EMTHANJENI MUNICIPALITY

EMTHANJENI LOCAL MUNICIPALITY

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SEPTEMBER 2015 QUARTERLY BUDGET STATEMENT

SCHEDULE C:

QUARTERLY 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 Quarterly 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 - Quarterly Budget Statement

The quarterly budget statement for September 2015 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations.
The audited outcomes for 2014/2015 reflected in this report are draft as the figures were not yet reported to the office of the auditor general and as such are subject to change.

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.

1.1.2 Relevant information

Year-to-date operating revenue realised is 22% above the year-to-date budget for September 2015.
The revenue includes the annual property rates and other fixed service charges billed to consumers for the 2015/2016 financial year.
Operating expenditure incurred amounts to 12% below the year-to-date operating expenditure. 1.44% of the total capital budget has been spent at 30 September 2015, with 91.2% of that being funded from capital grants.[i]

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

Section 2 - Resolutions

IN-YEAR REPORTS 2015/2016

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

RECOMMENDATION:

(a) That Council notes the quarterly budget statement and supporting documentation for September 2015.

Section 3 - Executive Summary

3.1 Introduction

As already stated in the Mayor's Report the financial figures reflected in this report are draft figures for 2014/2015 and as such are the outcomes are based on the municipality's in-year reports and are subject to change.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest adjustments)

Revenue by Source

Year-to-date revenue realised 22%, R11.408 million above year-to-date budget projections for September 2015[2].

Operating expenditure by type

Year-to-date expenditure is 12% or R6.575 million, below the year-to-date budget as at 30 September 2015.

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

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[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 R593 thousand or 0.88% of the capital budget of R67.3 million[4]. 87% of expenditure to date has been funded from capital grants recognised[5].

Refer to Section 4 – Table C5 for more detail.

Cash flows

The financial year commenced with positive cash & cash equivalents balance of R3, 624million[6] and this has increased by R18, 995 million during the year-to-date to R 22, 579 million.

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

3.3 Material variances

Ref	Description R thousands	Variance
1	<u>Revenue By Source</u>	
	Property rates	10 445
	Transfers recognised - operational	9 800
	Other revenue	(1 251)
2	<u>Expenditure By Type</u>	
	Debt impairment	(1 905)
	Depreciation & asset impairment	(1 541)
	Bulk purchases	4 865
	Other expenditure	(3 606)
3	<u>Capital Expenditure</u>	
	Road transport	(1 954)
	Water	(1 683)
	Waste water management	(5 951)
4	<u>Financial Position</u>	
5	<u>Cash Flow</u>	
	Other revenue	235
	Government - operating	14 518
	Government - capital	(565)
	Capital assets	(4 599)

3.4 Remedial or corrective steps

Description R thousands	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source		
Property rates	The farmers property rates are charged yearly and thus the actual amount is higher than the budgeted amount.	The current situation will correct itself during the financial year
Transfers recognised - operational	Payment schedule was only made available after the start of the financial year	The current situation will be corrected in the adjustment budget
Other revenue	Due to high usuage of pre-paid electricity during winter months the estimated revenue was expected to be more	The current situation will be corrected in the adjustment budget
Expenditure By Type		
Debt impairment	Are Done at year end	The situation will be fixed at year end
Depreciation & asset impairment	Are Done at year end	The situation will be fixed at year end
Bulk purchases	Due to high cost of eskom winter tariffs	The current situation will be corrected in the adjustment budget
Other expenditure	other expenditure was estimated to be higher	The current situation will correct itself during the financial year
Capital Expenditure		
Road transport	Slow capital spending	The current situation will be corrected in the adjustment budget
Water	Slow capital spending	The current situation will be corrected in the adjustment budget
Waste water management	Slow capital spending	The current situation will be corrected in the adjustment budget
Cash Flow		
Other revenue	Due to high usuage of pre-paid electricity during winter months the estimated revenue was expected to be more	The current situation will be corrected in the adjustment budget
Government - operating	Payment schedule was only made available after the start of the financial year	The current situation will be corrected in the adjustment budget
Government - capital	Payment schedule was only made available after the start of the financial year	The current situation will be corrected in the adjustment budget
Capital assets	Slow capital spending	The current situation will be corrected in the adjustment budget

[4] Table C5 - Total capital expenditure

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

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

Section 4 - In-year budget statement tables

4.1 Quarterly budget statements

4.1.1 Table C1: s71 Quarterly Budget Statement Summary

NC073 Emthanjeni - Table C1 Monthly Budget Statement Summary - Q1 First Quarter

Description	2014/15	Budget Year 2015/16							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	21 905	27 503	27 503	999	16 027	6 876	9 151	133%	27 503
Service charges	86 968	108 111	108 111	8 092	25 416	27 028	(1 612)	-6%	108 111
Investment revenue	950	715	715	1	28	179	(151)	-84%	715
Transfers recognised - operational	40 278	40 601	40 601	173	16 739	10 150	6 589	65%	40 601
Other own revenue	26 895	34 768	34 768	3 153	6 121	8 692	(2 571)	-30%	34 768
Total Revenue (excluding capital transfers and contributions)	**176 996**	**211 697**	**211 697**	**12 417**	**64 332**	**52 924**	**11 408**	**22%**	**211 697**
Employee costs	61 975	66 804	66 804	6 230	16 393	16 701	(308)	-2%	66 804
Remuneration of Councillors	4 083	4 580	4 580	338	1 004	1 145	(141)	-12%	4 580
Depreciation & asset impairment	1	9 248	9 248	–	–	2 312	(2 312)	-100%	9 248
Finance charges	588	2 556	2 556	166	200	639	(439)	-69%	2 556
Materials and bulk purchases	53 357	61 743	61 743	7 067	21 248	15 436	5 812	38%	61 743
Transfers and grants	10 898	12 938	12 938	959	3 503	4 040	(537)	-13%	12 938
Other expenditure	31 966	63 028	63 028	2 352	6 301	14 950	(8 650)	-58%	63 028
Total Expenditure	**162 868**	**220 896**	**220 896**	**17 112**	**48 648**	**55 223**	**(6 575)**	**-12%**	**220 896**
Surplus/(Deficit)	**14 128**	**(9 199)**	**(9 199)**	**(4 695)**	**15 684**	**(2 299)**	**17 982**	**-782%**	**(9 199)**
Transfers recognised - capital	–	56 565	56 565	500	1 500	14 141	(12 641)	-89%	56 565
Contributions & Contributed assets	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**14 128**	**47 366**	**47 366**	**(4 195)**	**17 184**	**11 843**	**5 341**	**45%**	**47 366**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**14 128**	**47 366**	**47 366**	**(4 195)**	**17 184**	**11 843**	**5 341**	**45%**	**47 366**
Capital expenditure & funds sources									
Capital expenditure	**14 559**	**67 344**	**67 344**	**378**	**970**	**16 086**	**(15 116)**	**-94%**	**67 344**
Capital transfers recognised	13 941	55 958	55 958	369	885	13 989	(13 105)	-94%	55 958
Public contributions & donations	–	–	–	–	–	–	–		–
Borrowing	–	5 046	5 046	–	–	–	–		5 046
Internally generated funds	618	6 341	6 341	9	85	2 097	(2 011)	-96%	6 341
Total sources of capital funds	**14 559**	**67 344**	**67 344**	**378**	**970**	**16 086**	**(15 116)**	**-94%**	**67 344**
Financial position									
Total current assets	121 617	109 842	109 842		130 017				109 842
Total non current assets	939 617	944 097	944 097		903 946				944 097
Total current liabilities	103 049	33 313	33 313		98 510				33 313
Total non current liabilities	3 166	67 490	67 490		2 348				67 490
Community wealth/Equity	**955 019**	**953 136**	**953 136**		**933 105**				**953 136**
Cash flows									
Net cash from (used) operating	17 294	55 260	55 260	(5 727)	16 176	18 420	2 244	12%	55 260
Net cash from (used) investing	(13 421)	(59 374)	(59 374)	(378)	(970)	(19 791)	(18 821)	95%	(59 374)
Net cash from (used) financing	(2 564)	1 096	1 096	(508)	(836)	365	1 201	329%	1 096
Cash/cash equivalents at the month/year end	**1 595**	**606**	**606**	–	**13 088**	**2 618**	**(10 470)**	**-400%**	**(4 300)**
Debtors & creditors analysis	**0-30 Days**	**31-60 Days**	**61-90 Days**	**91-120 Days**	**121-150 Dys**	**151-180 Dys**	**181 Dys-1 Yr**	**Over 1Yr**	**Total**
Debtors Age Analysis									
Total By Income Source	–	10 266	4 734	14 276	2 566	2 271	9 446	–	43 559
Creditors Age Analysis									
Total Creditors	11 597	–	–	–	–	–	–	–	11 597

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

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Q1 First Quarter

Description	Ref	2014/15	Budget Year 2015/16							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Standard										
Governance and administration		**43 119**	**46 348**	**46 348**	**1 357**	**24 021**	**11 587**	12 434	107%	**46 348**
Executive and council		5 645	3 335	3 335	71	1 292	834	458	55%	3 335
Budget and treasury office		37 391	42 932	42 932	1 276	22 707	10 733	11 974	112%	42 932
Corporate services		84	80	80	11	22	20	2	8%	80
Community and public safety		**6 227**	**10 229**	**10 229**	**1 144**	**1 371**	**2 557**	(1 186)	-46%	**10 229**
Community and social services		1 510	1 844	1 844	62	183	461	(278)	-60%	1 844
Sport and recreation		112	114	114	3	8	29	(21)	-72%	114
Public safety		3 927	8 232	8 232	1 076	1 172	2 058	(886)	-43%	8 232
Housing		678	39	39	3	8	10	(2)	-16%	39
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**1 028**	**13 110**	**13 110**	**2**	**405**	**3 277**	(2 873)	-88%	**13 110**
Planning and development		1 000	3 395	3 395	–	400	849	(449)	-53%	3 395
Road transport		28	9 715	9 715	2	5	2 429	(2 424)	-100%	9 715
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**126 621**	**198 576**	**198 576**	**10 415**	**40 035**	**49 644**	(9 609)	-19%	**198 576**
Electricity		62 505	83 494	83 494	6 585	19 552	20 873	(1 321)	-6%	83 494
Water		27 143	41 211	41 211	1 814	8 465	10 303	(1 838)	-18%	41 211
Waste water management		23 208	59 345	59 345	1 279	7 515	14 836	(7 321)	-49%	59 345
Waste management		13 766	14 526	14 526	737	4 503	3 632	871	24%	14 526
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Standard	2	**176 995**	**268 262**	**268 262**	**12 917**	**65 832**	**67 066**	**(1 234)**	**-2%**	**268 262**
Expenditure - Standard										
Governance and administration		**34 062**	**46 086**	**46 086**	**2 965**	**8 276**	**11 521**	(3 245)	-28%	**46 086**
Executive and council		10 849	13 292	13 292	734	2 364	3 323	(959)	-29%	13 292
Budget and treasury office		12 484	20 440	20 440	1 454	3 626	5 110	(1 484)	-29%	20 440
Corporate services		10 729	12 354	12 354	777	2 287	3 088	(801)	-26%	12 354
Community and public safety		**21 286**	**29 011**	**29 011**	**1 788**	**5 372**	**7 262**	(1 891)	-26%	**29 011**
Community and social services		7 441	11 629	11 629	670	1 760	2 916	(1 156)	-40%	11 629
Sport and recreation		3 934	4 162	4 162	278	787	1 042	(254)	-24%	4 162
Public safety		7 741	10 818	10 818	644	2 159	2 704	(545)	-20%	10 818
Housing		2 168	2 218	2 218	197	664	555	110	20%	2 218
Health		2	183	183	–	0	46	(46)	-100%	183
Economic and environmental services		**19 297**	**27 157**	**27 157**	**1 655**	**4 530**	**6 789**	(2 259)	-33%	**27 157**
Planning and development		8 942	10 663	10 663	893	2 179	2 666	(486)	-18%	10 663
Road transport		10 354	16 493	16 493	762	2 350	4 123	(1 773)	-43%	16 493
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**86 599**	**117 903**	**117 903**	**10 551**	**30 074**	**29 465**	609	2%	**117 903**
Electricity		55 746	69 900	69 900	7 639	22 662	17 475	5 187	30%	69 900
Water		9 086	15 894	15 894	946	2 324	3 973	(1 649)	-42%	15 894
Waste water management		9 742	16 925	16 925	882	2 264	4 221	(1 957)	-46%	16 925
Waste management		12 025	15 184	15 184	1 085	2 823	3 796	(973)	-26%	15 184
Other		**1 624**	**739**	**739**	**154**	**396**	**185**	**211**	**114%**	**739**
Total Expenditure - Standard	3	**162 868**	**220 896**	**220 896**	**17 112**	**48 648**	**55 223**	**(6 575)**	**-12%**	**220 896**
Surplus/ (Deficit) for the year		**14 128**	**47 366**	**47 366**	**(4 195)**	**17 184**	**11 843**	**5 341**	**45%**	**47 366**

Table C2: Quarterly 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: Quarterly 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) - Q1 First Quarter

Vote Description	Ref	2014/15	Budget Year 2015/16							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		5 645	3 335	3 335	71	1 292	834	458	54.9%	3 335
Vote 2 - FINANCE AND ADMINISTRATION		37 475	43 012	43 012	1 287	22 729	10 753	11 976	111.4%	43 012
Vote 3 - PLANNING AND DEVELOPMENT		1 000	3 395	3 395	–	400	849	(449)	-52.9%	3 395
Vote 4 - HEALTH		–	–	–	–	–	–	–		–
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 510	1 844	1 844	62	183	461	(278)	-60.3%	1 844
Vote 6 - PUBLIC SAFETY		3 927	8 232	8 232	1 076	1 172	2 058	(886)	-43.0%	8 232
Vote 7 - SPORT AND RECREATION		113	114	114	3	8	29	(21)	-72.3%	114
Vote 8 - ROAD TRANSPORT		28	9 715	9 715	2	5	2 429	(2 424)	-99.8%	9 715
Vote 9 - OTHER		–	–	–	–	–	–	–		–
Vote 10 - HOUSING SERVICES		678	39	39	3	8	10	(2)	-15.6%	39
Vote 11 - WASTE MANAGEMENT		13 766	14 526	14 526	737	4 503	3 632	871	24.0%	14 526
Vote 12 - WASTE WATER MANAGEMENT		23 208	59 345	59 345	1 279	7 515	14 836	(7 321)	-49.3%	59 345
Vote 13 - ELECTRICITY		62 505	83 494	83 494	6 585	19 552	20 873	(1 321)	-6.3%	83 494
Vote 14 - WATER		27 143	41 211	41 211	1 814	8 465	10 303	(1 838)	-17.8%	41 211
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**176 996**	**268 262**	**268 262**	**12 917**	**65 832**	**67 066**	**(1 234)**	**-1.8%**	**268 262**
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		10 849	13 292	13 292	734	2 364	3 323	(959)	-28.9%	13 292
Vote 2 - FINANCE AND ADMINISTRATION		23 213	32 794	32 794	2 231	5 913	8 198	(2 286)	-27.9%	32 794
Vote 3 - PLANNING AND DEVELOPMENT		8 942	10 663	10 663	893	2 179	2 666	(486)	-18.2%	10 663
Vote 4 - HEALTH		2	183	183	–	0	46	(46)	-99.7%	183
Vote 5 - COMMUNITY AND SOCIAL SERVICES		7 441	11 629	11 629	670	1 760	2 916	(1 156)	-39.6%	11 629
Vote 6 - PUBLIC SAFETY		7 741	10 818	10 818	644	2 159	2 704	(545)	-20.2%	10 818
Vote 7 - SPORT AND RECREATION		3 934	4 162	4 162	278	787	1 042	(254)	-24.4%	4 162
Vote 8 - ROAD TRANSPORT		10 354	16 493	16 493	762	2 350	4 123	(1 773)	-43.0%	16 493
Vote 9 - OTHER		1 624	739	739	154	396	185	211	114.4%	739
Vote 10 - HOUSING SERVICES		2 168	2 218	2 218	197	664	555	110	19.8%	2 218
Vote 11 - WASTE MANAGEMENT		12 025	15 184	15 184	1 085	2 823	3 796	(973)	-25.6%	15 184
Vote 12 - WASTE WATER MANAGEMENT		9 742	16 925	16 925	882	2 264	4 221	(1 957)	-46.4%	16 925
Vote 13 - ELECTRICITY		55 746	69 900	69 900	7 639	22 662	17 475	5 187	29.7%	69 900
Vote 14 - WATER		9 086	15 894	15 894	946	2 324	3 973	(1 649)	-41.5%	15 894
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**162 868**	**220 896**	**220 896**	**17 112**	**48 648**	**55 223**	**(6 575)**	**-11.9%**	**220 896**
Surplus/ (Deficit) for the year	2	**14 128**	**47 366**	**47 366**	**(4 195)**	**17 184**	**11 843**	**5 341**	**45.1%**	**47 366**

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

NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	2014/15	Budget Year 2015/16							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		21 905	27 503	27 503	999	16 027	6 876	9 151	133%	27 503
Property rates - penalties & collection charges		–	–	–	–	–	–	–		–
Service charges - electricity revenue		41 509	57 935	57 935	4 143	12 507	14 484	(1 977)	-14%	57 935
Service charges - water revenue		22 510	26 111	26 111	1 906	6 794	6 528	266	4%	26 111
Service charges - sanitation revenue		14 300	14 888	14 888	1 272	3 813	3 722	91	2%	14 888
Service charges - refuse revenue		8 245	8 937	8 937	733	2 199	2 234	(35)	-2%	8 937
Service charges - other		405	240	240	38	104	60	44	74%	240
Rental of facilities and equipment		1 190	652	652	64	191	163	28	17%	652
Interest earned - external investments		950	715	715	1	28	179	(151)	-84%	715
Interest earned - outstanding debtors		816	873	873	27	90	218	(128)	-59%	873
Dividends received		–	–	–	–	–	–	–		–
Fines		3 759	7 581	7 581	1 053	1 107	1 895	(788)	-42%	7 581
Licences and permits		348	2 099	2 099	31	101	525	(424)	-81%	2 099
Agency services		–	–	–	–	–	–	–		–
Transfers recognised - operational		40 278	40 601	40 601	173	16 739	10 150	6 589	65%	40 601
Other revenue		19 688	23 434	23 434	1 977	4 632	5 858	(1 226)	-21%	23 434
Gains on disposal of PPE		1 094	130	130	–	–	32	(32)	-100%	130
Total Revenue (excluding capital transfers and contributions)		**176 996**	**211 697**	**211 697**	**12 417**	**64 332**	**52 924**	**11 408**	**22%**	**211 697**
Expenditure By Type										
Employee related costs		61 975	66 804	66 804	6 230	16 393	16 701	(308)	-2%	66 804
Remuneration of councillors		4 083	4 580	4 580	338	1 004	1 145	(141)	-12%	4 580
Debt impairment		–	11 429	11 429	–	–	2 857	(2 857)	-100%	11 429
Depreciation & asset impairment		1	9 248	9 248	–	–	2 312	(2 312)	-100%	9 248
Finance charges		588	2 556	2 556	166	200	639	(439)	-69%	2 556
Bulk purchases		47 036	53 094	53 094	6 599	20 313	13 274	7 039	53%	53 094
Other materials		6 321	8 648	8 648	468	935	2 162	(1 227)	-57%	8 648
Contracted services		6 244	9 629	9 629	525	1 633	2 407	(775)	-32%	9 629
Transfers and grants		10 898	12 938	12 938	959	3 503	4 040	(537)	-13%	12 938
Other expenditure		25 723	41 969	41 969	1 828	4 668	9 686	(5 018)	-52%	41 969
Loss on disposal of PPE		–	–	–	–	–	–	–		–
Total Expenditure		**162 868**	**220 896**	**220 896**	**17 112**	**48 648**	**55 223**	**(6 575)**	**-12%**	**220 896**
Surplus/(Deficit)		**14 128**	**(9 199)**	**(9 199)**	**(4 695)**	**15 684**	**(2 299)**	**17 982**	**(0)**	**(9 199)**
Transfers recognised - capital		–	56 565	56 565	500	1 500	14 141	(12 641)	(0)	56 565
Contributions recognised - capital		–	–	–	–	–	–	–		–
Contributed assets		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**14 128**	**47 366**	**47 366**	**(4 195)**	**17 184**	**11 843**			**47 366**
Taxation		–	–	–	–	–	–	–		–
Surplus/(Deficit) after taxation		**14 128**	**47 366**	**47 366**	**(4 195)**	**17 184**	**11 843**			**47 366**
Attributable to minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		**14 128**	**47 366**	**47 366**	**(4 195)**	**17 184**	**11 843**			**47 366**
Share of surplus/ (deficit) of associate		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		**14 128**	**47 366**	**47 366**	**(4 195)**	**17 184**	**11 843**			**47 366**

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

Capital Expenditure - Standard Classification										
Governance and administration		**316**	**2 056**	**2 056**	**9**	**9**	**514**	(505)	-98%	**2 056**
Executive and council		54	159	159	–	–	40	(40)	-100%	159
Budget and treasury office		116	1 369	1 369	9	9	342	(333)	-97%	1 369
Corporate services		146	528	528	–	–	132	(132)	-100%	528
Community and public safety		**97**	**657**	**657**	**–**	**63**	**164**	(101)	-62%	**657**
Community and social services		–	307	307	–	–	77	(77)	-100%	307
Sport and recreation		88	261	261	–	52	65	(13)	-20%	261
Public safety		9	88	88	–	10	22	(12)	-52%	88
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**14 064**	**11 737**	**11 737**	**–**	**–**	**2 934**	(2 934)	-100%	**11 737**
Planning and development		3	12	12	–	–	3	(3)	-100%	12
Road transport		14 061	11 724	11 724	–	–	2 931	(2 931)	-100%	11 724
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**81**	**52 895**	**52 895**	**369**	**898**	**12 474**	(11 575)	-93%	**52 895**
Electricity		–	6 726	6 726	314	788	931	(144)	-15%	6 726
Water		81	10 180	10 180	–	14	2 545	(2 531)	-99%	10 180
Waste water management		–	35 958	35 958	56	97	8 989	(8 892)	-99%	35 958
Waste management		–	31	31	–	–	8	(8)	-100%	31
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Standard Classification	3	**14 559**	**67 344**	**67 344**	**378**	**970**	**16 086**	**(15 116)**	**-94%**	**67 344**
Funded by:										
National Government		13 941	55 958	55 958	369	885	13 989	(13 105)	-94%	55 958
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		–	–	–	–	–	–	–		–
Other transfers and grants		–	–	–	–	–	–	–		–
Transfers recognised - capital		**13 941**	**55 958**	**55 958**	**369**	**885**	**13 989**	**(13 105)**	**-94%**	**55 958**
Public contributions & donations	5	–	–	–	–	–	–	–		–
Borrowing	6	–	5 046	5 046	–	–	–	–		5 046
Internally generated funds		618	6 341	6 341	9	85	2 097	(2 011)	-96%	6 341
Total Capital Funding		**14 559**	**67 344**	**67 344**	**378**	**970**	**16 086**	**(15 116)**	**-94%**	**67 344**

Table C6: Quarterly Budget Statement - Financial Position

NC073 Emthanjeni - Table C6 Monthly Budget Statement - Financial Position - Q1 First

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		117	3 128	3 128	88	3 128
Call investment deposits		–	9 070	9 070	–	9 070
Consumer debtors		57 725	20 584	20 584	58 728	20 584
Other debtors		743	10 167	10 167	8 196	10 167
Inventory		63 032	66 894	66 894	63 004	66 894
Total current assets		**121 617**	**109 842**	**109 842**	**130 017**	**109 842**
Non current assets						
Investments		–	8 575	8 575	16 404	8 575
Investment property		5 004	5 004	5 004	5 004	5 004
Property, plant and equipment		934 208	930 037	930 037	882 277	930 037
Intangible assets		384	413	413	235	413
Other non-current assets		21	68	68	26	68
Total non current assets		**939 617**	**944 097**	**944 097**	**903 946**	**944 097**
TOTAL ASSETS		**1 061 234**	**1 053 938**	**1 053 938**	**1 033 963**	**1 053 938**
LIABILITIES						
Current liabilities						
Bank overdraft		14 343	9 269	9 269	9 862	9 269
Borrowing		1 449	3 003	3 003	1 302	3 003
Consumer deposits		2 100	2 191	2 191	2 140	2 191
Trade and other payables		29 293	16 752	16 752	24 082	16 752
Provisions		55 865	2 097	2 097	61 123	2 097
Total current liabilities		**103 049**	**33 313**	**33 313**	**98 510**	**33 313**
Non current liabilities						
Borrowing		3 166	14 777	14 777	2 348	14 777
Provisions		–	52 713	52 713	–	52 713
Total non current liabilities		**3 166**	**67 490**	**67 490**	**2 348**	**67 490**
TOTAL LIABILITIES		**106 215**	**100 803**	**100 803**	**100 857**	**100 803**
NET ASSETS	2	**955 019**	**953 136**	**953 136**	**933 105**	**953 136**
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		952 767	953 136	953 136	930 852	953 136
Reserves		2 253	–	–	2 253	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**955 019**	**953 136**	**953 136**	**933 105**	**953 136**

Table C7: Quarterly Budget Statement - Cash Flow

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - Q1 First Quarter

Description	Ref	2014/15	Budget Year 2015/16							
		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										
Property rates, penalties & collection charges		18 618	25 578	25 578	1 235	16 263	8 526	7 737	91%	25 578
Service charges		78 940	99 481	99 481	6 523	19 952	33 160	(13 208)	-40%	99 481
Other revenue		25 256	32 048	32 048	3 126	6 031	10 683	(4 652)	-44%	32 048
Government - operating		40 278	40 601	40 601	–	17 901	13 534	4 367	32%	40 601
Government - capital		16 108	56 565	56 565	500	4 649	18 855	(14 206)	-75%	56 565
Interest		950	715	715	1	28	238	(210)	-88%	715
Suppliers and employees		(151 371)	(184 234)	(184 234)	(15 987)	(44 945)	(61 411)	(16 466)	27%	(184 234)
Finance charges		(588)	(2 556)	(2 556)	(166)	(200)	(852)	(652)	77%	(2 556)
Transfers and Grants		(10 898)	(12 938)	(12 938)	(959)	(3 503)	(4 313)	(810)	19%	(12 938)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**17 294**	**55 260**	**55 260**	**(5 727)**	**16 176**	**18 420**	**2 244**	**12%**	**55 260**
CASH FLOWS FROM INVESTING ACTIVITIES										
Proceeds on disposal of PPE		1 094	124	124	–	–	41	(41)	-100%	124
Decrease (increase) in non-current investments		–	2 800	2 800	–	–	933	(933)	-100%	2 800
Capital assets		(14 516)	(62 298)	(62 298)	(378)	(970)	(20 766)	(19 796)	95%	(62 298)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(13 421)**	**(59 374)**	**(59 374)**	**(378)**	**(970)**	**(19 791)**	**(18 821)**	**95%**	**(59 374)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Borrowing long term/refinancing		–	5 046	5 046	–	–	1 682	(1 682)	-100%	5 046
Increase (decrease) in consumer deposits		171	135	135	10	41	45	(4)	-9%	135
Repayment of borrowing		(2 735)	(4 084)	(4 084)	(519)	(876)	(1 361)	(485)	36%	(4 084)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(2 564)**	**1 096**	**1 096**	**(508)**	**(836)**	**365**	**1 201**	**329%**	**1 096**
NET INCREASE/ (DECREASE) IN CASH HELD		**1 310**	**(3 017)**	**(3 017)**	**(6 613)**	**14 370**	**(1 006)**			**(3 017)**
Cash/cash equivalents at beginning:		285	3 624	3 624		(1 283)	3 624			(1 283)
Cash/cash equivalents at month/year end:		1 595	606	606		13 088	2 618			(4 300)

Supporting Table SC9: Quarterly 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 - Q1 First Quarter

Description	Ref	Budget Year 2015/16												2015/16 Medium Term Revenue & Expenditure Framework		
R thousands	1	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 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
Cash Receipts By Source																
Property rates		13 936	1 092	1 235	–	–	–	–	–	–	–	–	9 314	25 578	28 296	29 071
Service charges - electricity revenue		4 051	3 751	3 763	–	–	–	–	–	–	–	–	41 736	53 300	63 636	74 731
Service charges - water revenue		1 367	1 280	1 112	–	–	–	–	–	–	–	–	20 263	24 023	26 486	28 015
Service charges - sanitation revenue		901	919	973	–	–	–	–	–	–	–	–	10 904	13 697	14 532	15 403
Service charges - refuse		504	591	636	–	–	–	–	–	–	–	–	6 490	8 222	8 723	9 333
Service charges - other		33	32	38	–	–	–	–	–	–	–	–	136	240	257	276
Rental of facilities and equipment		65	61	64	–	–	–	–	–	–	–	–	461	652	701	751
Interest earned - external investments		15	12	1	–	–	–	–	–	–	–	–	687	715	769	823
Fines		23	31	1 053	–	–	–	–	–	–	–	–	6 474	7 581	8 322	8 844
Licences and permits		37	33	31	–	–	–	–	–	–	–	–	1 999	2 099	2 309	2 517
Transfer receipts - operating		17 501	400	–	–	–	–	–	–	–	–	–	22 700	40 601	38 831	38 640
Other revenue		615	2 040	1 977	–	–	–	–	–	–	–	–	17 084	21 716	22 315	24 887
Cash Receipts by Source		**39 047**	**10 243**	**10 885**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**138 248**	**198 423**	**215 177**	**233 290**
Other Cash Flows by Source													–			
Transfer receipts - capital		4 149	–	500	–	–	–	–	–	–	–	–	51 916	56 565	41 435	13 641
Proceeds on disposal of PPE		–	–	–	–	–	–	–	–	–	–	–	124	124	134	143
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–	–	–	5 046	5 046	3 723	3 947
Increase in consumer deposits		13	18	10	–	–	–	–	–	–	–	–	94	135	138	142
Change in non-current investments		–	–	–	–	–	–	–	–	–	–	–	2 800	2 800	2 000	–
Total Cash Receipts by Source		**43 209**	**10 260**	**11 396**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**198 228**	**263 093**	**262 607**	**251 163**
Cash Payments by Type													–			
Employee related costs		5 190	4 972	6 230	–	–	–	–	–	–	–	–	50 411	66 804	69 777	73 883
Remuneration of councillors		328	338	338	–	–	–	–	–	–	–	–	3 576	4 580	4 787	5 074
Interest paid		18	16	166	–	–	–	–	–	–	–	–	2 356	2 556	2 671	2 810
Bulk purchases - Electricity		6 505	6 977	6 472	–	–	–	–	–	–	–	–	30 702	50 656	53 189	56 381
Bulk purchases - Water & Sewer		146	85	127	–	–	–	–	–	–	–	–	2 079	2 438	2 560	2 713
Other materials		246	221	468	–	–	–	–	–	–	–	–	7 714	8 648	9 081	9 620
Contracted services		766	343	525	–	–	–	–	–	–	–	–	7 997	9 629	11 252	13 351
Grants and subsidies paid - other		1 109	1 435	959	–	–	–	–	–	–	–	–	9 435	12 938	13 585	14 365
General expenses		1 601	1 240	1 828	–	–	–	–	–	–	–	–	36 810	41 478	43 354	46 124
Cash Payments by Type		**15 909**	**15 627**	**17 112**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**151 080**	**199 728**	**210 257**	**224 322**
Other Cash Flows/Payments by Type																
Capital assets		63	530	378	–	–	–	–	–	–	–	–	61 328	62 298	47 553	20 647
Repayment of borrowing		178	180	519	–	–	–	–	–	–	–	–	3 208	4 084	5 222	4 961
Total Cash Payments by Type		**16 150**	**16 336**	**18 009**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**215 615**	**266 110**	**263 032**	**249 930**
NET INCREASE/(DECREASE) IN CASH HELD		**27 059**	**(6 076)**	**(6 613)**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**(17 388)**	**(3 017)**	**(425)**	**1 233**
Cash/cash equivalents at the month/year begir		(1 283)	25 777	19 701	13 088	13 088	13 088	13 088	13 088	13 088	13 088	13 088	13 088	(1 283)	(4 300)	(4 724)
Cash/cash equivalents at the month/year end:		25 777	19 701	13 088	13 088	13 088	13 088	13 088	13 088	13 088	13 088	13 088	(4 300)	(4 300)	(4 724)	(3 491)

PART 2 - SUPPORTING DOCUMENTATIONSection 5 - Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q1 First Quarter

Description	NT Code	Budget Year 2015/16											
R thousands		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	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200		2 917	1 126	1 028	1 077	881	4 019		11 048	7 006		28 617
Trade and Other Receivables from Exchange Transactions - Electricity	1300		4 694	1 647	727	439	340	1 239		9 084	2 744		10 239
Receivables from Non-exchange Transactions - Property Rates	1400		988	916	11 524	282	292	1 139		15 141	13 238		13 472
Receivables from Exchange Transactions - Waste Water Management	1500		1 001	628	596	449	416	1 613		4 703	3 073		17 718
Receivables from Exchange Transactions - Waste Management	1600		536	332	339	254	283	881		2 626	1 757		8 949
Receivables from Exchange Transactions - Property Rental Debtors	1700		–	–	–	–	–	–		–	–		–
Interest on Arrear Debtor Accounts	1810		–	–	–	–	–	–		–	–		3 753
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820		–	–	–	–	–	–		–	–		–
Other	1900		131	86	62	65	59	555		957	741		2 797
Total By Income Source	**2000**	**–**	**10 266**	**4 734**	**14 276**	**2 566**	**2 271**	**9 446**	**–**	**43 559**	**28 559**	**–**	**85 544**
2014/15 - totals only			8136052 1/8	3690312 1/8	10403977 3/4	2568346	2329658	21921174 1/4		49 050	**37 223**		51991564 1/2
Debtors Age Analysis By Customer Group													
Organs of State	2200		526	793	2 672	131	128	1 037		5 287	3 968		553
Commercial	2300		3 622	447	516	127	75	168		4 955	886		2 473
Households	2400		5 528	3 153	10 773	2 059	1 831	7 164		30 509	21 828		74 760
Other	2500		591	341	315	248	237	1 077		2 809	1 876		7 758
Total By Customer Group	**2600**	**–**	**10 266**	**4 734**	**14 276**	**2 566**	**2 271**	**9 446**	**–**	**43 559**	**28 559**	**–**	**85 544**

Creditors' analysis

Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q1 First Quarter

Description	NT	Budget Year 2015/16									Prior year
R thousands	Code	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)
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 repay ments	0600									–	
Trade Creditors	0700	9 308								**9 308**	1 676
Auditor General	0800	–								–	–
Other	0900	2 289								**2 289**	1 705
Total By Customer Type	**1000**	**11 597**	–	–	–	–	–	–	–	**11 597**	3 381

Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q1 First Quarter

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 Deposi	30/06/2015		7.5%	11 270		11 270
Municipality sub-total					–		11 270	–	11 270
Entities									
Entities sub-total					–		–	–	–
TOTAL INVESTMENTS AND INTEREST	2				–		11 270	–	11 270

Allocation and grant receipts and expenditure: - Operating Revenue Framework

NC073 Emthanjeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q1 First Quarter										
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		**38 876**	**39 459**	**39 459**	–	**17 901**	**13 153**	**2 995**	**22.8%**	**39 459**
Local Government Equitable Share		35 342	35 929	35 929	–	14 971	11 976	2 995	25.0%	35 929
Finance Management		1 600	1 600	1 600	–	1 600	533			1 600
Municipal Systems Improvement		934	930	930	–	930	310			930
EPWP Incentive		1 000	1 000	1 000	–	400	333			1 000
Provincial Government:		**1 402**	**1 142**	**1 142**	–	–	**381**	**(381)**	**-100.0%**	**1 142**
Housing		645	–	–	–	–	–	–		–
Sport and Recreation	4	757	1 142	1 142	–	–	380 666.67	(381)	-100.0%	1 142
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total Operating Transfers and Grants	5	**40 278**	**40 601**	**40 601**	–	**17 901**	**13 534**	**2 614**	**19.3%**	**40 601**
Capital Transfers and Grants										
National Government:		16 108	56 565	56 565	500	4 649	18 855	(14 206)	**-75.3%**	56 565
Municipal Infrastructure Grant (MIG)		16 108	11 898	11 898	–	3 149	3 966	(817)	-20.6%	11 898
Regional Bulk Infrastructure		–	10 000	10 000	–	–	3 333 333.33	(3 333)	-100.0%	10 000
Integrated National Electrification Programme		–	1 500	1 500	500	1 500	500	1 000	200.0%	1 500
Bucket Eradication Programme Grant		–	33 167	33 167	–	–	11 055 666.67	(11 056)	-100.0%	33 167
Provincial Government:		–	–	–	–	–	–	–		–
								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total Capital Transfers and Grants	5	**16 108**	**56 565**	**56 565**	**500**	**4 649**	**18 855**	**(14 206)**	-75.3%	**56 565**
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	56 386	97 166	97 166	500	22 550	32 389	(11 592)	-35.8%	97 166

Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q1 First Quarter

Description	Ref	2014/15	Budget Year 2015/16							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		**12 181**	**39 459**	**39 459**	**1 084**	**3 665**	**6 577**	**(2 912)**	**-44.3%**	**39 459**
Local Government Equitable Share		8 428	35 929	35 929	769	2 186	5 988	(3 803)	-63.5%	35 929
Finance Management		1 600	1 600	1 600	173	438	267	172	64.3%	1 600
Municipal Systems Improvement		1 438	930	930	143	801	155	646	416.8%	930
EPWP Incentive		715	1 000	1 000	–	240	167	73	43.8%	1 000
Provincial Government:		**315**	**1 142**	**1 142**	**48**	**277**	**95**	**182**	**190.8%**	**1 142**
Housing		–	–	–	–	167	–	167	#DIV/0!	–
Sport and Recreation		315	1 142	1 142	48	110	95	15	15.4%	1 142
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Total operating expenditure of Transfers and Grants:		**12 496**	**40 601**	**40 601**	**1 132**	**3 941**	**6 672**	**(2 730)**	**-40.9%**	**40 601**
Capital expenditure of Transfers and Grants										
National Government:		14 025	56 565	56 565	369	885	18 855	(17 970)	**-95.3%**	56 565
Municipal Infrastructure Grant (MIG)		13 944	11 898	11 898	56	97	3 966	(3 869)	-97.6%	11 898
Regional Bulk Infrastructure		81	10 000	10 000	–	–	3 333	(3 333)	-100.0%	10 000
Integrated National Electrification Programme			1 500	1 500	314	788	500	288	57.6%	1 500
Bucket Eradication Programme Grant			33 167	33 167	–	–	11 056	(11 056)	-100.0%	33 167
Provincial Government:		–	–	–	–	–	–	–		–
0								–		
District Municipality:		–	–	–	–	–	–	–		–
0								–		
Other grant providers:		–	–	–	–	–	–	–		–
0								–		
Total capital expenditure of Transfers and Grants		**14 025**	**56 565**	**56 565**	**369**	**885**	**18 855**	**(17 970)**	**-95.3%**	**56 565**
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**26 521**	**97 166**	**97 166**	**1 501**	**4 826**	**25 527**	**(20 701)**	**-81.1%**	**97 166**

Expenditure on councillor and board members allowances and employee benefits

NC073 Emthanjeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q1 First Quarter										
		2014/15	Budget Year 2015/16							
ry of Employee and Councillor remu	Ref	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		2 801	3 170	3 170	236	701	1 057	(355)	-34%	3 170
Pension and UIF Contributions		337	–	–	27	82	–	82	#DIV/0!	–
Medical Aid Contributions		36	–	–	3	9	–	9	#DIV/0!	–
Motor Vehicle Allowance		908	1 051	1 051	72	212	350	(139)	-40%	1 051
Cellphone Allowance		1	313	313	–	–	104	(104)	-100%	313
Other benefits and allowances		–	47	47	–	–	16	(16)	-100%	47
Sub Total - Councillors		**4 083**	**4 580**	**4 580**	**338**	**1 004**	**1 527**	**(523)**	**-34%**	**4 580**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		3 449	3 442	3 442	314	907	1 147	(240)	-21%	3 442
Pension and UIF Contributions		249	608	608	50	122	203	(81)	-40%	608
Medical Aid Contributions		131	110	110	4	35	37	(2)	-5%	110
Motor Vehicle Allowance		657	814	814	67	190	271	(82)	-30%	814
Cellphone Allowance		179	155	155	14	41	52	(11)	-21%	155
Other benefits and allowances		249	240	240	4	64	80	(16)	-20%	240
Sub Total - Senior Managers of Municipality		**4 914**	**5 370**	**5 370**	**452**	**1 359**	**1 790**	**(431)**	**-24%**	**5 370**
Other Municipal Staff										
Basic Salaries and Wages		42 453	46 748	46 748	4 264	11 352	15 583	(4 231)	-27%	46 748
Pension and UIF Contributions		6 973	8 057	8 057	722	1 939	2 686	(747)	-28%	8 057
Medical Aid Contributions		2 557	1 614	1 614	226	599	538	61	11%	1 614
Overtime		2 432	2 006	2 006	340	583	669	(86)	-13%	2 006
Motor Vehicle Allowance		1 141	1 050	1 050	86	228	350	(122)	-35%	1 050
Cellphone Allowance		339	207	207	13	38	69	(31)	-45%	207
Housing Allowances		101	733	733	34	51	244	(193)	-79%	733
Other benefits and allowances		908	963	963	79	229	321	(92)	-29%	963
Post-retirement benefit obligations	2	201	56	56	13	20	19	1	8%	56
Sub Total - Other Municipal Staff		**57 104**	**61 434**	**61 434**	**5 778**	**15 039**	**20 478**	**(5 439)**	**-27%**	**61 434**
Total Parent Municipality		**66 101**	**71 384**	**71 384**	**6 568**	**17 402**	**23 795**	**(6 393)**	**-27%**	**71 384**
Post-retirement benefit obligations								–		
Sub Total - Board Members of Entitie	2	–	–	–	–	–	–	–		–
Senior Managers of Entities										
Post-retirement benefit obligations	2							–		
Sub Total - Senior Managers of Entities		–	–	–	–	–	–	–		–
Post-retirement benefit obligations								–		
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–		–
Total Municipal Entities		–	–	–	–	–	–	–		–
TOTAL SALARY, ALLOWANCES & BENEFITS		**66 101**	**71 384**	**71 384**	**6 568**	**17 402**	**23 795**	**(6 393)**	**-27%**	**71 384**
TOTAL MANAGERS AND STAFF		**62 018**	**66 804**	**66 804**	**6 230**	**16 398**	**22 268**	**(5 870)**	**-26%**	**66 804**

Capital programme performance

NC073 Emthanjeni - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Q1 First Quarter

Month	2014/15	Budget Year 2015/16							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	816	12 135	12 135	63	63	12 135	12 072	99.5%	0%
August	561	7 647	7 647	530	593	19 782	19 189	97.0%	1%
September	1 968	3 391	3 391	378	970	23 173	22 203	95.8%	1%
October	1 652	253	253	–		23 425	–		
November	333	13 879	13 879	–		37 304	–		
December	1 180	1 930	1 930	–		39 234	–		
January	271	5 803	5 803	–		45 038	–		
February	15	3 131	3 131	–		48 168	–		
March	2 675	9 587	9 587	–		57 756	–		
April	1 130	87	87	–		57 842	–		
May	1 261	4 535	4 535	–		62 377	–		
June	2 696	4 967	4 967	–		67 344	–		
Total Capital expenditure	**14 559**	**67 344**	**67 344**	**970**					

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 -

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		13 938	55 958	55 958	369	885	12 291	11 406	92.8%	55 958
Infrastructure - Road transport		13 856	8 500	8 500	–	–	1 833	1 833	100.0%	8 500
Roads, Pavements & Bridges		13 856	8 500	8 500	–	–	1 833	1 833	100.0%	8 500
Infrastructure - Electricity		–	1 500	1 500	314	788	500	(288)	-57.6%	1 500
Transmission & Reticulation		–	1 500	1 500	314	788	500	(288)	-57.6%	1 500
Infrastructure - Water		81	10 000	10 000	–	–	2 333	2 333	100.0%	10 000
Reticulation		81	10 000	10 000	–	–	2 333	2 333	100.0%	10 000
Infrastructure - Sanitation		–	35 958	35 958	56	97	7 624	7 527	98.7%	35 958
Sewerage purification		–	35 958	35 958	56	97	7 624	7 527	98.7%	35 958
Infrastructure - Other		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Community		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Heritage assets		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Other assets		–	–	–	–	–	–	–		–
Specialised vehicles		–	–	–	–	–	–	–		–
Agricultural assets		–	–	–	–	–	–	–		–
List sub-class		–	–	–	–	–	–	–		–
Biological assets		–	–	–	–	–	–	–		–
List sub-class		–	–	–	–	–	–	–		–
Intangibles		–	–	–	–	–	–	–		–
Computers - software & programming		–	–	–	–	–	–	–		–
Total Capital Expenditure on ne	1	13 938	55 958	55 958	369	885	12 291	11 406	92.8%	55 958
Specialised vehicles		–	–	–	–	–	–	–		–
Ambulances		–	–	–	–	–	–	–		–

NC073 Emthanjeni - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - Q1 First										
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		172	8 237	8 237	–	14	2 746	2 732	99.5%	8 237
Infrastructure - Road transport		172	2 800	2 800	–	–	933	933	100.0%	2 800
Roads, Pavements & Bridges		172	2 800	2 800	–	–	933	933	100.0%	2 800
Infrastructure - Electricity		–	5 226	5 226	–	–	1 742	1 742	100.0%	5 226
Transmission & Reticulation		–	5 226	5 226	–	–	1 742	1 742	100.0%	5 226
Infrastructure - Water		–	180	180	–	14	60	46	77.3%	180
Water purification		–	180	180	–	14	60	46	77.3%	180
Infrastructure - Sanitation		–	–	–	–	–	–	–		–
Sewerage purification		–	–	–	–	–	–	–		–
Infrastructure - Other		–	31	31	–	–	10	10	100.0%	31
Waste Management		–	31	31	–	–	10	10	100.0%	31
Community		3	353	353	–	–	118	118	100.0%	353
Parks & gardens		–	22	22	–	–	7	7	100.0%	22
Sportsfields & stadia		–	39	39	–	–	13	13	100.0%	39
Community halls		–	260	260	–	–	87	87	100.0%	260
Cemeteries		3	31	31	–	–	10	10	100.0%	31
Heritage assets		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Other assets		446	1 913	1 913	–	63	638	574	90.1%	1 913
Specialised vehicles		–	–	–	–	–	–	–		–
Plant & equipment		130	845	845	–	52	282	229	81.5%	845
Computers - hardware/equipment		212	339	339	–	–	113	113	100.0%	339
Furniture and other office equipment		44	189	189	–	11	63	52	82.3%	189
Other Buildings		60	540	540	–	–	180	180	100.0%	540
Agricultural assets		–	–	–	–	–	–	–		–
List sub-class		–	–	–	–	–	–	–		–
Biological assets		–	–	–	–	–	–	–		–
List sub-class		–	–	–	–	–	–	–		–
Intangibles		–	884	884	9	9	295	286	97.1%	884
Computers - software & programming		–	884	884	9	9	295	286	97.1%	884
Total Capital Expenditure on re	1	621	11 386	11 386	9	85	3 795	3 710	97.7%	11 386
Specialised vehicles		–	–	–	–	–	–	–		–
Ambulances		–	–	–	–	–	–	–		–

NC073 Emthanjeni - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Q1 First Quarter

Description	Ref	2014/15 Audited Outcome	Budget Year 2015/16 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		3 356	5 143	5 143	179	314	1 714	1 400	81.7%	5 143
Infrastructure - Road transport		612	616	616	8	13	205	192	93.5%	616
Roads, Pavements & Bridges		612	322	322	1	6	107	101	94.1%	322
Storm water		–	294	294	7	7	98	91	93.0%	294
Infrastructure - Electricity		1 374	1 342	1 342	57	93	447	354	79.1%	1 342
Transmission & Reticulation		1 374	995	995	16	51	332	281	84.7%	995
Street Lighting		–	347	347	42	43	116	73	63.2%	347
Infrastructure - Water		859	1 145	1 145	113	208	382	174	45.6%	1 145
Dams & Reservoirs		171	382	382	104	105	127	23	17.7%	382
Water purification		269	–	–	–	–	–	–		–
Reticulation		419	763	763	9	103	254	152	59.6%	763
Infrastructure - Sanitation		299	64	64	–	–	21	21	100.0%	64
Reticulation		299	64	64	–	–	21	21	100.0%	64
Infrastructure - Other		211	1 975	1 975	–	–	658	658	100.0%	1 975
Waste Management		211	1 975	1 975	–	–	658	658	100.0%	1 975
Community		1 725	3 098	3 098	199	274	1 033	759	73.5%	3 098
Parks & gardens		9	19	19	–	–	6	6	100.0%	19
Sportsfields & stadia		38	47	47	–	–	16	16	100.0%	47
Swimming pools		257	603	603	7	15	201	186	92.4%	603
Community halls		367	692	692	12	–	231	231	100.0%	692
Libraries		43	47	47	–	–	16	16	100.0%	47
Fire, safety & emergency		940	1 612	1 612	154	219	537	318	59.2%	1 612
Cemeteries		24	–	–	–	–	–	–		–
Other		46	79	79	26	39	26	(13)	-48.9%	79
Heritage assets		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Investment properties		1	–	–	–	–	–	–		–
Housing development		1	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Other assets		3 750	7 068	7 068	299	663	2 356	1 693	71.9%	7 068
General vehicles		1 742	3 731	3 731	194	390	1 244	854	68.7%	3 731
Specialised vehicles		54	–	–	–	–	–	–		–
Plant & equipment		287	774	774	56	71	258	188	72.7%	774
Computers - hardware/equipment		504	380	380	10	12	127	115	90.6%	380
Furniture and other office equipment		486	631	631	3	51	210	160	76.0%	631
Other Buildings		558	1 436	1 436	36	119	479	359	75.1%	1 436
Other Land		22	–	–	–	–	–	–		–
Other		97	116	116	–	21	39	18	45.3%	116
Agricultural assets		–	–	–	–	–	–	–		–
List sub-class		–	–	–	–	–	–	–		–
Biological assets		–	–	–	–	–	–	–		–
List sub-class		–	–	–	–	–	–	–		–
Intangibles		42	1 308	1 308	20	143	436	293	67.3%	1 308
Computers - software & programming		42	1 308	1 308	20	143	436	293	67.3%	1 308
Other		–	–	–	–	–	–	–		–
Total Repairs and Maintenance Expend		8 872	16 618	16 618	697	1 394	5 539	4 145	74.8%	16 618
Specialised vehicles		54	–	–	–	–	–	–		–
Refuse		54	–	–	–	–	–	–		–

NC073 Emthanjeni - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - Q1 First Quarter

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class/Sub-class										
Infrastructure		**41 234**	**5 058**	**5 058**	–	–	–	–		**5 058**
Infrastructure - Road transport		18 940	2 582	2 582	–	–	–	–		2 582
Roads, Pavements & Bridges		18 940	2 582	2 582	–	–	–	–		2 582
Infrastructure - Electricity		6 764	511	511	–	–	–	–		511
Transmission & Reticulation		6 764	511	511	–	–	–	–		511
Infrastructure - Water		7 441	1 013	1 013	–	–	–	–		1 013
Reticulation		7 441	1 013	1 013	–	–	–	–		1 013
Infrastructure - Sanitation		4 735	725	725	–	–	–	–		725
Reticulation		4 735	725	725	–	–	–	–		725
Infrastructure - Other		3 353	227	227	–	–	–	–		227
Waste Management		3 353	227	227	–	–	–	–		227
Community		**11 432**	**1 539**	**1 539**	–	–	–	–		**1 539**
Community halls		4 870	651	651	–	–	–	–		651
Libraries		3 517	488	488	–	–	–	–		488
Clinics		947	133	133	–	–	–	–		133
Cemeteries		744	132	132	–	–	–	–		132
Other		1 353	135	135	–	–	–	–		135
Heritage assets		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Investment properties		**338**	**22**	**22**	–	–	–	–		–
Other		338	22	22	–	–	–	–		
Other assets		**15 081**	**2 629**	**2 629**	–	–	–	–		**2 629**
General vehicles		4 382	346	346	–	–	–	–		346
Specialised vehicles		**4 400**	**1 868**	**1 868**	–	–	–	–		**1 868**
Plant & equipment		440	–	–	–	–	–	–		–
Computers - hardware/equipment		3 353	122	122	–	–	–	–		122
Furniture and other office equipment		138	12	12	–	–	–	–		12
Civic Land and Buildings		676	52	52	–	–	–	–		52
Other Buildings		1 691	228	228	–	–	–	–		228
Agricultural assets		–	–	–	–	–	–	–		–
List sub-class		–	–	–	–	–	–	–		–
		–	–	–	–	–	–	–		–
Biological assets		–	–	–	–	–	–	–		–
List sub-class		–	–	–	–	–	–	–		–
		–	–	–	–	–	–	–		–
Intangibles		–	–	–	–	–	–	–		–
Computers - software & programming		–	–	–	–	–	–	–		–
Total Depreciation		**68 084**	**9 248**	**9 248**	–	–	–	–		**9 226**
Specialised vehicles		**4 400**	**1 868**	**1 868**	–	–	–	–		**1 868**
Refuse		4 400	1 868	1 868	–	–	–	–		1 868

Municipal manager's quality certificate

I, Isak Visser the Municipal Manager of Emthanjeni Municipality hereby certify that the Quarterly budget statement for the 1st Quarter of 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 29/10/2015