment

An under performance was noted for rental of facilities and equipment to the amount of R4 317 892. The annual rental levy will be levied during March 2019. An improvement will thus be noted during the third quarter of this financial year.

Interest Earned- External Investments

An under performance was noted for interest earned – external investments amounting to R3 610 256. The interest on investment journal amounting to

R3 449 014 will be processed in January 2019. An improvement will therefore be evident in the next reporting period.

Fines

The municipality collected R44 713 147 less than it had projected. The variance relates to the accounting treatment of fine revenue that is recorded in line with accounting standard GRAP 23 and iGRAP 1.

Transfers recognised-operational

An underperformance is noted for transfers recognised as operational revenue to the amount of R21 526 408. For the quarter under review the following grants have been received;

- Equitable Share payment of R41 392 000
- Expanded public works programme integrated grant for municipalities of R2 574 000
- Municipal Infrastructure Grant constituting R14 500 000
- Library Services: Conditional Grant amounting to R4 070 000
- Financial Management Capacity Building Grant R360 000
- Human Settlements Development Grant amounting to R1 406 544

All grants have been received in accordance with the National Payment schedule except for the Municipal Infrastructure Grant which have been received a month in arrears for transfer 1 and transfer 2.

Other revenue

An under performance of R8 144 898 is evident for other revenue which is largely due to the following;

- The sales of goods and rendering of services: Encroachments
An underperformance is noted as only R1 248 376 has been levied against an adjusted budget of R8 925 187. An adjustment will be done in terms of S28 (2) (a) of the MFMA during the Mid-year Adjustment budget process. The budget will be reduced to R2 500 000.
- Sales of goods and rendering of services: Parking fees
An underperformance is noted as only R895 378 has been receipted against an adjusted budget of R3 821 822. This equates to a negative year-to-date variance of R1 015 493.

4. Operating Expenditure

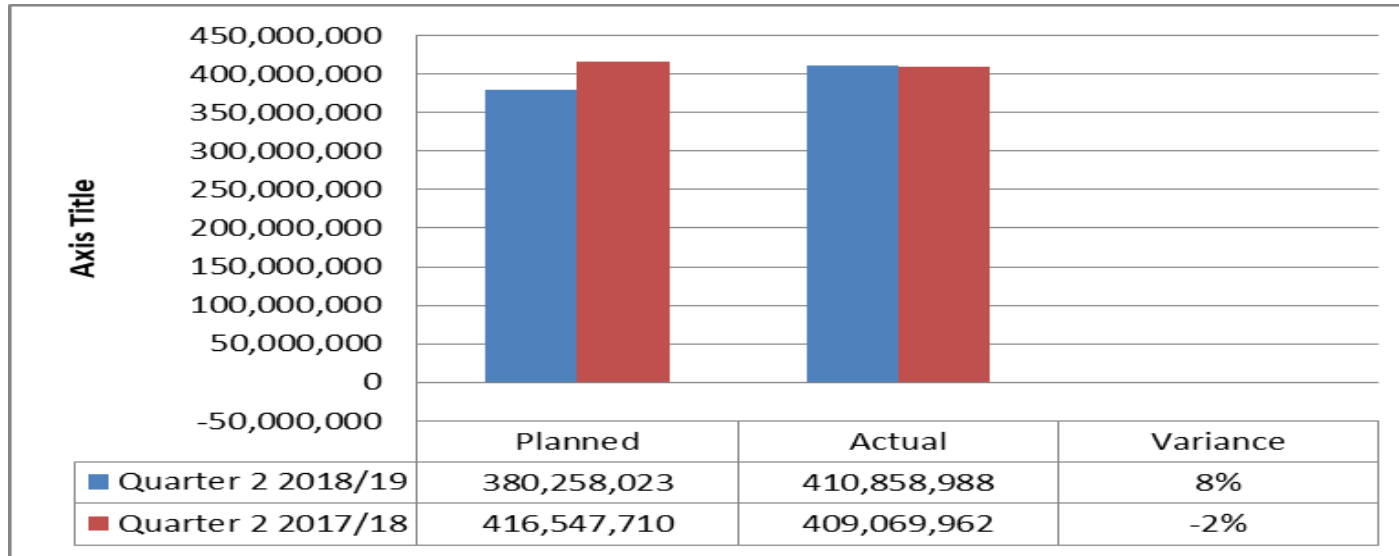
The following table illustrates the actual operating expenditure for each Directorate against planned expenditure in the SDBIP for the 2nd Quarter of 2018/19.

Operating Expenditure (Per Directorate):

DIRECTORATE	ORIGINAL BUDGET	AMENDED BUDGET	QUARTER 2 2018/19		QUARTER 2 2017/18	
			PLANNED	ACTUALS	PLANNED	ACTUALS
Municipal Manager	30,232,351	30,232,351	6,712,155.46	5,032,399.07	6,104,097	9,670,881
Planning & Development	104,508,518	110,890,142	23,202,874	30,450,583.18	15,462,881	25,596,011
Human Settlements			-	-	23,499,476	24,607,644
Community and Protection Services	370,026,172	370,026,172	81,575,019	53,291,564.50	89,205,329	66,934,078
Infrastructure Services	939,734,241	939,734,241	208,638,829	249,471,480.93	225,682,339	231,143,413
Corporate Services	175,476,943	175,476,943	38,737,191	51,263,430.52	33,599,974	24,408,427
Financial Services	96,351,921	96,351,921	21,391,954	21,349,530.28	22,993,614	26,709,508
TOTALS	1,716,330,146	1,722,711,770	380,258,023	410,858,988	416,547,710	409,069,962

During the first quarter of the financial year the directorates spent R30 600 965, 8.05% more than the planned expenditure for the second quarter. At the same period last year the directorate spent 1.80% less than the planned expenditure.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018



The year on year comparison for the second quarter is 108.05% actual spending rate of the planned operating budget for the financial year 2018/19, compared to a 98.20% actual spending rate for the same period in the previous financial year.

Operating Expenditure Variance Report

The variances between actual operating expenditure and planned operating expenditure contained in the SDBIP are explained per item and are as follows:

4.1 Municipal Manager

The Municipal Manager planned to spend R12 293 404 of the adjusted budget. The year- to date actual amount spent is to R19 198 167 which resulted in an over spending of R6 904 763. The items that attributed to the over spending are as follows:

4.1.1 External Audit Fees

The municipality spent R3 146 992 against a year to date budget of R2 676 790. The expenditure is still within the total annual budget amount of R5 353 580 and is anticipated to remain as such.

4.1.2 Skills Development Fund Levy

An overspending of R263 311 has been noted against a year to date budget of R10 330. The budget will be increased by R300 000 during the Mid-year adjustment budget process.

4.2 Planning and Development Services

The Planning and Development Services directorate planned to spend R42 496 378 of the adjusted budget. The year- to date actual amount spent is to R50 122 733 which resulted in an over spending of R7 626 355. The items that attributed to the over spending are as follows:

4.2.1 Monetary Allocations: Tourism

A year to date actual spending of R3 899 990 is noted against a year to date budget of R1 949 945. This is due to the payment of the grant in aid in respect of Tourism, being allocated in August 2018. Although a year to date over spending is noted the payment was in line with the budget allocation for the year.

4.3 Community and Protection Services

The Community and Protection Services directorate planned to spend R149 405 756 of the adjusted budget. The year to date actual amount spent is to R99 909 858 which resulted in an under spending of R49 495 898. The items that attributed to the under spending are as follows:

4.3.1 Outsourced Services: Clearing and Grass Cutting Services

Slow spending has been noted as only R659 760 has been spent against a year to date budget of R2 015 835. The user department indicated that the reason for the low spending is due to the fact that the price per square metre was considerably lower in comparison with the market related prices. In addition, the initial slow start of the service provider during the first quarter whilst he was familiarising himself to the various areas, hence team, equipment availability and other shortfalls, etc also contributed to the negative variance to date.

4.3.2 Outsourced Services: Traffic Fines Management

An under performance of R2 861 437 has been noted against a year to date budget of R5 965 950. The user department indicated that the spending is dependent on the number of fines paid and is therefore beyond the control of the municipality. Invoices amounting to R1 009 652 have been submitted for payment.

4.3.3 Outsourced Services: Maintenance of Buildings and Facilities

Slow spending has been noted as only R438 873 has been spent against a year to date budget of R1 150 000. Orders to the value of R278 274 have been loaded to the financial system. Invoices to the value of R27 565 have been submitted for payment.

4.4 Corporate Services

The Corporate Services directorate planned to spend R70 947 692 of the adjusted budget. The year-to-date actual spent is to R75 419 726. This resulted in an over spending of R4 472 034. The following items attributed to the over spending:

4.4.1 External Computer Service: Software Licences

The year to date payments to the amount of R4 977 545 were processed on the financial system against a year to date budget of R4 250 000. The budget will be increased by R4 000 000 during the Mid-year budget process.

4.5 Infrastructure Services

The Infrastructure Services directorate planned to spend R382 124 850 of the adjusted budget. The year-to-date actual amount spent is to R387 070 037. This resulted in an over spending of R4 945 188. The following items attributed to the over spending:

4.5.1 Bad Debts written off

The year to date expenditure amounting to R10 833 837 has been incurred against a year to date budget of R4 012 500. The total adjusted budget amounts to R8 025 000 which equates to an overall overspending of R2 808 837.

4.5.2 Contractors: Maintenance of Unspecified Assets

The municipality budgeted to spend R3 393 010 year-to-date. Payments to the amount of R5 006 968 have been made to date. Commitments amount to R1 039 736.

4.5.3 Contractors: Transportation

An over spending of R437 758 has been noted against a year to date budget of R150 000. Commitments amount to R717 328. The budget will be increased by R1 000 256 during the Mid-year adjustment budget process.

4.5.4 Consumables: Zero Rated

Actual spending amounts to R1 328 570 against a year to date budget of R980 125. The budget of R1 960 250 will increase by R650 000 during the Mid-year Adjustment budget process due to additional funds being required for storm water managements fleet usage.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

5. Capital Expenditure

The following table illustrates the actual capital expenditure per directorate against the planned in the SDBIP for the 2nd Quarter of 2018/19.

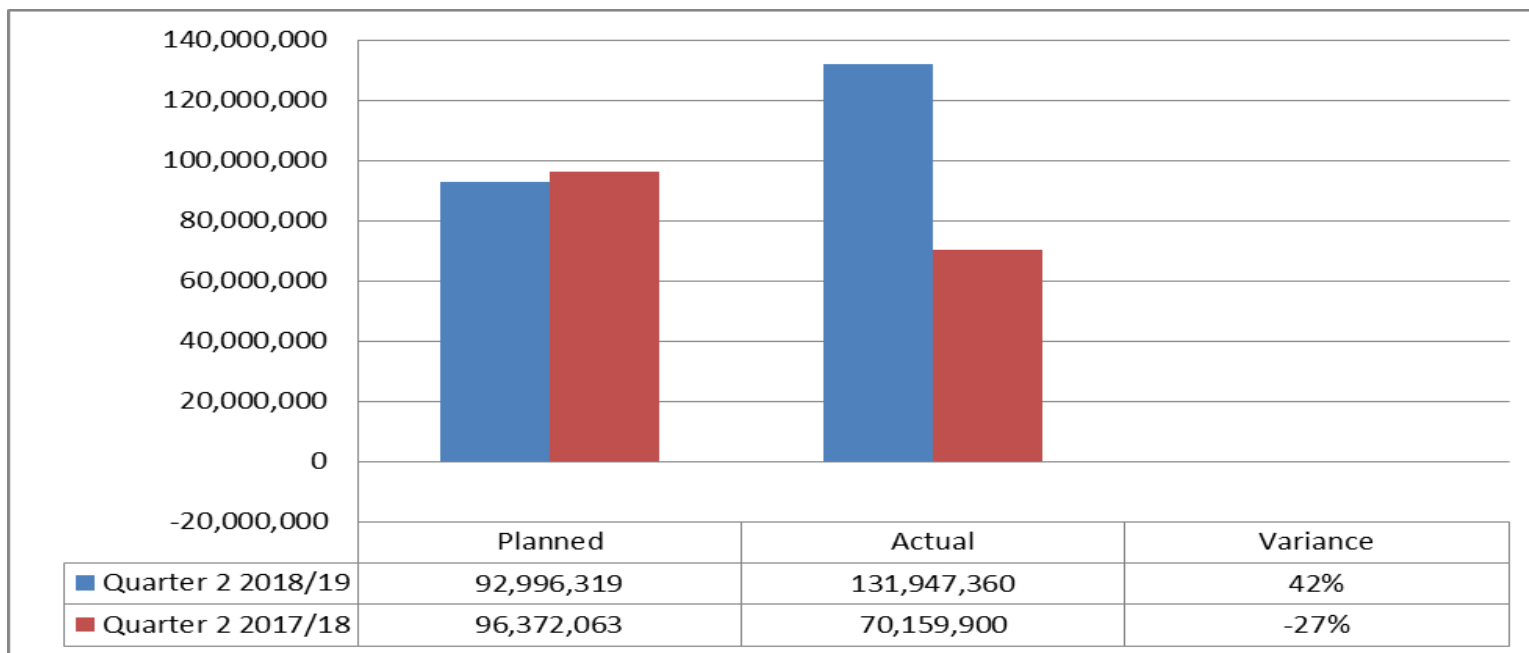
DIRECTOR	ORIGINAL BUDGET	AMENDED BUDGET
Municipal Manager	85,000	85,000
Planning & Development	13,030,000	18,633,608
Human Settlements		
Community and Protection Services	35,703,504	36,929,485
Infrastructure Services	446,427,247	487,970,765
Corporate Services	32,345,000	43,679,421
Financial Services	450,000	450,000
TOTALS	528,040,751	587,748,280

QUARTER 2 2018/19		
PLANNED	ACTUAL EXPENDITURE	VAR %
802,648	8,527	-99%
2,310,409	2,365,535	2%
-	-	
10,755,284	6,250,171	64%
74,251,244	121,880,726	-26%
4,796,201	3,538,236	100%
80,534	278,227	-
92,996,319	131,947,360	42%

QUARTER 2 2017/18		
PLANNED	ACTUAL EXPENDITURE	VAR %
2,125	27,958	1215%
1,715,550	282,591	100%
6,315,868	8,578,771	36%
-1,598,153	5,889,168	-468%
86,776,461	54,609,135	-37%
2,561,469	620,352	100%
598,743	151,925	100%
96,372,063	70,159,900	-27%

Currently commitments amounting to R195 219 641 is reflected on the financial system. This committed expenditure relate to orders issued for which the municipality must still be invoiced.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018



The year on year comparison for the end of the second quarter is [R147 499 939/ R587 748 279] 25.10% of the total capital budget of R587 748 279 for the 2018/19 financial year compared to a [R84 806 586/ R535 057 640] 15.85% spending rate for the same period in the previous financial year measured against a budget of R535 057 640.

Capital Expenditure Variance Report

The variances between actual capital expenditure and the planned capital expenditure contained in the SDBIP are explained per directorate and are as follows:

5.1 Planning and Development

The Directorate planned to spend R3 860 135 of the adjusted budget. The year-to-date actual spent is to R2 365 535. This resulted in an under spending of R1 494 600. The projects that attributed to the variances are as follows:

5.1.1 Implementation of Ward Priorities

No spending is reflected against a year to date budget of R60 000. The user department indicated that the consultation process have been concluded with the councillors. Formal Quotations will be issued.

5.1.2 Establishment of Informal Trading Sites: Kayamandi

R24 754 has been incurred against a year to date budget of R561 992. The user department indicated that the project will continue during mid-January 2019.

5.1.3 Establishment of Informal Trading Markets: Cloetesville

R1 008 823 has been spent against a year to date budget of R2 181 681. Orders to the value of R1641 854 have been loaded to the financial system.

5.1.4 Establishment of Informal Trading Markets: Klapmuts

R290 260 has been spent against a year to date budget of R2 000 000. The tender has been advertised on 12 December 2018 with the closing date being 25 February 2019.

5.1.5 Establishment of Informal Trading Sites: Groendal

R48 305 has been spent against a year to date budget of R1 350 000. Orders to the value of R191 140 have been loaded to the financial system. The tender has been advertised on 12 December 2018 with the closing date being 25 February 2019.

5.1.6 Establishment of Informal Trading Markets Bird Street

No spending is reflected against a year-to-date budget of R150 000. The designs for the site have been received. The user department indicated that the implementation phase will commence during this financial year.

5.1.7 Vehicles

No spending is reflected against a year to date budget of R160 000. The user department indicated that quotations have been submitted to Fleet Management for the acquisition of two vehicles. An additional R500 000 required will be funded from the savings pertaining to the Purchase of Land: Cemeteries.

5.1.8 Heritage Tourism Centre - Jamestown

The tender has been advertised and closed on 1 December 2018. A saving of R 640 000 will be rolled over to the construction of the Jamestown LED Hub in the new financial year 2019/2020.

5.1.8 Establishment of Informal Trading Markets Bird Street

No spending is reflected against a year to date budget of R150 000. The user department indicated that the consultant has been appointed. The funds will be fully utilised during this financial year.

5.1.9 Purchase of Land - Cemeteries

The project is currently awaiting the outcome of the Environmental Impact Assessment. The commencement of the project is dependent on the outcome of the aforementioned. The user department has indicated that approximately R600 000 of the R900 000 budget will not be utilised due to a saving on the professional fees associated with this project. This will be transferred to vehicles (see 5.1.7 above)

5.2 Community and Protection

The Directorate planned to spend an amount of R14 690 040 of the adjusted budget. The year-to-date actual spent is to R6 481 359. This resulted in an under spending of R8 208 681. The projects that attributed to the variances are as follows:

5.2.1 Furniture, Tools and Equipment (Community Development)

No spending is reflected against a year to date budget of R33 310. An order to the value of R38 111 has been loaded on the system.

5.2.2 Cemeteries: Specialised Equipment

Actual spending to the amount of R8 925 was incurred against a year to date budget of R20 000. The chainsaws have been ordered and the user department is currently awaiting delivery.

5.2.3 Library Books

No expenditure has been incurred against a year to date budget of R54 375. Orders to the amount of R32 010 were processed on the system. The user department has encountered difficulty pertaining to the purchase of the Library books but will remedy the situation by seeking a best practise to be followed for this process.

5.2.4 Franschhoek: Book Detection System

No expenditure has been incurred against a year to date budget of R170 000.

5.2.5 Upgrading: Cloetesville Library

No spending has been reflected against a year to date budget of R300 000. The user department indicated that additional funding has been requested to the amount of R950 000 for this project. A Quantity Surveyor has been appointed.

5.2.6 Upgrading: Plein Street Library

No spending has been incurred against a year to date budget of R100 000. The user department indicated that the funds will be moved to the Upgrading: Cloetesville Library as more funds are needed on the project.

5.2.7 Borehole: Rural Sportsgrounds

No spending has been incurred against a year to date budget of R450 000. The user department indicated that an additional R450 000 has been requested for the installation of a borehole at Ida's Valley. The

project already commenced under Infrastructure Services. The funds will be reallocated to the Infrastructure Services directorate during the Mid-year adjustment budget process.

5.2.8 Re-Surface of Netball/Tennis Courts

No spending has been incurred against a year to date budget of R300 000. The user department indicated that an additional R180 000 has been requested to complete the resurfacing at Ida's Valley of 6 netball courts.

5.3 Infrastructure Services

The Directorate planned to spend an amount of R127 335 334. The year-to-date amount actual spent is to R134 754 009. This resulted in an over spending of R7 418 675. The projects that attributed to the variances are as follows:

5.3.1 Reseal Roads – Klapmuts, Raithby, Meerlust, Wemmershoek, LaMotte, Maasdorp

The project has been completed. 100% of the total budget amounting to R1 500 000 has been spent to date. Although a year to date over spending is reflected the spending has been limited to the total adjusted budget for the project.

5.3.1 General Systems Improvements - Stellenbosch

Spending amounting to R1 138 659 has been reported against a year to date budget of R949 752. The budget will be increased with R3 893 916 during the Mid-year adjustment budget process.

5.3.2 Power line move from landfill site

Spending of R13 788 494 has been noted against a year to date budget of R5 416 667. Although a year to date over spending of R8 371 827 is reflected, a saving of R2 211 506 has been reported against the total adjusted budget of R16 000 000. The saving will be moved to the General systems improvement – Stellenbosch project during the Mid-year adjustment budget process.

5.4 Corporate Services

The Directorate planned to spend an amount of R8 013 293. The year-to-date actual spent is to R3 609 058. This resulted in an under spending of R4 404 235. The projects that attributed to the variances are as follows:

5.4.1 Upgrade and Expansion of IT Infrastructure Platforms

Spending amounting to R415 202 has been noted against a year to date budget of R6 300 000. Orders to the value of R6 706 555 have been loaded on the system.

This project consists of two (2) components.

- 1) **PABX:** This project will be completed by the end of January 2019. Last invoice to be submitted for payment by end of January 2019.

- 2) **Data Centre:**

The Contractor is envisaged to be on-site by the 14th of January 2019. If the project is on track it will be completed by early April 2019.

- (a) UPS for Simonsberg – R80 000 UPS should be delivered by the 16 January 2019 and invoice to be submitted on the same date.

- (b) 6 Micro firewalls - R220 000.00 at BEC on 12 December, Approved by BAC by 14 December, order issued by the 18 January 2019 – Awaiting Updated Municipal Accounts from Liquid Telecom.

- (c) ICT Wireless link for Denovo Office R200 000 estimated cost – FQ with SCM to advertise on the 15 January 2019. Order to be issued by the 1 February 2019.

- (d) Matopie Fencing for R130 000 – FQ closed, technical report with SCM to finalize by the 7 December 2018, order to be generated by the 15 January 2019.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

6. Investments and Borrowings

Investments

ACC. NR	BANK	Type/ Period	INTEREST RATE	MATURITY DATE	OPENING BALANCE AS AT 1 JULY 2018	QUARTER 2 2019		TOTAL INVESTMENTS/ WITHDRAWALS	INTEREST CAPITALISED FOR THE MONTH UNDER REVIEW	INTEREST ACCRUED YTD	CLOSING BALANCE YTD
						INVEST	WITHDRAW				
	ABSA BANK										
20-7784-1354	A#1354	FIXED / 1 Mth	7.380%	12-Nov-18	-	60,000,000.00	(60,388,208.22)	(388,208.22)	-	388,208.22	(0.00)
					0.00	60,000,000.00	(60,388,208.22)	(388,208.22)	-	388,208.22	0.00
	FNB										
71-7585-00999	F#0999	FIXED / 6 Mths	8.010%	10-Oct-18	203,467,342.47	-	(207,900,273.97)	(207,900,273.97)	-	4,432,931.51	0.00
					203,467,342.49	-	(207,900,273.97)	(207,900,273.97)	-	4,432,931.51	0.02
	NEDBANK										
03/788/1123974/...008	N#008	CALL DEPOSIT	6.300%		10,396,986.30	-	-	(396,986.29)	57,117.94	324,563.97	10,324,563.98
03/7881123974/...011	N#011	FIXED DEPOSIT	8.270%	25-Sep-18	106,253,479.45	-	-	(108,202,027.36)	-	1,948,547.95	0.03
03/7881123974/...012	N#012	FIXED DEPOSIT	8.200%	30-Aug-18	93,740,547.95	-	-	(94,913,260.27)	-	1,172,712.33	0.00
03/7881123974/...013	N#013	FIXED / 6 Mths	8.200%	02-Jan-19	-	-	-	30,000,000.00	208,931.51	1,024,438.36	31,024,438.36
03/7881123974/...014	N#014	FIXED / 12 Mths	9.050%	06-Sep-19	-	-	-	120,000,000.00	922,356.16	3,481,150.52	123,481,150.52
03/7881123974/...015	N#015	FIXED / 12 Mths	9.050%	11-Oct-19	-	110,000,000.00	-	110,000,000.00	845,493.15	2,236,465.70	112,236,465.70
					210,391,013.70	110,000,000.00	-	56,487,726.08	2,033,898.76	10,187,878.83	277,066,618.61
	INVESTEC BANK										
1400-035018-500	I#400	FIXED DEPOSIT	7.800%	27-Mar-18	0.01	-	-	-	-	-	0.01
1400-035018-450	I#450	FIXED / 3 MTHS	7.700%	11-Jan-19	-	100,000,000.00	-	100,000,000.00	653,972.60	1,729,863.01	101,729,863.01
					0.01	100,000,000.00	-	100,000,000.00	653,972.60	1,729,863.01	101,729,863.02
	STANDARD BANK										
258489367-020	S#020	FIXED DEPOSIT	7.950%	23-Jul-18	102,156,301.37	-	-	(102,657,260.28)	-	500,958.90	(0.00)
258489367-021	S#021	CALL ACCOUNT	6.450%	Call Account	-	-	-	40,000,000.00	231,417.04	1,088,352.38	41,088,352.38
258489367-022	S#022	FIXED/8 Mths	8.250%	04-May-19	-	-	-	30,000,000.00	210,205.48	786,575.34	30,786,575.34
258489367-023	S#023	FIXED / 4 Mths	7.775%	11-Feb-19	-	50,000,000.00	-	50,000,000.00	319,520.55	862,705.48	50,862,705.48
					102,156,301.35	50,000,000.00	-	17,342,739.72	761,143.07	3,238,592.11	122,737,633.18
	NEW REPUBLIC BANK										
	NEW REPUBLIC BANK		0.000%		170,839.00	-	-	-	-	-	170,839.00
					170,839.00	-	-	-	-	-	170,839.00
INVESTMENT TOTAL					516,185,496.55	320,000,000.00	(268,288,482.19)	(34,458,016.39)	3,449,014.43	19,977,473.67	501,704,953.83

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Borrowings

Lending Institution	Balance 01/10/2018	Received Quarter 2 2018/19	Interest Capitalised Quarter 2 2018/19	Capital Repayments Quarter 2 2018/19	Balance 31/12/2018	Percentage	Sinking Funds
							(R'000)
DBSA @ 9.25%	8,452,854	-	-	(1,537,972)	6,914,882	9.25%	
DBSA@ 11.1%	20,297,016	-	-	(987,596)	19,309,420	11.10%	
DBSA@ 10.25%	56,412,280	-	-	(2,336,457)	54,075,823	10.25%	
DBSA @ 9.74%	88,139,988	-	-	(2,175,442)	85,964,546	9.74%	
	173,302,138	-	-	(7,037,467)	166,264,671		

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

7. Allocations and grant receipts and expenditure for the 1st quarter of 2018/19

	TOTAL 2018/19 INCLUSIVE OF ROLL OVER AMOUNTS	EXPECTED ALLOCATION	ROLL OVER FUNDING UNSPENT	ACCUMULATED RECEIPTS	ACCUMULATED ACTUAL EXPENDITURE	QUARTER 2 RECEIPTS	QUARTER 2 ACTUAL EXPENDITURE	UNSPENT CONDITIONAL GRANTS - QUARTER 2
OPERATING & CAPITAL GRANTS								
EPWP Integrated Grant for Municipalities	5,722,000	5,722,000	-	4,006,000	956,306	2,574,000	914,462	3,049,694
Local Government Financial Management Grant	1,550,000	1,550,000	-	1,550,000	207,056	-	107,105	1,342,944
Municipal Infrastructure Grant (MIG)	35,107,000	35,107,000	-	22,500,000	18,547,869	14,500,000	18,547,869	3,952,131
Integrated National Electrification Programme (Municipal) Grant	5,000,000	5,000,000	-	5,000,000	1,543,269	-	1,543,269	3,456,731
Library Services: Conditional Grant	12,210,000	12,210,000	-	8,140,000	4,284,686	4,070,000	3,140,584	3,855,314
Community Development Workers Operational Support Grant	56,000	56,000	-	-	7,940	-	7,940	(7,940)
Human Settlements Development Grant	70,428,757	48,094,000	21,928,937	1,406,544	20,221,738	1,406,544	19,529,237	3,113,743
LG Financial Management Support Grant	255,000	255,000	-	-	52,521	-	52,521	(52,521)
Financial Management Capacity Building Grant	360,000	360,000	-	360,000	-	360,000	-	360,000
Maintenance and Construction of Transport Infrastructure	371,000	371,000	-	-	371,000	-	371,000	(371,000)
Integrated Transport Planning	600,000	600,000	-	-	62,670	-	62,670	(62,670)
Fire Services Capacity Building Grant	3,003,000	3,003,000	-	3,003,000	-	-	-	3,003,000
TOTAL	134,662,757	112,328,000	21,928,937	45,965,544	46,255,053	22,910,544	44,276,655	21,639,427

8. Personnel Expenditure

In terms of Section 66 of the MFMA, all expenditure incurred by the municipality on staff salaries, wages, allowances and benefits must be reported to council.

Employee - Related Costs	Original Budget	Adjustments Budget	Year-to-date Budget	Year-to-date Actual	% Variance
Basic Salary and Wages	357,802,600	357,802,600	151,901,300	151,641,713	0%
Bonus	22,557,600	22,557,600	18,478,365	20,038,469	8%
Acting and Post Related Allowances	1,529,000	1,529,000	500,000	468,185	-6%
Non Structured	28,638,500	28,638,500	10,000,000	11,884,082	19%
Standby Allowance	12,206,300	12,206,300	5,103,150	6,096,484	19%
Travel or Motor Vehicle	12,458,100	12,458,100	4,500,000	5,010,298	11%
Accommodation, Travel and Incidental	333,200	333,200	166,600	212,368	27%
Bargaining Council	180,500	180,500	90,250	126,929	41%
Cellular and Telephone	889,600	889,600	444,800	662,880	49%
Current Service Cost	8,564,400	8,564,400	3,282,200	3,327,193	1%
Essential User	955,300	955,300	398,042	327,603	-18%
Entertainment	55,800	55,800	23,250	6,929	-70%
Fire Brigade	2,204,100	2,204,100	1,012,050	1,065,564	5%
Group Life Insurance	3,293,100	3,293,100	1,546,550	1,525,596	-1%
Housing Benefits	2,329,000	2,329,000	1,134,500	1,135,310	0%
Interest Cost	19,446,600	19,446,600	-	-	0%
Leave Gratuity	5,864,400	5,864,400	-	-	0%
Leave Pay	5,248,000	5,248,000	981,820	981,820	0%
Long Service Award	5,771,300	5,771,300	1,885,650	1,083,004	-43%
Medical	21,783,500	21,783,500	6,126,584	10,375,746	69%
Non-pensionable	191,500	191,500	95,750	757,137	691%
Pension	48,539,800	48,539,800	19,827,855	22,827,855	15%
Scarcity Allowance	1,730,400	1,730,400	865,200	814,939	-6%
Shift Additional Remuneration	563,700	563,700	281,850	1,905,254	576%
Structured	1,216,000	1,216,000	608,000	726,527	19%
Unemployment Insurance	2,455,200	2,455,200	1,227,600	1,833,530	49%
Totals	566,807,500	566,807,500	230,481,365	244,835,414	6%
Totals	566,807,500	566,807,500	460,962,730	489,670,828	6.23%

During the first quarter of the financial year directorates spent R20 945 738, 5.88% more than the planned expenditure of R356 323 383.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

9. Withdrawals

Date	Payee	Amount in R'000	Description and Purpose (including section reference e.g. sec 11(f))	Authorised by (name)
Monthly	Provincial Government Western Cape	8,297,426.56	The Municipality acts as an agent for PAWC for collection of licencing fees. S 11(e)(i)	Director: Community and Protection Services. Gerald Esau
Monthly	WECLOGO Group Insurance and Sanlam Group Insurance	908,735.42	Group Insurance. S11(e) (ii)	Council
Ad Hoc	Investment Management	320,000,000.00	Investment in accordance with the Cash Management and Investment Policy. S11(h)	Accounting Officer (Municipal Manager)

10. Quarterly Budget Statements

Table C1: Quarterly Budget Statement Summary

Description	2017/18	Budget Year 2018/19							
	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	309,989	329,307	329,307	22,221	202,131	170,278	31,853	19%	329,307
Service charges	862,001	937,772	937,772	51,818	442,351	484,904	(42,553)	-9%	937,772
Investment revenue	55,110	45,501	45,501	3,789	19,425	23,035	(3,610)	-16%	45,501
Transfers and subsidies	133,057	144,700	151,082	41,752	107,188	128,714	(21,526)	-17%	151,082
Other own revenue	172,705	172,266	172,266	4,076	29,830	89,075	(59,246)	-67%	172,266
Total Revenue (excluding capital transfers and contributions)	1,532,862	1,629,546	1,635,928	123,657	800,924	896,007	(95,083)	-11%	1,635,928
Employee costs	444,579	566,808	566,808	39,445	244,835	230,481	14,354	6%	566,808
Remuneration of Councillors	17,308	18,693	18,693	1,365	8,242	7,601	641	8%	18,693
Depreciation & asset impairment	163,948	198,819	198,819	85,619	85,619	99,409	(13,790)	-14%	198,819
Finance charges	18,775	26,477	26,477	8,730	8,730	13,238	(4,508)	-34%	26,477
Materials and bulk purchases	329,682	415,190	415,190	26,124	178,846	168,829	10,017	6%	415,190
Transfers and subsidies	6,261	9,102	9,102	61	8,226	3,233	4,994	154%	9,102
Other expenditure	366,208	481,242	487,623	22,506	127,156	194,691	(67,535)	-35%	487,623
Total Expenditure	1,346,761	1,716,330	1,722,712	183,850	661,655	717,483	(55,828)	-8%	1,722,712
Surplus/(Deficit)	186,101	(86,784)	(86,784)	(60,193)	139,269	178,524	(39,255)	-22%	(86,784)
Transfers and subsidies - capital (monetary allocations)	77,198	91,804	108,319	15,907	31,910	47,470	(15,561)	-33%	108,319
Contributions & Contributed assets	280	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	263,579	5,020	21,534	(44,286)	171,178	225,994	(54,815)	-24%	21,534
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	263,579	5,020	21,534	(44,286)	171,178	225,994	(54,815)	-24%	21,534
Capital expenditure & funds sources									
Capital expenditure	433,682	528,041	587,748	40,438	147,500	110,969	36,531	33%	587,748
Capital transfers recognised	80,137	91,804	108,319	19,706	42,613	41,726	887	2%	108,319
Public contributions & donations	280	-	-	-	-	-	-	-	-
Borrowing	-	160,000	160,000	-	-	-	-	-	160,000
Internally generated funds	353,265	276,237	319,430	20,732	104,887	113,648	(8,761)	-8%	319,430
Total sources of capital funds	433,682	528,041	587,748	40,438	147,500	155,374	(7,874)	-5%	587,748
Financial position									
Total current assets	920,735	822,269	822,269		786,745				822,269
Total non current assets	5,151,150	5,507,560	5,507,560		5,213,973				5,507,560
Total current liabilities	420,649	325,826	325,826		205,137				325,826
Total non current liabilities	457,152	601,220	601,220		457,192				601,220
Community wealth/Equity	5,194,083	5,402,784	5,402,784		5,338,389				5,402,784
Cash flows									
Net cash from (used) operating	349,172	332,164	325,783	(2,594)	257,292	215,248	(42,044)	-20%	-
Net cash from (used) investing	(359,218)	(528,041)	(587,748)	12,901	(248,132)	(155,374)	92,757	-60%	-
Net cash from (used) financing	(13,208)	144,609	144,609	-	(7,037)	153,454	160,492	105%	-
Cash/cash equivalents at the month/year end	23,063	423,733	411,410	3,269	530,889	213,328	(317,561)	-149%	-
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	65,649	8,046	6,167	3,870	123,532	-	-	-	207,265
Creditors Age Analysis									
Total Creditors	111,392	-	-	-	-	-	-	-	111,392

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Table C2: Monthly Budget Statement – Financial Performance (standard classification)

WC024 Stellenbosch - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q2 Second Quarter

Description	Ref	Budget Year 2018/19								
		2017/18 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>		421,353	434,857	434,857	31,132	237,194	224,856	12,338	5%	434,857
Executive and council		2,459	3,314	3,314	407	650	1,714	(1,064)	-62%	3,314
Finance and administration		418,894	431,543	431,543	30,726	236,544	223,143	13,402	6%	431,543
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		55,819	88,648	111,544	2,231	21,530	45,838	(24,308)	-53%	111,544
Community and social services		38,986	19,440	19,440	89	12,709	10,052	2,658	26%	19,440
Sport and recreation		3,010	1,846	1,846	117	156	954	(798)	-84%	1,846
Public safety		2,639	3,560	3,560	46	3,324	1,841	1,483	81%	3,560
Housing		11,184	63,802	86,699	1,979	5,341	32,991	(27,650)	-84%	86,699
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		135,719	120,993	120,993	1,925	14,937	62,563	(47,626)	-76%	120,993
Planning and development		9,793	7,461	7,461	310	3,978	3,858	121	3%	7,461
Road transport		125,902	113,506	113,506	1,608	10,932	58,692	(47,760)	-81%	113,506
Environmental protection		24	26	26	7	27	14	13	96%	26
<i>Trading services</i>		997,392	1,076,784	1,076,784	104,270	559,141	608,149	(49,008)	-8%	1,076,784
Energy sources		553,809	580,374	580,374	39,956	304,023	351,465	(47,442)	-13%	580,374
Water management		256,841	241,550	241,550	18,301	108,380	124,901	(16,521)	-13%	241,550
Waste water management		116,332	174,829	174,829	33,526	95,667	90,401	5,266	6%	174,829
Waste management		70,409	80,031	80,031	12,487	51,071	41,382	9,689	23%	80,031
<i>Other</i>	4	57	68	68	5	31	35	(4)	-11%	68
Total Revenue - Functional	2	1,610,340	1,721,350	1,744,246	139,563	832,833	832,285	(108,608)	-13%	1,744,246
Expenditure - Functional										
<i>Governance and administration</i>		218,019	346,509	346,509	27,698	135,176	140,495	(5,318)	-4%	346,509
Executive and council		58,028	98,187	98,187	5,144	31,546	39,926	(8,379)	-21%	98,187
Finance and administration		149,508	234,817	234,817	20,764	97,859	95,077	2,782	3%	234,817
Internal audit		10,483	13,506	13,506	1,790	5,771	5,492	279	5%	13,506
<i>Community and public safety</i>		181,945	229,497	235,879	21,233	90,700	92,731	(2,031)	-2%	235,879
Community and social services		29,110	46,166	46,166	2,924	15,956	18,183	(2,227)	-12%	46,166
Sport and recreation		43,038	47,084	47,084	6,540	21,131	19,146	1,985	10%	47,084
Public safety		79,275	88,735	88,735	8,114	31,459	36,082	(4,623)	-13%	88,735
Housing		30,523	47,512	53,894	3,656	22,153	19,320	2,834	15%	53,894
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		270,136	332,770	332,770	38,097	97,151	134,846	(37,695)	-28%	332,770
Planning and development		56,242	73,958	73,958	5,061	33,806	29,605	4,200	14%	73,958
Road transport		197,665	237,038	237,038	31,281	55,415	96,387	(40,972)	-43%	237,038
Environmental protection		16,229	21,774	21,774	1,755	7,930	8,854	(923)	-10%	21,774
<i>Trading services</i>		676,661	807,553	807,553	96,821	338,628	328,376	10,252	3%	807,553
Energy sources		419,364	432,085	432,085	45,955	195,149	175,699	19,450	11%	432,085
Water management		89,809	147,702	147,702	18,868	55,240	60,060	(4,820)	-8%	147,702
Waste water management		110,889	145,905	145,905	24,952	49,348	59,329	(9,981)	-17%	145,905
Waste management		56,599	81,861	81,861	7,046	38,891	33,287	5,604	17%	81,861
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	1,346,761	1,716,330	1,722,712	183,850	661,655	696,448	(34,793)	-5%	1,722,712
Surplus/ (Deficit) for the year		263,579	5,020	21,534	(44,286)	171,178	135,837	(73,815)	-54%	21,534

Table C2: Monthly Budget Statement – Financial Performance, reflects the operating revenue and operating expenditure in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. The main functions are Governance and Administration; Community and public safety; Economic and environmental services; and Trading services.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Table C3: Monthly Budget Statement – Financial Performance (revenue & expenditure by municipal vote)

WC024 Stellenbosch - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q2 Second Quarter

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - DIRECTORATE: MUNICIPAL MANAGER	1	-	360	360	360	360	186	174	93%	360
Vote 2 - DIRECTORATE: PLANNING AND DEVELOPMENT		11,402	71,543	77,925	2,411	9,818	36,994	(27,176)	-73%	71,543
Vote 3 - DIRECTORATE: COMMUNITY AND PROTECTION SERVICES		142,447	137,269	137,269	1,862	27,117	58,179	(31,062)	-53%	118,782
Vote 4 - DIRECTORATE: INFRASTRUCTURE SERVICES		1,001,139	1,077,892	1,077,892	104,277	559,288	563,096	(3,808)	-1%	1,077,892
Vote 5 - DIRECTORATE: CORPORATE SERVICES		3,810	12,162	12,162	270	1,788	5,155	(3,367)	-65%	12,162
Vote 6 - DIRECTORATE: FINANCIAL SERVICES		415,271	422,123	422,123	30,383	234,463	175,382	59,081	34%	422,123
Vote 7 - DIRECTORATE: HUMAN SETTLEMENTS		36,272								
Total Revenue by Vote	2	1,610,340	1,721,350	1,744,246	139,563	832,833	1,743,252	(6,157)	-0.4%	1,702,863
Expenditure by Vote										
Vote 1 - DIRECTORATE: MUNICIPAL MANAGER	1	21,061	30,232	30,232	8,129	19,198	12,293	6,905	56%	30,232
Vote 2 - DIRECTORATE: PLANNING AND DEVELOPMENT		50,348	104,509	110,890	8,937	50,123	42,496	7,626	18%	104,509
Vote 3 - DIRECTORATE: COMMUNITY AND PROTECTION SERVICES		303,083	370,026	939,734	24,699	99,910	149,406	(49,496)	-33%	351,239
Vote 4 - DIRECTORATE: INFRASTRUCTURE SERVICES		747,709	939,734	370,026	123,825	387,070	382,125	4,945	1%	175,477
Vote 5 - DIRECTORATE: CORPORATE SERVICES		112,483	175,477	175,477	15,758	75,420	70,948	4,472	6%	175,477
Vote 6 - DIRECTORATE: FINANCIAL SERVICES		52,722	-	96,352	2,502	29,935	39,180	(9,245)	-24%	-
Vote 7 - DIRECTORATE: HUMAN SETTLEMENTS		59,356	96,352	96,352	2,502	29,935	39,180	(9,245)	-24%	96,352
Total Expenditure by Vote	2	1,346,761	1,716,330	1,819,064	186,351	691,590	735,627	(44,038)	-6.0%	933,286
Surplus/ (Deficit) for the year	2	263,579	5,020	(74,817)	(46,788)	141,244	1,007,624	37,881	3.8%	769,577

Table C3: Monthly Budget Statement – Financial Performance, reflects the operating revenue and operating expenditure by municipal vote. The municipal directorates are Municipal Manager; Planning Development; Human Settlements; Engineering Services; Community and Protection Services; Strategic and Corporate Services; and Financial Services. The operating expenditure budget is approved by Council on the municipal vote level.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Table C4: Monthly Budget Statement – Financial Performance (revenue & expenditure)

WC024 Stellenbosch - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q2 Second Quarter

Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		309,989	329,307	329,307	22,221	202,131	170,278	31,853	19%	329,307
Service charges - electricity revenue		523,068	548,984	548,984	31,557	279,369	283,869	(4,500)	-2%	548,984
Service charges - water revenue		197,306	225,542	225,542	9,630	86,408	116,623	(30,216)	-26%	225,542
Service charges - sanitation revenue		91,619	107,078	107,078	6,491	44,520	55,368	(10,848)	-20%	107,078
Service charges - refuse revenue		50,008	56,168	56,168	4,140	32,054	29,043	3,010	10%	56,168
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		14,992	17,766	17,766	714	4,868	9,186	(4,318)	-47%	17,766
Interest earned - external investments		55,110	45,501	45,501	3,789	19,425	23,035	(3,610)	-16%	45,501
Interest earned - outstanding debtors		6,849	10,576	10,576	857	4,906	5,469	(562)	-10%	10,576
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		114,767	102,132	102,132	553	8,098	52,811	(44,713)	-85%	102,132
Licences and permits		6,571	5,092	5,092	303	1,335	2,633	(1,298)	-49%	5,092
Agency services		2,365	2,690	2,690	209	671	1,391	(720)	-52%	2,690
Transfers and subsidies		133,057	144,700	151,082	41,752	107,188	128,714	(21,526)	-17%	151,082
Other revenue		26,734	34,009	34,009	1,441	9,952	17,586	(7,634)	-43%	34,009
Gains on disposal of PPE		427	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1,532,862	1,629,546	1,635,928	123,657	800,924	896,007	(95,083)	-11%	1,635,928
Expenditure By Type										
Employee related costs		444,579	566,808	566,808	39,445	244,835	230,481	14,354	6%	566,808
Remuneration of councillors		17,308	18,693	18,693	1,365	8,242	7,601	641	8%	18,693
Debt impairment		47,971	90,629	90,629	-	16,210	36,853	(20,642)	-56%	90,629
Depreciation & asset impairment		163,948	198,819	198,819	85,619	85,619	99,409	(13,790)	-14%	198,819
Finance charges		18,775	26,477	26,477	8,730	8,730	13,238	(4,508)	-34%	26,477
Bulk purchases		329,682	383,282	383,282	24,083	169,280	155,854	13,426	9%	383,282
Other materials		-	31,909	31,909	2,041	9,566	12,975	(3,409)	-26%	31,909
Contracted services		123,010	220,297	226,678	13,477	55,042	89,579	(34,537)	-39%	226,678
Transfers and subsidies		6,261	9,102	9,102	61	8,226	3,233	4,994	154%	9,102
Other expenditure		195,227	170,316	170,316	9,029	55,904	68,259	(12,355)	-18%	170,316
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		1,346,761	1,716,330	1,722,712	183,850	661,655	717,483	(55,828)	-8%	1,722,712
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		186,101	(86,784)	(86,784)	(60,193)	139,269	178,524	(39,255)	(0)	(86,784)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educational Institutions)		77,198	91,804	108,319	15,907	31,910	47,470	(15,561)	(0)	108,319
Transfers and subsidies - capital (in-kind - all)		280	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		263,579	5,020	21,534	(44,286)	171,178	225,994			21,534
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		263,579	5,020	21,534	(44,286)	171,178	225,994			21,534
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		263,579	5,020	21,534	(44,286)	171,178	225,994			21,534
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		263,579	5,020	21,534	(44,286)	171,178	225,994			21,534

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Table C5: Monthly Budget Statement – Capital Expenditure

WC024 Stellenbosch - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q2
Second Quarter

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Functional Classification										
Governance and administration		10,770	21,165	32,638	1,008	3,900	5,153	(1,253)	-24%	21,165
Executive and council		33	2,915	2,915	4	7	1,341	(1,334)	-99%	2,915
Finance and administration		10,738	18,250	29,723	1,004	3,892	3,812	80	2%	18,250
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		73,699	113,981	138,142	14,377	29,954	33,677	(3,723)	-11%	138,142
Community and social services		17,739	6,134	6,451	213	427	1,834	(1,407)	-77%	6,451
Sport and recreation		10,987	7,925	8,460	1,113	3,101	1,966	1,135	58%	8,460
Public safety		8,638	17,650	17,884	1,451	2,462	5,277	(2,815)	-53%	17,884
Housing		36,336	82,272	105,346	11,599	23,964	24,600	(636)	-3%	105,346
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		78,444	89,055	98,086	5,530	20,584	26,383	(5,798)	-22%	98,086
Planning and development		4,672	18,780	24,384	496	2,361	5,579	(3,219)	-58%	24,384
Road transport		72,092	68,025	71,452	5,034	18,224	20,130	(1,907)	-9%	71,452
Environmental protection		1,679	2,250	2,250	-	-	673	(673)	-100%	2,250
Trading services		269,391	303,820	318,862	19,524	93,062	90,156	2,907	3%	318,862
Energy sources		53,473	84,900	86,686	1,233	19,717	25,086	(5,370)	-21%	86,686
Water management		125,642	66,850	74,405	5,589	27,690	19,630	8,061	41%	74,405
Waste water management		82,201	140,585	144,719	9,790	41,517	42,035	(519)	-1%	144,719
Waste management		8,075	11,485	13,052	2,912	4,139	3,404	734	22%	13,052
Other		1,379	20	20	-	-	6	(6)	-100%	20
Total Capital Expenditure - Functional Classification	3	433,682	528,041	587,748	40,438	147,500	155,374	(7,874)	-5%	576,275
Funded by:										
National Government		55,942	40,107	40,107	10,644	20,593	8,950	11,643	130%	40,107
Provincial Government		24,195	51,697	68,212	9,062	22,020	32,776	(10,756)	-33%	68,212
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		80,137	91,804	108,319	19,706	42,613	41,726	887	2%	108,319
Public contributions & donations	5	280	-	-	-	-	-	-	-	-
Borrowing	6	-	160,000	160,000	-	-	-	-	-	160,000
Internally generated funds		353,265	276,237	319,430	20,732	104,887	113,648	(8,761)	-8%	319,430
Total Capital Funding		433,682	528,041	587,748	40,438	147,500	155,374	(7,874)	-5%	576,275

Table C5: Monthly Budget Statement – Capital Expenditure consists of three sections: Appropriations by vote; Standard classification and funding portion.

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Table C6: Monthly Budget Statement – Financial Position

WC024 Stellenbosch - Table C6 Monthly Budget Statement - Financial Position - Q2 Second Quarter

Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		23,063	6,237	6,237	29,184	6,237
Call investment deposits		505,618	417,496	405,173	501,705	417,496
Consumer debtors		291,594	165,802	165,802	197,588	165,802
Other debtors		51,869	178,277	178,277	9,677	178,277
Current portion of long-term receivables		1,600	2,332	2,332	1,600	2,332
Inventory		46,991	52,125	52,125	46,991	52,125
Total current assets		920,735	822,269	809,946	786,745	822,269
Non current assets						
Long-term receivables		2,158	3,600	3,600	2,158	3,600
Investments				-		-
Investment property		423,252	407,389	407,389	423,065	407,389
Investments in Associate				-		-
Property, plant and equipment		4,710,275	5,076,612	5,136,320	4,774,238	5,076,612
Agricultural				-		-
Biological		6,321	9,938	9,938	6,321	9,938
Intangible		8,368	7,597	7,597	7,416	7,597
Other non-current assets		774	2,424	2,424	774	2,424
Total non current assets		5,151,150	5,507,560	5,567,267	5,213,973	5,507,560
TOTAL ASSETS		6,071,884	6,329,829	6,377,214	6,000,718	6,329,829
LIABILITIES						
Current liabilities						
Bank overdraft				-		-
Borrowing		14,502	15,245	15,245	7,465	15,245
Consumer deposits		15,674	14,274	14,274	15,674	14,274
Trade and other payables		341,506	241,570	241,570	133,032	241,570
Provisions		48,967	54,737	54,737	48,967	54,737
Total current liabilities		420,649	325,826	325,826	205,137	325,826
Non current liabilities						
Borrowing		158,800	321,540	321,540	158,800	321,540
Provisions		298,352	279,680	279,680	298,392	279,680
Total non current liabilities		457,152	601,220	601,220	457,192	601,220
TOTAL LIABILITIES		877,802	927,046	927,046	662,329	927,046
NET ASSETS	2	5,194,083	5,402,784	5,450,168	5,338,389	5,402,784
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		5,194,083	5,402,784	5,448,762	5,338,389	5,448,762
Reserves						
TOTAL COMMUNITY WEALTH/EQUITY	2	5,181,283	5,402,784	5,448,762	5,338,389	5,448,762

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Table C7: Monthly Budget Statement – Cash Flow

WC024 Stellenbosch - Table C7 Monthly Budget Statement - Cash Flow - Q2 Second Quarter

Description	Ref	2017/18	Budget Year 2018/19							
		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		304,484	316,135	316,135	22,397	206,447	159,132	47,315	30%	316,135
Service charges		743,404	900,261	900,261	49,144	445,369	453,713	(8,343)	-2%	900,261
Other revenue		97,942	80,177	80,177	3,122	38,892	36,376	2,516	7%	80,177
Government - operating		167,293	144,700	144,700	360	69,866	99,850	(29,984)	-30%	144,700
Government - capital		70,406	91,804	91,804	15,907	31,910	50,840	(18,930)	-37%	91,804
Interest		55,110	55,654	55,654	4,646	23,944	25,186	(1,243)	-5%	55,654
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(1,064,431)	(1,220,988)	(1,227,369)	(89,440)	(542,301)	(592,039)	(49,739)	8%	(1,227,369)
Finance charges		(18,775)	(26,477)	(26,477)	(8,730)	(8,730)	(8,707)	23	0%	(26,477)
Transfers and Grants		(6,261)	(9,102)	(9,102)	-	(8,104)	(9,102)	(998)	11%	(9,102)
NET CASH FROM/(USED) OPERATING ACTIVITIES		349,172	332,164	325,783	(2,594)	257,292	215,248	(42,044)	-20%	325,783
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1,407	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		3,249	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		69,801	-	-	53,339	(100,632)	-	(100,632)	0%	-
Payments										
Capital assets		(433,675)	(528,041)	(587,748)	(40,438)	(147,500)	(155,374)	(7,874)	5%	(587,748)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(359,218)	(528,041)	(587,748)	12,901	(248,132)	(155,374)	92,757	-60%	(587,748)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	160,000	160,000	-	-	160,000	(160,000)	-100%	160,000
Increase (decrease) in consumer deposits		(124)	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(13,084)	(15,391)	(15,391)	(7,037)	(7,037)	(6,546)	492	-8%	(15,391)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(13,208)	144,609	144,609	(7,037)	(7,037)	153,454	160,492	105%	144,609
NET INCREASE/ (DECREASE) IN CASH HELD		(23,254)	(51,267)	(117,356)	3,269	2,123	213,328			(117,356)
Cash/cash equivalents at beginning:		46,317	475,000	528,766		528,766	528,766			528,766
Cash/cash equivalents at month/year end:		23,063	423,733	411,410		530,889	742,094			411,410

11. Supporting Documentation

Debtors Age Analysis

Supporting Table SC3: Monthly Budget Statement - Aged Debtors

WC024 Stellenbosch - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q2 Second Quarter

Description	NT Code	Budget Year 2018/19									Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy		
		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			Total over 90 days	
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	15,854	4,613	3,936	2,041	47,295					73,739	49,336		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	26,309	818	378	277	5,368					33,150	5,645		
Receivables from Non-exchange Transactions - Property Rates	1400	14,068	1,029	645	512	22,369					38,623	22,881		
Receivables from Exchange Transactions - Waste Water Management	1500	5,530	545	442	384	14,823					21,724	15,207		
Receivables from Exchange Transactions - Waste Management	1600	3,229	653	422	388	16,831					21,524	17,220		
Receivables from Exchange Transactions - Property Rental Debtors	1700	384	190	145	126	7,983					8,828	8,109		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-					-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-					-	-		
Other	1900	276	197	200	142	8,862					9,677	9,004		
Total By Income Source	2000	65,649	8,046	6,167	3,870	123,532	-	-	-	-	207,265	127,402	-	-
2017/18 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	2,362	345	147	155	1,879					4,889	2,034		
Commercial	2300	14,824	339	182	121	11,709					27,176	11,831		
Households	2400	34,649	6,368	5,270	3,011	92,944					142,242	95,955		
Other	2500	13,814	994	569	583	16,999					32,958	17,582		
Total By Customer Group	2600	65,649	8,046	6,167	3,870	123,532	-	-	-	-	207,265	127,402	-	-

Creditors Age Analysis

Supporting Table SC4: Monthly Budget Statement – Aged Creditors

WC024 Stellenbosch - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q2 Second Quarter

Description	NT Code	Budget Year 2018/19									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	Total		
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-									-	-
Bulk Water	0200	-									-	-
PAYE deductions	0300	6,220									6,220	5,694
VAT (output less input)	0400	-									-	-
Pensions / Retirement deductions	0500	-									-	-
Loan repayments	0600	-									-	-
Trade Creditors	0700	105,172									105,172	63,862
Auditor General	0800	-									-	-
Other	0900	-									-	-
Total By Customer Type	1000	111,392	-	-	-	-	-	-	-	-	111,392	69,556

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Investments and Borrowings

Supporting Table SC5: Monthly Budget Statement – Investment Portfolio

WC024 Stellenbosch - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q2 Second Quarter

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
R thousands									
Municipality									
F#0999		6 month	Fixed Deposit	Wednesday, 10 October 2018		8.0%	0		0
N#008		4 month	Fixed Deposit	Wednesday, 18 April 2018	57	6.3%	10,267		10,325
N#013 NEDBANK		6 month	Fixed Deposit	Wednesday, 2 January 2019	209	8.2%	30,816		31,024
N#015		12 month	Fixed Deposit	Friday, 11 October 2019	845	9.1%	111,465		112,311
N#014 - NEDBANK		12 month	Fixed Deposit	Friday, 6 September 2019	922	9.1%	122,484		123,407
S#21- STANDARD BANK		Call Account	Call Account	Call Account	231	6.5%	40,857		41,088
S#22 - STANDARD BANK		8 month	Fixed Deposit	Saturday, 4 May 2019	210	8.3%	30,576		30,787
S#23 - STANDARD BANK		4 month	Fixed Deposit	Monday, 11 February 2019	320	7.8%	50,543		50,863
#450 INVESTEC BANK		3 month	Fixed Deposit	Tuesday, 1 January 2019	654	7.7%	101,076		101,730
New Republic Bank						0.0%	171		171
Municipality sub-total					3,449		498,256	-	501,705
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				3,449		498,256	-	501,705

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Supporting Table SC6: Monthly Budget Statement – Transfers and grant receipts

WC024 Stellenbosch - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q2 Second Quarter

Description	Ref	2017/18	Budget Year 2018/19							
		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:		117,001	131,448	131,448	-	57,296	119,588	(60,576)	-50.7%	131,448
Local Government Equitable Share		110,631	124,176	124,176	-	51,740	112,316	(60,576)	-53.9%	124,176
EPWP Integrated Grant for Municipalities		4,820	5,722	5,722	-	4,006	5,722			5,722
Local Government Financial Management Grant		1,550	1,550	1,550	-	1,550	1,550			1,550
	3									
Other transfers and grants [insert description]										
Provincial Government:		11,596	13,252	13,252	360	8,500	9,126	(371)	-4.1%	13,252
Library Services: Conditional Grant		11,045	12,210	12,210	-	8,140	8,140			12,210
Community Development Workers Operational Support Grant		56	56	56						56
Human Settlements Development Grant										
LG Graduate Internship Grant										
WC Financial Management Support Grant	4	255	255	255			255			255
Financial Management Capacity Building Grant		240	360	360	360	360	360			360
Maintenance and Construction of Transport Infrastructure			371	371			371	(371)	-100.0%	371
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		1,569	-	-	-	-	-	-		-
LG SETA		1,269								
Arbor Award		300								
Total Operating Transfers and Grants	5	130,166	144,700	144,700	360	65,796	128,714	(60,947)	-47.4%	144,700
Capital Transfers and Grants										
National Government:		43,594	40,107	40,107	14,500	27,500	28,405	(905)	-3.2%	40,107
Municipal Infrastructure Grant (MIG)		36,358	35,107	35,107	14,500	22,500	23,405	(905)	-3.9%	35,107
Integrated National Electrification Programme (Municipal) Grant		7,236	5,000	5,000	-	5,000	5,000			5,000
Other capital transfers [insert description]										
Provincial Government:		22,259	51,697	51,697	1,407	4,410	19,065	(14,656)	-76.9%	51,697
Human Settlements Development Grant		16,663	48,094	48,094	1,407	1,407	15,462	(14,056)	-90.9%	48,094
RSEP/ VPUU										
Maintenance and Construction of Transport Infrastructure		2,176	-	-						
Library Services: Conditional Grant		2,000								
Integrated Transport Planning		600	600	600			600			600
Fire Services Capacity Building Grant		820	3,003	3,003	-	3,003	3,003			3,003
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
Total Capital Transfers and Grants	5	65,853	91,804	91,804	15,907	31,910	47,470	(15,560)	-32.8%	91,804
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	196,019	236,504	236,504	16,267	97,706	176,184	(76,507)	-43.4%	236,504

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Supporting Table SC7 (1) Monthly Budget Statement – transfers and grant expenditure

WC024 Stellenbosch - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q2 Second Quarter

Description	Ref	Budget Year 2018/19								
		2017/18 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:		117,001	131,448	131,448	2,483	12,867	86,420	(73,553)	-85.1%	131,448
Local Government Equitable Share		110,631	124,176	124,176	1,794	11,704	82,784	(71,080)	-85.9%	124,176
EPWP Integrated Grant for Municipalities		4,820	5,722	5,722	657	956	2,861	(1,905)	-66.6%	5,722
Local Government Financial Management Grant		1,550	1,550	1,550	31	207	775	(568)	-73.3%	1,550
Other transfers and grants [insert description]										
Provincial Government:		3,386	61,346	61,346	1,291	4,716	30,308	(25,962)	-85.7%	61,346
Library Services: Conditional Grant		–	12,210	12,210	1,241	4,285	6,105	(1,820)	-29.8%	12,210
Community Development Workers Operational Support Grant			56	56	1	8	28	(20)	-71.6%	56
Human Settlements Development Grant		3,116	48,094	48,094	–	–	24,047	(24,047)	-100.0%	48,094
LG Graduate Internship Grant		15								
WC Financial Management Support Grant		255	255	255	49	53	128	(75)	-58.8%	255
Financial Management Capacity Building Grant			360	360						360
Maintenance and Construction of Transport Infrastructure			371	371	–	371	186			371
Environmental Affairs and Development Planning										
Spatial Development framework										
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]										
Other grant providers:		2,145	–	–	–	–	–	–	–	–
LG SETA		1,845								
Arbor Award		300								
Total operating expenditure of Transfers and Grants:		122,532	192,794	192,794	3,774	17,583	116,728	(99,515)	-85.3%	192,794
Capital expenditure of Transfers and Grants										
National Government:		942	40,107	40,107	3,616	20,091	21,048	(957)	-4.5%	40,107
Municipal Infrastructure Grant (MIG)			35,107	35,107	3,616	18,548	18,548	–		35,107
Integrated National Electrification Programme (Municipal) Grant			5,000	5,000	–	1,543	2,500	(957)	-38.3%	5,000
SDIF grant		942	–	–	–	–	–	–	–	–
Provincial Government:		820	51,697	51,697	2,269	8,604	24,347	(15,743)	-64.7%	51,697
Human Settlements Development Grant		20,588	48,094	48,094	2,269	8,542	24,047			48,094
RSEPI/ VPUU										
Maintenance and Construction of Transport Infrastructure		2,176	–	–	–	–	–	–	–	–
Library Services: Conditional Grant		3,714								
Integrated Transport Planning		600	600	600	–	63	300			600
Fire Services Capacity Building Grant		820	3,003	3,003						3,003
District Municipality:		–	–	–	–	–	–	–	–	–
Human Settlements Development Grant										
RSEPI/ VPUU										
Other grant providers:		–	–	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants		1,762	91,804	91,804	5,886	28,695	45,395	(16,700)	-36.8%	91,804
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		124,295	284,598	284,598	9,660	46,278	162,122	(116,215)	-71.7%	284,598

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

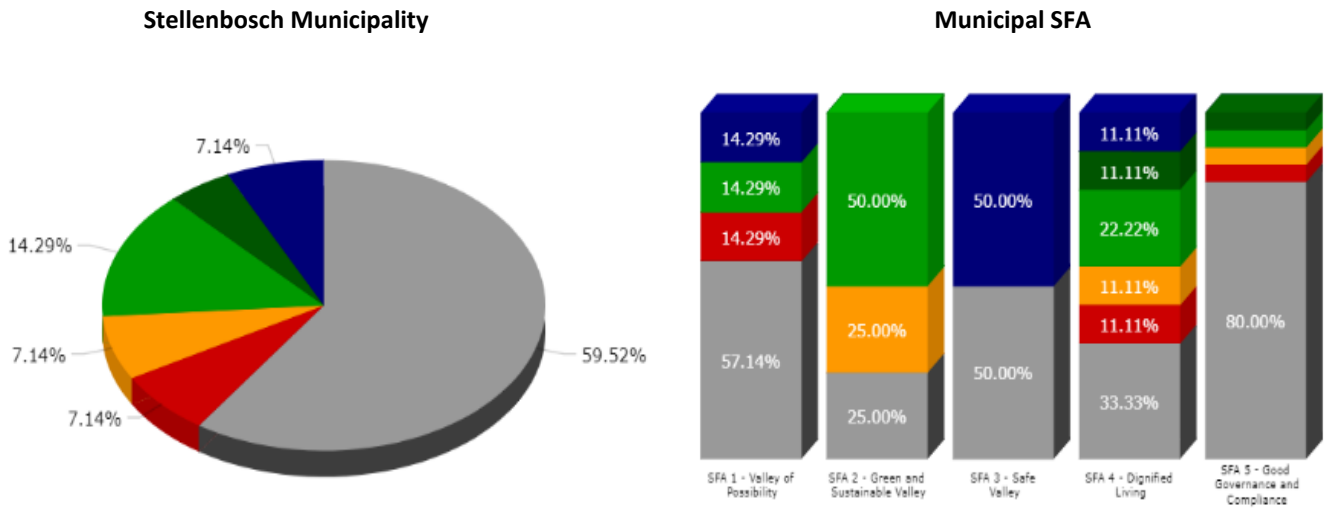
Supporting Table SC7 (2) Monthly Budget Statement – expenditure against approved roll-overs

WC024 Stellenbosch - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - Q2 Second Qu

Description	Ref	Budget Year 2018/19				
		Approved Rollover 2017/18	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Local Government Equitable Share						
EPWP Integrated Grant for Municipalities						
Local Government Financial Management Grant						
Other transfers and grants [insert description]						
Provincial Government:		6,986	20	276	6,710	96.1%
Library Services: Conditional Grant						
Human Settlements Development Grant		6,986	20	276	6,710	96.1%
LG Graduate Internship Grant						
Maintenance and Construction of Transport Infrastructure						
District Municipality:		-	-	-	-	
[insert description]						
Other grant providers:		-	-	-	-	
[insert description]						
Total operating expenditure of Approved Roll-overs		6,986	20	276	6,710	96.1%
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Municipal Infrastructure Grant (MIG)						
Other capital transfers [insert description]						
Provincial Government:		14,943	6,793	11,404	3,539	23.7%
#REF!		14,943	6,793	11,404	3,539	23.7%
District Municipality:		-	-	-	-	
Other grant providers:						
Total capital expenditure of Approved Roll-overs		14,943	6,793	11,404	3,539	23.7%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		21,929	6,813	11,680	10,249	46.7%

12. Appendix 2: Quarterly Performance Assessment Report, Q2 (01 October – 31 December 2018)

12.1 Dashboard summary per Municipal Strategic Focus Area (SFA) for the period 01 October – 31 December 2018.

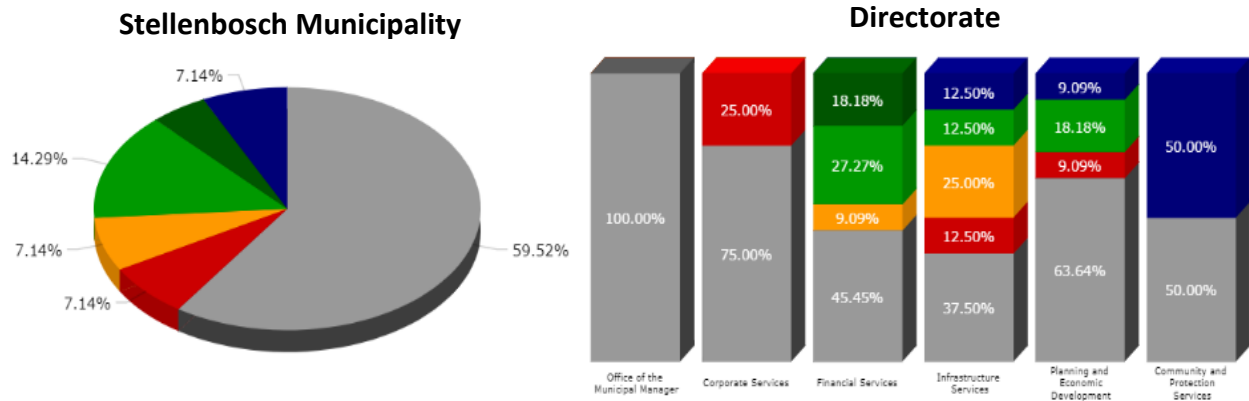


Stellenbosch Municipality		Municipal Strategic Focus Areas (SFAs)				
		SFA 1 - Valley of Possibility	SFA 2 - Green and Sustainable Valley	SFA 3 - Safe Valley	SFA 4 - Dignified Living	SFA 5 - Good Governance and Compliance
KPI Not Yet Measured	25 (59.52%)	4 (57.14%)	1 (25.00%)	1 (50.00%)	3 (33.33%)	16 (80.00%)
KPI Not Met	3 (7.14%)	1 (14.29%)	-	-	1 (11.11%)	1 (5.00%)
KPI Almost Met	3 (7.14%)	-	1 (25.00%)	-	1 (11.11%)	1 (5.00%)
KPI Met	6 (14.29%)	1 (14.29%)	2 (50.00%)	-	2 (22.22%)	1 (5.00%)
KPI Well Met	2 (4.76%)	-	-	-	1 (11.11%)	1 (5.00%)
KPI Extremely Well Met	3 (7.14%)	1 (14.29%)	-	1 (50.00%)	1 (11.11%)	-
Total:	42 (100%)	7 (16.67%)	4 (9.52%)	2 (4.76%)	9 (21.43%)	20 (47.62%)

Table: 1 Overall performance per SFA- 01 October – 31 December 2018

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

12.2 Dashboard summary of the Top Layer Key Performance Indicators per Municipal Directorate **01 October – 31 December 2018.**



Stellenbosch Municipality		Municipal Directorates					
		Office of the Municipal Manager	Corporate Services	Financial Services	Infrastructure Services	Planning & Economic Development	Community & Protection Services
KPI Not Yet Measured	25 (59.52%)	6 (100.00%)	3 (75.00%)	5 (45.45%)	3 (37.50%)	7 (63.64%)	1 (50.00%)
KPI Not Met	3 (7.14%)	-	1 (25.00%)	-	1 (12.50%)	1 (9.09%)	-
KPI Almost Met	3 (7.14%)	-	-	1 (9.09%)	2 (25.00%)	-	-
KPI Met	6 (14.29%)	-	-	3 (27.27%)	1 (12.50%)	2 (18.18%)	-
KPI Well Met	2 (4.76%)	-	-	2 (18.18%)	-	-	-
KPI Extremely Well Met	3 (7.14%)	-	-	-	1 (12.50%)	1 (9.09%)	1 (50.00%)
Total:	42 (100%)	6 (14.29%)	4 (9.52%)	11 (26.19%)	8 (19.05%)	11 (26.19%)	2 (4.76%)

Table: 2 Overall performance per Municipal Directorate- 01 October – 31 December 2018

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

12.3 ACTUAL STRATEGIC PERFORMANCE AND CORRECTIVE MEASURES THAT WILL BE IMPLEMENTED

12.3.1 SFA 1 - Valley of Possibility

SFA 1 - Valley of Possibility											
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018				
							Target	Actual	R	Departmental SDBIP Comments	Departmental Corrective Measures
TL1	SFA 1 - Valley of Possibility	Create jobs through municipality's local economic development initiatives including capital projects	Number of Full Time Equivalent's Created as a % of the possible total given the allocated budget	106	106	25	153.10	B	More EPWP projects were registered than anticipated during the first half of the 2018/2019 financial year.		
TL2	SFA 1 - Valley of Possibility	Percentage of land-use applications submitted to the Municipal Planning Tribunal within the prescribed legislated period and within a maximum of 120 days.	Quarterly status report of land-use application submitted to the Municipal Planning Tribunal	4	4	1	0	R	Due to capacity constraints, the status report could not be submitted in accordance with the set target. However, 42% (6 out of the total of 14) of the Land Use Applications were submitted within the prescribed time frame for the second quarter.	The KPI will be revised during January 2019 to measure the percentage of land-use applications submitted to the Municipal Planning Tribunal.	
TL3	SFA 1 - Valley of Possibility	Number of training opportunities provided to entrepreneurs and SMME's	Quarterly training events hosted with attendance registers as proof	4	4	1	1	G			
TL4	SFA 1 - Valley of Possibility	Revised SPLUMA compliant SDF in line with the Integrated Development Plan for submission to Council by May	SDF Amendment submitted to Council by May annually	1	1	0	0	N/A			
TL5	SFA 1 - Valley of Possibility	Development and finalisation of design of Kayamandi Town centre into sustainable living units to promote dignified living by June	Finalisation of planning and preliminary design submitted to a Committee of Council/Mayco	1	1	0	0	N/A			
TL6	SFA 1 - Valley of Possibility	Revised housing pipeline submitted to a Committee of Council/MayCo	Reviewed the housing pipeline and submit it to a Committee of Council/Mayco by March	1	1	0	0	N/A			
TL7	SFA 1 - Valley of Possibility	Develop the Human Settlements Plan (HSP) and Urban Development Strategy for	Plan submitted to Council	1	1	0	0	N/A			

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

SFA 1 - Valley of Possibility										
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018			
							Target	Actual	R	Departmental SDBIP Comments
			submission to Council by June							

Summary of Results: SFA 1 - Valley of Possibility

KPI Not Yet Measured	4
KPI Not Met	1
KPI Almost Met	0
KPI Met	1
KPI Well Met	0
KPI Extremely Well Met	1
Total KPIs	7

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

12.3.2 SFA 2 - Green and Sustainable Valley

SFA 2 - Green and Sustainable Valley																							
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018																
							Target	Actual	R	Departmental SDBIP Comments	Departmental Corrective Measures												
TL8		SFA 2 - Green and Sustainable Valley	External Audits of Stellenbosch Waste Disposal Facilities (4 quarterly and 1 external audits)	Number of Audits completed. Reports by external consultant	5	5	1	1	G	1 internal audit was conducted for two facilities (Devon Valley Landfill Site and Klappmuts Transfer Station).													
TL9		SFA 2 - Green and Sustainable Valley	Review the Waste Management By-Law and submit it to a Committee of Council/Mayco by June	Drafted Waste Management By-Law submitted to a Committee of Council/Mayco by June	1	1	0	0	N/A														
TL10		SFA 2 - Green and Sustainable Valley	Number of building applications processed within the prescribed/legislated period and reported to a Committee of Council/Mayco	Number of building plan applications Status report submitted to a Committee of Council/Mayco	4	4	1	1	G														
TL11		SFA 2 - Green and Sustainable Valley	70% Weighted Average effluent quality achieved in terms of requirements as regulated by the water use license for all Waste Water Treatment Works	% effluent quality as reported on Ignite and using reports from an external laboratory	70%	70%	70%	61%	O	<table border="0"> <tr> <td>Stellenbosch WWTW</td> <td>56%</td> </tr> <tr> <td>Raithby WWTW</td> <td>67%</td> </tr> <tr> <td>Klappmuts WWTW</td> <td>100%</td> </tr> <tr> <td>Pniel WWTW</td> <td>44%</td> </tr> <tr> <td>Wemmershoek WWTW</td> <td>33%</td> </tr> <tr> <td>Average</td> <td>61%</td> </tr> </table>	Stellenbosch WWTW	56%	Raithby WWTW	67%	Klappmuts WWTW	100%	Pniel WWTW	44%	Wemmershoek WWTW	33%	Average	61%	Inlet screens / belt press at Wemmershoek failed. Emergency repairs were done and improved performance results are expected in January 2019.
Stellenbosch WWTW	56%																						
Raithby WWTW	67%																						
Klappmuts WWTW	100%																						
Pniel WWTW	44%																						
Wemmershoek WWTW	33%																						
Average	61%																						

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Summary of Results: SFA 2 - Green and Sustainable Valley

KPI Not Yet Measured	1
KPI Not Met	0
KPI Almost Met	1
KPI Met	2
KPI Well Met	0
KPI Extremely Well Met	0
Total KPIs	4

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

12.3.3 SFA 3 - Safe Valley

SFA 3 - Safe Valley											
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018				
							Target	Actual	R	Departmental SDBIP Comments	Departmental Corrective Measures
TL12		SFA 3 - Safe Valley	Revised Disaster Management Plan submitted to a Committee of Council/Mayco by June annually	Revised Plan submitted to a Committee of Council/Mayco by June annually	1	1	0	1	B	The Revised Disaster Management Plan was submitted to Council during November 2018.	
TL13		SFA 3 - Safe Valley	Revised the Safety and Security Strategy submitted it to a Committee of Council/Mayco by June annually	Revised Strategy submitted to a Committee of Council/Mayco by June annually	1	1	0	0	N/A		

Summary of Results: SFA 3 - Safe Valley

KPI Not Yet Measured	1
KPI Not Met	0
KPI Almost Met	0
KPI Met	0
KPI Well Met	0
KPI Extremely Well Met	1
Total KPIs	2

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

12.3.4 SFA 4 - Dignified Living

SFA 4 - Dignified Living											
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018				
							Target	Actual	R	Departmental SDBIP Comments	Departmental Corrective Measures
TL14		SFA 4 - Dignified Living	Number of new sewer connections meeting minimum standards	Number of waterborne toilets facilities provided by 30 June	20	20	0	0	N/A		
TL15		SFA 4 - Dignified Living	Land identified for emergency housing	Report with recommendations submitted to a Committee of Council/Mayco by 30 June	1	1	0	0	N/A		
TL17		SFA 4 - Dignified Living	Number of units to indigent households for free basic water per month (kiloliter of water)	Number of households receiving kiloliters of water from municipal infrastructure network per month	6	6	6	6	G		
TL18		SFA 4 - Dignified Living	Number of indigent households with access to free basic services (water, electricity, sanitation and solid waste removal)	Number of indigent account holders receiving free basic water, sanitation, electricity and refuse removal per month i.t.o. the indigent policy of the municipality	6,000	6,000	6,000	6,642	G2		
TL19		SFA 4 - Dignified Living	Number of units to indigent households for free basic electricity per month (kWh)	Number of indigent households with access to free basic electricity per month i.t.o. the indigent policy of the municipality	100	100	100	100	G	Indigent Consumers receive 100 kWh free units for electricity as per the approved Council policy 2018/19.	
TL20		SFA 4 - Dignified Living	Limit unaccounted for electricity to less than 10% annually $\{(Number\ of\ Electricity\ Units\ Purchased\ and/or\ Generated - Number\ of\ Electricity\ Units\ Sold(incl.\ Free\ basic\ electricity)) / Number\ of\ Electricity\ Units\ Purchased\ and/or\ Generated\} \times 100\}$	12 Month moving average used. Losses calculated on the total consumption and purchases of current month plus 11 preceding months as reported on Ignite and using reports from SAMRAS	9%	9%	9%	6.03%	B	$(535\ 134\ 520kWh - 502\ 858\ 351kWh) / 535\ 134\ 520kWh \times 100 = 6.03\%$	
TL21		SFA 4 - Dignified Living	90% Weighted Average water quality	% Average water quality achieved as per micro,	90%	90%	90%	89.70%	O		Department of Water

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

SFA 4 - Dignified Living											
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018				
							Target	Actual	R	Departmental SDBIP Comments	Departmental Corrective Measures
			achieved as per micro, chemical, operational and physical determinants in terms of the Blue Drop requirements regulated by SANS 241 for all Water Treatment Works	chemical, operational and physical determinants as reported on Ignite and using reports from an external laboratory							and Sanitation implemented a new system named, Integrated Regulatory Information System (IRIS), which has been operational since October 2017. The decline in % for the past three months is due to the incorporation of an extra parameter namely Disinfection that weren't part of the original calculation. Disinfection incorporates free chlorine that is not a true reflection of the actual Drinking Water Quality (DWQ) Compliance / Microbial Activity in our system.
TL22	SFA 4 - Dignified Living	Limit unaccounted water to less than 25% by June annually	Percentage of unaccounted for water calculated in terms of standard IWA formula as reported on Ignite. (Unaccounted means unbilled water plus losses)(Quarterly reporting information of the previous qu		20%	20%	20%	22.80%	R		The target should have been 25%. Hence, 22% is below the set target. This correction will be submitted to Council with the revised Top Layer SDBIP 2018/2019 during January 2019.
TL23	SFA 4 - Dignified Living	Alignment of Municipal and Provincial Government housing waiting lists by June	Aligned Waiting lists submitted to the Director		1	1	0	0	N/A		

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Summary of Results: SFA 4 - Dignified Living

KPI Not Yet Measured	3
KPI Not Met	1
KPI Almost Met	1
KPI Met	2
KPI Well Met	1
KPI Extremely Well Met	1
Total KPIs	9

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

12.3.5 SFA 5 - Good Governance and Compliance

Good Governance and Compliance											
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018				
							Target	Actual	R	Departmental SDBIP Comments	Departmental Corrective Measures
TL16		SFA 5 - Good Governance and Compliance	Provide consumer accounts iro clean piped water, sanitation/sewerage, electricity and solid waste to formal residential properties which are connected to a municipal infrastructure network as at 30 June annually	Number of consumer accounts iro formal residential properties receiving piped water on a monthly basis	24,000	24,000	24,000	26,630	G2		
TL24		SFA 5 - Good Governance and Compliance	Financial viability measured in terms of cost coverage ratio	Cost coverage as at 30 June annually [(Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation)	4	4	0	0	N/A		
TL25		SFA 5 - Good Governance and Compliance	Achieve an average payment percentage of 96% by 30 June annually (Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts Written Off) / Billed Revenue x 100	(Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts Written Off) / Billed Revenue x 100	96%	96%	0%	0%	N/A	(October + November + December 2018) / 3 x 100 (157.68% + 144.03% + 96.15%) / 3 = 132.62%	
TL26		SFA 5 - Good Governance and Compliance	Ensure that the percentage of the Municipality's capital budget spent on capital projects by June annually, in line with the annual target	% of the Municipality's capital budget spent by 30 June annually {(Total Actual capital Expenditure/Approved Capital Budget) x 100}	90%	90%	30%	25.02%	O	R147 499 940 / R587 748 280 x 100 = 25.02%	A Capital Expenditure Forum (CEP) will be established during February 2019 to monitor capital expenditure.
TL27		SFA 5 - Good Governance and Compliance	The percentage of people from employment equity target groups employed (to be appointed) in the three highest levels of management in compliance with the municipality's	Number of appointments made in the three highest levels of management in compliance with the municipality's approved employment equity plan	75%	75%	0%	0%	N/A		

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Good Governance and Compliance											
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018				
							Target	Actual	R	Departmental SDBIP Comments	Departmental Corrective Measures
			approved employment equity plan								
TL28		SFA 5 - Good Governance and Compliance	The percentage of actual payroll budget spent on implementing the municipal Workplace Skills Plan	% of municipality's payroll budget actually spent on implementing its workplace skills plan ((Total Actual Training Expenditure/ 1% of Total Annual payroll Budget) x100)	0.95%	0.95%	0%	0%	N/A		
TL31		SFA 5 - Good Governance and Compliance	Financial Viability measured in terms of Debt Coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	15%	15%	0%	0%	N/A		
TL32		SFA 5 - Good Governance and Compliance	Financial Viability measured in terms of Service Debtors	% of outstanding service debtors (Total outstanding service debtors/ revenue received for services)	27%	27%	0%	0%	N/A		
TL33		SFA 5 - Good Governance and Compliance	Revise the Risk based audit plan and submit to the Audit Committee by 30 June annually	Reviewed RBAP submitted to the Audit Committee by 30 June annually	1	1	0	0	N/A		
TL34		SFA 5 - Good Governance and Compliance	Approved Audit Action Plan by 28 February annually to address the issues raised in the Audit Report for the relevant financial year	Audit action plan developed and approved by 28 February annually	1	1	0	0	N/A		
TL35		SFA 5 - Good Governance and Compliance	Revise the risk register submitted to the Risk Management Committee by 30 June annually	Reviewed risk register submitted to the Risk Management Committee by 30 June annually	1	1	0	0	N/A		
TL36		SFA 5 - Good Governance and Compliance	Revise the ICT Backup Disaster Recovery Plan submitted to the ICT Steering Committee by December annually	Reviewed ICT Backup Disaster Recovery Plan submitted to the ICT Steering Committee	1	1	1	0	R	The revision of the current plan was done six months ago, hence the due date for the new revision is being moved to 31 March 2019.	This KPI will be reviewed with the ICT Strategy and be submitted to the ICT Steering Committee by the 31 March 2019. The due date for the reviewed plan will be submitted to Council with the revised TL SDBIP during January

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Good Governance and Compliance											
Ref	IDP Ref	Pre-determined Objectives	KPI	Unit of Measurement	Annual Target	Revised Target	01 October – 31 December 2018				
							Target	Actual	R	Departmental SDBIP Comments	Departmental Corrective Measures
											2019.
TL37		SFA 5 - Good Governance and Compliance	Revised Strategic ICT Plan submitted to the ICT Steering Committee by 31 May annually	Reviewed Strategic ICT Plan submitted to the ICT Steering Committee by 31 May annually	1	1	0	0	N/A		
TL38		SFA 5 - Good Governance and Compliance	Compile and submit the draft IDP to Council by 31 March annually	Draft IDP compiled and submitted to council by 31 March annually	1	1	0	0	N/A		
TL39		SFA 5 - Good Governance and Compliance	Revise the asset management policy by 30 June annually	Updated policy submitted to the Council annually	1	1	0	0	N/A		
TL40		SFA 5 - Good Governance and Compliance	Implement the Municipal Standard Chart of Accounts.	Report quarterly on the implementation of MSCOA to a Committee of Council/Mayco	4	4	1	1	G		
TL41		SFA 5 - Good Governance and Compliance	Development of a Centralised Customer Care strategy submitted to a Committee of Council/Mayco by 28 February	Developed strategy submitted to a Committee of Council/Mayco by 28 February	1	1	0	0	N/A		
TL42		SFA 5 - Good Governance and Compliance	Submission of IDP/Budget/SDF time schedule (process plan) to Council by 31 August annually	IDP/Budget/SDF time schedule (process plan)	1	1	0	0	N/A		
TL43		SFA 5 - Good Governance and Compliance	Revise the Electrical Master Plan by June (dependent of SDF approval) submitted to a committee of Council/MayCo	Review Electrical Master Plan by June (dependent of SDF approval)	1	1	0	0	N/A		
TL44		SFA 5 - Good Governance and Compliance	Curtail domestic and industrial water consumption by 45% measured in terms of the equivalent average consumption of 5 years.	Domestic and industrial water consumption curtailed by 45%, measured in terms of the equivalent average consumption of 5 years from 2010/11 until 2014/15 (Quarterly reporting)	45%	45%	0%	0%	N/A		

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

Summary of Results: SFA 5 - Good Governance and Compliance

KPI Not Yet Measured	16
KPI Not Met	1
KPI Almost Met	1
KPI Met	1
KPI Well Met	1
KPI Extremely Well Met	0
Total KPIs	20

QUARTERLY BUDGET STATEMENT FOR DECEMBER 2018

12.4 Out of the 42 Key Performance Indicators (KPIs) listed on the Top layer SDBIP 2018/19 (for the 2nd quarter), 25 were not measured, 03 KPIs were not met and 03 were extremely well met.

KPI Not Yet Measured	25
KPI Not Met	3
KPI Almost Met	3
KPI Met	6
KPI Well Met	2
KPI Extremely Well Met	3
Total KPIs	42