

[FS]: IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL STATE OF AFFAIRS OF THE MUNICIPALITY

5/1/1 2008/09

COMPETENCY: COUNCIL

PURPOSE

The aim of this report is to submit the implementation of the budget and the financial state of affairs of the Midvaal Local Municipality up to the end of the 2nd quarter (July – December 2008) in terms of Section 52(d) of the MFMA (Act 56 of 2003).

RECOMMENDATION:

That the report regarding the implementation of the budget (2008/09) and the financial state of affairs of the Midvaal Local Municipality up to the end of the 2nd quarter (July – December 2008), be noted.

REPORT
BACKGROUND

The actual income and expenditure (Income and Expenditure) up to the end of the 2nd quarter (July – December 2008) in comparison with the 2008/09 budget, is as follows:

1. **Income and expenditure (Commitments excluded)**

	EXPENDITURE			REVENUE		
	BUDGET	ACTUAL	%	BUDGET	ACTUAL	%
Municipal Manager	1 282 783	532 877	41.5	0	0	0
Corporate Services	24 388 404	10 474 996	42.9	- 1 825 000	- 1 481 275	81.2
Community Services	59 513 510	21 667 353	36.4	- 31 024 821	- 9 466 121	30.5
Development & Planning	13 513 480	5 477 085	40.5	- 2 295 000	- 869 290	37.9
Engineering Services	240 693 172	83 498 838	34.7	- 213 120 026	- 93 732 018	44.0
Financial Services	25 572 806	12 456 013	48.7	- 76 048 500	- 52 347 136	68.8
Management Services	6 908 033	2 788 069	40.4	- 400 000	- 193 059	48.3
Protection Services	27 251 812	11 487 516	42.2	- 2 971 500	- 1 366 203	45.9
	399 124 000	148 382 747	37.2	- 327 684 847	- 159 455 102	48.7

5. **Debtors**

	Government	Business	Household	Other	Total
30 days	R 334 594	R5 490 054	R11 132 811	R 5 566 405	R22 523 864
60 days	R 231 866	R 430 761	R 2 079 153	R 1 039 576	R 3 781 356
90 days	R 200 205	R 192 938	R 1 802 019	R 901 010	R 3 096 172
120 days	R 193 570	R 145 072	R 1 529 426	R 764 713	R 2 632 781
120+ days	R3 847 308	R3 138 365	R21 576 518	R10 788 259	R39 350 450
TOTAL	R4 807 543	R9 397 190	R38 119 927	R19 059 963	R71 384 623

6. **Asset Value**

The total asset value at 31 December 2008 amounts to:

Opening balance 01.07.2008	R586 508 879
Additional (July – December 2008)	R 12 126 849

SUB-TOTAL	R598 635 728
Less: Depreciation	R 42 615 959

TOTAL	R556 019 769

7. **Conclusion**

The excess revenue (surplus) over actual expenditure as at 31 December 2008 amounts to R2 581 884 calculated as follows:

Total Income		R159 455 102
<u>Less: Expenditure</u>	R148 382 747	
<u>Plus: Commitments</u>	R 8 490 471	R156 873 218
	_____	_____
SURPLUS		R 2 581 884
