



2019/2020 MID-YEAR BUDGET AND PERFORMANCE REPORT

MFMA SECTION 72 (1)(B) – SUBMISSION TO THE MAYOR

In terms of Section 72(1)(a) and 52(d) of the local Government Municipal Finance Management Act No. 52 of 2003, the Accounting Officer must by 25 January of each year assess the performance of the municipality during the first half of the financial year. A report on such assessment must in terms of Section 72(1)(b) of the MFMA be submitted to the Mayor.

REPORT SUBMITTED

Print Name: ISAK VISSER

Municipal Manager of Emthanjeni Municipality

Signature:

Date: .. 24.1.2020

ACKNOWLEDGEMENT OF RECEIPT

Print Name: SIPHO THOMAS STHONGA

Mayor of Emthanjeni Municipality

Signature:

Date: .. 24/01/2020

MEMORANDUM

AAN / TO : Mayor, Clr ST Sthonga
ONDERWERP/TOPIC : MFMA, SECTION 72 ASSESSMENT REPORT
VAN / FROM : Municipal Manager
LÊER/FILE : 5/1/1/13
DATUM / DATE : 23 January 2020

2019/2020 Mid-Year Budget and Performance Assessment Report for the period July 2019 ending 31 December 2020.

1. Introduction

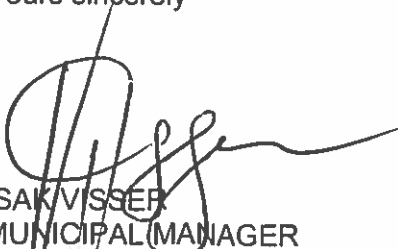
In terms of Section 72(1), (2) and (3) of the Municipal Finance Management Act No.56, 2003 Chapter 8, the mid-year budget and performance assessment report for the period ended 31 December 2018 is submitted for your consideration.

In terms of the Section 54 (1), (2) and (3) of the Municipal Finance Management Act No.56, 2003 Chapter 7, the following applies:

- (1) On receipt of a statement or report submitted by the accounting officer of the municipality in terms of section 71 or 72, the mayor must –
 - (a) Consider the statement or report;
 - (b) Check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;
 - (c) Consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;
 - (d) Issue any appropriate instructions to the accounting officer to ensure—
 - (i) That the budget is implemented in accordance with the service delivery and budget implementation plan; and
 - (ii) That spending of funds and revenue collection proceed in accordance with the budget;
 - (e) Identify any financial problems facing the municipality, including any emerging or impending financial problems; and
 - (f) In the case of a section 72 report, submit the report to the council by 31 January of each year.

I trust that this will reach your amicable approval.

Yours sincerely



ISAK VISSER
MUNICIPAL MANAGER

Emthanjeni Municipality

Performance Report for the mid-year ending 31 December 2019

1. SERVICE DELIVERY PERFORMANCE PLANNING

LEGISLATIVE OVERVIEW

In terms of Section 72(1)(a) and 52(d) of the Local Government Municipal Finance Management Act No. 56 of 2003 (MFMA) the Accounting Officer must by 25 January of each year assess the performance of the municipality during the first half of the financial year. A report on such assessment must in terms of Section 72(1)(b) of the MFMA be submitted to the Mayor, Provincial Treasury and National Treasury.

Once the Mayor has considered the report, it must be submitted to Council by 31 January in terms of Section 54 of the MFMA.

The Mayor approved the Top Layer SDBIP for 2019/20 in terms of Section 53(1)(c)(ii) of the Municipal Finance Management Act (MFMA), MFMA Circular No. 13 and the Budgeting and Reporting Regulation which include the Municipality's key performance indicators for 2019/20.

CREATING A CULTURE OF PERFORMANCE

a) Performance Framework

Regulation 7(1) of the Local Government: Municipal Planning and Performance Management Regulations, 2001 states that "Municipality's Performance Management System entails a framework that describes and represents how the Municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organised and managed, including determining the roles of the different role players. "This framework, inter alia, reflects the linkage between the IDP, Budget, SDBIP and individual and service provider performance. The Municipality adopted a performance management policy that was approved by Council in January 2011.

b) Monitoring Performance

The Municipality utilizes an electronic web based system on which KPI owners update actual performance on a monthly basis. KPI owners report on the results of the KPI by documenting the following information on the performance system:

- ✘ The actual result in terms of the target set
- ✘ The output/outcome of achieving the KPI
- ✘ The calculation of the actual performance reported. (If %)
- ✘ A performance comment
- ✘ Actions to improve the performance against the target set, if the target was not achieved
- ✘ It is the responsibility of every KPI owner to maintain a portfolio of evidence to support actual performance results updated

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Performance Report for the mid-year ending 31 December 2019

LINK TO THE IDP AND THE BUDGET

The Municipality identified the following strategic objectives based on the inputs from the community in the 5 year Integrated Development Plan (IDP):

- ✖ Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties.
- ✖ Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor
- ✖ Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives.
- ✖ Maintaining a financially sustainable and viable Municipality
- ✖ Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality.
- ✖ Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area.
- ✖ Provision of access to all basic services rendered to residents within the available resources.

Performance indicators set in the approved Top Layer SDBIP for 2019/20 per strategic objective

- i) *Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL11	70% of the maintenance budget for Community Halls spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of approved Community Halls maintenance budget spent	All	New indicator for 2019/20	5.00%	25.00%	60.00%	70.00%	70.00%
TL15	Sign a MOU with the Department of Defense by 30 June 2020 for support with fire brigade services	MOU signed by 30 June 2020	All	1	0	0	0	1	1
TL16	Review the disaster management plan that includes contingency plans and submit to Council by 30 June 2020	Disaster management plan reviewed and submitted to Council by 30 June 2020	All	1	0	0	0	1	1
TL21	Submit the draft By-law on Tuck Shops to Council by 30 June 2020	Draft By-law submitted Council	All	New indicator for 2019/20	0	0	0	1	1
TL22	70% of approved budget spent by 30 June 2020 for the upgrading of buildings and fencing in the Emthanjeni municipal area ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%

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Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL23	Submit a business plan to potential funders for the upgrading of the Fire Brigade by 30 June 2020	Business plan submitted by 30 June 2020	All	New indicator for 2019/20	0	0	0	1	1

ii) Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL9	Review the Spatial Development Framework (SDF) and submit to Council by 30 June 2020	SDF submitted to Council by 30 June 2020	All	New indicator for 2019/20	0	0	0	1	1
TL28	Provide free basic services to indigent households as at 30 June 2020	Number of indigent households receiving free basic services as at 30 June 2020	All	3 838	3 000	3 000	3 000	3 000	3 000

iii) Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL2	The number of people from employment equity target groups employed (newly appointed) in the three highest levels of management in compliance with the municipality's approved Employment Equity Plan by 30 June 2020	Number of people employed (newly appointed)	All	1	0	0	0	1	1
TL3	0.5% of the personnel budget spent on training as per the approved Skills Development Plan by 30 June 2020 [(Actual total training expenditure/total personnel budget)x100]	% of the personnel budget spent on training by 30 June 2020	All	0.08%	0.00%	0.00%	0.00%	0.50%	0.50%
TL6	Review the EEP and submit to the Portfolio Committee by 30 June 2020	EEP reviewed and submitted to the Portfolio Committee by 30 June 2020	All	New indicator for 2019/20	0	0	0	1	1
TL7	Limit vacancy rate to 15% of budgeted posts by 30 June 2020 [(Number of funded posts vacant)/(Number of funded posts)x100]	[(Number of funded posts vacant)/(Number of funded posts)x100]	All	7.09%	0.00%	15.00%	0.00%	15.00%	15.00%

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Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
	divided by budgeted funded posts)x100)								
TL8	Arrange a training session for all supervisors on general management by 30 June 2020	Number of training sessions held by 30 June 2020	All	2	0	0	0	1	1
TL14	Review the Delegation of Powers and submit to Council by 31 March 2020	Delegation of Powers reviewed and submitted to Council by 31 March 2020	All	New indicator for 2019/20	0	0	0	1	1

iv) Maintaining a financially sustainable and viable Municipality

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL30	Financial viability measured in terms of the municipality's ability to meet its service debt obligations as at 30 June 2020 ((Total operating revenue-operating grants received)/debt service payments due within the year))	Debt coverage	All	0.77	0	0	0	2.5	2.5
TL31	Financial viability measured in terms of the outstanding service debtors as at 30 June 2020 ((Short Term Borrowing + Bank Overdraft + Short Term Lease + Long Term Borrowing + Long Term Lease) / Total Operating Revenue - Operating Conditional Grant)	% of outstanding service debtors	All	9%	0.00%	0.00%	0.00%	45.00%	45.00%
TL32	Financial viability measured in terms of the available cash to cover fixed operating expenditure as at 30 June 2020 (Available cash+ investments)/ Monthly fixed operating expenditure)	Number of months it takes to cover fix operating expenditure with available cash	All	2	0	0	0	0.6	0.6
TL33	Submit the annual financial statements to the Auditor-General by 31 August 2019	Statements submitted to the AG by 31 August 2019	All	1	1	0	0	0	1
TL34	Achievement of a payment percentage of above 70% quarterly {(Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts Written Off)/Billed Revenue x 100}	Payment % achieved	All	97%	70.00%	70.00%	70.00%	70.00%	70.00%

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Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL35	Prepare and submit the adjustments budget to Council by the 28 February 2020	Adjustments budget submitted by 28 February 2020	All	1	0	0	1	0	1
TL36	Prepare and submit the draft budget to Council by 31 March 2020	Draft budget submitted by 31 March 2020	All	1	0	0	1	0	1
TL37	Prepare and submit the final budget to Council by 31 May 2020	Final budget submitted by 31 May 2020	All	1	0	0	0	1	1
TL38	70% of approved budget spent by 30 June 2020 for MSCOA project compliance {(Actual expenditure divided by the total approved budget) x 100}	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%
TL39	70% of approved budget spent by 30 June 2020 for IT reform {(Actual expenditure divided by the total approved budget) x 100}	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%

v) *Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL1	Develop Risk based audit plan (RBAP) for 2020/21 and submit to the Audit Committee by 30 June 2020	RBAP for 2020/21 submitted to the Audit Committee by 30 June 2020	All	1	0	0	0	1	1
TL12	Establish a risk committee by 31 December 2019	Risk Committee established by 31 December 2019	All	New indicator for 2019/20	0	1	0	0	1
TL13	Review the Risk Strategy and submit to the Risk Committee by 30 June 2020	Risk Strategy reviewed and submitted to the Risk Committee by 30 June 2020	All	New indicator for 2019/20	0	0	0	1	1

vi) *Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL4	Submit a business proposal to council for a key small regeneration programme by 30 June 2020	Business proposal submitted to council by 30 June 2020	All	2	0	0	0	1	1

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Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL5	Establish a Youth Centre in Hanover by 30 June 2020	Youth Centre established by 30 June 2020	6	1	0	0	0	1	1
TL10	Host a LED summit by June 2020	LED summit hosted by 30 June 2020	All	New indicator for 2019/20	0	0	0	1	1
TL40	Create temporary jobs - FTE's in terms of EPWP by 30 June 2020 (Person days / FTE (230 days))	Number of FTE's created	All	99	0	0	0	61	61

vii) Provision of access to all basic services rendered to residents within the available resources

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL17	Conduct quarterly housing consumer education programs	Number of housing consumer education programs conducted	All	5	1	1	1	1	4
TL18	Conduct a quarterly verification of the housing needs register	Number of verification of the housing needs register conducted	All	5	1	1	1	1	4
TL19	Review the Human Settlement Plan and submit to Council by 30 June 2020	Human Settlement Plan reviewed and submitted to Council by 30 June 2020	All	1	0	0	0	1	1
TL20	70% of the maintenance budget of waste management spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of the budget spent ((Actual expenditure divided by the approved budget)x100)	All	100%	5.00%	25.00%	60.00%	70.00%	70.00%
TL24	Number of formal residential properties that receive piped water (credit and prepaid water) that is connected to the municipal water infrastructure network and billed for the service as at 30 June 2020	Number of residential properties which are billed for water or have pre paid meters as at 30 June 2020	All	8 081	8 000	8 000	8 000	8 000	8 000
TL25	Number of formal residential properties connected to the municipal electrical infrastructure network (credit and prepaid electrical metering)(Excluding Eskom areas) and billed for the service as at 30 June 2020	Number of residential properties which are billed for electricity or have pre paid meters (Excluding Eskom areas) as at 30 June 2020	All	8 945	7 000	7 000	7 000	7 000	7 000

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Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
TL26	Number of formal residential properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) and billed for the service as at 30 June 2020	Number of residential properties which are billed for sewerage as at 30 June 2020	All	8 346	8 000	8 000	8 000	8 000	8 000
TL27	Number of formal residential properties for which refuse is removed once per week and billed for the service as at 30 June 2020	Number of residential properties which are billed for refuse removal as at 30 June 2020	All	8 036	8 000	8 000	8 000	8 000	8 000
TL29	The percentage of the municipal capital budget actually spent on capital projects by 30 June 2020 $\{(\text{Actual amount spent on projects} / \text{Total amount budgeted for capital projects}) \times 100\}$	% of capital budget spent by 30 June 2020	All	43.74%	0.00%	15.00%	0.00%	70.00%	70.00%
TL41	70% of the water maintenance budget spent by 30 June 2020 $\{(\text{Actual expenditure divided by the approved budget}) \times 100\}$	% of approved water maintenance budget spent	All	33.15%	5.00%	25.00%	60.00%	70.00%	70.00%
TL42	Limit % water unaccounted for quarterly to 22% $[(\text{Number of Kilolitres Water Purchased or Purified} - \text{Number of Kilolitres Water Sold}) / (\text{Number of Kilolitres Water Purchased or Purified}) \times 100]$	% water unaccounted for	All	30.08%	0.00%	0.00%	0.00%	22.00%	22.00%
TL43	Achieve a 90% water quality quarterly as per SANS 241 requirements for all water sampling points	% water quality level	All	100%	90.00%	90.00%	90.00%	90.00%	90.00%
TL44	70% of the waste water maintenance budget spent by 30 June 2020 $\{(\text{Actual expenditure divided by the approved budget}) \times 100\}$	% of approved waste water maintenance budget spent	All	19.85%	5.00%	25.00%	60.00%	70.00%	70.00%
TL45	70% of the roads and stormwater maintenance budget spent by 30 June 2020 $\{(\text{Actual expenditure divided by the approved budget}) \times 100\}$	% of approved roads and stormwater maintenance budget spent	All	139.19%	5.00%	25.00%	60.00%	70.00%	70.00%
TL46	Limit % electricity unaccounted for to 18% by 30 June 2020 $[(\text{Number of Electricity Units Purchased} - \text{Number of Electricity Units Sold}) / \text{Number of Electricity Units Purchased}] \times 100]$	% of electricity unaccounted for	All	17.64%	0.00%	0.00%	0.00%	18.00%	18.00%
TL47	70% of the recreational and swimming pool maintenance budget spent by 30 June 2020	% of approved recreational areas and swimming pool	All	99.73%	5.00%	25.00%	60.00%	70.00%	70.00%

Emthanjeni Municipality

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Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Target				
					Q1	Q2	Q3	Q4	Annual
	((Actual expenditure divided by the approved budget)x100)	maintenance budget spent							
TL48	70% of the electricity maintenance budget spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of approved electricity maintenance budget spent	All	63.93%	5.00%	25.00%	60.00%	70.00%	70.00%
TL49	70% of approved budget spent by 30 June 2020 for the upgrading of the Khwezi Sports Ground ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	6	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%
TL50	70% of approved budget spent by 30 June 2020 for the Stormwater Phase 3 ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	7	98%	0.00%	15.00%	0.00%	70.00%	70.00%
TL51	70% of approved budget spent by 30 June 2020 for the construction of Nonzwakazi and De Aar East High Mast - Ph1 ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	3	100%	0.00%	15.00%	0.00%	70.00%	70.00%
TL52	70% of approved budget spent by 30 June 2020 for the Waterdal refurbishment/upgrading of 6.6 KV to 11 KV Network ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	3	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%
TL53	70% of approved budget spent by 30 June 2020 for the construction of Oxidation Ponds in Britstown ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	7	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%
TL54	70% of approved budget spent by 30 June 2020 for new vehicles ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%
TL55	70% of approved budget spent by 30 June 2020 for prepaid meters ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%
TL56	70% of approved budget spent by 30 June 2020 for new streets and resealing ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	0.00%	70.00%	70.00%

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Performance Report for the mid-year ending 31 December 2019

a) Budget spending per strategic objective

The table below provide an analysis of the budget allocation per strategic objective (Opex excludes internal transfers) for the 2019/20 financial year:

Strategic Objective	Capital Budget	Operational Budget
	R'000	R'000
Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties	288	5 367
Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor	0	3 161
Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives	0	3 859
Maintaining a financially sustainable and viable Municipality	2 005	21 256
Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality	0	7 287
Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area	0	3 650
Provision of access to all basic services rendered to residents within the available resources	23 697	200 490
Municipal Transformation and Institutional Development	720	82
Total	26 710	245 151

The table below provide an analysis of the actual spending per strategic objective for the mid-year ending 31 December 2019

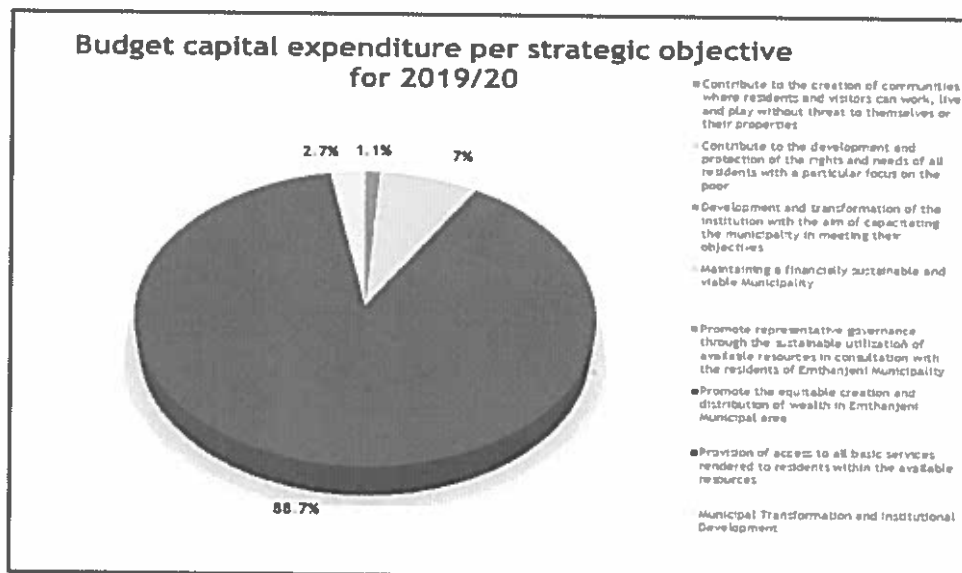
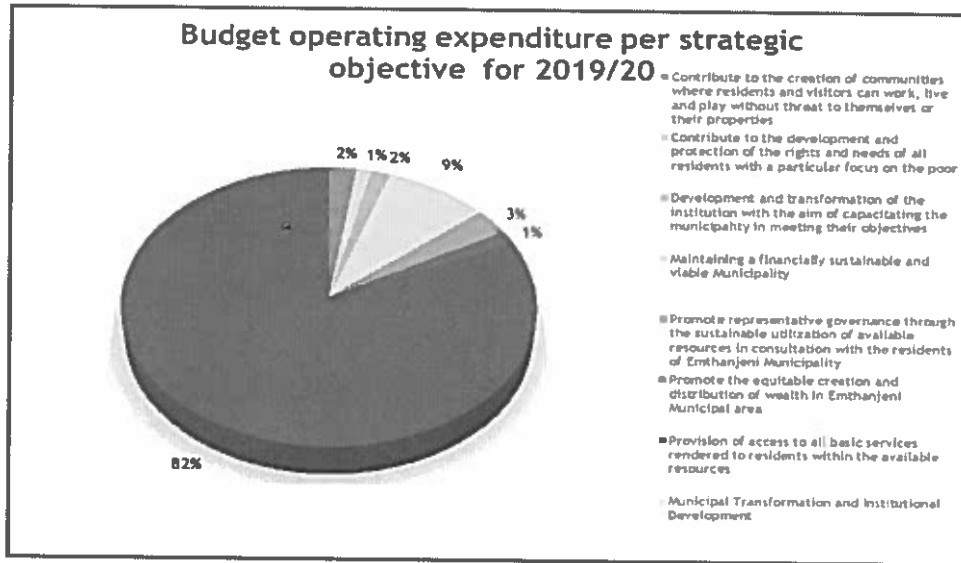
Strategic Objective	Actual Capital Expenditure as at 31 December 2019	Actual Operating Expenditure as at 31 December 2019
	R'000	R'000
Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties	0	3 931
Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor	0	2 248
Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives	0	3 124
Maintaining a financially sustainable and viable Municipality	0	11 164
Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality	0	6 825
Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area	0	1 765
Provision of access to all basic services rendered to residents within the available resources	11 261	65 698

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Strategic Objective	Actual Capital Expenditure as at 31 December 2019 R'000	Actual Operating Expenditure as at 31 December 2019 R'000
Municipal Transformation and Institutional Development	0	937
Total	11 261	95 692

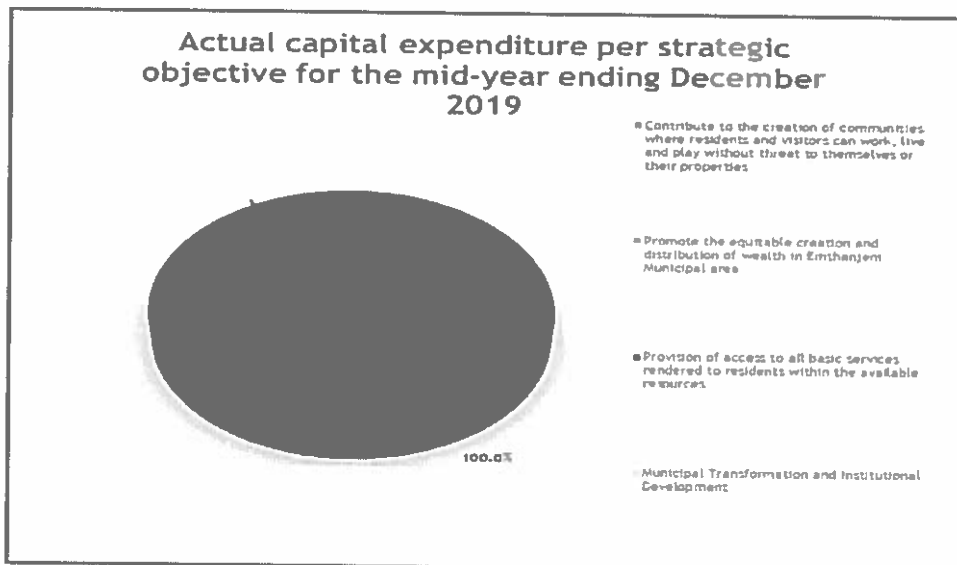
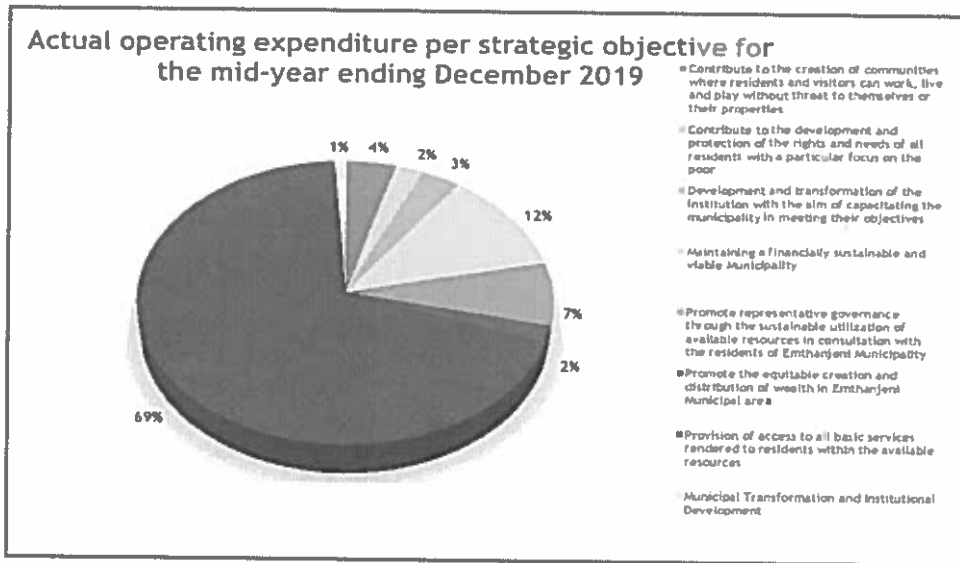
The graphs below indicate the budget operating and capital expenditure per strategic objective for 2019/20:



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The graphs below indicate the actual operating and capital expenditure per strategic objective for the mid-year ending December 2019:

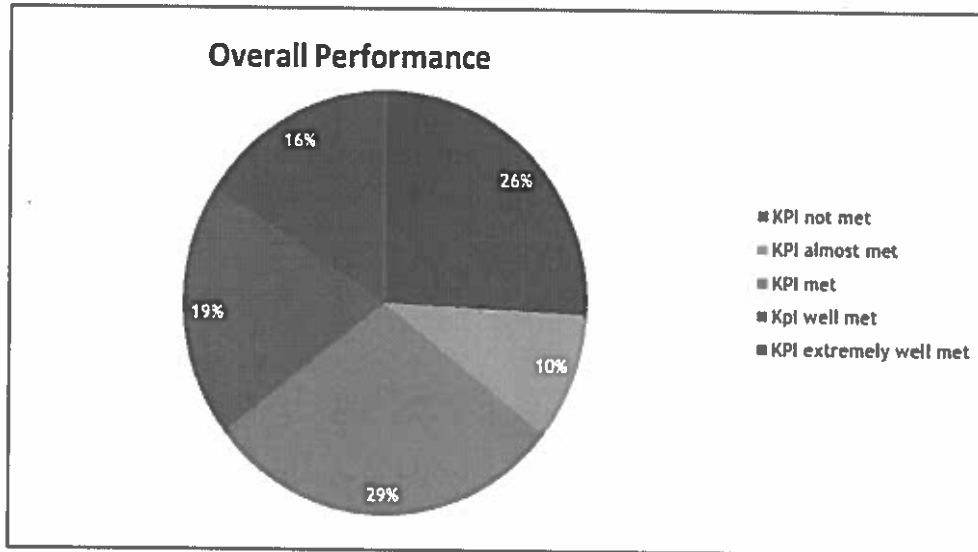


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2. MID-YEAR PERFORMANCE AGAINST THE PERFORMANCE INDICATORS SET IN THE APPROVED TOP LAYER SDBIP FOR 2019/20

2.1 OVERALL ACTUAL PERFORMANCE OF INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2019



Measurement Category	Objectives						Total
	Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties	Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor	Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives	Maintaining a financially sustainable and viable Municipality	Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality	Provision of access to all basic services rendered to residents within the available resources	
KPI Not Met	0	0	0	1	1	6	8
KPI Almost Met	0	0	0	0	0	3	3
KPI Met	1	1	0	3	0	4	9
KPI Well Met	1	0	0	0	0	5	6
KPI Extremely Well Met	0	0	1	0	0	4	5
Total	2	1	1	4	1	22	31

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Category	Colour	Explanation
KPI's Not Met	R	0% >= Actual/Target < 75%
KPI's Almost Met	O	75% >= Actual/Target < 100%
KPI's Met	G	Actual/Target = 100%
KPI's Well Met	G2	100% > Actual/Target < 150%
KPI's Extremely Well Met	B	Actual/Target >= 150%

ACTUAL PERFORMANCE PER STRATEGIC OBJECTIVE OF INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2019

Detailed below is the unaudited Top Layer SDBIP for the first half of the financial year ending 31 December 2019 which measures the Municipality's overall performance per strategic objective. The tables, furthermore, includes the performance comments and corrective measures indicated for targets not achieved.

The Municipality met 65% (20 of 31) of the applicable KPI's for the period as at 31 December 2019. The remainder of the KPI's (25) on the Top Layer SDBIP out of the total number of 56 KPI's do not have targets for this period and will be reported on in future quarters when they are due. 35% (11 of 31) kpi targets were not achieved as at 31 December 2019 of which the details are included in the tables below.

The Top Layer SDBIP will be revised and submitted with the Adjustments Budget to Council by the end of February 2020 with the necessary motivation where key performance indicator targets require amendment as a result of the Adjustments Budget and corrections as a result of the audit outcomes of 2018/19. .

i) *Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL11	70% of the maintenance budget for Community Halls spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of approved Community Halls maintenance budget spent	All	New indicator for 2019/20	5.00%	25.00%	25.00%	25.17%	G2
TL22	70% of approved budget spent by 30 June 2020 for the upgrading of buildings and fencing in the Emthanjeni municipal area {(Actual expenditure divided by the total approved budget) x 100}	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	15.00%	15.00%	G

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Performance Report for the mid-year ending 31 December 2019

- ii) *Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL28	Provide free basic services to indigent households as at 30 June 2020	Number of indigent households receiving free basic services as at 30 June 2020	All	3 838	3 000	3 000	3 000	3 000	G

- iii) *Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL7	Limit vacancy rate to 15% of budgeted posts by 30 June 2020 ((Number of funded posts vacant divided by budgeted funded posts)x100)	((Number of funded posts vacant divided by budgeted funded posts)x100)	All	7.09%	0.00%	15.00%	15.00%	0.00%	B

- iv) *Maintaining a financially sustainable and viable Municipality*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL33	Submit the annual financial statements to the Auditor-General by 31 August 2019	Statements submitted to the AG by 31 August 2019	All	1	1	0	1	1	G
TL34	Achievement of a payment percentage of above 70% quarterly ((Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts Written Off)/Billed Revenue x 100)	Payment % achieved	All	97%	70.00%	70.00%	70.00%	70.00%	G

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Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL38	70% of approved budget spent by 30 June 2020 for MSCOA project compliance ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	15.00%	10.00%	R
Corrective action		Have a meeting with Sebata							
TL39	70% of approved budget spent by 30 June 2020 for IT reform ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	15.00%	15.00%	G

v) *Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL12	Establish a risk committee by 31 December 2019	Risk Committee established by 31 December 2019	All	New Indicator for 2019/20	0	1	1	0	R
Corrective action		To be established before the end of the financial year							

vi) *Provision of access to all basic services rendered to residents within the available resources*

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL17	Conduct quarterly housing consumer education programs	Number of housing consumer education programs conducted	All	5	1	1	2	3	B
TL18	Conduct a quarterly verification of the housing needs register	Number of verifications of the housing needs register conducted	All	5	1	1	2	2	G
TL20	70% of the maintenance budget of waste management spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of the budget spent ((Actual expenditure divided by the approved budget)x100)	All	100%	5.00%	25.00%	25.00%	30.00%	G2

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Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL24	Number of formal residential properties that receive piped water (credit and prepaid water) that is connected to the municipal water infrastructure network and billed for the service as at 30 June 2020	Number of residential properties which are billed for water or have pre paid meters as at 30 June 2020	All	8 081	8 000	8 000	8 000	8 000	G
TL25	Number of formal residential properties connected to the municipal electrical infrastructure network (credit and prepaid electrical metering)(Excluding Eskom areas) and billed for the service as at 30 June 2020	Number of residential properties which are billed for electricity or have pre paid meters (Excluding Eskom areas) as at 30 June 2020	All	8 945	7 000	7 000	7 000	7 000	G
TL26	Number of formal residential properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) and billed for the service as at 30 June 2020	Number of residential properties which are billed for sewerage as at 30 June 2020	All	8 346	8 000	8 000	8 000	6 985	O
Corrective action		New houses in Hanover are still to be connected							
TL27	Number of formal residential properties for which refuse is removed once per week and billed for the service as at 30 June 2020	Number of residential properties which are billed for refuse removal as at 30 June 2020	All	8 036	8 000	8 000	8 000	7 528	O
Corrective action		New house in Hanover still to be connected							
TL29	The percentage of the municipal capital budget actually spent on capital projects by 30 June 2020 $\left\{ \frac{\text{Actual amount spent on projects}}{\text{Total amount budgeted for capital projects}} \times 100 \right\}$	% of capital budget spent by 30 June 2020	All	43.74%	0.00%	15.00%	15.00%	15.00%	G
TL41	70% of the water maintenance budget spent by 30 June 2020 $\left\{ \frac{\text{Actual expenditure}}{\text{Approved budget}} \times 100 \right\}$	% of approved water maintenance budget spent	All	33.15%	5.00%	25.00%	25.00%	19.63%	O
Corrective action		Orders must be generated according to requisitions written. Credit Control must be implemented to improve Cash Flow situation							

Emthanjeni Municipality

Performance Report for the mid-year ending 31 December 2019

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL43	Achieve a 90% water quality quarterly as per SANS 241 requirements for all water sampling points	% water quality level	All	100%	90.00%	90.00%	90.00%	100.00%	G2
TL44	70% of the waste water maintenance budget spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of approved waste water maintenance budget spent	All	19.85%	5.00%	25.00%	25.00%	12.18%	R
Corrective action		Credit Control must be implemented without fear or favor. Suppliers must be paid on time							
TL45	70% of the roads and stormwater maintenance budget spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of approved roads and stormwater maintenance budget spent	All	139.19%	5.00%	25.00%	25.00%	32.97%	G2
TL47	70% of the recreational and swimming pool maintenance budget spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of approved recreational areas and swimming pool maintenance budget spent	All	99.73%	5.00%	25.00%	25.00%	30.51%	G2
TL48	70% of the electricity maintenance budget spent by 30 June 2020 ((Actual expenditure divided by the approved budget)x100)	% of approved electricity maintenance budget spent	All	63.93%	5.00%	25.00%	25.00%	35.58%	G2
TL49	70% of approved budget spent by 30 June 2020 for the upgrading of the Khwezi Sports Ground ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	6	New indicator for 2019/20	0.00%	15.00%	15.00%	7.30%	R
Corrective action		Contractor must be appointed Urgently to improve expenditure							
TL50	70% of approved budget spent by 30 June 2020 for the Stormwater Phase 3 ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	7	98%	0.00%	15.00%	15.00%	4.60%	R
Corrective action		Contractor must submit amended programme, cashflow and accelerated plan to improve expenditure							

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Performance Report for the mid-year ending 31 December 2019

Ref	KPI	Unit of Measurement	Wards	Actual performance of 2018/19	Overall performance for the mid-year ending 31 December 2019				
					Q1	Q2	Target	Actual	R
TL51	70% of approved budget spent by 30 June 2020 for the construction of Nonzwakazi and De Aar East High Mast - Ph1 ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	3	100%	0.00%	15.00%	15.00%	0.00%	R
Corrective action		The Contractor must be appointed Urgently to improve expenditure							
TL52	70% of approved budget spent by 30 June 2020 for the Waterdal refurbishment/upgrading of 6.6 KV to 11 KV Network ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	3	New indicator for 2019/20	0.00%	15.00%	15.00%	76.00%	B
TL53	70% of approved budget spent by 30 June 2020 for the construction of Oxidation Ponds in Britstown ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	7	New indicator for 2019/20	0.00%	15.00%	15.00%	36.00%	B
TL54	70% of approved budget spent by 30 June 2020 for new vehicles ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	New indicator for 2019/20	0.00%	15.00%	15.00%	0.00%	R

ADJUSTMENT OF THE TOP LAYER SDBIP FOR 2018/19

In terms of Section 27(2)(b), when submitting an adjustments budget to the National Treasury and the relevant provincial treasury in terms of Section 28(7) of the MFMA read together with Section 24(3) of the MFMA, the municipal manager must also submit the amended service delivery and budget implementation plan, within ten working days after the council has approved the amended plan in terms of Section 54(1)(c) of the MFMA.

The Top Layer SDBIP will be revised if needed and submitted with the Adjustments Budget to Council with the necessary motivation where key performance indicator targets require amendment as a result of the Adjustments Budget and/or corrections as a result of the audit outcomes of 2018/19.

Emthanjeni Municipality

Performance Report for the mid-year ending 31 December 2019

ANNUAL REPORT 2018/19

The draft Annual Report of the 2018/19 financial year will be tabled by the end of January 2019.

As prescribed in Section 72(1)(a)(iii) of the MFMA the Accounting Officer must assess the performance of the municipality in the first 6 months taking into account the past year's Annual Report and progress on resolving the problems identified in the Annual Report. Council has appointed a Municipal Public Accounts Committee (MPAC) in October 2012, who will compile an oversight report. This report will include a summary of comments and conclusions on the Annual Report of the municipality and will include one or more of the following:

- ✶ Misstatements in the Financial Statements;
- ✶ Material under spending of the budget;
- ✶ Planned key performance indicators not achieved;
- ✶ Non-compliance with laws and regulations;
- ✶ Assessment by Internal Audit on predetermined objectives (PMS);
- ✶ Financial management; and
- ✶ Governance.

EMTHANJENI MUNICIPALITY



Mid-Year Budget & Performance Assessment 2019-2020

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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.

1 Section 1 - Introduction

1.1 Purpose

To inform Council on progress made in the implementation of the original budget and rolled over projects in respect of the first six months of 2019/20 financial year as well as recommend whether an adjustments budget is necessary. 5

1.2 Legal requirements

In terms of Section 72 of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003):

- (1) The accounting officer of a municipality must by 25 January of each year -
 - (a) assess the performance of the municipality during the first half of the financial year, taking into account -
 - (i) the monthly statements referred to in section 71 for the first half of the financial year;
 - (ii) the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;
 - (iii) the past year's annual report, and progress on resolving problems identified in the annual report; and
 - (iv) the performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and
 - (b) submit a report on such assessment to -
 - (i) the mayor of the municipality
 - (ii) the National Treasury; and
 - (iii) the relevant Provincial Treasury.
- (2) The statement referred to in section 71(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1)(b) of this section.
- (3) The accounting officer must, as part of the review -
 - (a) make recommendations as to whether an adjustments budget is necessary; and
 - (b) recommend revised projections for revenue and expenditure to the extent that this may be necessary.

Thereafter, the mayor must, in terms of Section 54(1);

- (a) Consider the report;
- (b) Check whether the municipality's approved budget is

- implemented in accordance with the service delivery and budget implementation plan;
- (c) Consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;
- (d) Issue any appropriate instructions to the accounting officer to ensure-
- (i) That the budget is implemented in accordance with the service delivery and budget implementation plan; and
 - (ii) That spending of funds and revenue collection proceed in accordance with the budget;
- (e) Identify any financial problems facing the municipality, including any emerging or impending financial problems; and
- (f) Submit the report to the council by 31 January of each year.

6

1.3 Contents of this report

With the concurrence of the Chief Financial Officer, it was agreed that:

- (a) The Budget and Treasury Office prepare a report complying with the financial requirements of MFMA section 71.
- The mid-year budget statement for December 2019 is submitted to all legislated parties by 25 January 2020.
- That this report be submitted by the accounting officer to the executive Mayor on 24 January 2019 in order to allow the executive Mayor to fulfil his responsibilities in terms of section 51 of the MFMA.
- (b) The Performance Internal Auditing and Risk Management Section in the Office of the Municipal Manager assist with the revision of the SDBIP after determination as by the Mayor as to whether amendments are required to the current SDBIP.
- (c) The outcomes of the above-mentioned reports and reviews form the basis of the mid-year budget and performance assessment as well as the adjustments budget.

Section 2 – Mayor’s Report

2.1.1 Financial problems or risks facing the municipality

An area of concern is the under-performance in relation to the implementation of the capital budget however the biggest threat to the municipality poor payment culture from our consumers then places a huge strain on the cash flow of the municipality.

2.1.2 Relevant information

Year-to-date operating revenue realised is -3 % below the year-to-date budget for December 2019.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2019/2020 financial year, this situation arose because certain customer’s property rates being billed annually. As well as operating grants received that exceeds the monthly budget the reason for this being that the there was no payment schedule available at the time of concluding the budget.

The reason for the negative operating revenue is due to the fact that the municipality was not able to collect the projected amount of revenue. The majority of can be attributable to electricity where a variance of R-4 628 on the YTD budget exists.

Operating expenditure incurred amounts to -19% below the year-to-date operating expenditure. 23.88% of the total capital budget has been spent at 31 December 2019, with 93.68% of that being funded from capital grants.¹

Section 3 – Resolutions

IN-YEAR REPORTS 2019/2020

This is the resolution that will be presented to Council when the In-Year Report is tabled: 8

RECOMMENDATION:

- (a) That Council notes the monthly budget statement and supporting documentation for January 2020.

Section 4 – Executive Summary

4.1 Introduction

Year-to-date operating revenue realised is -3 % below the year-to-date budget for December 2019.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2019/2020 financial year, this situation arose because certain customer's property rates being billed annually. 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 -19% below the year-to-date operating expenditure. 23.88% of the total capital budget has been spent at 31 December 2019, with 93.68% of that being funded from capital grants.ⁱⁱ

4.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest Adjustments)

Revenue by Source

Year-to-date revenue realised R3, 471 Million, below year-to-date budget projections for December 2019².

Operating expenditure by type

Year-to-date expenditure is -19% or R24, 047 Million, below the year-to-date budget as at 31 December 2019.

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)
Table C4 – Total expenditure by type

Capital expenditure

Year-to-date expenditure on capital amounts to R11.674 million or 23.88% of the capital budget of R48.873 million⁴, 93.68% of expenditure to date has been funded from capital grants recognised⁵.

9

Refer to Section 4 – Table C5 for more detail.

Cash flows

The financial year commenced with cash & cash equivalents balance of R23, 992 million⁶.

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

4.3 Material variances

Description	Variance
Revenue by source	
Property rates	5 247
Service charges - electricity re	(4 628)
Fines	(3 650)
Licences and permits	(940)
Expenditure by type	
Debt impairment	(3 710)
Depreciation & asset impairme	(5 087)
Other expenditure	(1 258)
Other materials	(3 216)
Capital expenditure	
Road transport	(14 006)
Electricity	(31)
Water	6 510
Waste water management	-
Cash Flow	
Service charges	(20 356)
Other revenue	13 354
Capital assets	(9 920)

4.4 Remedial or corrective steps

1

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 2019-20
Underspending on the repairs and maintainence Budget	The situation will be taken into account when drawing up the adjustment budget of 2019-20
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2019-20
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2019-20
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2019-20
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2019-20
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 2019-20
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2019-20

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 investmen

Section 5 – In-year budget statement tables

5.1 Monthly budget statements

5.1.1 Table C1: s71 Monthly Budget Statement Summary

NC073 Emthanjeni - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment

Description	2018/19	Budget Year 2019/20							
	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	32 179	32 175	35 778	1 784	22 236	16 988	5 247	31%	30 665
Service charges	117 824	157 675	157 862	11 332	60 033	69 066	(9 033)	-13%	106 383
Investment revenue	1 468	2 056	2 056	11	312	1 028	(716)	-70%	806
Transfers recognised - operational	45 375	49 796	49 796	6 539	28 279	23 910	4 369	18%	41 210
Other own revenue	14 747	10 732	15 545	2 813	18 679	22 017	(3 338)	-15%	38 515
Total Revenue (excluding capital transfers and contributions)	211 592	252 434	261 036	22 480	129 537	133 008	(3 471)	-3%	217 580
Employee costs	76 915	89 208	81 208	7 181	43 388	42 113	1 275	3%	69 838
Remuneration of Councillors	5 335	6 631	6 631	456	2 739	3 104	(366)	-12%	5 046
Depreciation & asset impairment	62 755	10 175	10 175	-	-	5 087	(5 087)	-100%	7 337
Finance charges	8 207	2 038	2 038	914	2 729	1 019	1 710	168%	5 468
Materials and bulk purchases	72 118	85 045	82 045	5 464	29 532	42 862	(13 329)	-31%	73 894
Transfers and grants	469	1 913	1 913	-	-	-	-	-	-
Other expenditure	59 170	50 140	50 140	2 361	22 371	30 620	(8 249)	-27%	54 381
Total Expenditure	284 970	245 151	234 151	16 377	100 761	124 806	(24 047)	-19%	215 964
Surplus/(Deficit)	(73 378)	7 283	26 886	6 103	28 778	8 202	20 576	251%	1 616
Transfers recognised - capital	30 017	29 784	29 784	-	1 500	15 533	(14 033)	-90%	14 602
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(43 361)	37 068	56 670	6 103	30 278	23 735	6 542	28%	16 218
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(43 361)	37 068	56 670	6 103	30 278	23 735	6 542	28%	16 218
Capital expenditure & funds sources									
Capital expenditure	20 832	48 873	48 873	3 042	11 674	22 664	(10 990)	-48%	20 739
Capital transfers recognised	10 478	29 784	29 784	2 916	10 937	14 892	(3 955)	-27%	13 905
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	9 497	12 000	12 000	-	-	-	-	-	-
Internally generated funds	856	7 088	-	126	736	7 772	(7 036)	-91%	6 834
Total sources of capital funds	20 832	48 873	41 784	3 042	11 674	22 664	(10 990)	-48%	20 739
Financial position									
Total current assets	84 383	71 273	71 273	-	154 222	-	-	-	110 700
Total non current assets	860 127	911 213	911 213	-	770 963	-	-	-	937 687
Total current liabilities	94 970	63 668	63 668	-	227 329	-	-	-	31 639
Total non current liabilities	83 832	52 247	52 247	-	2 459	-	-	-	36 071
Community wealth/Equity	765 708	866 572	866 572	695 397	695 397	695 397	0	0%	980 677
Cash flows									
Net cash from (used) operating	35 458	36 719	36 719	7 967	43 342	18 360	(24 982)	-136%	23 890
Net cash from (used) investing	(31 910)	(48 673)	(48 673)	(3 353)	(14 402)	(24 353)	(9 951)	41%	(20 610)
Net cash from (used) financing	(3 388)	11 501	11 501	(551)	(2 758)	4 748	7 506	158%	(590)
Cash/cash equivalents at the month/year end	2 943	487	487	-	29 124	(306)	(29 430)	9632%	5 634
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	-	12 848	5 713	4 923	4 749	4 426	17 003	91 321	140 983
Creditors Age Analysis									
Total Creditors	6 938	6 495	8 652	51 753	-	-	-	-	73 839

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

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Mid-Year Assessment

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue - Standard										
<i>Governance and administration</i>		55 913	60 075	63 677	5 314	39 863	30 938	8 925	29%	51 180
Executive and council		4 930	4 955	4 955	648	4 359	2 478	1 882	76%	4 295
Budget and treasury office		50 917	22 630	22 630	4 665	35 465	28 429	7 036	25%	46 801
Corporate services		66	32 490	36 092	1	38	31	7	22%	84
<i>Community and public safety</i>		13 595	20 125	25 125	85	1 695	8 327	(6 632)	-80%	11 325
Community and social services		1 777	1 602	1 602	56	775	801	(26)	-3%	1 942
Sport and recreation		148	12 126	12 126	1	11	3 078	(3 067)	-100%	123
Public safety		10 701	6 349	11 349	24	4 213	4 424	(4 212)	-95%	7 951
Housing		968	49	49	3	697	25	672	2732%	41
Health		1	-	-	-	-	-	-	-	1 227
<i>Economic and environmental services</i>		15 089	3 043	3 043	-	326	10 723	(10 397)	-97%	3 816
Planning and development		1 000	2 503	2 503	-	305	10 453	(10 148)	-97%	1 610
Road transport		14 088	540	540	-	21	270	(249)	-92%	2 207
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		157 014	198 975	198 975	17 081	89 153	98 900	(9 746)	-10%	165 860
Electricity		83 532	95 304	95 304	8 564	46 708	49 435	(2 727)	-6%	90 239
Water		42 472	41 053	41 053	3 679	18 207	23 644	(5 437)	-23%	38 471
Waste water management		19 843	44 927	44 927	3 030	15 235	16 044	(809)	-5%	24 322
Waste management		11 168	17 690	17 690	1 808	9 004	9 777	(773)	-8%	12 828
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	241 610	282 218	290 821	22 480	131 037	148 888	(17 851)	-12%	232 182
Expenditure - Standard										
<i>Governance and administration</i>		61 423	55 806	53 806	3 423	22 421	27 418	(4 997)	-18%	48 553
Executive and council		22 945	17 008	17 008	880	6 414	8 239	(1 825)	-22%	14 054
Budget and treasury office		26 704	19 677	18 910	1 897	11 164	11 571	(407)	-4%	21 982
Corporate services		11 773	19 121	17 887	645	4 844	7 608	(2 764)	-36%	12 518
<i>Community and public safety</i>		34 400	31 614	29 614	2 034	12 440	15 735	(3 295)	-21%	29 417
Community and social services		19 040	14 102	13 102	833	5 144	6 894	(1 750)	-25%	11 849
Sport and recreation		4 367	4 959	4 459	358	2 247	2 647	(400)	-15%	4 654
Public safety		7 284	9 913	9 413	668	3 931	4 847	(915)	-19%	10 367
Housing		3 672	2 475	2 475	175	1 115	1 265	(149)	-12%	2 400
Health		37	165	165	-	3	83	(80)	-96%	148
<i>Economic and environmental services</i>		38 185	30 679	29 179	1 425	10 467	15 862	(5 395)	-34%	28 440
Planning and development		15 530	14 189	13 689	732	5 460	7 071	(1 611)	-23%	12 162
Road transport		22 654	16 490	15 490	693	5 008	8 791	(3 784)	-43%	16 278
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		149 735	126 569	121 069	9 401	54 848	65 506	(10 658)	-16%	108 815
Electricity		96 038	88 174	84 174	6 056	32 872	43 819	(10 947)	-25%	71 539
Water		25 975	14 707	14 207	1 129	7 146	8 067	(920)	-11%	12 906
Waste water management		16 230	11 906	11 406	1 111	7 236	6 984	252	4%	12 936
Waste management		11 492	11 781	11 281	1 106	7 593	6 636	957	14%	11 435
Other		1 228	483	483	94	583	285	298	104%	738
Total Expenditure - Standard	3	284 970	245 151	234 151	16 377	100 760	124 806	(24 047)	-19%	215 964
Surplus/ (Deficit) for the year		(43 361)	37 068	56 670	6 103	30 278	24 082	6 196	26%	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) - Mid-Year

Vote Description	Ref	2018/19	Budget Year 2019/20							
		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	4 930	4 955	4 955	648	4 359	2 478	1 882	76.0%	4 295
Vote 2 - FINANCE AND ADMINISTRATION		50 983	55 120	58 722	4 666	35 503	28 460	7 043	24.7%	46 885
Vote 3 - PLANNING AND DEVELOPMENT		1 000	2 503	2 503	-	305	10 453	(10 148)	-97.1%	1 610
Vote 4 - HEALTH		1	-	-	-	-	-	-	-	1 227
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 777	1 602	1 602	56	775	801	(26)	-3.2%	1 942
Vote 6 - PUBLIC SAFETY		10 701	6 349	11 349	24	213	4 424	(4 212)	-95.2%	7 991
Vote 7 - SPORT AND RECREATION		148	12 126	12 126	1	11	3 078	(3 067)	-99.7%	123
Vote 8 - ROAD TRANSPORT		14 088	540	540	-	21	270	(249)	-92.1%	2 207
Vote 9 - OTHER		-	-	-	-	-	-	-	-	-
Vote 10 - HOUSING SERVICES		968	49	49	3	697	25	672	2732.4%	41
Vote 11 - WASTE MANAGEMENT		11 168	17 690	17 690	1 808	9 004	9 777	(773)	-7.9%	12 828
Vote 12 - WASTE WATER MANAGEMENT		19 843	44 927	44 927	3 030	15 235	16 044	(809)	-5.0%	24 322
Vote 13 - ELECTRICITY		83 532	95 304	95 304	8 564	46 708	49 435	(2 727)	-5.5%	90 239
Vote 14 - WATER		42 472	41 053	41 053	3 679	18 207	23 644	(5 437)	-23.0%	38 471
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	241 610	282 218	290 821	22 480	131 037	148 888	(17 851)	-12.0%	232 182
Expenditure by Vote										
Vote 1 - EXECUTIVE AND COUNCIL	1	22 945	17 008	17 008	880	6 414	8 239	(1 825)	-22.2%	14 054
Vote 2 - FINANCE AND ADMINISTRATION		38 478	38 797	36 797	2 542	16 008	19 179	(3 171)	-16.5%	34 499
Vote 3 - PLANNING AND DEVELOPMENT		15 530	14 189	13 689	732	5 460	7 071	(1 611)	-22.8%	12 162
Vote 4 - HEALTH		37	165	165	-	3	83	(80)	-96.2%	148
Vote 5 - COMMUNITY AND SOCIAL SERVICES		19 040	14 102	13 102	833	5 144	6 894	(1 750)	-25.4%	11 849
Vote 6 - PUBLIC SAFETY		7 284	9 913	9 413	668	3 931	4 847	(915)	-18.9%	10 367
Vote 7 - SPORT AND RECREATION		4 367	4 959	4 459	358	2 247	2 647	(400)	-15.1%	4 654
Vote 8 - ROAD TRANSPORT		22 654	16 489	15 489	693	5 008	8 791	(3 784)	-43.0%	16 278
Vote 9 - OTHER		1 228	483	483	94	583	285	298	104.5%	738
Vote 10 - HOUSING SERVICES		3 672	2 475	2 475	175	1 115	1 265	(149)	-11.8%	2 400
Vote 11 - WASTE MANAGEMENT		11 492	11 781	11 281	1 106	7 593	6 636	957	14.4%	11 435
Vote 12 - WASTE WATER MANAGEMENT		16 230	11 906	11 406	1 111	7 236	6 984	252	3.6%	12 936
Vote 13 - ELECTRICITY		96 038	88 174	84 174	6 056	32 872	43 819	(10 947)	-25.0%	71 539
Vote 14 - WATER		25 975	14 707	14 207	1 129	7 146	8 067	(920)	-11.4%	12 906
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	284 970	245 151	234 151	16 377	100 760	124 806	(24 047)	-19.3%	215 954
Surplus/ (Deficit) for the year	2	(43 361)	37 068	56 670	6 103	30 278	24 082	6 196	25.7%	16 218

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

NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

Description	Ref	2018/19	Budget Year 2019/20							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue By Source										
Property rates		31 790	32 175	35 778	1 784	22 236	16 988	5 247	31%	30 665
Property rates - penalties & collection charges		388	-	-	-	-	-	-	-	-
Service charges - electricity revenue		73 251	89 587	89 587	5 700	28 857	33 485	(4 628)	-14%	56 203
Service charges - water revenue		25 951	35 941	35 941	3 050	15 682	17 477	(1 795)	-10%	25 864
Service charges - sanitation revenue		11 865	20 431	20 431	1 617	9 703	11 221	(1 518)	-14%	15 972
Service charges - refuse revenue		6 273	11 716	11 716	931	5 583	6 789	(1 206)	-18%	8 226
Service charges - other		484	-	187	34	208	93	115	123%	118
Rental of facilities and equipment		852	1 078	1 078	64	410	445	(35)	-8%	786
Interest earned - external investments		1 468	2 056	2 056	11	312	1 028	(716)	-70%	806
Interest earned - outstanding debtors		1 093	1 428	1 428	207	1 197	714	483	68%	954
Dividends received		-	-	-	-	-	-	-	-	-
Fines		9 202	4 598	9 598	3	59	3 709	(3 650)	-98%	6 943
Licences and permits		1 630	2 259	2 259	22	188	1 128	(940)	-83%	2 508
Agency services		-	-	-	-	-	-	-	-	-
Transfers recognised - operational		45 375	49 796	49 796	6 539	28 279	23 910	4 369	18%	41 210
Other revenue		1 967	1 369	1 182	2 516	16 783	15 920	863	5%	27 195
Gains on disposal of PPE		3	-	-	-	41	100	(59)	-59%	130
Total Revenue (excluding capital transfers and contributions)		211 592	252 434	261 036	22 480	129 537	133 008	(3 471)	-3%	217 580
Expenditure By Type										
Employee related costs		76 915	89 208	81 208	7 181	43 388	42 113	1 275	3%	69 838
Remuneration of councillors		5 335	6 631	6 631	456	2 739	3 104	(366)	-12%	5 046
Debt impairment		25 032	7 421	7 421	-	-	3 710	(3 710)	-100%	8 901
Depreciation & asset impairment		62 755	10 175	10 175	-	-	5 087	(5 087)	-100%	7 337
Finance charges		8 207	2 038	2 038	914	2 729	1 019	1 710	168%	5 468
Bulk purchases		59 964	74 329	71 329	5 117	26 301	36 415	(10 113)	-28%	57 123
Other materials		12 154	10 716	10 716	347	3 231	6 447	(3 216)	-50%	16 771
Contracted services		7 299	20 227	20 227	171	2 256	5 537	(3 281)	-59%	9 846
Transfers and grants		469	1 913	1 913	-	-	-	-	-	-
Other expenditure		24 895	22 492	22 492	2 191	20 115	21 373	(1 258)	-6%	35 634
Loss on disposal of PPE		1 945	-	-	-	-	-	-	-	-
Total Expenditure		284 970	245 151	234 151	16 377	100 760	124 806	(24 047)	-19%	215 964
Surplus/(Deficit)										
Transfers recognised - capital		(73 378)	7 283	26 886	6 103	28 778	8 202	20 576	0	1 616
Contributions recognised - capital		30 017	29 784	29 784	-	1 500	15 533	(14 033)	(0)	14 602
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(43 361)	37 068	56 670	6 103	30 278	23 735			16 218
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(43 361)	37 068	56 670	6 103	30 278	23 735			16 218
Atributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(43 361)	37 068	56 670	6 103	30 278	23 735			16 218
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(43 361)	37 068	56 670	6 103	30 278	23 735			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) - Mid-Year Assessment

Vote Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE AND ADMINISTRATION		-	-	-	-	-	-	-	-	-
Vote 3 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 4 - HEALTH		-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - PUBLIC SAFETY		-	-	-	-	-	-	-	-	-
Vote 7 - SPORT AND RECREATION		-	-	-	-	-	-	-	-	-
Vote 8 - ROAD TRANSPORT		-	-	-	-	-	-	-	-	-
Vote 9 - OTHER		-	-	-	-	-	-	-	-	-
Vote 10 - HOUSING SERVICES		-	-	-	-	-	-	-	-	-
Vote 11 - WASTE MANAGEMENT		-	-	-	-	-	-	-	-	-
Vote 12 - WASTE WATER MANAGEMENT		-	-	-	-	-	-	-	-	-
Vote 13 - ELECTRICITY		-	-	-	-	-	-	-	-	-
Vote 14 - WATER		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		30	1 631	1 631	126	412	408	4	1%	137
Vote 2 - FINANCE AND ADMINISTRATION		123	809	809	-	-	677	(677)	-100%	1 735
Vote 3 - PLANNING AND DEVELOPMENT		7	-	-	-	-	-	-	-	-
Vote 4 - HEALTH		-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		409	69	69	-	-	167	(167)	-100%	296
Vote 6 - PUBLIC SAFETY		531	30	30	-	-	158	(158)	-100%	63
Vote 7 - SPORT AND RECREATION		2	34	34	-	756	2 994	(2 237)	-75%	75
Vote 8 - ROAD TRANSPORT		9 433	40 609	40 609	-	805	14 811	(14 006)	-95%	4 200
Vote 9 - OTHER		-	-	-	-	-	-	-	-	-
Vote 10 - HOUSING SERVICES		5 213	-	-	-	-	113	(113)	-100%	-
Vote 11 - WASTE MANAGEMENT		2	9	9	-	-	40	(40)	-100%	29
Vote 12 - WASTE WATER MANAGEMENT		164	-	-	-	-	75	(75)	-100%	981
Vote 13 - ELECTRICITY		3 635	1 770	1 770	-	986	1 018	(31)	-3%	5 400
Vote 14 - WATER		1 284	3 910	3 910	2 916	8 715	2 205	6 510	295%	7 822
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	20 832	48 873	48 873	3 042	11 674	22 664	(10 990)	-48%	20 739
Total Capital Expenditure		20 832	48 873	48 873	3 042	11 674	22 664	(10 990)	-48%	20 739
Capital Expenditure - Standard Classification										
<i>Governance and administration</i>		153	2 441	719	126	412	1 085	(673)	-62%	1 873
Executive and council		30	1 631	-	126	412	408	4	1%	137
Budget and treasury office		98	639	548	-	-	447	(447)	-100%	1 385
Corporate services		25	171	171	-	-	230	(230)	-100%	350
<i>Community and public safety</i>		6 155	134	13 591	-	756	3 431	(2 675)	-78%	434
Community and social services		409	69	600	-	-	167	(167)	-100%	296
Sport and recreation		2	34	11 941	-	756	2 994	(2 237)	-75%	75
Public safety		531	30	600	-	-	158	(158)	-100%	63
Housing		5 213	-	450	-	-	113	(113)	-100%	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		9 440	40 609	19 633	-	805	14 811	(14 006)	-95%	4 200
Planning and development		7	-	-	-	-	-	-	-	-
Road transport		9 433	40 609	19 633	-	805	14 811	(14 006)	-95%	4 200
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		5 084	5 689	5 689	2 916	9 701	3 337	6 363	191%	14 232
Electricity		3 635	1 770	1 770	-	986	1 018	(31)	-3%	5 400
Water		1 284	3 910	3 910	2 916	8 715	2 205	6 510	295%	7 822
Waste water management		164	-	-	-	-	75	(75)	-100%	981
Waste management		2	9	9	-	-	40	(40)	-100%	29
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	20 832	48 873	39 632	3 042	11 674	22 664	(10 990)	-48%	20 739
Funded by:										
National Government		10 478	29 784	29 784	2 916	10 937	14 892	(3 955)	-27%	13 905
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		10 478	29 784	29 784	2 916	10 937	14 892	(3 955)	-27%	13 905
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	9 497	12 000	12 000	-	-	-	-	-	-
Internally generated funds		856	7 088	-	126	736	7 772	(7 036)	-91%	6 834
Total Capital Funding		20 832	48 873	41 784	3 042	11 674	22 664	(10 990)	-48%	20 739

Table C6: Monthly Budget Statement - Financial Position

NC073 Emthanjeni - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

Description	Ref	2018/19	Budget Year 2019/20			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		279	83	83	87	968
Call investment deposits		12 547	8 483	8 483	32 709	10 075
Consumer debtors		71 098	62 218	62 218	64 029	22 824
Other debtors		-	-	-	(1 236)	11 277
Current portion of long-term receivables		5	5	5	-	-
Inventory		454	484	484	58 633	65 556
Total current assets		84 383	71 273	71 273	154 222	110 700
Non current assets						
Long-term receivables		2	2	2	-	-
Investments		28	29	29	29	29
Investment property		76 955	79 365	79 365	5 719	5 004
Investments in Associate		-	-	-	-	-
Property, plant and equipment		782 998	831 416	831 416	765 113	932 114
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		137	394	394	102	458
Other non-current assets		7	8	8	-	83
Total non current assets		860 127	911 213	911 213	770 963	937 687
TOTAL ASSETS		944 510	982 487	982 487	925 185	1 048 386
LIABILITIES						
Current liabilities						
Bank overdraft		9 883	7 770	7 770	3 672	9 338
Borrowing		3 734	527	527	916	688
Consumer deposits		2 346	2 557	2 557	2 455	2 289
Trade and other payables		76 969	50 811	50 811	130 723	16 352
Provisions		2 039	2 003	2 003	89 562	2 972
Total current liabilities		94 970	63 668	63 668	227 329	31 639
Non current liabilities						
Borrowing		36 896	11 473	11 473	-	-
Provisions		46 937	40 774	40 774	2 459	36 071
Total non current liabilities		83 832	52 247	52 247	2 459	36 071
TOTAL LIABILITIES		178 802	115 915	115 915	229 788	67 709
NET ASSETS	2	765 708	866 572	866 572	695 397	980 677
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		765 708	866 572	866 572	693 144	980 677
Reserves		-	-	-	2 253	-
TOTAL COMMUNITY WEALTH/EQUITY	2	765 708	866 572	866 572	695 397	980 677

Table C7: Monthly Budget Statement - Cash Flow

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		31 790	29 923	29 923	1 242	10 937	14 961	(4 025)	-27%	27 999
Service charges		83 272	142 512	142 512	7 716	50 900	71 256	(20 356)	-29%	99 902
Other revenue		17 278	8 290	8 290	2 606	17 440	4 145	13 295	321%	34 954
Government - operating		41 797	49 796	49 796	6 539	26 579	24 898	1 681	7%	41 210
Government - capital		29 223	29 784	29 784	-	11 757	14 892	(3 135)	-21%	14 602
Interest		2 574	2 056	2 056	11	312	1 028	(716)	-70%	806
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(166 140)	(223 603)	(223 603)	(8 593)	(73 025)	(111 802)	(38 777)	35%	(190 113)
Finance charges		(3 820)	(2 038)	(2 038)	(1 554)	(1 558)	(1 019)	539	-53%	(5 468)
Transfers and Grants		(516)	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		35 458	36 719	36 719	7 967	43 342	18 360	(24 982)	-136%	23 890
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		97	200	200	-	114	83	31	37%	130
Decrease (Increase) in non-current debtors		(0)	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(32 007)	(48 873)	(48 873)	(3 353)	(14 516)	(24 436)	(9 920)	41%	(20 739)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(31 910)	(48 673)	(48 673)	(3 353)	(14 402)	(24 353)	(9 951)	41%	(20 610)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		45	12 000	12 000	-	-	5 000	(5 000)	-100%	-
Increase (decrease) in consumer deposits		-	28	28	4	40	12	28	245%	98
Payments										
Repayment of borrowing		(3 433)	(527)	(527)	(555)	(2 798)	(264)	2 535	-962%	(688)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(3 388)	11 501	11 501	(551)	(2 758)	4 748	7 506	158%	(590)
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		2 784	940	940	4 063	2 943	940			2 943
Cash/cash equivalents at month/year end:		2 943	487	487		29 124	(306)			5 634

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 - Mid-Year Assessment

Description	Ref	Budget Year 2019/20												2019/20 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 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands																
Cash Receipts By Source																
Property rates		1 031	2 494	3 081	1 507	1 582	1 242	-	-	-	-	-	18 986	29 923	28 239	49 909
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		4 709	5 098	3 628	5 474	4 708	4 080	-	-	-	-	-	53 615	81 312	56 426	67 691
Service charges - water revenue		1 694	1 902	1 718	1 801	2 334	1 632	-	-	-	-	-	21 625	32 706	25 448	41 408
Service charges - sanitation revenue		1 146	1 243	1 232	1 285	1 449	1 293	-	-	-	-	-	10 535	18 184	15 131	16 467
Service charges - refuse		642	686	717	739	771	682	-	-	-	-	-	6 074	10 310	7 545	6 583
Service charges - other		8	78	55	13	55	28	-	-	-	-	-	33	270	270	132
Rental of facilities and equipment		68	66	72	70	69	64	-	-	-	-	-	597	1 008	734	770
Interest earned - external investments		58	89	63	51	39	11	-	-	-	-	-	1 744	2 056	830	863
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		24	5	5	13	10	3	-	-	-	-	-	4 102	4 161	6 870	7 076
Licences and permits		36	27	36	37	29	22	-	-	-	-	-	1 619	1 807	1 938	2 399
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating		18 708	305	680	347	-	6 539	-	-	-	-	-	23 217	49 796	41 753	47 657
Other revenue		4 163	2 751	2 532	2 513	2 307	2 517	-	-	-	-	-	(15 470)	1 314	29 967	43 475
Cash Receipts by Source		32 287	14 745	13 818	13 849	13 354	18 115						126 678	232 846	212 149	284 431
Other Cash Flows by Source																
Transfer receipts - capital		11 757	-	-	-	-	-	-	-	-	-	-	18 027	29 784	14 342	13 798
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	114	-	-	-	-	-	86	200	139	148
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	12 000	12 000	-	-
Increase in consumer deposits		-	-	-	-	-	40	-	-	-	-	-	(12)	28	90	71
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		44 044	14 745	13 818	13 849	13 354	18 269						156 779	274 858	226 720	298 449
Cash Payments by Type																
Employee related costs		7 194	7 221	7 058	7 491	7 242	7 181	-	-	-	-	-	45 820	89 208	73 073	77 674
Remuneration of councillors		456	456	456	456	456	456	-	-	-	-	-	3 892	6 631	5 015	5 269
Interest paid		-	3	-	1	-	1 554	-	-	-	-	-	480	2 038	6 143	9 731
Bulk purchases - Electricity		-	842	5 941	440	2 469	459	-	-	-	-	-	61 368	71 559	55 359	90 859
Bulk purchases - Water & Sewer		-	439	-	115	496	35	-	-	-	-	-	1 685	2 771	2 736	4 315
Other materials		282	1 059	166	677	774	147	-	-	-	-	-	7 612	10 716	18 864	30 971
Contracted services		-	1 445	134	478	518	150	-	-	-	-	-	17 502	20 227	10 565	17 432
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
General expenses		105	3 568	1 854	822	3 280	165	-	-	-	-	-	12 700	22 492	35 533	39 397
Cash Payments by Type		8 037	15 073	16 609	10 481	15 238	10 147						151 058	226 642	207 287	275 648
Other Cash Flows/Payments by Type																
Capital assets		801	1 701	2 295	2 810	3 556	3 353	-	-	-	-	-	34 356	48 873	20 405	22 006
Repayment of borrowing		383	383	361	540	576	565	-	-	-	-	-	(2 271)	537	-	-
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		9 221	17 156	18 265	13 831	19 369	14 065						183 143	275 041	227 692	297 654
NET INCREASE/(DECREASE) IN CASH HELD																
Cash/cash equivalents at the monthly year beginning:		2 943	37 766	35 365	30 907	30 926	24 910	29 124	29 124	29 124	29 124	29 124	29 124	2 943	2 760	1 788
Cash/cash equivalents at the monthly year end:		37 766	35 365	30 907	30 926	24 910	29 124	29 124	29 124	29 124	29 124	29 124	2 760	2 760	1 788	2 583

PART 2 – SUPPORTING DOCUMENTATION Section 5

– Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment

Description	NT Code	Budget Year 2019/20										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts L.L.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	-	2 997	1 870	1 556	1 337	1 404	1 974	20 130	31 188	26 411			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	6 345	1 487	1 152	1 289	973	1 045	9 397	21 688	13 856			
Receivables from Non-exchange Transactions - Property Rates	1400	-	1 659	979	900	868	813	12 033	28 200	45 452	42 814			
Receivables from Exchange Transactions - Waste Water Management	1500	-	1 187	825	777	757	751	926	14 183	19 406	17 393			
Receivables from Exchange Transactions - Waste Management	1600	-	630	452	431	420	415	337	7 063	10 348	9 267			
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-			
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	6 699	6 699	6 699			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-			
Other	1900	-	119	100	97	79	68	88	5 650	6 202	5 992			
Total By Income Source	2000	-	12 848	5 713	4 923	4 749	4 426	17 003	91 321	140 983	122 421	-	-	
2018/19 - totals only			20621233	3403677	2701031	2413665	2260512	584384		37 244	13 219			
Debtors Age Analysis By Customer Group														
Organs of State	2200	-	887	633	564	607	575	2 994	7 199	13 458	11 938			
Commercial	2300	-	2 812	721	517	634	514	924	4 626	10 747	7 215			
Households	2400	-	8 481	3 919	3 332	3 149	2 993	12 647	73 450	107 971	95 571			
Other	2500	-	668	439	510	358	344	438	6 047	8 806	7 658			
Total By Customer Group	2600	-	12 848	5 713	4 923	4 749	4 426	17 003	91 321	140 983	122 421	-	-	

Creditors' analysis

Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - Mid-Year Assessment

Description R thousands	NT Code	Budget Year 2019/20									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	6 210	5 533	6 592	51 465	-	-			69 799	14 029
Bulk Water	0200	159	224	-						383	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	569	739	408	287	-	-			2 003	1
Auditor General	0800	-	-	1 652	-	-	-			1 652	-
Other	0900	-	-	-	2	-	-			2	2 337
Total By Customer Type	1000	6 938	6 495	8 652	51 753	-	-	-	-	73 839	16 368

Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Mid-Year Assessment

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							
Municipality									
Total Call and fixed investment		Yrs	Fixed Depos	30/06/2019	114	5.5%	33 805	22 701	11 104
Municipality sub-total					114		33 805	22 701	11 104
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				114		33 805	22 701	11 104

Allocation and grant receipts and expenditure:

NC073 Emthanjeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Mid-Year Assessment

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		38 380	47 820	47 820	6 539	27 252	23 910	2 797	11.7%	38 822
Local Government Equitable Share		36 197	44 900	44 900	6 539	25 247	22 450	2 797	12.5%	36 197
Finance Management		1 625	1 700	1 700	-	1 700	850			1 625
Municipal Systems Improvement			-	-						
EPWP Incentive		558	1 220	1 220		305	610			1 000
	3									
Other transfers and grants [insert description]										
Provincial Government:		1 841	693	693	-	1 027	347	680	196.2%	2 388
Health subsidy										1 227
Housing		680				680		680	#DIV/0!	
Sport and Recreation	4	1 161	693	693		347	347			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	48 513	48 513	6 539	28 279	24 257	3 477	14.3%	41 210
Capital Transfers and Grants										
National Government:		10 651	31 067	31 067		11 757	15 534	(3 777)	-24.3%	14 602
Municipal Infrastructure Grant (MIG)		7 283	25 657	25 657		10 257	12 829	(2 572)	-20.0%	11 602
Water Services Infrastructure Grant										
Regional Bulk Infrastructure		734	3 910	3 910			1 955	(1 955)	-100.0%	
Integrated National Electrification Programme		2 634	1 500	1 500		1 500	750	750	100.0%	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	31 067	31 067		11 757	15 534	(3 777)	-24.3%	14 602
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	50 872	79 580	79 580	6 539	40 036	39 790	(300)	-0.8%	55 812

Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Mid-Year Assessment

Description	Ref	2018/19	Budget Year 2019/20							
		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:		38 380	47 820	47 820	1 235	9 193	4 859	4 334	89.2%	38 822
Local Government Equitable Share		36 197	44 900	44 900	1 235	6 982	3 399	3 583	105.4%	36 197
Finance Management		1 625	1 700	1 700	-	1 700	850	850	100.0%	1 625
Municipal Systems Improvement		-	-	-	-	-	-	-	-	-
EPWP Incentive		558	1 220	1 220	-	511	610	(99)	-16.2%	1 000
Other transfers and grants [insert description]										
Provincial Government:		1 841	693	693	-	80	347	(267)	-77.0%	2 388
Health subsidy		-	-	-	-	-	-	-	-	1 227
Housing		680	-	-	-	-	-	-	-	-
Sport and Recreation		1 161	693	693	-	80	347	(267)	-77.0%	1 161
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and Grants:		40 221	48 513	48 513	1 235	9 273	5 206	4 067	78.1%	41 210
Capital expenditure of Transfers and Grants										
National Government:		10 651	31 067	31 067	2 916	10 046	15 534	(5 488)	-35.3%	13 905
Municipal Infrastructure Grant (MIG)		7 283	25 657	25 657	-	480	12 829	(12 348)	-96.3%	10 905
Regional Bulk Infrastructure		734	3 910	3 910	2 916	8 580	1 955	6 625	338.9%	-
Integrated National Electrification Programme		2 634	1 500	1 500	-	986	750	236	31.5%	3 000
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total capital expenditure of Transfers and Grants		10 651	31 067	31 067	2 916	10 046	15 534	(5 488)	-35.3%	13 905
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		50 872	79 580	79 580	4 150	19 319	20 739	(1 420)	-6.8%	55 115

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	2018/19	Budget Year 2019/20							
	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	4 109	4 109	304	1 828	2 055	(227)	-11%	3 451
Pension and UIF Contributions	198	-	-	-	-	-	-	-	-
Medical Aid Contributions	18	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	931	1 464	1 464	97	578	732	(154)	-21%	1 150
Cellphone Allowance	365	603	603	56	333	302	31	10%	395
Other benefits and allowances	-	59	59	-	-	29	(29)	-100%	51
Sub Total - Councillors	4 823	6 235	6 235	456	2 738	3 118	(379)	-12%	5 046
Senior Managers of the Municipality									
Basic Salaries and Wages	4 019	4 557	4 557	223	1 513	2 279	(766)	-34%	3 833
Pension and UIF Contributions	805	659	659	28	220	329	(109)	-33%	672
Medical Aid Contributions	161	79	79	9	66	40	26	66%	115
Motor Vehicle Allowance	546	824	824	49	347	412	(65)	-16%	755
Cellphone Allowance	116	327	327	14	96	163	(67)	-41%	138
Other benefits and allowances	243	82	82	18	108	41	68	166%	268
Sub Total - Senior Managers of Municipality	5 891	6 527	6 527	341	2 350	3 264	(913)	-28%	5 781
Other Municipal Staff									
Basic Salaries and Wages	44 715	60 757	60 757	4 669	28 247	30 378	(2 131)	-7%	48 768
Pension and UIF Contributions	8 217	12 695	12 695	847	5 134	6 348	(1 213)	-19%	8 721
Medical Aid Contributions	1 889	2 185	2 185	213	1 272	1 093	179	16%	1 810
Overtime	3 139	1 427	1 427	359	1 997	713	1 284	180%	1 477
Motor Vehicle Allowance	1 025	2 013	2 013	94	587	1 007	(419)	-42%	1 124
Cellphone Allowance	127	249	249	12	72	124	(52)	-42%	233
Housing Allowances	536	923	923	18	110	462	(352)	-76%	687
Other benefits and allowances	2 928	1 148	1 148	687	2 755	574	2 181	380%	1 179
Post-retirement benefit obligations	36	44	44	-	-	22	(22)	-100%	58
Sub Total - Other Municipal Staff	62 610	81 442	81 442	6 899	40 174	40 721	(547)	-1%	64 057
Total Parent Municipality	73 325	94 205	94 205	7 696	45 263	47 102	(1 840)	-4%	74 884
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Post-retirement benefit obligations							-		
Sub Total - Board Members of Entities	2	-	-	-	-	-	-		-
Senior Managers of Entities									
Post-retirement benefit obligations	2						-		
Sub Total - Senior Managers of Entities	2	-	-	-	-	-	-		-
Other Staff of Entities									
Post-retirement benefit obligations							-		
Sub Total - Other Staff of Entities	2	-	-	-	-	-	-		-
Total Municipal Entities	2	-	-	-	-	-	-		-
TOTAL SALARY, ALLOWANCES & BENEFITS	73 325	94 205	94 205	7 696	45 263	47 102	(1 840)	-4%	74 884
TOTAL MANAGERS AND STAFF	68 502	87 969	87 969	7 240	42 524	43 985	(1 460)	-3%	69 838

Capital programme performance

NC073 Emthanjeni - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Mid-Year Assessment

Month	2018/19	Budget Year 2019/20							
	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	4 865	4 865	1 184	1 184	4 865	3 681	75.7%	2%
August	3 635	4 865	4 865	2 083	3 268	9 730	6 463	66.4%	6%
September	164	4 865	4 865	2 656	5 924	14 595	8 671	59.4%	10%
October	-	4 865	4 865	3 350	9 274	19 460	10 186	52.3%	16%
November	531	4 865	4 865	4 133	13 407	24 325	10 919	44.9%	23%
December	-	4 865	4 865	3 908	17 315	29 190	11 876	40.7%	30%
January	409	4 865	4 865	-	-	34 055	-	-	-
February	4 433	4 865	4 865	-	-	38 921	-	-	-
March	98	4 865	4 865	-	-	43 786	-	-	-
April	25	4 865	4 865	-	-	48 651	-	-	-
May	6 514	4 865	4 865	-	-	53 516	-	-	-
June	331	4 865	4 865	-	-	58 381	-	-	-
Total Capital expenditure	20 832	58 381	58 381	17 315					

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 - Mid-Year Assessment

Description	Ref	2018/19	Budget Year 2019/20							
		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		15 628	40 567	40 567	-	-	2 589	2 589	100.0%	13 992
Infrastructure - Road transport		7 673	25 657	25 657	-	-	2 138	2 138	100.0%	1 000
Roads, Pavements & Bridges		7 673	25 657	25 657	-	-	2 138 083.33	2 138	100.0%	1 000
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		3 989	1 500	1 500	-	-	125	125	100.0%	4 800
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		3 989	1 500	1 500	-	-	125	125	100.0%	4 800
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		2 792	13 410	13 410	-	-	326	326	100.0%	7 322
Dams & Reservoirs		-	9 500	9 500	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		2 792	3 910	3 910	-	-	325 833.33	326	100.0%	7 322
Infrastructure - Sanitation		1 173	-	-	-	-	-	-	-	870
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		1 173	-	-	-	-	-	-	-	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	15 628	40 567	40 567	-	-	2 589	2 589	100.0%	13 992

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

Description	Ref	2018/19	Budget Year 2019/20							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual ¹	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		1 913	1 750	1 750	-	-	146	146	100.0%	4 437
Infrastructure - Road transport		1 580	1 750	1 750	-	-	146	146	100.0%	3 105
Roads, Pavements & Bridges		1 580	1 750	1 750	-	-	146	146	100.0%	3 105
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		260	-	-	-	-	-	-	-	600
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		260	-	-	-	-	-	-	-	600
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		70	-	-	-	-	-	-	-	500
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		70	-	-	-	-	-	-	-	500
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	220
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	220
Infrastructure - Other		3	-	-	-	-	-	-	-	32
Waste Management		3	-	-	-	-	-	-	-	32
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		2	266	266	-	-	27	27	100.0%	322
Parks & gardens		-	-	-	-	-	-	-	-	25
Sportsfields & stadia		-	-	-	-	-	-	-	-	45
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		2	256	256	-	-	26	26	100.0%	220
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	10	10	-	-	1	1	100.0%	32
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		3 281	3 592	3 592	-	-	299	299	100.0%	1 968
General vehicles		135	-	-	-	-	-	-	-	-
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		624	1 194	1 194	-	-	99	99	100.0%	473
Computers - hardware/equipment		513	2 060	2 060	-	-	172	172	100.0%	200
Furniture and other office equipment		179	175	175	-	-	15	15	100.0%	226
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		165	163	163	-	-	14	14	100.0%	333
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		1 665	-	-	-	-	-	-	-	735
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		9	-	-	-	-	-	-	-	-
Computers - software & programming		9	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	1	5 204	5 607	5 607	-	-	472	472	100.0%	6 747
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fees		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

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 -2 698 150 -2 698 150 -3 041 950 -11 673 901 -19 603 041

Chart C1 2019/20 Capital Expenditure Monthly Trend: actual v target

Month	2018/19	Original Budget	Adjusted Budget	Monthly actual
Jul	4 692	4 865	4 865	1 184
Aug	3 635	4 865	4 865	2 093
Sep	164	4 865	4 865	2 656
Oct	-	4 865	4 865	3 350
Nov	531	4 865	4 865	4 133
Dec	-	4 865	4 865	3 908
Jan	409	4 865	4 865	-
Feb	4 433	4 865	4 865	-
Mar	98	4 865	4 865	-
Apr	25	4 865	4 865	-
May	6 514	4 865	4 865	-
Jun	331	4 865	4 865	-

Chart C2 2019/20 Capital Expenditure: YTD actual v YTD target

Month	YearTD actual	YearTD budget
Jul	1 184	4 865
Aug	3 268	9 730
Sep	5 924	14 595
Oct	9 274	19 460
Nov	13 407	24 325
Dec	17 315	29 190
Jan		34 055
Feb		38 921
Mar		43 786
Apr		48 651
May		53 516
Jun		58 381

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 2019/	-	12 848	5 713	4 923	4 749	4 426	17 003	91 321
2018/19	-	20 621	3 404	2 701	2 414	2 261	5 844	-

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Bud
 2019

Chart C4 Consumer Debtors (total by Debtor Customer Category)

	2018/19	Budget Year 2019/20
Organs of State	13 054	13 458
Commercial	10 425	10 747
Households	104 732	107 971
Other	8 542	8 806

2018/
 Budget

Chart C5 Aged Creditors Analysis

	Bulk Electricity	Bulk Water	PAYE deductio	VAT (output les	Pensions / Reti	Loan repaymen	Trade Creditors	Auditor Genera	Other	
2018/19	14 029	-	-	-	-	-	1	-		2 337
Budget Year 2019/	69 799	383	-	-	-	-	2 003	1 652		2

20
 Du

Chart C1 2019/20 Capital Expenditure Monthly Trend: actual v target

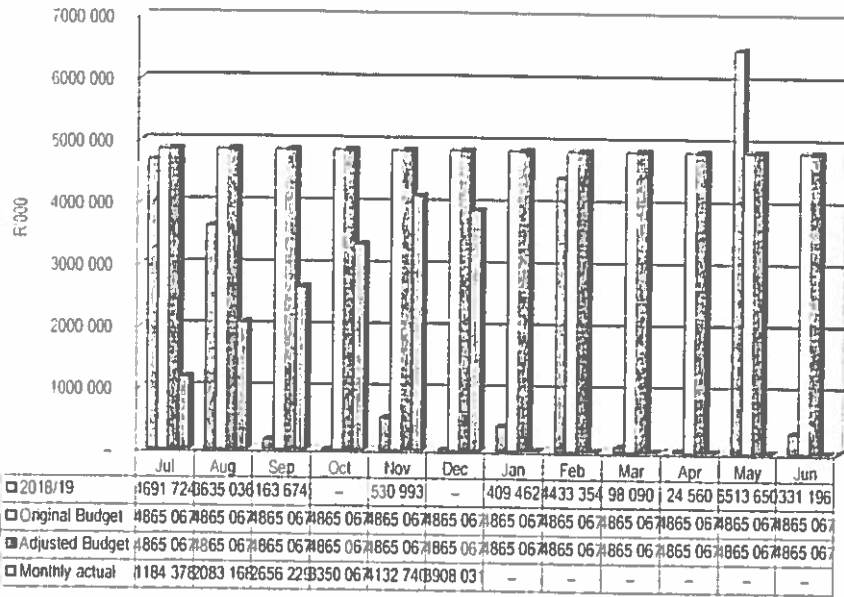


Chart C2 2019/20 Capital Expenditure: YTD actual v YTD target

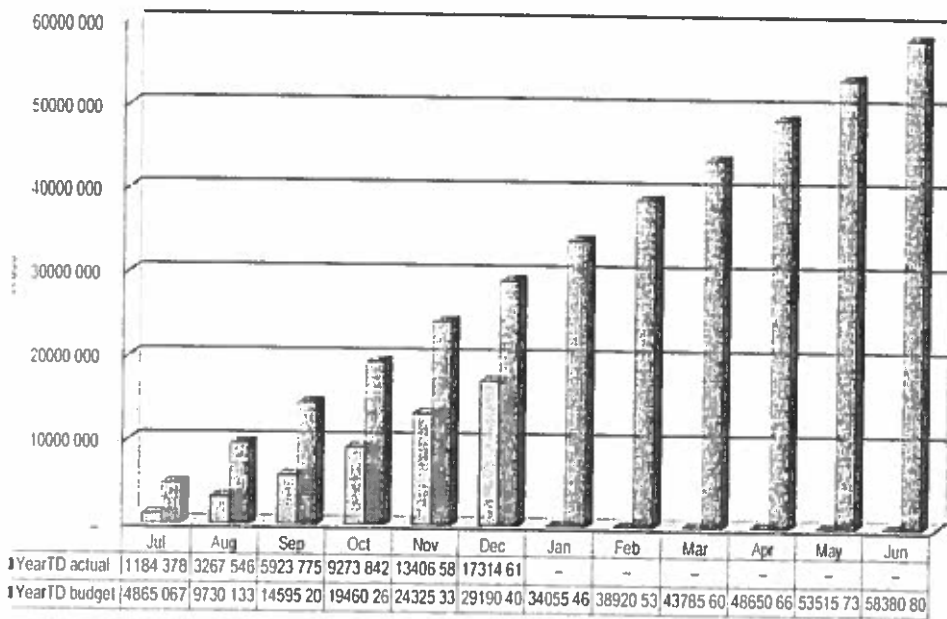
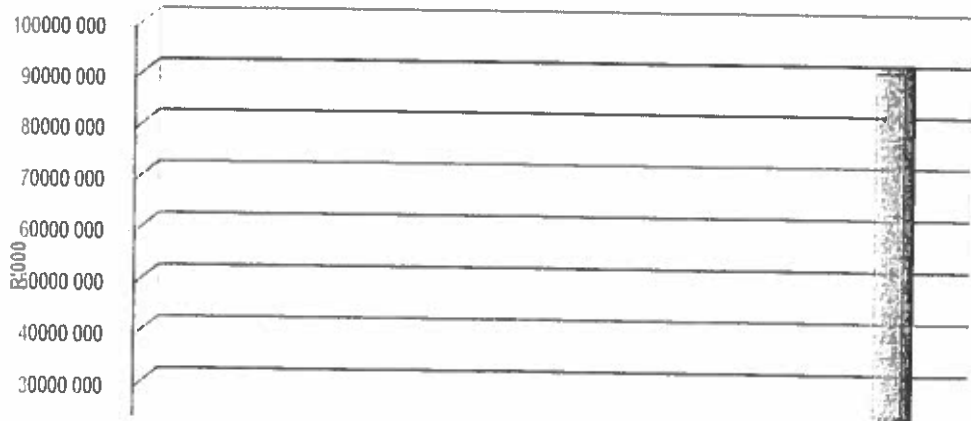


Chart C3 Aged Consumer Debtors Analysis



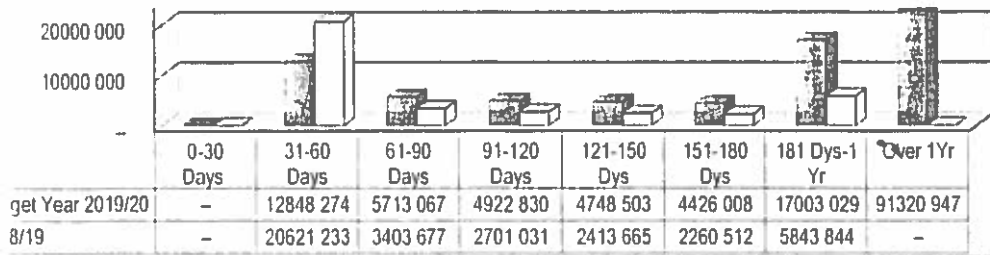


Chart C4 Consumer Debtors (total by Debtor Customer Category)

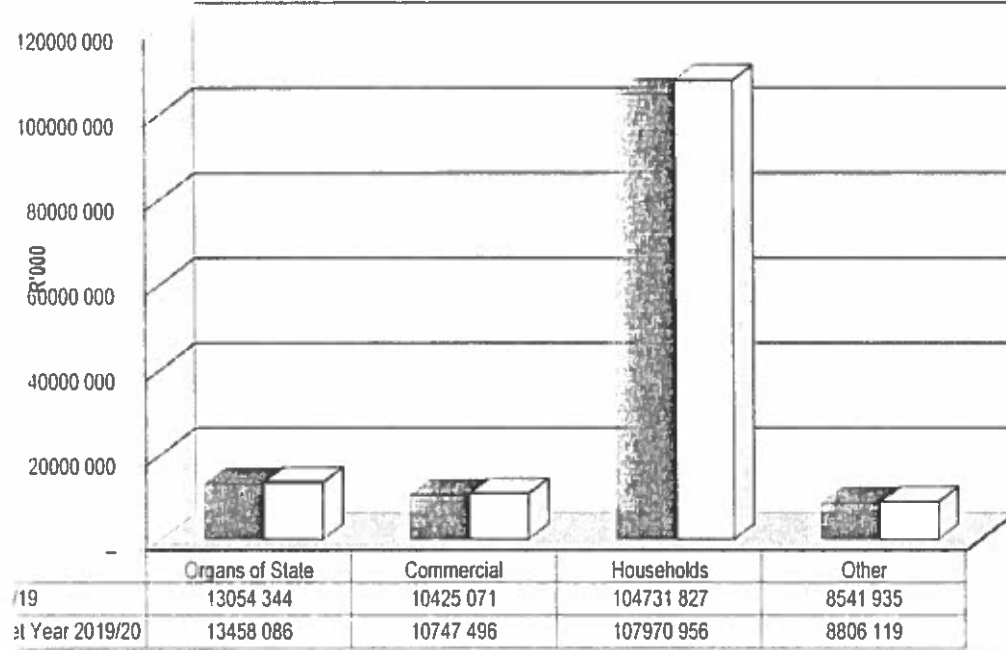
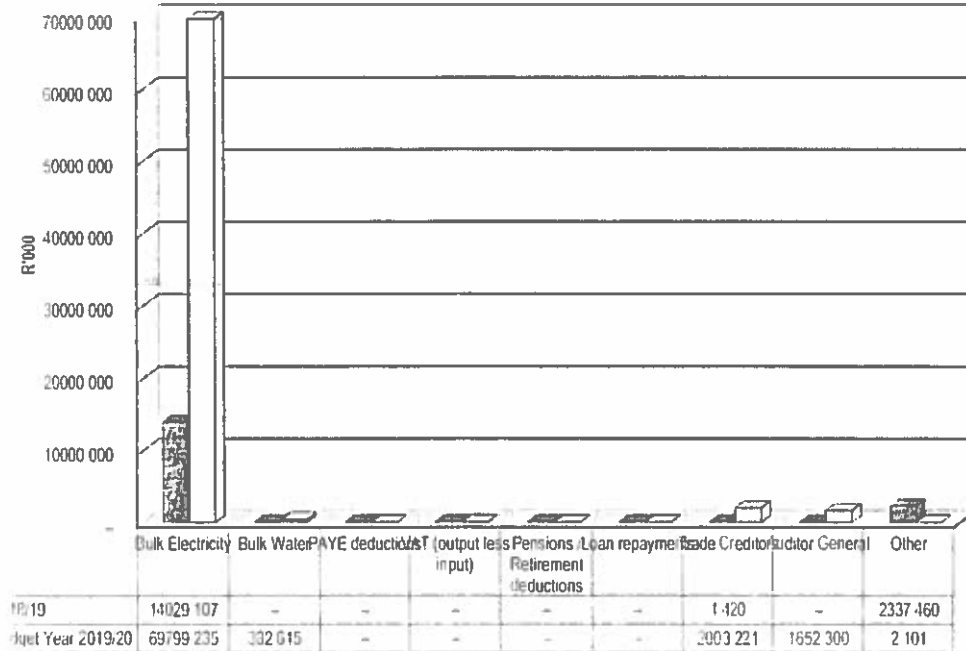


Chart C5 Aged Creditors Analysis



Municipal manager's quality certificate

I, Isak Visser the Municipal Manager of Emthanjeni Municipality hereby certify that the Mid-Year Budget and Performance Assessment for the period ending 31 December 2019 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

24/01/2020
