

EMTHANJENI MUNICIPALITY



FEBRUARY MONTHLY BUDGET STATEMENT FOR THE YEAR 2017-2018

SCHEDULE C:

MONTHLY 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 DECEMBER 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 DECEMBER 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 - Monthly Budget Statement

The monthly budget statement for February 2018 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. It will not be tabled at Council and therefore no Mayor’s report is required. The contents of this statement will be incorporated into the MFMA Section 72 Mid-Year Budget & Performance Assessment report that will be tabled at Council by the end of February 2018.

1.1.1 Financial problems or risks facing the municipality

The Major area of concern is the under-performance in relation to the implementation of the capital budget. Current year performance will be analysed in depth prior to any adjustments budget taking place after the midyear review to ensure capital resources are utilised correctly during the financial year.

1.1.2 Relevant information

The audit report is unqualified with matters of emphasis.

Year-to-date operating revenue realised is -3 % below the year-to-date budget for February 2018.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2017/2018 financial year, this situation arose because certain customers being billed monthly. As well as operating grants received that exceeds the monthly budget the reason for this being that there was no payment schedule available at the time of concluding the budget.

Operating expenditure incurred amounts to -11% below the year-to-date operating expenditure. 44% of the total capital budget has been spent at 28 February 2018, with 79.27% of that being funded from capital grants.ⁱ

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

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 February 2018.

Section 3 – Executive Summary

3.1 Introduction

The audit report is unqualified with matters of emphasis.

Year-to-date operating revenue realised is -3 % below the year-to-date budget for February 2018.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2017/2018 financial year, this situation arose because certain customers being billed monthly. As well as operating grants received that exceeds the monthly budget the reason for this being that there was no payment schedule available at the time of concluding the budget.

Operating expenditure incurred amounts to -11% below the year-to-date operating expenditure. 44% of the total capital budget has been spent at 28 February 2017, with 79.27% of that being funded from capital grants.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest adjustments)

Revenue by Source

Year-to-date revenue realised R4, 484 million, below year-to-date budget projections for February 2018².

Operating expenditure by type

Year-to-date expenditure is -11% or R16, 443 million, below the year-to-date budget as at 31 January 2018.

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 R17, 185 or 44% of the capital budget of R39.082 million⁴, 79.27% of expenditure to date has been funded from capital grants recognised⁵.

Refer to Section 4 – Table C5 for more detail.

Cash flows

The financial year commenced with cash & cash equivalents balance of R3, 448 million⁶.

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

3.3 Material variances

Description	Variance
R thousands	
<u>Revenue by Source</u>	
Property rates	5 282
Service charges - electricity revenue	(5 362)
Fines	(1 310)
Licences and permits	(1 011)
<u>Expenditure by Type</u>	
Debt impairment	(5 052)
Depreciation & asset impairment	(6 037)
Other expenditure	69
Other materials	(5 307)
<u>Capital Expenditure</u>	
Road transport	(6 257)
Electricity	970
Water	(4 487)
Waste water management	(15)
<u>Cash Flow</u>	
Service charges	(13 154)
Other revenue	(4 446)
Capital assets	(8 553)

3.4 Remedial or corrective steps

Reasons for material deviations	Remedial or corrective steps/remarks
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
Due to high usage of pre-paid electricity during months the estimated revenue was expected to be more	The current situation will be corrected in the adjustment budget
Are Done at year end	The situation will be fixed at year end
Are Done at year end	The situation will be fixed at year end
Other expenditure was estimated to be higher	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Underspending on the repairs and maintenance Budget	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow collection due to customers not paying accounts	Continued Enforcing of the credit collection policy as well as looking to adjusted the estimated revenue collection
	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2016-17

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

Section 4 – In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1: s71 Monthly Budget Statement Summary

NC073 Emthanjeni - Table C1 Monthly Budget Statement Summary - M08 February

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	31 033	27 763	27 763	1 543	23 790	18 508	5 282	29%	30 665
Service charges	118 730	119 676	119 676	9 119	72 490	79 784	(7 294)	-9%	106 383
Investment revenue	1 390	931	931	15	120	621	(501)	-81%	806
Transfers recognised - operational	40 221	40 761	40 761	270	30 471	27 174	3 297	12%	41 210
Other own revenue	23 875	36 126	36 126	2 575	18 817	24 084	(5 267)	-22%	38 515
Total Revenue (excluding capital transfers and contributions)	215 249	225 257	225 257	13 522	145 687	150 171	(4 484)	-3%	217 580
Employee costs	68 489	76 930	76 930	5 985	50 731	51 286	(555)	-1%	69 838
Remuneration of Councillors	4 835	5 275	5 275	441	3 528	3 517	11	0%	5 046
Depreciation & asset impairment	59 128	9 056	9 056	–	–	6 037	(6 037)	-100%	7 337
Finance charges	3 365	2 055	2 055	601	3 394	1 370	2 024	148%	5 468
Materials and bulk purchases	71 252	79 832	79 832	8 550	50 035	53 220	(3 185)	-6%	73 894
Transfers and grants	362	–	–	–	–	–	–	–	–
Other expenditure	69 741	50 696	50 696	3 475	30 099	38 800	(8 700)	-22%	54 381
Total Expenditure	277 173	223 843	223 843	19 053	137 787	154 229	(16 443)	-11%	215 964
Surplus/(Deficit)	(61 924)	1 414	1 414	(5 531)	7 900	(4 059)	11 959	-295%	1 616
Transfers recognised - capital	10 478	32 292	32 292	2 281	17 185	26 055	(8 870)	-34%	14 602
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(51 446)	33 706	33 706	(3 250)	25 085	21 996	3 089	14%	16 218
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(51 446)	33 706	33 706	(3 250)	25 085	21 996	3 089	14%	16 218
Capital expenditure & funds sources									
Capital expenditure	20 832	39 082	39 082	2 281	17 185	26 055	(8 870)	-34%	20 739
Capital transfers recognised	10 478	32 292	32 292	2 064	13 624	21 528	(7 904)	-37%	13 905
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	9 497	–	–	–	–	–	–	–	–
Internally generated funds	856	6 790	6 790	217	3 561	4 527	(966)	-21%	6 834
Total sources of capital funds	20 832	39 082	39 082	2 281	17 185	26 055	(8 870)	-34%	20 739
Financial position									
Total current assets	74 049	110 700	110 700		91 555				110 700
Total non current assets	867 266	937 687	937 687		867 667				937 687
Total current liabilities	69 777	31 639	31 639		111 278				31 639
Total non current liabilities	48 913	36 071	36 071		8 776				36 071
Community wealth/Equity	822 624	980 677	980 677		839 168				980 677
Cash flows									
Net cash from (used) operating	9 520	38 753	38 753	(5 789)	22 319	25 835	3 517	14%	23 890
Net cash from (used) investing	(20 047)	10 746	(38 814)	(2 285)	(17 442)	(25 876)	(8 434)	33%	(20 610)
Net cash from (used) financing	6 451	(478)	(478)	2	34	(239)	(273)	114%	(590)
Cash/cash equivalents at the month/year end	3 448	56 544	6 985	–	8 358	7 244	(1 114)	-15%	6 138
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	–	10 038	5 541	3 982	3 665	3 018	20 027	–	46 270
Creditors Age Analysis									
Total Creditors	19 523	897	2 130	–	–	–	–	–	22 549

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

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M08 February

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		52 456	50 514	50 514	2 243	40 670	33 676	6 994	21%	51 180
Executive and council		4 520	4 245	4 245	377	3 588	2 830	758	27%	4 295
Budget and treasury office		47 855	46 204	46 204	1 862	37 050	30 803	6 247	20%	46 801
Corporate services		81	65	65	4	32	43	(11)	-25%	84
<i>Community and public safety</i>		19 945	6 857	6 857	138	3 090	4 572	(1 482)	-32%	11 325
Community and social services		1 976	1 683	1 683	77	607	1 122	(515)	-46%	1 942
Sport and recreation		172	162	162	10	130	108	22	20%	123
Public safety		17 107	4 969	4 969	47	1 382	3 313	(1 930)	-58%	7 991
Housing		691	44	44	3	971	29	942	3243%	41
Health		–	–	–	–	–	–	–		1 227
<i>Economic and environmental services</i>		7 905	13 850	13 850	0	779	9 233	(8 454)	-92%	3 816
Planning and development		1 593	13 378	13 378	0	760	8 919	(8 158)	-91%	1 610
Road transport		6 312	472	472	0	19	315	(296)	-94%	2 207
Environmental protection		–	–	–	–	–	–	–		–
<i>Trading services</i>		145 421	186 327	186 327	11 141	118 106	124 218	(6 112)	-5%	165 860
Electricity		73 287	94 497	94 497	6 269	56 226	62 998	(6 772)	-11%	90 239
Water		33 071	48 659	48 659	2 558	34 187	32 440	1 747	5%	38 471
Waste water management		25 041	26 925	26 925	1 473	17 444	17 950	(505)	-3%	24 322
Waste management		14 022	16 246	16 246	841	10 250	10 831	(581)	-5%	12 828
<i>Other</i>	4	–	–	–	–	–	–	–		–
Total Revenue - Standard	2	225 727	257 549	257 549	13 522	162 645	171 699	(9 054)	-5%	232 182
Expenditure - Standard										
<i>Governance and administration</i>		46 819	54 098	54 098	3 911	27 790	33 941	(6 151)	-18%	48 553
Executive and council		9 161	16 790	16 790	844	9 612	9 909	(298)	-3%	14 054
Budget and treasury office		29 761	22 975	22 975	1 808	10 673	14 696	(4 024)	-27%	21 982
Corporate services		7 897	14 334	14 334	1 259	7 506	9 336	(1 830)	-20%	12 518
<i>Community and public safety</i>		36 019	30 611	30 611	1 834	15 907	20 245	(4 338)	-21%	29 417
Community and social services		19 711	13 074	13 074	639	6 441	8 635	(2 194)	-25%	11 849
Sport and recreation		4 225	5 285	5 285	323	2 876	3 480	(604)	-17%	4 654
Public safety		8 240	9 704	9 704	680	5 142	6 431	(1 289)	-20%	10 367
Housing		3 822	2 396	2 396	191	1 422	1 597	(175)	-11%	2 400
Health		21	153	153	–	26	102	(76)	-75%	148
<i>Economic and environmental services</i>		35 453	29 566	29 566	1 842	14 309	19 706	(5 397)	-27%	28 440
Planning and development		15 439	12 896	12 896	1 077	7 423	8 597	(1 174)	-14%	12 162
Road transport		20 014	16 670	16 670	765	6 886	11 109	(4 223)	-38%	16 278
Environmental protection		–	–	–	–	–	–	–		–
<i>Trading services</i>		157 618	119 817	119 817	11 364	78 972	79 877	(905)	-1%	108 815
Electricity		90 423	76 082	76 082	8 068	53 207	50 721	2 486	5%	71 539
Water		34 937	15 250	15 250	1 196	8 924	10 166	(1 242)	-12%	12 906
Waste water management		18 541	15 605	15 605	994	7 834	10 403	(2 569)	-25%	12 936
Waste management		13 717	12 880	12 880	1 106	9 007	8 587	421	5%	11 435
<i>Other</i>		1 265	690	690	102	808	460	349	76%	738
Total Expenditure - Standard	3	277 173	234 782	234 782	19 053	137 787	154 229	(16 443)	-11%	215 964
Surplus/ (Deficit) for the year		(51 446)	22 766	22 766	(5 530)	24 858	17 469	7 389	42%	16 218

Table C2: Monthly 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: 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) - M08 February

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		4 520	4 245	4 245	377	3 588	2 830	758	26.8%	4 295
Vote 2 - FINANCE AND ADMINISTRATION		47 936	46 269	46 269	1 866	37 082	30 846	6 236	20.2%	46 885
Vote 3 - PLANNING AND DEVELOPMENT		1 593	13 378	13 378	0	760	8 919	(8 158)	-91.5%	1 610
Vote 4 - HEALTH		-	-	-	-	-	-	-		1 227
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 976	1 683	1 683	77	607	1 122	(515)	-45.9%	1 942
Vote 6 - PUBLIC SAFETY		17 107	4 969	4 969	47	1 382	3 313	(1 930)	-58.3%	7 991
Vote 7 - SPORT AND RECREATION		172	162	162	10	130	108	22	20.1%	123
Vote 8 - ROAD TRANSPORT		6 312	472	472	0	19	315	(296)	-94.1%	2 207
Vote 9 - OTHER		-	-	-	-	-	-	-		-
Vote 10 - HOUSING SERVICES		691	44	44	3	971	29	942	3242.8%	41
Vote 11 - WASTE MANAGEMENT		14 022	16 246	16 246	841	10 250	10 831	(581)	-5.4%	12 828
Vote 12 - WASTE WATER MANAGEMENT		25 041	26 925	26 925	1 473	17 444	17 950	(505)	-2.8%	24 322
Vote 13 - ELECTRICITY		73 287	94 497	94 497	6 269	56 226	62 998	(6 772)	-10.7%	90 239
Vote 14 - WATER		33 071	48 659	48 659	2 558	34 187	32 440	1 747	5.4%	38 471
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	225 727	257 549	257 549	13 522	162 645	171 699	(9 054)	-5.3%	232 182
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		9 161	16 790	16 790	844	9 612	9 909	(298)	-3.0%	14 054
Vote 2 - FINANCE AND ADMINISTRATION		37 658	37 309	37 309	3 067	18 178	24 032	(5 854)	-24.4%	34 499
Vote 3 - PLANNING AND DEVELOPMENT		15 439	12 896	12 896	1 077	7 423	8 597	(1 174)	-13.7%	12 162
Vote 4 - HEALTH		21	153	153	-	26	102	(76)	-74.8%	148
Vote 5 - COMMUNITY AND SOCIAL SERVICES		19 711	13 074	13 074	639	6 441	8 635	(2 194)	-25.4%	11 849
Vote 6 - PUBLIC SAFETY		8 240	9 704	9 704	680	5 142	6 431	(1 289)	-20.0%	10 367
Vote 7 - SPORT AND RECREATION		4 225	5 285	5 285	323	2 876	3 480	(604)	-17.4%	4 654
Vote 8 - ROAD TRANSPORT		20 014	16 670	16 670	765	6 886	11 109	(4 223)	-38.0%	16 278
Vote 9 - OTHER		1 265	690	690	102	808	460	349	75.8%	738
Vote 10 - HOUSING SERVICES		3 822	2 396	2 396	191	1 422	1 597	(175)	-11.0%	2 400
Vote 11 - WASTE MANAGEMENT		13 717	12 880	12 880	1 106	9 007	8 587	421	4.9%	11 435
Vote 12 - WASTE WATER MANAGEMENT		18 541	15 605	15 605	994	7 834	10 403	(2 569)	-24.7%	12 936
Vote 13 - ELECTRICITY		90 423	76 082	76 082	8 068	53 207	50 721	2 486	4.9%	71 539
Vote 14 - WATER		34 937	15 250	15 250	1 196	8 924	10 166	(1 242)	-12.2%	12 906
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	277 173	234 782	234 782	19 053	137 787	154 229	(16 443)	-10.7%	215 964
Surplus/ (Deficit) for the year	2	(51 446)	22 766	22 766	(5 530)	24 858	17 469	7 389	42.3%	16 218

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

NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source										
Property rates		30 752	27 763	27 763	1 543	23 790	18 508	5 282	29%	30 665
Property rates - penalties & collection charges		281	–	–		–	–	–		–
Service charges - electricity revenue		76 314	58 966	58 966	4 287	33 949	39 311	(5 362)	-14%	56 203
Service charges - water revenue		24 128	30 346	30 346	2 522	20 066	20 230	(164)	-1%	25 864
Service charges - sanitation revenue		11 622	18 938	18 938	1 447	11 565	12 626	(1 060)	-8%	15 972
Service charges - refuse revenue		6 225	11 301	11 301	830	6 635	7 534	(899)	-12%	8 226
Service charges - other		440	125	125	33	274	83	191	229%	118
Rental of facilities and equipment		833	789	789	81	561	526	35	7%	786
Interest earned - external investments		1 390	931	931	15	120	621	(501)	-81%	806
Interest earned - outstanding debtors		882	1 259	1 259	143	1 035	839	196	23%	954
Fines		16 970	3 720	3 720	9	1 170	2 480	(1 310)	-53%	6 943
Licences and permits		1 441	1 970	1 970	44	303	1 314	(1 011)	-77%	2 508
Transfers recognised - operational		40 221	40 761	40 761	270	30 471	27 174	3 297	12%	41 210
Other revenue		3 035	28 120	28 120	2 303	15 687	18 746	(3 059)	-16%	27 195
Gains on disposal of PPE		714	268	268	(4)	60	179	(119)	-66%	130
Total Revenue (excluding capital transfers and contributions)		215 249	225 257	225 257	13 522	145 687	150 171	(4 484)	-3%	217 580
Expenditure By Type										
Employee related costs		68 489	76 930	76 930	5 985	50 731	51 286	(555)	-1%	69 838
Remuneration of councillors		4 835	5 275	5 275	441	3 528	3 517	11	0%	5 046
Debt impairment		35 755	730	730	–	–	5 052	(5 052)	-100%	8 901
Depreciation & asset impairment		59 128	9 056	9 056	–		6 037	(6 037)	-100%	7 337
Finance charges		3 365	2 055	2 055	601	3 394	1 370	2 024	148%	5 468
Bulk purchases		59 027	60 434	60 434	7 554	42 411	40 289	2 121	5%	57 123
Other materials		12 225	19 397	19 397	996	7 624	12 931	(5 307)	-41%	16 771
Contracted services		8 358	9 819	9 819	640	2 828	6 546	(3 717)	-57%	9 846
Transfers and grants		362	–	–	–	–	–	–		–
Other expenditure		25 125	40 147	40 147	2 835	27 271	27 202	69	0%	35 634
Loss on disposal of PPE		502	–	–		–	–	–		–
Total Expenditure		277 173	223 843	223 843	19 053	137 787	154 229	(16 443)	-11%	215 964
Surplus/(Deficit)		(61 924)	1 414	1 414	(5 531)	7 900	(4 059)	11 959	(0)	1 616
Transfers recognised - capital		10 478	32 292	32 292	2 281	17 185	26 055	(8 870)	(0)	14 602
Surplus/(Deficit) after capital transfers & contributions		(51 446)	33 706	33 706	(3 250)	25 085	21 996			16 218
Taxation		–	–	–	–	–	–	–		–
Surplus/(Deficit) after taxation		(51 446)	33 706	33 706	(3 250)	25 085	21 996			16 218
Attributable to minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		(51 446)	33 706	33 706	(3 250)	25 085	21 996			16 218
Share of surplus/ (deficit) of associate		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		(51 446)	33 706	33 706	(3 250)	25 085	21 996			16 218

Table C5: Monthly 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) - M08 February										
Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-		-
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		30	1 925	1 925	33	2 875	1 283	1 591	124%	137
Vote 2 - FINANCE AND ADMINISTRATION		123	1 260	1 260	150	268	840	(572)	-68%	1 735
Vote 3 - PLANNING AND DEVELOPMENT		7	-	-	-	-	-	-		-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		409	120	120	-	-	80	(80)	-100%	296
Vote 6 - PUBLIC SAFETY		531	57	57	34	34	38	(4)	-9%	63
Vote 7 - SPORT AND RECREATION		2	65	65	-	26	43	(17)	-39%	75
Vote 8 - ROAD TRANSPORT		9 433	15 153	15 153	-	3 845	10 102	(6 257)	-62%	4 200
Vote 10 - HOUSING SERVICES		5 213	-	-	-	-	-	-		-
Vote 11 - WASTE MANAGEMENT		2	22	22	-	-	15	(15)	-100%	29
Vote 12 - WASTE WATER MANAGEMENT		164	-	-	-	-	-	-		981
Vote 13 - ELECTRICITY		3 635	6 400	6 400	-	5 237	4 267	970	23%	5 400
Vote 14 - WATER		1 284	14 080	14 080	2 064	4 900	9 387	(4 487)	-48%	7 822
Total Capital single-year expenditure	4	20 832	39 082	39 082	2 281	17 185	26 055	(8 870)	-34%	20 739
Total Capital Expenditure		20 832	39 082	39 082	2 281	17 185	26 055	(8 870)	-34%	20 739
Capital Expenditure - Standard Classification										
Governance and administration		153	3 185	3 185	182	3 143	2 123	1 020	48%	1 873
Executive and council		30	1 925	1 925	33	2 875	1 283	1 591	124%	137
Budget and treasury office		98	930	930	92	211	620	(409)	-66%	1 385
Corporate services		25	330	330	57	57	220	(163)	-74%	350
Community and public safety		6 155	242	242	34	61	161	(100)	-62%	434
Community and social services		409	120	120	-	-	80	(80)	-100%	296
Sport and recreation		2	65	65	-	26	43	(17)	-39%	75
Public safety		531	57	57	34	34	38	(4)	-9%	63
Housing		5 213	-	-	-	-	-	-		-
Economic and environmental services		9 440	15 153	15 153	-	3 845	10 102	(6 257)	-62%	4 200
Planning and development		7	-	-	-	-	-	-		-
Road transport		9 433	15 153	15 153	-	3 845	10 102	(6 257)	-62%	4 200
Trading services		5 084	20 502	20 502	2 064	10 136	13 668	(3 532)	-26%	14 232
Electricity		3 635	6 400	6 400	-	5 237	4 267	970	23%	5 400
Water		1 284	14 080	14 080	2 064	4 900	9 387	(4 487)	-48%	7 822
Waste water management		164	-	-	-	-	-	-		981
Waste management		2	22	22	-	-	15	(15)	-100%	29
Other		-	-	-	-	-	-	-		-
Total Capital Expenditure - Standard Classification	3	20 832	39 082	39 082	2 281	17 185	26 055	(8 870)	-34%	20 739
Funded by:										
National Government		10 478	32 292	32 292	2 064	13 624	21 528	(7 904)	-37%	13 905
Transfers recognised - capital		10 478	32 292	32 292	2 064	13 624	21 528	(7 904)	-37%	13 905
Borrowing	6	9 497	-	-	-	-	-	-		-
Internally generated funds		856	6 790	6 790	217	3 561	4 527	(966)	-21%	6 834
Total Capital Funding		20 832	39 082	39 082	2 281	17 185	26 055	(8 870)	-34%	20 739

Table C6: Monthly Budget Statement - Financial Position**NC073 Emthanjeni - Table C6 Monthly Budget Statement - Financial Position - M08 February**

Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Current assets						
Cash		1 015	968	968	88	968
Call investment deposits		9 688	10 075	10 075	15 527	10 075
Consumer debtors		62 890	22 824	22 824	81 000	22 824
Other debtors		–	11 277	11 277	(2 592)	11 277
Current portion of long-term receivables		5	–	–	–	–
Inventory		452	65 556	65 556	561	65 556
Total current assets		74 049	110 700	110 700	94 585	110 700
Non current assets						
Long-term receivables		1	–	–	–	–
Investments		25	29	29	25	29
Investment property		78 577	5 004	5 004	78 577	5 004
Property, plant and equipment		788 593	932 114	932 114	788 593	932 114
Intangible assets		61	458	458	61	458
Other non-current assets		7	83	83	9	83
Total non current assets		867 266	937 687	937 687	867 266	937 687
TOTAL ASSETS		941 314	1 048 386	1 048 386	961 851	1 048 386
LIABILITIES						
Current liabilities						
Bank overdraft		7 255	9 338	9 338	(1 747)	9 338
Borrowing		3 433	688	688	589	688
Consumer deposits		2 269	2 289	2 289	2 297	2 289
Trade and other payables		55 309	16 352	16 352	73 014	16 352
Provisions		1 511	2 972	2 972	52 218	2 972
Total current liabilities		69 777	31 639	31 639	126 371	31 639
Non current liabilities						
Borrowing		40 900	–	–	–	–
Provisions		8 013	36 071	36 071	8 731	36 071
Total non current liabilities		48 913	36 071	36 071	8 731	36 071
TOTAL LIABILITIES		118 690	67 709	67 709	135 102	67 709
NET ASSETS	2	822 624	980 677	980 677	826 749	980 677
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		822 624	980 677	980 677	824 496	980 677
Reserves		–	–	–	2 253	–
TOTAL COMMUNITY WEALTH/EQUITY	2	822 624	980 677	980 677	826 749	980 677

Table C7: Monthly Budget Statement - Cash Flow

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - M08 February										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Receipts										
Property rates, penalties & collection charges		22 851	24 942	24 942	1 374	15 493	16 628	(1 135)	-7%	27 999
Service charges		102 703	113 321	113 321	9 439	62 393	75 547	(13 154)	-17%	99 902
Other revenue		9 811	33 311	33 311	2 436	17 761	22 207	(4 446)	-20%	34 954
Government - operating		34 943	40 761	40 761	–	30 834	27 174	3 660	13%	41 210
Government - capital		14 617	32 292	32 292	–	33 958	21 528	12 430	58%	14 602
Interest		2 272	1 723	1 723	15	120	1 149	(1 029)	-90%	806
Payments										
Suppliers and employees		(174 312)	(205 542)	(205 542)	(18 451)	(134 847)	(137 028)	(2 181)	2%	(190 113)
Finance charges		(3 365)	(2 055)	(2 055)	(601)	(3 393)	(1 370)	2 024	-148%	(5 468)
Transfers and Grants		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		9 520	38 753	38 753	(5 789)	22 319	25 835	3 517	14%	23 890
CASH FLOWS FROM INVESTING ACTIVITIES										
Proceeds on disposal of PPE		94	268	268	(4)	60	179	(119)	-66%	130
Decrease (increase) other non-current receiv ables		(0)	49 560	–	–	–	–	–		–
Payments										
Capital assets		(20 141)	(39 082)	(39 082)	(2 281)	(17 502)	(26 055)	(8 553)	33%	(20 739)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(20 047)	10 746	(38 814)	(2 285)	(17 442)	(25 876)	(8 434)	33%	(20 610)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Borrowing long term/refinancing		9 497	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	95	95	4	37	63	(26)	-41%	98
Payments										
Repay ment of borrow ing		(3 046)	(573)	(573)	(3 614)	(3 911)	(287)	3 625	-1265%	(688)
NET CASH FROM/(USED) FINANCING ACTIVITIES		6 451	(478)	(478)	(3 611)	(3 874)	(223)	3 651	-1635%	(590)
NET INCREASE/ (DECREASE) IN CASH HELD		(4 076)	49 021	(539)	(11 684)	1 003	(264)			2 691
Cash/cash equivalents at beginning:		7 524	7 524	7 524		3 448	7 524			3 448
Cash/cash equivalents at month/year end:		3 448	56 544	6 985		4 451	7 260			6 138

Supporting Table SC9: Monthly 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 - M08 February																
Description	Ref	Budget Year 2017/18												2017/18 medium term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	2017/18	+1 2018/19	+2 2019/20
Cash Receipts By Source																
Property rates		1 489	2 483	1 911	1 625	3 986	1 335	1 288	1 374	-	-	-	12 506	27 999	28 239	49 909
Service charges - electricity revenue		2 602	4 553	4 410	4 550	4 532	2 889	4 503	5 360	-	-	-	19 780	53 178	56 426	67 691
Service charges - water revenue		1 171	1 710	1 789	1 837	2 131	1 488	1 573	2 212	-	-	-	9 835	23 746	25 448	41 408
Service charges - sanitation revenue		963	792	1 571	1 126	1 212	1 026	1 106	1 144	-	-	-	6 105	15 045	15 131	16 467
Service charges - refuse		606	493	1 117	743	838	700	683	690	-	-	-	1 946	7 815	7 545	6 583
Service charges - other		33	33	38	33	35	38	34	33	-	-	-	(156)	118	270	132
Rental of facilities and equipment		62	61	72	66	85	70	64	81	-	-	-	124	686	734	770
Interest earned - external investments		-	39	-	18	6	2	39	15	-	-	-	686	806	830	863
Fines		68	12	9	764	6	290	12	9	-	-	-	5 373	6 543	6 870	7 076
Licences and permits		45	42	37	33	41	27	36	44	-	-	-	1 675	1 978	1 938	2 399
Transfer receipts - operating		17 156	272	-	-	488	11 974	944	-	-	-	-	10 376	41 210	41 753	47 657
Other revenue		342	2 699	2 206	2 003	2 002	1 981	2 152	2 303	-	-	-	10 060	25 747	26 967	43 475
Cash Receipts by Source		24 536	13 190	13 160	12 797	15 362	21 819	12 435	13 264	-	-	-	78 308	204 870	212 149	284 431
Other Cash Flows by Source													-			
Transfer receipts - capital		14 000	9 000	-	4 000	-	3 000	3 958	-	-	-	-	(19 356)	14 602	14 342	13 798
Proceeds on disposal of PPE		-	-	4	-	60	-	-	(4)	-	-	-	70	130	139	148
Increase in consumer deposits		2	4	12	4	10	2	8	4	-	-	-	52	98	90	71
Total Cash Receipts by Source		38 538	22 194	13 175	16 801	15 432	24 820	16 401	13 264	-	-	-	59 074	219 699	226 720	298 449
Cash Payments by Type													-			
Employee related costs		6 371	6 353	6 115	6 439	6 305	6 471	6 692	5 985	-	-	-	18 961	68 691	73 073	77 674
Remuneration of councillors		398	398	398	398	398	398	701	441	-	-	-	1 419	4 948	5 015	5 269
Interest paid		3	5	-	1 396	1 384	1	3	601	-	-	-	2 075	5 468	6 143	9 731
Bulk purchases - Electricity		7 028	7 428	6 778	4 068	3 607	337	4 195	7 216	-	-	-	11 677	52 332	55 359	90 859
Bulk purchases - Water & Sewer		167	199	147	182	119	363	241	338	-	-	-	685	2 440	2 736	4 315
Other materials		192	362	1 410	1 706	1 495	951	513	996	-	-	-	9 147	16 771	18 864	30 971
Contracted services		12	277	688	244	801	48	117	640	-	-	-	7 017	9 846	10 565	17 432
General expenses		2 006	2 942	4 105	3 364	3 881	3 380	5 212	2 835	-	-	-	6 360	34 085	35 533	39 397
Cash Payments by Type		16 176	17 963	19 641	17 796	17 991	11 948	17 674	19 053	-	-	-	57 341	195 582	207 287	275 648
Other Cash Flows/Payments by Type																
Capital assets		-	2 646	2 275	6 280	2 425	587	1 008	2 281	-	-	-	3 237	20 739	20 405	22 006
Repayment of borrowing		-	-	-	-	-	-	297	3 614	-	-	-	(3 224)	688	-	-
Total Cash Payments by Type		16 176	20 609	21 916	24 076	20 415	12 535	18 978	24 948	-	-	-	57 355	217 009	227 692	297 654
NET INCREASE/(DECREASE) IN CASH HELD													-			
		22 362	1 585	(8 741)	(7 275)	(4 984)	12 285	(2 577)	(11 684)	-	-	-	1 719	2 691	(972)	795
Cash/cash equivalents at the month/year beginning		3 448	25 810	27 395	18 654	11 379	6 395	18 681	16 103	4 419	4 419	4 419	4 419	3 448	6 138	5 167
Cash/cash equivalents at the month/year end:		25 810	27 395	18 654	11 379	6 395	18 681	16 103	4 419	4 419	4 419	4 419	6 138	6 138	5 167	5 962

PART 2 – SUPPORTING DOCUMENTATION Section 5

– Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 February

W07/3 Linlithgow - Supporting Table 003 monthly Budget Statement - aged debtors - 1000 February													
Description	NT Code	Budget Year 2017/18										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to 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	–	2 384	2 124	1 390	1 184	1 140	3 643	–	11 864	7 357		23 443
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	4 609	1 731	1 203	1 232	615	1 811	–	11 201	4 861		6 085
Receivables from Non-exchange Transactions - Property Rates	1400	–	1 386	594	438	369	393	11 232	–	14 412	12 432		16 935
Receivables from Exchange Transactions - Waste Water Management	1500	–	1 016	653	580	547	538	2 019	–	5 353	3 684		9 861
Receivables from Exchange Transactions - Waste Management	1600	–	532	343	285	265	269	1 081	–	2 777	1 901		4 691
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–		–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–		–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–		–
Other	1900	–	111	95	86	66	64	240	–	663	457		4 908
Total By Income Source	2000	–	10 038	5 541	3 982	3 665	3 018	20 027	–	46 270	30 692	–	65 923
2016/17 - totals only			20621233	3403677	2701031	2413665	2260512	5843844		37 244	13 219		86361780
Debtors Age Analysis By Customer Group													
Organs of State	2200	–	564	368	241	234	243	2 041	–	3 691	2 759		4 117
Commercial	2300	–	2 194	880	459	363	230	525	–	4 651	1 577		1 656
Households	2400	–	6 679	3 805	2 988	2 799	2 267	16 579	–	35 117	24 633		54 304
Other	2500	–	601	488	295	268	278	882	–	2 812	1 723		5 846
Total By Customer Group	2600	–	10 038	5 541	3 982	3 665	3 018	20 027	–	46 270	30 692	–	65 923

Creditors' analysis

Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February

Report: Suppliers - Supporting Data - Monthly Budget Statement - Age Creditors - Most Current											
Description	NT Code	Budget Year 2017/18									Prior year
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	totals for chart (same period)
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	13 927	897	2 130						16 953	1
Auditor General	0800	-	-							-	-
Other	0900	5 596	-							5 596	2 337
Total By Customer Type	1000	19 523	897	2 130	-	-	-	-	-	22 549	2 339

Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M08 February

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							
<u>Municipality</u>									
General Investment		Yrs	Fixed Deposits	30/06/2018	0	0.0%	11 270	-	11 270
Municipality sub-total					0		11 270	-	11 270
<u>Entities</u>									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				0		11 270	-	11 270

Allocation and grant receipts and expenditure: - Operating Revenue Framework

NC073 Emthanjeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M08 February

2016/17										
Description	Ref	Budget Year 2017/18								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Operating Transfers and Grants										
National Government:		38 380	37 210	37 210	–	29 890	24 807	4 481	18.1%	38 822
Local Government Equitable Share		36 197	34 424	34 424	–	27 430	22 949	4 481	19.5%	36 197
Finance Management		1 625	1 700	1 700	–	1 700	1 133			1 625
EPWP Incentive		558	1 086	1 086	–	760	724			1 000
Other transfers and grants [insert description]								–		
Provincial Government:		1 841	881	881	–	944	587	357	60.8%	2 388
Health subsidy		–	–	–			–	–		1 227
Housing		680	–	–	–	944	–	944	#DIV/0!	–
Sport and Recreation	4	1 161	881	881	–	–	587	(587)	-100.0%	1 161
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Total Operating Transfers and Grants	5	40 221	38 091	38 091	–	30 834	25 394	4 838	19.1%	41 210
Capital Transfers and Grants										
National Government:		10 651	32 292	32 292	–	25 200	21 528	3 672	17.1%	14 602
Municipal Infrastructure Grant (MIG)		7 283	12 292	12 292	–	8 000	8 195	(195)	-2.4%	11 602
Regional Bulk Infrastructure		734	14 000	14 000	–	11 200	9 333	1 867	20.0%	–
Integrated National Electrification Programme		2 634	6 000	6 000	–	6 000	4 000	2 000	50.0%	3 000
Other capital transfers [insert description]								–		
Provincial Government:		–	–	–	–	–	–	–		–
[insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Total Capital Transfers and Grants	5	10 651	32 292	32 292	–	25 200	21 528	3 672	17.1%	14 602
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	50 872	70 383	70 383	–	56 034	46 922	8 510	18.1%	55 812

Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M08 February										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Operating expenditure of Transfers and Grants										
National Government:		38 380	37 210	37 210	1 407	10 581	24 807	(14 226)	-57.3%	38 822
Local Government Equitable Share		36 197	34 424	34 424	1 124	8 656	22 949	(14 293)	-62.3%	36 197
Finance Management		1 625	1 700	1 700	270	1 336	1 133	203	17.9%	1 625
EPWP Incentive		558	1 086	1 086	14	588	724	(136)	-18.7%	1 000
Provincial Government:		1 841	2 108	2 108	32	494	1 303	(810)	-62.1%	2 388
Health subsidy		–	1 227	1 227	–	–	716	(716)	-100.0%	1 227
Housing		680	–	–	–	–	–	–		–
Sport and Recreation		1 161	881	881	32	494	587	(94)	-16.0%	1 161
District Municipality:		–	–	–	–	–	–	–		–
<i>[insert description]</i>								–		
Other grant providers:		–	–	–	–	–	–	–		–
<i>[insert description]</i>								–		
Total operating expenditure of Transfers and Grants		40 221	39 318	39 318	1 439	11 075	26 110	(15 035)	-57.6%	41 210
Capital expenditure of Transfers and Grants										
National Government:		10 651	32 292	32 292	2 064	12 739	21 528	(8 789)	-40.8%	13 905
Municipal Infrastructure Grant (MIG)		7 283	12 292	12 292	–	2 359	8 195	(5 836)	-71.2%	10 905
Regional Bulk Infrastructure		734	14 000	14 000	2 064	5 143	9 333	(4 190)	-44.9%	–
Integrated National Electrification Programme		2 634	6 000	6 000	–	5 237	4 000	1 237	30.9%	3 000
Provincial Government:		–	–	–	–	–	–	–		–
0								–		
District Municipality:		–	–	–	–	–	–	–		–
0								–		
Other grant providers:		–	–	–	–	–	–	–		–
0								–		
Total capital expenditure of Transfers and Grants		10 651	32 292	32 292	2 064	12 739	21 528	(8 789)	-40.8%	13 905
TOTAL EXPENDITURE OF TRANSFERS AND GRANT		50 872	71 610	71 610	3 503	23 813	47 638	(23 824)	-50.0%	55 115

Expenditure on councillor and board members allowances and employee benefits

NC073 Emthanjeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M08 February

Summary of Employee and Councillor remuneration Ref	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	3 311	3 623	3 623	294	2 350	2 415	(65)	-3%	3 451
Pension and UIF Contributions	198	-	-	-	-	-	-		-
Medical Aid Contributions	18	-	-	-	-	-	-		-
Motor Vehicle Allowance	931	1 208	1 208	92	734	705	30	4%	1 150
Cellphone Allowance	365	414	414	56	444	276	168	61%	395
Other benefits and allowances	-	52	52	-	-	35	(35)	-100%	51
Sub Total - Councillors	4 823	5 297	5 297	441	3 528	3 431	97	3%	5 046
Senior Managers of the Municipality									
Basic Salaries and Wages	4 019	4 052	4 052	187	3 007	2 701	306	11%	3 833
Pension and UIF Contributions	805	673	673	34	382	449	(67)	-15%	672
Medical Aid Contributions	161	115	115	4	31	77	(45)	-59%	115
Motor Vehicle Allowance	546	770	770	44	490	513	(23)	-5%	755
Cellphone Allowance	116	382	382	10	102	254	(153)	-60%	138
Other benefits and allowances	243	62	62	7	52	41	11	26%	268
Sub Total - Senior Managers of Municipality	5 891	6 053	6 053	285	4 064	4 035	28	1%	5 781
Other Municipal Staff									
Basic Salaries and Wages	44 715	54 607	54 607	4 019	31 103	36 405	(5 302)	-15%	48 768
Pension and UIF Contributions	8 217	9 228	9 228	729	4 997	6 152	(1 155)	-19%	8 721
Medical Aid Contributions	1 889	1 865	1 865	215	1 726	1 244	483	39%	1 810
Overtime	3 139	1 334	1 334	273	2 344	889	1 455	164%	1 477
Motor Vehicle Allowance	1 025	1 150	1 150	79	953	767	187	24%	1 124
Cellphone Allowance	127	317	317	11	168	211	(43)	-20%	233
Housing Allowances	536	1 178	1 178	53	377	785	(408)	-52%	687
Other benefits and allowances	2 928	1 141	1 141	327	2 419	761	1 658	218%	1 179
Post-retirement benefit obligations	36	57	57	-	-	38	(38)	-100%	58
Sub Total - Other Municipal Staff	62 610	70 877	70 877	5 706	44 087	47 252	(3 164)	-7%	64 057
Total Parent Municipality	73 325	82 228	82 228	6 433	51 679	54 718	(3 039)	-6%	74 884
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Post-retirement benefit obligations	-	-	-	-	-	-	-		-
Sub Total - Board Members of Entities	-	-	-	-	-	-	-		-
Senior Managers of Entities									
Post-retirement benefit obligations	-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Entities	-	-	-	-	-	-	-		-
Other Staff of Entities									
Post-retirement benefit obligations	-	-	-	-	-	-	-		-
Sub Total - Other Staff of Entities	-	-	-	-	-	-	-		-
Total Municipal Entities	-	-	-	-	-	-	-		-
TOTAL SALARY, ALLOWANCES & BENEFITS	73 325	82 228	82 228	6 433	51 679	54 718	(3 039)	-6%	74 884
TOTAL MANAGERS AND STAFF	68 502	76 930	76 930	5 992	48 151	51 287	(3 136)	-6%	69 838

Capital programme performance

NC073 Emthanjeni - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M08 February

Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	4 692	3 257	3 257	0	0	3 257	3 257	100.0%	0%
August	3 635	6 514	6 514	2 646	2 646	9 770	7 124	72.9%	7%
September	164	3 240	3 240	2 275	4 921	13 011	8 089	62.2%	13%
October	–	3 240	3 240	6 280	11 202	16 251	5 049	31.1%	29%
November	531	2 691	2 691	2 425	13 627	18 942	5 315	28.1%	35%
December	–	1 691	1 691	587	14 214	20 633	6 419	31.1%	36%
January	409	2 691	2 691	1 008	15 221	23 324	8 102	34.7%	39%
February	4 433	3 691	3 691	2 281	17 502	27 015	9 513	35.2%	45%
March	98	1 691	1 691	–		28 706	–		
April	25	3 691	3 691	–		32 397	–		
May	6 514	3 240	3 240	–		35 637	–		
June	331	3 445	3 445	–		39 082	–		
Total Capital expenditure	20 832	39 082	39 082	17 502					

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

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 February 2018 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 14/03/2018
