

# EMTHANJENI MUNICIPALITY



## **AUGUST MONTHLY BUDGET STATEMENT FOR THE YEAR 2019-2020**

# SCHEDULE C:

## MONTHLY AND SUPPORTING DOCUMENTATION OF A MUNICIPALITY

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## Glossary

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

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

# **PART 1 – IN-YEAR REPORT**

## **Section 1 – Mayor’s Report**

### **1.1 In-Year Report - Monthly Budget Statement**

The monthly budget statement for August 2019 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. In accordance with Section 71(1) of the Municipal Finance Management Act.

#### **1.1.1 Financial problems or risks facing the municipality**

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

#### **1.1.2 Relevant information**

The figures relating to the 2018/2019 financial year are yet to be audited thus these figures are draft.

Year-to-date operating revenue realised is 46 % above the year-to-date budget for August 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.

Operating expenditure incurred amounts to -23 % below the year-to-date operating expenditure. 2.12% of the total capital budget has been spent at 31 August 2019, with 98.74% of that being funded from capital grants.<sup>i</sup>

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<sup>i</sup> Table C5 - Capital Expenditure (municipal vote, standard classification and funding

## **Section 2 – Resolutions**

### ***IN-YEAR REPORTS 2018/2019***

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

#### ***RECOMMENDATION:***

- (a) That Council notes the monthly budget statement and supporting documentation for January 2019.

## **Section 3 – Executive Summary**

### **3.1 Introduction**

The 2018/19 figures are in the process of being audited. Year-to-date operating revenue realised is 46 % above the year-to-date budget for August 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 -23% below the year-to-date operating expenditure. 2.12% of the total capital budget has been spent at 31 August 2019, with 98.74% of that being funded from capital grants.<sup>ii</sup>

### **3.2 Consolidated performance**

#### **3.2.1 Against annual budget (original approved and latest Adjustments)**

##### **Revenue by Source**

Year-to-date revenue realised R19, 907 Million, above year-to-date budget projections for August 2019<sup>2</sup>.

##### **Operating expenditure by type**

Year-to-date expenditure is -23% or R9, 624 Million, below the year-to-date budget as at 31 August 2019.

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

<sup>2</sup> Table C4 – Total revenue by source (excluding capital transfers and contributions)

<sup>3</sup> Table C4 – Total expenditure by type



## Capital expenditure

Year-to-date expenditure on capital amounts to R1.039 million or 2.12% of the capital budget of R48.873 million<sup>4</sup>, 98.74% of expenditure to date has been funded from capital grants recognised<sup>5</sup>.

Refer to Section 4 – Table C5 for more detail.

## Cash flows

The financial year commenced with cash & cash equivalents balance of R23, 992 million<sup>6</sup>.

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

### 3.3 Material variances

Description	Variance
<u>Revenue By Source</u>	
Property rates	10 510
Service charges - electricity revenue	(906)
Fines	(791)
Licences and permits	(312)
<u>Expenditure By Type</u>	
Debt impairment	(1 237)
Depreciation & asset impairment	(1 696)
Other expenditure	(1 132)
Other materials	(1 911)
<u>Capital Expenditure</u>	
Road transport	(6 571)
Electricity	46
Water	34
<u>Cash Flow</u>	
Service charges	(6 547)
Other revenue	5 818
Capital assets	(3 272)

### 3.4 Remedial or corrective steps

Reasons for material deviations	Remedial or corrective steps/remarks
The farmers property rates are charged yearly and thus the actual amount is higher than the budgeted amount.	The current situation will correct itself during the financial year
Due to high usage of pre-paid electricity during months the estimated revenue was expected to be more	The current situation will be corrected in the adjustment budget
Are Done at year end	The situation will be fixed at year end
Are Done at year end	The situation will be fixed at year end
Other expenditure was estimated to be higher	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Underspending on the repairs and maintenance Budget	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19
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 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19

<sup>4</sup> Table C5 – Total capital expenditure

<sup>5</sup> Table C5 - Capital Expenditure (municipal vote, standard classification and funding)

<sup>6</sup> Table C7 – Cash flow (cash and cash equivalents = cashbook and current investmen

## Section 4 – In-year budget statement tables

### 4.1 Monthly budget statements

#### 4.1.1 Table C1: s71 Monthly Budget Statement Summary

NC073 Emthanjeni - Table C1 Monthly Budget Statement Summary - M01 July

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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	32 179	32 175	32 175	1 669	15 873	5 383	10 510	198%	30 665
Service charges	117 824	138 292	138 292	6 808	20 086	23 049	(2 963)	-13%	106 383
Investment revenue	1 468	2 056	2 056	89	148	343	(195)	-57%	806
Transfers recognised - operational	45 375	47 127	47 127	1 098	19 806	7 854	11 952	152%	41 210
Other own revenue	14 747	41 534	41 534	3 065	7 526	6 922	603	9%	38 515
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>211 592</b>	<b>261 184</b>	<b>261 184</b>	<b>12 730</b>	<b>63 438</b>	<b>43 531</b>	<b>19 907</b>	<b>46%</b>	<b>217 580</b>
Employee costs	76 915	87 998	87 998	7 221	14 415	14 666	(250)	-2%	69 838
Remuneration of Councillors	5 335	6 209	6 209	456	913	1 035	(122)	-12%	5 046
Depreciation & asset impairment	62 755	10 175	10 175	-	-	1 698	(1 698)	-100%	7 337
Finance charges	6 207	2 038	2 038	413	413	340	74	22%	5 468
Materials and bulk purchases	72 118	88 144	88 144	10 089	10 876	14 231	(3 554)	-25%	73 864
Transfers and grants	469	-	-	-	-	-	-	-	-
Other expenditure	59 170	59 973	62 135	3 793	6 488	10 583	(4 075)	-39%	54 381
<b>Total Expenditure</b>	<b>284 970</b>	<b>254 535</b>	<b>256 697</b>	<b>21 972</b>	<b>32 906</b>	<b>42 530</b>	<b>(9 624)</b>	<b>-23%</b>	<b>215 964</b>
<b>Surplus/(Deficit)</b>	<b>(73 378)</b>	<b>6 649</b>	<b>4 487</b>	<b>(9 242)</b>	<b>30 532</b>	<b>1 001</b>	<b>29 531</b>	<b>2950%</b>	<b>1 616</b>
Transfers recognised - capital	30 017	31 067	31 067	-	1 500	5 178	(3 678)	-71%	14 602
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(43 361)</b>	<b>37 716</b>	<b>35 554</b>	<b>(9 242)</b>	<b>32 032</b>	<b>6 179</b>	<b>25 853</b>	<b>418%</b>	<b>16 218</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(43 361)</b>	<b>37 716</b>	<b>35 554</b>	<b>(9 242)</b>	<b>32 032</b>	<b>6 179</b>	<b>25 853</b>	<b>418%</b>	<b>16 218</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>20 832</b>	<b>48 873</b>	<b>48 873</b>	<b>430</b>	<b>1 128</b>	<b>8 145</b>	<b>(7 017)</b>	<b>-86%</b>	<b>20 739</b>
Capital transfers recognised	10 478	29 784	29 784	341	1 026	4 964	(3 938)	-79%	13 905
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	9 497	-	-	-	-	-	-	-	-
Internally generated funds	856	19 088	19 088	13	13	1 591	(1 578)	-99%	6 834
<b>Total sources of capital funds</b>	<b>20 832</b>	<b>48 873</b>	<b>48 873</b>	<b>353</b>	<b>1 039</b>	<b>6 555</b>	<b>(5 516)</b>	<b>-84%</b>	<b>20 739</b>
<b>Financial position</b>									
Total current assets	84 383	65 371	65 371	-	89 415	-	-	-	110 700
Total non current assets	860 127	1 147 680	1 147 680	-	825 624	-	-	-	937 687
Total current liabilities	94 970	52 820	52 820	-	198 488	-	-	-	31 639
Total non current liabilities	83 832	37 143	37 143	-	2 459	-	-	-	36 071
<b>Community wealth/Equity</b>	<b>765 708</b>	<b>1 123 088</b>	<b>1 123 088</b>	<b>-</b>	<b>714 092</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>980 677</b>
<b>Cash flows</b>									
Net cash from (used) operating	35 458	36 719	36 719	(328)	25 480	6 120	(19 361)	-316%	23 890
Net cash from (used) investing	(31 910)	(48 673)	(48 673)	(1 701)	(2 387)	(8 129)	(5 741)	71%	(20 610)
Net cash from (used) financing	(3 388)	11 501	11 501	(383)	(383)	958	1 342	140%	(590)
<b>Cash/cash equivalents at the month/year end</b>	<b>2 943</b>	<b>487</b>	<b>487</b>	<b>-</b>	<b>25 653</b>	<b>(111)</b>	<b>(25 763)</b>	<b>23283%</b>	<b>5 634</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	-	11 075	19 708	4 453	3 371	2 879	28 809	61 691	131 985
<b>Creditors Age Analysis</b>									
Total Creditors	10 961	125	8 516	41 738	-	-	-	-	61 340

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

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M01 July

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									
<b>Revenue - Standard</b>										
<i>Governance and administration</i>		55 913	60 075	60 075	2 733	28 363	10 012	18 351	183%	51 180
Executive and council		4 930	4 955	4 955	124	3 422	826	2 596	314%	4 295
Budget and treasury office		50 917	55 057	55 057	2 599	24 920	9 176	15 744	172%	46 801
Corporate services		66	62	62	9	21	10	11	101%	84
<i>Community and public safety</i>		13 595	8 165	8 165	111	219	1 358	(1 139)	-84%	11 325
Community and social services		1 777	1 582	1 582	75	140	261	(121)	-46%	1 942
Sport and recreation		148	185	185	2	2	31	(29)	-93%	123
Public safety		10 701	6 349	6 349	32	71	1 058	(987)	-93%	7 991
Housing		968	49	49	3	6	8	(3)	-32%	41
Health		1	-	-	-	-	-	-	-	1 227
<i>Economic and environmental services</i>		15 089	27 417	27 417	310	311	4 570	(4 258)	-93%	3 816
Planning and development		1 000	26 877	26 877	305	305	4 479	(4 174)	-93%	1 610
Road transport		14 088	540	540	5	6	90	(84)	-93%	2 207
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		157 014	197 960	197 960	9 576	36 044	32 993	3 051	9%	165 860
Electricity		83 532	99 031	99 031	7 761	18 058	16 505	1 553	9%	90 239
Water		42 472	47 289	47 289	(787)	6 383	7 881	(1 499)	-19%	38 471
Waste water management		19 843	32 087	32 087	1 653	7 251	5 348	1 904	36%	24 322
Waste management		11 168	19 553	19 553	949	4 352	3 259	1 093	34%	12 828
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	2	241 610	293 617	293 617	12 730	64 938	48 933	16 005	33%	232 182
<b>Expenditure - Standard</b>										
<i>Governance and administration</i>		61 423	55 903	55 903	4 713	7 613	9 299	(1 686)	-18%	48 553
Executive and council		22 945	16 544	16 544	1 759	2 668	2 737	(69)	-3%	14 054
Budget and treasury office		26 704	23 526	23 526	2 236	3 489	3 923	(434)	-11%	21 982
Corporate services		11 773	15 833	15 833	718	1 456	2 639	(1 183)	-45%	12 518
<i>Community and public safety</i>		34 400	32 471	32 471	2 005	3 791	5 412	(1 620)	-30%	29 417
Community and social services		19 040	14 288	14 288	827	1 553	2 381	(828)	-35%	11 849
Sport and recreation		4 367	5 544	5 544	301	633	924	(291)	-31%	4 654
Public safety		7 284	9 943	9 943	685	1 239	1 657	(418)	-25%	10 367
Housing		3 672	2 530	2 530	191	365	422	(56)	-13%	2 400
Health		37	167	167	-	-	28	(28)	-100%	148
<i>Economic and environmental services</i>		38 185	32 476	32 476	1 704	3 445	5 412	(1 968)	-36%	28 440
Planning and development		15 530	14 392	14 392	899	1 643	2 399	(756)	-32%	12 162
Road transport		22 654	18 083	18 083	805	1 802	3 014	(1 212)	-40%	16 278
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		149 735	133 763	133 763	13 448	17 851	22 294	(4 442)	-20%	108 815
Electricity		96 038	89 639	89 639	10 283	11 289	14 940	(3 651)	-24%	71 539
Water		25 975	16 383	16 383	971	2 030	2 731	(700)	-26%	12 906
Waste water management		16 230	14 219	14 219	944	2 048	2 370	(321)	-14%	12 936
Waste management		11 492	13 522	13 522	1 250	2 483	2 254	230	10%	11 435
<i>Other</i>		1 228	570	570	102	205	95	110	116%	738
<b>Total Expenditure - Standard</b>	3	284 970	255 183	255 183	21 972	32 905	42 511	(9 606)	-23%	215 964
<b>Surplus/ (Deficit) for the year</b>		(43 361)	38 434	38 434	(9 242)	32 032	6 422	25 610	399%	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.

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

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

NC073 Emthanjeni - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description	Ref	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	1									
Vote 1 - EXECUTIVE AND COUNCIL		4 930	4 955	4 955	124	3 422	826	2 596	314.4%	4 295
Vote 2 - FINANCE AND ADMINISTRATION		50 983	55 120	55 120	2 609	24 941	9 187	15 754	171.5%	46 885
Vote 3 - PLANNING AND DEVELOPMENT		1 000	26 877	26 877	305	305	4 479	(4 174)	-93.2%	1 610
Vote 4 - HEALTH		1	-	-	-	-	-	-		1 227
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 777	1 582	1 582	75	140	261	(121)	-46.4%	1 942
Vote 6 - PUBLIC SAFETY		10 701	6 349	6 349	32	71	1 058	(987)	-93.2%	7 991
Vote 7 - SPORT AND RECREATION		148	185	185	2	2	31	(29)	-92.8%	123
Vote 8 - ROAD TRANSPORT		14 088	540	540	5	6	90	(84)	-93.0%	2 207
Vote 9 - OTHER		-	-	-	-	-	-	-		-
Vote 10 - HOUSING SERVICES		968	49	49	3	6	8	(3)	-31.9%	41
Vote 11 - WASTE MANAGEMENT		11 168	19 553	19 553	949	4 352	3 259	1 093	33.5%	12 828
Vote 12 - WASTE WATER MANAGEMENT		19 843	32 087	32 087	1 653	7 251	5 348	1 904	35.6%	24 322
Vote 13 - ELECTRICITY		83 532	99 031	99 031	7 761	18 058	16 505	1 553	9.4%	90 239
Vote 14 - WATER		42 472	47 289	47 289	(787)	6 383	7 881	(1 499)	-19.0%	38 471
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	241 610	293 617	293 617	12 730	64 938	48 933	16 005	32.7%	232 182
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		22 945	16 544	16 544	1 759	2 668	2 737	(69)	-2.5%	14 054
Vote 2 - FINANCE AND ADMINISTRATION		38 478	39 359	39 359	2 954	4 945	6 562	(1 617)	-24.6%	34 499
Vote 3 - PLANNING AND DEVELOPMENT		15 530	14 392	14 392	899	1 643	2 399	(756)	-31.5%	12 162
Vote 4 - HEALTH		37	167	167	-	-	28	(28)	-100.0%	148
Vote 5 - COMMUNITY AND SOCIAL SERVICES		19 040	14 288	14 288	827	1 553	2 381	(828)	-34.8%	11 849
Vote 6 - PUBLIC SAFETY		7 284	9 943	9 943	685	1 239	1 657	(418)	-25.2%	10 367
Vote 7 - SPORT AND RECREATION		4 367	5 544	5 544	301	633	924	(291)	-31.4%	4 654
Vote 8 - ROAD TRANSPORT		22 654	18 083	18 083	805	1 802	3 014	(1 212)	-40.2%	16 278
Vote 9 - OTHER		1 228	570	570	102	205	95	110	116.2%	738
Vote 10 - HOUSING SERVICES		3 672	2 530	2 530	191	365	422	(56)	-13.3%	2 400
Vote 11 - WASTE MANAGEMENT		11 492	13 522	13 522	1 250	2 483	2 254	230	10.2%	11 435
Vote 12 - WASTE WATER MANAGEMENT		16 230	14 219	14 219	944	2 048	2 370	(321)	-13.6%	12 936
Vote 13 - ELECTRICITY		96 038	89 639	89 639	10 283	11 289	14 940	(3 651)	-24.4%	71 539
Vote 14 - WATER		25 975	16 383	16 383	971	2 030	2 731	(700)	-25.6%	12 906
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	284 970	255 183	255 183	21 972	32 905	42 511	(9 606)	-22.6%	215 964
Surplus/ (Deficit) for the year	2	(43 361)	38 434	38 434	(9 242)	32 032	6 422	25 610	398.8%	16 218

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

NC073 Emthanjani - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

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										
<b>Revenue By Source</b>										
Property rates		31 790	32 175	32 175	1 669	15 873	5 363	10 510	196%	30 665
Property rates - penalties & collection charges		388	-	-	-	-	-	-	-	-
Service charges - electricity revenue		73 251	67 131	67 131	5 057	10 283	11 188	(906)	-8%	56 203
Service charges - water revenue		25 951	34 954	34 954	(831)	4 630	5 826	(1 195)	-21%	25 864
Service charges - sanitation revenue		11 865	22 442	22 442	1 617	3 244	3 740	(496)	-13%	15 972
Service charges - refuse revenue		6 273	13 578	13 578	931	1 861	2 263	(402)	-18%	8 226
Service charges - other		484	187	187	35	68	31	36	117%	118
Rental of facilities and equipment		852	891	891	66	134	148	(14)	-10%	786
Interest earned - external investments		1 468	2 056	2 056	89	148	343	(195)	-57%	806
Interest earned - outstanding debtors		1 093	1 428	1 428	174	343	238	105	44%	954
Dividends received		-	-	-	-	-	-	-	-	-
Fines		9 202	4 919	4 919	5	29	820	(791)	-96%	6 943
Licences and permits		1 630	2 256	2 256	27	64	376	(312)	-83%	2 508
Agency services		-	-	-	-	-	-	-	-	-
Transfers recognised - operational		45 375	47 127	47 127	1 098	19 806	7 854	11 952	152%	41 210
Other revenue		1 967	31 840	31 840	2 751	6 914	5 307	1 608	30%	27 195
Gains on disposal of PPE		3	200	200	41	41	33	8	23%	130
Total Revenue (excluding capital transfers and contributions)		211 592	261 184	261 184	12 730	63 438	43 531	19 907	46%	217 580
<b>Expenditure By Type</b>										
Employee related costs		76 915	87 996	87 996	7 221	14 415	14 666	(250)	-2%	69 838
Remuneration of councillors		5 335	6 209	6 209	456	913	1 035	(122)	-12%	5 046
Debt impairment		25 032	7 421	7 421	-	-	1 237	(1 237)	-100%	8 901
Depreciation & asset impairment		62 755	10 175	10 175	-	-	1 696	(1 696)	-100%	7 337
Finance charges		8 207	2 038	2 038	413	413	340	74	22%	5 468
Bulk purchases		59 964	74 329	74 329	9 583	9 645	12 388	(2 744)	-22%	57 123
Other materials		12 154	13 815	13 815	506	1 031	1 842	(811)	-44%	16 771
Contracted services		7 299	11 074	11 074	547	918	1 846	(927)	-50%	9 846
Transfers and grants		469	-	-	-	-	-	-	-	-
Other expenditure		24 895	41 478	41 478	3 246	5 570	7 481	(1 911)	-26%	35 634
Loss on disposal of PPE		1 945	-	2 162	-	-	-	-	-	-
Total Expenditure		284 970	254 535	256 697	21 972	32 906	42 530	(9 624)	-23%	215 964
Surplus/(Deficit)		(73 378)	6 649	4 487	(9 242)	30 532	1 001	29 531	0	1 616
Transfers recognised - capital		30 017	31 067	31 067	-	1 500	5 178	(3 678)	(0)	14 602
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(43 361)	37 716	35 554	(9 242)	32 032	6 179			16 218
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(43 361)	37 716	35 554	(9 242)	32 032	6 179			16 218
Attributable to minorities		-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		(43 361)	37 716	35 554	(9 242)	32 032	6 179			16 218
Share of surplus/ (deficit) of associate		-	-	-	-	-	-			-
Surplus/ (Deficit) for the year		(43 361)	37 716	35 554	(9 242)	32 032	6 179			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) - M01 July

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
<b>Multi-Year expenditure appropriation</b>	2									
Vote 15 - {NAME OF VOTE 15}		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4.7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - EXECUTIVE AND COUNCIL		30	1 631	1 631	72	72	272	(200)	-74%	137
Vote 2 - FINANCE AND ADMINISTRATION		123	1 809	1 809	-	-	302	(302)	-100%	1 735
Vote 3 - PLANNING AND DEVELOPMENT		7	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES		409	69	69	-	-	11	(11)	-100%	296
Vote 6 - PUBLIC SAFETY		531	30	30	-	-	5	(5)	-100%	63
Vote 7 - SPORT AND RECREATION		2	34	34	-	-	6	(6)	-100%	75
Vote 8 - ROAD TRANSPORT		9 433	39 609	39 609	18	31	6 602	(6 571)	-100%	4 200
Vote 10 - HOUSING SERVICES		5 213	-	-	-	-	-	-	-	-
Vote 11 - WASTE MANAGEMENT		2	9	9	-	-	2	(2)	-100%	29
Vote 12 - WASTE WATER MANAGEMENT		164	-	-	-	-	-	-	-	981
Vote 13 - ELECTRICITY		3 635	1 770	1 770	341	341	295	46	15%	5 400
Vote 14 - WATER		1 284	3 910	3 910	-	685	652	34	5%	7 822
<b>Total Capital single-year expenditure</b>	4	20 832	48 873	48 873	430	1 128	8 145	(7 017)	-86%	20 739
<b>Total Capital Expenditure</b>		20 832	48 873	48 873	430	1 128	8 145	(7 017)	-86%	20 739
<b>Capital Expenditure - Standard Classification</b>										
<i>Governance and administration</i>		153	3 397	3 397	72	72	573	(502)	-87%	1 873
Executive and council		30	1 631	1 631	72	72	272	(200)	-74%	137
Budget and treasury office		98	1 639	1 639	-	-	273	(273)	-100%	1 385
Corporate services		25	127	127	-	-	28	(28)	-100%	350
<i>Community and public safety</i>		6 155	134	134	-	-	22	(22)	-100%	434
Community and social services		409	69	69	-	-	11	(11)	-100%	296
Sport and recreation		2	34	34	-	-	6	(6)	-100%	75
Public safety		531	30	30	-	-	5	(5)	-100%	63
Housing		5 213	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		9 440	39 606	39 606	18	31	6 602	(6 571)	-100%	4 200
Planning and development		7	-	-	-	-	-	-	-	-
Road transport		9 433	39 606	39 606	18	31	6 602	(6 571)	-100%	4 200
<i>Trading services</i>		5 084	5 689	5 689	341	1 026	948	78	8%	14 232
Electricity		3 635	1 770	1 770	341	341	295	46	15%	5 400
Water		1 284	3 910	3 910	-	685	652	34	5%	7 822
Waste water management		164	-	-	-	-	-	-	-	981
Waste management		2	9	9	-	-	2	(2)	-100%	29
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard Classification</b>	3	20 832	48 826	48 826	430	1 128	8 145	(7 017)	-86%	20 739
<b>Funded by:</b>										
National Government		10 478	29 784	29 784	341	1 026	4 964	(3 938)	-79%	13 905
Transfers recognised - capital		10 478	29 784	29 784	341	1 026	4 964	(3 938)	-79%	13 905
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	9 497	-	-	-	-	-	-	-	-
Internally generated funds		856	19 088	19 088	13	13	1 591	(1 578)	-99%	6 834
<b>Total Capital Funding</b>		20 832	48 873	48 873	353	1 039	6 555	(5 516)	-84%	20 739

**Table C6: Monthly Budget Statement - Financial Position**

NC073 Emthanjeni - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2018/19	Budget Year 2019/20			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		279	179	179	87	968
Call investment deposits		12 547	8 416	8 416	37 558	10 075
Consumer debtors		71 098	56 306	56 306	52 087	22 824
Other debtors		-	-	-	(903)	11 277
Current portion of long-term receivables		5	5	5	-	-
Inventory		454	465	465	585	65 556
<b>Total current assets</b>		<b>84 383</b>	<b>65 371</b>	<b>65 371</b>	<b>89 415</b>	<b>110 700</b>
<b>Non current assets</b>						
Long-term receivables		2	2	2	-	-
Investments		28	29	29	29	29
Investment property		76 955	78 970	78 970	74 115	5 004
Investments in Associate		-	-	-	-	-
Property, plant and equipment		782 998	1 068 290	1 068 290	751 378	932 114
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		137	382	382	102	458
Other non-current assets		7	8	8	-	83
<b>Total non current assets</b>		<b>860 127</b>	<b>1 147 680</b>	<b>1 147 680</b>	<b>825 624</b>	<b>937 687</b>
<b>TOTAL ASSETS</b>		<b>944 510</b>	<b>1 213 051</b>	<b>1 213 051</b>	<b>915 039</b>	<b>1 048 386</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		9 883	7 617	7 617	(17 456)	9 338
Borrowing		3 734	3 527	3 527	914	688
Consumer deposits		2 346	2 529	2 529	2 421	2 289
Trade and other payables		76 969	37 182	37 182	118 773	16 352
Provisions		2 039	1 964	1 964	93 835	2 972
<b>Total current liabilities</b>		<b>94 970</b>	<b>52 820</b>	<b>52 820</b>	<b>198 488</b>	<b>31 639</b>
<b>Non current liabilities</b>						
Borrowing		36 896	-	-	-	-
Provisions		46 937	37 143	37 143	2 459	36 071
<b>Total non current liabilities</b>		<b>83 832</b>	<b>37 143</b>	<b>37 143</b>	<b>2 459</b>	<b>36 071</b>
<b>TOTAL LIABILITIES</b>		<b>178 802</b>	<b>89 962</b>	<b>89 962</b>	<b>200 947</b>	<b>67 709</b>
<b>NET ASSETS</b>	<b>2</b>	<b>765 708</b>	<b>1 123 088</b>	<b>1 123 088</b>	<b>714 092</b>	<b>980 677</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		765 708	1 123 088	1 123 088	711 839	980 677
Reserves		-	-	-	2 253	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>765 708</b>	<b>1 123 088</b>	<b>1 123 088</b>	<b>714 092</b>	<b>980 677</b>

**Table C7: Monthly Budget Statement - Cash Flow**

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

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									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates, penalties & collection charges		31 790	29 923	29 923	2 494	3 525	4 987	(1 463)	-29%	27 999
Service charges		83 272	142 512	142 512	9 007	17 205	23 752	(6 547)	-28%	99 902
Other revenue		17 278	8 290	8 290	2 850	7 200	1 382	5 818	421%	34 954
Government - operating		41 797	49 796	49 796	305	19 013	8 299	10 714	129%	41 210
Government - capital		29 223	29 784	29 784	-	1 500	4 964	(3 464)	-70%	14 602
Interest		2 574	2 056	2 056	89	148	343	(195)	-57%	806
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(166 140)	(223 603)	(223 603)	(15 070)	(23 107)	(37 267)	(14 160)	38%	(190 113)
Finance charges		(3 820)	(2 038)	(2 038)	(3)	(3)	(340)	(337)	99%	(5 468)
Transfers and Grants		(516)	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>35 458</b>	<b>36 719</b>	<b>36 719</b>	<b>(328)</b>	<b>25 480</b>	<b>6 120</b>	<b>(19 361)</b>	<b>-316%</b>	<b>23 890</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		97	200	200	-	114	17	97	584%	130
Decrease (Increase) in non-current debtors		(0)	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
<b>Payments</b>										
Capital assets		(32 007)	(48 873)	(48 873)	(1 701)	(2 501)	(8 145)	(5 644)	69%	(20 739)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(31 910)</b>	<b>(48 673)</b>	<b>(48 673)</b>	<b>(1 701)</b>	<b>(2 387)</b>	<b>(8 129)</b>	<b>(5 741)</b>	<b>71%</b>	<b>(20 610)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		45	12 000	12 000	-	-	1 000	(1 000)	-100%	-
Increase (decrease) in consumer deposits		-	28	28	-	-	2	(2)	-100%	98
<b>Payments</b>										
Repayment of borrowing		(3 433)	(527)	(527)	(383)	(766)	(88)	678	-772%	(688)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(3 388)</b>	<b>11 501</b>	<b>11 501</b>	<b>(383)</b>	<b>(766)</b>	<b>914</b>	<b>1 681</b>	<b>184%</b>	<b>(590)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>159</b>	<b>(453)</b>	<b>(453)</b>	<b>(2 411)</b>	<b>22 327</b>	<b>(1 094)</b>			<b>2 691</b>
Cash/cash equivalents at beginning:		2 784	940	940		2 943	940			2 943
Cash/cash equivalents at month/ year end:		2 943	487	487		25 270	(155)			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 - M01 July

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	1															
<b>Cash Receipts By Source</b>																
Property rates		1 031	2 494	-	-	-	-	-	-	-	-	-	24 059	27 584	28 239	49 909
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		4 709	5 098	-	-	-	-	-	-	-	-	-	47 564	57 372	56 426	67 691
Service charges - water revenue		1 694	1 902	-	-	-	-	-	-	-	-	-	27 180	30 775	25 448	41 408
Service charges - sanitation revenue		1 146	1 243	-	-	-	-	-	-	-	-	-	16 313	18 702	15 131	16 467
Service charges - refuse		642	686	-	-	-	-	-	-	-	-	-	9 662	11 189	7 545	6 563
Service charges - other		8	78	-	-	-	-	-	-	-	-	-	(18)	67	270	132
Rental of facilities and equipment		66	66	-	-	-	-	-	-	-	-	-	682	815	734	770
Interest earned - external investments		58	89	-	-	-	-	-	-	-	-	-	839	987	830	863
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	1 068	1 068	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		24	5	-	-	-	-	-	-	-	-	-	3 354	3 384	6 870	7 076
Licences and permits		36	27	-	-	-	-	-	-	-	-	-	2 003	2 066	1 938	2 399
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating		18 708	305	-	-	-	-	-	-	-	-	-	25 173	44 186	41 753	47 657
Other revenue		4 163	2 751	-	-	-	-	-	-	-	-	-	20 226	27 140	26 967	43 475
<b>Cash Receipts by Source</b>		<b>32 287</b>	<b>14 745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>178 304</b>	<b>225 336</b>	<b>212 149</b>	<b>284 431</b>
<b>Other Cash Flows by Source</b>																
Transfer receipts - capital		1 500	-	-	-	-	-	-	-	-	-	-	50 690	52 190	14 342	13 798
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	200	200	139	148
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	3 527	3 527	-	-
Increase in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	98	98	90	71
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Receipts by Source</b>		<b>33 787</b>	<b>14 745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>232 819</b>	<b>281 351</b>	<b>226 728</b>	<b>298 449</b>
<b>Cash Payments by Type</b>																
Employee related costs		7 194	7 221	-	-	-	-	-	-	-	-	-	67 900	82 315	73 073	77 674
Remuneration of councillors		456	456	-	-	-	-	-	-	-	-	-	4 902	5 815	5 015	5 269
Interest paid		-	3	-	-	-	-	-	-	-	-	-	2 216	2 219	6 143	9 731
Bulk purchases - Electricity		-	882	-	-	-	-	-	-	-	-	-	59 343	60 225	55 359	90 859
Bulk purchases - Water & Sewer		-	439	-	-	-	-	-	-	-	-	-	2 151	2 589	2 736	4 315
Other materials		282	1 059	-	-	-	-	-	-	-	-	-	16 763	18 104	18 864	30 971
Contracted services		-	1 445	-	-	-	-	-	-	-	-	-	8 867	10 312	10 565	17 432
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
General expenses		105	3 568	-	-	-	-	-	-	-	-	-	34 058	37 770	35 533	39 397
<b>Cash Payments by Type</b>		<b>8 037</b>	<b>15 073</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>196 240</b>	<b>219 350</b>	<b>207 287</b>	<b>275 648</b>
<b>Other Cash Flows/Payments by Type</b>																
Capital assets		801	1 701	-	-	-	-	-	-	-	-	-	55 935	58 436	20 406	22 006
Repayment of borrowing		383	383	-	-	-	-	-	-	-	-	-	2 761	3 527	-	-
<b>Other Cash Flows/Payments</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Cash Payments by Type</b>		<b>9 221</b>	<b>17 156</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>254 936</b>	<b>281 314</b>	<b>227 692</b>	<b>297 654</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>24 566</b>	<b>(2 411)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(22 117)</b>	<b>37</b>	<b>(972)</b>	<b>795</b>
Cash/cash equivalents at the monthly year beginning		2 943	27 509	25 098	25 098	25 098	25 098	25 098	25 098	25 098	25 098	25 098	25 098	2 943	2 981	2 009
Cash/cash equivalents at the monthly year end		27 509	25 098	25 098	25 098	25 098	25 098	25 098	25 098	25 098	25 098	25 098	2 981	2 981	2 009	2 804

## PART 2 – SUPPORTING DOCUMENTATION Section 5

### – Debtors' analysis

Supporting Table SC3

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

Description	NT Code	Budget Year 2019/20										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.T.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	2 210	1 643	1 636	1 154	908	6 384	12 365	26 299	22 447		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	5 239	1 828	924	651	475	3 646	5 419	18 184	11 116		
Receivables from Non-exchange Transactions - Property Rates	1400	-	1 664	14 709	666	520	494	11 256	20 192	49 490	33 117		
Receivables from Exchange Transactions - Waste Water Management	1500	-	1 213	954	782	642	613	4 504	8 449	17 156	14 990		
Receivables from Exchange Transactions - Waste Management	1600	-	635	502	385	333	321	2 452	4 303	8 930	7 793		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	6 016	6 016	6 016		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1920	-	-	-	-	-	-	-	-	-	-		
Other	1900	-	113	73	71	72	67	568	4 946	5 910	5 724		
Total By Income Source	2000	-	11 075	19 708	4 453	3 371	2 879	28 809	61 691	131 985	101 203	-	-
2018/19 - totals only			20521233	3403677	2701031	2413665	2250512	5843844		37 244	13 219		
Debtors Age Analysis By Customer Group													
Organs of State	2200	-	745	3 016	445	415	339	3 300	3 540	11 800	8 039		
Commercial	2300	-	2 447	1 425	599	484	282	1 747	2 593	9 578	5 706		
Households	2400	-	7 269	14 783	3 053	2 168	1 938	21 337	49 242	99 790	77 738		
Other	2500	-	614	484	356	305	320	2 424	6 315	10 818	9 720		
Total By Customer Group	2600	-	11 075	19 708	4 453	3 371	2 879	28 809	61 691	131 985	101 203	-	-

## Creditors' analysis

### Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2019/20									Prior year
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	totals for chart (same period)
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	10 343	-	8 453	41 467	-	-			60 263	14 029
Bulk Water	0200	30	-	-						30	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	588	125	61	269	-	-			1 042	1
Auditor General	0800	-	-	-	-	-	-			-	-
Other	0900	-	-	3	2	-	-			5	2 337
Total By Customer Type	1000	10 961	125	8 516	41 738	-	-	-	-	61 340	16 368

## Investment portfolio analysis

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

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
<b>Municipality</b>									
Total Call and fixed investment		Yrs	Fixed Depos	30/06/2019	148	5.5%	36 784	148	36 932
<b>Municipality sub-total</b>					148		36 784	148	36 932
<b>Entities</b>									
<b>Entities sub-total</b>					-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	2				148		36 784	148	36 932

# Allocation and grant receipts and expenditure: - Operating Revenue Framework

NC073 Emthanjeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

Description	Re	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
Operating Transfers and Grants										
National Government:	4	38 380	47 820	47 820	1 098	19 806	7 970	11 225	140.8%	38 822
Local Government Equitable Share		36 197	44 900	44 900	-	18 708	7 483	11 225	150.0%	36 197
Finance Management		1 625	1 700	1 700	793	793	283			1 625
Municipal Systems Improvement		-	-	-			-			-
EPWP Incentive		558	1 220	1 220	305	305	203			1 000
Provincial Government:		1 841	693	693	-	-	116	(116)	-100.0%	2 388
Health subsidy		-	-	-			-	-		1 227
Housing		680	-	-	-	-	-	-		-
Sport and Recreation		1 161	693	693	-	-	116	(116)	-100.0%	1 161
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Operating Transfers and Grants		5	40 221	48 513	48 513	1 098	19 806	8 085	11 109	137.4%
Capital Transfers and Grants										
National Government:		10 651	31 067	31 067	-	1 500	5 178	(3 678)	-71.0%	14 602
Municipal Infrastructure Grant (MIG)		7 283	25 657	25 657	-	-	4 276	(4 276)	-100.0%	11 602
Water Services Infrastructure Grant		-	-	-	-	-	-			-
Regional Bulk Infrastructure		734	3 910	3 910	-	-	652	(652)	-100.0%	-
Integrated National Electrification Programme		2 634	1 500	1 500	-	1 500	250	1 250	500.0%	3 000
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	5	10 651	31 067	31 067	-	1 500	5 178	(3 678)	-71.0%	14 602
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	50 872	79 580	79 580	1 098	21 306	13 263	7 431	56.0%	55 812



## Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

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
Operating expenditure of Transfers and Grants										
National Government:		38 380	47 820	47 820	2 243	3 262	1 620	1 643	101.4%	38 822
Local Government Equitable Share		36 197	44 900	44 900	1 145	2 164	1 133	1 031	91.0%	36 197
Finance Management		1 625	1 700	1 700	793	793	283	510	179.9%	1 625
Municipal Systems Improvement		-	-	-	-	-	-	-		-
EPWP Incentive		558	1 220	1 220	305	305	203	102	50.0%	1 000
Provincial Government:		1 841	693	693	-	-	116	(116)	-100.0%	2 388
Health subsidy		-	-	-	-	-	-	-		1 227
Housing		680	-	-	-	-	-	-		-
Sport and Recreation		1 161	693	693	-	-	116	(116)	-100.0%	1 161
District Municipality:		-	-	-	-	-	-	-		-
								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
Total operating expenditure of Transfers and Grants		40 221	48 513	48 513	2 243	3 262	1 735	1 527	88.0%	41 210
Capital expenditure of Transfers and Grants										
National Government:		10 651	31 067	31 067	341	1 026	4 964	(3 938)	-79.3%	13 905
Municipal Infrastructure Grant (MIG)		7 283	25 657	25 657	-	-	4 062	(4 062)	-100.0%	10 905
Regional Bulk Infrastructure		734	3 910	3 910	-	685	652	34	5.2%	-
Integrated National Electrification Programme		2 634	1 500	1 500	341	341	250	91	36.3%	3 000
Provincial Government:		-	-	-	-	-	-	-		-
								-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
Total capital expenditure of Transfers and Grants		10 651	31 067	31 067	341	1 026	4 964	(3 938)	-79.3%	13 905
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		50 872	79 580	79 580	2 584	4 288	6 699	(2 411)	-36.0%	55 115

# Expenditure on councillor and board members allowances and employee benefits

NC073 Emthanjeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	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
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		3 311	4 109	4 109	305	611	683	(72)	-11%	3 451
Pension and UIF Contributions		198	-	-	-	-	-	-	-	-
Medical Aid Contributions		18	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		931	1 464	1 464	95	191	219	(28)	-13%	1 150
Cellphone Allowance		365	603	603	56	111	127	(16)	-12%	395
Other benefits and allowances		-	59	59	-	-	5	(5)	-100%	51
<b>Sub Total - Councillors</b>		<b>4 823</b>	<b>6 235</b>	<b>6 235</b>	<b>456</b>	<b>913</b>	<b>1 035</b>	<b>(122)</b>	<b>-12%</b>	<b>5 046</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		4 019	4 557	4 557	267	534	760	(226)	-30%	3 833
Pension and UIF Contributions		805	659	659	41	82	110	(28)	-26%	672
Medical Aid Contributions		161	79	79	12	24	13	11	82%	115
Motor Vehicle Allowance		546	824	824	62	124	137	(13)	-9%	755
Cellphone Allowance		116	327	327	17	34	54	(20)	-38%	138
Other benefits and allowances		243	82	82	18	36	14	23	166%	268
<b>Sub Total - Senior Managers of Municipality</b>		<b>5 891</b>	<b>6 527</b>	<b>6 527</b>	<b>417</b>	<b>834</b>	<b>1 088</b>	<b>(254)</b>	<b>-23%</b>	<b>5 781</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		44 715	60 757	60 757	4 862	9 725	10 126	(402)	-4%	48 768
Pension and UIF Contributions		8 217	12 695	12 695	875	1 749	2 116	(367)	-17%	8 721
Medical Aid Contributions		1 889	2 185	2 185	214	425	364	61	17%	1 810
Overtime		3 139	1 427	1 427	298	646	238	408	171%	1 477
Motor Vehicle Allowance		1 025	2 013	2 013	99	198	336	(138)	-41%	1 124
Cellphone Allowance		127	249	249	12	24	41	(17)	-42%	233
Housing Allowances		536	923	923	19	37	154	(117)	-76%	687
Other benefits and allowances		2 928	1 148	1 148	282	817	191	625	327%	1 179
Post-retirement benefit obligations	2	36	44	44	-	-	4	(4)	-100%	58
<b>Sub Total - Other Municipal Staff</b>		<b>62 610</b>	<b>81 442</b>	<b>81 442</b>	<b>6 660</b>	<b>13 620</b>	<b>13 570</b>	<b>50</b>	<b>0%</b>	<b>64 057</b>
<b>Total Parent Municipality</b>		<b>73 325</b>	<b>94 205</b>	<b>94 205</b>	<b>7 533</b>	<b>15 367</b>	<b>15 693</b>	<b>(326)</b>	<b>-2%</b>	<b>74 884</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>										
<b>Board Members of Entities</b>										
Post-retirement benefit obligations								-		
<b>Sub Total - Board Members of Entities</b>	2	-	-	-	-	-	-	-		-
<b>Senior Managers of Entities</b>										
Post-retirement benefit obligations	2							-		
<b>Sub Total - Senior Managers of Entities</b>		-	-	-	-	-	-	-		-
<b>Other Staff of Entities</b>										
Post-retirement benefit obligations								-		
<b>Sub Total - Other Staff of Entities</b>		-	-	-	-	-	-	-		-
<b>Total Municipal Entities</b>		-	-	-	-	-	-	-		-
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>73 325</b>	<b>94 205</b>	<b>94 205</b>	<b>7 533</b>	<b>15 367</b>	<b>15 693</b>	<b>(326)</b>	<b>-2%</b>	<b>74 884</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>68 502</b>	<b>87 969</b>	<b>87 969</b>	<b>7 077</b>	<b>14 454</b>	<b>14 658</b>	<b>(204)</b>	<b>-1%</b>	<b>69 838</b>

## Capital programme performance

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

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									
<b>Monthly expenditure performance trend</b>									
July	4 692	4 865	4 865	1 104	1 104	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	-	-	14 595	-	-	-
October	-	4 865	4 865	-	-	19 460	-	-	-
November	531	4 865	4 865	-	-	24 325	-	-	-
December	-	4 865	4 865	-	-	29 190	-	-	-
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	-	-	-
<b>Total Capital expenditure</b>	<b>20 832</b>	<b>58 381</b>	<b>58 381</b>	<b>3 268</b>					

## Supporting Table C13

Supporting Tables SC13 include the following:

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

## **Municipal manager's quality certificate**

I, Isak Visser the Municipal Manager of Emthanjeni Municipality hereby certify that the monthly budget statement for the month of August 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 13/09/2019

