

EMTHANJENI MUNICIPALITY



MONTHLY BUDGET STATEMENT JUNE 2015

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

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

PART 1 - IN-YEAR REPORT

Section 1 - Mayor's Report

1.1 In-Year Report - Monthly Budget Statement

The monthly budget statement for June 2015 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The audited outcomes for 2013/2014 reflected in this report are final as the figures were handed to the municipality after being audited by the Auditor General.

1.1.1 Financial problems or risks facing the municipality

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

A second Adjustment Budget for the 2014/15 financial year was approved by Council on 30 June 2015.

1.1.2 Relevant information

Year-to-date operating revenue realised is 5% below the year-to-date budget for June 2015.

The revenue includes the annual property rates and other fixed service charges billed to consumers for the 2014/2015 financial year. Operating expenditure incurred amounts to 19% below the year-to-date operating expenditure. 53% of the total capital budget has been spent at 30 June 2015, with 95.7% of that being funded from grant sources.ⁱ

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

Section 2 - Resolutions

IN-YEAR REPORTS 2014/2015

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

RECOMMENDATION:

- (a) That Council notes the monthly budget statement and supporting documentation for June 2015.

Section 3 - Executive Summary

3.1 Introduction

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

3.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest adjustments)

Revenue by Source

Year-to-date revenue realised 5%, R9.397 million below year-to-date budget projections for June 2015².

Operating expenditure by type

Year-to-date expenditure is 19% or R39 million³, below the year-to-date budget as at 30 June 2015

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

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

³ Table C4 - Total expenditure by type

Capital expenditure

Year-to-date expenditure on capital amounts to R14.559 million or 32 % of the adjusted capital budget of R27.3 million⁴. 95% of expenditure to date has been funded from capital transfers recognised⁵.

Refer to Section 4 - Table C5 for more detail.

Cash flows

The financial year commenced with positive cash & cash equivalents balance of R0.285 million⁶ and this figure as at 30 June 2015 R1, 130 million

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

3.3 Material variances

<u>Description</u>	<u>Variance (R 000)</u>
<u>Revenue By Source</u>	
Fines	(2 865)
Licences and permits	(1 527)
Gains on disposal of PPE	974
<u>Expenditure By Type</u>	
Debt impairment	(10 503)
Depreciation & asset impairment	(8 680)
Other expenditure	(7 840)
<u>Capital Expenditure</u>	
Waste management	(1 800)
Waste water management	(3 180)
<u>Cash Flow</u>	
Proceeds on disposal of PPE	974
Capital assets	(12 883)

3.4 Remedial or corrective steps

Description	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands		
Revenue By Source		
Fines	Traffic violation fines have not been taken into account	The situation is currently being investigated and will be fixed at year end
Licences and permits	Are Done at year end	The situation is currently being investigated and will be fixed at year end
Gains on disposal of PPE	The amount of land sold exceeded our original estimations	The situation will be taken into account when drawing up the budget of 2015-16
Expenditure By Type		
Debt impairment	Are Done at year end	The situation will be fixed at year end
Depreciation & asset impairment	Are Done at year end	The situation will be fixed at year end
Other Expenditure	Budgeted expenditure was not sufficient	The situation will be taken into account when drawing up the budget of 2015-16
Capital Expenditure		
Waste management	Slow capital spending	The situation will be taken into account when drawing up the budget of 2015-16
Waste water management	Slow capital spending	The situation will be taken into account when drawing up the budget of 2015-16
Cash Flow		
Proceeds on disposal of PPE	The amount of land sold exceeded our original estimations	The situation will be taken into account when drawing up the budget of 2015-16
Capital assets	Spending on capital expenditure are very low	Increase capital spending.

⁴ Table C5 - Total capital expenditure

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

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

Section 4 - In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1: s71 Monthly Budget Statement Summary

NC073 Emthanjeni - Table C1 Monthly Budget Statement Summary - M12 June

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	21 185	23 785	23 785	1 109	21 905	23 785	(1 879)	-8%	23 785
Service charges	91 655	100 512	96 365	7 442	86 968	92 865	(5 897)	-6%	96 365
Investment revenue	1 030	940	940	854	950	940	10	1%	940
Transfers recognised - operational	45 752	39 633	39 633	–	40 278	39 633	645	2%	39 633
Other own revenue	25 560	35 323	29 171	3 605	26 895	29 171	(2 276)	-8%	29 171
Total Revenue (excluding capital transfers and contributions)	185 183	200 193	189 893	13 010	176 996	186 393	(9 397)	-5%	189 893
Employee costs	59 894	62 980	62 965	5 252	61 975	62 965	(990)	-2%	62 965
Remuneration of Councillors	4 157	4 308	4 261	338	4 083	4 261	(178)	-4%	4 261
Depreciation & asset impairment	68 084	8 681	8 681	–	1	8 681	(8 680)	-100%	8 681
Finance charges	1 608	1 700	2 530	20	588	2 530	(1 943)	-77%	2 530
Materials and bulk purchases	49 123	55 879	55 879	6 089	53 357	55 879	(2 522)	-5%	55 879
Transfers and grants	750	13 669	13 669	1 069	10 898	15 384	(4 486)	-29%	13 669
Other expenditure	81 450	54 450	54 019	3 667	31 966	52 304	(20 337)	-39%	54 019
Total Expenditure	265 066	201 667	202 004	16 435	162 868	202 004	(39 137)	-19%	202 004
Surplus/(Deficit)	(79 883)	(1 474)	(12 111)	(3 425)	14 128	(15 611)	29 739	-191%	(12 111)
Transfers recognised - capital	13 102	29 248	16 208	–	–	16 208	(16 208)	-100%	16 208
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(66 781)	27 774	4 097	(3 425)	14 128	597	13 531	2267%	4 097
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(66 781)	27 774	4 097	(3 425)	14 128	597	13 531	2267%	4 097
Capital expenditure & funds sources									
Capital expenditure	21 457	40 589	27 399	2 696	14 559	26 451	(11 892)	-45%	27 399
Capital transfers recognised	15 313	28 448	15 408	2 595	13 941	15 408	(1 467)	-10%	15 408
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	–	6 000	6 000	–	–	–	–	–	6 000
Internally generated funds	6 144	6 141	5 991	102	618	5 991	(5 373)	-90%	5 991
Total sources of capital funds	21 457	40 589	27 399	2 696	14 559	21 399	(6 840)	-32%	27 399
Financial position									
Total current assets	119 418	78 943	78 943		121 617				78 943
Total non current assets	929 172	948 055	948 055		939 617				948 055
Total current liabilities	39 672	17 654	17 654		103 049				17 654
Total non current liabilities	52 911	45 370	45 370		3 166				45 370
Community wealth/Equity	956 006	963 974	963 974		955 019				963 974
Cash flows									
Net cash from (used) operating	13 042	43 672	19 651	(4 385)	17 294	19 651	2 356	12%	19 651
Net cash from (used) investing	(20 893)	(40 469)	(27 279)	(2 691)	(13 421)	(27 279)	(13 858)	51%	(27 279)
Net cash from (used) financing	(2 504)	2 751	2 751	(154)	(2 564)	2 751	5 315	193%	2 751
Cash/cash equivalents at the month/year end	285	3 324	(4 592)	–	1 595	(4 592)	(6 187)	135%	(4 592)
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	–	3 491	2 298	2 014	1 821	1 709	2 859	–	14 194
Creditors Age Analysis									
Total Creditors	1 806	15	–	–	–	–	–	–	1 821

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

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M12 June

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		43 567	42 548	42 548	2 142	43 119	42 548	572	1%	42 548
Executive and council		5 436	3 238	3 238	171	5 645	3 238	2 407	74%	3 238
Budget and treasury office		38 083	39 235	39 235	1 960	37 391	39 235	(1 845)	-5%	39 235
Corporate services		48	74	74	11	84	74	10	13%	74
<i>Community and public safety</i>		23 648	8 744	8 744	636	6 227	8 744	(2 517)	-29%	8 744
Community and social services		1 435	1 410	1 410	92	1 510	1 410	99	7%	1 410
Sport and recreation		145	102	102	0	112	102	11	10%	102
Public safety		21 037	7 196	7 196	542	3 927	7 196	(3 269)	-45%	7 196
Housing		1 031	36	36	2	678	36	642	1787%	36
Health		—	—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		14 819	14 694	18 194	1	1 028	14 694	(13 666)	-93%	18 194
Planning and development		1 235	1 800	1 800	—	1 000	1 800	(800)	-44%	1 800
Road transport		13 584	12 894	16 394	1	28	12 894	(12 866)	-100%	16 394
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		116 048	163 455	136 615	10 231	126 621	136 615	(9 994)	-7%	136 615
Electricity		60 590	75 900	71 350	6 355	62 505	71 350	(8 845)	-12%	71 350
Water		25 603	45 961	28 621	1 983	27 143	28 621	(1 478)	-5%	28 621
Waste water management		18 167	25 982	22 802	1 202	23 208	22 802	406	2%	22 802
Waste management		11 687	15 612	13 842	691	13 766	13 842	(76)	-1%	13 842
<i>Other</i>	4	—	—	—	—	—	—	—	—	—
Total Revenue - Standard	2	198 082	229 441	206 101	13 010	176 995	202 601	(25 606)	-13%	206 101
Expenditure - Standard										
<i>Governance and administration</i>		44 685	43 503	43 510	5 567	34 062	43 510	(9 448)	-22%	43 510
Executive and council		15 290	12 680	12 897	1 881	10 849	12 897	(2 048)	-16%	12 897
Budget and treasury office		18 325	18 910	18 489	1 817	12 484	18 489	(6 005)	-32%	18 489
Corporate services		11 069	11 914	12 124	1 869	10 729	12 124	(1 395)	-12%	12 124
<i>Community and public safety</i>		35 256	25 764	25 967	2 987	21 286	25 967	(4 681)	-18%	25 967
Community and social services		20 439	10 559	10 246	1 161	7 441	10 246	(2 805)	-27%	10 246
Sport and recreation		3 341	3 948	4 384	488	3 934	4 384	(450)	-10%	4 384
Public safety		6 771	9 018	9 058	942	7 741	9 058	(1 317)	-15%	9 058
Housing		4 630	2 069	2 109	397	2 168	2 109	58	3%	2 109
Health		75	169	169	0	2	169	(168)	-99%	169
<i>Economic and environmental services</i>		39 053	24 681	24 786	2 594	19 297	24 786	(5 490)	-22%	24 786
Planning and development		18 450	9 647	9 752	1 440	8 942	9 752	(810)	-8%	9 752
Road transport		20 604	15 034	15 034	1 154	10 354	15 034	(4 680)	-31%	15 034
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		144 247	106 811	106 833	10 496	86 599	106 833	(20 235)	-19%	106 833
Electricity		82 559	64 771	61 956	6 434	55 746	61 956	(6 210)	-10%	61 956
Water		32 710	14 979	17 091	932	9 086	17 091	(8 006)	-47%	17 091
Waste water management		15 771	12 298	12 623	1 593	9 742	12 623	(2 880)	-23%	12 623
Waste management		13 206	14 763	15 163	1 538	12 025	15 163	(3 138)	-21%	15 163
<i>Other</i>		1 621	907	907	255	1 624	907	717	79%	907
Total Expenditure - Standard	3	264 862	201 667	202 004	21 900	162 868	202 004	(39 137)	-19%	202 004
Surplus/ (Deficit) for the year		(66 781)	27 774	4 097	(8 890)	14 128	597	13 531	2267%	4 097

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) - M12 June

Vote Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		5 436	3 238	3 238	171	5 645	3 238	2 407	74.3%	3 238
Vote 2 - FINANCE AND ADMINISTRATION		38 131	39 310	39 310	1 971	37 475	39 310	(1 835)	-4.7%	39 310
Vote 3 - PLANNING AND DEVELOPMENT		1 235	1 800	1 800	—	1 000	1 800	(800)	-44.4%	1 800
Vote 4 - HEALTH		—	—	—	—	—	—	—		—
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 435	1 410	1 410	92	1 510	1 410	99	7.1%	1 410
Vote 6 - PUBLIC SAFETY		21 037	7 196	7 196	542	3 927	7 196	(3 269)	-45.4%	7 196
Vote 7 - SPORT AND RECREATION		145	102	102	0	113	102	11	11.2%	102
Vote 8 - ROAD TRANSPORT		13 584	12 894	16 394	1	28	12 894	(12 866)	-99.8%	16 394
Vote 9 - OTHER		—	—	—	—	—	—	—		—
Vote 10 - HOUSING SERVICES		1 031	36	36	2	678	36	642	1786.7%	36
Vote 11 - WASTE MANAGEMENT		11 687	15 612	13 842	691	13 766	13 842	(76)	-0.6%	13 842
Vote 12 - WASTE WATER MANAGEMENT		18 167	25 982	22 802	1 202	23 208	22 802	406	1.8%	22 802
Vote 13 - ELECTRICITY		60 590	75 900	71 350	6 355	62 505	71 350	(8 845)	-12.4%	71 350
Vote 14 - WATER		25 603	45 961	28 621	1 983	27 143	28 621	(1 478)	-5.2%	28 621
Vote 15 - [NAME OF VOTE 15]		—	—	—	—	—	—	—		—
Total Revenue by Vote	2	198 082	229 441	206 101	13 010	176 996	202 601	(25 605)	-12.6%	206 101
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		15 290	12 680	12 897	1 212	10 849	12 897	(2 048)	-15.9%	12 897
Vote 2 - FINANCE AND ADMINISTRATION		29 395	30 824	30 613	2 642	23 213	30 613	(7 400)	-24.2%	30 613
Vote 3 - PLANNING AND DEVELOPMENT		18 450	9 647	9 752	1 046	8 942	9 752	(810)	-8.3%	9 752
Vote 4 - HEALTH		75	169	169	0	2	169	(168)	-99.0%	169
Vote 5 - COMMUNITY AND SOCIAL SERVICES		20 439	10 559	10 246	619	7 441	10 246	(2 805)	-27.4%	10 246
Vote 6 - PUBLIC SAFETY		6 771	9 018	9 058	561	7 741	9 058	(1 317)	-14.5%	9 058
Vote 7 - SPORT AND RECREATION		3 341	3 948	4 384	337	3 934	4 384	(450)	-10.3%	4 384
Vote 8 - ROAD TRANSPORT		20 604	15 034	15 034	626	10 354	15 034	(4 680)	-31.1%	15 034
Vote 9 - OTHER		1 621	907	907	139	1 624	907	717	79.0%	907
Vote 10 - HOUSING SERVICES		4 630	2 069	2 109	200	2 168	2 109	58	2.8%	2 109
Vote 11 - WASTE MANAGEMENT		13 206	14 763	15 163	941	12 025	15 163	(3 138)	-20.7%	15 163
Vote 12 - WASTE WATER MANAGEMENT		15 771	12 298	12 623	1 269	9 742	12 623	(2 880)	-22.8%	12 623
Vote 13 - ELECTRICITY		82 559	64 771	61 956	6 054	55 746	61 956	(6 210)	-10.0%	61 956
Vote 14 - WATER		32 710	14 979	17 091	789	9 086	17 091	(8 006)	-46.8%	17 091
Vote 15 - [NAME OF VOTE 15]		—	—	—	—	—	—	—		—
Total Expenditure by Vote	2	264 862	201 667	202 004	16 435	162 868	202 004	(39 137)	-19.4%	202 004
Surplus/ (Deficit) for the year	2	(66 781)	27 774	4 097	(3 425)	14 128	597	13 531	2267.2%	4 097

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

NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description		Ref	2013/14	Budget Year 2014/15							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue By Source											
Property rates			21 035	23 785	23 785	1 109	21 905	23 785	(1 879)	-8%	23 785
Property rates - penalties & collection charges			150	—	—	—	—	—	—	—	—
Service charges - electricity revenue			56 488	53 614	50 114	3 556	41 509	46 614	(5 105)	-11%	50 114
Service charges - water revenue			18 746	24 575	23 775	1 973	22 510	23 775	(1 265)	-5%	23 775
Service charges - sanitation revenue			10 302	13 906	13 906	1 193	14 300	13 906	393	3%	13 906
Service charges - refuse revenue			5 705	8 347	8 347	688	8 245	8 347	(102)	-1%	8 347
Service charges - other			415	69	222	32	405	222	183	82%	222
Rental of facilities and equipment			722	755	603	43	1 190	603	587	97%	603
Interest earned - external investments			1 030	940	940	854	950	940	10	1%	940
Interest earned - outstanding debtors			625	819	819	25	816	819	(3)	0%	819
Dividends received			—	—	—	—	—	—	—	—	—
Fines			19 521	6 624	6 624	521	3 759	6 624	(2 865)	-43%	6 624
Licences and permits			1 305	1 874	1 874	32	348	1 874	(1 527)	-81%	1 874
Agency services			—	—	—	—	—	—	—	—	—
Transfers recognised - operational			45 752	39 633	39 633	—	40 278	39 633	645	2%	39 633
Other revenue			3 223	25 131	19 131	2 978	19 688	19 131	558	3%	19 131
Gains on disposal of PPE			164	120	120	5	1 094	120	974	812%	120
Total Revenue (excluding capital transfers and contributions)			185 183	200 193	189 893	13 010	176 996	186 393	(9 397)	-5%	189 893
Expenditure By Type											
Employee related costs			59 894	62 980	62 965	5 252	61 975	62 965	(990)	-2%	62 965
Remuneration of councillors			4 157	4 308	4 261	338	4 083	4 261	(178)	-4%	4 261
Debt impairment			47 932	10 827	10 503	—	—	10 503	(10 503)	-100%	10 503
Depreciation & asset impairment			68 084	8 681	8 681	—	1	8 681	(8 680)	-100%	8 681
Finance charges			1 608	1 700	2 530	20	588	2 530	(1 943)	-77%	2 530
Bulk purchases			43 536	47 529	47 529	5 271	47 036	47 529	(493)	-1%	47 529
Other materials			5 588	8 350	8 350	817	6 321	8 350	(2 029)	-24%	8 350
Contracted services			7 228	8 830	8 238	928	6 244	8 238	(1 995)	-24%	8 238
Transfers and grants			750	13 669	13 669	1 069	10 898	15 384	(4 486)	-29%	13 669
Other expenditure			26 087	34 793	35 278	2 739	25 723	33 563	(7 840)	-23%	35 278
Loss on disposal of PPE			203	—	—	—	—	—	—	—	—
Total Expenditure			265 066	201 667	202 004	16 435	162 868	202 004	(39 137)	-19%	202 004
Surplus/(Deficit)			(79 883)	(1 474)	(12 111)	(3 425)	14 128	(15 611)	29 739	(0)	(12 111)
Transfers recognised - capital			13 102	29 248	16 208	—	—	16 208	(16 208)	(0)	16 208
Contributions recognised - capital			—	—	—	—	—	—	—	—	—
Contributed assets			—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions			(66 781)	27 774	4 097	(3 425)	14 128	597			4 097
Taxation					—				—		
Surplus/(Deficit) after taxation			(66 781)	27 774	4 097	(3 425)	14 128	597			4 097
Attributable to minorities					—						
Surplus/(Deficit) attributable to municipality			(66 781)	27 774	4 097	(3 425)	14 128	597			4 097
Share of surplus/ (deficit) of associate					—						
Surplus/ (Deficit) for the year			(66 781)	27 774	4 097	(3 425)	14 128	597			4 097

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

Vote Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
<u>Capital Expenditure - Standard Classification</u>										
<i>Governance and administration</i>		785	1 840	1 840	60	316	1 840	(1 523)	-83%	1 840
Executive and council		585	153	153	–	54	153	(99)	-65%	153
Budget and treasury office		79	1 317	1 317	58	116	1 317	(1 200)	-91%	1 317
Corporate services		120	370	370	1	146	370	(224)	-61%	370
<i>Community and public safety</i>		777	631	631	–	97	631	(535)	-85%	631
Community and social services		63	295	295	–	–	295	(295)	-100%	295
Sport and recreation		–	251	251	–	88	251	(164)	-65%	251
Public safety		–	85	85	–	9	85	(76)	-89%	85
Housing		714	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
<i>Economic and environmental services</i>		15 901	14 728	18 228	2 637	14 064	18 228	(4 164)	-23%	18 228
Planning and development		500	12	12	–	3	12	(9)	-75%	12
Road transport		15 401	14 716	18 216	2 637	14 061	18 216	(4 155)	-23%	18 216
Environmental protection		–	–	–	–	–	–	–		–
<i>Trading services</i>		3 995	23 390	6 700	–	81	5 752	(5 670)	-99%	6 700
Electricity		2 314	1 300	1 300	–	–	352	(352)	-100%	1 300
Water		1 681	17 110	420	–	81	420	(339)	-81%	420
Waste water management		–	3 180	3 180	–	–	3 180	(3 180)	-100%	3 180
Waste management		–	1 800	1 800	–	–	1 800	(1 800)	-100%	1 800
<i>Other</i>		–	–	–	–	–	–	–		–
Total Capital Expenditure - Standard Classification	3	21 457	40 589	27 399	2 696	14 559	26 451	(11 892)	-45%	27 399
<u>Funded by:</u>										
National Government		15 313	28 448	15 408	2 595	13 941	15 408	(1 467)	-10%	15 408
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Other transfers and grants		–	–	–	–	–	–	–		–
Transfers recognised - capital		15 313	28 448	15 408	2 595	13 941	15 408	(1 467)	-10%	15 408
Public contributions & donations	5	–	–	–	–	–	–	–		–
Borrowing	6	–	6 000	6 000	–	–	–	–		6 000
Internally generated funds		6 144	6 141	5 991	102	618	5 991	(5 373)	-90%	5 991
Total Capital Funding		21 457	40 589	27 399	2 696	14 559	21 399	(6 840)	-32%	27 399

Table C6: Monthly Budget Statement - Financial Position

NC073 Emthanjani - Table C6 Monthly Budget Statement - Financial Position - M12 June

Description	Ref	2013/14	Budget Year 2014/15			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
<u>ASSETS</u>						
Current assets						
Cash		12 210	2 844	2 844	117	2 844
Call investment deposits		—	11 788	11 788	—	11 788
Consumer debtors		30 833	9 171	9 171	57 725	9 171
Other debtors		13 283	9 243	9 243	743	9 243
Current portion of long-term receivables		32	—	—	—	—
Inventory		63 059	45 899	45 899	63 032	45 899
Total current assets		119 418	78 943	78 943	121 617	78 943
Non current assets						
Long-term receivables		—	—	—	—	—
Investments		—	—	—	—	—
Investment property		5 004	4 272	4 272	5 004	4 272
Investments in Associate		—	—	—	—	—
Property, plant and equipment		923 699	942 332	942 332	934 208	942 332
Agricultural		—	—	—	—	—
Biological assets		—	—	—	—	—
Intangible assets		384	1 283	1 283	384	1 283
Other non-current assets		85	168	168	21	168
Total non current assets		929 172	948 055	948 055	939 617	948 055
TOTAL ASSETS		1 048 590	1 026 998	1 026 998	1 061 234	1 026 998
<u>LIABILITIES</u>						
Current liabilities						
Bank overdraft		11 925	1 026	1 026	14 343	1 026
Borrowing		2 758	1 374	1 374	1 449	1 374
Consumer deposits		1 949	1 932	1 932	2 100	1 932
Trade and other payables		21 627	11 306	11 306	29 293	11 306
Provisions		1 414	2 017	2 017	55 865	2 017
Total current liabilities		39 672	17 654	17 654	103 049	17 654
Non current liabilities						
Borrowing		3 231	11 176	11 176	3 166	11 176
Provisions		49 680	34 194	34 194	—	34 194
Total non current liabilities		52 911	45 370	45 370	3 166	45 370
TOTAL LIABILITIES		92 583	63 024	63 024	106 215	63 024
NET ASSETS	2	956 006	963 974	963 974	955 019	963 974
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated Surplus/(Deficit)		956 006	692 667	692 667	952 767	692 667
Reserves		—	271 307	271 307	2 253	271 307
TOTAL COMMUNITY WEALTH/EQUITY	2	956 006	963 974	963 974	955 019	963 974

Table C7: Monthly Budget Statement - Cash Flow

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		101 218	153 090	142 445	11 067	122 815	142 445	(19 631)	-14%	142 445
Government - operating		38 122	39 633	39 633	—	40 278	39 633	645	2%	39 633
Government - capital		15 152	29 248	16 208	—	16 108	16 208	(100)	-1%	16 208
Interest		1 030	940	940	854	950	940	10	1%	940
Dividends		—	—	—	—	—	—	—		—
Payments										
Suppliers and employees		(141 418)	(163 870)	(163 376)	(15 216)	(151 371)	(163 376)	(12 006)	7%	(163 376)
Finance charges		(855)	(1 700)	(2 530)	(20)	(588)	(2 530)	(1 943)	77%	(2 530)
Transfers and Grants		(208)	(13 669)	(13 669)	(1 069)	(10 898)	(13 669)	(2 771)	20%	(13 669)
NET CASH FROM/(USED) OPERATING ACTIVITIES		13 042	43 672	19 651	(4 385)	17 294	19 651	2 356	12%	19 651
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		632	120	120	5	1 094	120	974	812%	120
Decrease (Increase) in non-current debtors		26	—	—	—	—	—	—		—
Decrease (increase) other non-current receivables		—	—	—	—	—	—	—		—
Decrease (increase) in non-current investments		—	—	—	—	—	—	—		—
Payments										
Capital assets		(21 550)	(40 589)	(27 399)	(2 696)	(14 516)	(27 399)	(12 883)	47%	(27 399)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(20 893)	(40 469)	(27 279)	(2 691)	(13 421)	(27 279)	(13 858)	51%	(27 279)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			6 000	6 000	—	—	6 000	(6 000)	-100%	6 000
Borrowing long term/refinancing			—	—	—	—	—	—		—
Increase (decrease) in consumer deposits			135	135	23	171	135	36	27%	135
Payments										
Repayment of borrowing		(2 504)	(3 384)	(3 384)	(177)	(2 735)	(3 384)	(649)	19%	(3 384)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(2 504)	2 751	2 751	(154)	(2 564)	2 751	5 315	193%	2 751
NET INCREASE/ (DECREASE) IN CASH HELD		(10 354)	5 954	(4 877)	(7 230)	1 310	(4 877)			(4 877)
Cash/cash equivalents at beginning:		10 640	(2 629)	285		285	285			285
Cash/cash equivalents at month/year end:		285	3 324	(4 592)		1 595	(4 592)			(4 592)

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 - M12 June

Description	Ref	Budget Year 2014/15												2014/15 Medium Term Revenue & Expenditure Framework		
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Budget	June Budget	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousands	1															
Cash Receipts By Source																
Property rates		1 110	2 278	1 295	3 238	3 036	1 250	873	1 207	1 128	1 005	1 089	5 324	22 834	23 632	23 682
Property rates - penalties & collection charges		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Service charges - electricity revenue		3 623	4 465	3 716	4 546	3 206	3 855	3 966	3 449	4 088	2 840	4 255	8 922	50 932	52 424	52 655
Service charges - water revenue		1 400	1 231	1 000	1 634	1 902	1 010	1 504	1 062	2 048	1 141	1 505	7 911	23 346	24 397	26 908
Service charges - sanitation revenue		928	990	533	595	1 074	621	710	597	1 219	836	1 084	4 025	13 211	13 938	14 204
Service charges - refuse		607	436	325	407	759	371	364	382	653	596	652	2 298	7 851	8 283	8 544
Service charges - other		33	36	38	33	33	33	33	32	38	33	31	(309)	64	67	71
Rental of facilities and equipment		59	59	67	63	62	59	75	60	521	58	64	(352)	795	838	867
Interest earned - external investments		18	20	—	10	4	—	30	—	9	6	0	844	940	1 099	1 144
Interest earned - outstanding debtors		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Dividends received		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Fines		25	41	28	765	13	296	190	39	42	21	2 049	3 115	6 624	7 014	7 470
Licences and permits		48	27	20	31	40	12	4	44	30	34	23	1 389	1 704	1 790	1 897
Agency services		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Transfer receipts - operating		15 589	1 334	—	379	12 081	—	—	679	9 572	—	645	(645)	39 633	44 583	37 855
Other revenue		1 903	1 673	1 499	1 883	724	1 360	1 446	1 450	1 353	1 401	2 020	9 019	25 729	19 825	23 018
Cash Receipts by Source		25 342	12 591	8 519	13 584	22 933	8 867	9 195	9 000	20 701	7 973	13 417	41 541	193 663	197 890	198 316
Other Cash Flows by Source																
Transfer receipts - capital		3 000	—	—	—	4 000	—	—	—	9 108	—	—	13 140	29 248	11 969	41 305
Contributions & Contributed assets		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Proceeds on disposal of PPE		3	7	1 035	(27)	53	0	3	—	10	5	—	(969)	120	127	134
Short term loans		—	—	—	—	—	—	—	—	—	—	—	6 000	6 000	—	—
Borrowing long term/refinancing		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Increase in consumer deposits		14	20	1	11	1	13	(2)	43	14	21	13	(13)	135	140	140
Receipt of non-current debtors		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Receipt of non-current receivables		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Change in non-current investments		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total Cash Receipts by Source		28 359	12 618	9 555	13 568	26 988	8 879	9 196	9 043	29 832	7 999	13 430	59 698	229 166	210 126	239 895
Cash Payments by Type																
Employee related costs		4 977	4 937	5 038	5 357	5 258	5 678	5 112	5 127	5 050	5 102	5 088	4 833	61 556	62 244	63 131
Remuneration of councillors		319	325	325	319	325	325	326	325	325	325	503	564	4 308	4 502	4 750
Interest paid		34	33	162	33	29	—	55	25	155	21	22	1 133	1 700	1 734	1 804
Bulk purchases - Electricity		6 197	3 009	4 168	3 074	3 056	2 969	2 998	5 967	2 778	2 926	2 959	5 129	45 229	47 264	49 155
Bulk purchases - Water & Sewer		95	142	128	192	133	115	91	177	240	219	134	635	2 300	2 404	2 497
Other materials		258	600	518	657	346	228	344	677	680	577	617	2 966	8 470	8 766	8 985
Contracted services		596	338	464	408	172	1 094	262	603	665	324	389	2 637	7 953	8 231	8 527
Grants and subsidies paid - other municipalities		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Grants and subsidies paid - other		1 463	904	534	437	1 424	1 031	766	716	863	843	848	3 841	13 669	13 990	13 666
General expenses		2 155	4 999	1 759	2 645	2 044	1 147	2 788	(811)	2 317	2 057	2 004	10 951	34 054	33 058	35 420
Cash Payments by Type		16 094	15 286	13 095	13 121	12 788	12 586	12 742	12 806	13 074	12 394	12 563	32 688	179 239	182 193	187 935
Other Cash Flows/Payments by Type																
Capital assets		816	561	1 968	1 652	333	1 138	271	15	2 675	1 130	1 261	28 770	40 589	18 371	47 904
Repayment of borrowing		161	162	520	165	167	168	167	173	527	174	175	826	3 384	3 384	3 384
Other Cash Flows/Payments		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total Cash Payments by Type		17 071	16 010	15 583	14 938	13 288	13 891	13 180	12 994	16 277	13 698	13 999	62 284	223 212	203 948	239 223
NET INCREASE/(DECREASE) IN CASH HELD		11 288	(3 391)	(6 028)	(1 370)	13 700	(5 012)	(3 984)	(3 950)	13 555	(5 700)	(569)	(2 586)	5 954	6 177	672
Cash/cash equivalents at the month/year beginning:		285	11 573	8 182	2 154	784	14 484	9 473	5 489	1 538	15 094	9 394	8 825	285	6 239	12 416
Cash/cash equivalents at the month/year end:		11 573	8 182	2 154	784	14 484	9 473	5 489	1 538	15 094	9 394	8 825	6 239	6 239	12 416	13 088

PART 2 - SUPPORTING DOCUMENTATION Section 5 - Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2014/15										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200		1 212	814	843	760	745	1 114		5 488	3 462		21 391
Trade and Other Receivables from Exchange Transactions - Electricity	1300		1 068	557	382	331	263	591		3 192	1 567		7 981
Receivables from Non-ex change Transactions - Property Rates	1400		397	266	220	185	168	431		1 668	1 004		4 241
Receivables from Exchange Transactions - Waste Water Management	1500		517	390	369	355	338	394		2 364	1 456		13 810
Receivables from Exchange Transactions - Waste Management	1600		245	245	177	167	172	173		1 179	689		5 750
Receivables from Exchange Transactions - Property Rental Debtors	1700		-	-	-	-	-	-		-	-		-
Interest on Arrear Debtor Accounts	1810		-	-	-	-	-	-		-	-		2 389
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820		-	-	-	-	-	-		-	-		-
Other	1900		51	26	23	24	23	157		303	227		987
Total By Income Source	2000	-	3 491	2 298	2 014	1 821	1 709	2 859	-	14 194	8 404	-	56 549
2013/14 - totals only			6383819	3259950 1/4	2766581 5/8	2673578 7/9	2522971 1/6	28071720 2/3		45 679	36 035		40352106 1/5
Debtors Age Analysis By Customer Group													
Organs of State	2200		310	141	131	122	104	790		1 597	1 146		716
Commercial	2300		380	196	95	66	89	44		871	295		1 255
Households	2400		2 456	1 695	1 514	1 446	1 345	1 693		10 148	5 997		48 205
Other	2500		346	266	274	187	172	332		1 578	966		6 373
Total By Customer Group	2600	-	3 491	2 298	2 014	1 821	1 709	2 859	-	14 194	8 404	-	56 549

Creditors' analysis

Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2014/15									Prior year
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	totals for chart (same period)
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	347	15							362	-
Auditor General	0800	-	-							-	-
Other	0900	1 459	-							1 459	1 921
Total By Customer Type	1000	1 806	15	-	-	-	-	-	-	1 821	1 921

Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June									
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
Municipality									
General Investment		Yrs	Fixed Deposit	30/06/2015		7.5%	11 788	940	12 728
Municipality sub-total					-		11 788	940	12 728
TOTAL INVESTMENTS A	2				-		11 788	940	12 728

Allocation and grant receipts and expenditure: - Operating Revenue Framework

NC073 Emthanjeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

Description	Ref	2013/14	Budget Year 2014/15							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									%	
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		38 493	38 876	38 876	–	38 876	38 876	–		38 876
Local Government Equitable Share		34 819	35 342	35 342	–	35 342	35 342	–		35 342
Finance Management		1 550	1 600	1 600	–	1 600	1 600	–		1 600
Municipal Systems Improvement		890	934	934	–	934	934	–		934
EPWP Incentive		1 234	1 000	1 000	–	1 000	1 000	–		1 000
Energy Efficiency and Demand Management										
Integrated National Electrification Programme	3							–		
Provincial Government:		6 962	757	757	–	1 402	757	–		757
Health subsidy		1 150	–	–	–	–	–	–		–
Housing		458	–	–	–	645	–	–		–
Sport and Recreation		679	757	757	–	757	757	–		757
Department of Education	4	235	–	–	–	–	–	–		–
Department of Roads		2 389	–	–	–	–	–	–		–
Department of Water Affairs		2 050	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants	5	45 455	39 633	39 633	–	40 278	39 633	–		39 633
Capital Transfers and Grants										
National Government:		13 102	29 248	16 208	–	16 108	16 208	–		12 708
Municipal Infrastructure Grant (MIG)		13 102	12 608	16 108	–	16 108	16 108	–		12 608
Regional Bulk Infrastructure		–	16 640	100	–	–	100	–		100
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants	5	13 102	29 248	16 208	–	16 108	16 208	–		12 708
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	58 557	68 881	55 841	–	56 386	55 841	–		52 341

Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June										
Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									%	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		38 259	38 876	38 876	1 021	12 181	38 876	(26 695)	-68.7%	38 876
Local Government Equitable Share		34 819	35 342	35 342	722	8 428	35 342	(26 914)	-76.2%	35 342
Finance Management		1 550	1 600	1 600	–	1 600	1 600	–		1 600
Municipal Systems Improvement		890	934	934	161	1 438	934	504	53.9%	934
EPWP Incentive		1 000	1 000	1 000	138	715	1 000	(285)	-28.5%	1 000
Provincial Government:		6 811	757	757	49	315	757	(442)	-58.3%	757
Health subsidy		1 311	–	–	–	–	–	–		–
Sport and Recreation		679	757	757	49	315	757	(442)	-58.3%	757
Department of Education		268						–		
Department of Roads		2 503						–		
Department of Water Affairs		2 050						–		
District Municipality:		458	–	–	–	–	–	–		–
								–		
<i>[insert description]</i>		458						–		
Other grant providers:		–	–	–	–	–	–	–		–
Total operating expenditure of Transfers and Grants:		45 528	39 633	39 633	1 069	12 496	39 633	(27 137)	-68.5%	39 633
Capital expenditure of Transfers and Grants										
National Government:		14 362	28 448	15 408	2 595	14 025	8 956	5 069	56.6%	11 908
Municipal Infrastructure Grant (MIG)		14 362	11 808	15 308	2 595	13 944	8 856	5 088	57.4%	11 808
Regional Bulk Infrastructure			16 640	100	–	81	100	(19)	-18.6%	100
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		14 362	28 448	15 408	2 595	14 025	8 956	5 069	56.6%	11 908
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		59 891	68 081	55 041	3 664	26 521	48 589	(22 068)	-45.4%	51 541

Expenditure on councillor and board members allowances and employee benefits

NC073 Emthanjeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
<u>Councillors (Political Office Bearers plus Other)</u>										
Basic Salaries and Wages		2 920	2 962	2 962	234	2 801	2 962	(161)	-5%	2 962
Pension and UIF Contributions		338	—	—	29	337	—	337	#DIV/0!	—
Medical Aid Contributions		38	—	—	3	36	—	36	#DIV/0!	—
Motor Vehicle Allowance		629	985	985	72	908	985	(76)	-8%	985
Cellphone Allowance		198	314	314	1	1	314	(313)	-100%	314
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		34	47	—	—	—	—	—	—	—
Sub Total - Councillors		4 157	4 308	4 261	339	4 083	4 261	(178)	-4%	4 261
% increase	4		3.6%	2.5%						2.5%
<u>Senior Managers of the Municipality</u>	3									
Basic Salaries and Wages		3 102	3 369	3 369	255	3 449	3 369	80	2%	3 369
Pension and UIF Contributions		469	560	560	23	249	560	(311)	-55%	560
Medical Aid Contributions		132	159	159	12	131	159	(28)	-18%	159
Overtime		—	—	—	—	—	—	—	—	—
Performance Bonus		475	—	—	—	—	—	—	—	—
Motor Vehicle Allowance		588	847	847	63	657	847	(190)	-22%	847
Cellphone Allowance		177	151	151	14	179	151	29	19%	151
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		168	217	217	34	249	217	32	15%	217
Payments in lieu of leave		—	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	2	—	—	—	—	—	—	—	—	—
Sub Total - Senior Managers of Municipality		5 112	5 303	5 303	401	4 914	5 303	(389)	-7%	5 303
% increase	4		3.7%	3.7%						3.7%
<u>Other Municipal Staff</u>										
Basic Salaries and Wages		35 534	43 450	43 450	3 476	42 453	43 450	(998)	-2%	43 450
Pension and UIF Contributions		6 403	7 592	7 592	624	6 973	7 592	(619)	-8%	7 592
Medical Aid Contributions		2 140	1 505	1 505	423	2 557	1 505	1 052	70%	1 505
Overtime		2 262	2 070	2 070	335	2 432	2 070	362	17%	2 070
Performance Bonus		2 993	—	—	—	—	—	—	—	—
Motor Vehicle Allowance		1 269	892	892	204	1 141	892	249	28%	892
Cellphone Allowance		254	168	168	39	339	168	171	102%	168
Housing Allowances		1 124	702	702	16	101	702	(601)	-86%	702
Other benefits and allowances		2 436	1 244	1 230	144	908	1 230	(322)	-26%	1 230
Payments in lieu of leave		366	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	2	—	54	54	148	201	54	147	274%	54
Sub Total - Other Municipal Staff		54 781	57 677	57 662	5 408	57 104	57 662	(558)	-1%	57 662
% increase	4		5.3%	5.3%						5.3%
Total Parent Municipality		64 051	67 288	67 226	6 147	66 101	67 226	(1 125)	-2%	67 226

Capital programme performance

NC073 Emthanjeni - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M12 June

Month	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	1 669	1 803	1 803	816	816	1 803	986	54.7%	2%
August	3 286	10 571	10 571	561	1 378	12 374	10 996	88.9%	3%
September	1 085	1 742	1 742	1 968	3 346	14 116	10 770	76.3%	8%
October	661	1 618	1 618	1 652	4 998	15 734	10 737	68.2%	12%
November	1 141	3 615	3 615	333	5 330	19 349	14 019	72.5%	13%
December	2 680	2 489	2 489	1 180	6 511	21 839	15 328	70.2%	16%
January	1 089	784	784	271	6 782	22 622	15 841	70.0%	17%
February	2 605	4 321	1 131	15	6 796	23 753	16 957	71.4%	17%
March	1 794	5 070	1 170	2 675	9 472	24 923	15 451	62.0%	23%
April	1 421	3 900	900	1 130	10 602	25 824	15 222	58.9%	0
May	1 620	2 618	618	1 261	11 862	26 442	14 579	55.1%	0
June	2 406	2 057	957	2 696	14 559	27 399	12 840	46.9%	0
Total Capital expenditure	21 457	40 589	27 399	14 559					

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 - M12 June										
Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		12 299	30 448	17 408	2 595	13 938	17 408	3 470	19.9%	17 408
Infrastructure - Road transport		10 682	13 808	17 308	2 595	13 856	17 308	3 452	19.9%	17 308
<i>Roads, Pavements & Bridges</i>		10 682	13 808	17 308	2 595	13 856	17 308	3 452	19.9%	17 308
Infrastructure - Electricity		918	–	–	–	–	–	–		–
<i>Transmission & Reticulation</i>		918						–		
Infrastructure - Water		699	16 640	100	–	81	100	19	18.6%	100
<i>Reticulation</i>		699	16 640	100	–	81	100	19	18.6%	100
Total Capital Expenditure on new ass	1	12 299	30 448	17 408	2 595	13 938	17 408	3 470	19.9%	17 408

NC073 Emthanjeni - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M12										
Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure - Road transport		4 640	500	500	18	172	500	328	65.6%	500
<i>Roads, Pavements & Bridges</i>		4 640	500	500	18	172	500	328	65.6%	500
Infrastructure - Electricity		611	250	250	–	–	250	250	100.0%	250
<i>Transmission & Reticulation</i>		611	250	250	–	–	250	250	100.0%	250
Infrastructure - Water		406	470	320	–	–	320	320	100.0%	320
<i>Water purification</i>		406	470	320	–	–	320	320	100.0%	320
Infrastructure - Sanitation		–	–	–	–	–	–	–		–
Infrastructure - Other		1 312	30	30	–	–	30	30	100.0%	30
<i>Waste Management</i>			30	30	–	–	30	30	100.0%	30
<i>Other</i>		1 312						–		
Community		63	396	396	–	3	396	393	99.2%	396
Parks & gardens		–	51	51	–	–	51	51	100.0%	51
Sportsfields & stadia		–	65	65	–	–	65	65	100.0%	65
Community halls		63	250	250	–	–	250	250	100.0%	250
Cemeteries		–	30	30	–	3	30	27	90.1%	30
Heritage assets		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Other assets		2 126	8 495	8 495	84	446	7 547	7 101	94.1%	8 495
General vehicles		959	3 660	3 660	–	–	2 712	2 712	100.0%	3 660
Specialised vehicles		–	1 770	1 770	–	–	1 770	1 770	100.0%	1 770
Plant & equipment		153	552	552	–	130	552	422	76.5%	552
Computers - hardware/equipment		515	698	698	58	212	698	486	69.6%	698
Furniture and other office equipment		–	462	462	1	44	462	419	90.6%	462
Other Buildings		500	510	510	24	60	510	449	88.2%	510
Other		–	844	844	–	–	844	844	100.0%	844
Agricultural assets		–	–	–	–	–	–	–		–
Biological assets		–	–	–	–	–	–	–		–
Intangibles		–	–	–	–	–	–	–		–
Total Capital Expenditure on renew	1	9 159	10 141	9 991	102	621	9 043	8 422	93.1%	9 991
Specialised vehicles		–	1 770	1 770	–	–	1 770	1 770	0	1 770
Refuse			1 770	1 770	–	–	1 770	1 770	0	1 770

NC073 Emthanjeni - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12 June										
Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		4 435	5 918	5 918	437	3 356	5 918	2 562	43.3%	5 918
Infrastructure - Road transport		1 277	1 592	1 592	19	612	1 592	980	61.5%	1 592
Roads, Pavements & Bridges		1 277	1 592	1 592	19	612	1 592	980	61.5%	1 592
Infrastructure - Electricity		929	1 821	1 821	161	1 374	1 821	446	24.5%	1 821
Transmission & Reticulation		929	1 821	1 821	161	1 374	1 821	446	24.5%	1 821
Infrastructure - Water		697	864	864	247	859	864	5	0.6%	864
Dams & Reservoirs			172	172	94	171	172	1	0.8%	172
Water purification			273	273	52	269	273	4	1.4%	273
Reticulation		697	419	419	100	419	419	(0)	-0.1%	419
Infrastructure - Sanitation		464	822	822	9	299	822	522	63.6%	822
Reticulation		464	822	822	9	299	822	522	63.6%	822
Infrastructure - Other		1 068	819	819	1	211	819	609	74.3%	819
Waste Management		987	819	819	1	211	819	609	74.3%	819
Other		81						-		
Community		2 218	1 875	1 875	361	1 725	1 875	151	8.0%	1 875
Parks & gardens		232	38	38	-	9	38	29	75.2%	38
Sportsfields & stadia		104	66	66		38	66	29	43.3%	66
Swimming pools		-	321	321	48	257	321	63	19.7%	321
Community halls		244	433	433	164	367	433	66	15.2%	433
Libraries		128	44	44	-	43	44	0	0.8%	44
Fire, safety & emergency		-	879	879	129	940	879	(61)	-6.9%	879
Cemeteries		-	39	39	-	24	39	15	37.9%	39
Other		1 509	56	56	21	46	56	10	18.1%	56
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	182	182	-	1	182	181	99.6%	182
Housing development			182	182	-	1	182	181	99.6%	182
Other assets		4 958	4 457	4 457	179	3 750	4 457	707	15.9%	4 457
General vehicles		2 322	2 066	2 066	12	1 742	2 066	323	15.7%	2 066
Specialised vehicles		-	366	366	-	54	366	312	85.2%	366
Plant & equipment		488	252	252	26	287	252	(36)	-14.1%	252
Computers - hardware/equipment		290	370	370	12	504	370	(133)	-36.0%	370
Furniture and other office equipment		139	511	511	56	486	511	26	5.0%	511
Other Buildings		856	532	532	57	558	532	(27)	-5.0%	532
Other Land		236	161	161	-	22	161	140	86.6%	161
Other		627	198	198	16	97	198	101	51.1%	198
Agricultural assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	59	59	18	42	59	18	29.7%	59
Computers - software & programming			59	59	18	42	59	18	29.7%	59
Total Repairs and Maintenance Expenditure		11 611	12 491	12 491	996	8 872	12 491	3 618	29.0%	12 491
Specialised vehicles		-	366	366	-	54	366	312	0	366
Refuse			366	366	-	54	366	312	0	366

NC073 Emthanjeni - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M12 June										
Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								%	
<u>Depreciation by Asset Class/Sub-class</u>										
<u>Infrastructure</u>		41 234	4 765	4 765	–	–	–	–		4 765
Infrastructure - Road transport		18 940	2 433	2 433	–	–	–	–		2 433
Roads, Pavements & Bridges		18 940	2 433	2 433				–		2 433
Infrastructure - Electricity		6 764	482	482	–	–	–	–		482
Transmission & Reticulation		6 764	482	482				–		482
Infrastructure - Water		7 441	955	955	–	–	–	–		955
Reticulation		7 441	955	955				–		955
Infrastructure - Sanitation		4 735	683	683	–	–	–	–		683
Reticulation		4 735	683	683				–		683
Infrastructure - Other		3 353	213	213	–	–	–	–		213
Waste Management		3 353	213	213				–		213
<u>Community</u>		11 432	1 450	1 450	–	–	–	–		1 450
Community halls		4 870	614	614				–		614
Libraries		3 517	460	460				–		460
Clinics		947	125	125				–		125
Cemeteries		744	124	124				–		124
Other		1 353	127	127				–		127
<u>Heritage assets</u>		–	–	–	–	–	–	–		–
<u>Investment properties</u>		338	20	20	–	–	–	–		20
Other		338	20	20				–		20
<u>Other assets</u>		15 081	2 445	2 445	–	–	–	–		2 445
General vehicles		4 382	326	326				–		326
Specialised vehicles		4 400	1 760	1 760	–	–	–	–		1 760
Plant & equipment		440	–	–				–		–
Computers - hardware/equipment		3 353	115	115				–		115
Furniture and other office equipment		138	12	12				–		12
Civic Land and Buildings		676	49	49				–		49
Other Buildings		1 691	183	183				–		183
<u>Agricultural assets</u>		–	–	–	–	–	–	–		–
<u>Biological assets</u>		–	–	–	–	–	–	–		–
<u>Intangibles</u>		–	–	–	–	–	–	–		–
Total Depreciation		68 084	8 681	8 681	–	–	–	–		8 681
<u>Specialised vehicles</u>		4 400	1 760	1 760	–	–	–	–		1 760
Refuse		4 400	1 760	1 760				–		1 760

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 March 2015 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 12/06/2015