

EMTHANJENI MUNICIPALITY



DECEMBER 2014 QUARTERLY BUDGET STATEMENT

SCHEDULE C:

QUARTERLY AND SUPPORTING DOCUMENTATION OF A MUNICIPALITY

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Glossary

- **Adjustments budget** - Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.
- **Allocations** - Money received from Provincial or National Government or other municipalities.
- **Budget** - The financial plan of the Municipality.
- **Budget related policy** - Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.
- **Capital expenditure** - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.
- **Cash flow statement** - A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.
- **DORA** - Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.
- **Equitable share** - A general grant paid to municipalities. It is predominantly targeted to help with free basic services.
- **Fruitless and wasteful expenditure** - Expenditure that was made in vain and would have been avoided had reasonable care been exercised.
- **GFS** - Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.
- **GRAP** - Generally Recognised Accounting Practice. The new standard for municipal accounting.
- **IDP** - Integrated Development Plan. The main strategic planning document of the Municipality.
- **MBRR** - Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.
- **MFMA** - Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

- **MIG** - Municipal Infrastructure Grant.
- **MTREF** - Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.
- **Operating expenditure** - Spending on the day to day expenses of the Municipality such as salaries and wages.
- **Rates** - Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.
- **SDBIP** - Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.
- **Strategic objectives** - The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.
- **Unauthorised expenditure** - Generally, is spending without, or in excess of, an approved budget.
- **Virement** - A transfer of budget.
- **Virement policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.
- **Vote** - One of the main segments into which a budget. In Emthanjeni Municipality this means at directorate level.

PART 1 - IN-YEAR REPORT

Section 1 - Mayor's Report

1.1 In-Year Report - Quarterly Budget Statement

The quarterly budget statement for December 2014 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations.

The audited outcomes for 2013/2014 reflected in this report are final as the figures were handed to the municipality after being audited by the Auditor General.

1.1.1 Financial problems or risks facing the municipality

There are no financial problems affecting the municipality. Monitoring and implementation of the capital projects remains a priority.

1.1.2 Relevant information

Year-to-date operating revenue realised is 0.2% above the year-to-date budget for December 2014.

The revenue includes the annual property rates and other fixed service charges billed to consumers for the 2014/2015 financial year. Operating expenditure incurred amounts to 18% below the year-to-date operating expenditure. 16% of the total capital budget has been spent at 31 December 2014, with 93% of that being funded from grant sources.ⁱ

¹ Table C5 - Capital Expenditure (municipal vote, standard classification and funding)

Section 2 - Resolutions

IN-YEAR REPORTS 2014/2015

This is the resolution that will be presented to Council when the In-Year Report is tabled:

RECOMMENDATION:

- (a) That Council notes the quarterly budget statement and supporting documentation for December 2014.

Section 3 - Executive Summary

3.1 Introduction

As already stated in the Mayor's Report the financial figures reflected in this report are final audited figures for 2013/2014 and as such are the outcomes based on the audit of the Auditor General.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest adjustments)

Revenue by Source

Year-to-date revenue realised 0.2%, R0.218 million above year-to-date budget projections for December 2014².

Operating expenditure by type

Year-to-date expenditure is 18% or R17 million³, below the year-to-date budget as at 31 December 2014.

Refer to Section 4 - Table C4 for further details on both revenue by source and expenditure by type.

² Table C4 - Total revenue by source (excluding capital transfers and contributions)

³ Table C4 - Total expenditure by type

Capital expenditure

Year-to-date expenditure on capital amounts to R6.511 million or 16 % of the capital budget of R40.5 million⁴. 93% of expenditure to date has been funded from capital transfers recognised⁵.

Refer to Section 4 - Table C5 for more detail.

Cash flows

The financial year commenced with positive cash & cash equivalents balance of R0.285 million⁶ and this figure as at 31 December 2014 R6.5 million

Refer to section 4 - Supporting Table C9 and Section 7 for more detail on the cash position.

3.3 Material variances

<u>Description</u>	Variance
Revenue By Source	
Property rates	3 846
Fines	(2 144)
Gains on disposal of PPE	1 012
Expenditure By Type	
Debt impairment	(5 413)
Depreciation & asset impairment	(4 340)
Transfers and grants	(1 899)
Capital Expenditure	
Water	(8 474)
Waste water management	(1 590)
Cash Flow	
Proceeds on disposal of PPE	1 012
Capital assets	(13 827)

3.4 Remedial or corrective steps

Description	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands		
Revenue By Source		
Property rates	The farmers property rates are charged yearly and thus the actual amount is higher than the budgeted amount.	The situation will be corrected in the adjustment budget.
Fines	Traffic violation fines have not been taken into account	The situation is currently being investigated and will be corrected in the next month. If this is not a possibility it will be corrected in the adjustment budget.
Gains on disposal of PPE	The amount of land sold exceeded our original estimations	The situation will be corrected in the adjustment budget.
Expenditure By Type		
Debt impairment	Are Done at year end	The situation will be corrected at year end.
Depreciation & asset impairment	Are Done at year end	The situation will be corrected at year end.
Transfers and grants	The payment schedule was not taken into account	The situation will be corrected in the adjustment budget.
Capital Expenditure		
Water	Slow capital spending	The situation will be corrected in the adjustment budget.
Waste water management	Slow capital spending	The situation will be corrected in the adjustment budget.
Cash Flow		
Proceeds on disposal of PPE	The amount of land sold exceeded our original estimations	The situation will be corrected in the adjustment budget.
Capital assets	Spending on capital expenditure are vey low	Increase capital spending. The situation will be corrected in the adjustment budget.

⁴ Table C5 - Total capital expenditure

⁵ Table C5 - Capital Expenditure (municipal vote, standard classification and funding)

⁶ Table C7 - Cash flow (cash and cash equivalents = cashbook and current investment)

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

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
Governance and administration		43 567	42 548	42 548	1 409	29 801	21 274	8 527	40%	42 548
Executive and council		5 436	3 238	3 238	65	3 318	1 619	1 699	105%	3 238
Budget and treasury office		38 083	39 235	39 235	1 335	26 446	19 618	6 828	35%	39 235
Corporate services		48	74	74	9	37	37	(0)	-1%	74
Community and public safety		23 648	8 744	8 744	394	2 109	4 372	(2 263)	-52%	8 744
Community and social services		1 435	1 410	1 410	53	749	487	262	54%	1 410
Sport and recreation		145	102	102	34	70	269	(199)	-74%	102
Public safety		21 037	7 196	7 196	304	1 270	3 598	(2 328)	-65%	7 196
Housing		1 031	36	36	3	19	18	1	7%	36
Health		–	–	–	–	–	–	–	–	–
Economic and environmental services		14 819	14 694	14 694	1	714	7 347	(6 632)	-90%	14 694
Planning and development		1 235	1 800	1 800	–	700	900	(200)	-22%	1 800
Road transport		13 584	12 894	12 894	1	14	6 447	(6 433)	-100%	12 894
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		116 048	163 455	163 455	8 021	67 690	81 728	(14 037)	-17%	163 455
Electricity		60 590	75 900	75 900	4 526	32 069	37 950	(5 881)	-15%	75 900
Water		25 603	45 961	45 961	1 587	13 908	22 980	(9 072)	-39%	45 961
Waste water management		18 167	25 982	25 982	1 210	13 595	12 991	604	5%	25 982
Waste management		11 687	15 612	15 612	697	8 118	7 806	312	4%	15 612
Other	4	–	–	–	–	–	–	–	–	–
Total Revenue - Standard	2	198 082	229 441	229 441	9 825	100 315	114 720	(14 406)	-13%	229 441
Expenditure - Standard										
Governance and administration		44 685	43 503	43 503	3 169	17 729	21 733	(4 004)	-18%	43 503
Executive and council		15 290	12 680	12 680	990	5 487	6 352	(865)	-14%	12 680
Budget and treasury office		18 325	18 910	18 910	941	6 729	9 419	(2 690)	-29%	18 910
Corporate services		11 069	11 914	11 914	1 237	5 513	5 962	(449)	-8%	11 914
Community and public safety		35 256	25 764	25 764	1 790	10 322	12 892	(2 570)	-20%	25 764
Community and social services		20 439	10 559	10 559	723	3 747	5 072	(1 325)	-26%	10 559
Sport and recreation		3 341	3 948	3 948	325	2 012	2 192	(181)	-8%	3 948
Public safety		6 771	9 018	9 018	587	3 513	4 509	(996)	-22%	9 018
Housing		4 630	2 069	2 069	156	1 049	1 035	14	1%	2 069
Health		75	169	169	–	1	85	(83)	-98%	169
Economic and environmental services		39 053	24 681	24 681	1 654	9 194	12 348	(3 154)	-26%	24 681
Planning and development		18 450	9 647	9 647	617	3 925	4 831	(906)	-19%	9 647
Road transport		20 604	15 034	15 034	1 038	5 269	7 517	(2 248)	-30%	15 034
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		144 247	106 811	106 811	5 831	44 901	53 405	(8 505)	-16%	106 811
Electricity		82 559	64 771	64 771	3 921	30 540	32 385	(1 846)	-6%	64 771
Water		32 710	14 979	14 979	455	4 202	7 490	(3 287)	-44%	14 979
Waste water management		15 771	12 298	12 298	560	4 138	6 149	(2 011)	-33%	12 298
Waste management		13 206	14 763	14 763	896	6 020	7 381	(1 361)	-18%	14 763
Other		1 621	907	907	142	825	454	372	82%	907
Total Expenditure - Standard	3	264 862	201 667	201 667	12 586	82 971	100 832	(17 861)	-18%	201 667
Surplus/ (Deficit) for the year		(66 781)	27 774	27 774	(2 761)	17 344	13 888	3 455	25%	27 774

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

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

The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services.

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.

Table C3: Quarterly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

The operating expenditure budget is approved by Council on the municipal vote level.

NC073 Emthanjeni - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2013/14	Budget Year 2014/15							
		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 - EXECUTIVE AND COUNCIL	1	5 436	3 238	3 238	65	3 318	1 619	1 699	104.9%	3 238
Vote 2 - FINANCE AND ADMINISTRATION		38 131	39 310	39 310	1 344	26 483	19 655	6 828	34.7%	39 310
Vote 3 - PLANNING AND DEVELOPMENT		1 235	1 800	1 800	–	700	900	(200)	-22.2%	1 800
Vote 4 - HEALTH		–	–	–	–	–	–	–	–	–
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 435	1 410	1 410	53	749	487	262	53.9%	1 410
Vote 6 - PUBLIC SAFETY		21 037	7 196	7 196	304	1 270	3 598	(2 328)	-64.7%	7 196
Vote 7 - SPORT AND RECREATION		145	102	102	34	70	269	(199)	-73.8%	102
Vote 8 - ROAD TRANSPORT		13 584	12 894	12 894	1	14	6 447	(6 433)	-99.8%	12 894
Vote 9 - OTHER		–	–	–	–	–	–	–	–	–
Vote 10 - HOUSING SERVICES		1 031	36	36	3	19	18	1	7.1%	36
Vote 11 - WASTE MANAGEMENT		11 687	15 612	15 612	697	8 118	7 806	312	4.0%	15 612
Vote 12 - WASTE WATER MANAGEMENT		18 167	25 982	25 982	1 210	13 595	12 991	604	4.7%	25 982
Vote 13 - ELECTRICITY		60 590	75 900	75 900	4 526	32 069	37 950	(5 881)	-15.5%	75 900
Vote 14 - WATER		25 603	45 961	45 961	1 587	13 908	22 980	(9 072)	-39.5%	45 961
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	198 082	229 441	229 441	9 825	100 315	114 720	(14 406)	-12.6%	229 441
Expenditure by Vote										
Vote 1 - EXECUTIVE AND COUNCIL	1	15 290	12 680	12 680	990	5 487	6 352	(865)	-13.6%	12 680
Vote 2 - FINANCE AND ADMINISTRATION		29 395	30 824	30 824	2 179	12 242	15 381	(3 139)	-20.4%	30 824
Vote 3 - PLANNING AND DEVELOPMENT		18 450	9 647	9 647	617	3 925	4 831	(906)	-18.8%	9 647
Vote 4 - HEALTH		75	169	169	–	1	85	(83)	-98.5%	169
Vote 5 - COMMUNITY AND SOCIAL SERVICES		20 439	10 559	10 559	723	3 747	5 072	(1 325)	-26.1%	10 559
Vote 6 - PUBLIC SAFETY		6 771	9 018	9 018	587	3 513	4 509	(996)	-22.1%	9 018
Vote 7 - SPORT AND RECREATION		3 341	3 948	3 948	325	2 012	2 192	(181)	-8.2%	3 948
Vote 8 - ROAD TRANSPORT		20 604	15 034	15 034	1 038	5 269	7 517	(2 248)	-29.9%	15 034
Vote 9 - OTHER		1 621	907	907	142	825	454	372	82.0%	907
Vote 10 - HOUSING SERVICES		4 630	2 069	2 069	156	1 049	1 035	14	1.4%	2 069
Vote 11 - WASTE MANAGEMENT		13 206	14 763	14 763	896	6 020	7 381	(1 361)	-18.4%	14 763
Vote 12 - WASTE WATER MANAGEMENT		15 771	12 298	12 298	560	4 138	6 149	(2 011)	-32.7%	12 298
Vote 13 - ELECTRICITY		82 559	64 771	64 771	3 921	30 540	32 385	(1 846)	-5.7%	64 771
Vote 14 - WATER		32 710	14 979	14 979	455	4 202	7 490	(3 287)	-43.9%	14 979
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	264 862	201 667	201 667	12 586	82 971	100 832	(17 861)	-17.7%	201 667
Surplus/ (Deficit) for the year	2	(66 781)	27 774	27 774	(2 761)	17 344	13 888	3 455	24.9%	27 774

Table C4: Quarterly Budget Statement – Financial Performance (revenue and expenditure)

NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		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		21 035	23 785	23 785	1 053	15 738	11 892	3 846	32%	23 785
Property rates - penalties & collection charges		150	—	—	—	—	—	—	—	—
Service charges - electricity revenue		56 488	53 614	53 614	3 217	21 466	26 807	(5 341)	-20%	53 614
Service charges - water revenue		18 746	24 575	24 575	1 713	10 633	12 288	(1 654)	-13%	24 575
Service charges - sanitation revenue		10 302	13 906	13 906	1 192	7 145	6 953	192	3%	13 906
Service charges - refuse revenue		5 705	8 347	8 347	688	4 117	4 174	(56)	-1%	8 347
Service charges - other		415	69	69	33	205	111	94	85%	69
Rental of facilities and equipment		722	755	755	59	369	301	67	22%	755
Interest earned - external investments		1 030	940	940	—	51	470	(419)	-89%	940
Interest earned - outstanding debtors		625	819	819	(64)	346	410	(64)	-16%	819
Dividends received		—	—	—	—	—	—	—	—	—
Fines		19 521	6 624	6 624	296	1 168	3 312	(2 144)	-65%	6 624
Licences and permits		1 305	1 874	1 874	12	179	937	(758)	-81%	1 874
Agency services		—	—	—	—	—	—	—	—	—
Transfers recognised - operational		45 752	39 633	39 633	266	28 785	22 816	5 968	26%	39 633
Other revenue		3 223	25 131	25 131	1 360	9 042	9 565	(524)	-5%	25 131
Gains on disposal of PPE		164	120	120	0	1 072	60	1 012	1686%	120
Total Revenue (excluding capital transfers and contributions)		185 183	200 193	200 193	9 825	100 315	100 096	218	0%	200 193
Expenditure By Type										
Employee related costs		59 894	62 980	62 980	5 678	31 244	31 482	(238)	-1%	62 980
Remuneration of councillors		4 157	4 308	4 308	325	1 939	2 130	(191)	-9%	4 308
Debt impairment		47 932	10 827	10 827	—	—	5 413	(5 413)	-100%	10 827
Depreciation & asset impairment		68 084	8 681	8 681	—	—	4 340	(4 340)	-100%	8 681
Finance charges		1 608	1 700	1 700	—	290	850	(560)	-66%	1 700
Bulk purchases		43 536	47 529	47 529	3 083	23 276	23 764	(489)	-2%	47 529
Other materials		5 588	8 350	8 350	228	2 608	4 175	(1 567)	-38%	8 350
Contracted services		7 228	8 830	8 830	1 094	3 073	4 415	(1 342)	-30%	8 830
Transfers and grants		750	13 669	13 669	1 031	5 793	7 692	(1 899)	-25%	13 669
Other expenditure		26 087	34 793	34 793	1 147	14 748	16 569	(1 821)	-11%	34 793
Loss on disposal of PPE		203	—	—	—	—	—	—	—	—
Total Expenditure		265 066	201 667	201 667	12 586	82 971	100 832	(17 861)	-18%	201 667
Surplus/(Deficit)		(79 883)	(1 474)	(1 474)	(2 761)	17 344	(736)	18 079	(0)	(1 474)
Transfers recognised - capital		13 102	29 248	29 248	—	—	14 624	(14 624)	(0)	29 248
Contributions recognised - capital		—	—	—	—	—	—	—	—	—
Contributed assets		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions		(66 781)	27 774	27 774	(2 761)	17 344	13 888			27 774
Taxation		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after taxation		(66 781)	27 774	27 774	(2 761)	17 344	13 888			27 774
Attributable to minorities		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to municipality		(66 781)	27 774	27 774	(2 761)	17 344	13 888			27 774
Share of surplus/ (deficit) of associate		—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year		(66 781)	27 774	27 774	(2 761)	17 344	13 888			27 774

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

NC073 Emthanjeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M06 December										
Vote Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Standard Classification										
Governance and administration		785	1 840	1 840	43	177	920	(742)	-81%	1 840
Executive and council		585	153	153	4	20	77	(57)	-74%	153
Budget and treasury office		79	1 317	1 317	10	21	658	(637)	-97%	1 317
Corporate services		120	370	370	29	137	185	(48)	-26%	370
Community and public safety		777	631	631	-	97	316	(219)	-69%	631
Community and social services		63	295	295	-	-	147	(147)	-100%	295
Sport and recreation		-	251	251	-	88	126	(38)	-30%	251
Public safety		-	85	85	-	9	42	(33)	-78%	85
Housing		714	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		15 901	14 728	14 728	1 138	6 155	7 364	(1 209)	-16%	14 728
Planning and development		500	12	12	-	3	6	(3)	-51%	12
Road transport		15 401	14 716	14 716	1 138	6 152	7 358	(1 206)	-16%	14 716
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		3 995	23 390	23 390	-	81	11 695	(11 614)	-99%	23 390
Electricity		2 314	1 300	1 300	-	-	650	(650)	-100%	1 300
Water		1 681	17 110	17 110	-	81	8 555	(8 474)	-99%	17 110
Waste water management		-	3 180	3 180	-	-	1 590	(1 590)	-100%	3 180
Waste management		-	1 800	1 800	-	-	900	(900)	-100%	1 800
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	21 457	40 589	40 589	1 180	6 511	20 294	(13 784)	-68%	40 589
Funded by:										
National Government		15 313	28 448	28 448	1 138	6 082	14 224	(8 142)	-57%	28 448
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		15 313	28 448	28 448	1 138	6 082	14 224	(8 142)	-57%	28 448
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	6 000	6 000	-	-	-	-	-	6 000
Internally generated funds		6 144	6 141	6 141	43	429	6 070	(5 642)	-93%	6 141
Total Capital Funding		21 457	40 589	40 589	1 180	6 511	20 294	(13 784)	-68%	40 589

Table C6: Quarterly Budget Statement - Financial Position

NC073 Emthanjeni - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2013/14	Budget Year 2014/15			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		12 210	2 844	2 844	116	2 844
Call investment deposits		—	11 788	11 788	—	11 788
Consumer debtors		30 833	9 171	9 171	49 441	9 171
Other debtors		13 283	9 243	9 243	1 844	9 243
Current portion of long-term receivables		32	—	—	—	—
Inventory		63 059	45 899	45 899	63 153	45 899
Total current assets		119 418	78 943	78 943	114 553	78 943
Non current assets						
Long-term receivables		—	—	—	—	—
Investments		—	—	—	—	—
Investment property		5 004	4 272	4 272	5 004	4 272
Investments in Associate		—	—	—	—	—
Property, plant and equipment		923 699	942 332	942 332	934 275	942 332
Agricultural		—	—	—	—	—
Biological assets		—	—	—	—	—
Intangible assets		384	1 283	1 283	384	1 283
Other non-current assets		85	168	168	21	168
Total non current assets		929 172	948 055	948 055	939 684	948 055
TOTAL ASSETS		1 048 590	1 026 998	1 026 998	1 054 237	1 026 998
LIABILITIES						
Current liabilities						
Bank overdraft		11 925	1 026	1 026	621	1 026
Borrowing		2 758	1 374	1 374	3 008	1 374
Consumer deposits		1 949	1 932	1 932	1 988	1 932
Trade and other payables		21 627	11 306	11 306	23 478	11 306
Provisions		1 414	2 017	2 017	55 865	2 017
Total current liabilities		39 672	17 654	17 654	84 960	17 654
Non current liabilities						
Borrowing		3 231	11 176	11 176	3 166	11 176
Provisions		49 680	34 194	34 194	—	34 194
Total non current liabilities		52 911	45 370	45 370	3 166	45 370
TOTAL LIABILITIES		92 583	63 024	63 024	88 126	63 024
NET ASSETS	2	956 006	963 974	963 974	966 111	963 974
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		956 006	692 667	692 667	963 859	692 667
Reserves		—	271 307	271 307	2 253	271 307
TOTAL COMMUNITY WEALTH/EQUITY	2	956 006	963 974	963 974	966 111	963 974

Table C7: Quarterly Budget Statement - Cash Flow

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		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										
Ratepayers and other		101 218	153 090	153 090	8 867	62 403	76 545	(14 142)	-18%	153 090
Government - operating		38 122	39 633	39 633	-	29 383	19 817	9 566	48%	39 633
Government - capital		15 152	29 248	29 248	-	7 000	14 624	(7 624)	-52%	29 248
Interest		1 030	940	940	-	51	470	(419)	-89%	940
Dividends		-	-	-	-	-	-	-		
Payments										
Suppliers and employees		(141 418)	(163 870)	(163 870)	(11 555)	(64 237)	(81 935)	(17 698)	22%	(163 870)
Finance charges		(855)	(1 700)	(1 700)	-	(257)	(850)	(593)	70%	(1 700)
Transfers and Grants		(208)	(13 669)	(13 669)	(1 031)	(5 356)	(6 835)	(1 479)	22%	(13 669)
NET CASH FROM/(USED) OPERATING ACTIVITIES		13 042	43 672	43 672	(3 719)	28 987	21 836	(7 151)	-33%	43 672
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		632	120	120	0	1 072	60	1 012	1686%	120
Decrease (Increase) in non-current debtors		26	-	-	-	-	-	-		
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-		
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		
Payments										
Capital assets		(21 550)	(40 589)	(40 589)	(1 138)	(6 468)	(20 295)	(13 827)	68%	(40 589)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(20 893)	(40 469)	(40 469)	(1 138)	(5 396)	(20 235)	(14 838)	73%	(40 469)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			6 000	6 000	-	-	3 000	(3 000)	-100%	6 000
Borrowing long term/refinancing			-	-	-	-	-	-		
Increase (decrease) in consumer deposits			135	135	13	47	68	(20)	-30%	135
Payments										
Repayment of borrowing		(2 504)	(3 384)	(3 384)	(168)	(1 342)	(1 692)	(350)	21%	(3 384)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(2 504)	2 751	2 751	(155)	(1 294)	1 376	2 670	194%	2 751
NET INCREASE/ (DECREASE) IN CASH HELD		(10 354)	5 954	5 954	(5 012)	22 296	2 977			5 954
Cash/cash equivalents at beginning:		10 640	(2 629)	(2 629)		285	(2 629)			285
Cash/cash equivalents at month/year end:		285	3 324	3 324		22 581	347			6 239

Supporting Table SC9: Quarterly Budget Statement – Actual & revised targets for cash receipts & cash flows

This supporting table gives a detailed breakdown of information summarised in Table C7.

NC073 Emthanjeni - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

Description	Ref	Budget Year 2014/15												2014/15 Medium Term Revenue & Expenditure Framework		
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousands	1															
Cash Receipts By Source																
Property rates		1 110	2 278	1 295	3 238	3 036	1 250						10 626	22 834	23 632	23 682
Property rates - penalties & collection charges		-	-	-	-	-	-						-	-	-	-
Service charges - electricity revenue		3 623	4 465	3 716	4 546	3 206	3 855						27 521	50 932	52 424	52 655
Service charges - water revenue		1 400	1 231	1 000	1 634	1 902	1 010						15 170	23 346	24 397	26 908
Service charges - sanitation revenue		928	990	533	595	1 074	621						8 471	13 211	13 938	14 204
Service charges - refuse		607	436	325	407	759	371						4 946	7 851	8 283	8 544
Service charges - other		33	36	38	33	33	33						(141)	64	67	71
Rental of facilities and equipment		59	59	67	63	62	59						426	795	838	867
Interest earned - external investments		18	20	-	10	4	-						889	940	1 099	1 144
Interest earned - outstanding debtors		-	-	-	-	-	-						-	-	-	-
Dividends received		-	-	-	-	-	-						-	-	-	-
Fines		25	41	28	765	13	296						5 455	6 624	7 014	7 470
Licences and permits		48	27	20	31	40	12						1 525	1 704	1 790	1 897
Agency services		-	-	-	-	-	-						-	-	-	-
Transfer receipts - operating		15 589	1 334	-	379	12 081	-						10 251	39 633	44 583	37 855
Other revenue		1 903	1 673	1 499	1 883	724	1 360						16 688	25 729	19 825	23 018
Cash Receipts by Source		25 342	12 591	8 519	13 584	22 933	8 867	-	-	-	-	-	101 826	193 663	197 890	198 316
Other Cash Flows by Source																
Transfer receipts - capital		3 000	-	-	-	4 000	-						22 248	29 248	11 969	41 305
Contributions & Contributed assets		-	-	-	-	-	-						-	-	-	-
Proceeds on disposal of PPE		3	7	1 035	(27)	53	0						(952)	120	127	134
Short term loans		-	-	-	-	-	-						6 000	6 000	-	-
Borrowing long term/refinancing		-	-	-	-	-	-						-	-	-	-
Increase in consumer deposits		14	20	1	11	1	13						75	135	140	140
Receipt of non-current debtors		-	-	-	-	-	-						-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-						-	-	-	-
Change in non-current investments		-	-	-	-	-	-						-	-	-	-
Total Cash Receipts by Source		28 359	12 618	9 555	13 568	26 988	8 879	-	-	-	-	-	129 198	229 166	210 126	239 895
Cash Payments by Type																
Employee related costs		4 977	4 937	5 038	5 357	5 258	5 678						30 313	61 556	62 244	63 131
Remuneration of councillors		319	325	325	319	325	325						2 369	4 308	4 502	4 750
Interest paid		34	33	162	33	29	-						1 410	1 700	1 734	1 804
Bulk purchases - Electricity		6 197	3 009	4 168	3 074	3 056	2 969						22 757	45 229	47 264	49 155
Bulk purchases - Water & Sewer		95	142	128	192	133	115						1 496	2 300	2 404	2 497
Other materials		258	600	518	657	346	228						5 861	8 470	8 766	8 985
Contracted services		596	338	464	408	172	1 094						4 880	7 953	8 231	8 527
Grants and subsidies paid - other municipalities		-	-	-	-	-	-						-	-	-	-
Grants and subsidies paid - other		1 463	904	534	437	1 424	1 031						7 876	13 669	13 990	13 666
General expenses		2 155	4 999	1 759	2 645	2 044	1 147						19 305	34 054	33 058	35 420
Cash Payments by Type		16 094	15 286	13 095	13 121	12 788	12 586	-	-	-	-	-	96 268	179 239	182 193	187 935
Other Cash Flows/Payments by Type																
Capital assets		816	561	1 968	1 652	333	1 138						34 121	40 589	18 371	47 904
Repayment of borrowing		161	162	520	165	167	168						2 042	3 384	3 384	3 384
Other Cash Flows/Payments		-	-	-	-	-	-						-	-	-	-
Total Cash Payments by Type		17 071	16 010	15 583	14 938	13 288	13 891	-	-	-	-	-	132 432	223 212	203 948	239 223
NET INCREASE/(DECREASE) IN CASH HELD		11 288	(3 391)	(6 028)	(1 370)	13 700	(5 012)	-	-	-	-	-	(3 233)	5 954	6 177	672
Cash/cash equivalents at the month/year beginning:		285	11 573	8 182	2 154	784	14 484	9 473	9 473	9 473	9 473	9 473	9 473	285	6 239	12 416
Cash/cash equivalents at the month/year end:		11 573	8 182	2 154	784	14 484	9 473	9 473	9 473	9 473	9 473	9 473	6 239	6 239	12 416	13 088

PART 2 - SUPPORTING DOCUMENTATION Section 5 - Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2014/15										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		1 732	1 560	1 328	883	912	9 048		15 463	12 171		15 799
Trade and Other Receivables from Exchange Transactions - Electricity	1300		2 937	1 063	901	713	641	3 889		10 145	6 144		6 065
Receivables from Non-exchange Transactions - Property Rates	1400		703	372	304	260	279	8 849		10 768	9 693		5 994
Receivables from Exchange Transactions - Waste Water Management	1500		886	678	837	490	460	5 146		8 497	6 933		10 897
Receivables from Exchange Transactions - Waste Management	1600		468	359	477	281	265	2 823		4 673	3 846		5 125
Receivables from Exchange Transactions - Property Rental Debtors	1700		-	-	-	-	-	-		-	-		-
Interest on Arrear Debtor Accounts	1810		-	-	-	-	-	-		-	-		3 533
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820		-	-	-	-	-	-		-	-		-
Other	1900		120	88	93	64	61	718		1 144	936		2 199
Total By Income Source	2000	-	6 846	4 120	3 941	2 692	2 619	30 473	-	50 690	39 724	-	49 612
2013/14 - totals only			7208810	3143652	3016218	2611113	2203325	29556142		47 739	37 387		31154106
Debtors Age Analysis By Customer Group													
Organs of State	2200		394	377	300	193	217	1 398		2 880	2 108		344
Commercial	2300		2 226	578	411	158	94	757		4 225	1 421		1 569
Households	2400		3 753	2 822	2 936	2 053	2 048	26 005		39 618	33 042		42 581
Other	2500		472	342	294	287	259	2 312		3 967	3 153		5 118
Total By Customer Group	2600	-	6 846	4 120	3 941	2 692	2 619	30 473	-	50 690	39 724	-	49 612

Creditors' analysis

Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2014/15								Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	589	-							589	891
Auditor General	0800	-								-	-
Other	0900	2 170								2 170	2 220
Total By Customer Type	1000	2 759	-	-	-	-	-	-	-	2 759	3 111

Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December									
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
R thousands		Yrs/Months							
Municipality									
General Investment		Yrs	Fixed Deposit	30/06/2015		7.5%	11 788	940	12 728
TOTAL INVESTMENTS AND INTEREST	2				-		11 788	940	12 728

Allocation and grant receipts and expenditure: - Operating Revenue Framework

NC073 Emthanjeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		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:		38 493	38 876	38 876	-	29 004	19 438	8 099	41.7%	38 876
Local Government Equitable Share		34 819	35 342	35 342	-	25 770	17 671	8 099	45.8%	35 342
Finance Management		1 550	1 600	1 600	-	1 600	800			1 600
Municipal Systems Improvement		890	934	934	-	934	467			934
EPWP Incentive		1 234	1 000	1 000	-	700	500			1 000
Energy Efficiency and Demand Management Integrated National Electrification Programme	3							-		
Provincial Government:		6 962	757	757	-	379	378	0	0.0%	757
Health subsidy		1 150	-	-	-	-	-	-		-
Housing		458	-	-	-	-	-	-		-
Sport and Recreation		679	757	757	-	379	378	0	0.0%	757
Department of Education	4	235	-	-	-	-	-	-		-
Department of Roads		2 389	-	-	-	-	-	-		-
Department of Water Affairs		2 050	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Operating Transfers and Grants	5	45 455	39 633	39 633	-	29 383	19 816	8 099	40.9%	39 633
Capital Transfers and Grants										
National Government:		13 102	29 248	29 248	-	-	14 624	(6 304)	-43.1%	29 248
Municipal Infrastructure Grant (MIG)		13 102	12 608	12 608	-	-	6 304	(6 304)	-100.0%	12 608
Regional Bulk Infrastructure			16 640	16 640	-	-	8 320			16 640
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	5	13 102	29 248	29 248	-	-	14 624	(6 304)	-43.1%	29 248
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	58 557	68 881	68 881	-	29 383	34 440	1 795	5.2%	68 881

Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		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:		38 259	38 876	38 876	980	6 477	8 135	(1 658)	-20.4%	38 876
Local Government Equitable Share		34 819	35 342	35 342	684	4 147	6 368	(2 221)	-34.9%	35 342
Finance Management		1 550	1 600	1 600	146	1 002	800	202	25.3%	1 600
Municipal Systems Improvement		890	934	934	131	934	467	467	100.0%	934
EPWP Incentive		1 000	1 000	1 000	19	394	500	(106)	-21.2%	1 000
Provincial Government:		6 811	757	757	55	177	357	(180)	-50.5%	757
Health subsidy		1 311	-	-	-	-	-	-	-	-
Sport and Recreation		679	757	757	55	177	357	(180)	-50.5%	757
Department of Education		268	-	-	-	-	-	-	-	-
Department of Roads		2 503	-	-	-	-	-	-	-	-
Department of Water Affairs		2 050	-	-	-	-	-	-	-	-
District Municipality:		458	-	-	-	-	-	-	-	-
<i>[insert description]</i>		458	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		45 528	39 633	39 633	1 035	6 654	8 492	(1 838)	-21.6%	39 633
Capital expenditure of Transfers and Grants										
National Government:		14 362	28 448	28 448	1 219	6 164	14 224	(8 060)	-56.7%	28 448
Municipal Infrastructure Grant (MIG)		14 362	11 808	11 808	1 219	6 082	5 904	178	3.0%	11 808
Regional Bulk Infrastructure		-	16 640	16 640	-	81	8 320	(8 239)	-99.0%	16 640
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		14 362	28 448	28 448	1 219	6 164	14 224	(8 060)	-56.7%	28 448
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		59 891	68 081	68 081	2 254	12 817	22 716	(9 899)	-43.6%	68 081

Expenditure on councillor and board members allowances and employee benefits

NC073 Emthanjeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		2 920	2 962	2 962	223	1 323	1 481	(158)	-11%	2 962
Pension and UIF Contributions		338	—	—	28	167	—	167	#DIV/0!	—
Medical Aid Contributions		38	—	—	3	17	—	17	#DIV/0!	—
Motor Vehicle Allowance		629	985	985	72	431	492	(61)	-12%	985
Cellphone Allowance		198	314	314	—	—	157	(157)	-100%	314
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		34	47	47	—	—	24	(24)	-100%	47
Sub Total - Councillors		4 157	4 308	4 308	325	1 939	2 154	(215)	-10%	4 308
% increase	4		3.6%	3.6%						3.6%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		3 102	3 369	3 369	640	1 652	1 685	(33)	-2%	3 369
Pension and UIF Contributions		469	560	560	23	111	280	(169)	-60%	560
Medical Aid Contributions		132	159	159	12	53	79	(27)	-34%	159
Overtime		—	—	—	—	—	—	—	—	—
Performance Bonus		475	—	—	—	—	—	—	—	—
Motor Vehicle Allowance		588	847	847	63	276	424	(147)	-35%	847
Cellphone Allowance		177	151	151	14	97	75	22	29%	151
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		168	217	217	20	126	108	17	16%	217
Payments in lieu of leave		—	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations		—	—	—	—	—	—	—	—	—
Sub Total - Senior Managers of Municipality		5 112	5 303	5 303	772	2 315	2 651	(336)	-13%	5 303
% increase	4		3.7%	3.7%						3.7%
Other Municipal Staff										
Basic Salaries and Wages		35 534	43 450	43 450	3 682	22 420	21 725	695	3%	43 450
Pension and UIF Contributions		6 403	7 592	7 592	612	3 618	3 796	(178)	-5%	7 592
Medical Aid Contributions		2 140	1 505	1 505	186	1 123	752	371	49%	1 505
Overtime		2 262	2 070	2 070	253	993	1 035	(42)	-4%	2 070
Performance Bonus		2 993	—	—	—	—	—	—	—	—
Motor Vehicle Allowance		1 269	892	892	76	555	446	109	25%	892
Cellphone Allowance		254	168	168	13	214	84	130	155%	168
Housing Allowances		1 124	702	702	8	47	351	(304)	-87%	702
Other benefits and allowances		2 436	1 244	1 244	76	255	622	(367)	-59%	1 244
Payments in lieu of leave		366	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations		—	54	54	—	15	27	(12)	-46%	54
Sub Total - Other Municipal Staff		54 781	57 677	57 677	4 906	29 240	28 838	401	1%	57 677
% increase	4		5.3%	5.3%						5.3%
Total Parent Municipality		64 051	67 288	67 288	6 003	33 494	33 644	(150)	0%	67 288

Capital programme performance

NC073 Emthanjeni - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	1 669	1 803	1 803	816	816	1 803	986	54.7%	2%
August	3 286	10 571	10 571	561	1 378	12 374	10 996	88.9%	3%
September	1 085	1 742	1 742	1 968	3 346	14 116	10 770	76.3%	8%
October	661	1 618	1 618	1 652	4 998	15 734	10 737	68.2%	12%
November	1 141	3 615	3 615	333	5 330	19 349	14 019	72.5%	13%
December	2 680	2 489	2 489	1 180	6 511	21 839	15 328	70.2%	16%
January	1 089	784	784			22 622	-		
February	2 605	4 321	4 321			26 944	-		
March	1 794	5 070	5 070			32 014	-		
April	1 421	3 900	3 900			35 914	-		
May	1 620	2 618	2 618			38 532	-		
June	2 406	2 057	2 057			40 589	-		
Total Capital expenditure	21 457	40 589	40 589	6 511					

Supporting Table C13

Supporting Tables SC13 include the following:

- SC13a: Capital expenditure on new assets by asset class
- SC13b: Capital expenditure on renewal of existing assets by asset class
- These two tables total to Table C5.
- SC13c: Expenditure on repairs and maintenance by asset class

NC073 Emthanjeni - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								%	
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		12 299	30 448	30 448	1 138	6 079	15 224	9 145	60.1%	30 448
Infrastructure - Road transport		10 682	13 808	13 808	1 138	5 998	6 904	906	13.1%	13 808
<i>Roads, Pavements & Bridges</i>		10 682	13 808	13 808	1 138	5 998	6 904	906	13.1%	13 808
<i>Storm water</i>		-	-	-	-	-	-	-		-
Infrastructure - Electricity		918	-	-	-	-	-	-		-
<i>Generation</i>		-	-	-	-	-	-	-		-
<i>Transmission & Reticulation</i>		918	-	-	-	-	-	-		-
<i>Street Lighting</i>		-	-	-	-	-	-	-		-
Infrastructure - Water		699	16 640	16 640	-	81	8 320	8 239	99.0%	16 640
<i>Dams & Reservoirs</i>		-	-	-	-	-	-	-		-
<i>Water purification</i>		-	-	-	-	-	-	-		-
<i>Reticulation</i>		699	16 640	16 640	-	81	8 320	8 239	99.0%	16 640
Total Capital Expenditure on new assets	1	12 299	30 448	30 448	1 138	6 079	15 224	9 145	60.1%	30 448

NC073 Emthanjeni - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								%	
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		6 969	1 250	1 250	-	154	625	471	75.3%	1 250
Infrastructure - Road transport		4 640	500	500	-	154	250	96	38.3%	500
<i>Roads, Pavements & Bridges</i>		4 640	500	500	-	154	250	96	38.3%	500
<i>Storm water</i>								-		
Infrastructure - Electricity		611	250	250	-	-	125	125	100.0%	250
<i>Generation</i>								-		
<i>Transmission & Reticulation</i>		611	250	250	-	-	125	125	100.0%	250
<i>Street Lighting</i>								-		
Infrastructure - Water		406	470	470	-	-	235	235	100.0%	470
<i>Dams & Reservoirs</i>								-		
<i>Water purification</i>		406	470	470	-	-	235	235	100.0%	470
<i>Reticulation</i>								-		
Infrastructure - Sanitation		-	-	-	-	-	-	-		-
<i>Reticulation</i>								-		
<i>Sewerage purification</i>								-		
Infrastructure - Other		1 312	30	30	-	-	15	15	100.0%	30
<i>Waste Management</i>			30	30	-	-	15	15	100.0%	30
<i>Other</i>		1 312						-		
Community		63	396	396	-	3	198	195	98.5%	396
Parks & gardens		-	51	51	-	-	25	25	100.0%	51
Sportsfields & stadia		-	65	65	-	-	33	33	100.0%	65
Community halls		63	250	250	-	-	125	125	100.0%	250
Cemeteries		-	30	30	-	3	15	12	80.2%	30
Other assets		2 126	8 495	8 495	43	274	4 248	3 973	93.5%	8 495
General vehicles		959	3 660	3 660	-	-	1 830	1 830	100.0%	3 660
Specialised vehicles		-	1 770	1 770	-	-	885	885	100.0%	1 770
Plant & equipment		153	552	552	4	95	276	180	65.4%	552
Computers - hardware/equipment		515	698	698	29	138	349	211	60.4%	698
Furniture and other office equipment		-	462	462	10	30	231	201	87.0%	462
Other Buildings		500	510	510	-	11	255	244	95.8%	510
Other		-	844	844			422	422	100.0%	844
Total Capital Expenditure on renewal of existing assets	1	9 159	10 141	10 141	43	432	5 070	4 639	91.5%	10 141
Specialised vehicles		-	1 770	1 770	-	-	885	885	0	1 770
Refuse			1 770	1 770	-	-	885	885	0	1 770

NC073 Emthanjeni - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		4 435	5 918	5 918	54	1 470	2 959	1 489	50.3%	5 918
Infrastructure - Road transport		1 277	1 592	1 592	–	286	796	510	64.1%	1 592
<i>Roads, Pavements & Bridges</i>		1 277	1 592	1 592	–	286	796	510	64.1%	1 592
<i>Storm water</i>								–		
Infrastructure - Electricity		929	1 821	1 821	20	580	910	330	36.3%	1 821
<i>Generation</i>								–		
<i>Transmission & Reticulation</i>		929	1 821	1 821	20	580	910	330	36.3%	1 821
<i>Street Lighting</i>								–		
Infrastructure - Water		697	864	864	29	399	432	33	7.7%	864
<i>Dams & Reservoirs</i>			172	172	–	17	86	69	79.9%	172
<i>Water purification</i>			273	273	29	99	136	37	27.3%	273
<i>Reticulation</i>		697	419	419	–	282	210	(73)	-34.7%	419
Infrastructure - Sanitation		464	822	822	–	88	411	323	78.7%	822
<i>Reticulation</i>		464	822	822	–	88	411	323	78.7%	822
<i>Sewerage purification</i>								–		
Infrastructure - Other		1 068	819	819	5	118	410	292	71.2%	819
<i>Waste Management</i>		987	819	819	5	118	410	292	71.2%	819
<i>Other</i>		81						–		
Community		2 218	1 875	1 875	217	731	938	206	22.0%	1 875
Parks & gardens		232	38	38	–	2	19	17	88.7%	38
Sportsfields & stadia		104	66	66	–	5	33	29	85.8%	66
Swimming pools		–	321	321	26	131	160	30	18.5%	321
Community halls		244	433	433	55	96	216	120	55.5%	433
Libraries		128	44	44	11	18	22	4	18.5%	44
Fire, safety & emergency		–	879	879	125	472	440	(33)	-7.4%	879
Cemeteries		–	39	39	–	3	19	16	82.4%	39
Other		1 509	56	56	–	4	28	24	86.0%	56
Investment properties		–	182	182	–	1	91	90	99.1%	182
Housing development		–	182	182	–	1	91	90	99.1%	182
Other assets		4 958	4 457	4 457	173	1 409	2 228	819	36.8%	4 457
General vehicles		2 322	2 066	2 066	12	604	1 033	429	41.5%	2 066
Specialised vehicles		–	366	366	–	–	183	183	100.0%	366
Plant & equipment		488	252	252	96	180	126	(54)	-43.0%	252
Computers - hardware/equipment		290	370	370	–	263	185	(78)	-42.1%	370
Furniture and other office equipment		139	511	511	52	128	256	127	49.9%	511
Other Buildings		856	532	532	–	169	266	97	36.3%	532
Other Land		236	161	161	–	13	81	68	83.9%	161
Other		627	198	198	12	52	99	47	47.8%	198
Intangibles		–	59	59	–	–	30	30	100.0%	59
Computers - software & programming		–	59	59	–	–	30	30	100.0%	59
Total Repairs and Maintenance Expenditure		11 611	12 491	12 491	444	3 612	6 245	2 634	42.2%	12 491
Specialised vehicles		–	366	366	–	–	183	183	0	366
Refuse		–	366	366	–	–	183	183	0	366

NC073 Emthanjeni - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		41 234	4 765	4 765	-	-	-	-		4 765
Infrastructure - Road transport		18 940	2 433	2 433	-	-	-	-		2 433
<i>Roads, Pavements & Bridges</i>		18 940	2 433	2 433						2 433
Infrastructure - Electricity		6 764	482	482	-	-	-	-		482
<i>Transmission & Reticulation</i>		6 764	482	482						482
Infrastructure - Water		7 441	955	955	-	-	-	-		955
<i>Reticulation</i>		7 441	955	955						955
Infrastructure - Sanitation		4 735	683	683	-	-	-	-		683
<i>Reticulation</i>		4 735	683	683						683
Infrastructure - Other		3 353	213	213	-	-	-	-		213
<i>Waste Management</i>		3 353	213	213						213
Community		11 432	1 450	1 450	-	-	-	-		1 450
Community halls		4 870	614	614						614
Libraries		3 517	460	460						460
Clinics		947	125	125						125
Cemeteries		744	124	124						124
Other		1 353	127	127						127
Heritage assets		-	-	-	-	-	-	-		-
Investment properties		338	20	20	-	-	-	-		20
Other		338	20	20						20
Other assets		15 081	2 445	2 445	-	-	-	-		2 445
General vehicles		4 382	326	326						326
Specialised vehicles		4 400	1 760	1 760	-	-	-	-		1 760
Plant & equipment		440	-	-						-
Computers - hardware/equipment		3 353	115	115						115
Furniture and other office equipment		138	12	12						12
Civic Land and Buildings		676	49	49						49
Other Buildings		1 691	183	183						183
Agricultural assets		-	-	-	-	-	-	-		-
Biological assets		-	-	-	-	-	-	-		-
Intangibles		-	-	-	-	-	-	-		-
Total Depreciation		68 084	8 681	8 681	-	-	-	-		8 681
Specialised vehicles		4 400	1 760	1 760	-	-	-	-		1 760
Refuse		4 400	1 760	1 760						1 760

SDBIP Revenue by Source

Revenue by Source 2014/2015 Regulation 19.																
MBRR																
Line Item	Previous Year	Annual Budget		Current Month			Year to Date							Forecast	Future Years	
		Actual	[SDBIP]	[Current]	Budget	Budget	Actual	Budget	Budget	Actual	Variance SDBIP		Variance Current		Revised	Budget Year
	[SDBIP]				[Current]		[SDBIP]	[Current]		R	%	R	%		1	2
Property Rates	21 035	23 785	23 785	988	988	1 053	11 892	11 892	15 738	3 846	32%	3 846	32%	23 785	24 617	24 669
Property rates - penalties	150	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service Charges - Electricity	56 488	53 614	53 614	4 090	4 090	3 217	26 807	26 807	21 466	(5 341)	-20%	(5 341)	-20%	53 614	55 183	55 426
Service Charges - Water	18 746	24 575	24 575	2 590	2 590	1 713	12 288	12 288	10 633	(1 654)	-13%	(1 654)	-13%	24 575	25 681	28 325
Service Charges - Sanitation	10 302	13 906	13 906	1 159	1 159	1 192	6 953	6 953	7 145	192	3%	192	3%	13 906	14 671	14 952
Service Charges - Refuse	5 705	8 347	8 347	689	689	688	4 174	4 174	4 117	(56)	-1%	(56)	-1%	8 347	8 719	8 994
Service Charges - Other	415	69	69	5	5	33	111	111	205	94	85%	94	85%	69	67	71
Rental of Facilities	722	755	755	87	87	59	301	301	369	67	22%	67	22%	755	838	867
Interest Earned - External Investments	1 030	940	940	74	74	-	470	470	51	(419)	-89%	(419)	-89%	940	1 099	1 144
Interest Earned - Outstanding Debtors	625	819	819	72	72	(64)	410	410	346	(64)	-16%	(64)	-16%	819	851	883
Dividends Received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	19 521	6 624	6 624	505	505	296	3 312	3 312	1 168	(2 144)	-65%	(2 144)	-65%	6 624	7 014	7 470
Licences & Permits	1 305	1 874	1 874	156	156	12	937	937	179	(758)	-81%	(758)	-81%	1 874	1 790	1 897
Agency Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - Operational	45 752	39 633	39 633	2 159	2 159	266	22 816	22 816	28 785	5 968	26%	5 968	26%	39 633	44 583	37 855
Other Revenue	3 223	25 131	25 131	1 583	1 583	1 360	9 565	9 565	9 042	(524)	-5%	(524)	-5%	25 131	20 071	23 265
Gains on Disposal of Assets	164	120	120	10	10	0	60	60	1 072	1 012	1686%	1 012	1686%	120	127	134
Total	185 183	200 193	200 193	14 167	14 167	9 825	100 096	100 096	100 315	218	0%	218	0%	200 193	205 312	205 951

Expenditure by type

Expenditure by Type 2014/2015 Regulation 19. MBRR																
Line Item	Previous	Annual Budget		Current Month			Year to Date						Forecast	Future Years		
	Year			Budget	Budget	Actual	Budget	Budget	Actual	Variance SDBIP		Variance Current		Revised	Budget Year	
R thousands	Actual	[SDBIP]	[Current]	[SDBIP]	[Current]		[SDBIP]	[Current]		R	%	R	%		1	2
Employee Related Costs	59 894	62 980	62 980	5 130	5 130	5 678	31 482	31 482	31 244	(238)	-1%	(238)	-1%	62 980	69 277	76 205
Remuneration of Councillors	4 157	4 308	4 308	359	359	325	2 130	2 130	1 939	(191)	-9%	(191)	-9%	4 308	4 739	5 213
Debt Impairment	47 932	10 827	10 827	-	-	-	5 413	5 413	-	(5 413)	-100%	(5 413)	-100%	10 827	11 036	11 147
Depreciation & Asset Impairment	68 084	8 681	8 681	-	-	-	4 340	4 340	-	(4 340)	-100%	(4 340)	-100%	8 681	9 204	9 984
Finance Charges	1 608	1 700	1 700	114	114	-	850	850	290	(560)	-66%	(560)	-66%	1 700	1 734	1 804
Bulk Purchases	43 536	47 529	47 529	3 001	3 001	3 083	23 764	23 764	23 276	(489)	-2%	(489)	-2%	47 529	48 668	49 652
Other Materials	5 588	8 350	8 350	500	500	228	4 175	4 175	2 608	(1 567)	-38%	(1 567)	-38%	8 350	8 766	8 985
Contracted Services	7 228	8 830	8 830	656	656	1 094	4 415	4 415	3 073	(1 342)	-30%	(1 342)	-30%	8 830	8 231	8 527
Transfers & Grants	750	13 669	13 669	666	666	1 031	7 692	7 692	5 793	(1 899)	-25%	(1 899)	-25%	13 669	13 990	13 666
Other	26 087	34 793	34 793	2 441	2 441	1 147	16 569	16 569	14 748	(1 821)	-11%	(1 821)	-11%	34 793	31 935	31 069
Loss on Disposal of PPE	203	-	-						-	-		-		-	-	-
Total	265 066	201 667	201 667	12 867	12 867	12 586	100 832	100 832	82 971	(17 861)	(0)	(17 861)	(0)	201 667	207 581	216 252
Surplus	(79 883)	(1 474)	(1 474)	1 300	1 300	(2 761)	(736)	(736)	17 344	18 079	(0)	18 079	(0)	(1 474)	(2 270)	(10 302)

Projected Revenue and Operating Expenditure

Projected Revenue and Operating Expenditure 2014/2015 Regulation 19(b)																		
Category	Previous	Annual Budget		Months												Future		
	Year			Actual						Budgeted						Revised	Budget Years	
	Actual	[SDBIP]	[Current]	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Forecast	1	2
Property Rates	20 918	23 785	23 785	10 496	1 055	1 055	1 055	1 026	1 053	1 008	1 050	1 100	1 151	1 192	2 470	23 785	24 617	24 669
Property rates - penalties	150	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service Charges - Electricity	56 488	53 614	53 614	3 947	4 114	3 825	3 078	3 285	3 217	3 750	3 405	3 700	3 950	4 250	9 943	53 614	55 183	55 426
Service Charges - Water	18 746	24 575	24 575	1 675	1 800	1 707	1 596	2 142	1 713	2 900	2 500	2 290	2 000	1 650	998	24 575	25 681	28 325
Service Charges - Sanitation	10 302	13 906	13 906	1 194	1 192	1 191	1 185	1 192	1 192	1 159	1 159	1 159	1 159	1 159	1 059	13 906	14 671	14 952
Service Charges - Refuse	5 705	8 347	8 347	686	686	687	683	687	688	689	689	689	689	689	778	8 347	8 719	8 994
Service Charges - Other	415	69	69	33	36	39	33	33	33	5	5	5	5	5	(80)	69	67	71
Rental of Facilities	722	755	755	59	59	67	63	62	59	72	65	53	45	66	46	755	838	867
Interest Earned - External Investments	1 030	940	940	18	20	-	10	4	-	74	74	104	74	74	284	940	1 099	1 144
Interest Earned - Outstanding Debtors	625	819	819	72	76	80	84	97	(64)	52	45	47	54	69	31	819	851	883
Dividends Received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	24 425	6 624	6 624	25	41	28	765	13	296	685	835	765	564	651	1 794	6 624	7 014	7 470
Licences & Permits	1 305	1 874	1 874	48	27	20	31	40	12	173	151	165	187	159	471	1 874	1 790	1 897
Agency Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	45 455	39 633	39 633	348	15 461	127	502	12 081	266	1 500	400	4 483	-	-	1 298	39 633	44 583	37 855
Other Revenue	2 979	25 131	25 131	1 903	1 673	1 498	1 883	724	1 360	1 583	1 583	1 583	1 583	1 583	7 394	25 131	20 071	23 265
Gains on Disposal of Assets	164	120	120	3	7	1 035	(27)	53	0	10	10	10	10	10	(1 005)	120	127	134
Sub Total Revenue	189 427	200 193	200 193	20 506	26 246	11 359	10 939	21 439	9 825	13 659	11 970	16 152	11 469	11 555	25 481	200 193	205 312	205 951
Employee Related Costs	59 894	62 980	62 980	4 977	4 937	5 038	5 357	5 258	5 678	5 130	5 130	5 130	5 130	5 130	6 991	62 980	62 244	63 131
Remuneration of Councillors	4 157	4 308	4 308	319	325	325	319	325	325	359	359	359	359	359	466	4 308	4 502	4 750
Debt Impairment	33 530	10 827	10 827	-	-	-	-	-	-	-	-	-	-	-	10 827	10 827	11 036	11 147
Depreciation & Asset Impairment	67 644	8 681	8 681	-	-	-	-	-	-	-	-	-	-	-	8 681	8 681	9 204	9 984
Finance Charges	855	1 700	1 700	34	33	162	33	29	-	114	114	286	114	114	385	1 700	1 734	1 804
Bulk Purchases	43 536	47 529	47 529	6 292	3 151	4 296	3 266	3 189	3 083	2 661	2 568	2 787	3 090	3 291	8 320	47 529	49 668	51 652
Other Materials	5 588	8 350	8 350	258	600	518	657	346	228	650	859	989	1 501	659	783	8 350	8 766	8 985
Contracted Services	6 985	8 830	8 830	596	338	464	408	172	1 094	456	729	957	902	560	1 924	8 830	8 231	8 527
Transfers & Grants	208	13 669	13 669	1 463	904	534	437	1 424	1 031	959	990	1 865	681	866	1 585	13 669	13 990	13 666
Other	46 323	34 793	34 793	2 155	4 999	1 759	2 645	2 044	1 147	2 636	3 299	3 909	2 945	3 299	1 731	34 793	38 206	42 606
Loss on Disposal of PPE	203	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	268 923	201 667	201 667	16 094	15 286	13 095	13 121	12 788	12 586	12 965	14 049	16 281	14 721	14 278	41 693	201 667	207 581	216 252
Surplus	(79 495)	(1 474)	(1 474)	4 412	10 960	(1 736)	(2 182)	8 651	(2 761)	694	(2 079)	(129)	(3 253)	(2 723)	(16 212)	(1 474)	(2 270)	(10 302)

Municipal manager's quality certificate

I, Isak Visser the Municipal Manager of Emthanjeni Municipality hereby certify that the quarterly implementation of the budget and the financial state of affairs for December 2014 has been prepared in accordance with the Municipality Finance Management Act and Regulations made under the Act.

Print Name Isak Visser

Municipal manager of Emthanjeni (NC073)

Signature _____

Date 28/01/2015

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