

EMTHANJENI MUNICIPALITY



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

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

PART 1 – IN-YEAR REPORT

Section 1 – Mayor’s Report

1.1 In-Year Report - Monthly Budget Statement

The monthly budget statement for June 2018 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. It will not be tabled at Council and therefore no Mayor’s report is required. The contents of this statement will be incorporated into the MFMA Section 72 Mid-Year Budget & Performance Assessment report that will be tabled at Council by the end of February 2018.

1.1.1 Financial problems or risks facing the municipality

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

1.1.2 Relevant information

The audit report is unqualified with matters of emphasis.

Year-to-date operating revenue realised is -1 % below the year-to-date budget for June 2018.

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 -12% below the year-to-date operating expenditure. 78.09% of the total capital budget has been spent at 30 June 2018, with 66.13% of that being funded from capital grants.ⁱ

ⁱ 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 June 2018.

Section 3 – Executive Summary

3.1 Introduction

The audit report is unqualified with matters of emphasis.

Year-to-date operating revenue realised is -1 % below the year-to-date budget for June 2018.

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 -12% below the year-to-date operating expenditure. 78.09% of the total capital budget has been spent at 30 June 2018, with 66.13% of that being funded from capital grants.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest Adjustments)

Revenue by Source

Year-to-date revenue realised R2, 708 Million, below year-to-date budget projections for June 2018².

Operating expenditure by type

Year-to-date expenditure is -12% or R28, 263 million, below the year-to-date budget as at 30 June 2018.

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 R31, 691 or 78.09% of the capital budget of R40.582 million⁴, 66.13% 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 R3, 448 million⁶.

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

3.3 Material variances

Description	Variance
R thousands	
<u>Revenue By Source</u>	
Property rates	4 030
Service charges - electricity revenue	(6 469)
Fines	(2 481)
Licences and permits	(1 491)
<u>Expenditure By Type</u>	
Debt impairment	(6 678)
Depreciation & asset impairment	(9 056)
Other expenditure	903
Other materials	(9 774)
<u>Capital Expenditure</u>	
Road transport	(986)
Electricity	(1 321)
Water	(8 830)
Waste water management	(22)
<u>Cash Flow</u>	
Service charges	(14 269)
Other revenue	(1 071)
Capital assets	(6 224)

3.4 Remedial or corrective steps

Reasons for material deviations	Remedial or corrective steps/remarks
The farmers property rates are charged yearly and thus the actual amount is higher than the budgeted amount.	The current situation will correct itself during the financial year
Due to high usage of pre-paid electricity during months the estimated revenue was expected to be more	The current situation will be corrected in the adjustment budget
Are Done at year end	The situation will be fixed at year end
Are Done at year end	The situation will be fixed at year end
Other expenditure was estimated to be higher	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Underspending on the repairs and maintenance Budget	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow collection due to customers not paying accounts	Continued Enforcing of the credit collection policy as well as looking to adjusted the estimated revenue collection
	The situation will be taken into account when drawing up the adjustment budget of 2017-18
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2016-17

⁴ Table C5 – Total capital expenditure

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

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

Section 4 – In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1: s71 Monthly Budget Statement Summary

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

Description	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									
<u>Financial Performance</u>									
Property rates	31 033	27 763	27 763	1 394	31 793	27 763	4 030	15%	30 665
Service charges	118 730	119 676	119 676	9 371	107 311	116 876	(9 565)	-8%	106 383
Investment revenue	1 390	931	931	191	1 250	931	319	34%	806
Transfers recognised - operational	40 221	40 761	40 761	520	41 645	40 761	884	2%	41 210
Other own revenue	23 875	36 126	36 126	8 271	33 749	32 126	1 623	5%	38 515
Total Revenue (excluding capital transfers and contributions)	215 249	225 257	225 257	19 747	215 748	218 457	(2 708)	-1%	217 580
Employee costs	68 489	76 930	76 930	7 281	75 969	76 467	(498)	-1%	69 838
Remuneration of Councillors	4 835	5 275	5 275	441	5 292	5 350	(58)	-1%	5 046
Depreciation & asset impairment	59 128	9 056	9 056	–	–	9 056	(9 056)	-100%	7 337
Finance charges	3 365	2 055	2 055	326	4 444	2 055	2 389	116%	5 468
Materials and bulk purchases	71 252	79 832	79 832	7 428	70 801	79 832	(9 030)	-11%	73 894
Transfers and grants	362	–	–	–	–	–	–	–	–
Other expenditure	69 741	50 696	50 696	5 196	45 292	57 302	(12 010)	-21%	54 381
Total Expenditure	277 173	223 843	223 843	20 673	201 798	230 061	(28 263)	-12%	215 964
Surplus/(Deficit)	(61 924)	1 414	1 414	(926)	13 950	(11 604)	25 555	-220%	1 616
Transfers recognised - capital	10 478	32 292	32 292	6 417	27 917	34 991	(7 074)	-20%	14 602
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(51 446)	33 706	33 706	5 491	41 867	23 387	18 480	79%	16 218
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(51 446)	33 706	33 706	5 491	41 867	23 387	18 480	79%	16 218
<u>Capital expenditure & funds sources</u>									
Capital expenditure	20 832	39 082	39 082	3 347	31 691	41 781	(10 090)	-24%	20 739
Capital transfers recognised	10 478	32 292	33 792	2 553	26 838	34 991	(8 153)	-23%	13 905
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	9 497	–	–	–	–	–	–	–	–
Internally generated funds	856	6 790	6 790	793	4 853	6 790	(1 937)	-29%	6 834
Total sources of capital funds	20 832	39 082	40 582	3 347	31 691	41 781	(10 090)	-24%	20 739
<u>Financial position</u>									
Total current assets	74 049	110 700	110 700		104 972				110 700
Total non current assets	867 266	937 687	937 687		867 266				937 687
Total current liabilities	69 777	31 639	31 639		132 859				31 639
Total non current liabilities	48 913	36 071	36 071		8 641				36 071
Community wealth/Equity	822 624	980 677	980 677		830 737				980 677
<u>Cash flows</u>									
Net cash from (used) operating	9 520	38 753	38 753	3 204	51 417	32 665	(18 751)	-57%	23 890
Net cash from (used) investing	(20 047)	10 746	(38 814)	(3 779)	(32 788)	(38 814)	(6 026)	16%	(20 610)
Net cash from (used) financing	6 451	(478)	(478)	(427)	(5 570)	(486)	5 084	-1046%	(590)
Cash/cash equivalents at the month/year end	3 448	56 544	6 985	–	16 506	889	(15 617)	-1757%	6 138
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
<u>Debtors Age Analysis</u>									
Total By Income Source	–	9 038	3 970	3 785	3 467	3 351	26 803	–	50 414
<u>Creditors Age Analysis</u>									
Total Creditors	15 141	5 827	1 567	4 523	–	–	–	–	27 058

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

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

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>		52 456	50 514	50 514	1 948	55 709	50 514	5 195	10%	51 180
Executive and council		4 520	4 245	4 245	145	4 921	4 245	676	16%	4 295
Budget and treasury office		47 855	46 204	46 204	1 785	50 721	46 204	4 517	10%	46 801
Corporate services		81	65	65	18	66	65	2	3%	84
<i>Community and public safety</i>		19 945	6 857	6 857	571	4 720	6 857	(2 137)	-31%	11 325
Community and social services		1 976	1 683	1 683	516	1 773	1 683	89	5%	1 942
Sport and recreation		172	162	162	4	148	162	(14)	-9%	123
Public safety		17 107	4 969	4 969	47	1 567	4 969	(3 402)	-68%	7 991
Housing		691	44	44	3	1 232	44	1 188	2726%	41
Health		–	–	–	1	1	–	1	#DIV/0!	1 227
<i>Economic and environmental services</i>		7 905	13 850	13 850	14 744	15 858	13 850	2 008	14%	3 816
Planning and development		1 593	13 378	13 378	2 039	3 125	13 378	(10 253)	-77%	1 610
Road transport		6 312	472	472	12 705	12 733	472	12 261	2598%	2 207
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		145 421	186 327	186 327	8 900	167 378	184 226	(16 848)	-9%	165 860
Electricity		73 287	94 497	94 497	7 914	83 151	89 197	(6 046)	-7%	90 239
Water		33 071	48 659	48 659	(1 463)	44 052	51 858	(7 806)	-15%	38 471
Waste water management		25 041	26 925	26 925	1 555	25 322	26 925	(1 603)	-6%	24 322
Waste management		14 022	16 246	16 246	893	14 853	16 246	(1 393)	-9%	12 828
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Revenue - Standard	2	225 727	257 549	257 549	26 163	243 665	255 448	(11 782)	-5%	232 182
Expenditure - Standard										
<i>Governance and administration</i>		46 819	54 098	54 098	3 397	40 426	50 748	(10 323)	-20%	48 553
Executive and council		9 161	16 790	16 790	816	13 025	14 940	(1 915)	-13%	14 054
Budget and treasury office		29 761	22 975	22 975	1 691	16 354	21 805	(5 451)	-25%	21 982
Corporate services		7 897	14 334	14 334	890	11 047	14 004	(2 957)	-21%	12 518
<i>Community and public safety</i>		36 019	30 611	30 611	2 221	23 237	30 146	(6 908)	-23%	29 417
Community and social services		19 711	13 074	13 074	848	9 374	12 730	(3 357)	-26%	11 849
Sport and recreation		4 225	5 285	5 285	422	4 270	5 220	(950)	-18%	4 654
Public safety		8 240	9 704	9 704	673	7 123	9 647	(2 524)	-26%	10 367
Housing		3 822	2 396	2 396	272	2 436	2 396	41	2%	2 400
Health		21	153	153	6	34	153	(118)	-77%	148
<i>Economic and environmental services</i>		35 453	29 566	29 566	2 008	20 964	29 560	(8 597)	-29%	28 440
Planning and development		15 439	12 896	12 896	1 041	10 831	12 896	(2 065)	-16%	12 162
Road transport		20 014	16 670	16 670	968	10 133	16 664	(6 531)	-39%	16 278
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		157 618	119 817	119 817	12 935	115 944	118 917	(2 972)	-2%	108 815
Electricity		90 423	76 082	76 082	9 398	77 220	75 182	2 038	3%	71 539
Water		34 937	15 250	15 250	1 186	13 258	15 250	(1 992)	-13%	12 906
Waste water management		18 541	15 605	15 605	1 244	12 493	15 605	(3 112)	-20%	12 936
Waste management		13 717	12 880	12 880	1 107	12 974	12 880	94	1%	11 435
<i>Other</i>		1 265	690	690	110	1 227	690	537	78%	738
Total Expenditure - Standard	3	277 173	234 782	234 782	20 673	201 798	230 061	(28 263)	-12%	215 964
Surplus/ (Deficit) for the year		(51 446)	22 766	22 766	5 491	41 867	25 387	16 481	65%	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) - M12 June

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		4 520	4 245	4 245	145	4 921	4 245	676	15.9%	4 295
Vote 2 - FINANCE AND ADMINISTRATION		47 936	46 269	46 269	1 803	50 788	46 269	4 519	9.8%	46 885
Vote 3 - PLANNING AND DEVELOPMENT		1 593	13 378	13 378	2 039	3 125	13 378	(10 253)	-76.6%	1 610
Vote 4 - HEALTH		-	-	-	1	1	-	1	#DIV/0!	1 227
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 976	1 683	1 683	516	1 773	1 683	89	5.3%	1 942
Vote 6 - PUBLIC SAFETY		17 107	4 969	4 969	47	1 567	4 969	(3 402)	-68.5%	7 991
Vote 7 - SPORT AND RECREATION		172	162	162	4	148	162	(14)	-8.6%	123
Vote 8 - ROAD TRANSPORT		6 312	472	472	12 705	12 733	472	12 261	2597.5%	2 207
Vote 9 - OTHER		-	-	-	-	-	-	-		-
Vote 10 - HOUSING SERVICES		691	44	44	3	1 232	44	1 188	2726.5%	41
Vote 11 - WASTE MANAGEMENT		14 022	16 246	16 246	893	14 853	16 246	(1 393)	-8.6%	12 828
Vote 12 - WASTE WATER MANAGEMENT		25 041	26 925	26 925	1 555	25 322	26 925	(1 603)	-6.0%	24 322
Vote 13 - ELECTRICITY		73 287	94 497	94 497	7 914	83 151	89 197	(6 046)	-6.8%	90 239
Vote 14 - WATER		33 071	48 659	48 659	(1 463)	44 052	51 858	(7 806)	-15.1%	38 471
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	225 727	257 549	257 549	26 163	243 665	255 448	(11 782)	-4.6%	232 182
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		9 161	16 790	16 790	816	13 025	14 940	(1 915)	-12.8%	14 054
Vote 2 - FINANCE AND ADMINISTRATION		37 658	37 309	37 309	2 581	27 401	35 808	(8 407)	-23.5%	34 499
Vote 3 - PLANNING AND DEVELOPMENT		15 439	12 896	12 896	1 041	10 831	12 896	(2 065)	-16.0%	12 162
Vote 4 - HEALTH		21	153	153	6	34	153	(118)	-77.5%	148
Vote 5 - COMMUNITY AND SOCIAL SERVICES		19 711	13 074	13 074	848	9 374	12 730	(3 357)	-26.4%	11 849
Vote 6 - PUBLIC SAFETY		8 240	9 704	9 704	673	7 123	9 647	(2 524)	-26.2%	10 367
Vote 7 - SPORT AND RECREATION		4 225	5 285	5 285	422	4 270	5 220	(950)	-18.2%	4 654
Vote 8 - ROAD TRANSPORT		20 014	16 670	16 670	968	10 133	16 664	(6 531)	-39.2%	16 278
Vote 9 - OTHER		1 265	690	690	110	1 227	690	537	77.8%	738
Vote 10 - HOUSING SERVICES		3 822	2 396	2 396	272	2 436	2 396	41	1.7%	2 400
Vote 11 - WASTE MANAGEMENT		13 717	12 880	12 880	1 107	12 974	12 880	94	0.7%	11 435
Vote 12 - WASTE WATER MANAGEMENT		18 541	15 605	15 605	1 244	12 493	15 605	(3 112)	-19.9%	12 936
Vote 13 - ELECTRICITY		90 423	76 082	76 082	9 398	77 220	75 182	2 038	2.7%	71 539
Vote 14 - WATER		34 937	15 250	15 250	1 186	13 258	15 250	(1 992)	-13.1%	12 906
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	277 173	234 782	234 782	20 673	201 798	230 061	(28 263)	-12.3%	215 964
Surplus/ (Deficit) for the year	2	(51 446)	22 766	22 766	5 491	41 867	25 387	16 481	64.9%	16 218

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

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

NORFOLK COUNCIL - Table 04 Monthly Budget Statement - Financial Performance (Revenue and Expenditure) - M12 June										
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		30 752	27 763	27 763	1 394	31 793	27 763	4 030	15%	30 665
Property rates - penalties & collection charges		281	-	-	-	-	-	-		-
Service charges - electricity revenue		76 314	58 966	58 966	4 460	49 697	56 166	(6 469)	-12%	56 203
Service charges - water revenue		24 128	30 346	30 346	2 602	29 901	30 346	(444)	-1%	25 864
Service charges - sanitation revenue		11 622	18 938	18 938	1 446	17 344	18 938	(1 595)	-8%	15 972
Service charges - refuse revenue		6 225	11 301	11 301	830	9 957	11 301	(1 344)	-12%	8 226
Service charges - other		440	125	125	33	412	125	287	230%	118
Rental of facilities and equipment		833	789	789	79	852	789	62	8%	786
Interest earned - external investments		1 390	931	931	191	1 250	931	319	34%	806
Interest earned - outstanding debtors		882	1 259	1 259	151	1 479	1 259	220	17%	954
Fines		16 970	3 720	3 720	34	1 239	3 720	(2 481)	-67%	6 943
Licences and permits		1 441	1 970	1 970	46	480	1 970	(1 491)	-76%	2 508
Transfers recognised - operational		40 221	40 761	40 761	520	41 645	40 761	884	2%	41 210
Other revenue		3 035	28 120	28 120	7 960	29 630	24 120	5 510	23%	27 195
Gains on disposal of PPE		714	268	268	1	70	268	(198)	-74%	130
Total Revenue (excluding capital transfers and contributions)		215 249	225 257	225 257	19 747	215 748	218 457	(2 708)	-1%	217 580
Expenditure By Type										
Employee related costs		68 489	76 930	76 930	7 281	75 969	76 467	(498)	-1%	69 838
Remuneration of councillors		4 835	5 275	5 275	441	5 292	5 350	(58)	-1%	5 046
Debt impairment		35 755	730	730	-	-	6 678	(6 678)	-100%	8 901
Depreciation & asset impairment		59 128	9 056	9 056	-	-	9 056	(9 056)	-100%	7 337
Finance charges		3 365	2 055	2 055	326	4 444	2 055	2 389	116%	5 468
Bulk purchases		59 027	60 434	60 434	6 871	61 178	60 434	744	1%	57 123
Other materials		12 225	19 397	19 397	557	9 623	19 397	(9 774)	-50%	16 771
Contracted services		8 358	9 819	9 819	199	3 584	9 819	(6 234)	-63%	9 846
Transfers and grants		362	-	-	-	-	-	-		-
Other expenditure		25 125	40 147	40 147	4 997	41 708	40 805	903	2%	35 634
Loss on disposal of PPE		502	-	-	-	-	-	-		-
Total Expenditure		277 173	223 843	223 843	20 673	201 798	230 061	(28 263)	-12%	215 964
Surplus/(Deficit)		(61 924)	1 414	1 414	(926)	13 950	(11 604)	25 555	(0)	1 616
Transfers recognised - capital		10 478	32 292	32 292	6 417	27 917	34 991	(7 074)	(0)	14 602
Surplus/(Deficit) after capital transfers & contributions		(51 446)	33 706	33 706	5 491	41 867	23 387			16 218
Taxation		-	-	-	-	-	-	-		-
Surplus/(Deficit) after taxation		(51 446)	33 706	33 706	5 491	41 867	23 387			16 218
Attributable to minorities		-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		(51 446)	33 706	33 706	5 491	41 867	23 387			16 218
Share of surplus/ (deficit) of associate		-	-	-	-	-	-			-
Surplus/ (Deficit) for the year		(51 446)	33 706	33 706	5 491	41 867	23 387			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) - M12 June										
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		30	1 925	1 925	789	4 022	1 925	2 097	109%	137
Vote 2 - FINANCE AND ADMINISTRATION		123	1 260	1 260	–	278	1 260	(982)	-78%	1 735
Vote 3 - PLANNING AND DEVELOPMENT		7	–	–	–	–	–	–		–
Vote 5 - COMMUNITY AND SOCIAL SERVICES		409	120	120	–	91	120	(29)	-24%	296
Vote 6 - PUBLIC SAFETY		531	57	57	5	39	57	(18)	-31%	63
Vote 7 - SPORT AND RECREATION		2	65	65	–	66	65	1	1%	75
Vote 8 - ROAD TRANSPORT		9 433	15 153	15 153	2 553	12 167	13 153	(986)	-7%	4 200
Vote 10 - HOUSING SERVICES		5 213	–	–	–	–	–	–		–
Vote 11 - WASTE MANAGEMENT		2	22	22	–	–	22	(22)	-100%	29
Vote 12 - WASTE WATER MANAGEMENT		164	–	–	–	–	–	–		981
Vote 13 - ELECTRICITY		3 635	6 400	6 400	–	6 579	7 900	(1 321)	-17%	5 400
Vote 14 - WATER		1 284	14 080	14 080	–	8 449	17 279	(8 830)	-51%	7 822
Total Capital single-year expenditure	4	20 832	39 082	39 082	3 347	31 691	41 781	(10 090)	-24%	20 739
Total Capital Expenditure		20 832	39 082	39 082	3 347	31 691	41 781	(10 090)	-24%	20 739
Capital Expenditure - Standard Classification										
Governance and administration		153	3 185	3 185	789	4 300	3 185	1 115	35%	1 873
Executive and council		30	1 925	1 925	789	4 022	1 925	2 097	109%	137
Budget and treasury office		98	930	930	–	221	930	(709)	-76%	1 385
Corporate services		25	330	330	–	57	330	(273)	-83%	350
Community and public safety		6 155	242	242	5	196	242	(46)	-19%	434
Community and social services		409	120	120	–	91	120	(29)	-24%	296
Sport and recreation		2	65	65	–	66	65	1	1%	75
Public safety		531	57	57	5	39	57	(18)	-31%	63
Housing		5 213	–	–	–	–	–	–		–
Economic and environmental services		9 440	15 153	15 153	2 553	12 167	13 153	(986)	-7%	4 200
Planning and development		7	–	–	–	–	–	–		–
Road transport		9 433	15 153	15 153	2 553	12 167	13 153	(986)	-7%	4 200
Trading services		5 084	20 502	20 502	–	15 028	25 201	(10 173)	-40%	14 232
Electricity		3 635	6 400	6 400	–	6 579	7 900	(1 321)	-17%	5 400
Water		1 284	14 080	14 080	–	8 449	17 279	(8 830)	-51%	7 822
Waste water management		164	–	–	–	–	–	–		981
Waste management		2	22	22	–	–	22	(22)	-100%	29
Other		–	–	–	–	–	–	–		–
Total Capital Expenditure - Standard Classification	3	20 832	39 082	39 082	3 347	31 691	41 781	(10 090)	-24%	20 739
Funded by:										
National Government		10 478	32 292	33 792	2 553	26 838	34 991	(8 153)	-23%	13 905
Transfers recognised - capital		10 478	32 292	33 792	2 553	26 838	34 991	(8 153)	-23%	13 905
Borrowing	6	9 497	–	–	–	–	–	–		–
Internally generated funds		856	6 790	6 790	793	4 853	6 790	(1 937)	-29%	6 834
Total Capital Funding		20 832	39 082	40 582	3 347	31 691	41 781	(10 090)	-24%	20 739

Table C6: Monthly Budget Statement - Financial Position**NC073 Emthanjeni - Table C6 Monthly Budget Statement - Financial Position - M12 June**

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		1 015	968	968	90	968
Call investment deposits		9 688	10 075	10 075	12 547	10 075
Consumer debtors		62 890	22 824	22 824	82 155	22 824
Other debtors		–	11 277	11 277	(4 888)	11 277
Current portion of long-term receivables		5	–	–	–	–
Inventory		452	65 556	65 556	456	65 556
Total current assets		74 049	110 700	110 700	90 362	110 700
Non current assets						
Long-term receivables		1	–	–	–	–
Investments		25	29	29	28	29
Investment property		78 577	5 004	5 004	78 577	5 004
Property, plant and equipment		788 593	932 114	932 114	791 699	932 114
Intangible assets		61	458	458	61	458
Other non-current assets		7	83	83	9	83
Total non current assets		867 266	937 687	937 687	870 375	937 687
TOTAL ASSETS		941 314	1 048 386	1 048 386	960 736	1 048 386
<u>LIABILITIES</u>						
Current liabilities						
Bank overdraft		7 255	9 338	9 338	(340)	9 338
Borrowing		3 433	688	688	589	688
Consumer deposits		2 269	2 289	2 289	2 330	2 289
Trade and other payables		55 309	16 352	16 352	63 538	16 352
Provisions		1 511	2 972	2 972	53 142	2 972
Total current liabilities		69 777	31 639	31 639	119 259	31 639
Non current liabilities						
Borrowing		40 900	–	–	–	–
Provisions		8 013	36 071	36 071	8 596	36 071
Total non current liabilities		48 913	36 071	36 071	8 596	36 071
TOTAL LIABILITIES		118 690	67 709	67 709	127 855	67 709
NET ASSETS	2	822 624	980 677	980 677	832 881	980 677
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated Surplus/(Deficit)		822 624	980 677	980 677	830 628	980 677
Reserves		–	–	–	2 253	–
TOTAL COMMUNITY WEALTH/EQUITY	2	822 624	980 677	980 677	832 881	980 677

Table C7: Monthly Budget Statement - Cash Flow

NC073 Emthanjeni - Table C7 Monthly Budget Statement - Cash Flow - M12 June										
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		22 851	24 942	24 942	3 462	24 746	24 942	(196)	-1%	27 999
Service charges		102 703	113 321	113 321	12 105	99 053	113 321	(14 269)	-13%	99 902
Other revenue		9 811	33 311	33 311	8 334	32 200	33 311	(1 111)	-3%	34 954
Government - operating		34 943	40 761	40 761	-	41 570	37 364	4 206	11%	41 210
Government - capital		14 617	32 292	32 292	-	33 792	29 601	4 191	14%	14 602
Interest		2 272	1 723	1 723	191	1 250	1 723	(473)	-27%	806
Suppliers and employees		(174 312)	(205 542)	(205 542)	(15 011)	(192 473)	(205 542)	(13 069)	6%	(190 113)
Finance charges		(3 365)	(2 055)	(2 055)	(326)	(4 444)	(2 055)	2 389	-116%	(5 468)
NET CASH FROM/(USED) OPERATING ACTIVITIES		9 520	38 753	38 753	8 755	35 694	32 665	(3 029)	-9%	23 890
CASH FLOWS FROM INVESTING ACTIVITIES										
Proceeds on disposal of PPE		94	268	268	1	70	268	(198)	-74%	130
Decrease (increase) other non-current receiv ables		(0)	49 560	-	-	-	-	-		-
Capital assets		(20 141)	(39 082)	(39 082)	(2 834)	(31 912)	(39 082)	(7 170)	18%	(20 739)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(20 047)	10 746	(38 814)	(2 833)	(31 843)	(38 814)	(6 971)	18%	(20 610)
CASH FLOWS FROM FINANCING ACTIVITIES										
Borrowing long term/refinancing		9 497	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	95	95	1	78	87	(8)	-10%	98
Repayment of borrowing		(3 046)	(573)	(573)	(433)	(5 639)	(573)	5 066	-884%	(688)
NET CASH FROM/(USED) FINANCING ACTIVITIES		6 451	(478)	(478)	(432)	(5 561)	(486)	5 074	-1044%	(590)
NET INCREASE/ (DECREASE) IN CASH HELD		(4 076)	49 021	(539)	5 489	(1 709)	(6 635)			2 691
Cash/cash equivalents at beginning:		7 524	7 524	7 524		3 448	7 524			3 448
Cash/cash equivalents at month/year end:		3 448	56 544	6 985		1 739	889			6 138

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

NC073 Emthanjeni - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M12 June														2017/18 medium term Revenue		
Description	Re	Budget Year 2017/18												8 Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
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	3 986	1 335	1 288	1 374	3 563	1 042	1 186	6 714	27 999	28 239	49 909
Service charges - electricity revenue		2 602	4 553	4 410	4 550	4 532	2 889	4 503	5 360	6 473	2 461	3 916	6 930	53 178	56 426	67 691
Service charges - water revenue		1 171	1 710	1 789	1 837	2 131	1 488	1 573	2 212	2 478	1 886	1 858	3 613	23 746	25 448	41 408
Service charges - sanitation revenue		963	792	1 571	1 126	1 212	1 026	1 106	1 144	1 100	913	1 129	2 962	15 045	15 131	16 467
Service charges - refuse		606	493	1 117	743	838	700	683	690	728	789	720	(291)	7 815	7 545	6 583
Service charges - other		33	33	38	33	35	38	34	33	38	30	34	(259)	118	270	132
Rental of facilities and equipment		62	61	72	66	85	70	64	81	72	72	67	(87)	686	734	770
Interest earned - external investments		-	39	-	18	6	2	39	15	14	904	22	(254)	806	830	863
Fines		68	12	9	764	6	290	12	9	24	5	5	5 339	6 543	6 870	7 076
Licences and permits		45	42	37	33	41	27	36	44	46	38	47	1 544	1 978	1 938	2 399
Transfer receipts - operating		17 156	272	-	-	488	11 974	944	230	10 465	-	-	(320)	41 210	41 753	47 657
Other revenue		342	2 699	2 206	2 003	2 002	1 981	2 152	2 303	1 821	2 057	2 104	4 078	25 747	26 967	43 475
Cash Receipts by Source		24 536	13 190	13 160	12 797	15 362	21 819	12 435	13 494	26 825	10 197	11 087	29 969	204 870	212 149	284 431
Other Cash Flows by Source													-			
Transfer receipts - capital		14 000	9 000	-	4 000	-	3 000	3 958	-	4 300	-	-	(23 656)	14 602	14 342	13 798
Proceeds on disposal of PPE		-	-	4	-	60	-	-	(4)	-	7	2	61	130	139	148
Increase in consumer deposits		2	4	12	4	10	2	8	4	17	7	7	21	98	90	71
Total Cash Receipts by Source		38 538	22 194	13 175	16 801	15 432	24 820	16 401	13 494	31 142	10 211	11 096	6 395	219 699	226 720	298 449
Cash Payments by Type													-			
Employee related costs		6 371	6 353	6 115	6 439	6 305	6 471	6 692	5 985	5 877	6 086	5 994	1 004	69 691	73 073	77 674
Remuneration of councillors		398	398	398	398	398	398	701	441	441	441	441	96	4 948	5 015	5 269
Interest paid		3	5	-	1 396	1 384	1	3	601	231	1	492	1 351	5 468	6 143	9 731
Bulk purchases - Electricity		7 028	7 428	6 778	4 068	3 607	337	4 195	7 216	4 452	(124)	7 044	305	52 332	55 359	90 859
Bulk purchases - Water & Sewer		167	199	147	182	119	363	241	338	60	216	249	160	2 440	2 736	4 315
Other materials		192	362	1 410	1 706	1 495	951	513	996	459	601	381	7 705	16 771	18 864	30 971
Contracted services		12	277	688	244	801	48	117	640	57	466	35	6 461	9 846	10 565	17 432
General expenses		2 006	2 942	4 105	3 364	3 881	3 380	5 212	2 835	3 076	3 385	2 979	(3 079)	34 085	35 533	39 397
Cash Payments by Type		16 176	17 963	19 641	17 796	17 991	11 948	17 674	19 053	14 652	11 072	17 615	14 003	195 582	207 287	275 648
Other Cash Flows/Payments by Type																
Capital assets		-	2 646	2 275	6 280	2 425	587	1 008	2 281	3 577	949	7 050	(8 339)	20 739	20 405	22 006
Repayment of borrowing		-	-	-	-	-	-	297	3 614	430	430	433	(4 518)	688	-	-
Total Cash Payments by Type		16 176	20 609	21 916	24 076	20 415	12 535	18 978	24 948	18 659	12 452	25 098	1 146	217 009	227 692	297 654
NET INCREASE/(DECREASE) IN CASH HELD		22 362	1 585	(8 741)	(7 275)	(4 984)	12 285	(2 577)	(11 454)	12 483	(2 241)	(14 002)	5 249	2 691	(972)	795
Cash/cash equivalents at the month/year beginning		3 448	25 810	27 395	18 654	11 379	6 395	18 681	16 103	4 649	17 133	14 892	890	3 448	6 138	5 167
Cash/cash equivalents at the month/year end:		25 810	27 395	18 654	11 379	6 395	18 681	16 103	4 649	17 133	14 892	890	6 138	6 138	5 167	5 962

PART 2 – SUPPORTING DOCUMENTATION Section 5

– Debtors' analysis

Supporting Table SC3

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

Description		NT Code	Budget Year 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	-	2 306	1 270	1 445	1 417	1 234	7 830	-	15 501	11 925		21 799		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	3 885	973	794	598	650	2 966	-	9 866	5 008		4 886		
Receivables from Non-exchange Transactions - Property Rates	1400	-	1 238	662	564	510	564	9 789	-	13 327	11 427		15 330		
Receivables from Exchange Transactions - Waste Water Management	1500	-	975	654	601	581	558	3 821	-	7 189	5 560		9 623		
Receivables from Exchange Transactions - Waste Management	1600	-	513	332	313	297	283	1 950	-	3 689	2 844		4 684		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		-		
Other	1900	-	120	80	68	65	63	447	-	842	643		4 688		
Total By Income Source	2000	-	9 038	3 970	3 785	3 467	3 351	26 803	-	50 414	37 406	-	61 010		
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	-	662	398	353	251	234	2 160	-	4 058	2 998		2 327		
Commercial	2300	-	1 847	458	392	472	189	1 033	-	4 391	2 086		1 358		
Households	2400	-	5 965	2 780	2 706	2 444	2 624	21 765	-	38 284	29 539		51 842		
Other	2500	-	564	333	333	300	304	1 846	-	3 681	2 783		5 484		
Total By Customer Group	2600	-	9 038	3 970	3 785	3 467	3 351	26 803	-	50 414	37 406	-	61 010		

Creditors' analysis

Supporting Table SC4

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

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	8 912	5 482	1 207	1 018					16 619	
Bulk Water	0200	283	-	-						283	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600	-	-							-	
Trade Creditors	0700	289	345	344	1 695					2 675	1
Auditor General	0800	-	-	16	1 810					1 826	-
Other	0900	5 656	-							5 656	2 337
Total By Customer Type	1000	15 141	5 827	1 567	4 523	-	-	-	-	27 058	2 339

Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
<u>Municipality</u>									
General Investment		Yrs	Fixed Depos	30/06/2018	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 - M12 June

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
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		38 380	37 210	37 210	-	39 490	34 109	5 149	15.1%	38 822
Local Government Equitable Share		36 197	34 424	34 424	-	36 704	31 555	5 149	16.3%	36 197
Finance Management		1 625	1 700	1 700	-	1 700	1 558			1 625
Municipal Systems Improvement			-	-			-			-
EPWP Incentive		558	1 086	1 086	-	1 086	996			1 000
Provincial Government:		1 841	881	881	-	1 635	808	827	102.4%	2 388
Health subsidy		-	-	-			-	-		1 227
Housing		680	-	-	-	1 194	-	1 194	#DIV/0!	-
Sport and Recreation	4	1 161	881	881	-	441	808	(367)	-45.5%	1 161
District Municipality:		-	-	-	-	-	-	-		-
								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
Total Operating Transfers and Grants	5	40 221	38 091	38 091	-	41 125	34 917	5 976	17.1%	41 210
Capital Transfers and Grants										
National Government:		10 651	32 292	32 292	-	29 500	29 601	(101)	-0.3%	14 602
Municipal Infrastructure Grant (MIG)		7 283	12 292	12 292	-	8 000	11 268	(3 268)	-29.0%	11 602
Regional Bulk Infrastructure		734	14 000	14 000	-	14 000	12 833	1 167	9.1%	-
Integrated National Electrification Programme		2 634	6 000	6 000	-	7 500	5 500	2 000	36.4%	3 000
Provincial Government:		-	-	-	-	-	-	-		-
								-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
Total Capital Transfers and Grants	5	10 651	32 292	32 292	-	29 500	29 601	(101)	-0.3%	14 602
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	50 872	70 383	70 383	-	70 625	64 518	5 875	9.1%	55 812

Grant expenditure

NC073 Emthanjeni - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June

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
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		38 380	37 210	37 210	1 178	13 455	34 109	(20 654)	-60.6%	38 822
Local Government Equitable Share		36 197	34 424	34 424	1 146	10 957	31 555	(20 598)	-65.3%	36 197
Finance Management		1 625	1 700	1 700	–	1 700	1 558	142	9.1%	1 625
EPWP Incentive		558	1 086	1 086	31	798	996	(197)	-19.8%	1 000
Provincial Government:		1 841	2 108	2 108	77	881	1 932	(1 052)	-54.4%	2 388
Health subsidy		–	1 227	1 227	–	–	1 125	(1 125)	-100.0%	1 227
Housing		680	–	–	–	–	–	–		–
Sport and Recreation		1 161	881	881	77	881	808	73	9.1%	1 161
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total operating expenditure of Transfers and Grants:		40 221	39 318	39 318	1 255	14 336	36 041	(21 706)	-60.2%	41 210
Capital expenditure of Transfers and Grants										
National Government:		10 651	32 292	33 792	4 742	20 699	30 976	(10 277)	-33.2%	13 905
Municipal Infrastructure Grant (MIG)		7 283	12 292	12 292	4 742	8 128	11 268	(3 140)	-27.9%	10 905
Regional Bulk Infrastructure		734	14 000	14 000	–	5 992	12 833	(6 842)	-53.3%	–
Integrated National Electrification Programme		2 634	6 000	7 500	–	6 579	6 875	(296)	-4.3%	3 000
Provincial Government:		–	–	–	–	–	–	–		–
								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total capital expenditure of Transfers and Grants		10 651	32 292	33 792	4 742	20 699	30 976	(10 277)	-33.2%	13 905
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		50 872	71 610	73 110	5 997	35 034	67 017	(31 983)	-47.7%	55 115

Expenditure on councillor and board members allowances and employee benefits

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

Summary of Employee and Councillor remuneration	Ref	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)										
Basic Salaries and Wages		3 311	3 623	3 623	294	3 525	3 623	(98)	-3%	3 451
Pension and UIF Contributions		198	–	–	–	–	–	–		–
Medical Aid Contributions		18	–	–	–	–	–	–		–
Motor Vehicle Allowance		931	1 208	1 208	92	1 101	1 208	(107)	-9%	1 150
Cellphone Allowance		365	414	490	56	666	490	176	36%	395
Other benefits and allowances		–	52	52	–	–	52	(52)	-100%	51
Sub Total - Councillors		4 823	5 297	5 373	441	5 292	5 373	(80)	-1%	5 046
Senior Managers of the Municipality										
Basic Salaries and Wages	3	4 019	4 052	4 052	211	3 807	4 052	(245)	-6%	3 833
Pension and UIF Contributions		805	673	673	31	504	673	(169)	-25%	672
Medical Aid Contributions		161	115	115	7	56	115	(59)	-51%	115
Motor Vehicle Allowance		546	770	770	49	674	770	(96)	-12%	755
Cellphone Allowance		116	382	382	14	155	382	(227)	-59%	138
Other benefits and allowances		243	62	62	37	185	62	123	200%	268
Sub Total - Senior Managers of Municipality		5 891	6 053	6 053	349	5 381	6 053	(672)	-11%	5 781
Other Municipal Staff										
Basic Salaries and Wages		44 715	54 607	54 607	4 024	47 050	54 607	(7 557)	-14%	48 768
Pension and UIF Contributions		8 217	9 228	9 228	727	7 911	9 228	(1 318)	-14%	8 721
Medical Aid Contributions		1 889	1 865	1 865	215	2 580	1 865	715	38%	1 810
Overtime		3 139	1 334	1 334	226	3 304	1 334	1 970	148%	1 477
Motor Vehicle Allowance		1 025	1 150	1 150	79	1 269	1 150	119	10%	1 124
Cellphone Allowance		127	317	317	11	203	317	(114)	-36%	233
Housing Allowances		536	1 178	1 178	52	583	1 178	(594)	-50%	687
Other benefits and allowances		2 928	1 141	1 141	341	3 181	1 141	2 040	179%	1 179
Post-retirement benefit obligations	2	36	57	57	–	–	52	(52)	-100%	58
Sub Total - Other Municipal Staff		62 610	70 877	70 877	5 675	66 081	70 873	(4 791)	-7%	64 057
Total Parent Municipality		73 325	82 228	82 303	6 465	76 754	82 298	(5 544)	-7%	74 884
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Post-retirement benefit obligations								–		
Sub Total - Board Members of Entities	2	–	–	–	–	–	–	–		–
Senior Managers of Entities										
Post-retirement benefit obligations	2							–		
Sub Total - Senior Managers of Entities		–	–	–	–	–	–	–		–
Other Staff of Entities										
Motor Vehicle Allowance								–		6 529
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–		6 529
Total Municipal Entities		–	–	–	–	–	–	–		6 529
TOTAL SALARY, ALLOWANCES & BENEFITS										
		73 325	82 228	82 303	6 465	76 754	82 298	(5 544)	-7%	81 413
TOTAL MANAGERS AND STAFF										
		68 502	76 930	76 930	6 024	71 462	76 926	(5 463)	-7%	76 367

Capital programme performance

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

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									
Monthly expenditure performance trend									
July	4 692	3 257	3 257	0	0	3 257	3 257	100.0%	0%
August	3 635	6 514	6 514	2 646	2 646	9 770	7 124	72.9%	7%
September	164	3 240	3 240	2 275	4 921	13 011	8 089	62.2%	13%
October	–	3 240	3 240	6 280	11 202	16 251	5 049	31.1%	29%
November	531	2 691	2 691	2 425	13 627	18 942	5 315	28.1%	35%
December	–	1 691	1 691	587	14 214	20 633	6 419	31.1%	36%
January	409	2 691	2 691	1 008	15 221	23 324	8 102	34.7%	39%
February	4 433	3 691	3 691	2 281	17 502	27 015	9 513	35.2%	45%
March	98	1 691	1 691	3 577	21 079	28 706	7 627	26.6%	54%
April	25	3 691	3 691	949	22 028	32 397	10 369	32.0%	0
May	6 514	3 240	3 240	7 050	29 078	35 637	6 559	18.4%	0
June	331	3 445	3 445	3 347	32 424	39 082	6 658	17.0%	0
Total Capital expenditure	20 832	39 082	39 082	32 424					

Supporting Table C13

Supporting Tables SC13 include the following:

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

Municipal manager's quality certificate

I, Isak Visser the Municipal Manager of Emthanjeni Municipality hereby certify that the monthly budget statement for the month of June 2018 has been prepared in accordance with the Municipality Finance Management Act and Regulations made under the Act.

Print Name Isak Visser

Municipal manager of Emthanjeni (NC073)

Signature

Date 13/07/2018
