

EMTHANJENI MUNICIPALITY



JULY MONTHLY BUDGET STATEMENT FOR THE YEAR 2016-2017



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Table of Contents

Table of Contents	1
Glossary	3
PART 1 - IN-YEAR REPORT	5
Section 1 - Mayor's Report	5
Section 2 - Resolutions	6
Section 3 - Executive Summary	6
Section 4 - In-year budget statement tables	8
PART 2 - SUPPORTING DOCUMENTATION	16
Section 5 - Debtors' analysis	16
Section 6 - Creditors' analysis	17
Section 7 - Investment portfolio analysis	18
Section 8 - Allocation and grant receipts and expenditure	20
Section 9 - Expenditure on councillor and board members allowances and employee benefits	22
Section 10 - Capital programme performance	22
Section 11 - Material variances to the SDBIP	27
Section 12 - Parent municipality financial performance	27
Section 13 - Municipal entity summary	27
Section 14 - In-year reports of municipal entities attached to the municipality's in-year report	27
Section 15 - Other supporting documentation	27
Section 16 - Municipal manager's quality certification	28



- **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.



Section 2 - Resolutions

IN-YEAR REPORTS 2015/2016

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

RECOMMENDATION:

- (a) That Council notes the monthly budget statement and supporting documentation for July 2016.

Section 3 - Executive Summary

3.1 Introduction

As already stated in the Mayor's Report the financial figures reflected in this report are draft figures for 2015/2016 and as such the outcomes are based on the municipality's in-year reports and are subject to change.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest adjustments)

Revenue by Source

Year-to-date revenue realised 117%, R22.031million above year-to-date budget projections for July 2016².

Operating expenditure by type

Year-to-date expenditure is 14% or R2.586 million, below the year-to-date budget as at 31 July 2016.

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

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 current situation will correct itself during the financial year
Transfers recognised - operational	Payment schedule was only made available after the start of the financial year	The current situation will be corrected in the adjustment budget
Other revenue	Due to high usage of pre-paid electricity during winter months the estimated revenue was expected to be more	The current situation will be corrected in the adjustment budget
Expenditure By Type		
Debt impairment	Are Done at year end	The situation will be fixed at year end
Depreciation & asset impairment	Are Done at year end	The situation will be fixed at year end
Bulk purchases	Due to high cost of eskom winter tariffs	The current situation will be corrected in the adjustment budget
Other expenditure	other expenditure was estimated to be higher	The current situation will correct itself during the financial year
Capital Expenditure		
Road transport	Slow capital spending	The current situation will be corrected in the adjustment budget
Water	Slow capital spending	The current situation will be corrected in the adjustment budget
Waste water management	Slow capital spending	The current situation will be corrected in the adjustment budget
Cash Flow		
Other revenue	Due to high usage of pre-paid electricity during winter months the estimated revenue was expected to be more	The current situation will be corrected in the adjustment budget
Government - operating	Payment schedule was only made available after the start of the financial year	The current situation will be corrected in the adjustment budget
Government - capital	Payment schedule was only made available after the start of the financial year	The current situation will be corrected in the adjustment budget
Capital assets	Slow capital spending	The current 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: Monthly Budget Statement – Financial Performance (standard classification)

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M01 July											
R thousands	Description	Ref	2015/16	Budget Year 2016/17							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
1	Revenue - Standard										
1	Governance and administration		-	51 180	51 180	23 200	23 200	4 265	18 935	444%	51 180
	Executive and council		-	4 295	4 295	1 367	1 367	358	1 009	282%	4 295
	Budget and treasury office		-	46 801	46 801	21 828	21 828	3 900	17 928	460%	46 801
	Corporate services		-	84	84	6	6	7	(1)	-21%	84
	Community and public safety		-	11 325	11 325	934	934	944	(10)	-1%	11 325
	Community and social services		-	1 942	1 942	71	71	162	(91)	-56%	1 942
	Sport and recreation		-	123	123	1	1	10	(10)	-94%	123
	Public safety		-	7 991	7 991	180	180	666	(486)	-73%	7 991
	Housing		-	41	41	683	683	3	679	19828%	41
	Health		-	1 227	1 227	-	-	102	(102)	-100%	1 227
4	Economic and environmental services		-	3 816	3 816	0	0	318	(318)	-100%	3 816
	Planning and development		-	1 610	1 610	-	-	134	(134)	-100%	1 610
	Road transport		-	2 207	2 207	0	0	184	(184)	-100%	2 207
	Environmental protection		-	-	-	-	-	-	-	-	-
	Trading services		-	165 860	165 860	17 363	17 363	14 476	2 886	20%	165 860
	Electricity		-	90 239	90 239	5 907	5 907	7 663	(1 756)	-23%	90 239
	Water		-	38 471	38 471	4 359	4 359	3 380	979	29%	38 471
	Waste water management		-	24 322	24 322	4 411	4 411	2 193	2 218	101%	24 322
	Waste management		-	12 828	12 828	2 685	2 685	1 240	1 446	117%	12 828
	Other		-	-	-	-	-	-	-	-	-
2	Total Revenue - Standard		-	232 182	232 182	41 497	41 497	20 003	21 484	107%	232 182
2	Expenditure - Standard										
	Governance and administration		-	48 553	48 553	2 553	2 553	4 048	(1 495)	-37%	48 553
	Executive and council		-	14 054	14 054	741	741	1 171	(431)	-37%	14 054
	Budget and treasury office		-	21 982	21 982	938	938	1 834	(896)	-49%	21 982
	Corporate services		-	12 518	12 518	874	874	1 043	(169)	-16%	12 518
	Community and public safety		-	29 417	29 417	1 565	1 565	2 451	(886)	-36%	29 417
	Community and social services		-	11 849	11 849	550	550	987	(438)	-44%	11 849
	Sport and recreation		-	4 654	4 654	276	276	388	(112)	-29%	4 654
	Public safety		-	10 367	10 367	540	540	864	(324)	-37%	10 367
	Housing		-	2 400	2 400	199	199	200	(1)	0%	2 400
3	Health		-	148	148	-	-	12	(12)	-100%	148
	Economic and environmental services		-	28 440	28 440	1 361	1 361	2 453	(1 092)	-45%	28 440
	Planning and development		-	12 162	12 162	708	708	1 013	(306)	-30%	12 162
	Road transport		-	16 278	16 278	653	653	1 440	(786)	-55%	16 278
	Environmental protection		-	-	-	-	-	-	-	-	-
	Trading services		-	108 815	108 815	10 593	10 593	9 788	805	8%	108 815
	Electricity		-	71 539	71 539	8 772	8 772	6 105	2 667	44%	71 539
	Water		-	12 906	12 906	566	566	1 250	(684)	-55%	12 906
	Waste water management		-	12 936	12 936	524	524	1 310	(785)	-60%	12 936
	Waste management		-	11 435	11 435	732	732	1 124	(392)	-35%	11 435
738		-	738	738	144	144	61	83	134%	738	
3	Total Expenditure - Standard		-	215 964	215 964	16 216	16 216	18 802	(2 586)	-14%	215 964
Surplus/ (Deficit) for the year			-	16 218	16 218	25 281	25 281	1 201	24 080	2004%	16 218

Table C3: Monthly 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) - M01 July

Vote Description	Ref	Budget Year 2016/17									
		2015/16	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue by Vote	1										
Vote 1 - EXECUTIVE AND COUNCIL		-	-	4 295	4 295	1 367	1 367	358	1 009	281.8%	4 295
Vote 2 - FINANCE AND ADMINISTRATION		-	-	46 885	46 885	21 834	21 834	3 907	17 927	458.8%	46 885
Vote 3 - PLANNING AND DEVELOPMENT		-	-	1 610	1 610	-	-	134	(134)	-100.0%	1 610
Vote 4 - HEALTH		-	-	1 227	1 227	-	-	102	(102)	-100.0%	1 227
Vote 5 - COMMUNITY AND SOCIAL SERVICES		-	-	1 942	1 942	71	71	162	(91)	-56.2%	1 942
Vote 6 - PUBLIC SAFETY		-	-	7 991	7 991	180	180	666	(486)	-73.0%	7 991
Vote 7 - SPORT AND RECREATION		-	-	123	123	1	1	10	(10)	-94.2%	123
Vote 8 - ROAD TRANSPORT		-	-	2 207	2 207	0	0	184	(184)	-99.9%	2 207
Vote 9 - OTHER		-	-	-	-	-	-	-	-	-	-
Vote 10 - HOUSING SERVICES		-	-	41	41	683	683	3	679	19827.8%	41
Vote 11 - WASTE MANAGEMENT		-	-	12 828	12 828	2 685	2 685	1 240	1 446	116.6%	12 828
Vote 12 - WASTE WATER MANAGEMENT		-	-	24 322	24 322	4 411	4 411	2 193	2 218	101.1%	24 322
Vote 13 - ELECTRICITY		-	-	90 239	90 239	5 907	5 907	7 663	(1 756)	-22.9%	90 239
Vote 14 - WATER		-	-	38 471	38 471	4 359	4 359	3 380	979	29.0%	38 471
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	-	232 182	232 182	41 497	41 497	20 003	21 494	107.5%	232 182
Expenditure by Vote	1										
Vote 1 - EXECUTIVE AND COUNCIL		-	-	14 054	14 054	741	741	1 171	(431)	-36.8%	14 054
Vote 2 - FINANCE AND ADMINISTRATION		-	-	34 499	34 499	1 812	1 812	2 877	(1 065)	-37.0%	34 499
Vote 3 - PLANNING AND DEVELOPMENT		-	-	12 162	12 162	708	708	1 013	(306)	-30.2%	12 162
Vote 4 - HEALTH		-	-	148	148	-	-	12	(12)	-100.0%	148
Vote 5 - COMMUNITY AND SOCIAL SERVICES		-	-	11 849	11 849	550	550	987	(438)	-44.3%	11 849
Vote 6 - PUBLIC SAFETY		-	-	10 367	10 367	540	540	864	(324)	-37.5%	10 367
Vote 7 - SPORT AND RECREATION		-	-	4 654	4 654	276	276	388	(112)	-28.8%	4 654
Vote 8 - ROAD TRANSPORT		-	-	16 278	16 278	653	653	1 440	(786)	-54.6%	16 278
Vote 9 - OTHER		-	-	738	738	144	144	61	83	134.3%	738
Vote 10 - HOUSING SERVICES		-	-	2 400	2 400	199	199	200	(1)	-0.3%	2 400
Vote 11 - WASTE MANAGEMENT		-	-	11 435	11 435	732	732	1 124	(392)	-34.9%	11 435
Vote 12 - WASTE WATER MANAGEMENT		-	-	12 936	12 936	524	524	1 310	(785)	-60.0%	12 936
Vote 13 - ELECTRICITY		-	-	71 539	71 539	8 772	8 772	6 105	2 667	43.7%	71 539
Vote 14 - WATER		-	-	12 906	12 906	566	566	1 250	(684)	-54.7%	12 906
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	-	215 964	215 964	16 216	16 216	18 802	(2 586)	-13.8%	215 964
Surplus/ (Deficit) for the year	2	-	-	16 218	16 218	25 281	25 281	1 201	24 080	2004.5%	16 218

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

NC073 Enthanjeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M01 July											
Vote Description	Ref	2015/16		Budget Year 2016/17				Full Year Forecast			
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget		YTD variance	YTD variance %	
R thousands											
Single Year expenditure appropriation	1										
Vote 1 - EXECUTIVE AND COUNCIL	2	-	137	137	-	-	11	(11)	-100%	137	
Vote 2 - FINANCE AND ADMINISTRATION		-	1 735	1 735	-	-	145	(145)	-100%	1 735	
Vote 3 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-	
Vote 4 - HEALTH		-	-	-	-	-	-	-	-	-	
Vote 5 - COMMUNITY AND SOCIAL SERVICES		-	296	296	-	-	25	(25)	-100%	296	
Vote 6 - PUBLIC SAFETY		-	63	63	-	-	5	(5)	-100%	63	
Vote 7 - SPORT AND RECREATION		-	75	75	-	-	6	(6)	-100%	75	
Vote 8 - ROAD TRANSPORT		-	4 200	4 200	42	42	350	(308)	-88%	4 200	
Vote 9 - OTHER		-	-	-	-	-	-	-	-	-	
Vote 10 - HOUSING SERVICES		-	-	-	-	-	-	-	-	-	
Vote 11 - WASTE MANAGEMENT		-	29	29	-	-	2	(2)	-100%	29	
Vote 12 - WASTE WATER MANAGEMENT		-	981	981	-	-	82	(82)	-100%	981	
Vote 13 - ELECTRICITY		-	5 400	5 400	400	400	450	(50)	-11%	5 400	
Vote 14 - WATER		-	7 822	7 822	-	-	652	(652)	-100%	7 822	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	
Total Capital single-year expenditure	4	-	20 739	20 739	442	442	1 728	(1 286)	-74%	20 739	
Total Capital Expenditure		-	20 739	20 739	442	442	1 728	(1 286)	-74%	20 739	
<u>Capital Expenditure - Standard Classification</u>											
<u>Governance and administration</u>											
Executive and council		-	1 873	1 873	-	-	198	(156)	-100%	1 873	
Budget and treasury office		-	137	137	-	-	11	(11)	-100%	137	
Corporate services		-	1 385	1 385	-	-	115	(115)	-100%	1 385	
Community and public safety		-	350	350	-	-	29	(29)	-100%	350	
Community and social services		-	434	434	-	-	36	(36)	-100%	434	
Sport and recreation		-	296	296	-	-	25	(25)	-100%	296	
Public safety		-	75	75	-	-	6	(6)	-100%	75	
Housing		-	63	63	-	-	5	(5)	-100%	63	
Health		-	-	-	-	-	-	-	-	-	
Economic and environmental services		-	-	-	-	-	-	-	-	-	
Planning and development		-	4 200	4 200	42	42	350	(308)	-88%	4 200	
Road transport		-	-	-	-	-	-	-	-	-	
Environmental protection		-	4 200	4 200	42	42	350	(308)	-88%	4 200	
Trading services		-	-	-	-	-	-	-	-	-	
Electricity		-	14 232	14 232	400	400	1 186	(786)	-66%	14 232	
Water		-	5 400	5 400	400	400	450	(50)	-11%	5 400	
Waste water management		-	7 822	7 822	-	-	652	(652)	-100%	7 822	
Waste management		-	981	981	-	-	82	(82)	-100%	981	
Other		-	29	29	-	-	2	(2)	-100%	29	
Total Capital Expenditure - Standard Classification	3	-	20 739	20 739	442	442	1 728	(1 286)	-74%	20 739	
<u>Funded by:</u>											
National Government		-	-	-	400	400	1 159	(759)	-65%	13 905	
Provincial Government		-	13 905	13 905	-	-	-	-	-	-	
District Municipality		-	-	-	-	-	-	-	-	-	
Other transfers and grants		-	-	-	-	-	-	-	-	-	
Transfers recognised - capital		-	13 905	13 905	400	400	1 159	(759)	-65%	13 905	
Public contributions & donations	5	-	-	-	-	-	-	-	-	-	
Borrowing	6	-	-	-	-	-	-	-	-	-	
Internally generated funds		-	6 834	6 834	42	42	500	(526)	-93%	6 834	
Total Capital Funding		-	20 739	20 739	442	442	1 728	(1 286)	-74%	20 739	

Table C7: Monthly Budget Statement - Cash Flow

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - M01 July

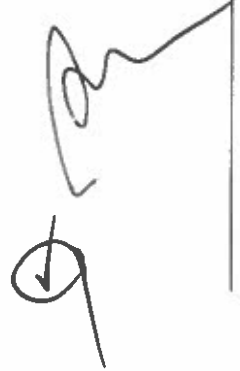
Description		Ref	2015/16	Budget Year 2016/17							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		1									
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates, penalties & collection charges				27 999	27 999	1 179	1 179	2 333	(1 154)	-49%	27 999
Service charges				99 902	99 902	6 070	6 070	8 325	(2 255)	-27%	99 902
Other revenue				34 954	34 954	712	712	2 913	(2 201)	-76%	34 954
Government - operating				41 210	41 210	15 204	15 204	3 434	11 770	343%	41 210
Government - capital				14 602	14 602	680	680	1 217	(537)	-44%	14 602
Interest				806	806	25	25	67	(42)	-63%	806
Dividends				-	-	-	-	-	-	-	-
Payments											
Suppliers and employees				(190 113)	(190 113)	(13 111)	(13 111)	(15 843)	(2 731)	17%	(190 113)
Finance charges				(5 468)	(5 468)	(105)	(105)	(456)	(351)	77%	(5 468)
Transfers and Grants				-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES											
				23 890	23 890	10 654	10 654	1 991	(8 663)	-435%	23 890
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE				130	130	0	0	11	(11)	-99%	130
Decrease (Increase) in non-current debtors				-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables				-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments				-	-	-	-	-	-	-	-
Payments											
Capital assets				(20 739)	(20 739)	(442)	(442)	(1 728)	(1 286)	74%	(20 739)
NET CASH FROM/(USED) INVESTING ACTIVITIES											
				(20 610)	(20 610)	(442)	(442)	(1 717)	(1 276)	74%	(20 610)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans				-	-	-	-	-	-	-	-
Borrowing long term/refinancing				-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits				98	98	14	14	8	5	66%	98
Payments											
Repayment of borrowing				(688)	(688)	-	-	(57)	(57)	100%	(688)
NET CASH FROM/(USED) FINANCING ACTIVITIES											
				(590)	(590)	14	14	(49)	(63)	127%	(590)
NET INCREASE/ (DECREASE) IN CASH HELD											
Cash/cash equivalents at beginning:				2 691	2 691	10 226	10 226	224			2 691
Cash/cash equivalents at month/year end:				(985)	(985)	9 884	9 884	(985)			9 884
				1 706	1 706	20 109	20 109	(761)			12 574

PART 2 - SUPPORTING DOCUMENTATIONSection 5 - Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	NT Code	Budget Year 2016/17										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.L.O Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dye-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		2 322	1 431	1 003	1 021	936	7 048		13 761	10 008		32 690
Trade and Other Receivables from Exchange Transactions - Electricity	1300		5 206	1 630	1 300	597	361	1 937		11 030	4 194		9 829
Receivables from Non-exchange Transactions - Property Rates	1400		15 448	371	319	295	270	7 436		24 138	8 320		13 801
Receivables from Exchange Transactions - Waste Water Management	1500		1 287	516	428	394	380	3 212		6 217	4 414		19 150
Receivables from Exchange Transactions - Waste Management	1600		714	270	222	206	204	1 703		3 319	2 335		9 739
Receivables from Exchange Transactions - Property Rental Debtors	1700		-	-	-	-	-	-		-	-		-
Interest on Arrear Debtor Accounts	1810		-	-	-	-	-	-		-	-		3 887
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820		-	-	-	-	-	-		-	-		-
Other	1900		130	100	84	81	60	481		936	706		3 428
Total By Income Source	2000	-	25 108	4 317	3 357	2 593	2 211	21 816	-	59 401	29 977	-	92 525
2015/16 - totals only			20621233	3403677	2701031	2413665	2260512	5843844		37 244	13 219		86361780
Debtors Age Analysis By Customer Group													
Organs of State	2200		3 317	353	238	167	138	1 344		5 557	1 887		990
Commercial	2300		2 960	849	214	212	96	477		4 808	999		2 125
Households	2400		18 173	2 831	2 673	1 995	1 790	18 539		45 000	24 996		81 000
Other	2500		657	284	232	219	187	1 457		3 036	2 095		8 410
Total By Customer Group	2600	-	25 108	4 317	3 357	2 593	2 211	21 816	-	59 401	29 977	-	92 525



Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - Investment portfolio - M01 July

Investments by maturity Name of institution & investment ID R thousands	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							
<u>Municipality</u> General Investment		Yrs		Fixed Deposit	30/06/2017	7.5%	0.0%	11 270	-	11 270
<u>Municipality sub-total</u>						0		11 270	-	11 270
<u>Entities</u>						-		-	-	-
Entities sub-total						0		11 270	-	11 270
TOTAL INVESTMENTS AND INTEREST	2									



Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July										
Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
<u>EXPENDITURE</u>										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		-	38 822	38 822	-	-	-	-	-	38 822
Local Government Equitable Share			36 197	36 197						36 197
Finance Management			1 625	1 625						1 625
EPWP Incentive			1 000	1 000						1 000
Provincial Government:		-	2 388	2 388	-	-	-	-	-	2 388
Health subsidy			1 227	1 227						1 227
Sport and Recreation			1 161	1 161						1 161
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		-	41 210	41 210	-	-	-	-	-	41 210
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		-	13 905	13 905	-	-	-	-	-	13 905
Municipal Infrastructure Grant (MIG)			10 905	10 905						10 905
Integrated National Electrification Programme			3 000	3 000						3 000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	13 905	13 905	-	-	-	-	-	13 905
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	55 115	55 115	-	-	-	-	-	55 115

Capital programme performance

NC073 Emthanjeni - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	Budget Year 2016/17						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	% spend of Original Budget
R thousands							
<u>Monthly expenditure performance trend</u>							
July		1 456	1 456	442	442	1 456	2%
August		5 033	5 033			6 490	
September		461	461			6 950	
October		1 396	1 396			8 346	
November		4 263	4 263			12 609	
December		753	753			13 361	
January		698	698			14 060	
February		1 791	1 791			15 851	
March		3 222	3 222			19 073	
April		1 115	1 115			20 187	
May		310	310			20 497	
June		242	242			20 739	
Total Capital expenditure	-	20 739	20 739	442			

NC073 Emthanjeni - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		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		-	13 992	13 992	400	400	1 166	766	65.7%	13 992
Infrastructure - Road transport		-	1 000	1 000	-	-	83	83	100.0%	1 000
Roads, Pavements & Bridges		-	1 000	1 000	-	-	83	83	100.0%	1 000
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	4 800	4 800	400	400	400	-	-	4 800
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	4 800	4 800	400	400	400	-	-	4 800
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	7 322	7 322	-	-	610	610	100.0%	7 322
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	7 322	7 322	-	-	610	610	100.0%	7 322
Infrastructure - Sanitation		-	870	870	-	-	73	73	100.0%	870
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	870	870	-	-	73	73	100.0%	870
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	-	-	-
General vehicles		-	-	-	-	-	-	-	-	-
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-
Furniture and other office equipment		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	-	13 992	13 992	400	400	1 166	766	65.7%	13 992

61

Mr

NC073 Emthanjeni - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		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		-	4 457	4 457	42	42	371	330	88.7%	4 457
Infrastructure - Road transport		-	3 105	3 105	42	42	259	217	83.8%	3 105
Roads, Pavements & Bridges		-	3 105	3 105	42	42	259	217	83.8%	3 105
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	600	600	-	-	50	50	100.0%	600
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	600	600	-	-	50	50	100.0%	600
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	500	500	-	-	42	42	100.0%	500
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	500	500	-	-	42	42	100.0%	500
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	220	220	-	-	18	18	100.0%	220
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	220	220	-	-	18	18	100.0%	220
Infrastructure - Other		-	32	32	-	-	3	3	100.0%	32
Waste Management		-	32	32	-	-	3	3	100.0%	32
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		-	322	322	-	-	27	27	100.0%	322
Parks & gardens		-	25	25	-	-	2	2	100.0%	25
Sportsfields & stadia		-	45	45	-	-	4	4	100.0%	45
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	220	220	-	-	18	18	100.0%	220
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	32	32	-	-	3	3	100.0%	32
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		-	1 968	1 968	-	-	164	164	100.0%	1 968
General vehicles		-	-	-	-	-	-	-	-	-
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	473	473	-	-	39	39	100.0%	473
Computers - hardware/equipment		-	200	200	-	-	17	17	100.0%	200
Furniture and other office equipment		-	226	226	-	-	19	19	100.0%	226
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	333	333	-	-	28	28	100.0%	333
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	735	735	-	-	61	61	100.0%	735
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	1	-	6 747	6 747	42	42	562	520	92.6%	6 747
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

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References

1. Total Capital Expenditure on new assets (SC13a) plus Total Capital Expenditure on renewal of existing assets (SC13b) must reconcile to total capital expenditure in Table C5

check balance

Description	Ref	2015/16	Budget Year 2016/17							
		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		-	3 832	3 832	-	-	-	-	-	3 832
Infrastructure - Road transport		-	1 526	1 526	-	-	-	-	-	1 526
Roads, Pavements & Bridges		-	1 526	1 526	-	-	-	-	-	1 526
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	510	510	-	-	-	-	-	510
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	510	510	-	-	-	-	-	510
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	950	950	-	-	-	-	-	950
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	950	950	-	-	-	-	-	950
Infrastructure - Sanitation		-	611	611	-	-	-	-	-	611
Reticulation		-	611	611	-	-	-	-	-	611
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	235	235	-	-	-	-	-	235
Waste Management		-	235	235	-	-	-	-	-	235
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		-	1 325	1 325	-	-	-	-	-	1 325
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	505	505	-	-	-	-	-	505
Libraries		-	406	406	-	-	-	-	-	406
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	136	136	-	-	-	-	-	136
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	136	136	-	-	-	-	-	136
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	140	140	-	-	-	-	-	140
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	22	22	-	-	-	-	-	22
Housing development		-	-	-	-	-	-	-	-	-
Other		-	22	22	-	-	-	-	-	22
Other assets		-	2 157	2 157	-	-	-	-	-	2 157
General vehicles		-	309	309	-	-	-	-	-	309
Specialised vehicles		-	1 449	1 449	-	-	-	-	-	1 449
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		-	127	127	-	-	-	-	-	127
Furniture and other office equipment		-	13	13	-	-	-	-	-	13
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	54	54	-	-	-	-	-	54
Other Buildings		-	207	207	-	-	-	-	-	207
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-								



Chart C1 2016/17 Capital Expenditure Monthly Trend: actual v target

Month	2015/16	Original Budget	Adjusted Budget	Monthly actual
Jul	-	1 456	1 456	442
Aug	-	5 033	5 033	-
Sep	-	461	461	-
Oct	-	1 396	1 396	-
Nov	-	4 263	4 263	-
Dec	-	753	753	-
Jan	-	698	698	-
Feb	-	1 791	1 791	-
Mar	-	3 222	3 222	-
Apr	-	1 115	1 115	-
May	-	310	310	-
Jun	-	242	242	-

Chart C2 2016/17 Capital Expenditure: YTD actual v YTD target

Month	YearTD actual	YearTD budget
Jul	442	1 456
Aug		6 490
Sep		6 950
Oct		8 346
Nov		12 609
Dec		13 361
Jan		14 060
Feb		15 851
Mar		19 073
Apr		20 187
May		20 497
Jun		20 739

Chart C3 Aged Consumer Debtors 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
Budget Year 2016/	-	25 108	4 317	3 357	2 593	2 211	21 816	-
2015/16	-	20 621	3 404	2 701	2 414	2 261	5 844	-

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RM00

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Chart C1 2016/17 Capital Expenditure Monthly Trend: actual v target

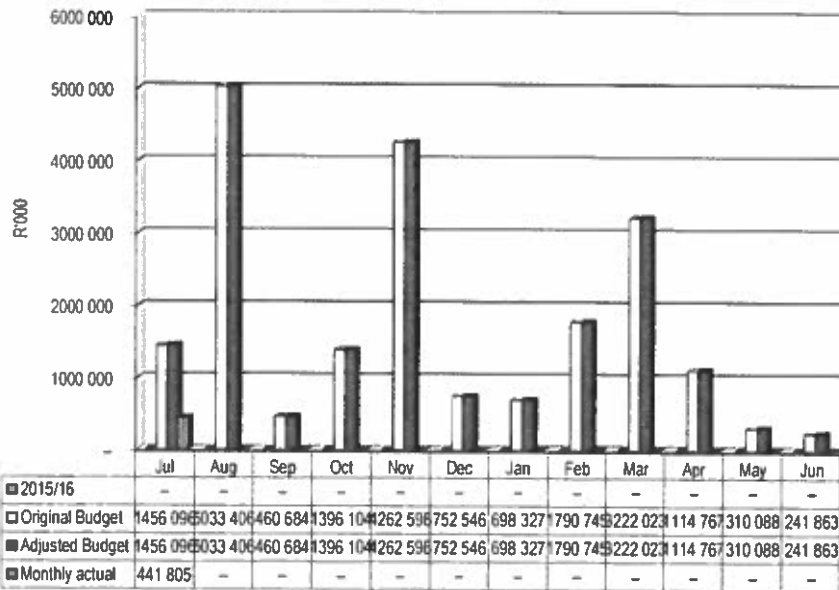


Chart C2 2016/17 Capital Expenditure: YTD actual v YTD target

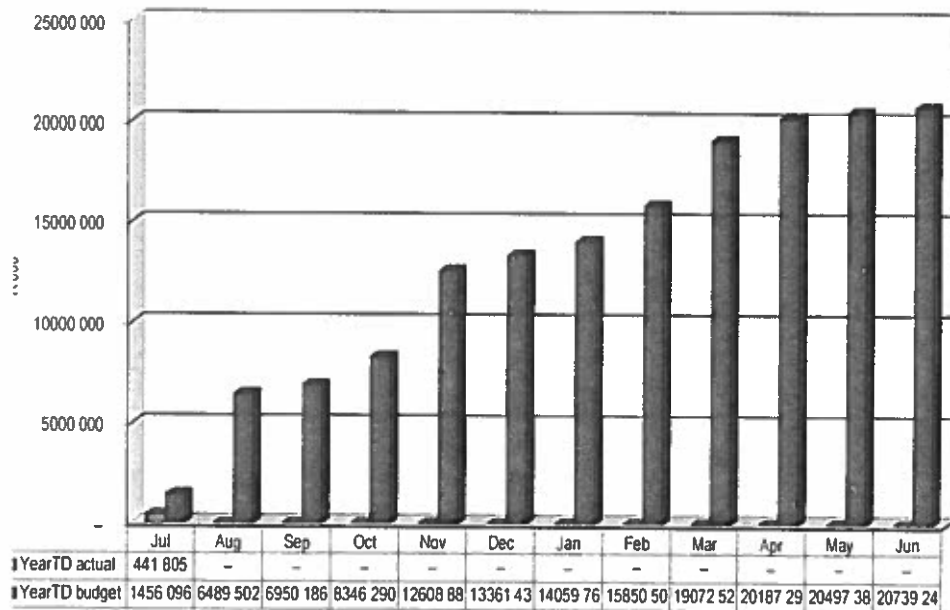
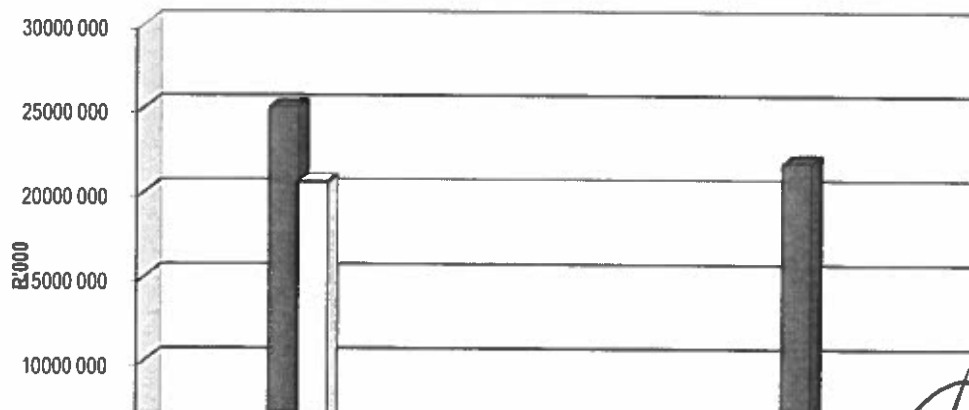


Chart C3 Aged Consumer Debtors Analysis



Municipal manager's quality certificate

I, Isak Visser the Municipal Manager of Emthanjeni Municipality hereby certify that the monthly budget statement for the month of July 2016 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

16/08/2016

