

# EMTHANJENI MUNICIPALITY



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## **AUGUST MONTHLY BUDGET STATEMENT FOR THE YEAR 2018-2019**

# 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 Emthanjani Municipality this means at directorate level.

# **PART 1 – IN-YEAR REPORT**

## **Section 1 – Mayor’s Report**

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

The monthly budget statement for August 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 54 % above the year-to-date budget for August 2018.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2018/2019 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 the there was no payment schedule available at the time of concluding the budget.

Operating expenditure incurred amounts to 1% above the year-to-date operating expenditure. 21.24% of the total capital budget has been spent at 31 August 2018, with 95.83% of that being funded from capital grants.<sup>1</sup>

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

## **Section 2 – Resolutions**

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

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

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

- (a) That Council notes the monthly budget statement and supporting documentation for July 2018.

## **Section 3 – Executive Summary**

### **3.1 Introduction**

The audit report is unqualified with matters of emphasis.

Year-to-date operating revenue realised is 54 % above the year-to-date budget for August 2018.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2018/2019 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 1% above the year-to-date operating expenditure. 21.24% of the total capital budget has been spent at 31 August 2018, with 95.83% 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 R21, 097 Million, above year-to-date budget projections for August 2018<sup>2</sup>.

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

Year-to-date expenditure is 1% or R523 Hundred Thousand, above the year-to-date budget as at 31 August 2018.

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

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

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



## Capital expenditure

Year-to-date expenditure on capital amounts to R8, 304 or 21.24% of the capital budget of R40.582 million<sup>4</sup>. 95.83% of expenditure to date has been funded from capital grants recognised<sup>5</sup>.

Refer to Section 4 – Table C5 for more detail.

## Cash flows

The financial year commenced with cash & cash equivalents balance of R13, 262 million<sup>6</sup>.

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	14 538
Service charges - electricity revenue	22
Fines	(610)
Licences and permits	(268)
<u>Expenditure By Type</u>	
Debt impairment	(1 202)
Depreciation & asset impairment	(280)
Other expenditure	(149)
Other materials	(1 852)
<u>Capital Expenditure</u>	
Road transport	(1 583)
Electricity	1 316
Water	(2 845)
Waste water management	-
<u>Cash Flow</u>	
Service charges	(4 556)
Other revenue	(2 514)
Capital assets	(4 446)

### 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 2018-19
Underspending on the repairs and maintenance Budget	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19
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 2018-19
Slow capital spending	The situation will be taken into account when drawing up the adjustment budget of 2018-19

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

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

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

## Section 4 – In-year budget statement tables

### 4.1 Monthly budget statements

#### 4.1.1 Table C1: s71 Monthly Budget Statement Summary

NC073 Emthanjeni - Table C1 Monthly Budget Statement Summary - M02 August

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	31 033	27 763	27 763	1 281	19 419	4 882	14 538	298%	30 665
Service charges	118 730	119 676	119 676	10 215	19 639	20 711	(1 072)	-5%	106 383
Investment revenue	1 390	931	931	21	21	164	(143)	-87%	806
Transfers recognised - operational	40 221	40 761	40 761	626	17 623	7 364	10 259	139%	41 210
Other own revenue	23 875	36 126	36 126	2 857	3 551	6 036	(2 484)	-41%	38 515
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>215 249</b>	<b>225 257</b>	<b>225 257</b>	<b>15 000</b>	<b>60 255</b>	<b>39 157</b>	<b>21 097</b>	<b>54%</b>	<b>217 580</b>
Employee costs	68 489	76 930	76 930	6 691	12 883	13 719	(836)	-6%	69 838
Remuneration of Councillors	4 835	5 275	5 275	441	882	811	71	9%	5 046
Depreciation & asset impairment	59 128	9 056	9 056	-	-	280	(280)	-100%	7 337
Finance charges	3 365	2 055	2 055	294	510	370	140	38%	5 468
Materials and bulk purchases	71 252	79 832	79 832	10 618	18 443	14 320	4 123	29%	73 894
Transfers and grants	362	-	-	-	-	-	-	-	-
Other expenditure	69 741	50 696	50 696	5 178	7 355	10 051	(2 696)	-27%	54 381
<b>Total Expenditure</b>	<b>277 173</b>	<b>223 843</b>	<b>223 843</b>	<b>23 222</b>	<b>40 074</b>	<b>39 550</b>	<b>523</b>	<b>1%</b>	<b>215 964</b>
<b>Surplus/(Deficit)</b>	<b>(61 924)</b>	<b>1 414</b>	<b>1 414</b>	<b>(8 221)</b>	<b>20 181</b>	<b>(393)</b>	<b>20 574</b>	<b>-5231%</b>	<b>1 616</b>
Transfers recognised - capital	10 478	32 292	32 292	-	3 000	8 698	(5 698)	-66%	14 602
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(51 446)</b>	<b>33 706</b>	<b>33 706</b>	<b>(8 221)</b>	<b>23 181</b>	<b>8 305</b>	<b>14 876</b>	<b>179%</b>	<b>16 218</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(51 446)</b>	<b>33 706</b>	<b>33 706</b>	<b>(8 221)</b>	<b>23 181</b>	<b>8 305</b>	<b>14 876</b>	<b>179%</b>	<b>16 218</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>20 832</b>	<b>39 082</b>	<b>39 082</b>	<b>1 256</b>	<b>5 179</b>	<b>8 304</b>	<b>(3 125)</b>	<b>-38%</b>	<b>20 739</b>
Capital transfers recognised	10 478	32 292	33 792	1 111	4 920	7 958	(3 039)	-38%	13 905
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	9 497	-	-	-	-	-	-	-	-
Internally generated funds	856	6 790	6 790	145	259	346	(87)	-25%	6 834
<b>Total sources of capital funds</b>	<b>20 832</b>	<b>39 082</b>	<b>40 582</b>	<b>1 256</b>	<b>5 179</b>	<b>8 304</b>	<b>(3 125)</b>	<b>-38%</b>	<b>20 739</b>
<b>Financial position</b>									
Total current assets	74 049	110 700	110 700		83 491				110 700
Total non current assets	867 266	937 687	937 687		859 673				937 687
Total current liabilities	69 777	31 639	31 639		151 130				31 639
Total non current liabilities	48 913	36 071	36 071		5 595				36 071
<b>Community wealth/Equity</b>	<b>822 624</b>	<b>980 677</b>	<b>980 677</b>		<b>786 440</b>				<b>980 677</b>
<b>Cash flows</b>									
Net cash from (used) operating	9 520	38 753	38 753	4 748	24 663	12 680	(11 983)	-95%	23 890
Net cash from (used) investing	(20 047)	10 746	(38 814)	(1 394)	(1 323)	(5 825)	(4 502)	77%	(20 610)
Net cash from (used) financing	6 451	(478)	(478)	(430)	(876)	(80)	796	-999%	(590)
<b>Cash/cash equivalents at the month/year end</b>	<b>3 448</b>	<b>56 544</b>	<b>6 985</b>	<b>-</b>	<b>35 726</b>	<b>14 299</b>	<b>(21 427)</b>	<b>-150%</b>	<b>15 952</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	-	10 935	21 415	4 985	3 335	3 321	32 089	-	76 080
<b>Creditors Age Analysis</b>									
Total Creditors	27 510	8 676	1 103	-	2 418	-	-	-	39 707

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

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

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Standard</b>										
<i>Governance and administration</i>		52 456	50 514	50 514	1 793	28 774	8 993	19 781	220%	51 180
Executive and council		4 520	4 245	4 245	75	1 695	757	938	124%	4 295
Budget and treasury office		47 855	46 204	46 204	1 711	27 024	8 227	18 798	229%	46 801
Corporate services		81	65	65	7	55	9	46	502%	84
<i>Community and public safety</i>		19 945	6 857	6 857	114	224	1 143	(919)	-80%	11 325
Community and social services		1 976	1 683	1 683	72	132	257	(126)	-49%	1 942
Sport and recreation		172	162	162	0	(0)	29	(29)	-101%	123
Public safety		17 107	4 969	4 969	39	87	849	(762)	-90%	7 991
Housing		691	44	44	3	6	8	(2)	-28%	41
Health		-	-	-	-	-	-	-	-	1 227
<i>Economic and environmental services</i>		7 905	13 850	13 850	254	257	2 251	(1 994)	-89%	3 816
Planning and development		1 593	13 378	13 378	250	250	2 167	(1 916)	-88%	1 610
Road transport		6 312	472	472	4	6	84	(78)	-93%	2 207
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		145 421	186 327	186 327	12 839	33 679	35 468	(1 789)	-5%	165 860
Electricity		73 287	94 497	94 497	7 610	16 503	14 824	1 679	11%	90 239
Water		33 071	48 659	48 659	2 782	6 578	12 717	(6 140)	-48%	38 471
Waste water management		25 041	26 925	26 925	1 557	6 629	4 925	1 704	35%	24 322
Waste management		14 022	16 246	16 246	890	3 969	3 001	968	32%	12 828
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	<b>2</b>	<b>225 727</b>	<b>257 549</b>	<b>257 549</b>	<b>15 000</b>	<b>62 934</b>	<b>47 855</b>	<b>15 079</b>	<b>32%</b>	<b>232 182</b>
<b>Expenditure - Standard</b>										
<i>Governance and administration</i>		46 819	54 098	54 098	4 611	7 572	8 993	(1 421)	-16%	48 553
Executive and council		9 161	16 790	16 790	1 258	2 069	2 495	(426)	-17%	14 054
Budget and treasury office		29 761	22 975	22 975	1 502	3 030	3 749	(719)	-19%	21 982
Corporate services		7 897	14 334	14 334	1 851	2 473	2 750	(277)	-10%	12 518
<i>Community and public safety</i>		36 019	30 611	30 611	1 915	3 387	5 003	(1 616)	-32%	29 417
Community and social services		19 711	13 074	13 074	868	1 508	2 043	(535)	-26%	11 849
Sport and recreation		4 225	5 285	5 285	387	693	898	(205)	-23%	4 654
Public safety		8 240	9 704	9 704	460	820	1 632	(813)	-50%	10 367
Housing		3 822	2 396	2 396	194	361	403	(42)	-11%	2 400
Health		21	153	153	5	5	27	(22)	-81%	148
<i>Economic and environmental services</i>		35 453	29 566	29 566	1 766	3 180	4 615	(1 435)	-31%	28 440
Planning and development		15 439	12 896	12 896	632	1 335	2 293	(958)	-42%	12 162
Road transport		20 014	16 670	16 670	1 133	1 845	2 322	(477)	-21%	16 278
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		157 618	119 817	119 817	14 834	25 735	20 823	4 912	24%	108 815
Electricity		90 423	76 082	76 082	10 876	19 114	13 301	5 813	44%	71 539
Water		34 937	15 250	15 250	1 256	2 135	2 545	(410)	-16%	12 906
Waste water management		18 541	15 605	15 605	1 430	2 242	2 800	(558)	-20%	12 936
Waste management		13 717	12 880	12 880	1 272	2 244	2 176	68	3%	11 435
<i>Other</i>		1 265	690	690	96	200	116	84	72%	738
<b>Total Expenditure - Standard</b>	<b>3</b>	<b>277 173</b>	<b>234 782</b>	<b>234 782</b>	<b>23 222</b>	<b>40 074</b>	<b>39 550</b>	<b>523</b>	<b>1%</b>	<b>215 964</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(51 446)</b>	<b>22 766</b>	<b>22 766</b>	<b>(8 221)</b>	<b>22 861</b>	<b>8 304</b>	<b>14 556</b>	<b>175%</b>	<b>16 218</b>

## **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) - M02 August

Vote Description	Ref	2017/18	Budget Year 2018/19							
		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	75	1 695	757	938	123.8%	4 295
Vote 2 - FINANCE AND ADMINISTRATION		47 936	46 269	46 269	1 718	27 079	8 236	18 844	228.8%	46 885
Vote 3 - PLANNING AND DEVELOPMENT		1 593	13 378	13 378	250	250	2 167	(1 916)	-88.4%	1 610
Vote 4 - HEALTH		-	-	-	-	-	-	-		1 227
Vote 5 - COMMUNITY AND SOCIAL SERVICES		1 976	1 683	1 683	72	132	257	(126)	-48.8%	1 942
Vote 6 - PUBLIC SAFETY		17 107	4 969	4 969	39	87	849	(762)	-89.7%	7 991
Vote 7 - SPORT AND RECREATION		172	162	162	0	(0)	29	(29)	-100.6%	123
Vote 8 - ROAD TRANSPORT		6 312	472	472	4	6	84	(78)	-92.6%	2 207
Vote 9 - OTHER		-	-	-	-	-	-	-		-
Vote 10 - HOUSING SERVICES		691	44	44	3	6	8	(2)	-27.9%	41
Vote 11 - WASTE MANAGEMENT		14 022	16 246	16 246	890	3 969	3 001	968	32.3%	12 828
Vote 12 - WASTE WATER MANAGEMENT		25 041	26 925	26 925	1 557	6 629	4 925	1 704	34.6%	24 322
Vote 13 - ELECTRICITY		73 287	94 497	94 497	7 610	16 503	14 824	1 679	11.3%	90 239
Vote 14 - WATER		33 071	48 659	48 659	2 782	6 578	12 717	(6 140)	-48.3%	38 471
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	225 727	257 549	257 549	15 000	62 934	47 855	15 079	31.5%	232 182
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		9 161	16 790	16 790	1 258	2 069	2 495	(426)	-17.1%	14 054
Vote 2 - FINANCE AND ADMINISTRATION		37 658	37 309	37 309	3 353	5 503	6 498	(996)	-15.3%	34 499
Vote 3 - PLANNING AND DEVELOPMENT		15 439	12 896	12 896	632	1 335	2 293	(958)	-41.8%	12 162
Vote 4 - HEALTH		21	153	153	5	5	27	(22)	-81.5%	148
Vote 5 - COMMUNITY AND SOCIAL SERVICES		19 711	13 074	13 074	868	1 508	2 043	(535)	-26.2%	11 849
Vote 6 - PUBLIC SAFETY		8 240	9 704	9 704	460	820	1 632	(813)	-49.8%	10 367
Vote 7 - SPORT AND RECREATION		4 225	5 285	5 285	387	693	898	(205)	-22.8%	4 654
Vote 8 - ROAD TRANSPORT		20 014	16 670	16 670	1 133	1 845	2 322	(477)	-20.5%	16 278
Vote 9 - OTHER		1 265	690	690	96	200	116	84	72.2%	738
Vote 10 - HOUSING SERVICES		3 822	2 396	2 396	194	361	403	(42)	-10.5%	2 400
Vote 11 - WASTE MANAGEMENT		13 717	12 880	12 880	1 272	2 244	2 176	68	3.1%	11 435
Vote 12 - WASTE WATER MANAGEMENT		18 541	15 605	15 605	1 430	2 242	2 800	(558)	-19.9%	12 936
Vote 13 - ELECTRICITY		90 423	76 082	76 082	10 876	19 114	13 301	5 813	43.7%	71 539
Vote 14 - WATER		34 937	15 250	15 250	1 256	2 135	2 545	(410)	-16.1%	12 906
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	277 173	234 782	234 782	23 222	40 074	39 550	523	1.3%	215 964
Surplus/ (Deficit) for the year	2	(51 446)	22 766	22 766	(8 221)	22 861	8 304	14 556	175.3%	16 218

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

NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue By Source</b>									
Property rates	30 752	27 763	27 763	1 281	19 419	4 882	14 538	298%	30 665
Property rates - penalties & collection charges	281	-	-	-	-	-	-	-	-
Service charges - electricity revenue	76 314	58 966	58 966	5 039	9 751	9 729	22	0%	56 203
Service charges - water revenue	24 128	30 346	30 346	2 739	5 014	5 394	(380)	-7%	25 864
Service charges - sanitation revenue	11 622	18 938	18 938	1 527	3 055	3 463	(408)	-12%	15 972
Service charges - refuse revenue	6 225	11 301	11 301	876	1 752	2 095	(343)	-16%	8 226
Service charges - other	440	125	125	34	66	29	37	128%	118
Rental of facilities and equipment	833	789	789	68	128	139	(11)	-8%	786
Interest earned - external investments	1 390	931	931	21	21	164	(143)	-87%	806
Interest earned - outstanding debtors	882	1 259	1 259	159	306	222	84	38%	954
Fines	16 970	3 720	3 720	3	17	627	(610)	-97%	6 943
Licences and permits	1 441	1 970	1 970	37	83	351	(268)	-76%	2 508
Transfers recognised - operational	40 221	40 761	40 761	626	17 623	7 364	10 259	139%	41 210
Other revenue	3 035	28 120	28 120	2 588	2 916	4 663	(1 747)	-37%	27 195
Gains on disposal of PPE	714	268	268	0	101	33	68	203%	130
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>215 249</b>	<b>225 257</b>	<b>225 257</b>	<b>15 000</b>	<b>60 255</b>	<b>39 157</b>	<b>21 097</b>	<b>54%</b>	<b>217 580</b>
<b>Expenditure By Type</b>									
Employee related costs	68 489	76 930	76 930	6 691	12 883	13 719	(836)	-6%	69 838
Remuneration of councillors	4 835	5 275	5 275	441	882	811	71	9%	5 046
Debt impairment	35 755	730	730	-	-	1 202	(1 202)	-100%	8 901
Depreciation & asset impairment	59 128	9 056	9 056	-	-	280	(280)	-100%	7 337
Finance charges	3 365	2 055	2 055	294	510	370	140	38%	5 468
Bulk purchases	59 027	60 434	60 434	9 262	16 778	10 802	5 975	55%	57 123
Other materials	12 225	19 397	19 397	1 357	1 665	3 517	(1 852)	-53%	16 771
Contracted services	8 358	9 819	9 819	635	707	2 052	(1 345)	-66%	9 846
Transfers and grants	362	-	-	-	-	-	-	-	-
Other expenditure	25 125	40 147	40 147	4 543	6 649	6 797	(149)	-2%	35 634
Loss on disposal of PPE	502	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>277 173</b>	<b>223 843</b>	<b>223 843</b>	<b>23 222</b>	<b>40 074</b>	<b>39 550</b>	<b>523</b>	<b>1%</b>	<b>215 964</b>
<b>Surplus/(Deficit)</b>	<b>(61 924)</b>	<b>1 414</b>	<b>1 414</b>	<b>(8 221)</b>	<b>20 181</b>	<b>(393)</b>	<b>20 574</b>	<b>(0)</b>	<b>1 616</b>
Transfers recognised - capital	10 478	32 292	32 292	-	3 000	8 698	(5 698)	(0)	14 602
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(51 446)</b>	<b>33 706</b>	<b>33 706</b>	<b>(8 221)</b>	<b>23 181</b>	<b>8 305</b>			<b>16 218</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>	<b>(51 446)</b>	<b>33 706</b>	<b>33 706</b>	<b>(8 221)</b>	<b>23 181</b>	<b>8 305</b>			<b>16 218</b>
Attributable to minorities	-	-	-	-	-	-			-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>(51 446)</b>	<b>33 706</b>	<b>33 706</b>	<b>(8 221)</b>	<b>23 181</b>	<b>8 305</b>			<b>16 218</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-			-
<b>Surplus/ (Deficit) for the year</b>	<b>(51 446)</b>	<b>33 706</b>	<b>33 706</b>	<b>(8 221)</b>	<b>23 181</b>	<b>8 305</b>			<b>16 218</b>

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

NC073 Emxhlanjeni - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M02 August

Vote Description		Re	2017/18 Audited Outcome	Budget Year 2018/19							
			Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
<b>Multi-Year expenditure appropriation</b>		2									
Vote 14 - WATER			-	-	-	-	-	-	-	-	
<b>Total Capital Multi-year expenditure</b>		4,7	-	-	-	-	-	-	-	-	
<b>Single Year expenditure appropriation</b>		2									
Vote 1 - EXECUTIVE AND COUNCIL			30	1 925	1 925	145	234	271	(36)	-13%	137
Vote 2 - FINANCE AND ADMINISTRATION			123	1 260	1 260	-	25	2	23	1082%	1 735
Vote 3 - PLANNING AND DEVELOPMENT			7	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY AND SOCIAL SERVICES			409	120	120	-	-	-	-	-	296
Vote 6 - PUBLIC SAFETY			531	57	57	-	-	-	-	-	63
Vote 7 - SPORT AND RECREATION			2	65	65	-	-	-	-	-	75
Vote 8 - ROAD TRANSPORT			9 433	15 153	15 153	254	254	1 837	(1 583)	-86%	4 200
Vote 10 - HOUSING SERVICES			5 213	-	-	-	-	-	-	-	-
Vote 11 - WASTE MANAGEMENT			2	22	22	-	-	-	-	-	29
Vote 12 - WASTE WATER MANAGEMENT			164	-	-	-	-	-	-	-	981
Vote 13 - ELECTRICITY			3 635	6 400	6 400	513	1 983	667	1 316	197%	5 400
Vote 14 - WATER			1 284	14 080	14 080	344	2 683	5 528	(2 845)	-51%	7 822
<b>Total Capital single-year expenditure</b>		4	20 832	39 082	39 082	1 256	5 179	8 304	(3 125)	-38%	20 739
<b>Total Capital Expenditure</b>			20 832	39 082	39 082	1 256	5 179	8 304	(3 125)	-38%	20 739
<b>Capital Expenditure - Standard Classification</b>											
<b>Governance and administration</b>			153	3 185	3 185	145	259	273	(13)	-5%	1 873
Executive and council			30	1 925	1 925	145	234	271	(36)	-13%	137
Budget and treasury office			98	930	930	-	25	2	23	1082%	1 385
Corporate services			25	330	330	-	-	-	-	-	350
<b>Community and public safety</b>			6 155	242	242	-	-	-	-	-	434
Community and social services			409	120	120	-	-	-	-	-	296
Sport and recreation			2	65	65	-	-	-	-	-	75
Public safety			531	57	57	-	-	-	-	-	63
Housing			5 213	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>			9 440	15 153	15 153	254	254	1 837	(1 583)	-86%	4 200
Planning and development			7	-	-	-	-	-	-	-	-
Road transport			9 433	15 153	15 153	254	254	1 837	(1 583)	-86%	4 200
<b>Trading services</b>			5 084	20 502	20 502	857	4 666	6 195	(1 529)	-25%	14 232
Electricity			3 635	6 400	6 400	513	1 983	667	1 316	197%	5 400
Water			1 284	14 080	14 080	344	2 683	5 528	(2 845)	-51%	7 822
Waste water management			164	-	-	-	-	-	-	-	981
Waste management			2	22	22	-	-	-	-	-	29
<b>Other</b>			-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard Classification</b>		3	20 832	39 082	39 082	1 256	5 179	8 304	(3 125)	-38%	20 739
<b>Funded by:</b>											
National Government			10 478	32 292	33 792	1 111	4 920	7 958	(3 039)	-38%	13 905
Transfers recognised - capital			10 478	32 292	33 792	1 111	4 920	7 958	(3 039)	-38%	13 905
Borrowing		6	9 497	-	-	-	-	-	-	-	-
Internally generated funds			856	6 790	6 790	145	259	346	(87)	-25%	6 834
<b>Total Capital Funding</b>			20 832	39 082	40 582	1 256	5 179	8 304	(3 125)	-38%	20 739



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

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

Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		1 015	968	968	83	968
Call investment deposits		9 688	10 075	10 075	12 713	10 075
Consumer debtors		62 890	22 824	22 824	87 624	22 824
Other debtors		-	11 277	11 277	(17 408)	11 277
Current portion of long-term receivables		5	-	-	-	-
Inventory		452	65 556	65 556	478	65 556
<b>Total current assets</b>		<b>74 049</b>	<b>110 700</b>	<b>110 700</b>	<b>83 491</b>	<b>110 700</b>
<b>Non current assets</b>						
Long-term receivables		1	-	-	-	-
Investments		25	29	29	28	29
Investment property		78 577	5 004	5 004	76 955	5 004
Investments in Associate		-	-	-	-	-
Property, plant and equipment		788 593	932 114	932 114	782 544	932 114
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		61	458	458	137	458
Other non-current assets		7	83	83	9	83
<b>Total non current assets</b>		<b>867 266</b>	<b>937 687</b>	<b>937 687</b>	<b>859 673</b>	<b>937 687</b>
<b>TOTAL ASSETS</b>		<b>941 314</b>	<b>1 048 386</b>	<b>1 048 386</b>	<b>943 164</b>	<b>1 048 386</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		7 255	9 338	9 338	(8 809)	9 338
Borrowing		3 433	688	688	1 117	688
Consumer deposits		2 269	2 289	2 289	2 341	2 289
Trade and other payables		55 309	16 352	16 352	64 574	16 352
Provisions		1 511	2 972	2 972	91 907	2 972
<b>Total current liabilities</b>		<b>69 777</b>	<b>31 639</b>	<b>31 639</b>	<b>151 130</b>	<b>31 639</b>
<b>Non current liabilities</b>						
Borrowing		40 900	-	-	-	-
Provisions		8 013	36 071	36 071	5 595	36 071
<b>Total non current liabilities</b>		<b>48 913</b>	<b>36 071</b>	<b>36 071</b>	<b>5 595</b>	<b>36 071</b>
<b>TOTAL LIABILITIES</b>		<b>118 690</b>	<b>67 709</b>	<b>67 709</b>	<b>156 725</b>	<b>67 709</b>
<b>NET ASSETS</b>	<b>2</b>	<b>822 624</b>	<b>980 677</b>	<b>980 677</b>	<b>786 440</b>	<b>980 677</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		822 624	980 677	980 677	784 187	980 677
Reserves		-	-	-	2 253	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>822 624</b>	<b>980 677</b>	<b>980 677</b>	<b>786 440</b>	<b>980 677</b>

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

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

Description	Re	2017/18	Budget Year 2018/19							
		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	2 039	3 643	4 597	(955)	-21%	27 999
Service charges		102 703	113 321	113 321	6 805	14 331	18 887	(4 556)	-24%	99 902
Other revenue		9 811	33 311	33 311	2 661	3 054	5 568	(2 514)	-45%	34 954
Government - operating		34 943	40 761	40 761	250	17 247	7 364	9 883	134%	41 210
Government - capital		14 617	32 292	32 292	10 950	13 950	10 698	3 252	30%	14 602
Interest		2 272	1 723	1 723	-	-	164	(164)	-100%	806
Payments										
Suppliers and employees		(174 312)	(205 542)	(205 542)	(17 750)	(27 354)	(34 257)	(6 903)	20%	(190 113)
Finance charges		(3 365)	(2 055)	(2 055)	(207)	(207)	(342)	(135)	39%	(5 468)
Transfers and Grants		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		9 520	38 753	38 753	4 748	24 663	12 680	(11 983)	-95%	23 890
CASH FLOWS FROM INVESTING ACTIVITIES										
Proceeds on disposal of PPE		94	268	268	0	101	45	56	126%	130
Decrease (increase) other non-current receivables		(0)	49 560	-	-	-	-	-		-
Capital assets		(20 141)	(39 082)	(39 082)	(1 395)	(1 424)	(5 870)	(4 446)	76%	(20 739)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(20 047)	10 746	(38 814)	(1 394)	(1 323)	(5 825)	(4 502)	77%	(20 610)
CASH FLOWS FROM FINANCING ACTIVITIES										
Borrowing long term/refinancing		9 497	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	95	95	3	3	16	(12)	-79%	98
Repayment of borrowing		(3 046)	(573)	(573)	(433)	(879)	(96)	784	-821%	(688)
NET CASH FROM/(USED) FINANCING ACTIVITIES		6 451	(478)	(478)	(430)	(876)	(80)	796	-999%	(590)
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		7 524	7 524	7 524		13 262	7 524			13 262
Cash/cash equivalents at month/year end:		3 448	56 544	6 985		35 726	14 299			15 952

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

Description	Budget Year 2018/19												2018/19 Medium Term Revenue & Expenditure Framework		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
<b>Cash Receipts By Source</b>															
Property rates	1 603	2 039	-	-	-	-	-	-	-	-	-	24 356	27 999	28 239	43 909
Service charges - electricity revenue	4 650	3 104	-	-	-	-	-	-	-	-	-	46 024	53 178	55 426	67 691
Service charges - water revenue	1 628	1 648	-	-	-	-	-	-	-	-	-	20 470	23 746	25 448	41 408
Service charges - sanitation revenue	1 145	1 265	-	-	-	-	-	-	-	-	-	12 695	15 045	15 131	16 467
Service charges - refuse	649	713	-	-	-	-	-	-	-	-	-	6 453	7 815	7 545	6 583
Service charges - other	54	136	-	-	-	-	-	-	-	-	-	(72)	118	270	132
Rental of facilities and equipment	5	32	-	-	-	-	-	-	-	-	-	648	686	734	770
Interest earned - external investments	-	-	-	-	-	-	-	-	-	-	-	806	806	830	863
Fines	13	3	-	-	-	-	-	-	-	-	-	6 526	6 543	6 870	7 076
Licences and permits	46	37	-	-	-	-	-	-	-	-	-	1 895	1 978	1 938	2 399
Transfer receipts - operating	16 997	250	-	-	-	-	-	-	-	-	-	23 963	41 210	41 753	47 657
Other revenue	328	2 588	-	-	-	-	-	-	-	-	-	22 831	25 747	26 567	43 475
<b>Cash Receipts by Source</b>	<b>26 518</b>	<b>11 756</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>166 596</b>	<b>204 870</b>	<b>212 149</b>	<b>284 431</b>
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital	3 000	10 950	-	-	-	-	-	-	-	-	-	652	14 602	14 342	13 798
Proceeds on disposal of PPE	101	0	-	-	-	-	-	-	-	-	-	29	130	139	148
Increase in consumer deposits	-	3	-	-	-	-	-	-	-	-	-	94	98	90	71
<b>Total Cash Receipts by Source</b>	<b>29 619</b>	<b>22 710</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>167 371</b>	<b>219 699</b>	<b>226 720</b>	<b>298 449</b>
<b>Cash Payments by Type</b>															
Employee related costs	6 130	6 691	-	-	-	-	-	-	-	-	-	56 871	69 691	73 073	77 674
Remuneration of councillors	441	441	-	-	-	-	-	-	-	-	-	4 066	4 948	5 015	5 269
Interest paid	-	207	-	-	-	-	-	-	-	-	-	5 261	5 458	6 143	9 731
Bulk purchases - Electricity	2 507	3 193	-	-	-	-	-	-	-	-	-	46 632	52 332	55 359	99 869
Bulk purchases - Water & Sewer	-	125	-	-	-	-	-	-	-	-	-	2 316	2 440	2 736	4 315
Other materials	381	482	-	-	-	-	-	-	-	-	-	15 908	16 771	18 864	30 971
Contracted services	-	377	-	-	-	-	-	-	-	-	-	9 469	9 846	10 565	17 432
General expenses	146	6 442	-	-	-	-	-	-	-	-	-	27 498	34 086	35 533	39 397
<b>Cash Payments by Type</b>	<b>9 604</b>	<b>17 958</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>168 020</b>	<b>195 582</b>	<b>207 287</b>	<b>275 548</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	29	1 395	-	-	-	-	-	-	-	-	-	19 316	20 739	20 405	22 005
Repayment of borrowing	446	433	-	-	-	-	-	-	-	-	-	(192)	688	-	-
<b>Total Cash Payments by Type</b>	<b>10 079</b>	<b>19 786</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>187 144</b>	<b>217 009</b>	<b>227 692</b>	<b>297 654</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>19 540</b>	<b>2 924</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(19 773)</b>	<b>2 691</b>	<b>(972)</b>	<b>795</b>
Cash/cash equivalents at the month/yea	13 262	32 802	35 726	35 726	35 726	35 726	35 726	35 726	35 726	35 726	35 726	35 726	13 262	15 952	14 980
Cash/cash equivalents at the month/yea	32 802	35 726	35 726	35 726	35 726	35 726	35 726	35 726	35 726	35 726	35 726	15 952	15 952	14 980	15 775

## PART 2 – SUPPORTING DOCUMENTATION Section 5

### – Debtors' analysis

#### Supporting Table SC3

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

Description	NT Code	Budget Year 2018/19										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	-	2 631	1 660	1 658	1 150	1 268	10 102	-	18 478	14 115	-	21 276	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	5 193	2 879	1 711	699	639	3 814	-	14 934	6 863	-	4 650	
Receivables from Non-exchange Transactions - Property Rates	1400	-	1 294	15 417	607	529	493	10 379	-	28 719	12 008	-	15 154	
Receivables from Exchange Transactions - Waste Water Management	1500	-	1 112	855	621	590	564	4 775	-	8 517	6 550	-	9 519	
Receivables from Exchange Transactions - Waste Management	1600	-	587	499	320	302	291	2 451	-	4 451	3 384	-	4 639	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	5 512	
Recoverable unauthorised, irregular, foolish and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	-	117	97	68	65	65	568	-	981	768	-	4 470	
Total By Income Source	2000	-	10 935	21 415	4 985	3 335	3 321	32 089	-	76 080	43 730	-	65 219	
2017/18 - totals only			29621233	3403677	2701031	2413665	2290512	5843844		37 244	13 219		86361700	
Debtors Age Analysis By Customer Group														
Organs of State	2200	-	658	2 788	336	358	260	2 614	-	7 012	3 568	-	2 308	
Commercial	2300	-	2 132	794	365	312	274	1 367	-	5 235	2 308	-	1 733	
Households	2400	-	7 528	17 353	3 964	2 370	2 489	25 833	-	59 525	34 656	-	55 692	
Other	2500	-	621	479	330	296	298	2 274	-	4 298	3 198	-	5 488	
Total By Customer Group	2600	-	10 935	21 415	4 985	3 335	3 321	32 089	-	76 080	43 730	-	65 219	

# Creditors' analysis

## Supporting Table SC4

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

Description	NT Code	Budget Year 2018/19									Prior year
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	totals for chart (same period)
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	19 758	8 268	815						28 841	
Bulk Water	0200	338								338	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600	-	-							-	
Trade Creditors	0700	1 594	408	289	-	1 415				3 705	!
Auditor General	0800	-	-			1 003				1 003	-
Other	0900	5 821	-							5 821	2 337
Total By Customer Type	1000	27 510	8 676	1 103	-	2 418	-	-	-	39 707	2 339

## Investment portfolio analysis

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

Investments by maturity Name of institution & Investment ID	Ref	Period of Investment Yrs/Months	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
<b>Municipality</b>									
Total Call and fixed investment		Yrs	Fixed Depos	30/06/2019	63	5.5%	12 547	16 200	28 810
<b>Municipality sub-total</b>					63		12 547	16 200	28 810
<b>Entities</b>									
<b>Entities sub-total</b>					-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>2</b>				<b>63</b>		<b>12 547</b>	<b>16 200</b>	<b>28 810</b>

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

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

Description		Re	2017/18	Budget Year 2018/19								
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
<u>Operating Transfers and Grants</u>												
National Government:			38 380	37 210	37 210	626	16 399	6 187	10 036	162.2%	38 822	
Local Government Equitable Share			36 197	34 424	34 424	-	15 773	5 737	10 036	174.9%	36 197	
Finance Management			1 625	1 700	1 700	376	376	283			1 625	
EPWP Incentive			558	1 086	1 086	250	250	167			1 000	
Provincial Government:			1 841	881	881	-	-	116	(116)	-100.0%	2 388	
Health subsidy			-	-	-	-	-	-	-		1 227	
Housing			680	-	-	-	-	-	-		-	
Sport and Recreation			1 161	881	881	-	-	116	(116)	-100.0%	1 161	
District Municipality:			-	-	-	-	-	-	-		-	
Other grant providers:			-	-	-	-	-	-	-		-	
Total Operating Transfers and Grants			5	40 221	38 091	38 091	626	16 399	6 303	9 920	157.4%	41 210
<u>Capital Transfers and Grants</u>												
National Government:			10 651	32 292	32 292	10 950	13 950	5 382	8 568	159.2%	14 602	
Municipal Infrastructure Grant (MIG)			7 283	12 292	12 292	10 950	10 950	2 049	8 901	434.5%	11 602	
Regional Bulk Infrastructure			734	14 000	14 000	-	-	2 333	(2 333)	-100.0%	-	
Integrated National Electrification Prog			2 634	6 000	6 000	-	3 000	1 000	2 000	200.0%	3 000	
Provincial Government:			-	-	-	-	-	-	-		-	
District Municipality:			-	-	-	-	-	-	-		-	
Other grant providers:			-	-	-	-	-	-	-		-	
Total Capital Transfers and Grants			5	10 651	32 292	32 292	10 950	13 950	5 382	8 568	159.2%	14 602
TOTAL RECEIPTS OF TRANSFERS			5	50 872	70 383	70 383	11 576	30 349	11 685	18 488	158.2%	55 812

## Grant expenditure

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

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Operating expenditure of Transfers and Grants</b>									
National Government:	38 380	37 210	37 210	1 452	2 471	7 687	(5 217)	-67.9%	38 822
Local Government Equitable Share	36 197	34 424	34 424	1 071	2 019	5 737	(3 718)	-64.8%	36 197
Finance Management	1 625	1 700	1 700	376	376	283	93	32.8%	1 625
EPWP Incentive	558	1 086	1 086	5	75	1 667	(1 591)	-95.5%	1 000
Provincial Government:	1 841	2 108	2 108	109	141	116	25	22.0%	2 388
Health subsidy	-	1 227	1 227	-	-	-	-	-	1 227
Housing	680	-	-	-	-	-	-	-	-
Sport and Recreation	1 161	881	881	109	141	116	25	22.0%	1 161
District Municipality:	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants</b>	<b>40 221</b>	<b>39 318</b>	<b>39 318</b>	<b>1 561</b>	<b>2 611</b>	<b>7 803</b>	<b>(5 191)</b>	<b>-66.5%</b>	<b>41 210</b>
<b>Capital expenditure of Transfers and Grants</b>									
National Government:	10 651	32 292	32 292	1 111	4 920	6 375	(1 455)	-22.8%	13 905
Municipal Infrastructure Grant (MIG)	7 283	12 292	12 292	254	254	1 763	(1 510)	-85.6%	10 905
Regional Bulk Infrastructure	734	14 000	14 000	344	2 683	3 945	(1 262)	-32.0%	-
Integrated National Electrification Programme	2 634	6 000	6 000	513	1 983	667	1 316	197.4%	3 000
Provincial Government:	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>	<b>10 651</b>	<b>32 292</b>	<b>32 292</b>	<b>1 111</b>	<b>4 920</b>	<b>6 375</b>	<b>(1 455)</b>	<b>-22.8%</b>	<b>13 905</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>50 872</b>	<b>71 610</b>	<b>71 610</b>	<b>2 673</b>	<b>7 531</b>	<b>14 178</b>	<b>(6 647)</b>	<b>-46.9%</b>	<b>55 115</b>

# Expenditure on councillor and board members allowances and employee benefits

NC073 Erithanjeni - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August

Summary of Employee and Councillor remuneration	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	3 311	3 623	3 623	294	588	604	(16)	-3%	3 451
Pension and UIF Contributions	198	-	-	-	-	-	-	-	-
Medical Aid Contributions	18	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	931	1 208	1 208	92	184	201	(18)	-9%	1 150
Cellphone Allowance	365	414	414	56	111	69	42	61%	395
Other benefits and allowances	-	52	52	-	-	0	(0)	-100%	51
<b>Sub Total - Councillors</b>	<b>4 823</b>	<b>5 297</b>	<b>5 297</b>	<b>441</b>	<b>882</b>	<b>875</b>	<b>7</b>	<b>1%</b>	<b>5 046</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	4 019	4 052	4 052	271	543	675	(133)	-20%	3 833
Pension and UIF Contributions	805	673	673	31	61	112	(51)	-45%	672
Medical Aid Contributions	161	115	115	7	14	19	(5)	-27%	115
Motor Vehicle Allowance	546	770	770	49	99	128	(30)	-23%	755
Cellphone Allowance	116	382	382	14	28	64	(36)	-56%	138
Other benefits and allowances	243	62	62	3	7	10	(4)	-37%	268
<b>Sub Total - Senior Managers of Municipality</b>	<b>5 891</b>	<b>6 053</b>	<b>6 053</b>	<b>376</b>	<b>751</b>	<b>1 009</b>	<b>(258)</b>	<b>-26%</b>	<b>5 781</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	44 715	54 607	54 607	4 482	8 769	9 101	(332)	-4%	48 768
Pension and UIF Contributions	8 217	9 228	9 228	731	1 463	1 538	(75)	-5%	8 721
Medical Aid Contributions	1 889	1 865	1 865	211	423	311	112	36%	1 810
Overtime	3 139	1 334	1 334	253	572	222	350	157%	1 477
Motor Vehicle Allowance	1 025	1 150	1 150	79	158	192	(34)	-18%	1 124
Cellphone Allowance	127	317	317	11	23	53	(30)	-57%	233
Housing Allowances	536	1 178	1 178	53	105	196	(91)	-46%	687
Other benefits and allowances	2 928	1 141	1 141	69	139	190	(52)	-27%	1 179
Post-retirement benefit obligations	36	57	57	-	-	9	(9)	-100%	58
<b>Sub Total - Other Municipal Staff</b>	<b>62 610</b>	<b>70 877</b>	<b>70 877</b>	<b>5 890</b>	<b>11 652</b>	<b>11 813</b>	<b>(161)</b>	<b>-1%</b>	<b>64 057</b>
<b>Total Parent Municipality</b>	<b>73 325</b>	<b>82 228</b>	<b>82 228</b>	<b>6 707</b>	<b>13 285</b>	<b>13 696</b>	<b>(412)</b>	<b>-3%</b>	<b>74 884</b>
<b>Board Members of Entities</b>									
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Board Members of Entities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Senior Managers of Entities</b>									
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Entities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other Staff of Entities</b>									
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Staff of Entities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Municipal Entities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>73 325</b>	<b>82 228</b>	<b>82 228</b>	<b>6 707</b>	<b>13 285</b>	<b>13 696</b>	<b>(412)</b>	<b>-3%</b>	<b>74 884</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>68 502</b>	<b>76 930</b>	<b>76 930</b>	<b>6 266</b>	<b>12 403</b>	<b>12 822</b>	<b>(419)</b>	<b>-3%</b>	<b>69 838</b>



## Capital programme performance

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

Month	2017/18	Budget Year 2018/19							
	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	4 692	3 257	3 257	475	475	3 257	2 782	85.4%	1%
August	3 635	6 514	6 514	1 828	2 303	9 770	7 468	76.4%	6%
September	164	3 240	3 240	-		13 011	-		
October	-	3 240	3 240	-		16 251	-		
November	531	2 691	2 691	-		18 942	-		
December	-	1 691	1 691	-		20 633	-		
January	409	2 691	2 691	-		23 324	-		
February	4 433	3 691	3 691	-		27 015	-		
March	98	1 691	1 691	-		28 706	-		
April	25	3 691	3 691	-		32 397	-		
May	6 514	3 240	3 240	-		35 637	-		
June	331	3 445	3 445	-		39 082	-		
Total Capital expenditure	20 832	39 082	39 082	2 303					

### 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

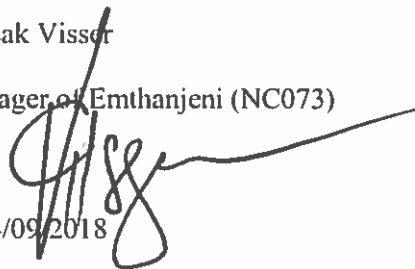
I, Isak Visser the Municipal Manager of Emthanjeni Municipality hereby certify that the monthly budget statement for the month of August 2018 has been prepared in accordance with the Municipality Finance Management Act and Regulations made under the Act.

Print Name Isak Visser

Municipal manager of Emthanjeni (NC073)

Signature

Date 14/09/2018

A handwritten signature in black ink, appearing to read 'Isak Visser', is written over the printed name and date. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

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