

EMTHANJENI MUNICIPALITY



OCTOBER MONTHLY BUDGET STATEMENT FOR THE YEAR 2017-2018

SCHEDULE C:

MONTHLY AND SUPPORTING DOCUMENTATION OF A MUNICIPALITY

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Glossary

- **Adjustments budget** - Prescribed in section 28 of the MFMA. The formal means by which a municipality OCTOBER 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 OCTOBER 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 OCTOBER 2017 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations.

The audited outcomes are draft for 2016/2017 reflected in this report are draft for OCTOBER 2017 as the Annual Financial Statements are not completed and will be submitted to and audited by the Auditor General on 31 October 2017.

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 6 % above the year-to-date budget for OCTOBER 2017.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2017/2018 financial year, this situation arose because certain customers being billed monthly. 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 -7% below the year-to-date operating expenditure. 28.66% of the total capital budget has been spent at 30 OCTOBER 2017, with 72.52% of that being funded from capital grants.ⁱ

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

Section 2 - Resolutions

IN-YEAR REPORTS 2015/2016

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

RECOMMENDATION:

- (a) That Council notes the monthly budget statement and supporting documentation for OCTOBER 2017.

Section 3 - Executive Summary

3.1 Introduction

As already stated in the Mayor's Report the financial figures reflected in this report are final for OCTOBER 2016 as the Annual Financial Statements were completed and submitted to and audited by the Auditor General on 31 October 2016.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest adjustments)

Revenue by Source

Year-to-date revenue realised R4, 397 million above year-to-date budget projections for OCTOBER 2017².

Operating expenditure by type

Year-to-date expenditure is -7% or R5, 539 million, below the year-to-date budget as at 30 OCTOBER 2017.

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

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

³ Table C4 - Total expenditure by type

Capital expenditure

Year-to-date expenditure on capital amounts to R1.826 or 28.66% of the capital budget of R39.082 million⁴, 72.52% of expenditure to date has been funded from capital grants recognised⁵.

Refer to Section 4 - Table C5 for more detail.

Cash flows

The financial year commenced with cash & cash equivalents balance of R7, 524 million⁶.

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

3.3 Material variances

**NC073 Emthanjeni - Supporting Table SC1 Material
variance explanations - M04 October**

Ref	Description R thousands	Variance
1	<u>Revenue By Source</u>	
	Property rates	8 772
	Service charges - electricity revenue	(2 418)
	Fines	(387)
	Licences and permits	(501)
2	<u>Expenditure By Type</u>	
	Debt impairment	(2 526)
	Depreciation & asset impairment	(3 019)
	Other expenditure	(1 185)
3	<u>Capital Expenditure</u>	
	Road transport	(3 055)
	Electricity	3 921
	Water	(4 262)
	Waste water management	(7)
5	<u>Cash Flow</u>	
	Service charges	(7 606)
	Other revenue	(2 566)
	Capital assets	(1 826)

3.4 Remedial or corrective steps

NC073 Emthanjeni - Supporting Table SC1 Material variance explanations - M03 October

Ref	Description	Reasons for material deviations	Remedial or corrective steps/remarks
1	<u>Revenue By Source</u>		
	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
	Service charges - electricity revenue	Due to high usage of pre-paid electricity during months the estimated revenue was expected to be more	The current situation will be corrected in the adjustment budget
2	<u>Expenditure By Type</u>		
	Debt impairment	Are Done at year end	The situation will be fixed at year end
	Depreciation & asset impairment	Are Done at year end	The situation will be fixed at year end
	Other expenditure	other expenditure was estimated to be higher	The situation will be taken into account when drawing up the adjustment budget of 2016-17
3	<u>Capital Expenditure</u>		
	Road transport	Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2016-17
	Electricity	Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2016-17
	Water	Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2016-17
	Waste water management	Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2016-17
5	<u>Cash Flow</u>		
	Service charges	Slow collection due to customers not paying accounts	Continued Enforcing of the credit collection policy as well as looking to adjusted the estimated revenue collection
	Capital assets	Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2016-17

⁴Table C5 - Total capital expenditure

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

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

Section 4 - In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1: s71 Monthly Budget Statement Summary

NC073 Emthanjeni - Table C1 Monthly Budget Statement Summary - M04 October

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	30 755	27 763	27 763	1 423	18 026	9 254	8 772	95%	30 665
Service charges	103 885	119 676	119 676	8 594	36 103	39 892	(3 789)	-9%	106 383
Investment revenue	105	931	931	18	57	310	(253)	-82%	806
Transfers recognised - operational	36 691	40 761	40 761	153	16 271	13 587	2 684	20%	41 210
Other own revenue	28 961	36 126	36 126	3 046	9 024	12 042	(3 018)	-25%	38 515
Total Revenue (excluding capital transfers and contributions)	200 397	225 257	225 257	13 233	79 482	75 085	4 397	6%	217 580
Employee costs	71 747	76 930	76 930	6 439	25 278	25 643	(365)	-1%	69 838
Remuneration of Councillors	4 706	5 275	5 275	398	1 591	1 758	(168)	-10%	5 046
Depreciation & asset impairment	—	9 056	9 056	—	—	3 019	(3 019)	-100%	7 337
Finance charges	1 019	2 055	2 055	1 396	1 405	685	720	105%	5 468
Materials and bulk purchases	71 092	79 832	79 832	5 955	29 664	26 610	3 054	11%	73 894
Transfers and grants	—	—	—	—	—	—	—	—	—
Other expenditure	44 577	50 696	50 696	3 608	13 638	19 400	(5 762)	-30%	54 381
Total Expenditure	193 141	223 843	223 843	17 796	71 576	77 115	(5 539)	-7%	215 964
Surplus/(Deficit)	7 256	1 414	1 414	(4 562)	7 906	(2 029)	9 936	-490%	1 616
Transfers recognised - capital	5 430	32 292	32 292	4 000	13 000	10 764	2 236	21%	14 602
Contributions & Contributed assets	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	12 686	33 706	33 706	(562)	20 906	8 735	12 172	139%	16 218
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	12 686	33 706	33 706	(562)	20 906	8 735	12 172	139%	16 218
Capital expenditure & funds sources									
Capital expenditure	13 536	39 082	39 082	6 280	11 202	13 027	(1 826)	-14%	20 739
Capital transfers recognised	9 938	32 292	32 292	4 589	8 125	10 764	(2 639)	-25%	13 905
Public contributions & donations	—	—	—	—	—	—	—	—	—
Borrowing	1 156	—	—	—	—	—	—	—	—
Internally generated funds	3 598	6 790	6 790	1 692	3 077	2 263	814	36%	6 834
Total sources of capital funds	14 692	39 082	39 082	6 280	11 202	13 027	(1 826)	-14%	20 739
Financial position									
Total current assets	138 300	110 700	110 700		142 269				110 700
Total non current assets	832 698	937 687	937 687		788 185				937 687
Total current liabilities	61 066	31 639	31 639		98 843				31 639
Total non current liabilities	47 126	36 071	36 071		8 951				36 071
Community wealth/Equity	862 806	980 677	980 677		822 659				980 677
Cash flows									
Net cash from (used) operating	22 022	38 753	38 753	(980)	19 125	9 521	(9 604)	-101%	23 890
Net cash from (used) investing	(12 316)	(38 814)	(38 814)	(6 276)	(11 198)	(12 960)	(1 763)	14%	(20 610)
Net cash from (used) financing	(1 528)	(478)	(478)	4	22	(541)	(564)	104%	(590)
Cash/cash equivalents at the month/year end	6 872	6 985	6 985	—	15 473	3 543	(11 930)	-337%	10 214
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	—	8 563	5 088	4 676	16 756	2 629	32 489	—	70 201
Creditors Age Analysis									
Total Creditors	10 045	746	—	—	—	—	—	—	10 791

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

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M04 October

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		49 745	50 514	50 514	1 748	27 192	16 838	10 354	61%	51 180
Executive and council		4 445	4 245	4 245	74	1 913	1 415	498	35%	4 295
Budget and treasury office		45 220	46 204	46 204	1 671	25 267	15 401	9 866	64%	46 801
Corporate services		81	65	65	3	12	22	(10)	-44%	84
<i>Community and public safety</i>		5 371	6 857	6 857	884	1 254	2 286	(1 031)	-45%	11 325
Community and social services		1 970	1 683	1 683	77	298	561	(263)	-47%	1 942
Sport and recreation		1 171	162	162	6	14	54	(40)	-75%	123
Public safety		1 540	4 969	4 969	798	931	1 656	(725)	-44%	7 991
Housing		690	44	44	3	11	15	(4)	-25%	41
Health		—	—	—	—	—	—	—	—	1 227
<i>Economic and environmental services</i>		1 031	13 850	13 850	3	286	4 617	(4 330)	-94%	3 816
Planning and development		1 000	13 378	13 378	—	272	4 459	(4 187)	-94%	1 610
Road transport		31	472	472	3	14	157	(143)	-91%	2 207
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		149 679	186 327	186 327	14 599	63 432	62 109	1 323	2%	165 860
Electricity		80 478	94 497	94 497	9 767	30 935	31 499	(564)	-2%	90 239
Water		32 471	48 659	48 659	2 521	18 076	16 220	1 857	11%	38 471
Waste water management		23 144	26 925	26 925	1 471	9 074	8 975	99	1%	24 322
Waste management		13 587	16 246	16 246	839	5 347	5 415	(69)	-1%	12 828
<i>Other</i>	4	—	—	—	—	—	—	—	—	—
Total Revenue - Standard	2	205 827	257 549	257 549	17 233	92 165	85 849	6 316	7%	232 182
Expenditure - Standard										
<i>Governance and administration</i>		39 259	54 098	54 098	2 683	12 791	16 971	(4 180)	-25%	48 553
Executive and council		11 217	16 790	16 790	843	4 250	4 955	(705)	-14%	14 054
Budget and treasury office		16 301	22 975	22 975	1 174	5 175	7 348	(2 173)	-30%	21 982
Corporate services		11 741	14 334	14 334	666	3 366	4 668	(1 301)	-28%	12 518
<i>Community and public safety</i>		23 755	30 611	30 611	2 241	7 897	10 123	(2 226)	-22%	29 417
Community and social services		9 162	13 074	13 074	841	3 040	4 318	(1 278)	-30%	11 849
Sport and recreation		4 193	5 285	5 285	395	1 365	1 740	(375)	-22%	4 654
Public safety		8 242	9 704	9 704	825	2 773	3 216	(442)	-14%	10 367
Housing		2 140	2 396	2 396	178	705	799	(94)	-12%	2 400
Health		18	153	153	2	14	51	(36)	-72%	148
<i>Economic and environmental services</i>		19 910	29 566	29 566	1 967	6 423	9 853	(3 430)	-35%	28 440
Planning and development		10 358	12 896	12 896	1 016	2 974	4 299	(1 325)	-31%	12 162
Road transport		9 552	16 670	16 670	951	3 449	5 554	(2 105)	-38%	16 278
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		108 910	119 817	119 817	10 805	44 068	39 939	4 129	10%	108 815
Electricity		72 198	76 082	76 082	7 192	31 778	25 360	6 417	25%	71 539
Water		12 025	15 250	15 250	1 342	4 038	5 083	(1 045)	-21%	12 906
Waste water management		11 356	15 605	15 605	986	3 673	5 202	(1 528)	-29%	12 936
Waste management		13 331	12 880	12 880	1 284	4 578	4 293	285	7%	11 435
<i>Other</i>		1 308	690	690	99	398	230	168	73%	738
Total Expenditure - Standard	3	193 141	234 782	234 782	17 796	71 576	77 115	(5 539)	-7%	215 964
Surplus/ (Deficit) for the year		12 685	22 766	22 766	(562)	20 589	8 735	11 855	136%	16 218

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

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

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

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

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

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

NC073 Emthanjeni - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		4 445	4 245	4 245	74	1 913	1 415	498	35.2%	4 295
Vote 2 - FINANCE AND ADMINISTRATION		45 301	46 269	46 269	1 674	25 279	15 423	9 856	63.9%	46 885
Vote 3 - PLANNING AND DEVELOPMENT		1 000	13 378	13 378	–	272	4 459	(4 187)	-93.9%	1 610
Vote 4 - HEALTH		–	–	–	–	–	–	–	–	1 227
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 970	1 683	1 683	77	298	561	(263)	-46.8%	1 942
Vote 6 - PUBLIC SAFETY		1 540	4 969	4 969	798	931	1 656	(725)	-43.8%	7 991
Vote 7 - SPORT AND RECREATION		1 171	162	162	6	14	54	(40)	-74.6%	123
Vote 8 - ROAD TRANSPORT		31	472	472	3	14	157	(143)	-90.9%	2 207
Vote 9 - OTHER		–	–	–	–	–	–	–	–	–
Vote 10 - HOUSING SERVICES		690	44	44	3	11	15	(4)	-24.8%	41
Vote 11 - WASTE MANAGEMENT		13 587	16 246	16 246	839	5 347	5 415	(69)	-1.3%	12 828
Vote 12 - WASTE WATER MANAGEMENT		23 144	26 925	26 925	1 471	9 074	8 975	99	1.1%	24 322
Vote 13 - ELECTRICITY		80 478	94 497	94 497	9 767	30 935	31 499	(564)	-1.8%	90 239
Vote 14 - WATER		32 471	48 659	48 659	2 521	18 076	16 220	1 857	11.4%	38 471
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	205 827	257 549	257 549	17 233	92 165	85 849	6 316	7.4%	232 182
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		11 217	16 790	16 790	843	4 250	4 955	(705)	-14.2%	14 054
Vote 2 - FINANCE AND ADMINISTRATION		28 042	37 309	37 309	1 840	8 541	12 016	(3 475)	-28.9%	34 499
Vote 3 - PLANNING AND DEVELOPMENT		10 358	12 896	12 896	1 016	2 974	4 299	(1 325)	-30.8%	12 162
Vote 4 - HEALTH		18	153	153	2	14	51	(36)	-71.6%	148
Vote 5 - COMMUNITY AND SOCIAL SERVICES		9 162	13 074	13 074	841	3 040	4 318	(1 278)	-29.6%	11 849
Vote 6 - PUBLIC SAFETY		8 242	9 704	9 704	825	2 773	3 216	(442)	-13.8%	10 367
Vote 7 - SPORT AND RECREATION		4 193	5 285	5 285	395	1 365	1 740	(375)	-21.6%	4 654
Vote 8 - ROAD TRANSPORT		9 552	16 670	16 670	951	3 449	5 554	(2 105)	-37.9%	16 278
Vote 9 - OTHER		1 308	690	690	99	398	230	168	72.9%	738
Vote 10 - HOUSING SERVICES		2 140	2 396	2 396	178	705	799	(94)	-11.8%	2 400
Vote 11 - WASTE MANAGEMENT		13 331	12 880	12 880	1 284	4 578	4 293	285	6.6%	11 435
Vote 12 - WASTE WATER MANAGEMENT		11 356	15 605	15 605	986	3 673	5 202	(1 528)	-29.4%	12 936
Vote 13 - ELECTRICITY		72 198	76 082	76 082	7 192	31 778	25 360	6 417	25.3%	71 539
Vote 14 - WATER		12 025	15 250	15 250	1 342	4 038	5 083	(1 045)	-20.6%	12 906
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	193 141	234 782	234 782	17 796	71 576	77 115	(5 539)	-7.2%	215 964
Surplus/ (Deficit) for the year	2	12 685	22 766	22 766	(562)	20 589	8 735	11 855	135.7%	16 218

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

NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source										
Property rates		30 755	27 763	27 763	1 423	18 026	9 254	8 772	95%	30 665
Service charges - electricity revenue		51 076	58 966	58 966	3 798	17 238	19 655	(2 418)	-12%	56 203
Service charges - water revenue		26 837	30 346	30 346	2 488	9 633	10 115	(482)	-5%	25 864
Service charges - sanitation revenue		16 238	18 938	18 938	1 445	5 780	6 313	(533)	-8%	15 972
Service charges - refuse revenue		9 349	11 301	11 301	829	3 317	3 767	(450)	-12%	8 226
Service charges - other		385	125	125	33	136	42	94	226%	118
Rental of facilities and equipment		835	789	789	66	262	263	(1)	-1%	786
Interest earned - external investments		105	931	931	18	57	310	(253)	-82%	806
Interest earned - outstanding debtors		1 162	1 259	1 259	180	500	420	81	19%	954
Fines		1 414	3 720	3 720	764	853	1 240	(387)	-31%	6 943
Licences and permits		383	1 970	1 970	33	156	657	(501)	-76%	2 508
Transfers recognised - operational		36 691	40 761	40 761	153	16 271	13 587	2 684	20%	41 210
Other revenue		24 746	28 120	28 120	2 003	7 249	9 373	(2 124)	-23%	27 195
Gains on disposal of PPE		420	268	268	—	4	89	(85)	-96%	130
Total Revenue (excluding capital transfers and contributions)		200 397	225 257	225 257	13 233	79 482	75 085	4 397	6%	217 580
Expenditure By Type										
Employee related costs		71 747	76 930	76 930	6 439	25 278	25 643	(365)	-1%	69 838
Remuneration of councillors		4 706	5 275	5 275	398	1 591	1 758	(168)	-10%	5 046
Debt impairment		—	730	730	—	—	2 526	(2 526)	-100%	8 901
Depreciation & asset impairment		—	9 056	9 056	—	—	3 019	(3 019)	-100%	7 337
Finance charges		1 019	2 055	2 055	1 396	1 405	685	720	105%	5 468
Bulk purchases		59 410	60 434	60 434	4 249	25 995	20 145	5 851	29%	57 123
Other materials		11 682	19 397	19 397	1 706	3 669	6 465	(2 796)	-43%	16 771
Contracted services		6 167	9 819	9 819	244	1 222	3 273	(2 051)	-63%	9 846
Other expenditure		38 410	40 147	40 147	3 364	12 416	13 601	(1 185)	-9%	35 634
Total Expenditure		193 141	223 843	223 843	17 796	71 576	77 115	(5 539)	-7%	215 964
Surplus/(Deficit)		7 256	1 414	1 414	(4 562)	7 906	(2 029)	9 936	(0)	1 616
Transfers recognised - capital		5 430	32 292	32 292	4 000	13 000	10 764	2 236	0	14 602
Surplus/(Deficit) after capital transfers & contributions		12 686	33 706	33 706	(562)	20 906	8 735			16 218
Taxation		—	—	—	—	—	—	—		—
Surplus/(Deficit) after taxation		12 686	33 706	33 706	(562)	20 906	8 735			16 218
Surplus/(Deficit) attributable to municipality		12 686	33 706	33 706	(562)	20 906	8 735			16 218
Share of surplus/ (deficit) of associate		—	—	—	—	—	—			—
Surplus/ (Deficit) for the year		12 686	33 706	33 706	(562)	20 906	8 735			16 218

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

NC073 Emthanjeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M04 October										
Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		16	1 925	1 925	1 692	2 720	642	2 078	324%	137
Vote 2 - FINANCE AND ADMINISTRATION		109	1 260	1 260	–	–	420	(420)	-100%	1 735
Vote 5 - COMMUNITY AND SOCIAL SERVICES		–	120	120	–	–	40	(40)	-100%	296
Vote 6 - PUBLIC SAFETY		12	57	57	–	–	19	(19)	-100%	63
Vote 7 - SPORT AND RECREATION		1 000	65	65	–	–	22	(22)	-100%	75
Vote 8 - ROAD TRANSPORT		8 796	15 153	15 153	–	1 996	5 051	(3 055)	-60%	4 200
Vote 11 - WASTE MANAGEMENT		–	22	22	–	–	7	(7)	-100%	29
Vote 12 - WASTE WATER MANAGEMENT		164	–	–	–	–	–	–		981
Vote 13 - ELECTRICITY		2 634	6 400	6 400	4 475	6 054	2 133	3 921	184%	5 400
Vote 14 - WATER		804	14 080	14 080	114	431	4 693	(4 262)	-91%	7 822
Total Capital single-year expenditure	4	13 536	39 082	39 082	6 280	11 202	13 027	(1 826)	-14%	20 739
Total Capital Expenditure		13 536	39 082	39 082	6 280	11 202	13 027	(1 826)	-14%	20 739
Capital Expenditure - Standard Classification										
Governance and administration		125	3 185	3 185	1 692	2 720	1 062	1 658	156%	1 873
Executive and council		16	1 925	1 925	1 692	2 720	642	2 078	324%	137
Budget and treasury office		85	930	930	–	–	310	(310)	-100%	1 385
Corporate services		25	330	330	–	–	110	(110)	-100%	350
Community and public safety		1 012	242	242	–	–	81	(81)	-100%	434
Community and social services		–	120	120	–	–	40	(40)	-100%	296
Sport and recreation		1 000	65	65	–	–	22	(22)	-100%	75
Public safety		12	57	57	–	–	19	(19)	-100%	63
Economic and environmental services		8 796	15 153	15 153	–	1 996	5 051	(3 055)	-60%	4 200
Road transport		8 796	15 153	15 153	–	1 996	5 051	(3 055)	-60%	4 200
Trading services		3 602	20 502	20 502	4 589	6 485	6 834	(349)	-5%	14 232
Electricity		2 634	6 400	6 400	4 475	6 054	2 133	3 921	184%	5 400
Water		804	14 080	14 080	114	431	4 693	(4 262)	-91%	7 822
Waste water management		164	–	–	–	–	–	–		981
Waste management		–	22	22	–	–	7	(7)	-100%	29
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Standard Classification	3	13 536	39 082	39 082	6 280	11 202	13 027	(1 826)	-14%	20 739
Funded by:										
National Government		9 938	32 292	32 292	4 589	8 125	10 764	(2 639)	-25%	13 905
Transfers recognised - capital		9 938	32 292	32 292	4 589	8 125	10 764	(2 639)	-25%	13 905
Borrowing	6	1 156	–	–	–	–	–	–		–
Internally generated funds		3 598	6 790	6 790	1 692	3 077	2 263	814	36%	6 834
Total Capital Funding		14 692	39 082	39 082	6 280	11 202	13 027	(1 826)	-14%	20 739

Table C6: Monthly Budget Statement - Financial Position

NC073 Emthanjeni - Table C6 Monthly Budget Statement - Financial Position - M04 October						
Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>ASSETS</u>						
Current assets						
Cash		14 845	968	968	88	968
Call investment deposits		—	10 075	10 075	9 713	10 075
Consumer debtors		60 532	22 824	22 824	73 008	22 824
Other debtors		—	11 277	11 277	(3 501)	11 277
Current portion of long-term receivables		2	—	—	—	—
Inventory		62 922	65 556	65 556	62 960	65 556
Total current assets		138 300	110 700	110 700	142 269	110 700
Non current assets						
Long-term receivables		1	—	—	—	—
Investments		26	29	29	25	29
Investment property		5 018	5 004	5 004	5 733	5 004
Property, plant and equipment		827 558	932 114	932 114	782 356	932 114
Intangible assets		82	458	458	61	458
Other non-current assets		12	83	83	9	83
Total non current assets		832 698	937 687	937 687	788 185	937 687
TOTAL ASSETS		970 999	1 048 386	1 048 386	930 454	1 048 386
<u>LIABILITIES</u>						
Current liabilities						
Bank overdraft		7 321	9 338	9 338	1 137	9 338
Borrowing		1 065	688	688	589	688
Consumer deposits		2 193	2 289	2 289	2 270	2 289
Trade and other payables		49 018	16 352	16 352	42 630	16 352
Provisions		1 469	2 972	2 972	52 218	2 972
Total current liabilities		61 066	31 639	31 639	98 843	31 639
Non current liabilities						
Borrowing		40 096	—	—	—	—
Provisions		7 030	36 071	36 071	8 951	36 071
Total non current liabilities		47 126	36 071	36 071	8 951	36 071
TOTAL LIABILITIES		108 193	67 709	67 709	107 795	67 709
NET ASSETS	2	862 806	980 677	980 677	822 659	980 677
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated Surplus/(Deficit)		862 806	980 677	980 677	820 407	980 677
Reserves		—	—	—	2 253	—
TOTAL COMMUNITY WEALTH/EQUITY	2	862 806	980 677	980 677	822 659	980 677

Table C7: Monthly Budget Statement - Cash Flow

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - M04 October										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Property rates, penalties & collection charges		22 553	24 942	24 942	1 625	7 509	8 314	(805)	-10%	27 999
Service charges		97 969	113 321	113 321	8 289	30 168	37 774	(7 606)	-20%	99 902
Other revenue		27 379	33 311	33 311	2 884	8 538	11 104	(2 566)	-23%	34 954
Government - operating		35 295	40 761	40 761	–	17 428	10 190	7 238	71%	41 210
Government - capital		14 617	32 292	32 292	4 000	27 000	10 764	16 236	151%	14 602
Interest		105	1 723	1 723	18	57	574	(517)	-90%	806
Suppliers and employees		(174 891)	(205 542)	(205 542)	(16 400)	(70 171)	(68 514)	1 657	-2%	(190 113)
Finance charges		(1 005)	(2 055)	(2 055)	(1 396)	(1 405)	(685)	720	-105%	(5 468)
NET CASH FROM/(USED) OPERATING ACTIVITIES		22 022	38 753	38 753	(980)	19 125	9 521	(9 604)	-101%	23 890
CASH FLOWS FROM INVESTING ACTIVITIES										
Proceeds on disposal of PPE		420	268	268	4	4	67	(63)	-94%	130
Decrease (increase) other non-current receivables		(0)	–	–	–	–	–	–		–
Capital assets		(12 736)	(39 082)	(39 082)	(6 280)	(11 202)	(13 027)	(1 826)	14%	(20 739)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(12 316)	(38 814)	(38 814)	(6 276)	(11 198)	(12 960)	(1 763)	14%	(20 610)
Borrowing long term/refinancing		1 156	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	95	95	4	22	32	(9)	-30%	98
Repayment of borrowing		(2 684)	(573)	(573)	–	–	(573)	(573)	100%	(688)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1 528)	(478)	(478)	4	22	(541)	(564)	104%	(590)
NET INCREASE/ (DECREASE) IN CASH HELD		8 179	(539)	(539)	(7 253)	7 949	(3 981)			2 691
Cash/cash equivalents at beginning:		(1 306)	7 524	7 524		7 524	7 524			7 524
Cash/cash equivalents at month/year end:		6 872	6 985	6 985		15 473	3 543			10 214

Supporting Table SC9: Monthly Budget Statement – Actual & revised targets for cash receipts & cash flows This supporting table gives a detailed breakdown of information summarised in Table C7.

NC073 Emthanjeni - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October															2017/18 medium term Revenue & Expenditure Framework		
Description	Ref	Budget Year 2017/18													Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June				
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget				
Cash Receipts By Source																	
Property rates		1 489	2 483	1 911	1 625	–	–	–	–	–	–	–	20 490	27 999	28 239	49 909	
Service charges - electricity revenue		2 602	4 553	4 410	4 550	–	–	–	–	–	–	–	37 063	53 178	56 426	67 691	
Service charges - water revenue		1 171	1 710	1 789	1 837	–	–	–	–	–	–	–	17 239	23 746	25 448	41 408	
Service charges - sanitation revenue		963	792	1 571	1 126	–	–	–	–	–	–	–	10 592	15 045	15 131	16 467	
Service charges - refuse		606	493	1 117	743	–	–	–	–	–	–	–	4 856	7 815	7 545	6 583	
Service charges - other		33	33	38	33	–	–	–	–	–	–	–	(18)	118	270	132	
Rental of facilities and equipment		62	61	72	66	–	–	–	–	–	–	–	424	686	734	770	
Interest earned - external investments		–	39	–	18	–	–	–	–	–	–	–	748	806	830	863	
Fines		68	12	9	764	–	–	–	–	–	–	–	5 690	6 543	6 870	7 076	
Licences and permits		45	42	37	33	–	–	–	–	–	–	–	1 822	1 978	1 938	2 399	
Transfer receipts - operating		17 156	272	–	–	–	–	–	–	–	–	–	23 782	41 210	41 753	47 657	
Other revenue		342	2 699	2 206	2 003	–	–	–	–	–	–	–	18 498	25 747	26 967	43 475	
Cash Receipts by Source		24 536	13 190	13 160	12 797	–	–	–	–	–	–	–	141 187	204 870	212 149	284 431	
Other Cash Flows by Source													–				
Transfer receipts - capital		14 000	9 000	–	4 000	–	–	–	–	–	–	–	(12 398)	14 602	14 342	13 798	
Contributions & Contributed assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Proceeds on disposal of PPE		–	–	4	–	–	–	–	–	–	–	–	126	130	139	148	
Increase in consumer deposits		2	4	12	4	–	–	–	–	–	–	–	76	98	90	71	
Receipt of non-current debtors		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	
Total Cash Receipts by Source		38 538	22 194	13 175	16 801	–	–	–	–	–	–	–	128 991	219 699	226 720	298 449	
Cash Payments by Type													–				
Employee related costs		6 371	6 353	6 115	6 439	–	–	–	–	–	–	–	44 413	69 691	73 073	77 674	
Remuneration of councillors		398	398	398	398	–	–	–	–	–	–	–	3 357	4 948	5 015	5 269	
Interest paid		3	5	–	1 396	–	–	–	–	–	–	–	4 064	5 468	6 143	9 731	
Bulk purchases - Electricity		7 028	7 428	6 778	4 068	–	–	–	–	–	–	–	27 031	52 332	55 359	90 859	
Bulk purchases - Water & Sewer		167	199	147	182	–	–	–	–	–	–	–	1 747	2 440	2 736	4 315	
Other materials		192	362	1 410	1 706	–	–	–	–	–	–	–	13 102	16 771	18 864	30 971	
Contracted services		12	277	688	244	–	–	–	–	–	–	–	8 624	9 846	10 565	17 432	
General expenses		2 006	2 942	4 105	3 364	–	–	–	–	–	–	–	21 668	34 085	35 533	39 397	
Cash Payments by Type		16 176	17 963	19 641	17 796	–	–	–	–	–	–	–	124 006	195 582	207 287	275 648	
Other Cash Flows/Payments by Type																	
Capital assets		–	2 646	2 275	6 280	–	–	–	–	–	–	–	9 537	20 739	20 405	22 006	
Repayment of borrowing		–	–	–	–	–	–	–	–	–	–	–	688	688	–	–	
Total Cash Payments by Type		16 176	20 609	21 916	24 076	–	–	–	–	–	–	–	134 231	217 009	227 692	297 654	
NET INCREASE/(DECREASE) IN CASH HELD		22 362	1 585	(8 741)	(7 275)	–	–	–	–	–	–	–	(5 240)	2 691	(972)	795	
Cash/cash equivalents at the month/year beginning:		7 524	29 886	31 470	22 730	15 455	15 455	15 455	15 455	15 455	15 455	15 455	15 455	7 524	10 214	9 243	
Cash/cash equivalents at the month/year end:		29 886	31 470	22 730	15 455	15 455	15 455	15 455	15 455	15 455	15 455	15 455	10 214	10 214	9 243	10 037	

PART 2 - SUPPORTING DOCUMENTATION Section 5 - Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description	NT Code	Budget Year 2017/18										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	–	2 216	1 647	1 460	1 511	825	9 998	–	17 657	13 795		13 416
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	3 515	1 867	1 364	1 149	777	3 833	–	12 506	7 124		2 646
Receivables from Non-ex change Transactions - Property Rates	1400	–	1 240	532	386	13 043	329	11 361	–	26 891	25 119		6 251
Receivables from Exchange Transactions - Waste Water Management	1500	–	985	655	930	646	428	4 434	–	8 078	6 438		5 368
Receivables from Exchange Transactions - Waste Management	1600	–	524	312	470	318	204	2 180	–	4 007	3 171		2 557
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–	–		–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–		5 003
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–		–
Other	1900	–	83	76	66	89	66	683	–	1 062	903		3 784
Total By Income Source	2000	–	8 563	5 088	4 676	16 756	2 629	32 489	–	70 201	56 550	–	39 027
2016/17 - totals only			20621233	3403677	2701031	2413665	2260512	5843844		37 244	13 219		86361780
Debtors Age Analysis By Customer Group													
Organs of State	2200	–	532	368	303	2 808	206	2 935	–	7 151	6 251		1 951
Commercial	2300	–	2 490	861	465	428	228	998	–	5 470	2 119		1 088
Households	2400	–	4 967	3 492	3 607	13 172	1 976	26 557	–	53 771	45 312		31 759
Other	2500	–	574	367	301	348	219	2 000	–	3 809	2 868		4 229
Total By Customer Group	2600	–	8 563	5 088	4 676	16 756	2 629	32 489	–	70 201	56 550	–	39 027

Creditors' analysis

Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	NT Code	Budget Year 2017/18									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600	-	-							-	
Trade Creditors	0700	4 343	746							5 089	1
Auditor General	0800	-	-							-	-
Other	0900	5 702	-							5 702	2 337
Total By Customer Type	1000	10 045	746	-	-	-	-	-	-	10 791	2 339

Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October

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

Allocation and grant receipts and expenditure: - Operating Revenue Framework

NC073 Emthanjeni - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Operating Transfers and Grants										
National Government:		33 114	37 210	37 210	153	17 428	11 893	3 981	33.5%	38 822
Local Government Equitable Share		30 489	34 424	34 424	–	15 456	11 475	3 981	34.7%	36 197
Finance Management		1 625	1 700	1 700	153	1 700	57			1 625
Municipal Systems Improvement			–	–						–
EPWP Incentive		1 000	1 086	1 086	–	272	362			1 000
Other transfers and grants [insert description]								–		
Provincial Government:		1 196	881	881	–	–	294	(294)	-100.0%	2 388
Health subsidy		–	–	–			–	–		1 227
Housing		35	–	–		–	–	–		–
Sport and Recreation	4	1 161	881	881	–	–	294	(294)	-100.0%	1 161
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Total Operating Transfers and Grants	5	34 310	38 091	38 091	153	17 428	12 187	3 688	30.3%	41 210
Capital Transfers and Grants										
National Government:		11 033	32 292	32 292	–	14 000	10 764	3 236	30.1%	14 602
Municipal Infrastructure Grant (MIG)		7 283	12 292	12 292	–	5 000	4 097	903	22.0%	11 602
Regional Bulk Infrastructure		750	14 000	14 000	–	7 000	4 667	2 333	50.0%	–
Integrated National Electrification Programme		3 000	6 000	6 000	–	2 000	2 000	–		3 000
Provincial Government:		–	–	–	–	–	–	–		–
[insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Total Capital Transfers and Grants	5	11 033	32 292	32 292	–	14 000	10 764	3 236	30.1%	14 602
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	45 343	70 383	70 383	153	31 428	22 951	6 924	30.2%	55 812

Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Operating expenditure of Transfers and Grants										
National Government:		14 205	8 859	8 859	1 290	4 813	2 953	1 860	63.0%	38 822
Local Government Equitable Share		10 912	6 073	6 073	1 089	4 143	2 024	2 119	104.7%	36 197
Finance Management		1 600	1 700	1 700	153	543	567	(23)	-4.1%	1 625
Municipal Systems Improvement		930	–	–			–	–		–
EPWP Incentive		763	1 086	1 086	48	127	362	(235)	-65.0%	1 000
Provincial Government:		1 177	2 108	2 108	39	197	703	(506)	-72.0%	2 388
Health subsidy		–	1 227	1 227			409	(409)	-100.0%	1 227
Housing		35	–	–			–	–		–
Sport and Recreation		1 142	881	881	39	197	294	(97)	-32.9%	1 161
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total operating expenditure of Transfers and Grants		15 382	10 967	10 967	1 329	5 010	3 656	1 355	37.1%	41 210
Capital expenditure of Transfers and Grants										
National Government:		9 938	32 292	32 292	4 589	8 125	10 764	(2 639)	-24.5%	13 905
Municipal Infrastructure Grant (MIG)		6 570	12 292	12 292	–	1 639	4 097	(2 458)	-60.0%	10 905
Regional Bulk Infrastructure		734	14 000	14 000	114	431	4 667	(4 236)	-90.8%	–
Integrated National Electrification Programme		2 634	6 000	6 000	4 475	6 054	2 000	4 054	202.7%	3 000
Provincial Government:		–	–	–	–	–	–	–		–
								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total capital expenditure of Transfers and Grants		9 938	32 292	32 292	4 589	8 125	10 764	(2 639)	-24.5%	13 905
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		25 320	43 259	43 259	5 918	13 135	14 420	(1 285)	-8.9%	55 115

Expenditure on councillor and board members allowances and employee benefits

NC073 Emthanjeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October										
Summary of Employee and Councillor remuneration Ref		2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)										
		2 892	3 623	3 623	278	1 113	1 208	(95)	-8%	3 451
		198	—	—	—	—	—	—		—
		18	—	—	—	—	—	—		—
		931	1 208	1 208	87	346	403	(56)	-14%	1 150
		361	414	414	33	132	138	(6)	-4%	395
		—	52	52	—	—	17	(17)	-100%	51
Sub Total - Councillors		4 401	5 297	5 297	398	1 591	1 766	(175)	-10%	5 046
Senior Managers of the Municipality										
	3	4 009	4 052	4 052	313	1 537	1 351	186	14%	3 833
		769	673	673	57	228	224	4	2%	672
		161	115	115	4	15	38	(23)	-60%	115
		546	770	770	74	296	257	39	15%	755
		116	382	382	15	59	127	(68)	-54%	138
		279	62	62	7	25	21	4	21%	268
Sub Total - Senior Managers of Municipality		5 881	6 053	6 053	469	2 160	2 018	142	7%	5 781
Other Municipal Staff										
		47 208	54 607	54 607	3 873	15 318	18 202	(2 884)	-16%	48 768
		8 217	9 228	9 228	707	2 100	3 076	(976)	-32%	8 721
		1 889	1 865	1 865	217	872	622	250	40%	1 810
		3 139	1 334	1 334	534	1 386	445	941	212%	1 477
		1 025	1 150	1 150	62	263	383	(120)	-31%	1 124
		127	317	317	10	43	106	(63)	-59%	233
		536	1 178	1 178	55	218	393	(175)	-45%	687
		2 928	1 141	1 141	350	1 393	380	1 013	266%	1 179
	2	36	57	57	—	—	19	(19)	-100%	58
Sub Total - Other Municipal Staff		65 104	70 877	70 877	5 807	21 593	23 626	(2 033)	-9%	64 057
Total Parent Municipality		75 386	82 228	82 228	6 674	25 344	27 409	(2 065)	-8%	74 884
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
								—		
Sub Total - Board Members of Entities		—	—	—	—	—	—	—		—
Senior Managers of Entities										
	2							—		
Sub Total - Senior Managers of Entities		—	—	—	—	—	—	—		—
Other Staff of Entities										
								—		
Sub Total - Other Staff of Entities		—	—	—	—	—	—	—		—
Total Municipal Entities		—	—	—	—	—	—	—		—
TOTAL SALARY, ALLOWANCES & BENEFITS										
		75 386	82 228	82 228	6 674	25 344	27 409	(2 065)	-8%	74 884
TOTAL MANAGERS AND STAFF										
		70 984	76 930	76 930	6 276	23 753	25 643	(1 890)	-7%	69 838

Capital programme performance

NC073 Emthanjeni - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M04 October

Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	14 692	3 257	3 257	0	0	3 257	3 257	100.0%	0%
August	–	6 514	6 514	2 646	2 646	9 770	7 124	72.9%	27%
September	–	–	–	2 275	4 921	9 770	4 849	49.6%	50%
October	–	–	–	6 280	11 202	9 770	(1 431)	-14.6%	115%
November	–	–	–	–		9 770	–		
December	–	–	–	–		9 770	–		
January	–	–	–	–		9 770	–		
February	–	–	–	–		9 770	–		
March	–	–	–	–		9 770	–		
April	–	–	–	–		9 770	–		
May	–	–	–	–		9 770	–		
June	–	–	–	–		9 770	–		
Total Capital expenditure	14 692	9 770	9 770	11 202					

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
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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 OCTOBER 2017 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 14/11/2017
