

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

APRIL 2016

PART 1: IN - YEAR REPORT

PURPOSE

To report to the Council and submit to National and Provincial Treasury on the monthly financial performance of the Municipality as required by Section 71 of the Municipal Finance Management Act.

EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further state that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the Mayor and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results.

IN YEAR BUDGET STATEMENT TABLES

Table C1 – Budget Statement Summary

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	19 271	26 182	24 797	1 907	18 747	20 664	(1 917)	-9%	24 797
Service charges	59 877	67 601	66 337	5 616	59 716	55 281	4 435	8%	66 337
Investment revenue	3 965	4 600	3 300	409	2 993	2 750	243	9%	3 300
Transfers recognised - operational	170 641	216 652	216 652	360	216 264	180 543	35 720	20%	216 652
Other own revenue	22 264	16 188	13 960	1 368	12 186	11 633	553	5%	13 960
Total Revenue excluding capital transfers	276 019	331 224	325 046	9 659	309 906	270 871	39 035	14%	325 046
Employee costs	102 669	115 256	106 109	7 988	84 459	88 424	(3 965)	-4%	106 109
Remuneration of Councillors	18 844	18 543	17 659	1 581	14 781	14 716	66	0%	17 659
Depreciation & asset impairment	32 042	35 000	35 000	-	-	29 167	(29 167)	-100%	35 000
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	53 540	65 430	67 759	4 980	56 173	56 466	(292)	-1%	67 759
Transfers and grants	1 832	3 300	1 900	200	768	1 583	(815)	-51%	1 900
Other expenditure	128 686	102 901	120 195	8 806	94 313	100 163	(5 849)	-6%	120 195
Total Expenditure	337 613	340 430	348 622	23 556	250 495	290 518	(40 023)	-14%	348 622
Surplus/(Deficit)	(61 594)	(9 206)	(23 576)	(13 897)	59 411	(19 647)	79 058	-402%	(23 576)
Transfers recognised - capital	58 967	63 102	77 739	19 787	68 940	64 783	4 157	6%	77 739
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers	(2 627)	53 896	54 163	5 891	128 351	45 136	83 215	184%	54 163
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(2 627)	53 896	54 163	5 891	128 351	45 136	83 215	184%	54 163
Capital expenditure & funds sources									
Capital expenditure	82 321	99 981	124 455	13 912	80 238	103 712	(23 475)	-23%	124 455
Capital transfers recognised	58 666	63 102	77 739	8 973	65 555	64 783	772	1%	77 739
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	23 655	36 879	46 716	4 938	14 683	38 930	(24 247)	-62%	46 716
Total sources of capital funds	82 321	99 981	124 455	13 912	80 238	103 712	(23 475)	-23%	124 455
Financial position									
Total current assets	78 138	66 715	77 544		127 445				77 544
Total non current assets	830 215	886 793	969 866		830 431				969 866
Total current liabilities	68 432	34 500	27 100		63 280				27 100
Total non current liabilities	79 033	40 000	32 512		76 694				32 512
Community wealth/Equity	760 887	879 008	987 798		817 901				987 798
Cash flows									
Net cash from (used) operating	59 514	72 559	104 998	(15 358)	73 120	136 563	63 443	46%	104 998
Net cash from (used) investing	(69 910)	(94 981)	(89 369)	(16 615)	(91 790)	(74 475)	17 316	-23%	(89 369)
Net cash from (used) financing	-	500	2 597	30	(407)	2 164	2 571	119%	2 597
Cash/cash equivalents at the month/year end	24 851	(1 922)	43 192	-	84 360	89 220	4 860	5%	121 663
Debtors & creditors analysis	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
Debtors Age Analysis									
Total By Income Source	8 394	3 576	2 379	1 762	1 827	1 431	8 731	23 953	52 053
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

The above C1 Sum table summarizes the following activities:-

Revenue:

The actual year to date operational revenue as at end of April 2016 is R309, 906 million and the year to date budget of R270, 871 million and this reflects a positive variance of R39, 035 million that is attributed to receipt of the entire equitable share allocation that is unconditional grant and as a result, get recognized as revenue immediately. The following revenue item categories reflect material negative variance as presented below:

- Rental of facilities: 14% unfavourable variance
- Interest on outstanding debtors: 12% unfavourable variance
- Fines: 26% unfavourable variance

Operating Expenditure

The year to date operational expenditure as at end of April amounts to R250, 495 million and the year to date budget is R290, 518 million. This reflects an unfavourable variance of R40, 023 million (14%) that is caused by depreciation, debt impairment, and transfers and grants that are underperforming. Cognizance should be taken that the above spending does not include "expenditure" on non-cash items and as a results, the expenditure is the actual spending that resulted in actual outflow of cash.

All other expenditure line items are performing almost in line with the year to date budget since the variance thereof is less than 10%.

Capital Expenditure

The year to date actual capital expenditure as at end of April 2016 amounts to R80, 238 million and the year to date budget amounts to R103, 712 million, giving rise to 23% under-spending variance and this is attributed to major projects that have not yet kick-started and they had budget projection/s for the reporting period. The following projects are contributing to the underspending of capital budget since they are budgeted for and they have no movement to date:

- Landscaping of Hoep-Hoep and ImpalaParks
- Installation of Highmast lights
- Development of transfer station (Ntwane)
- Upgrading of traffic offices and control room
- Upgrading of Groblersdal landfill site
- Laersdrift bust route

- Upgrading of Nyakoroane road
- Multi-purpose sports field
- Sephaku construction of stormwater channels
- Dikgalaopment construction of stormwater channels
- Waalkraal construction of stormwater channels
- Aircons
- All speed humps

Surplus/Deficit

Taking the above into consideration, the net operating deficit for the month is R13, 897 million that clearly shows that we are grants dependent.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of April 2016 amounts to R52, 053 million and this shows an increase of R2, 136 million as compared to R49, 916 million as at end of 2014/15 financial year.

Consumer debtors is made up of service charges and property rates that amount to R39, 660 million and other debtors amounting to R12, 393 million.

Creditors

All creditors are paid within 30 days of receipt of invoice as required by MFMA and as a result, our creditor's age analysis does not have figures.

Table C2 – Financial Performance (Standard Classification)

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Standard									
Governance and administration	204 510	250 105	250 238	3 121	243 010	208 532	34 478	17%	250 238
Executive and council	934	930	930	97	837	775	62	8%	930
Budget and treasury office	203 514	248 806	249 298	3 023	242 167	207 748	34 419	17%	249 298
Corporate services	62	369	11	1	5	9	(4)	-40%	11
Community and public safety	2 942	772	1 840	51	1 080	1 533	(453)	-30%	1 840
Community and social services	341	74	37	2	27	31	(4)	-12%	37
Sport and recreation	18	63	3	-	1	3	(1)	-45%	3
Public safety	2 584	635	1 800	49	1 052	1 500	(448)	-30%	1 800
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	63 708	64 347	74 370	19 418	67 396	61 975	5 421	9%	74 370
Planning and development	1 317	1 670	1 230	68	1 076	1 025	50	5%	1 230
Road transport	62 392	62 677	73 139	19 350	66 320	60 950	5 371	9%	73 139
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	63 825	79 101	76 337	6 856	67 361	63 614	3 747	6%	76 337
Electricity	60 334	73 973	72 620	6 576	64 298	60 517	3 782	6%	72 620
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	3 491	5 128	3 717	280	3 062	3 098	(35)	-1%	3 717
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	334 986	394 326	402 785	29 446	378 846	335 654	43 192	13%	402 785
Expenditure - Standard									
Governance and administration	188 442	164 839	174 849	11 919	117 799	145 707	(27 908)	-19%	174 849
Executive and council	42 769	46 223	48 093	3 792	41 630	40 078	1 552	4%	48 093
Budget and treasury office	98 858	70 927	83 899	4 067	38 146	69 916	(31 770)	-45%	83 899
Corporate services	46 815	47 689	42 856	4 059	38 023	35 714	2 309	6%	42 856
Community and public safety	27 466	22 539	21 477	1 502	16 603	17 898	(1 294)	-7%	21 477
Community and social services	17 387	9 004	9 050	613	7 130	7 541	(411)	-5%	9 050
Sport and recreation	-	579	719	95	503	599	(96)	-16%	719
Public safety	10 079	12 956	11 709	794	8 970	9 757	(787)	-8%	11 709
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	48 863	63 638	58 493	4 270	46 435	48 744	(2 309)	-5%	58 493
Planning and development	14 116	14 507	10 580	580	6 831	8 817	(1 985)	-23%	10 580
Road transport	34 747	49 131	47 913	3 689	39 604	39 928	(324)	-1%	47 913
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	72 841	89 414	93 803	5 865	69 658	78 169	(8 512)	-11%	93 803
Electricity	60 819	72 315	73 872	4 667	55 091	61 560	(6 469)	-11%	73 872
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	12 223	17 099	19 931	1 199	14 567	16 609	(2 042)	-12%	19 931
Other	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	337 613	340 430	348 622	23 556	250 495	290 518	(40 023)	-14%	348 622
Surplus/ (Deficit) for the year	(2 627)	53 896	54 163	5 891	128 351	45 136	83 215	184%	54 163

Table C3 – Fin' Performance (Revenue and Expenditure by vote)

Vote Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	934	930	930	97	837	775	62	8.0%	930
Vote 3 - Budget & Treasury	203 514	248 806	249 298	3 023	242 167	207 748	34 419	16.6%	249 298
Vote 4 - Corporate Services	62	369	11	1	5	9	(4)	-39.7%	11
Vote 5 - Community Services	11 515	12 248	9 957	1 053	8 098	8 298	(200)	-2.4%	9 957
Vote 6 - Technical Services	117 644	130 302	141 359	25 204	126 663	117 800	8 864	7.5%	141 359
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1 317	1 670	1 230	68	1 076	1 025	50	4.9%	1 230
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	334 986	394 326	402 785	29 446	378 846	335 654	43 192	12.9%	402 785
Expenditure by Vote									
Vote 1 - Executive & Council	28 444	27 732	30 179	2 979	27 292	25 149	2 143	8.5%	30 179
Vote 2 - Office of the Municipal Manager	14 324	20 660	21 099	1 032	16 880	17 582	(702)	-4.0%	21 099
Vote 3 - Budget & Treasury	98 858	70 927	83 899	4 067	38 146	69 916	(31 770)	-45.4%	83 899
Vote 4 - Corporate Services	46 815	28 962	18 506	1 995	17 534	15 422	2 112	13.7%	18 506
Vote 5 - Community Services	56 589	46 798	43 209	3 100	35 308	36 008	(700)	-1.9%	47 395
Vote 6 - Technical Services	78 466	114 286	119 984	7 956	90 557	99 987	(9 430)	-9.4%	115 798
Vote 7 - Strategic Deveopment	6 423	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	7 693	14 041	7 396	362	4 289	6 163	(1 874)	-30.4%	7 396
Vote 9 - Executive Support	-	17 023	24 350	2 065	20 489	20 292	198	1.0%	24 350
Total Expenditure by Vote	337 613	340 430	348 622	23 556	250 495	290 518	(40 023)	-13.8%	348 622
Surplus/ (Deficit) for the year	(2 627)	53 896	54 163	5 891	128 351	45 136	83 215	184.4%	54 163

Table C2 and C3 measure the monthly actuals and year to date actuals against the year to date budget. The aforementioned budget tables are presented by standard classification and vote respectively, for both revenue and expenditure. The variances are all reflected in the year-to-date variance column.

The financial results portrayed in the two tables are the same as those in other tables (i.e. it is only the description or basis of reporting that is based on financial or budget performance by vote or department, and National Treasury's standard classification.

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	19 271	26 182	24 797	1 907	18 747	20 664	(1 917)	-9%	24 797
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	56 385	62 973	62 620	5 336	56 654	52 183	4 470	9%	62 620
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	3 483	4 628	3 717	280	3 062	3 098	(35)	-1%	3 717
Service charges - other	8	-	-	-	-	-	-	-	-
Rental of facilities and equipment	1 199	3 290	1 000	65	713	833	(120)	-14%	1 000
Interest earned - external investments	3 965	4 600	3 300	409	2 993	2 750	243	9%	3 300
Interest earned - outstanding debtors	5 861	4 500	6 500	508	4 787	5 417	(630)	-12%	6 500
Dividends received	-	-	-	-	-	-	-	-	-
Fines	2 584	635	1 800	49	1 049	1 500	(451)	-30%	1 800
Licences and permits	5 081	6 348	4 400	722	3 955	3 667	289	8%	4 400
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	170 641	216 652	216 652	360	216 264	180 543	35 720	20%	216 652
Other revenue	7 540	1 415	260	24	1 682	216	1 466	677%	260
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue excluding capital transfers	276 019	331 224	325 046	9 659	309 906	270 871	39 035	14%	325 046
Expenditure By Type									
Employee related costs	102 669	115 256	106 109	7 988	84 459	88 424	(3 965)	-4%	106 109
Remuneration of councillors	18 844	18 543	17 659	1 581	14 781	14 716	66	0%	17 659
Debt impairment	11 357	11 000	11 000	-	(2)	9 167	(9 168)	-100%	11 000
Depreciation & asset impairment	32 042	35 000	35 000	-	-	29 167	(29 167)	-100%	35 000
Finance charges	-	-	-	-	-	-	-	-	-
Bulk purchases	51 853	60 000	61 270	4 325	50 862	51 058	(197)	0%	61 270
Other materials	1 687	5 430	6 489	656	5 312	5 408	(96)	-2%	6 489
Contracted services	11 259	21 950	31 758	3 531	28 756	26 465	2 291	9%	31 758
Transfers and grants	1 832	3 300	1 900	200	768	1 583	(815)	-51%	1 900
Other expenditure	106 070	69 551	77 438	5 275	65 559	64 531	1 028	2%	77 438
Loss on disposal of PPE	-	400	-	-	-	-	-	-	-
Total Expenditure	337 613	340 430	348 622	23 556	250 495	290 518	(40 023)	-14%	348 622
Surplus/(Deficit)	(61 594)	(9 206)	(23 576)	(13 897)	59 411	(19 647)	79 058	(0)	(23 576)
Transfers recognised - capital	58 967	63 102	77 739	19 787	68 940	64 783	4 157	0	77 739
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers	(2 627)	53 896	54 163	5 891	128 351	45 136			54 163
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	(2 627)	53 896	54 163	5 891	128 351	45 136			54 163
Attributable to minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	(2 627)	53 896	54 163	5 891	128 351	45 136			54 163
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(2 627)	53 896	54 163	5 891	128 351	45 136			54 163

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections or targets are on rental of facilities, interest on outstanding debtors, and fines. In the case of expenditure, all the line items reflect

immaterial variances except transfer and grants expenditure that has under-spending variance of 51% and debt impairment and depreciation that have 100% variance.

Reasons for deviations will only be provided for material variances and a variance is deemed to be material if it's 10% and more.

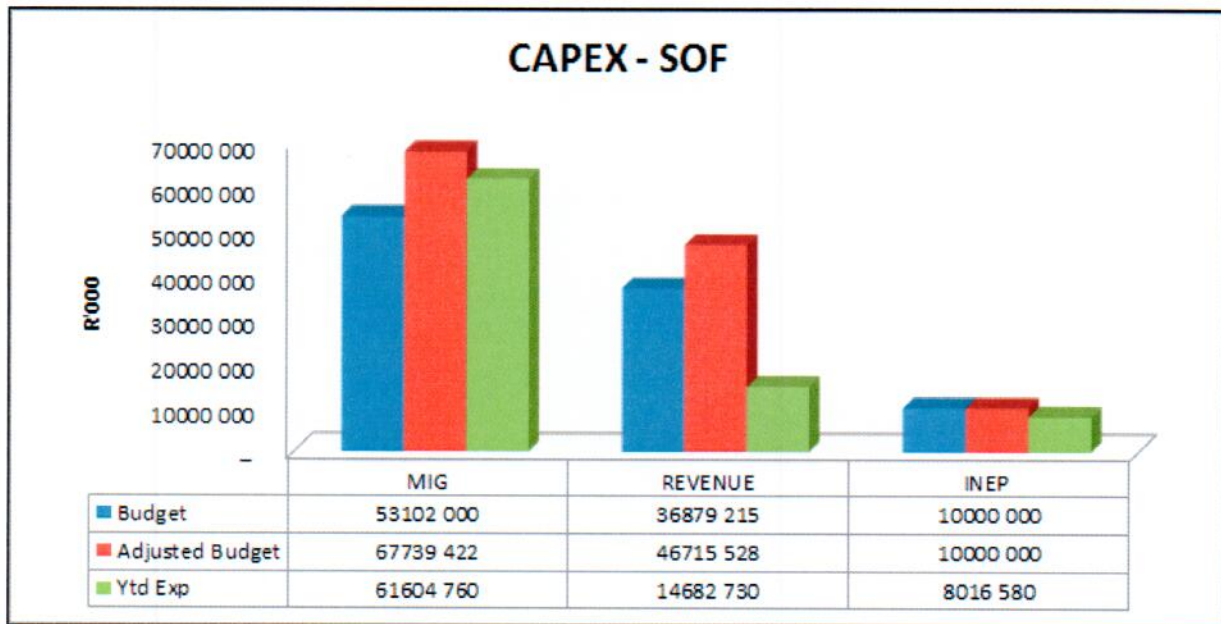
Table C5 Capex: Monthly Capital Expenditure by Vote

Vote Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1 470	1 100	1 434	81	921	1 195	(274)	-23%	1 434
Vote 5 - Community Services	244	4 200	4 700	(67)	2 977	3 917	(940)	-24%	4 700
Vote 6 - Technical Services	46 806	56 735	76 398	10 354	49 524	63 665	(14 141)	-22%	76 398
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	48 519	62 035	82 533	10 368	53 423	68 777	(15 354)	-22%	82 533
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1 471	-	300	-	-	250	(250)	-100%	300
Vote 5 - Community Services	-	2 300	1 800	-	-	1 500	(1 500)	-100%	1 800
Vote 6 - Technical Services	31 181	35 646	39 822	3 543	26 815	33 185	(6 370)	-19%	39 822
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1 150	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	33 802	37 946	41 922	3 543	26 815	34 935	(8 120)	-23%	41 922
Total Capital Expenditure	82 321	99 981	124 455	13 912	80 238	103 712	(23 475)	-23%	124 455

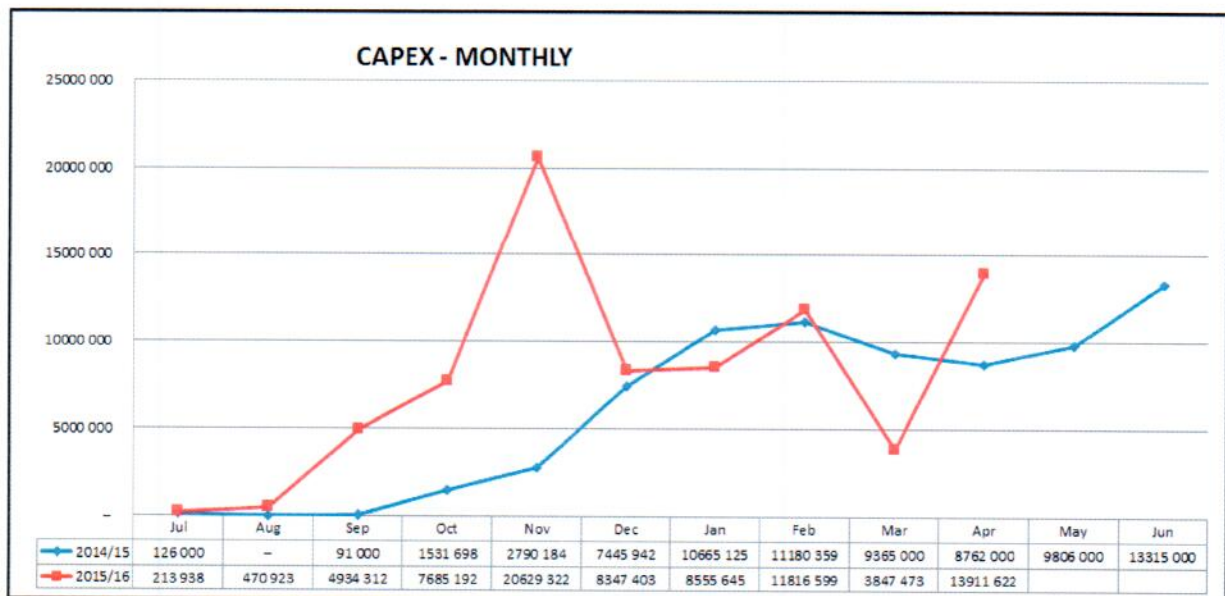
Table C5C: Monthly Capital Expenditure by Standard Classification and Funding

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Standard Classification									
Governance and administration	2 940	1 100	1 734	81	921	1 445	(524)	-36%	1 734
Executive and council	-	-	-	-	-	-	-		-
Budget and treasury office	-	-	-	-	-	-	-		-
Corporate services	2 940	1 100	1 734	81	921	1 445	(524)	-36%	1 734
Community and public safety	244	6 500	1 600	(67)	2 977	1 333	1 644	123%	1 600
Community and social services	244	6 500	600	(67)	2 977	500	2 477	495%	600
Sport and recreation	-	-	-	-	-	-	-		-
Public safety	-	-	1 000	-	-	833	(833)	-100%	1 000
Housing	-	-	-	-	-	-	-		-
Health	-	-	-	-	-	-	-		-
Economic and environmental services	70 300	79 381	96 993	12 563	65 551	80 828	(15 277)	-19%	96 993
Planning and development	1 150	-	-	-	-	-	-		-
Road transport	69 150	79 381	96 993	12 563	65 551	80 828	(15 277)	-19%	96 993
Environmental protection	-	-	-	-	-	-	-		-
Trading services	8 837	13 000	24 128	1 334	10 789	20 106	(9 318)	-46%	24 128
Electricity	8 837	13 000	23 228	1 334	10 789	19 356	(8 568)	-44%	23 228
Water	-	-	-	-	-	-	-		-
Waste water management	-	-	-	-	-	-	-		-
Waste management	-	-	900	-	-	750	(750)	-100%	900
Other	-	-	-	-	-	-	-		-
Total Capital Expenditure	82 321	99 981	124 455	13 912	80 238	103 712	(23 475)	-23%	124 455
Funded by:									
National Government	58 666	53 102	77 739	8 973	65 555	64 783	772	1%	77 739
Provincial Government	-	-	-	-	-	-	-		-
District Municipality	-	-	-	-	-	-	-		-
Other transfers and grants	-	10 000	-	-	-	-	-		-
Transfers recognised - capital	58 666	63 102	77 739	8 973	65 555	64 783	772	1%	77 739
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	23 655	36 879	46 716	4 938	14 683	38 930	(24 247)	-62%	46 716
Total Capital Funding	82 321	99 981	124 455	13 912	80 238	103 712	(23 475)	-23%	124 455

The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of April 2016, R13, 912 million spending was incurred and the year to date expenditure is R80, 238 million whilst the year to date budget is R103, 712 million and this gave rise to an unfavourable spending variance of R23, 475 million or 23%.



The above graph shows the components of sources of finance for capital budget. Of the total adjusted capital budget of R124, 455 million, R67, 739 million is funded from Municipal Infrastructure grant of which R14, 637 million is a roll over from the 2014/15 financial year , R10 million from INEP and R46, 716 million from Own Revenue and the spending per source of finance is presented in the above graph.



The above graph compares the 2014/15 and 2015/16 monthly capital expenditure performance. In addition, the graph shows that the 2015/16 capital expenditure pattern started improving in November and went slightly down in December and January, and went up in February and dropped again in March and went up in April 2016.

Table C6: Monthly Budget Statement Financial Position

Description	2014/15	Budget Year 2015/16			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	24 967	10 631	18 192	3 046	18 192
Call investment deposits	–	15 000	25 000	81 314	25 000
Consumer debtors	18 744	24 184	24 184	26 713	24 184
Other debtors	31 791	14 400	7 232	12 997	7 232
Current portion of long-term receivables	–	–	–	–	–
Inventory	2 636	2 500	2 936	3 375	2 936
Total current assets	78 138	66 715	77 544	127 445	77 544
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	–	–	–	–	–
Investment property	89 472	90 000	85 382	89 472	85 382
Investments in Associate	–	–	–	–	–
Property, plant and equipment	729 129	796 793	884 484	729 669	884 484
Agricultural	–	–	–	–	–
Biological assets	323	–	–	–	–
Intangible assets	640	–	–	640	–
Other non-current assets	10 650	–	–	10 650	–
Total non current assets	830 215	886 793	969 866	830 431	969 866
TOTAL ASSETS	908 353	953 508	1 047 410	957 876	1 047 410
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	5 531	5 500	5 600	5 124	5 600
Trade and other payables	61 539	29 000	21 500	58 156	21 500
Provisions	1 362	–	–	–	–
Total current liabilities	68 432	34 500	27 100	63 280	27 100
Non current liabilities					
Borrowing	–	–	–	–	–
Provisions	79 033	40 000	32 512	76 694	32 512
Total non current liabilities	79 033	40 000	32 512	76 694	32 512
TOTAL LIABILITIES	147 465	74 500	59 612	139 975	59 612
NET ASSETS	760 887	879 008	987 798	817 901	987 798
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	760 887	879 008	987 798	817 901	987 798
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	760 887	879 008	987 798	817 901	987 798

The above table shows that community wealth amounts to R817, 901 million, total liabilities R139, 975 million and the total assets R957, 876 million.

Table C7: Monthly Budget Statement Cash Flow

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	81 994	107 021	93 677	7 988	63 334	78 064	(14 730)	-19%	93 677
Government - operating	177 191	170 641	216 652	-	215 904	216 652	(748)	0%	216 652
Government - capital	58 967	50 840	77 739	-	49 153	77 739	(28 587)	-37%	77 739
Interest	9 257	8 105	5 153	409	2 993	4 294	(1 301)	-30%	5 153
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(267 838)	(254 448)	(286 323)	(23 556)	(257 495)	(238 603)	18 892	-8%	(286 323)
Finance charges	-	-	-	-	-	-	-	-	-
Transfers and Grants	(58)	(9 600)	(1 900)	(200)	(769)	(1 583)	(815)	51%	(1 900)
NET CASH FROM/(USED) OPERATING ACTIVITIES	59 514	72 559	104 998	(15 358)	73 120	136 563	63 443	46%	104 998
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	459	5 000	1 846	-	-	1 539	(1 539)	-100%	1 846
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	33 239	(756)	(629)	27 699	(28 329)	-102%	33 239
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(70 369)	(99 981)	(124 455)	(15 859)	(91 161)	(103 712)	(12 551)	12%	(124 455)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(69 910)	(94 981)	(89 369)	(16 615)	(91 790)	(74 475)	17 316	-23%	(89 369)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	500	2 597	30	(407)	2 164	(2 571)	-119%	2 597
Payments									
Repayment of borrowing	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	500	2 597	30	(407)	2 164	2 571	119%	2 597
NET INCREASE/ (DECREASE) IN CASH HELD	(10 396)	(21 922)	18 225	(31 943)	(19 078)	64 253			18 225
Cash/cash equivalents at beginning:	35 247	20 000	24 967		103 438	24 967			103 438
Cash/cash equivalents at month/year end:	24 851	(1 922)	43 192		84 360	89 220			121 663

Table C7 presents details pertaining to cash flow performance. As at end of April 2016, the net cash inflow from operating activities is R73, 120 million whilst net cash outflow from investing activities is R91, 790 million that is mainly comprised of capital expenditure movement; and the net cash outflow from financing activities is R407 thousand. The net effect of the above cash flows is cash outflow movement of R19, 078 million. The cash and cash equivalent at end of the reporting period is R84, 360 million that is made up of cash amounting R3, 046 million and short term investments of R81, 314 million as presented in Table A6 under current assets.

PART 2: SUPPORTING TABLES

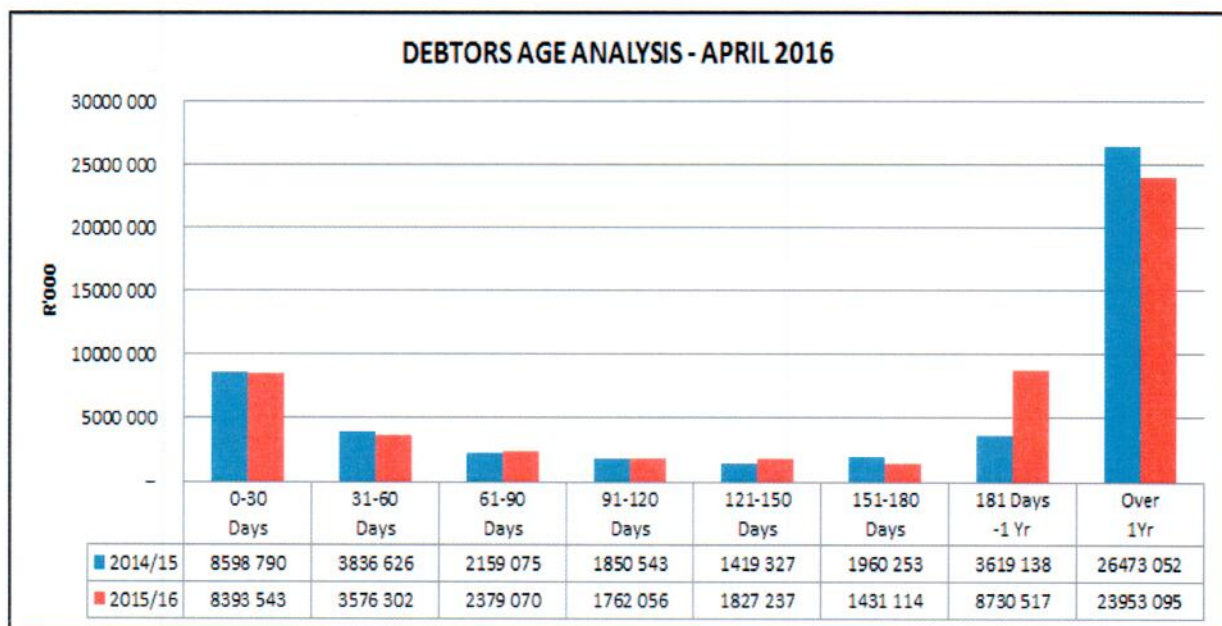
Supporting Table: SC 3 - Debtors Age Analysis

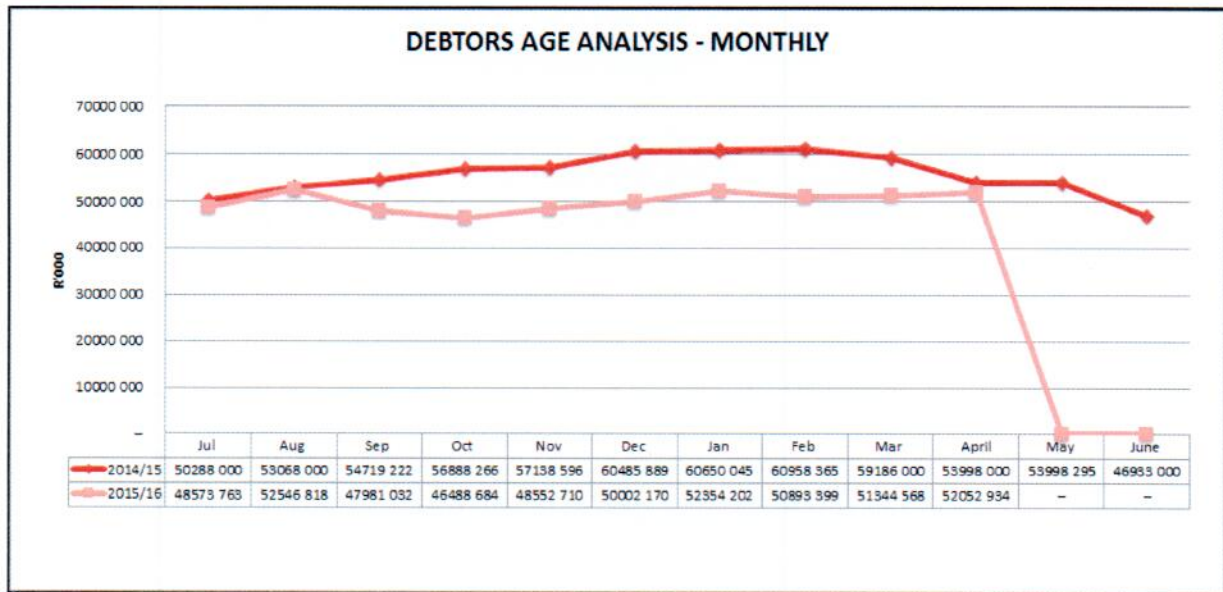
Description	Budget Year 2015/16										Total	
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days -1 Year	Over 1 Year				
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	5 349	1 530	791	425	523	187	1 226	1 202	11 234			
Receivables from Non-exchange Transactions - Property Rates	1 928	1 009	758	679	658	644	3 423	16 391	25 490			
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-			
Receivables from Exchange Transactions - Waste Management	294	127	66	42	36	35	182	1 134	1 917			
Receivables from Exchange Transactions - Property Rental Debtors	67	19	11	17	17	11	66	810	1 019			
Interest on Arrear Debtor Accounts	-	-	-	-	-	-	-	-	-			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-			
Other	755	891	752	599	594	554	3 833	4 416	12 393			
Total By Income Source	8 394	3 576	2 379	1 762	1 827	1 431	8 731	23 953	52 053			
2014/15 - Totals only	8 599	3 837	2 159	1 851	1 419	1 960	3 619	26 473	49 917			
Debtors Age Analysis By Customer Group												
Organs of State	929	627	612	403	587	170	745	1 404	5 477			
Commercial	3 948	1 051	538	378	288	348	2 217	3 582	12 349			
Households	2 385	1 156	735	511	485	452	2 728	11 147	19 597			
Other	1 132	743	495	470	467	461	3 041	7 820	14 630			
Total By Customer Group	8 394	3 576	2 379	1 762	1 827	1 431	8 731	23 953	52 053			

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of April amount to R52, 053 million. The debtors' book is made up as follows:

- Rates 48,97%
- Electricity 21,58%
- Rental 1,94%
- Refuse removal 1,96%
- Other - 23,81%

The debtors' age analysis is graphically presented below.





The initial graph compares debtors' age analysis for 2014/15 financial year and 2015/16 (as at end of April 2016) whilst the latter shows monthly movement of debtors for both the current financial year and the 2014/15 financial year.

Below is list of top twenty debtors that contribute significantly to the ever growing debt book.

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	AMOUNT	REMARKS
9900067	WATER PURIFICATION PLANT (SDM)	1 821 755.54	Handed-over
9012345	BREED J & OOSTHUIZEN J F	596 946.75	Hand-over
1501364	JAN JOUBERT TR (JO JO TANKS)	375 723.83	Current
9000000	REPUBLIEK VAN SUID-AFRIKA	256 117.48	Hand-over (Rates & taxes)
2913	SHOPRITE/CHECKERS	244 095.00	Current
6000908	DEPARTMENT OF EDUCATION	240 247.77	The matter is being discussed at Provincial Debt Forum level
201885	SHOPRITE CHECKERS (PTY) LTD	233 493.89	Current
9001077	ROYAL SQUARE INV 361 CC	228 669.83	Handed-over
211693	BOXER SUPERSTORE'ATT KERSHNEE	203 913.36	Handed-over
37850	WORLD WATCH TRADING 136 CC	197 443.30	Handed-over
9000804	NATIONAL GOVERNMENT REPUBLIC OF SOUTH AFRICA	195 049.75	Hand-over (Rates & taxes)
9001052	NDEBELE STAM	183 819.23	hand-over
9000628	LANDBOUNAVORSINGSRAAD	179 779.53	Handed-over
214913	MEAT SPOT	167 676.98	Handed-over
5050505	MOBILE TELEPHONE NETWORKS (PTY	162 887.30	Handed-over
9001050	NDEBELE STAM	158 751.62	Handed-over
400383	BEN J A FAMILIE TRUST JAFAMILIET	150 057.49	Hand-over
136	LIZINEX (PTY) LTD	147 215.60	Handed-over
TOTAL		5 743 644.25	

Supporting Table: SC 4 - Creditors Age Analysis

Description	NT Code	Budget Year 2015/16									Prior year totals for chart
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	-	-	-	-	-	-	-	-	-

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30 days of receiving an invoice. All creditors for the month were paid within the stipulated period of thirty days and no creditors were outstanding for more than 30 days, hence the age analysis table is blank.

TOP TWENTY CREDITORS PAID

CODE	CREDITOR NAME	AMOUNT
4001	MOKWENA MOTORS T/A NONYANE MOT	492 960
32409	MAKGONATSOHLE TRADING ENTERPRI	177 798
7989	MUNSOFT (PTY) LTD	71 723
41037	SML PROJECTS PTY LTD	51 685
41080	NTOMBI'S TRAVEL'S	32 620
8926	PLANT MACHINERY KING	29 760
41106	MOON AND EARTH TRADING	29 610
41107	SHINY STARS TRADING AND PROJEC	29 500
923	DI-KETSO TSA RONA CONSTRUCTION	29 400
41054	BS PRINCE (PTY) LTD	29 000
41096	SUPER HARDER TRADING	28 970
40062	ATNOM GROUP	28 900
32041	ONRATILE BEST SUPPLIER	28 800
37812	K J MALOA CONSTRUCTION AND PRO	28 677
1213	MASOLA EVENTS MANAG & PROMO CC	27 980
41019	KWENAMEETSE TRANSPORT AND ENTE	27 500
37770	BAHLOTSE TRADING (PTY) LTD	27 445
35392	PHIL-MODI BUSINESS ENTERPRISE	27 040
37641	RASESE DEVELOPERS AND CONSTRUC	27 000
41040	SIZANO PROJECTS AND SERVICES	26 540
GRAND TOTAL		1 252 908

The above table presents the top twenty creditors paid during the month of April 2016 and an amount of R1, 252 million was paid during the month under review.

Supporting Table: SC 5 - Investment Portfolio

Investments by maturity Name of institution & investment ID	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
Municipality								
Sanlam	1 Month	Short term	2016/04/31	0	0.06%	338	(0)	338
Nedbank	1 month	Short term	2016/04/31	83	7.51%	30 000	-	30 185
Nedbank	1 Month	Short term	2016/04/31	185	7.27%	35 355	-	35 438
Absa - MIG	1 Months	Short term	2016/04/31	87	211.17%	41	5 662	5 728
Absa Call Account	1 Month	Short term	2016/04/31	24	0.12%	19 539	(10 000)	9 625
TOTAL INVESTMENTS AND INTEREST				379		85 273	(4 338)	81 314

Supporting table SC5 presents all investments that indicate that the total amount of R81, 314 million had been invested as at end of April 2016. The opening balance was R85, 273 million, an amount of R5, 662 million has been invested as addition during the current month whilst an amount of R10 million was withdrawn, and accrued interest for the month amounted to R379 thousand.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	170 641	216 652	216 652	-	216 652	216 652	-		216 652
Local Government Equitable Share	166 920	212 959	212 959	-	212 959	212 959	-		212 959
Finance Management	1 600	1 600	1 600	-	1 600	1 600	-		1 600
Municipal Systems Improvement	934	930	930	-	930	930	-		930
EPWP Incentive	1 187	1 163	1 163	-	1 163	1 163	-		1 163
Other transfers and grants [insert description]							-		
Provincial Government:	-	-	-	-	-	-	-		-
N/A							-		
Other transfers and grants [insert description]							-		
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total Operating Transfers and Grants	170 641	216 652	216 652	-	216 652	216 652	-		216 652
Capital Transfers and Grants									
National Government:	65 840	63 102	63 102	-	63 102	63 102	-		63 102
Municipal Infrastructure Grant (MIG)	65 840	63 102	63 102	-	63 102	63 102	-		63 102
Intergrated National Electrification Grant	-	10 000	-	-	-	-	-		-
Provincial Government:	-	-	-	-	-	-	-		-
N/A							-		
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total Capital Transfers and Grants	65 840	63 102	63 102	-	63 102	63 102	-		63 102
TOTAL RECEIPTS OF TRANSFERS & GRANTS	236 481	279 754	279 754	-	279 754	279 754	-		279 754

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R279, 754 million of which the major portion is attributed to equitable share (i.e. R212, 959 million) received. All the grants allocated for the current financial year have been received as gazetted.

Supporting Table: SC 7 Transfers and grants – Expenditure

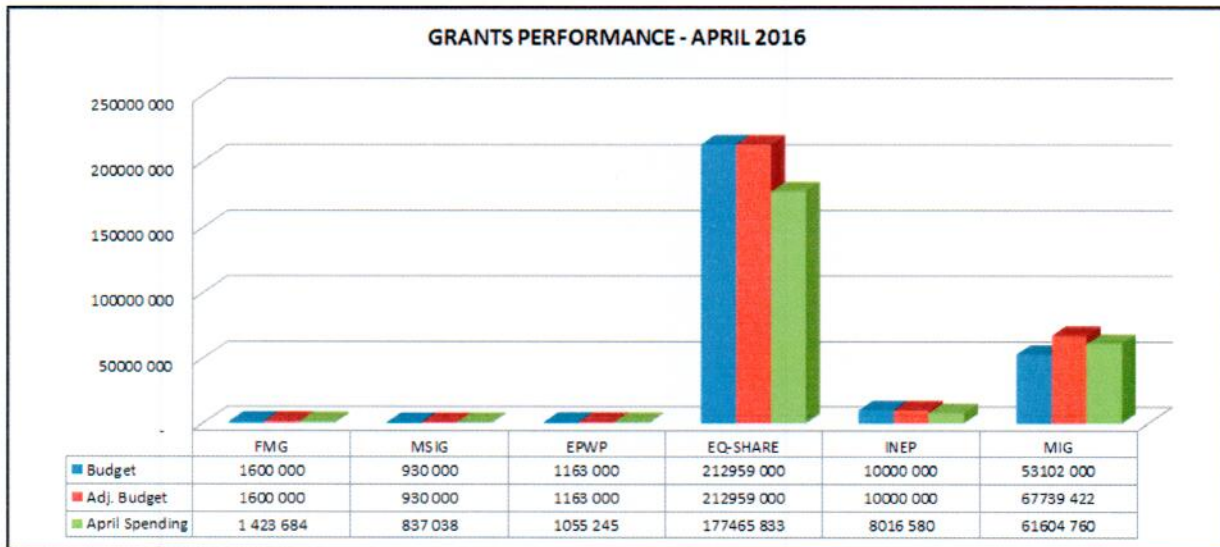
Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	170 635	216 652	216 652	18 106	180 782	180 543	238	0.1%	216 652
Local Government Equitable Share	166 920	212 959	212 959	17 747	177 466	177 466	-		212 959
Finance Management	1 600	1 600	1 600	195	1 424	1 333	90	6.8%	1 600
Municipal Systems Improvement	934	930	930	97	837	775	62	8.0%	930
EPWP Incentive	1 181	1 163	1 163	88	1 055	969	86	8.9%	1 163
Other transfers and grants [insert description]									
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]									
District Municipality:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:	170 635	216 652	216 652	18 106	180 782	180 543	238	0.1%	216 652
Capital expenditure of Transfers and Grants									
National Government:	42 434	63 102	63 102	4 684	56 503	52 585	3 918	7.5%	73 102
Municipal Infrastructure Grant (MIG)	42 434	53 102	53 102	3 184	48 487	44 252	4 235	9.6%	63 102
Intergrated National Electrification Grant	-	10 000	10 000	1 500	8 017	8 333	(317)	-3.8%	10 000
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants	42 434	63 102	63 102	4 684	56 503	52 585	3 918	7.5%	73 102
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	213 068	279 754	279 754	22 790	237 285	233 128	4 157	1.8%	289 754

An amount of R22, 790 million has been spent on grants during the month of April 2016 and the year to date actuals is R237, 285 million whilst the year to date budget amounts to R233, 128 million and this resulted in over spending variance of R4, 147 (6,9%). Of the total spending R18, 106 million is spent on operational grants whilst R4, 684 million is spent from capital grant (MIG) and (INEP). Only MIG is under-spending when comparing the year to date actuals with the projected budget thereof.

Supporting Table: SC 7 (2) Expenditure against approved roll over

Description	Budget Year 2015/16				
	Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance
EXPENDITURE					
Capital expenditure of Approved Roll-overs					
National Government:	14 637	3 175	13 118	1 519	10.4%
Municipal Infrastructure Grant (MIG)	14 637	3 175	13 118	1 519	10.4%
Intergrated National Electrification Grant	-	-	-	-	
Total capital expenditure of Approved Roll-overs	14 637	3 175	13 118	1 519	10.4%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	14 637	3 175	13 118	1 519	10.4%

The total amount of R14, 637 million has been rolled over from the 2014/15 financial year of which R13, 118 has been spent to date which shows a 10,4% variance when compared to the rolled over amount.



The above graph depicts the gazetted and adjusted budgeted amounts for all the grants and the expenditure thereof as at end of April 2016. The grants expenditure is shown below in percentages:

- Financial Management Grant 88,98%
- Municipal Systems Improvement Grant 90,00%
- Expanded Public Work Programme 90,73%
- Equitable Share 83,33%
- Municipal Infrastructure Grant 91,31%
- Integrated National Electrification Grant 80,17%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	12 196	3 548	10 624	1 119	9 469	8 854	615	7%	10 624
Pension and UIF Contributions	1 047	1 408	1 188	90	813	990	(177)	-18%	1 188
Medical Aid Contributions	252	408	322	29	247	268	(21)	-8%	322
Motor Vehicle Allowance	4 030	4 075	3 872	343	2 972	3 227	(255)	-8%	3 872
Cellphone Allowance	-	1 554	1 652	-	1 280	1 377	(97)	-7%	1 652
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	381	7 550	0	-	-	0	(0)	-100%	0
Sub Total - Councillors	17 905	18 543	17 659	1 581	14 781	14 716	66	0%	17 659
Senior Managers of the Municipality									
Basic Salaries and Wages	3 106	4 831	4 646	384	3 832	3 872	(39)	-1%	4 646
Pension and UIF Contributions	209	503	543	31	320	452	(132)	-29%	543
Medical Aid Contributions	-	175	122	8	154	102	52	51%	122
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	566	840	1 391	56	606	1 160	(554)	-48%	1 391
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	54	596	200	0	253	167	86	51%	200
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	3 936	6 944	6 902	478	5 165	5 752	(587)	-10%	6 902
Other Municipal Staff									
Basic Salaries and Wages	58 199	73 424	64 167	5 244	52 747	53 473	(725)	-1%	64 167
Pension and UIF Contributions	11 194	14 613	13 843	1 048	10 204	11 536	(1 332)	-12%	13 843
Medical Aid Contributions	2 949	4 616	4 378	313	2 928	3 648	(720)	-20%	4 378
Overtime	1 473	1 380	2 022	343	2 084	1 685	399	24%	2 022
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	4 994	5 632	6 239	499	4 410	5 199	(789)	-15%	6 239
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	95	157	201	12	112	167	(55)	-33%	201
Other benefits and allowances	9 713	7 864	7 628	1	5 676	6 357	(680)	-11%	7 628
Payments in lieu of leave	1 001	530	220	9	380	183	197	108%	220
Long service awards	-	95	510	40	751	425	326	77%	510
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	89 617	108 312	99 206	7 510	79 294	82 672	(3 378)	-4%	99 206
Total Parent Municipality	111 458	133 799	123 768	9 570	99 240	103 140	(3 900)	-4%	123 768
Unpaid salary, allowances & benefits in arrears:									
TOTAL SALARY, ALLOWANCES & BENEFITS	111 458	133 799	123 768	9 570	99 240	103 140	(3 900)	-4%	123 768
TOTAL MANAGERS AND STAFF	93 553	115 256	106 109	7 988	84 459	88 424	(3 965)	-4%	106 109

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for April 2016 amounts to R9, 570 million (Year to date expenditure is R99, 240 million) and the expenditure for remuneration of councillors for the month amounts to R 1, 581 million while the year to date expenditure is R14, 781).

Description	Budget Year 2015/16												2015/16 Medium Term Revenue		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year +1	Budget Year +2
Cash Receipts By Source															
Property rates	3 411	1 062	1 454	1 505	1 350	1 087	1 214	1 430	1 610	1 271	-	8 945	24 349	25 847	27 359
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	5 818	3 640	8 581	5 003	4 194	4 493	4 592	7 526	5 527	5 344	-	3 846	58 585	62 167	65 803
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse	248	239	277	283	263	239	268	313	281	271	-	1 622	4 304	4 569	4 836
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	90	66	53	51	71	68	63	73	64	13	-	2 678	3 290	3 493	3 697
Interest earned - external investments	87	498	281	60	384	329	289	237	372	372	-	2 063	4 600	4 883	5 169
Interest earned - outstanding debtors	73	64	102	93	103	52	99	322	520	83	-	(1 511)	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	-	-	57	621	51	45	49	49	41	137	-	(733)	318	335	353
Licences and permits	1 149	455	447	400	485	326	255	444	-	150	-	1 726	5 819	6 177	6 538
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating	88 520	554	368	706	71 296	476	199	254	53 531	-	-	748	216 652	233 223	229 181
Other revenue	31 085	124	51	43	16 499	19	49	41 263	157	1 127	-	(89 322)	1 098	1 515	1 595
Cash Receipts by Source	130 480	6 702	11 672	8 765	94 677	7 144	7 078	51 912	62 103	8 397	-	(69 936)	318 994	342 207	344 510
Other Cash Flows by Source															
Transfer receipts - capital	-	656	5 712	7 198	6 234	8 314	8 271	10 573	3 160	7 390	-	5 593	63 102	65 178	68 289
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current debtors	894	4	(137)	16	17	17	(27)	29	460	30	-	(802)	500	500	500
Receipt of non-current receivables	-	-	-	-	-	-	-	-	126	-	-	(126)	-	-	-
Change in non-current investments	-	30 141	-	-	-	-	-	-	-	-	-	(30 141)	-	-	-
Total Cash Receipts by Source	131 374	37 502	17 247	15 979	100 928	15 476	15 322	62 514	65 850	15 817	-	(95 413)	382 596	407 885	413 299
Cash Payments by Type															
Employee related costs	15 044	7 393	8 432	7 805	8 054	12 898	8 251	7 932	8 005	7 988	-	23 455	115 256	122 344	129 501
Remuneration of councillors	2 716	1 461	1 538	1 514	157	1 516	1 460	2 256	1 747	1 581	-	2 588	18 543	19 563	20 600
Interest paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Electricity	58	12 919	5 452	56	4 460	9 340	98	27 852	4 566	4 325	-	(9 127)	60 000	63 300	66 655
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	323	877	577	589	520	703	355	517	521	656	-	(208)	5 430	5 764	6 101
Contracted services	-	18 445	(1 525)	3 153	-	2 574	(1 855)	2 981	1 949	3 531	-	(8 973)	21 950	23 300	24 389
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	-	-	176	-	88	98	-	103	103	200	-	-	3 300	3 503	3 708
General expenses	6 068	33 199	1 592	21 859	8 395	12 527	18 969	6 487	4 702	-	-	(51 143)	62 654	62 393	59 190
Cash Payments by Type	24 208	74 294	16 242	34 976	21 674	39 656	25 948	48 127	21 594	18 281	-	(40 867)	287 133	300 168	310 144
Other Cash Flows/Payments by Type															
Capital assets	214	471	5 625	8 761	20 629	9 516	10 369	13 629	4 386	15 859	-	10 521	99 981	99 178	96 589
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	24 421	74 765	21 867	43 737	42 304	49 172	36 318	61 757	25 981	34 895	-	(31 101)	387 114	399 346	408 733
NET INCREASE/(DECREASE) IN CASH HELD	106 953	(37 262)	(4 621)	(27 758)	58 625	(33 696)	(23 996)	757	39 869	(19 079)	-	(64 311)	(4 519)	8 540	4 566
Cash/cash equivalents at the month/year beginning:	24 567	131 520	94 258	89 637	61 879	120 504	86 808	62 812	63 569	103 438	84 360	84 360	24 567	20 049	28 588
Cash/cash equivalents at the month/year end:	131 520	94 258	89 637	61 879	120 504	86 808	62 812	63 569	103 438	84 360	84 360	20 049	20 049	28 588	33 155

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R15, 817 million and the total cash payment for the month were R34, 895 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
July	126	4 584	4 584	214	214	4 584	4 370	95.3%	0.21%
August	–	6 184	6 184	471	844	10 768	9 924	92.2%	0.84%
September	91	7 005	7 005	4 934	4 934	17 773	12 839	72.2%	4.94%
October	1 532	8 840	8 840	7 685	7 685	26 613	18 928	71.1%	7.69%
November	2 790	11 250	11 250	20 455	20 455	37 863	17 408	46.0%	20.46%
December	7 446	11 260	11 260	8 347	8 347	49 123	40 776	83.0%	8.35%
January	10 665	8 500	8 500	8 556	8 556	57 623	49 068	85.2%	8.56%
February	11 180	12 291	12 345	11 817	11 817	69 968	58 152	83.1%	11.82%
March	9 365	9 710	13 789	3 847	3 847	83 757	79 910	95.4%	3.85%
April	8 762	7 165	10 876	13 912	13 912	94 633	80 722	85.3%	13.91%
May	8 514	6 842	13 654	–	–	108 287	–	–	–
June	5 315	6 350	16 168	–	–	124 455	–	–	–
Total Capital expenditure	65 787	99 981	124 455	80 238					

Supporting table SC12 provides information on the monthly trends for capex. In terms of this table the capital expenditure for the month of April amounts to R13, 912 million. The capital budget spending is R80, 238 million and the projected spending for April is R94, 633 million and this shows that spending projection target is not achieved.

Supporting Table: SC 13(a) Capital Expenditure on New Assets

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	44 586	57 102	88 748	8 507	59 663	73 956	14 294	19.3%	88 748
<i>Roads, Pavements & Bridges</i>	38 541	40 602	58 002	5 864	46 572	48 335	1 763	3.6%	58 002
<i>Storm water</i>	597	5 000	7 118	1 309	2 302	5 932	3 630	61.2%	7 118
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>	3 151	10 000	13 776	887	8 459	11 480	3 021	28.3%	13 776
<i>Street Lighting</i>	2 297	1 500	9 451	447	2 330	7 876	5 546	70.4%	9 451
<i>Waste Management</i>	-	-	400	-	-	333	333	100.0%	400
<i>Transportation</i>	-	-	-	-	-	-	-	-	-
<i>Gas</i>	-	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-	-
Community	2 498	-	-	-	-	-	-	-	-
<i>Parks & gardens</i>	159	-	-	-	-	-	-	-	-
<i>Cemeteries</i>	2 339	-	-	-	-	-	-	-	-
<i>Social rental housing</i>	-	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-	-
Other assets	1 065	-	300	-	-	250	250	100.0%	300
<i>Other</i>	1 065	-	300	-	-	250	250	100.0%	300
Total Capital Expenditure on new assets	48 148	57 102	89 048	8 507	59 663	74 206	14 544	19.6%	89 048

Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets									
Infrastructure	10 595	30 779	24 072	2 895	14 180	20 060	5 879	29.3%	24 072
Roads, Pavements & Bridges	6 532	26 779	21 572	2 895	14 180	17 976	3 796	21.1%	21 572
Storm water	-	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	3 565	1 500	1 000	-	-	833	833	100.0%	1 000
Street Lighting	-	-	-	-	-	-	-	-	-
Waste Management	499	2 500	1 500	-	-	1 250	1 250	100.0%	1 500
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	-	-	600	-	-	500	500	100.0%	600
Parks & gardens	-	-	400	-	-	333	333	100.0%	400
Cemeteries	-	-	200	-	-	167	167	100.0%	200
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	7 044	12 100	10 736	2 509	6 395	8 946	2 551	28.5%	10 736
General vehicles	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	469	500	500	(5)	297	417	120	28.8%	500
Furniture and other office equipment	282	500	530	87	193	442	248	56.2%	530
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	2 588	1 000	-	-	21	-	(21)	#DIV/0!	-
Other Buildings	1 841	10 000	9 302	2 428	5 452	7 751	2 299	29.7%	9 302
Other Land	1 009	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	855	100	404	-	431	337	(95)	-28.1%	404
Total Capital Expenditure on renewal of existing assets	17 639	42 879	35 407	5 405	20 575	29 506	8 931	30.3%	35 407

Supporting Table: SC 13(c) Repairs and Maintenance Expenditure

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure									
Infrastructure	3 506	4 500	5 518	136	1 979	4 599	2 619	57.0%	5 518
<i>Roads, Pavements & Bridges</i>	881	3 000	2 418	-	882	2 015	1 133	56.2%	2 418
<i>Storm water</i>	244	-	-	-	-	-	-	-	-
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>	1 271	-	1 000	136	898	833	(65)	-7.8%	1 000
<i>Waste Management</i>	1 110	1 500	2 100	-	199	1 750	1 551	88.6%	2 100
<i>Transportation</i>	-	-	-	-	-	-	-	-	-
<i>Gas</i>	-	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-	-
Other assets	7 481	7 200	4 345	348	4 698	3 621	(1 077)	-29.7%	4 345
General vehicles	3 931	2 000	1 150	60	834	958	124	13.0%	1 150
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	586	3 000	1 000	220	2 566	833	(1 732)	-207.9%	1 000
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	1 498	2 000	1 619	154	1 031	1 349	318	23.6%	1 619
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	1 466	200	576	(87)	267	480	213	44.5%	576
Intangibles	-	120	50	-	9	42	33	78.2%	50
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	120	50	-	9	42	33	78.2%	50
Total Repairs and Maintenance Expenditure	10 988	11 820	9 913	484	6 686	8 261	1 575	19.1%	9 913

Supporting table SC13a and SC13b provide details of capital expenditure in terms of asset classification based on new assets and renewal of existing assets; while table SC13c provide details of expenditure performance on repairs and maintenance by asset classification. These tables present the capital programme performance of the Municipality.

The total expenditure for new capital projects amounts to R59, 663 million and the year to date budget is R74, 206 million which reflects 19,6% under spending variance. The spending on renewal of existing assets for April amounts R1, 099 million and the year to date actual is R20, 575 million with the year to date budget reflecting an amount of R29, 506 million and this reflects 30,3% under spending variance.

The actual expenditure for the month of April 2016 on repairs and maintenance is R484 thousand and the year to date actuals is R6, 686 million while the year to date budget is R7, 428 million, reflecting under spending variance of 10% under spending variance.

Supporting Table: SC 13(d) Depreciation by Asset Classification

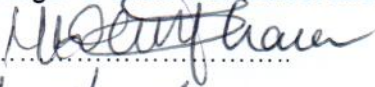
Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class/Sub-class									
Infrastructure	-	32 638	32 638	-	-	27 198	27 198	100.0%	32 638
<i>Roads, Pavements & Bridges</i>	-	22 710	22 710	-	-	18 925	18 925	100.0%	22 710
<i>Storm water</i>	-	4 725	4 725	-	-	3 938	3 938	100.0%	4 725
<i>Generation</i>	-	2 328	2 328	-	-	1 940	1 940	100.0%	2 328
<i>Transmission & Reticulation</i>	-	1 575	1 575	-	-	1 313	1 313	100.0%	1 575
<i>Waste Management</i>	-	1 300	1 300	-	-	1 083	1 083	100.0%	1 300
<i>Transportation</i>	-	-	-	-	-	-	-		-
<i>Gas</i>	-	-	-	-	-	-	-		-
<i>Other</i>	-	-	-	-	-	-	-		-
Community	-	2 145	2 145	-	-	1 788	1 788	100.0%	2 145
<i>Cemeteries</i>	-	2 145	2 145	-	-	1 788	1 788	100.0%	2 145
Other assets	-	217	217	-	-	181	181	100.0%	217
<i>General vehicles</i>	-	57	57	-	-	48	48	100.0%	57
<i>Specialised vehicles</i>	-	-	-	-	-	-	-		-
<i>Plant & equipment</i>	-	-	-	-	-	-	-		-
<i>Computers - hardware/equipment</i>	-	20	20	-	-	17	17	100.0%	20
<i>Furniture and other office equipment</i>	-	25	25	-	-	21	21	100.0%	25
<i>Abattoirs</i>	-	-	-	-	-	-	-		-
<i>Markets</i>	-	-	-	-	-	-	-		-
<i>Civic Land and Buildings</i>	-	-	-	-	-	-	-		-
<i>Other Buildings</i>	-	100	100	-	-	83	83	100.0%	100
<i>Other Land</i>	-	-	-	-	-	-	-		-
<i>Surplus Assets - (Investment or Inventory)</i>	-	-	-	-	-	-	-		-
<i>Other</i>	-	15	15	-	-	13	13	100.0%	15
Total Depreciation	-	35 000	35 000	-	-	29 166	29 166	100.0%	35 000

Quality certificate

I, **RAMAKGAHLELA MINAH MAREDI**, the Municipal Manager of **ELIAS MOTSOALEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of April 2016 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM 472)

Signature



Date

18/05/2016