

# EMTHANJENI MUNICIPALITY



## AUGUST MONTHLY BUDGET STATEMENT FOR THE YEAR 2016-2017

|  |                                |
|--|--------------------------------|
| NORTHERN CAPE PROVINCE<br>PROVINCIAL TREASURY<br>Pixley Ka Seme Region |                                |
| 8 4 SEP 2016   |                                |
| PO Box 533<br>DE AAR 7000  | ☎053 631 0347<br>☎053 631 4365 |

|  |                                |
|--|--------------------------------|
| NORTHERN CAPE PROVINCE<br>PROVINCIAL TREASURY<br>Pixley Ka Seme Region |                                |
| 14 SEP 2016  |                                |
| PO Box 533<br>DE AAR 7000  | ☎053 631 0347<br>☎053 631 4365 |

# **SCHEDULE C:**

## **MONTHLY AND SUPPORTING DOCUMENTATION OF A MUNICIPALITY**

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- **In the foyers of all municipal buildings**
- **All public libraries within the municipality**
  - **At [www.emthanjeni.co.za](http://www.emthanjeni.co.za)**



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## Glossary

- **Adjustments budget** - Prescribed in section 28 of the MFMA. The formal means by which a municipality July 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 July not be paid in the same period.
- **DORA** - Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.
- **Equitable share** - A general grant paid to municipalities. It is predominantly targeted to help with free basic services.
- **Fruitless and wasteful expenditure** - Expenditure that was made in vain and would have been avoided had reasonable care been exercised.
- **GFS** - Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.
- **GRAP** - Generally Recognised Accounting Practice. The new standard for municipal accounting.
- **IDP** - Integrated Development Plan. The main strategic planning document of the Municipality.
- **MBRR** - Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.
- **MFMA** - Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.



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



# **PART 1 - IN-YEAR REPORT**

## **Section 1 - Mayor's Report**

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

The monthly budget statement for August 2016 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The audited outcomes for 2015/2016 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 117 % above the year-to-date budget for August 2016.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2016/2017 financial year. As well as operating grants received that exceeds the monthly budget the reason for this being that there was no payment schedule available at the time of concluding the budget.

Operating expenditure incurred amounts to 14% below the year-to-date operating expenditure. 21.31% of the total capital budget has been spent at 31 August 2016, with 90.49% of that being funded from capital grants.<sup>1</sup>

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<sup>1</sup> Table C5 - Capital Expenditure (municipal vote, standard classification and funding)



## Section 2 - Resolutions

### ***IN-YEAR REPORTS 2015/2016***

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

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

- (a) That Council notes the monthly budget statement and supporting documentation for August 2016.

## 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 2016/2017 and as such 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 117%, R22.031million above year-to-date budget projections for August 2016<sup>2</sup>.

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

Year-to-date expenditure is 14% or R2.586 million, below the year-to-date budget as at 31 August 2016.

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

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

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



## Capital expenditure

Year-to-date expenditure on capital amounts to R0.442 million or 21.31% of the capital budget of R20.739 million<sup>4</sup>. 90.49% of expenditure to date has been funded from capital grants recognised<sup>5</sup>.

Refer to Section 4 - Table C5 for more detail.

## Cash flows

The financial year commenced with negative cash & cash equivalents balance of R9, 884 million<sup>6</sup> and this has increased by R10, 226 million during the year-to-date to R 20, 109 million.

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

### 3.3 Material variances

|                                    |         |
|------------------------------------|---------|
| Property rates                     | 12 065  |
| Transfers recognised - operational | 8 728   |
| Other revenue                      | (1 531) |
|                                    |         |
| <b>Expenditure By Type</b>         |         |
| Debt impairment                    | (1 483) |
| Depreciation & asset impairment    | (1 223) |
| Bulk purchases                     | 6 655   |
| Other expenditure                  | (3 447) |
| <b>Capital Expenditure</b>         |         |
| Road transport                     | 1 455   |
| Water                              | (1 304) |
| Waste water management             | (168)   |
|                                    |         |
| <b>Cash Flow</b>                   |         |
| Other revenue                      | 536     |
|                                    |         |
| Government - operating             | 13 523  |
|                                    |         |
| Government - capital               | 6 746   |
|                                    |         |
| Capital assets                     | (901)   |

Electrical



### 3.4 Remedial or corrective steps

| Description                        | Reasons for material deviations  | Remedial or corrective steps/remarks                                |
|------------------------------------|--|---|
| R thousands                        |  |   |
| <b>Revenue By Source</b>           |  |   |
| 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 usage 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    |
| <b>Expenditure By Type</b>         |  |   |
| 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 |
| <b>Capital Expenditure</b>         |  |   |
| 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    |
| <b>Cash Flow</b>                   |  |   |
| Other revenue                      | Due to high usage 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    |

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

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

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

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## 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 - M02 August

| Description  | 2015/16          | Budget Year 2016/17 |                   |                    |                    |                    |                     |                 |                    |
|--|------------------|---------------------|-------------------|--------------------|--------------------|--------------------|---------------------|-----------------|--------------------|
|  | Audited Outcome  | Original Budget     | Adjusted Budget   | Monthly actual     | YearTD actual      | YearTD budget      | YTD variance        | YTD variance %  | Full Year Forecast |
| <b>R thousands</b>   |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| <b>Financial Performance</b>   |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Property rates   | 26 257           | 30 665              | 30 665            | 1 210              | 17 176             | 5 111              | 12 065              | 236%            | 30 665             |
| Service charges  | 107 287          | 106 383             | 106 383           | 9 571              | 18 412             | 19 040             | (628)               | -3%             | 106 383            |
| Investment revenue   | 1 200            | 806                 | 806               | 15                 | 40                 | 134                | (94)                | -70%            | 806                |
| Transfers recognised - operational                                   | 40 635           | 41 210              | 41 210            | 393                | 15 597             | 6 868              | 8 728               | 127%            | 41 210             |
| Other own revenue  | 23 657           | 38 515              | 38 515            | 2 828              | 3 609              | 6 419              | (2 810)             | -44%            | 38 515             |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>199 037</b>   | <b>217 580</b>      | <b>217 580</b>    | <b>14 017</b>      | <b>54 834</b>      | <b>37 573</b>      | <b>17 261</b>       | <b>46%</b>      | <b>217 580</b>     |
| Employee costs   | 71 038           | 69 838              | 69 838            | 5 972              | 11 875             | 11 639             | 236                 | 2%              | 69 838             |
| Remuneration of Councillors  | 4 401            | 5 046               | 5 046             | 321                | 687                | 841                | (154)               | -18%            | 5 046              |
| Depreciation & asset impairment                                      | 62 117           | 7 337               | 7 337             | -                  | -                  | 1 223              | (1 223)             | -100%           | 7 337              |
| Finance charges  | 1 761            | 5 468               | 5 468             | 63                 | 168                | 911                | (744)               | -82%            | 5 468              |
| Materials and bulk purchases   | 66 010           | 73 894              | 73 894            | 8 397              | 16 855             | 12 315             | 4 539               | 37%             | 73 894             |
| Transfers and grants   | 348              | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Other expenditure  | 60 196           | 54 381              | 54 381            | 2 547              | 3 930              | 9 774              | (5 845)             | -60%            | 54 381             |
| <b>Total Expenditure</b>   | <b>265 871</b>   | <b>215 964</b>      | <b>215 964</b>    | <b>17 299</b>      | <b>33 515</b>      | <b>36 705</b>      | <b>(3 190)</b>      | <b>-9%</b>      | <b>215 964</b>     |
| <b>Surplus/(Deficit)</b>   | <b>(66 834)</b>  | <b>1 616</b>        | <b>1 616</b>      | <b>(3 282)</b>     | <b>21 319</b>      | <b>868</b>         | <b>20 451</b>       | <b>2355%</b>    | <b>1 616</b>       |
| Transfers recognised - capital                                       | 9 155            | 14 602              | 14 602            | -                  | 680                | 2 434              | (1 754)             | -72%            | 14 602             |
| Contributions & Contributed assets                                   | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> | <b>(57 679)</b>  | <b>16 218</b>       | <b>16 218</b>     | <b>(3 282)</b>     | <b>21 999</b>      | <b>3 302</b>       | <b>18 697</b>       | <b>566%</b>     | <b>16 218</b>      |
| Share of surplus/ (deficit) of associate                             | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| <b>Surplus/ (Deficit) for the year</b>                               | <b>(57 679)</b>  | <b>16 218</b>       | <b>16 218</b>     | <b>(3 282)</b>     | <b>21 999</b>      | <b>3 302</b>       | <b>18 697</b>       | <b>566%</b>     | <b>16 218</b>      |
| <b>Capital expenditure &amp; funds sources</b>                       |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Capital expenditure  | -                | 20 739              | 20 739            | 2 113              | 2 555              | 3 457              | (901)               | -26%            | 20 739             |
| Capital transfers recognised   | -                | 13 905              | 13 905            | -                  | 400                | 1 159              | (759)               | -65%            | 13 905             |
| Public contributions & donations                                     | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Borrowing  | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Internally generated funds   | -                | 6 834               | 6 834             | 42                 | 42                 | 569                | (528)               | -93%            | 6 834              |
| <b>Total sources of capital funds</b>                                | <b>-</b>         | <b>20 739</b>       | <b>20 739</b>     | <b>42</b>          | <b>442</b>         | <b>1 728</b>       | <b>(1 286)</b>      | <b>-74%</b>     | <b>20 739</b>      |
| <b>Financial position</b>  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total current assets   | 138 308          | 110 700             | 110 700           |                    | 148 849            |                    |                     |                 | 110 700            |
| Total non current assets   | 832 691          | 937 687             | 937 687           |                    | 832 758            |                    |                     |                 | 937 687            |
| Total current liabilities  | 61 066           | 31 639              | 31 639            |                    | 97 569             |                    |                     |                 | 31 639             |
| Total non current liabilities  | 47 126           | 36 071              | 36 071            |                    | 1 914              |                    |                     |                 | 36 071             |
| <b>Community wealth/Equity</b>                                       | <b>862 806</b>   | <b>980 677</b>      | <b>980 677</b>    |                    | <b>882 125</b>     |                    |                     |                 | <b>980 677</b>     |
| <b>Cash flows</b>  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Net cash from (used) operating                                       | 22 271           | 23 890              | 23 890            | (3 080)            | 14 735             | (11 974)           | (26 709)            | 223%            | 23 890             |
| Net cash from (used) investing                                       | (11 554)         | (20 610)            | (20 610)          | (2 099)            | (2 540)            | (3 435)            | (894)               | 26%             | (20 610)           |
| Net cash from (used) financing                                       | (1 528)          | (590)               | (590)             | 14                 | 28                 | (98)               | (126)               | 128%            | (590)              |
| <b>Cash/cash equivalents at the month/year end</b>                   | <b>7 882</b>     | <b>1 706</b>        | <b>1 706</b>      | <b>-</b>           | <b>22 105</b>      | <b>(16 493)</b>    | <b>(38 598)</b>     | <b>234%</b>     | <b>12 574</b>      |
| <b>Debtors &amp; creditors analysis</b>                              | <b>0-30 Days</b> | <b>31-60 Days</b>   | <b>61-90 Days</b> | <b>91-120 Days</b> | <b>121-150 Dys</b> | <b>151-180 Dys</b> | <b>181 Dys-1 Yr</b> | <b>Over 1Yr</b> | <b>Total</b>       |
| <b>Debtors Age Analysis</b>  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total By Income Source   | -                | 10 125              | 19 282            | 3 752              | 3 183              | 2 458              | 23 196              | -               | 61 995             |
| <b>Creditors Age Analysis</b>  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total Creditors  | 5 747            | 19                  | -                 | -                  | -                  | -                  | -                   | -               | 5 766              |

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2016/17

**Table C2: Monthly Budget Statement – Financial Performance (standard classification) - M02 August**  
**NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M02 August**

| Budget Year 2016/17 |                                     |        |                 |                 |                 |                |               |               |              |                |                    |
|---------------------|-------------------------------------|--------|-----------------|-----------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
|                     |                                     |        | 2015/16         |                 |                 |                |               |               |              |                |                    |
| R thousands         | Description                         | Ref    | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| 1                   | Revenue - Standard                  |        |                 |                 |                 |                |               |               |              |                |                    |
|                     | Governance and administration       |        |                 |                 |                 |                |               |               |              |                |                    |
|                     | Executive and council               |        | 46 161          | 51 180          | 51 180          | 1 467          | 24 667        | 8 530         | 16 137       | 189%           | 51 180             |
|                     | Budget and treasury office          |        | 3 939           | 4 295           | 4 295           | 82             | 1 448         | 716           | 733          | 102%           | 4 295              |
|                     | Corporate services                  |        | 42 141          | 46 801          | 46 801          | 1 378          | 23 206        | 7 800         | 15 406       | 198%           | 46 801             |
|                     | Community and public safety         |        | 82              | 84              | 84              | 7              | 13            | 14            | (1)          | -9%            | 84                 |
|                     | Community and social services       |        | 21 465          | 11 325          | 11 325          | 208            | 1 142         | 1 887         | (746)        | -40%           | 11 325             |
|                     | Sport and recreation                |        | 1 906           | 1 942           | 1 942           | 66             | 136           | 324           | (187)        | -58%           | 1 942              |
|                     | Public safety                       |        | 182             | 123             | 123             | 10             | 11            | 21            | (10)         | -48%           | 123                |
|                     | Housing                             |        | 19 317          | 7 991           | 7 991           | 130            | 310           | 1 332         | (1 022)      | -77%           | 7 991              |
|                     | Health                              |        | 60              | 41              | 41              | 3              | 685           | 7             | 678          | 9901%          | 41                 |
|                     | Economic and environmental services |        |                 |                 |                 |                |               |               |              |                |                    |
|                     | Planning and development            |        |                 |                 |                 |                |               |               |              |                |                    |
|                     | Road transport                      |        | 8 863           | 3 816           | 3 816           | 254            | 254           | 638           | (382)        | -60%           | 3 816              |
|                     | Environmental protection            |        | 999             | 1 610           | 1 610           | 250            | 250           | 268           | (18)         | -7%            | 1 610              |
|                     | Trading services                    |        | 7 863           | 2 207           | 2 207           | 4              | 4             | 368           | (364)        | -99%           | 2 207              |
|                     | Electricity                         |        |                 |                 |                 |                |               |               |              |                |                    |
|                     | Water                               |        | 131 703         | 165 860         | 165 860         | 12 089         | 29 451        | 28 953        | 499          | 2%             | 165 860            |
|                     | Waste water management              |        | 72 801          | 90 239          | 90 239          | 7 827          | 13 734        | 15 327        | (1 593)      | -10%           | 90 239             |
|                     | Waste management                    |        | 27 000          | 38 471          | 38 471          | 2 112          | 6 471         | 6 760         | (289)        | -4%            | 38 471             |
| Other               |                                     | 19 900 | 24 322          | 24 322          | 1 365           | 5 776          | 4 386         | 1 390         | 32%          | 24 322         |                    |
|                     |                                     | 12 001 | 12 828          | 12 828          | 785             | 3 470          | 2 480         | 991           | 40%          | 12 828         |                    |
| 4                   |                                     |        | -               | -               | -               | -              | -             | -             | -            | -              | -                  |
| 2                   | Total Revenue - Standard            |        | 208 191         | 232 182         | 232 182         | 14 017         | 55 514        | 40 007        | 15 508       | 39%            | 232 182            |
|                     | Expenditure - Standard              |        |                 |                 |                 |                |               |               |              |                |                    |
|                     | Governance and administration       |        |                 |                 |                 |                |               |               |              |                |                    |
|                     | Executive and council               |        | 44 176          | 48 553          | 48 553          | 3 153          | 5 706         | 8 092         | (2 386)      | -29%           | 48 553             |
|                     | Budget and treasury office          |        | 12 079          | 14 054          | 14 054          | 1 015          | 1 756         | 2 342         | (586)        | -25%           | 14 054             |
|                     | Corporate services                  |        | 21 330          | 21 982          | 21 982          | 1 047          | 1 985         | 3 663         | (1 678)      | -46%           | 21 982             |
|                     | Community and public safety         |        | 10 767          | 12 518          | 12 518          | 1 090          | 1 965         | 2 086         | (121)        | -6%            | 12 518             |
|                     | Community and social services       |        | 50 481          | 29 417          | 29 417          | 1 542          | 3 108         | 4 304         | (1 197)      | -28%           | 29 417             |
|                     | Sport and recreation                |        | 27 343          | 11 849          | 11 849          | 610            | 1 160         | 1 376         | (217)        | -16%           | 11 849             |
|                     | Public safety                       |        | 3 979           | 4 654           | 4 654           | 282            | 558           | 776           | (218)        | -28%           | 4 654              |
|                     | Housing                             |        | 8 044           | 10 367          | 10 367          | 476            | 1 017         | 1 728         | (711)        | -41%           | 10 367             |
|                     | Health                              |        | 10 854          | 2 400           | 2 400           | 174            | 374           | 400           | (26)         | -7%            | 2 400              |
|                     | Economic and environmental services |        |                 |                 |                 |                |               |               |              |                |                    |
|                     | Planning and development            |        | 262             | 148             | 148             | -              | -             | 25            | (25)         | -100%          | 148                |
|                     | Road transport                      |        | 34 353          | 28 440          | 28 440          | 1 619          | 2 980         | 4 740         | (1 760)      | -37%           | 28 440             |
|                     | Environmental protection            |        | 20 882          | 12 162          | 12 162          | 938            | 1 646         | 2 027         | (381)        | -19%           | 12 162             |
|                     | Trading services                    |        | 13 471          | 16 278          | 16 278          | 680            | 1 334         | 2 713         | (1 379)      | -51%           | 16 278             |
|                     | Electricity                         |        | -               | -               | -               | -              | -             | -             | -            | -              | -                  |
|                     | Water                               |        | 135 248         | 108 815         | 108 815         | 10 881         | 21 474        | 19 445        | 2 028        | 10%            | 108 815            |
|                     | Waste water management              |        | 69 883          | 71 539          | 71 539          | 8 366          | 17 137        | 12 210        | 4 927        | 40%            | 71 539             |
|                     | Waste management                    |        | 25 644          | 12 906          | 12 906          | 1 011          | 1 576         | 2 499         | (923)        | -37%           | 12 906             |
| Other               |                                     | 30 068 | 12 936          | 12 936          | 673             | 1 197          | 2 489         | (1 291)       | -52%         | 12 936         |                    |
|                     |                                     | 9 653  | 11 435          | 11 435          | 831             | 1 563          | 2 248         | (685)         | -30%         | 11 435         |                    |
|                     |                                     | 1 614  | 738             | 738             | 104             | 248            | 123           | 125           | 102%         | 738            |                    |
| 3                   | Total Expenditure - Standard        |        | 265 871         | 215 964         | 215 964         | 17 299         | 33 515        | 36 705        | (3 190)      | -9%            | 215 964            |
|                     | Surplus/ (Deficit) for the year     |        | (57 679)        | 16 218          | 16 218          | (3 282)        | 21 999        | 3 302         | 18 697       | 566%           | 16 218             |

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

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions.

The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services.

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.



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

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

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

| Vote Description                       |          | 2015/16         |                 | Budget Year 2016/17 |                |               |               |                | Full Year Forecast |                |
|--|----------|-----------------|-----------------|---------------------|----------------|---------------|---------------|----------------|--------------------|----------------|
| R thousands                            | Ref      | Audited Outcome | Original Budget | Adjusted Budget     | Monthly actual | YearTD actual | YearTD budget | YTD variance   | YTD variance %     |                |
| <b>Revenue by Vote</b>                 |          |                 |                 |                     |                |               |               |                |                    |                |
| Vote 1 - EXECUTIVE AND COUNCIL         | 1        | -               | 4 295           | 4 295               | 1 367          | 1 367         | 358           | 1 009          | 281.8%             | 4 295          |
| Vote 2 - FINANCE AND ADMINISTRATION    |          | -               | 46 885          | 46 885              | 21 834         | 21 834        | 3 907         | 17 927         | 458.8%             | 46 885         |
| Vote 3 - PLANNING AND DEVELOPMENT      |          | -               | 1 610           | 1 610               | -              | -             | 134           | (134)          | -100.0%            | 1 610          |
| Vote 4 - HEALTH                        |          | -               | 1 227           | 1 227               | -              | -             | 102           | (102)          | -100.0%            | 1 227          |
| Vote 5 - COMMUNITY AND SOCIAL SERVICES |          | -               | 1 942           | 1 942               | 71             | 71            | 162           | (91)           | -56.2%             | 1 942          |
| Vote 6 - PUBLIC SAFETY                 |          | -               | 7 991           | 7 991               | 180            | 180           | 666           | (486)          | -73.0%             | 7 991          |
| Vote 7 - SPORT AND RECREATION          |          | -               | 123             | 123                 | 1              | 1             | 10            | (10)           | -94.2%             | 123            |
| Vote 8 - ROAD TRANSPORT                |          | -               | 2 207           | 2 207               | 0              | 0             | 184           | (184)          | -99.9%             | 2 207          |
| Vote 9 - OTHER                         |          | -               | -               | -                   | -              | -             | -             | -              | -                  | -              |
| Vote 10 - HOUSING SERVICES             |          | -               | 41              | 41                  | 683            | 683           | 3             | 679            | 19827.8%           | 41             |
| Vote 11 - WASTE MANAGEMENT             |          | -               | 12 828          | 12 828              | 2 685          | 2 685         | 1 240         | 1 446          | 116.6%             | 12 828         |
| Vote 12 - WASTE WATER MANAGEMENT       |          | -               | 24 322          | 24 322              | 4 411          | 4 411         | 2 193         | 2 218          | 101.1%             | 24 322         |
| Vote 13 - ELECTRICITY                  |          | -               | 90 239          | 90 239              | 5 907          | 5 907         | 7 663         | (1 756)        | -22.9%             | 90 239         |
| Vote 14 - WATER                        |          | -               | 38 471          | 38 471              | 4 359          | 4 359         | 3 380         | 979            | 29.0%              | 38 471         |
| Vote 15 - [NAME OF VOTE 15]            |          | -               | -               | -                   | -              | -             | -             | -              | -                  | -              |
| <b>Total Revenue by Vote</b>           | <b>2</b> | <b>-</b>        | <b>232 182</b>  | <b>232 182</b>      | <b>41 497</b>  | <b>41 497</b> | <b>20 003</b> | <b>21 494</b>  | <b>107.5%</b>      | <b>232 182</b> |
| <b>Expenditure by Vote</b>             |          |                 |                 |                     |                |               |               |                |                    |                |
| Vote 1 - EXECUTIVE AND COUNCIL         | 1        | -               | 14 054          | 14 054              | 741            | 741           | 1 171         | (431)          | -36.8%             | 14 054         |
| Vote 2 - FINANCE AND ADMINISTRATION    |          | -               | 34 499          | 34 499              | 1 812          | 1 812         | 2 877         | (1 065)        | -37.0%             | 34 499         |
| Vote 3 - PLANNING AND DEVELOPMENT      |          | -               | 12 162          | 12 162              | 708            | 708           | 1 013         | (306)          | -30.2%             | 12 162         |
| Vote 4 - HEALTH                        |          | -               | 148             | 148                 | -              | -             | 12            | (12)           | -100.0%            | 148            |
| Vote 5 - COMMUNITY AND SOCIAL SERVICES |          | -               | 11 849          | 11 849              | 550            | 550           | 987           | (438)          | -44.3%             | 11 849         |
| Vote 6 - PUBLIC SAFETY                 |          | -               | 10 367          | 10 367              | 540            | 540           | 864           | (324)          | -37.5%             | 10 367         |
| Vote 7 - SPORT AND RECREATION          |          | -               | 4 654           | 4 654               | 276            | 276           | 388           | (112)          | -28.8%             | 4 654          |
| Vote 8 - ROAD TRANSPORT                |          | -               | 16 278          | 16 278              | 653            | 653           | 1 440         | (786)          | -54.5%             | 16 278         |
| Vote 9 - OTHER                         |          | -               | 738             | 738                 | 144            | 144           | 61            | 83             | 134.3%             | 738            |
| Vote 10 - HOUSING SERVICES             |          | -               | 2 400           | 2 400               | 199            | 199           | 200           | (1)            | -0.3%              | 2 400          |
| Vote 11 - WASTE MANAGEMENT             |          | -               | 11 435          | 11 435              | 732            | 732           | 1 124         | (392)          | -34.9%             | 11 435         |
| Vote 12 - WASTE WATER MANAGEMENT       |          | -               | 12 936          | 12 936              | 524            | 524           | 1 310         | (785)          | -60.0%             | 12 936         |
| Vote 13 - ELECTRICITY                  |          | -               | 71 539          | 71 539              | 8 772          | 8 772         | 6 105         | 2 667          | 43.7%              | 71 539         |
| Vote 14 - WATER                        |          | -               | 12 906          | 12 906              | 566            | 566           | 1 250         | (684)          | -54.7%             | 12 906         |
| Vote 15 - [NAME OF VOTE 15]            |          | -               | -               | -                   | -              | -             | -             | -              | -                  | -              |
| <b>Total Expenditure by Vote</b>       | <b>2</b> | <b>-</b>        | <b>215 964</b>  | <b>215 964</b>      | <b>16 216</b>  | <b>16 216</b> | <b>18 802</b> | <b>(2 586)</b> | <b>-13.8%</b>      | <b>215 964</b> |
| <b>Surplus/ (Deficit) for the year</b> | <b>2</b> | <b>-</b>        | <b>16 218</b>   | <b>16 218</b>       | <b>25 281</b>  | <b>25 281</b> | <b>1 201</b>  | <b>24 080</b>  | <b>2004.5%</b>     | <b>16 218</b>  |

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

| NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August |     |                 |                 |                     |                |               |               |                |              |                    |
|---|-----|-----------------|-----------------|---------------------|----------------|---------------|---------------|----------------|--------------|--------------------|
| Description   | Ref | 2015/16         |                 | Budget Year 2016/17 |                |               |               |                |              |                    |
|   |     | Audited Outcome | Original Budget | Adjusted Budget     | Monthly actual | YearTD actual | YearTD budget | YTD variance   | YTD variance | Full Year Forecast |
| <b>Revenue By Source</b>  |     |                 |                 |                     |                |               |               |                |              |                    |
| Property rates  |     | 26 117          | 30 665          | 30 665              | 1 210          | 17 176        | 5 111         | 12 065         | 236%         | 30 665             |
| Property rates - penalties & collection charges   |     | 140             | -               | -                   | -              | -             | -             | -              | -            | -                  |
| Service charges - electricity revenue   |     | 87 805          | 56 203          | 56 203              | 5 318          | 9 763         | 9 854         | 108            | 1%           | 56 203             |
| Service charges - water revenue   |     | 22 238          | 25 864          | 25 864              | 2 090          | 4 325         | 4 659         | (334)          | -7%          | 25 864             |
| Service charges - sanitation revenue  |     | 10 937          | 15 972          | 15 972              | 1 351          | 2 702         | 2 995         | (293)          | -10%         | 15 972             |
| Service charges - refuse revenue  |     | 5 913           | 8 226           | 8 226               | 778            | 1 557         | 1 713         | (156)          | -9%          | 8 226              |
| Service charges - other   |     | 396             | 118             | 118                 | 33             | 66            | 20            | 47             | 237%         | 118                |
| Rental of facilities and equipment  |     | 788             | 788             | 788                 | 72             | 138           | 131           | 7              | 5%           | 788                |
| Interest earned - external investments  |     | 1 200           | 806             | 806                 | 15             | 40            | 134           | (94)           | -70%         | 806                |
| Interest earned - outstanding debtors   |     | 558             | 954             | 954                 | 77             | 146           | 159           | (13)           | -8%          | 954                |
| Fines   |     | 19 399          | 6 943           | 6 943               | 96             | 245           | 1 157         | (912)          | -79%         | 6 943              |
| Licences and permits  |     | 310             | 2 508           | 2 508               | 33             | 65            | 418           | (353)          | -84%         | 2 508              |
| Transfers recognised - operational  |     | 40 635          | 41 210          | 41 210              | 393            | 15 597        | 6 808         | 8 728          | 127%         | 41 210             |
| Other revenue   |     | 2 602           | 27 195          | 27 195              | 2 538          | 3 001         | 4 532         | (1 531)        | -34%         | 27 195             |
| Gains on disposal of PPE  |     | -               | 130             | 130                 | 15             | 15            | 22            | (7)            | -32%         | 130                |
| <b>Total Revenue (excluding capital transfers and contributions)</b>  |     | <b>199 037</b>  | <b>217 580</b>  | <b>217 580</b>      | <b>14 017</b>  | <b>54 834</b> | <b>37 573</b> | <b>17 261</b>  | <b>46%</b>   | <b>217 580</b>     |
| <b>Expenditure By Type</b>  |     |                 |                 |                     |                |               |               |                |              |                    |
| Employee related costs  |     | 71 038          | 69 838          | 69 838              | 5 972          | 11 875        | 11 639        | 236            | 2%           | 69 838             |
| Remuneration of councillors   |     | 4 401           | 5 046           | 5 046               | 321            | 887           | 841           | (154)          | -18%         | 5 046              |
| Debt impairment   |     | 30 642          | 8 901           | 8 901               | -              | -             | 1 483         | (1 483)        | -100%        | 8 901              |
| Depreciation & asset impairment   |     | 62 117          | 7 337           | 7 337               | -              | -             | 1 223         | (1 223)        | -100%        | 7 337              |
| Finance charges   |     | 1 761           | 5 468           | 5 468               | 63             | 168           | 911           | (744)          | -82%         | 5 468              |
| Bulk purchases  |     | 54 420          | 57 123          | 57 123              | 8 083          | 16 175        | 9 520         | 6 655          | 70%          | 57 123             |
| Other materials   |     | 11 590          | 16 771          | 16 771              | 333            | 879           | 2 795         | (2 116)        | -76%         | 16 771             |
| Contracted services   |     | 9 082           | 9 846           | 9 846               | 474            | 727           | 1 641         | (914)          | -56%         | 9 846              |
| Transfers and grants  |     | 348             | -               | -                   | -              | -             | -             | -              | -            | -                  |
| Other expenditure   |     | 20 081          | 35 634          | 35 634              | 2 073          | 3 203         | 6 650         | (3 447)        | -52%         | 35 634             |
| Loss on disposal of PPE   |     | 411             | -               | -                   | -              | -             | -             | -              | -            | -                  |
| <b>Total Expenditure</b>  |     | <b>265 871</b>  | <b>215 964</b>  | <b>215 964</b>      | <b>17 299</b>  | <b>33 515</b> | <b>36 705</b> | <b>(3 190)</b> | <b>-9%</b>   | <b>215 964</b>     |
| <b>Surplus/(Deficit)</b>  |     | <b>(66 834)</b> | <b>1 616</b>    | <b>1 616</b>        | <b>(3 282)</b> | <b>21 319</b> | <b>866</b>    | <b>20 451</b>  | <b>0</b>     | <b>1 616</b>       |
| Transfers recognised - capital  |     | 9 155           | 14 602          | 14 602              | -              | 680           | 2 434         | (1 754)        | (0)          | 14 602             |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b>  |     | <b>(57 679)</b> | <b>16 218</b>   | <b>16 218</b>       | <b>(3 282)</b> | <b>21 999</b> | <b>3 302</b>  |                |              | <b>16 218</b>      |
| Taxation  |     |                 | -               | -                   | -              | -             | -             | -              | -            | -                  |
| <b>Surplus/(Deficit) after taxation</b>   |     | <b>(57 679)</b> | <b>16 218</b>   | <b>16 218</b>       | <b>(3 282)</b> | <b>21 999</b> | <b>3 302</b>  |                |              | <b>16 218</b>      |
| Attributable to minorities  |     |                 | -               | -                   | -              | -             | -             | -              | -            | -                  |
| <b>Surplus/(Deficit) attributable to municipality</b>   |     | <b>(57 679)</b> | <b>16 218</b>   | <b>16 218</b>       | <b>(3 282)</b> | <b>21 999</b> | <b>3 302</b>  |                |              | <b>16 218</b>      |
| Share of surplus/ (deficit) of associate  |     |                 | -               | -                   | -              | -             | -             | -              | -            | -                  |
| <b>Surplus/ (Deficit) for the year</b>  |     | <b>(57 679)</b> | <b>16 218</b>   | <b>16 218</b>       | <b>(3 282)</b> | <b>21 999</b> | <b>3 302</b>  |                |              | <b>16 218</b>      |

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

| NC073 Emthanzeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M02 August |     |                 |                 |                     |                |               |               |              |                    |
|---|-----|-----------------|-----------------|---------------------|----------------|---------------|---------------|--------------|--------------------|
| Vote Description  | Ref | 2015/16         |                 | Budget Year 2016/17 |                |               |               |              |                    |
|   |     | Audited Outcome | Original Budget | Adjusted Budget     | Monthly actual | YearTD actual | YearTD budget | YTD variance | Full Year Forecast |
| <b>R thousands</b>  |     |                 |                 |                     |                |               |               |              |                    |
| Vote 1 - EXECUTIVE AND COUNCIL  | 1   | -               | -               | -                   | -              | -             | -             | -            | -                  |
| Total Capital Multi-year expenditure  | 4,7 | -               | -               | -                   | -              | -             | -             | -            | -                  |
| <b>Single Year expenditure appropriation</b>  | 2   |                 |                 |                     |                |               |               |              |                    |
| Vote 1 - EXECUTIVE AND COUNCIL  |     | -               | 137             | 137                 | -              | -             | 23            | (23)         | 137                |
| Vote 2 - FINANCE AND ADMINISTRATION   |     | -               | 1 735           | 1 735               | -              | -             | 289           | (289)        | 1 735              |
| Vote 5 - COMMUNITY AND SOCIAL SERVICES  |     | -               | 296             | 296                 | -              | -             | 49            | (49)         | 296                |
| Vote 6 - PUBLIC SAFETY  |     | -               | 63              | 63                  | -              | -             | 11            | (11)         | 63                 |
| Vote 7 - SPORT AND RECREATION   |     | -               | 75              | 75                  | -              | -             | 13            | (13)         | 75                 |
| Vote 8 - ROAD TRANSPORT   |     | -               | 4 200           | 4 200               | 2 113          | 2 155         | 700           | 1 455        | 4 200              |
| Vote 11 - WASTE MANAGEMENT  |     | -               | 29              | 29                  | -              | -             | 5             | (5)          | 29                 |
| Vote 12 - WASTE WATER MANAGEMENT  |     | -               | 981             | 981                 | -              | -             | 164           | (164)        | 981                |
| Vote 13 - ELECTRICITY   |     | -               | 5 400           | 5 400               | -              | 400           | 900           | (500)        | 5 400              |
| Vote 14 - WATER   |     | -               | 7 822           | 7 822               | -              | -             | 1 304         | (1 304)      | 7 822              |
| Total Capital single-year expenditure   | 4   | -               | 20 739          | 20 739              | 2 113          | 2 555         | 3 457         | (901)        | 20 739             |
| Total Capital Expenditure   |     | -               | 20 739          | 20 739              | 2 113          | 2 555         | 3 457         | (901)        | 20 739             |
| <b>Capital Expenditure - Standard Classification</b>  |     |                 |                 |                     |                |               |               |              |                    |
| <i>Governance and administration</i>  |     | -               | 1 873           | 1 873               | -              | -             | 312           | (312)        | 1 873              |
| Executive and council   |     | -               | 137             | 137                 | -              | -             | 23            | (23)         | 137                |
| Budget and treasury office  |     | -               | 1 385           | 1 385               | -              | -             | 231           | (231)        | 1 385              |
| Corporate services  |     | -               | 350             | 350                 | -              | -             | 58            | (58)         | 350                |
| <i>Community and public safety</i>  |     | -               | 434             | 434                 | -              | -             | 72            | (72)         | 434                |
| Community and social services   |     | -               | 296             | 296                 | -              | -             | 49            | (49)         | 296                |
| Sport and recreation  |     | -               | 75              | 75                  | -              | -             | 13            | (13)         | 75                 |
| Public safety   |     | -               | 63              | 63                  | -              | -             | 11            | (11)         | 63                 |
| <i>Economic and environmental services</i>  |     | -               | 4 200           | 4 200               | 2 113          | 2 155         | 700           | 1 455        | 4 200              |
| Road transport  |     | -               | 4 200           | 4 200               | 2 113          | 2 155         | 700           | 1 455        | 4 200              |
| Environmental protection  |     | -               | -               | -                   | -              | -             | -             | -            | -                  |
| <i>Trading services</i>   |     | -               | 14 232          | 14 232              | -              | 400           | 2 372         | (1 972)      | 14 232             |
| Electricity   |     | -               | 5 400           | 5 400               | -              | 400           | 900           | (500)        | 5 400              |
| Water   |     | -               | 7 822           | 7 822               | -              | -             | 1 304         | (1 304)      | 7 822              |
| Waste water management  |     | -               | 981             | 981                 | -              | -             | 164           | (164)        | 981                |
| Waste management  |     | -               | 29              | 29                  | -              | -             | 5             | (5)          | 29                 |
| <i>Other</i>  |     | -               | -               | -                   | -              | -             | -             | -            | -                  |
| Total Capital Expenditure - Standard Classification   | 3   | -               | 20 739          | 20 739              | 2 113          | 2 555         | 3 457         | (901)        | 20 739             |
| <b>Funded by:</b>   |     |                 |                 |                     |                |               |               |              |                    |
| National Government   |     | -               | 13 905          | 13 905              | -              | 400           | 1 159         | (759)        | 13 905             |
| Transfers recognised - capital  |     | -               | 13 905          | 13 905              | -              | 400           | 1 159         | (759)        | 13 905             |
| Internally generated funds  |     | -               | 6 834           | 6 834               | 42             | 42            | 569           | (528)        | 6 834              |
| Total Capital Funding   |     | -               | 20 739          | 20 739              | 42             | 442           | 1 728         | (1 286)      | 20 739             |

Excluded

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

NC073 Emthanjani - Table C6 Monthly Budget Statement - Financial Position - M02 August

| R thousands                              | Description | Ref | 2015/16         | Budget Year 2016/17 |                  |                | Full Year Forecast |
|--|-------------|-----|-----------------|---------------------|------------------|----------------|--------------------|
|  |             |     | Audited Outcome | Original Budget     | Adjusted Budget  | YearTD actual  |                    |
| 1  |             |     |                 |                     |                  |                |                    |
| <b>ASSETS</b>                            |             |     |                 |                     |                  |                |                    |
| <b>Current assets</b>                    |             |     |                 |                     |                  |                |                    |
| Cash                                     |             |     | —               | 968                 | 968              | 88             | 968                |
| Call investment deposits                 |             |     | 14 845          | 10 075              | 10 075           | 14 778         | 10 075             |
| Consumer debtors                         |             |     | 60 532          | 22 824              | 22 824           | 73 239         | 22 824             |
| Other debtors                            |             |     | —               | 11 277              | 11 277           | (2 132)        | 11 277             |
| Current portion of long-term receivables |             |     | 2               | —                   | —                | —              | —                  |
| Inventory                                |             |     | 62 929          | 65 556              | 65 556           | 62 876         | 65 556             |
| <b>Total current assets</b>              |             |     | <b>138 308</b>  | <b>110 700</b>      | <b>110 700</b>   | <b>148 849</b> | <b>110 700</b>     |
| <b>Non current assets</b>                |             |     |                 |                     |                  |                |                    |
| Long-term receivables                    |             |     | 1               | —                   | —                | —              | —                  |
| Investments                              |             |     | 26              | 29                  | 29               | 26             | 29                 |
| Investment property                      |             |     | 5 004           | 5 004               | 5 004            | 5 004          | 5 004              |
| Property, plant and equipment            |             |     | 827 565         | 932 114             | 932 114          | 827 565        | 932 114            |
| Intangible assets                        |             |     | 82              | 458                 | 458              | 82             | 458                |
| Other non-current assets                 |             |     | 12              | 83                  | 83               | 81             | 83                 |
| <b>Total non current assets</b>          |             |     | <b>832 891</b>  | <b>937 687</b>      | <b>937 687</b>   | <b>832 758</b> | <b>937 687</b>     |
| <b>TOTAL ASSETS</b>                      |             |     | <b>970 999</b>  | <b>1 048 386</b>    | <b>1 048 386</b> | <b>981 607</b> | <b>1 048 386</b>   |
| <b>LIABILITIES</b>                       |             |     |                 |                     |                  |                |                    |
| <b>Current liabilities</b>               |             |     |                 |                     |                  |                |                    |
| Bank overdraft                           |             |     | 7 321           | 9 338               | 9 338            | 10 320         | 9 338              |
| Borrowing                                |             |     | 1 065           | 688                 | 688              | 1 233          | 688                |
| Consumer deposits                        |             |     | 2 193           | 2 289               | 2 289            | 2 208          | 2 289              |
| Trade and other payables                 |             |     | 49 018          | 16 352              | 16 352           | 29 199         | 16 352             |
| Provisions                               |             |     | 1 469           | 2 972               | 2 972            | 54 610         | 2 972              |
| <b>Total current liabilities</b>         |             |     | <b>61 066</b>   | <b>31 639</b>       | <b>31 639</b>    | <b>97 569</b>  | <b>31 639</b>      |
| <b>Non current liabilities</b>           |             |     |                 |                     |                  |                |                    |
| Borrowing                                |             |     | 40 096          | —                   | —                | —              | —                  |
| Provisions                               |             |     | 7 030           | 36 071              | 36 071           | 1 914          | 36 071             |
| <b>Total non current liabilities</b>     |             |     | <b>47 126</b>   | <b>36 071</b>       | <b>36 071</b>    | <b>1 914</b>   | <b>36 071</b>      |
| <b>TOTAL LIABILITIES</b>                 |             |     | <b>108 193</b>  | <b>67 709</b>       | <b>67 709</b>    | <b>99 482</b>  | <b>67 709</b>      |
| <b>NET ASSETS</b>                        |             | 2   | <b>862 806</b>  | <b>980 677</b>      | <b>980 677</b>   | <b>882 125</b> | <b>980 677</b>     |
| <b>COMMUNITY WEALTH/EQUITY</b>           |             |     |                 |                     |                  |                |                    |
| Accumulated Surplus/(Deficit)            |             |     | 862 806         | 980 677             | 980 677          | 879 872        | 980 677            |
| Reserves                                 |             |     | —               | —                   | —                | 2 253          | —                  |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>     |             | 2   | <b>862 806</b>  | <b>980 677</b>      | <b>980 677</b>   | <b>882 125</b> | <b>980 677</b>     |

✓

Electronics



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

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - M02 August

| Description                                       |  | Ref | Budget Year 2016/17 |                 |                 |                |               |               |              |                |                    |
|---|--|-----|---------------------|-----------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
|   |  |     | 2015/16             | 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    |  |     | 19 246              | 27 999          | 27 999          | 2 564          | 3 743         | 4 666         | (923)        | -20%           | 27 999             |
| Service charges                                   |  |     | 94 706              | 99 902          | 99 902          | 7 116          | 13 186        | 8 325         | 4 861        | 58%            | 99 902             |
| Other revenue                                     |  |     | 10 447              | 34 954          | 34 954          | 2 737          | 3 449         | 2 913         | 536          | 18%            | 34 954             |
| Government - operating                            |  |     | 42 853              | 41 210          | 41 210          | 1 875          | 16 957        | 3 434         | 13 523       | 394%           | 41 210             |
| Government - capital                              |  |     | 10 775              | 14 602          | 14 602          | -              | 7 963         | 1 217         | 6 746        | 554%           | 14 602             |
| Interest  |  |     | 1 760               | 806             | 806             | 15             | 40            | 67            | (27)         | -40%           | 806                |
| Suppliers and employees                           |  |     | (155 733)           | (190 113)       | (190 113)       | (17 324)       | (30 436)      | (31 686)      | (1 250)      | 4%             | (190 113)          |
| Finance charges                                   |  |     | (1 434)             | (5 468)         | (5 468)         | (63)           | (168)         | (911)         | (744)        | 82%            | (5 468)            |
| Transfers and Grants                              |  |     | (348)               | -               | -               | -              | -             | -             | -            | -              | -                  |
| NET CASH FROM/(USED) OPERATING ACTIVITIES         |  |     | 22 271              | 23 890          | 23 890          | (3 080)        | 14 735        | (11 974)      | (26 709)     | 223%           | 23 890             |
| CASH FLOWS FROM INVESTING ACTIVITIES              |  |     |                     |                 |                 |                |               |               |              |                |                    |
| Proceeds on disposal of PPE                       |  |     | 91                  | 130             | 130             | 15             | 15            | 22            | (7)          | -32%           | 130                |
| Decrease (increase) other non-current receivables |  |     | (0)                 | -               | -               | -              | -             | -             | -            | -              | -                  |
| Capital assets                                    |  |     | (11 646)            | (20 739)        | (20 739)        | (2 113)        | (2 555)       | (3 457)       | (901)        | 26%            | (20 739)           |
| NET CASH FROM/(USED) INVESTING ACTIVITIES         |  |     | (11 554)            | (20 610)        | (20 610)        | (2 099)        | (2 540)       | (3 435)       | (894)        | 26%            | (20 610)           |
| Borrowing long term/refinancing                   |  |     | 1 156               | -               | -               | -              | -             | -             | -            | -              | -                  |
| Increase (decrease) in consumer deposits          |  |     | -                   | 98              | 98              | 14             | 28            | 16            | 11           | 70%            | 98                 |
| Repayment of borrowing                            |  |     | (2 684)             | (688)           | (688)           | -              | -             | (115)         | (115)        | 100%           | (688)              |
| NET CASH FROM/(USED) FINANCING ACTIVITIES         |  |     | (1 528)             | (590)           | (590)           | 14             | 28            | (98)          | (126)        | 128%           | (590)              |
| NET INCREASE/ (DECREASE) IN CASH HELD             |  |     | 9 189               | 2 691           | 2 691           | (5 165)        | 12 222        | (15 508)      |              |                | 2 691              |
| Cash/cash equivalents at beginning:               |  |     | (1 306)             | (985)           | (985)           |                | 9 884         | (985)         |              |                | 9 884              |
| Cash/cash equivalents at month/year end:          |  |     | 7 882               | 1 706           | 1 706           |                | 22 105        | (16 493)      |              |                | 12 574             |

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# 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 Emhlangeni - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M02 August

| RC073 Environmental - Supporting table 503 monthly budget statement - actuals and revised targets for cash receipts - mox August |  |        |                     |                |              |                 |             |             |                |                 |              |              |            |             | Expenditure Framework |                        |         |         |        |
|--|--|--------|---------------------|----------------|--------------|-----------------|-------------|-------------|----------------|-----------------|--------------|--------------|------------|-------------|-----------------------|------------------------|---------|---------|--------|
| Description  |  | Ref    | Budget Year 2018/19 |                |              |                 |             |             |                |                 |              |              |            |             | Budget Year 2018/19   | Budget Year +2 2018/19 |         |         |        |
| R thousands  |  |        | July Outcome        | August Outcome | Sept Outcome | October Outcome | Nov Outcome | Dec Outcome | January Budget | February Budget | March Budget | April Budget | May Budget | June Budget | Budget Year 2018/17   |                        |         |         |        |
| Cash Receipts By Source  | Property rates                         | 1      | 1 179               | 2 564          |              |                 |             |             |                |                 |              |              |            |             | 24 256                | 27 999                 | 28 239  | 49 909  |        |
|  | Service charges - electricity revenue  |        | 3 394               | 4 149          |              |                 |             |             |                |                 |              |              |            |             | 45 635                | 53 178                 | 56 426  | 67 691  |        |
|  | Service charges - water revenue        |        | 1 407               | 1 281          |              |                 |             |             |                |                 |              |              |            |             | 21 058                | 23 746                 | 25 448  | 41 408  |        |
|  | Service charges - sanitation revenue   |        | 732                 | 992            |              |                 |             |             |                |                 |              |              |            |             | 13 321                | 15 045                 | 15 131  | 16 467  |        |
|  | Service charges - refuse               |        | 505                 | 661            |              |                 |             |             |                |                 |              |              |            |             | 6 649                 | 7 815                  | 7 545   | 6 583   |        |
|  | Service charges - other                |        | 33                  | 33             |              |                 |             |             |                |                 |              |              |            |             | 52                    | 118                    | 270     | 132     |        |
|  | Rental of facilities and equipment     |        | 65                  | 72             |              |                 |             |             |                |                 |              |              |            |             | 548                   | 666                    | 734     | 770     |        |
|  | Interest earned - external investments |        | 25                  | 15             |              |                 |             |             |                |                 |              |              |            |             | 765                   | 806                    | 830     | 863     |        |
|  | Fines                                  |        | 149                 | 96             |              |                 |             |             |                |                 |              |              |            |             | 6 298                 | 6 543                  | 6 870   | 7 076   |        |
|  | Licences and permits                   |        | 32                  | 33             |              |                 |             |             |                |                 |              |              |            |             | 1 913                 | 1 978                  | 1 938   | 2 399   |        |
|  | Transfer receipts - operating          |        | 15 082              | 1 875          |              |                 |             |             |                |                 |              |              |            |             | 24 253                | 41 210                 | 41 753  | 47 657  |        |
|  | Other revenue                          |        | 466                 | 2 536          |              |                 |             |             |                |                 |              |              |            |             | 22 746                | 25 747                 | 26 967  | 43 475  |        |
|  | Cash Receipts by Source                |        | 23 068              | 14 307         | -            | -               | -           | -           | -              | -               | -            | -            | -          | -           | 167 485               | 204 870                | 212 148 | 284 431 |        |
|  | Other Cash Flows by Source             |        |                     |                |              |                 |             |             |                |                 |              |              |            |             | -                     |                        |         |         |        |
|  | Transfer receipts - capital            |        | 7 963               | -              |              |                 |             |             |                |                 |              |              |            |             | 6 639                 | 14 602                 | 14 342  | 13 798  |        |
|  | Proceeds on disposal of PPE            |        | 0                   | 15             |              |                 |             |             |                |                 |              |              |            |             | 115                   | 130                    | 139     | 148     |        |
|  | Increase in consumer deposits          |        | 14                  | 14             |              |                 |             |             |                |                 |              |              |            |             | 70                    | 98                     | 90      | 71      |        |
|  | Total Cash Receipts by Source          |        | 31 045              | 14 336         | -            | -               | -           | -           | -              | -               | -            | -            | -          | -           | 174 318               | 219 699                | 226 720 | 298 449 |        |
|  | Cash Payments by Type                  |        |                     |                |              |                 |             |             |                |                 |              |              |            |             |                       |                        |         |         |        |
|  | Employee related costs                 |        | 2 904               | 5 972          |              |                 |             |             |                |                 |              |              |            |             |                       | 60 816                 | 69 691  | 73 073  | 77 674 |
|  | Remuneration of councillors            |        | 367                 | 321            |              |                 |             |             |                |                 |              |              |            |             |                       | 4 260                  | 4 948   | 5 015   | 5 269  |
|  | Interest paid                          |        | 105                 | 63             |              |                 |             |             |                |                 |              |              |            |             |                       | 5 301                  | 5 468   | 6 143   | 9 731  |
|  | Bulk purchases - Electricity           |        | 8 034               | 7 658          |              |                 |             |             |                |                 |              |              |            |             |                       | 36 640                 | 52 332  | 55 359  | 90 859 |
| Bulk purchases - Water & Sewer   |  | 78     | 406                 |                |              |                 |             |             |                |                 |              |              |            |             | 1 957                 | 2 440                  | 2 736   | 4 315   |        |
| Other materials  |  | 346    | 333                 |                |              |                 |             |             |                |                 |              |              |            |             | 16 092                | 16 771                 | 18 864  | 30 971  |        |
| Contracted services  |  | 253    | 474                 |                |              |                 |             |             |                |                 |              |              |            |             | 9 119                 | 9 846                  | 10 565  | 17 432  |        |
| Grants and subsidies paid - other  |  | 430    | (430)               |                |              |                 |             |             |                |                 |              |              |            |             | -                     | -                      | -       | -       |        |
| General expenses   |  | 700    | 2 591               |                |              |                 |             |             |                |                 |              |              |            |             | 30 794                | 34 085                 | 35 533  | 39 397  |        |
| Cash Payments by Type  |  | 13 216 | 17 387              | -              | -            | -               | -           | -           | -              | -               | -            | -            | -          | -           | 164 879               | 195 582                | 207 287 | 275 648 |        |
| Other Cash Flows/Payments by Type  |  |        |                     |                |              |                 |             |             |                |                 |              |              |            |             |                       |                        |         |         |        |
| Capital assets   |  | 442    | 2 113               | -              |              |                 |             |             |                |                 |              |              |            |             | 18 184                | 20 739                 | 20 405  | 22 006  |        |
| Repayment of borrowing   |  | -      | -                   |                |              |                 |             |             |                |                 |              |              |            |             | 688                   |                        |         |         |        |
| Other Cash Flows/Payments  |  | -      | -                   |                |              |                 |             |             |                |                 |              |              |            |             | -                     |                        |         |         |        |
| Total Cash Payments by Type  |  | 13 658 | 19 500              | -              | -            | -               | -           | -           | -              | -               | -            | -            | -          | -           | 163 850               | 217 009                | 227 692 | 297 654 |        |
| NET INCREASE/(DECREASE) IN CASH HELD   |  | 17 387 | (5 165)             | -              | -            | -               | -           | -           | -              | -               | -            | -            | -          | -           | 2 681                 | (872)                  |         | 795     |        |
| Cash/cash equivalents at the monthly year beginning  |  | 9 884  | 27 270              | 22 105         | 22 105       | 22 105          | 22 105      | 22 105      | 22 105         | 22 105          | 22 105       | 22 105       | 22 105     | 22 105      | 9 884                 | 12 574                 | 12 574  | 11 602  |        |
| Cash/cash equivalents at the monthly year end  |  | 27 270 | 22 105              | 22 105         | 22 105       | 22 105          | 22 105      | 22 105      | 22 105         | 22 105          | 22 105       | 22 105       | 22 105     | 22 105      | 12 574                | 11 602                 | 11 602  | 12 397  |        |

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# PART 2 - SUPPORTING DOCUMENTATIONSection 5 - Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August

| Description   | NT Code     | Budget Year 2016/17 |                 |                |                |                |                |                |          |               |                    | Actual Bad Debts Written Off against Debtors | Impairment - Bad Debts i.Lo Council Policy |
|---|-------------|---------------------|-----------------|----------------|----------------|----------------|----------------|----------------|----------|---------------|--------------------|--|--|
|   |             | 0-30 Days           | 31-60 Days      | 61-90 Days     | 91-120 Days    | 121-150 Days   | 151-180 Days   | 181 Dys-1 Yr   | Over 1Yr | Total         | Total over 90 days |  |  |
| <b>R thousands</b>  |             |                     |                 |                |                |                |                |                |          |               |                    |  |  |
| <b>Debtors Age Analysis By Income Source</b>                            |             |                     |                 |                |                |                |                |                |          |               |                    |  |  |
| Trade and Other Receivables from Exchange Transactions - Water          | 1200        | -                   | 2 060           | 1 752          | 1 245          | 967            | 955            | 7 884          | -        | 14 863        | 11 051             | 32 608                                       |  |
| Trade and Other Receivables from Exchange Transactions - Electricity    | 1300        | -                   | 5 265           | 2 263          | 1 374          | 1 202          | 554            | 2 165          | -        | 12 823        | 5 295              | 9 769  |  |
| Receivables from Non-exchange Transactions - Property Rates             | 1400        | -                   | 1 095           | 13 758         | 328            | 303            | 285            | 7 200          | -        | 22 969        | 8 116              | 13 754                                       |  |
| Receivables from Exchange Transactions - Waste Water Management         | 1500        | -                   | 1 044           | 911            | 456            | 413            | 384            | 3 535          | -        | 6 741         | 4 786              | 19 091                                       |  |
| Receivables from Exchange Transactions - Waste Management               | 1600        | -                   | 551             | 491            | 253            | 215            | 201            | 1 873          | -        | 3 583         | 2 541              | 9 716  |  |
| Receivables from Exchange Transactions - Property Rental Debtors        | 1700        | -                   | -               | -              | -              | -              | -              | -              | -        | -             | -                  | -  |  |
| Interest on Arrear Debtor Accounts                                      | 1810        | -                   | -               | -              | -              | -              | -              | -              | -        | -             | -                  | 3 941  |  |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820        | -                   | -               | -              | -              | -              | -              | -              | -        | -             | -                  | -  |  |
| Other   | 1900        | -                   | 110             | 107            | 97             | 83             | 80             | 539            | -        | 1 016         | 799                | 3 427  |  |
| <b>Total By Income Source</b>   | <b>2000</b> | -                   | <b>10 125</b>   | <b>19 282</b>  | <b>3 752</b>   | <b>3 183</b>   | <b>2 458</b>   | <b>23 196</b>  | -        | <b>61 995</b> | <b>32 588</b>      | -  | <b>92 306</b>                              |
| <b>2015/16 - totals only</b>  |             |                     | <b>20621233</b> | <b>3403677</b> | <b>2701031</b> | <b>2413665</b> | <b>2260512</b> | <b>5843844</b> |          | <b>37 244</b> | <b>13 219</b>      |  | <b>86361780</b>                            |
| <b>Debtors Age Analysis By Customer Group</b>                           |             |                     |                 |                |                |                |                |                |          |               |                    |  |  |
| Organs of State   | 2200        | -                   | 582             | 3 230          | 286            | 227            | 167            | 1 482          | -        | 5 974         | 2 161              | 991  |  |
| Commercial  | 2300        | -                   | 2 373           | 890            | 667            | 178            | 160            | 553            | -        | 4 821         | 1 558              | 2 120  |  |
| Households  | 2400        | -                   | 6 624           | 14 758         | 2 555          | 2 562          | 1 931          | 19 571         | -        | 48 001        | 26 619             | 80 810                                       |  |
| Other   | 2500        | -                   | 545             | 404            | 244            | 216            | 200            | 1 590          | -        | 3 200         | 2 250              | 8 365  |  |
| <b>Total By Customer Group</b>  | <b>2600</b> | -                   | <b>10 125</b>   | <b>19 282</b>  | <b>3 752</b>   | <b>3 183</b>   | <b>2 458</b>   | <b>23 196</b>  | -        | <b>61 995</b> | <b>32 588</b>      | -  | <b>92 306</b>                              |

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*Electric*

## Creditors' analysis Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

| Description                             |                                  |  | NT Code | Budget Year 2016/17 |              |              |               |                |                |                   |             | Prior year totals for chart (same period) |       |
|---|----------------------------------|--|---------|---------------------|--------------|--------------|---------------|----------------|----------------|-------------------|-------------|---|-------|
| R thousands                             |                                  |  |         | 0 - 30 Days         | 31 - 60 Days | 61 - 90 Days | 91 - 120 Days | 121 - 150 Days | 151 - 180 Days | 181 Days - 1 Year | Over 1 Year | Total                                     |       |
| Creditors Age Analysis By Customer Type |                                  |  |         |                     |              |              |               |                |                |                   |             |   |       |
|   | Bulk Electricity                 |  | 0100    |                     |              |              |               |                |                |                   |             |   | -     |
|   | Bulk Water                       |  | 0200    |                     |              |              |               |                |                |                   |             |   | -     |
|   | PAYE deductions                  |  | 0300    |                     |              |              |               |                |                |                   |             |   | -     |
|   | VAT (output less input)          |  | 0400    |                     |              |              |               |                |                |                   |             |   | -     |
|   | Pensions / Retirement deductions |  | 0500    |                     |              |              |               |                |                |                   |             |   | -     |
|   | Loan repayments                  |  | 0600    |                     |              |              |               |                |                |                   |             |   | -     |
|   | Trade Creditors                  |  | 0700    | 1 184               | 19           |              |               |                |                |                   |             | 1 203                                     | 1     |
|   | Auditor General                  |  | 0800    | -                   | -            |              |               |                |                |                   |             | -   | -     |
|   | Other                            |  | 0900    | 4 563               | -            |              |               |                |                |                   |             | 4 563                                     | 2 337 |
| Total By Customer Type                  |                                  |  | 1000    | 5 747               | 19           | -            | -             | -              | -              | -                 | -           | 5 766                                     | 2 339 |

ELC/10/16

# Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02 August

| Investments by maturity<br>Name of institution & investment ID<br>R thousands | Ref | Period of Investment |            | Type of Investment | Expiry date of investment | Accrued interest for the month | Yield for the month 1 (%) | Market value at beginning of the month | Change in market value | Market value at end of the month |
|---|-----|----------------------|------------|--------------------|---------------------------|--------------------------------|---------------------------|--|------------------------|----------------------------------|
|   |     | Yrs                  | Yrs/Months |                    |                           |                                |                           |  |                        |                                  |
| <u>Municipality</u><br>General Investment                                     |     | Yrs                  |            | Fixed Deposit      | 30/06/2017                | 7.5%                           | 0.0%                      | 11 270                                 | -                      | 11 270                           |
| <u>Municipality sub-total</u>   |     |                      |            |                    |                           | 0                              |                           | 11 270                                 | -                      | 11 270                           |
| <u>Entities</u>   |     |                      |            |                    |                           |                                |                           |  |                        |                                  |
| Entities sub-total  |     |                      |            |                    |                           | -                              |                           | -                                      | -                      | -                                |
| <b>TOTAL INVESTMENTS AND INTEREST</b>   | 2   |                      |            |                    |                           | 0                              |                           | 11 270                                 | -                      | 11 270                           |

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2017/18

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

NC073 Emthanjeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M02 August

| Supporting table 2015/16 - 2016/17              |     |                 |                 |                     |                |               |               |              |                |                    |  |
|---|-----|-----------------|-----------------|---------------------|----------------|---------------|---------------|--------------|----------------|--------------------|--|
| Description                                     | Ref | 2015/16         |                 | Budget Year 2016/17 |                |               |               |              |                |                    |  |
|   |     | Audited Outcome | Original Budget | Adjusted Budget     | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |  |
| R thousands                                     |     |                 |                 |                     |                |               |               |              |                |                    |  |
| Operating Transfers and Grants                  |     |                 |                 |                     |                |               |               |              |                |                    |  |
| National Government:                            |     | -               | 38 822          | 38 822              | 1 875          | 16 957        | 6 470         | 9 049        | 139.9%         | 38 822             |  |
| Local Government Equitable Share                |     |                 | 36 197          | 36 197              |                | 15 082        | 6 033         | 9 049        | 150.0%         | 36 197             |  |
| Finance Management                              |     |                 | 1 625           | 1 625               | 1 625          | 1 625         | 271           |              |                | 1 625              |  |
| Municipal Systems Improvement                   |     |                 | -               | -                   |                |               | -             |              |                | -                  |  |
| EPWP incentive                                  |     |                 | 1 000           | 1 000               | 250            | 250           | 167           |              |                | 1 000              |  |
| Other transfers and grants (insert description) |     |                 |                 |                     |                |               |               | -            |                |                    |  |
| Provincial Government:                          |     | -               | 2 388           | 2 388               | -              | 680           | 398           | 282          | 70.9%          | 2 388              |  |
| Health subsidy                                  |     |                 | 1 227           | 1 227               |                |               | 205           | (205)        | -100.0%        | 1 227              |  |
| Housing   |     |                 | -               | -                   |                | 680           | -             | 680          | #DIV/0!        | -                  |  |
| Sport and Recreation                            |     |                 | 1 161           | 1 161               |                |               | 194           | (194)        | -100.0%        | 1 161              |  |
| District Municipality:                          | 4   | -               | -               | -                   | -              | -             | -             | -            |                | -                  |  |
| (insert description)                            |     | -               | -               | -                   | -              | -             | -             | -            |                | -                  |  |
| Other grant providers:                          |     | -               | -               | -                   | -              | -             | -             | -            |                | -                  |  |
| (insert description)                            |     | -               | -               | -                   | -              | -             | -             | -            |                | -                  |  |
| Total Operating Transfers and Grants            | 5   | -               | 41 210          | 41 210              | 1 875          | 17 637        | 6 868         | 9 331        | 135.9%         | 41 210             |  |
| Capital Transfers and Grants                    |     |                 |                 |                     |                |               |               |              |                |                    |  |
| National Government:                            |     | -               | 14 602          | 14 602              | -              | 7 283         | 2 434         | 4 849        | 199.3%         | 14 602             |  |
| Municipal Infrastructure Grant (MIG)            |     |                 | 11 602          | 11 602              | -              | 7 283         | 1 934         | 5 349        | 276.6%         | 11 602             |  |
| Regional Bulk Infrastructure                    |     |                 | -               | -                   |                |               | -             | -            |                | -                  |  |
| Integrated National Electrification Programme   |     |                 | 3 000           | 3 000               |                |               | 500           | (500)        | -100.0%        | 3 000              |  |
| Other capital transfers (insert description)    |     |                 |                 |                     |                |               |               |              |                |                    |  |
| Provincial Government:                          |     | -               | -               | -                   | -              | -             | -             | -            |                | -                  |  |
| (insert description)                            |     |                 |                 |                     |                |               |               | -            |                |                    |  |
| District Municipality:                          |     | -               | -               | -                   | -              | -             | -             | -            |                | -                  |  |
| (insert description)                            |     |                 |                 |                     |                |               |               | -            |                |                    |  |
| Other grant providers:                          |     | -               | -               | -                   | -              | -             | -             | -            |                | -                  |  |
| (insert description)                            |     |                 |                 |                     |                |               |               | -            |                |                    |  |
| Total Capital Transfers and Grants              | 5   | -               | 14 602          | 14 602              | -              | 7 283         | 2 434         | 4 849        | 199.3%         | 14 602             |  |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS            | 5   | -               | 55 812          | 55 812              | 1 875          | 24 920        | 9 302         | 14 181       | 152.4%         | 55 812             |  |

2

Electronics

## Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 August  
Budget Year 2016/17

| 2015/16  |             |        | Budget Year 2016/17  |                 |                 |                |               |               |              |                |                    |         |        |        |
|--|-------------|--------|--|-----------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|---------|--------|--------|
|  |             |        | Audited Outcome  | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |         |        |        |
| R thousands  | Description | Ref    |  |                 |                 |                |               |               |              |                |                    |         |        |        |
|  |             |        |  |                 |                 |                |               |               |              |                |                    |         |        |        |
|  |             |        | <b>EXPENDITURE</b>   |                 |                 |                |               |               |              |                |                    |         |        |        |
|  |             |        | <b>Operating expenditure of Transfers and Grants</b>       |                 |                 |                |               |               |              |                |                    |         |        |        |
|  |             |        | <b>National Government:</b>                                |                 |                 |                |               |               |              |                |                    |         |        |        |
|  |             |        |  | 38 822          | 38 822          | 888            | 1 267         | 6 470         | (5 203)      | -80.4%         | 38 822             |         |        |        |
|  |             |        |  | 36 197          | 36 197          | 745            | 1 002         | 6 033         | (5 031)      | -83.4%         | 36 197             |         |        |        |
|  |             |        |  | 1 625           | 1 625           | 143            | 265           | 271           | (6)          | -2.3%          | 1 625              |         |        |        |
|  |             |        |  | -               | -               |                |               | -             | -            | -              | -                  |         |        |        |
|  |             |        |  | 1 000           | 1 000           |                |               | 167           | (167)        | -100.0%        | 1 000              |         |        |        |
|  |             |        | <b>Other transfers and grants [insert description]</b>     |                 |                 |                |               |               |              |                |                    |         |        |        |
|  |             |        | <b>Provincial Government:</b>                              |                 |                 |                |               |               |              |                |                    |         |        |        |
|  |             |        |  | 2 388           | 2 388           | 29             | 57            | 398           | (341)        | -85.6%         | 2 388              |         |        |        |
|  |             |        |  | 1 227           | 1 227           |                |               | 205           | (205)        | -100.0%        | 1 227              |         |        |        |
|  |             |        |  | 1 161           | 1 161           | 29             | 57            | 194           | (136)        | -70.5%         | 1 161              |         |        |        |
|  |             |        |  | -               | -               | -              | -             | -             | -            | -              | -                  |         |        |        |
|  |             |        |  | -               | -               | -              | -             | -             | -            | -              | -                  |         |        |        |
|  |             |        |  | -               | -               | -              | -             | -             | -            | -              | -                  |         |        |        |
|  |             |        | <b>Total operating expenditure of Transfers and Grants</b> |                 |                 | -              | 41 210        | 41 210        | 917          | 1 324          | 6 868              | (5 544) | -80.7% | 41 210 |
|  |             |        | <b>Capital expenditure of Transfers and Grants</b>         |                 |                 |                |               |               |              |                |                    |         |        |        |
| <b>National Government:</b>                              |             |        |  |                 |                 |                |               |               |              |                |                    |         |        |        |
|  | 13 905      | 13 905 | 1 545  | 1 545           | 2 318           | (773)          | -33.4%        | 13 905        |              |                |                    |         |        |        |
|  | 10 905      | 10 905 | 1 545  | 1 545           | 1 818           | (273)          | -15.0%        | 10 905        |              |                |                    |         |        |        |
|  | 3 000       | 3 000  |  |                 | 500             | (500)          | -100.0%       | 3 000         |              |                |                    |         |        |        |
| <b>Other capital transfers [insert description]</b>      |             |        |  |                 |                 |                |               |               |              |                |                    |         |        |        |
| <b>Provincial Government:</b>                            |             |        | -  | -               | -               | -              | -             | -             | -            |                |                    |         |        |        |
|  | -           | -      | -  | -               | -               | -              | -             | -             | -            |                |                    |         |        |        |
| <b>District Municipality:</b>                            |             |        |  |                 |                 |                |               |               |              |                |                    |         |        |        |
|  | -           | -      | -  | -               | -               | -              | -             | -             | -            |                |                    |         |        |        |
| <b>Other grant providers:</b>                            |             |        |  |                 |                 |                |               |               |              |                |                    |         |        |        |
|  | -           | -      | -  | -               | -               | -              | -             | -             | -            |                |                    |         |        |        |
| <b>Total capital expenditure of Transfers and Grants</b> |             |        | -  | 13 905          | 13 905          | 1 545          | 1 545         | 2 318         | (773)        | -33.4%         | 13 905             |         |        |        |
| <b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>         |             |        | -  | 55 115          | 55 115          | 2 462          | 2 869         | 9 186         | (6 317)      | -68.8%         | 55 115             |         |        |        |

2016/17

# Expenditure on councillor and board members allowances and employee benefits

| NC073 Emthanjeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August |     |         |                 |                 |                 |                |               |               |                    |
|---|-----|---------|-----------------|-----------------|-----------------|----------------|---------------|---------------|--------------------|
| Budget Year 2016/17   |     |         |                 |                 |                 |                |               |               |                    |
| Summary of Employee and Councillor remuneration   | Ref | 2015/16 | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | Full Year Forecast |
| R thousands   |     |         |                 | B               | C               |                |               |               | D                  |
| <b>Councillors (Political Office Bearers plus Other)</b>  | 1   | A       |                 |                 |                 |                |               |               |                    |
| Basic Salaries and Wages  |     |         |                 | 3 451           | 3 451           | 210            | 487           | 575           | 3 451              |
| Motor Vehicle Allowance   |     |         |                 | 1 150           | 1 150           | 82             | 163           | 192           | 1 150              |
| Cellphone Allowance   |     |         |                 | 395             | 395             | 29             | 57            | 66            | 395                |
| Other benefits and allowances   |     |         |                 | 51              | 51              | -              | -             | 8             | 51                 |
| <b>Sub Total - Councillors</b>  |     |         | -               | 5 046           | 5 046           | 321            | 687           | 841           | 5 046              |
| <b>Senior Managers of the Municipality</b>  | 3   |         |                 |                 |                 |                |               |               |                    |
| Basic Salaries and Wages  |     |         |                 | 3 833           | 3 833           | 341            | 693           | 639           | 3 833              |
| Pension and UIF Contributions   |     |         |                 | 672             | 672             | 54             | 108           | 112           | 672                |
| Medical Aid Contributions   |     |         |                 | 115             | 115             | 4              | 9             | 19            | 115                |
| Motor Vehicle Allowance   |     |         |                 | 755             | 755             | 68             | 135           | 126           | 755                |
| Cellphone Allowance   |     |         |                 | 138             | 138             | 14             | 27            | 23            | 138                |
| Other benefits and allowances   |     |         |                 | 268             | 268             | 5              | 10            | 45            | 268                |
| <b>Sub Total - Senior Managers of Municipality</b>  |     |         | -               | 5 781           | 5 781           | 486            | 982           | 983           | 5 781              |
| <b>Other Municipal Staff</b>  |     |         |                 |                 |                 |                |               |               |                    |
| Basic Salaries and Wages  |     |         |                 | 48 768          | 48 768          | 4 079          | 8 059         | 8 128         | 48 768             |
| Pension and UIF Contributions   |     |         |                 | 8 721           | 8 721           | 696            | 1 314         | 1 453         | 8 721              |
| Medical Aid Contributions   |     |         |                 | 1 810           | 1 810           | 218            | 477           | 302           | 1 810              |
| Overtime  |     |         |                 | 1 477           | 1 477           | 243            | 520           | 274           | 1 477              |
| Motor Vehicle Allowance   |     |         |                 | 1 124           | 1 124           | 83             | 158           | 187           | 1 124              |
| Cellphone Allowance   |     |         |                 | 233             | 233             | 14             | 27            | 39            | 233                |
| Housing Allowances  |     |         |                 | 687             | 687             | 55             | 111           | 114           | 687                |
| Other benefits and allowances   |     |         |                 | 1 179           | 1 179           | 97             | 228           | 196           | 1 179              |
| Postretirement benefit obligations  |     |         |                 | 58              | 58              | -              | -             | 10            | 58                 |
| <b>Sub Total - Other Municipal Staff</b>  | 2   |         | -               | 64 057          | 64 057          | 5 486          | 10 894        | 10 676        | 64 057             |
| <b>Total Parent Municipality</b>  |     |         | -               | 74 884          | 74 884          | 6 292          | 12 563        | 12 481        | 74 884             |
| <b>Unpaid salary, allowances &amp; benefits in arrears:</b>   |     |         |                 |                 |                 |                |               |               |                    |
| <b>Board Members of Entities</b>  |     |         |                 |                 |                 |                |               |               |                    |
| Post-retirement benefit obligations   |     |         |                 |                 |                 |                |               |               |                    |
| <b>Sub Total - Board Members of Entities</b>  | 2   |         | -               | -               | -               | -              | -             | -             | -                  |
| <b>Senior Managers of Entities</b>  |     |         |                 |                 |                 |                |               |               |                    |
| Basic Salaries and Wages  |     |         |                 |                 |                 |                |               |               |                    |
| <b>Sub Total - Senior Managers of Entities</b>  |     |         | -               | -               | -               | -              | -             | -             | -                  |
| <b>Other Staff of Entities</b>  |     |         |                 |                 |                 |                |               |               |                    |
| Basic Salaries and Wages  |     |         |                 |                 |                 |                |               |               |                    |
| <b>Sub Total - Other Staff of Entities</b>  |     |         | -               | -               | -               | -              | -             | -             | -                  |
| <b>Total Municipal Entities</b>   |     |         | -               | -               | -               | -              | -             | -             | -                  |
| <b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>  |     |         | -               | 74 884          | 74 884          | 6 292          | 12 563        | 12 481        | 74 884             |
| <b>TOTAL MANAGERS AND STAFF</b>   |     |         | -               | 69 838          | 69 838          | 5 972          | 11 875        | 11 640        | 69 838             |

9

McLachlan



NC073 Emthanjeni - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M02 August

|               |  |
|---------------|--|
| May           |  |
| June          |  |
| Total Capital |  |

21/11/21

### 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

✓

Electric

NC073 Emthanjeni - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M02 August

| R thousands | Description   | Ref | 2015/16<br>Audited<br>Outcome | Budget Year 2016/17 |                    |                   |                  |                  |              |                   | Full Year<br>Forecast |
|-------------|---|-----|-------------------------------|---------------------|--------------------|-------------------|------------------|------------------|--------------|-------------------|-----------------------|
|             |   |     |                               | Original<br>Budget  | Adjusted<br>Budget | Monthly<br>actual | YearTD<br>actual | YearTD<br>budget | YTD variance | YTD variance<br>% |                       |
| 1           |   |     |                               |                     |                    |                   |                  |                  |              |                   |                       |
|             | <b>Capital expenditure on new assets by Asset Class/Sub-class</b> |     |                               |                     |                    |                   |                  |                  |              |                   |                       |
|             | <u>Infrastructure</u>   |     | -                             | 13 992              | 13 992             | 1 545             | 1 945            | 2 332            | 387          | 16.6%             | 13 992                |
|             | Infrastructure - Road transport                                   |     | -                             | 1 000               | 1 000              | 1 545             | 1 545            | 167              | (1 378)      | -826.8%           | 1 000                 |
|             | Roads, Pavements & Bridges  |     | -                             | 1 000               | 1 000              | 1 545             | 1 545            | 167              | (1 378)      | -826.8%           | 1 000                 |
|             | Infrastructure - Electricity                                      |     | -                             | 4 800               | 4 800              | -                 | 400              | 800              | 400          | 50.0%             | 4 800                 |
|             | Generation  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | Transmission & Reticulation                                       |     | -                             | 4 800               | 4 800              | -                 | 400              | 800              | 400          | 50.0%             | 4 800                 |
|             | Infrastructure - Water  |     | -                             | 7 322               | 7 322              | -                 | -                | 1 220            | 1 220        | 100.0%            | 7 322                 |
|             | Reticulation  |     | -                             | 7 322               | 7 322              | -                 | -                | 1 220            | 1 220        | 100.0%            | 7 322                 |
|             | Infrastructure - Sanitation                                       |     | -                             | 870                 | 870                | -                 | -                | 145              | 145          | 100.0%            | 870                   |
|             | Sewerage purification   |     | -                             | 870                 | 870                | -                 | -                | 145              | 145          | 100.0%            | 870                   |
|             | Infrastructure - Other  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | Other   |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | <u>Community</u>  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | Other   |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | <u>Heritage assets</u>  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | Buildings   |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | <u>Investment properties</u>                                      |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | Housing development   |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | Other assets  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | Specialised vehicles  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | <u>Agricultural assets</u>  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | List sub-class  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | <u>Biological assets</u>  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | List sub-class  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | <u>Intangibles</u>  |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
|             | Other   |     | -                             | -                   | -                  | -                 | -                | -                | -            | -                 | -                     |
| 1           | <b>Total Capital Expenditure on new assets</b>                    |     | -                             | 13 992              | 13 992             | 1 545             | 1 945            | 2 332            | 387          | 16.6%             | 13 992                |

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NC073 Emthanjeni - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M02 August

| R thousands   | Description                          | Ref | 2015/16         |                 | 2016/17 | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
|---|--------------------------------------|-----|-----------------|-----------------|---------|----------------|---------------|---------------|--------------|----------------|--------------------|
|   |                                      |     | Audited Outcome | Original Budget |         |                |               |               |              |                |                    |
| 1   |                                      |     |                 |                 |         |                |               |               |              |                |                    |
| <b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b> |                                      |     |                 |                 |         |                |               |               |              |                |                    |
| <b>Infrastructure</b>   |                                      |     | -               | 4 457           |         | 569            | 611           | 743           | 132          | 17.8%          | 4 457              |
|   | Infrastructure - Road transport      |     | -               | 3 105           |         | 569            | 611           | 518           | (93)         | -18.0%         | 3 105              |
|   | Roads, Pavements & Bridges           |     | -               | 3 105           |         | 569            | 611           | 518           | (93)         | -18.0%         | 3 105              |
|   | Infrastructure - Electricity         |     | -               | 600             |         | -              | -             | 100           | 100          | 100.0%         | 600                |
|   | Transmission & Reticulation          |     | -               | 600             |         | -              | -             | 100           | 100          | 100.0%         | 600                |
|   | Infrastructure - Water               |     | -               | 500             |         | -              | -             | 83            | 83           | 100.0%         | 500                |
|   | Water purification                   |     | -               | 500             |         | -              | -             | 83            | 83           | 100.0%         | 500                |
|   | Infrastructure - Sanitation          |     | -               | 220             |         | -              | -             | 37            | 37           | 100.0%         | 220                |
|   | Sewerage purification                |     | -               | 220             |         | -              | -             | 37            | 37           | 100.0%         | 220                |
|   | Infrastructure - Other               |     | -               | 32              |         | -              | -             | 5             | 5            | 100.0%         | 32                 |
|   | Waste Management                     |     | -               | 32              |         | -              | -             | 5             | 5            | 100.0%         | 32                 |
| <b>Community</b>  |                                      |     | -               | 322             |         | -              | -             | 54            | 54           | 100.0%         | 322                |
|   | Parks & gardens                      |     | -               | 25              |         | -              | -             | 4             | 4            | 100.0%         | 25                 |
|   | Sportsfields & stadia                |     | -               | 45              |         | -              | -             | 8             | 8            | 100.0%         | 45                 |
|   | Community halls                      |     | -               | 220             |         | -              | -             | 37            | 37           | 100.0%         | 220                |
|   | Cemeteries                           |     | -               | 32              |         | -              | -             | 5             | 5            | 100.0%         | 32                 |
| <b>Heritage assets</b>  |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| <b>Buildings</b>  |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| <b>Investment properties</b>  |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| Housing development   |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| <b>Other assets</b>   |                                      |     | -               | 1 968           |         | -              | -             | 328           | 328          | 100.0%         | 1 968              |
|   | Specialised vehicles                 |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
|   | Plant & equipment                    |     | -               | 473             |         | -              | -             | 79            | 79           | 100.0%         | 473                |
|   | Computers - hardware/equipment       |     | -               | 200             |         | -              | -             | 33            | 33           | 100.0%         | 200                |
|   | Furniture and other office equipment |     | -               | 226             |         | -              | -             | 38            | 38           | 100.0%         | 226                |
|   | Other Buildings                      |     | -               | 333             |         | -              | -             | 55            | 55           | 100.0%         | 333                |
|   | Other                                |     | -               | 735             |         | -              | -             | 123           | 123          | 100.0%         | 735                |
| <b>Agricultural assets</b>  |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| <b>List sub-class</b>   |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| <b>Biological assets</b>  |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| <b>List sub-class</b>   |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| <b>Intangibles</b>  |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| Computers - software & programming  |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| Other   |                                      |     | -               | -               |         | -              | -             | -             | -            | -              | -                  |
| <b>Total Capital Expenditure on renewal of existing assets</b>                    |                                      | 1   | -               | 6 747           |         | 569            | 611           | 1 124         | 514          | 45.7%          | 6 747              |

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## Municipal manager's quality certificate

I, Isak Visser the Municipal Manager of Emthanjeni Municipality hereby certify that the monthly budget statement for the month of August 2016 has been prepared in accordance with the Municipality Finance Management Act and Regulations made under the Act.

Print Name Isak Visser

Municipal manager of Emthanjeni (NC073)

Signature

Date

14/09/2016

*Isak Visser*