

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

APRIL 2017

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	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	22,385	23,981	24,881	2,035	19,709	20,700	(991)	-5%	24,881
Service charges	69,588	81,102	75,935	6,449	66,062	62,492	3,570	6%	75,935
Investment revenue	4,290	3,829	3,479	314	2,393	2,782	(389)	-14%	3,479
Transfers recognised - operational	216,652	213,105	213,105	114	159,870	212,367	(52,497)	-25%	213,105
Other own revenue	17,378	15,589	22,157	1,448	13,306	17,302	(3,996)	-23%	22,157
Total Revenue (excluding capital transfers and contributions)	330,303	337,606	339,557	10,361	261,341	315,644	(54,303)	-17%	339,557
Employee costs	112,151	109,053	112,496	9,055	94,636	94,589	47	0%	112,496
Remuneration of Councillors	19,061	18,908	20,292	1,694	16,743	16,698	45	0%	20,292
Depreciation & asset impairment	49,728	35,796	50,000	-	-	-	-	-	50,000
Finance charges	2,141	60	2,760	100	1,919	2,291	(372)	-16%	2,760
Materials and bulk purchases	69,966	68,906	83,459	9,590	59,461	67,882	(8,421)	-12%	83,459
Transfers and grants	313	2,128	2,248	175	1,500	1,888	(388)	-21%	2,248
Other expenditure	114,785	94,063	107,178	11,109	83,709	77,565	6,144	8%	107,178
Total Expenditure	368,125	328,915	378,434	31,722	257,968	260,914	(2,946)	-1%	378,434
Surplus/(Deficit)	(37,822)	8,690	(38,877)	(21,361)	3,373	54,730	(51,357)	-94%	(38,877)
Transfers recognised - capital	77,188	75,419	75,419	1,232	48,272	57,852	(9,579)	-17%	75,419
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	39,366	84,109	36,542	(20,129)	51,645	112,581	(60,936)	-54%	36,542
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	39,366	84,109	36,542	(20,129)	51,645	112,581	(60,936)	-54%	36,542
Capital expenditure & funds sources									
Capital expenditure	108,388	94,449	87,620	83	53,974	70,204	(16,230)	-23%	87,620
Capital transfers recognised	77,188	75,419	66,240	83	41,508	53,009	(11,501)	-22%	66,240
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	31,200	19,030	21,380	-	12,466	17,195	(4,729)	-28%	21,380
Total sources of capital funds	108,388	94,449	87,620	83	53,974	70,204	(16,230)	-23%	87,620
Financial position									
Total current assets	58,124	72,418	60,701		129,116				60,701
Total non current assets	979,292	993,473	1,040,124		1,036,226				1,040,124
Total current liabilities	69,263	31,896	51,752		156,365				51,752
Total non current liabilities	95,865	90,513	85,185		90,764				85,185
Community wealth/Equity	872,288	943,481	963,888		918,214				963,888
Cash flows									
Net cash from (used) operating	22,790	119,326	88,938	(17,348)	51,913	122,856	70,943	58%	88,938
Net cash from (used) investing	(30,567)	(89,449)	(87,620)	(83)	(53,974)	(70,204)	(16,230)	23%	(87,620)
Net cash from (used) financing	(5,415)	(8,857)	(5,019)	(386)	(3,711)	(4,266)	(555)	13%	(5,019)
Cash/cash equivalents at the month/year end	11,965	27,259	8,264	-	58,594	60,382	1,787	3%	60,665
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	8,865	4,985	3,234	2,091	2,051	1,678	8,573	33,596	65,074
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 2017 is R261, 341 million and the year to date budget of R315, 644 million and this reflects a negative variance of R54, 303 Million that reflects poor performance of the operational revenue for the reporting period. The following are the secondary revenue item categories reflecting a negative and material variance:

- Interest earned - external investments: 14% unfavorable variance,
- Transfer Recognized – operational: 25% unfavorable variance
- Rental on Facilities and Equipment: 13% unfavorable
- Fines: 69% unfavorable variance
- Licenses and Permits: 3% unfavorable variance
- Property Rates: 5% unfavorable variance
- Other revenue: 29% unfavorable variance

Operating Expenditure

The year to date operational expenditure as at end of April 2017 amounts to R257, 968 million and the year to date budget is R260, 914 million. This reflects an unfavorable variance of R2, 946 million that translates to 1% under spending variance as compared to the projected expenditure. 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. The municipality is in a process of linking the Asset Management system with core financial system so that the depreciation calculated on the initial system can be interfaced to the financial system and this will assist in doing away with the practice of calculating depreciation only at year end.

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

- Other materials: 49% under performance variance
- Finance Charges : 16% under performance variance
- Transfer and Grants: 21% under performance variance
- Contracted services: 34% over performance variance

With regards to the over performance variance on contracted services, the municipality needs to reduce the level of reliance on consultants as outlined in the Treasury Instruction letter number 01.

Capital Expenditure

The year to date actual capital expenditure as at end of April 2017 amounts to R53, 974 million and the year to date budget amounts to R70, 204 million and this gives rise to 23% under spending variance. This is attributed to Upgrading of Hlogotlou stadium with a budget of R10 million (funded by MIG) that is not yet spent as well as the electrification projects (funded by INEP) that spent R3, 585 Million. The under spending on projects that are funded by grants will lead the municipality to applying for roll over and as a result, this might have negative impact on future allocations.

Surplus/Deficit

Taking the above into consideration, the net operating deficit for the month is R20, 129 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of April 2017 amounts to R65, 074 million and this shows an increase of R1, 502 million as compared to R63, 571 million as at end of 2015/16 financial year.

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	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Standard									
Governance and administration	496,670	493,250	494,183	6,188	373,482	481,458	(107,976)	-22%	494,183
Executive and council	248,338	246,631	247,098	3,094	186,746	240,735	(53,989)	-22%	247,098
Budget and treasury office	930	-	-	-	-	-	-	-	-
Corporate services	247,402	246,619	247,085	3,094	186,736	240,723	(53,987)	-22%	247,085
Community and public safety	5,128	1,388	7,045	324	1,593	4,820	(3,227)	-67%	7,045
Community and social services	5,127	1,384	7,045	324	1,569	4,817	(3,248)	-67%	7,045
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	1	3	1	-	24	3	21	821%	1
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	74,437	70,558	71,548	1,462	51,497	59,510	(8,013)	-13%	71,548
Planning and development	74,437	70,558	71,548	1,462	51,497	59,510	(8,013)	-13%	71,548
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	79,589	94,452	89,285	6,712	69,802	68,851	950	1%	89,285
Electricity	79,589	94,452	89,285	6,712	69,802	68,851	950	1%	89,285
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-
Other	3,685	8,124	7,512	600	5,904	5,765	139	2%	7,512
Total Revenue - Standard	659,510	667,771	669,573	15,287	502,277	620,404	(118,127)	-19%	669,573
Expenditure - Standard									
Governance and administration	336,951	247,948	221,624	19,207	181,404	171,891	9,513	6%	221,624
Executive and council	206,701	158,368	152,470	13,856	122,385	117,598	4,787	4%	152,470
Budget and treasury office	18,254	18,526	22,673	1,155	19,105	18,931	174	1%	22,673
Corporate services	111,996	71,054	46,481	4,196	39,915	35,362	4,553	13%	46,481
Community and public safety	26,625	30,159	32,981	1,980	22,230	23,327	(1,097)	-5%	32,981
Community and social services	20,652	23,423	24,172	1,581	17,312	18,039	(727)	-4%	24,172
Sport and recreation	4,041	3,726	6,657	324	3,519	3,516	3	0%	6,657
Public safety	708	1,431	1,178	30	695	973	(278)	-29%	1,178
Housing	1,225	1,579	974	44	703	798	(95)	-12%	974
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	62,669	60,972	112,153	5,903	54,112	57,620	(3,509)	-6%	112,153
Planning and development	52,108	50,267	92,722	4,579	41,973	45,404	(3,431)	-8%	92,722
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	10,562	10,705	19,431	1,324	12,139	12,216	(77)	-1%	19,431
Trading services	88,664	96,858	109,070	12,362	77,860	79,873	(2,013)	-3%	109,070
Electricity	88,664	96,858	109,070	12,362	77,860	79,873	(2,013)	-3%	109,070
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-
Other	23,135	18,687	24,359	2,061	17,290	18,174	(884)	-5%	24,359
Total Expenditure - Standard	538,044	454,625	500,186	41,513	352,895	350,885	2,010	1%	500,186
Surplus/ (Deficit) for the year	121,466	213,146	169,387	(26,226)	149,382	269,518	(120,137)	-45%	169,387

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

Vote Description	2015/16								Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	
Revenue by Vote									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	930	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	247,402	246,619	247,085	3,094	186,736	240,723	(53,987)	-22%	247,085
Vote 4 - Corporate Services	6	11	14	1	9	12	(2)	-18%	14
Vote 5 - Community Services	13,068	14,568	19,417	1,295	11,366	14,608	(3,242)	-22%	19,417
Vote 6 - Technical Services	144,898	150,659	146,650	7,130	109,982	116,738	(6,756)	-6%	146,650
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1,186	1,167	1,811	73	1,519	1,414	105	7%	1,811
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	407,491	413,025	414,976	11,593	309,613	373,495	(63,882)	-17%	414,976
Expenditure by Vote									
Vote 1 - Executive & Council	29,961	27,109	30,476	3,158	24,511	24,872	(361)	-1%	30,476
Vote 2 - Office of the Municipal Manager	21,217	18,526	22,673	1,155	19,105	18,931	174	1%	22,673
Vote 3 - Budget & Treasury	111,996	71,054	46,481	4,196	39,915	35,362	4,553	13%	46,481
Vote 4 - Corporate Services	22,109	27,391	35,988	4,204	25,404	24,492	912	4%	35,988
Vote 5 - Community Services	48,634	47,723	53,636	4,023	38,784	40,486	(1,702)	-4%	53,636
Vote 6 - Technical Services	103,323	112,793	164,096	13,407	92,905	97,046	(4,141)	-4%	164,096
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	6,505	10,031	8,231	1,093	5,457	5,784	(328)	-6%	8,231
Vote 9 - Executive Support	24,381	14,288	16,852	1,143	13,450	13,941	(491)	-4%	16,852
Total Expenditure by Vote	368,125	328,915	378,433	32,379	259,530	260,914	(1,384)	-1%	378,433
Surplus/ (Deficit) for the year	39,366	84,109	36,542	(20,786)	50,083	112,581	(62,498)	-56%	36,542

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	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	22,395	23,981	24,881	2,035	19,709	20,700	(991)	-5%	24,881
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	65,904	73,328	68,773	5,849	60,158	56,953	3,205	6%	68,773
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	3,684	7,774	7,162	600	5,904	5,539	365	7%	7,162
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	1,413	912	1,612	19	1,078	1,239	(162)	-13%	1,612
Interest earned - external investments	4,290	3,829	3,479	314	2,393	2,782	(389)	-14%	3,479
Interest earned - outstanding debtors	5,872	6,123	6,823	699	5,709	5,683	26	0%	6,823
Dividends received	-	-	-	-	-	-	-	-	-
Fines	2,413	1,342	7,000	321	1,505	4,781	(3,276)	-69%	7,000
Licences and permits	4,257	5,060	4,860	371	3,893	4,028	(135)	-3%	4,860
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	216,652	213,105	213,105	114	159,870	212,367	(52,497)	-25%	213,105
Other revenue	3,423	2,152	1,862	39	1,121	1,570	(449)	-29%	1,862
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	330,303	337,606	339,557	10,361	261,341	315,644	(54,303)	-17%	339,557
Expenditure By Type									
Employee related costs	112,151	109,053	112,496	9,055	94,636	94,589	47	0%	112,496
Remuneration of councillors	19,061	18,908	20,292	1,694	16,743	16,698	45	0%	20,292
Debt impairment	8,130	12,688	10,688	-	-	-	-	-	10,688
Depreciation & asset impairment	49,728	35,796	50,000	-	-	-	-	-	50,000
Finance charges	2,141	60	2,760	100	1,919	2,291	(372)	-16%	2,760
Bulk purchases	60,361	64,961	69,961	9,164	53,741	56,593	(2,852)	-5%	69,961
Other materials	9,606	3,945	13,498	425	5,719	11,289	(5,569)	-49%	13,498
Contracted services	36,111	20,550	38,589	4,688	38,396	28,618	9,778	34%	38,589
Transfers and grants	313	2,128	2,248	175	1,500	1,888	(388)	-21%	2,248
Other expenditure	66,734	60,826	57,902	6,421	45,313	48,947	(3,634)	-7%	57,902
Loss on disposal of PPE	3,790	-	-	-	-	-	-	-	-
Total Expenditure	368,125	328,915	378,434	31,722	257,968	260,914	(2,946)	-1%	378,434
Surplus/(Deficit)	(37,822)	8,690	(38,877)	(21,361)	3,373	54,730	(51,357)	(0)	(38,877)
Transfers recognised - capital	77,188	75,419	75,419	1,232	48,272	57,852	(9,579)	(0)	75,419
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	39,366	84,109	36,542	(20,129)	51,645	112,581			36,542
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	39,366	84,109	36,542	(20,129)	51,645	112,581			36,542
Attributable to minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	39,366	84,109	36,542	(20,129)	51,645	112,581			36,542
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	39,366	84,109	36,542	(20,129)	51,645	112,581			36,542

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections are on service charges refuse removal, fines, and interest earned – external investments, license and permits, and other revenue. In the case of expenditure the following line items reflect material variance; Finance charges, contracted services, other material, and other expenditure.

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

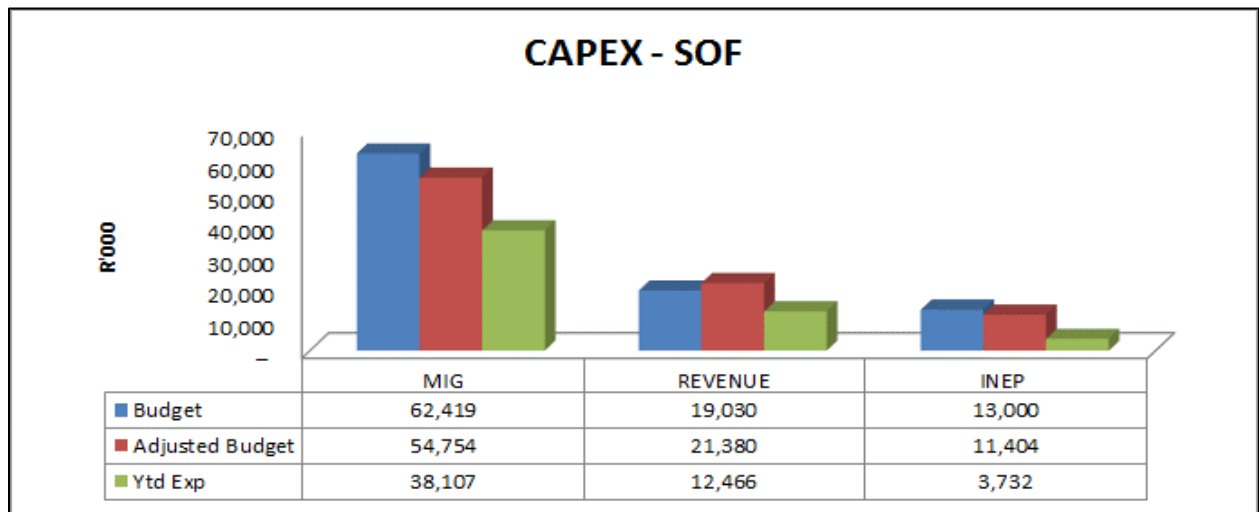
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Vote Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Standard Classification									
Expenditure - Standard	1,148	650	2,550	(147)	1,716	2,088	(372)	-18%	2,550
Governance and administration	-	-	-	-	-	-	-	-	-
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	1,148	650	2,550	(147)	1,716	2,088	(372)	-18%	2,550
Corporate services	77	1,380	1,280	-	28	208	(180)	-87%	1,280
Community and public safety	77	1,200	1,100	-	28	28	-	-	1,100
Community and social services	-	-	-	-	-	-	-	-	-
Sport and recreation	-	180	180	-	-	180	(180)	-100%	180
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	84,276	77,019	71,986	230	50,283	62,528	(12,245)	-20%	71,986
Economic and environmental services	-	-	-	-	-	-	-	-	-
Planning and development	84,276	77,019	71,986	230	50,283	62,528	(12,245)	-20%	71,986
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	22,887	15,400	11,804	-	1,947	5,380	(3,433)	-64%	11,804
Trading services	22,445	14,500	11,404	-	1,947	5,380	(3,433)	-64%	11,404
Electricity	-	-	-	-	-	-	-	-	-
Water	-	-	-	-	-	-	-	-	-
Waste water management	442	900	400	-	-	-	-	-	400
Waste management	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	108,388	94,449	87,620	83	53,974	70,204	(16,230)	-23%	87,620
Funded by:									
National Government	77,188	75,419	66,240	83	41,508	53,009	(11,501)	-22%	66,240
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	77,188	75,419	66,240	83	41,508	53,009	(11,501)	-22%	66,240
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	31,200	19,030	21,380	-	12,466	17,195	(4,729)	-28%	21,380
Total Capital Funding	108,388	94,449	87,620	83	53,974	70,204	(16,230)	-23%	87,620

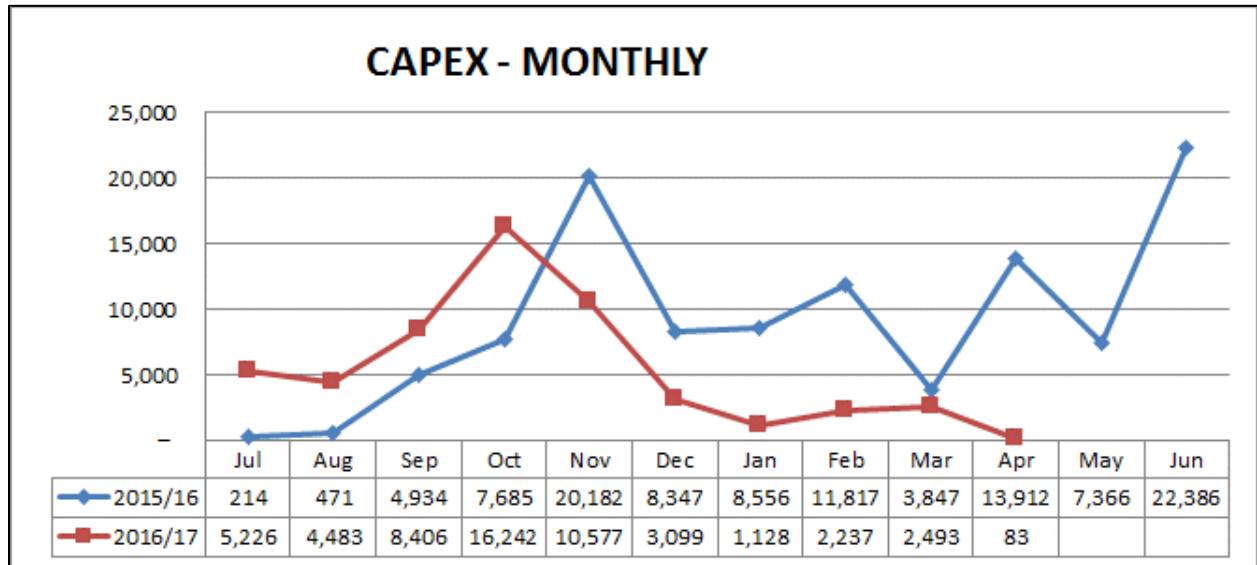
Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Expenditure of multi-year capital appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	1,148	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	3,701	600	600	-	28	28	-	-	600
Vote 5 - Community Services	67,215	63,619	53,257	-	40,601	42,950	(2,349)	-5%	53,257
Vote 6 - Technical Services	-	-	-	-	-	-	-	-	-
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total multi-year capital expenditure	72,063	64,219	53,857	-	40,629	42,978	(2,349)	-5%	53,857
Expenditure of single-year capital appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	650	1,950	(147)	1,193	1,488	(295)	-20%	1,950
Vote 4 - Corporate Services	-	2,180	1,080	-	-	180	(180)	-100%	1,080
Vote 5 - Community Services	36,325	27,400	30,133	230	11,629	24,958	(13,329)	-53%	30,133
Vote 6 - Technical Services	-	-	-	-	-	-	-	-	-
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	-	600	-	523	600	(77)	-13%	600
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total single-year capital expenditure	36,325	30,230	33,763	83	13,345	27,226	(13,881)	-51%	33,763
Total Capital Expenditure	108,388	94,449	87,620	83	53,974	70,204	(16,230)	-23%	87,620

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 2017, R 83 thousand spending was incurred and the year to date expenditure is R53, 974 million whilst the year to date budget is R70, 204 million and this gave rise to unfavorable spending variance of R16, 230 Million that translates to 23%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R87, 620 million, R54, 754 million is funded from Municipal Infrastructure grant, R11, 404 million from INEP and R21, 380 million from own revenue and the spending per source of finance is presented in the above graph.



The above graph compares the 2015/16 and 2016/17 monthly capital expenditure performance. The graphs shows performance and/or spending improvement from the month of July to October, and then the spending declined from November 2016 to April 2017 as compared to 2015/16 capital budget spending pattern.

Table C6: Monthly Budget Statement Financial Position

Description	2015/16	Budget Year 2016/17			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	5,066	3,247	3,247	8,198	3,247
Call investment deposits	6,899	33,369	5,017	50,396	5,017
Consumer debtors	24,545	18,947	32,082	39,387	32,082
Other debtors	18,226	13,855	16,955	28,171	16,955
Current portion of long-term receivables	–	–	–	–	–
Inventory	3,388	3,000	3,400	2,964	3,400
Total current assets	58,124	72,418	60,701	129,116	60,701
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	–	–	–	–	–
Investment property	96,146	89,472	96,146	93,468	96,146
Investments in Associate	–	–	–	–	–
Property, plant and equipment	871,247	891,663	931,739	930,859	931,739
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	496	640	178	496	178
Other non-current assets	11,404	11,698	12,061	11,404	12,061
Total non current assets	979,292	993,473	1,040,124	1,036,226	1,040,124
TOTAL ASSETS	1,037,416	1,065,891	1,100,825	1,165,343	1,100,825
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	8,170	–	10,100	7,881	10,100
Consumer deposits	5,120	5,444	5,200	6,085	5,200
Trade and other payables	53,644	25,000	35,000	135,897	35,000
Provisions	2,330	1,452	1,452	6,502	1,452
Total current liabilities	69,263	31,896	51,752	156,365	51,752
Non current liabilities					
Borrowing	6,900	6,264	–	7,387	–
Provisions	88,965	84,249	85,185	83,377	85,185
Total non current liabilities	95,865	90,513	85,185	90,764	85,185
TOTAL LIABILITIES	165,128	122,409	136,937	247,128	136,937
NET ASSETS	872,288	943,481	963,888	918,214	963,888
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	872,288	943,481	963,888	918,214	963,888
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	872,288	943,481	963,888	918,214	963,888

The above table shows that community wealth amounts to R918, 214 million, total liabilities R247, 128 million and the total assets R1, 100 billion. Non-current liabilities is mainly made up

of provisions for long service award, landfill site and bonus, and borrowing that is exclusively finance lease for yellow fleet.

Included in the trade and other payables is unspent conditional grants amounting to R17, 784 million relating to MIG, INEP, FMG and EPWP.

Table C7: Monthly Budget Statement Cash Flow

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges	8,908	22,302	23,637	1,804	15,377	20,971	(5,595)	-27%	23,637
Service charges	59,267	74,803	71,422	5,761	58,221	60,275	(2,054)	-3%	71,422
Other revenue	8,835	8,463	11,403	6,421	8,419	8,727	(308)	-4%	11,403
Government - operating	216,652	213,105	213,105	-	213,105	213,105	-		213,105
Government - capital	77,188	75,419	75,419	-	85,419	75,419	10,000	13%	75,419
Interest	10,163	5,666	5,526	387	3,621	4,739	(1,118)	-24%	5,526
Dividends	-	-	-	-	-	-	-		-
Payments									
Suppliers and employees	(355,769)	(278,243)	(306,626)	(31,447)	(327,856)	(256,203)	71,653	-28%	(306,626)
Finance charges	(2,141)	(60)	(2,700)	(100)	(1,561)	(2,259)	(698)	31%	(2,700)
Transfers and Grants	(313)	(2,128)	(2,248)	(175)	(2,831)	(1,918)	913	-48%	(2,248)
NET CASH FROM/(USED) OPERATING ACTIVITIES	22,790	119,326	88,938	(17,348)	51,913	122,856	70,943	58%	88,938
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	654	5,000	-	-	-	-	-		-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments	77,167	-	-	-	-	-	-		-
Payments									
Capital assets	(108,388)	(94,449)	(87,620)	(83)	(53,974)	(70,204)	(16,230)	23%	(87,620)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(30,567)	(89,449)	(87,620)	(83)	(53,974)	(70,204)	(16,230)	23%	(87,620)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-		-
Borrowing long term/refinancing	-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits	(412)	500	(17)	(4)	951	(27)	978	-3646%	(17)
Payments									
Repayment of borrowing	(5,003)	(9,357)	(5,002)	(382)	(4,662)	(4,239)	424	-10%	(5,002)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(5,415)	(8,857)	(5,019)	(386)	(3,711)	(4,266)	(555)	13%	(5,019)
NET INCREASE/ (DECREASE) IN CASH HELD	(13,192)	21,020	(3,701)	(17,817)	(5,771)	48,386			(3,701)
Cash/cash equivalents at beginning:	25,158	6,238	11,965		64,366	11,965			64,366
Cash/cash equivalents at month/year end:	11,965	27,259	8,264		58,594	60,352			60,665

Table C7 presents details pertaining to cash flow performance. As at end of April 2017, the net cash inflow from operating activities is R51, 913 million whilst net cash outflow from investing activities is R53, 974 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R3, 711 million. The cash and cash equivalent held at end of April 2017 amounted to R58, 594 million and the net effect of the above cash flows is cash outflow movement of R5, 771 million. The cash and cash equivalent at end of the reporting

period of R 58, 594 million is made up of cash amounting to R8, 198 million and short term investments of R50,396 million as presented in Table A6 under current assets.

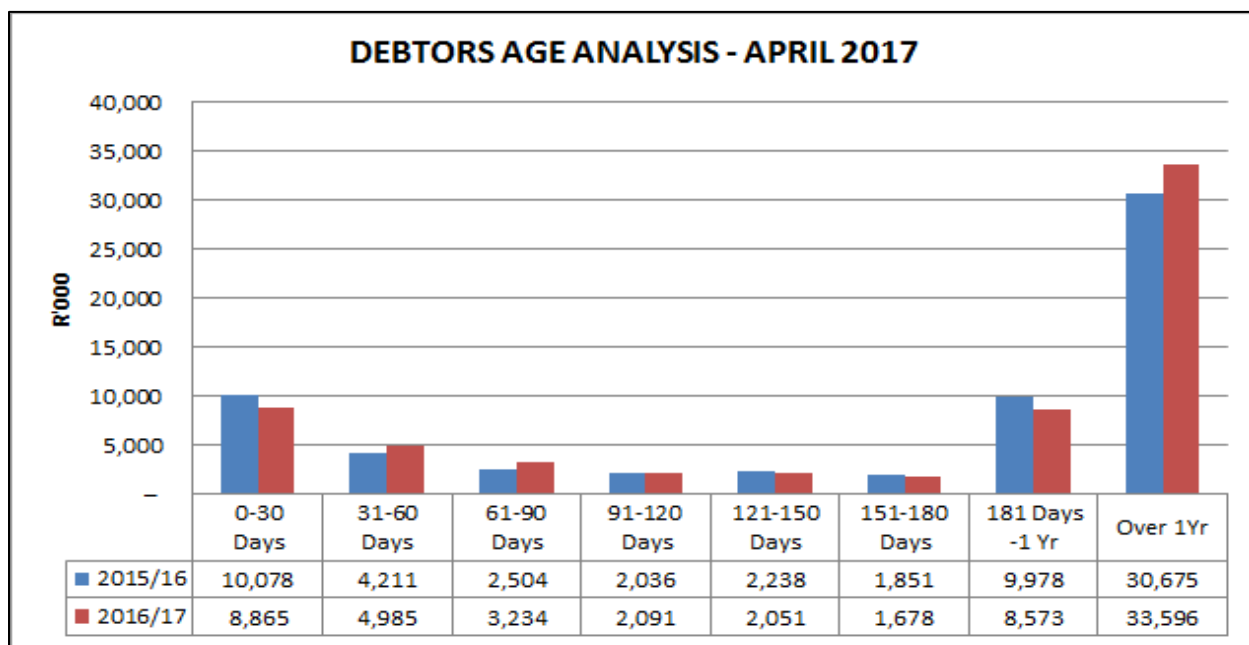
PART 2: SUPPORTING TABLES
Supporting Table: SC 3 - Debtors Age Analysis

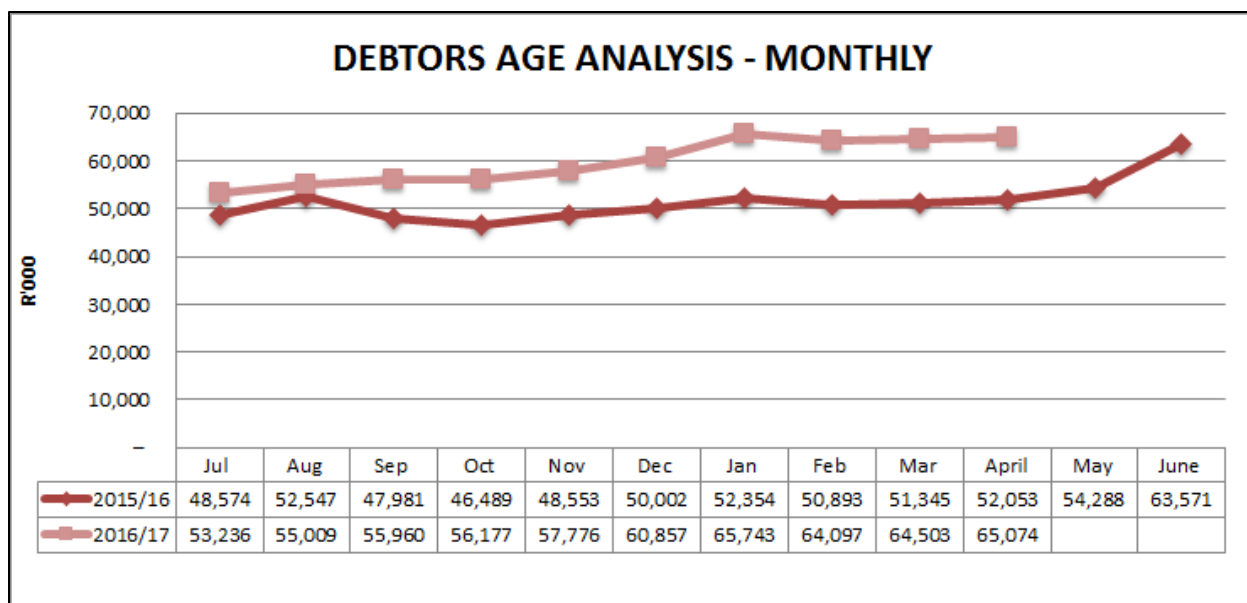
Description	NT Code	Budget Year 2016/17										Total over 90 days	Bad Debts Written Off	Impaired - Bad Debts
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	5,184	2,262	1,145	771	162	140	562	1,802	12,028	3,437	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	2,082	1,084	854	737	670	636	3,666	20,002	29,733	25,712	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	600	443	391	355	337	332	1,317	1,274	5,050	3,615	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	60	30	89	80	20	20	149	707	1,154	976	-	-	
Interest on Arrear Debtor Accounts	1810	718	679	653	621	580	556	2,929	11,098	17,833	15,784	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	221	487	102	(473)	282	(6)	(50)	(1,288)	(725)	(1,535)	-	-	
Total By Income Source	2000	8,865	4,985	3,234	2,091	2,051	1,678	8,573	33,596	65,074	47,989	-	-	
2015/16 - totals only		10,078	4,211	2,504	2,036	2,238	1,851	9,978	30,675	63,571	46,778	-	-	
Debtors Age Analysis By Customer Group														
Organs of State	2200	1,128	702	463	447	128	104	360	2,052	5,386	3,092	-	-	
Commercial	2300	4,099	1,635	796	(73)	424	373	1,620	5,615	14,489	7,959	-	-	
Households	2400	2,601	1,784	1,184	946	890	729	3,783	14,798	26,714	21,146	-	-	
Other	2500	1,037	864	791	771	609	471	2,810	11,131	18,485	15,792	-	-	
Total By Customer Group	2600	8,865	4,985	3,234	2,091	2,051	1,678	8,573	33,596	65,074	47,989	-	-	

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of April amount to R65, 074 million. The debtors' book is made up as follows:

- Rates 45,69%
- Electricity 18,48%
- Rental 1,77%
- Refuse removal 7,76%
- Interest on Debtors 27,40%
- Other -1,11%

The debtors' age analysis is graphically presented below.





The initial graph compares debtors' age analysis for 2015/16 financial year and 2016/17 (as at end of April 2017) whilst the latter shows monthly movement of debtors for both the current financial year and the 2015/16 financial year. The latter graph portrays a picture that indicates that the municipality is still struggling to collect debts owed to it and/or to keep debtors book at minimal and this is evident from debtors' book that is forever below the 2015/16 financial year debtors' book line. This will undoubtedly have a negative impact on revenue collection rate.

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

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	OUT BALANCE	REMARKS
9900067	WATER PURIFICATION PLANT (SDM)	1,254,520.31	SWITCH OFF ON 07 MAY 2017
9012345	BREED J & OOSTHUIZEN J F	806,223.48	HANDED OVER
214913	MEAT SPOT	441,459.17	ARRANGEMENT
6000908	DEPARTMENT OF EDUCATION	337,668.18	DISCUSSED AT PROVINCIAL DEBT FORUM
9000000	REPUBLIEK VAN SUID-AFRIKA	324,915.13	DISCUSSED AT PROVINCIAL DEBT FORUM
9001077	ROYAL SQUARE INV 361 CC	289,612.08	30 DAYS
1501364	JAN JOUBERT TR (JO JO TANKS)	283,345.41	30 DAYS
9001035	NDEBELE MAHLANGU TRIBE	274,634.79	HANDED OVER
1200305	BUNGELA LAMOLA BOTTLE STORE	253,962.64	ARRANGEMENT
9000804	NATIONAL GOVERNMENT REPUBLIC OF SOUTH AFRICA	246,988.44	HANDED OVER
9001052	NDEBELE STAM	236,482.12	HANDED OVER
9001039	NDEBELE MAHLANGU TRIBE	221,807.64	HANDED OVER
9001055	NDEBELE STAM	218,253.98	HANDED OVER
201885	SHOPRITE CHECKERS (PTY) LTD	216,662.45	30 DAYS
9001050	NDEBELE STAM	207,641.52	HANDED OVER
506535	BUMAZI PROPERTIES C/O BFW METERING	196,421.99	30 DAYS
9001550	Lehlakony Communal Prop. Ass	194,423.92	HANDED OVER
9001043	CHEGO-TUBATSE COMMUNITY DEVELO	186,794.06	HANDED OVER
200106	ANABEL AND T INVESTMENTS (WALTLOO MEAT & CHICKEN)	169,604.05	ARRANGEMENT
9001010	BANTOANA STAM-TRIBE	168,782.81	HANDED OVER
TOTAL		6,530,204.17	

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2016/17									Prior year totals for
	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	-	-	-	-	-	-	-	-	-	-
Bulk Water	-	-	-	-	-	-	-	-	-	-
PAYE deductions	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-	-
Trade Creditors	-	-	-	-	-	-	-	-	-	-
Auditor General	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	-	-	-	-	-	-	-	-	-	-

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
80488	HM EYETHU/ AL MPHAGO JV	1,026,133
40054	SHONISANI RAMBAU CONSTRUCT	688,045
40070	AES CONSULTING JV MATLALA ELEC	300,000
32409	MAKGONATSOHLE TRADING ENTERPRI	200,001
40083	TUMBER FOURIE CONSULTING	152,783
80526	DINARE FUNERAL SERVICES	117,000
80542	TAIDO INVESTMENT (PTY)LTD	59,440
429	NJ NKOSANA BUSINESS ENTERPRISE	58,499
80532	MLOTHANO EVENTS AND TOURISM	32,000
41023	SHAMMAH INDUSTRIAL	28,900
41060	PAPI INVESTMENT	27,804
80523	SIKHULISIWE EKHETHU CONSTRUCTI	26,940
41043	RISE ARISE PTY LTD	26,100
80141	MAMATLAWENG (PTY) LTD	22,650
80265	TINALEX (PTY)LTD	22,150
80537	RHADASI DEVELOPERS	21,500
41115	GWAYANA GENERAL TRADING & SUPP	19,750
41027	KDM TRAVEL EXPRESS	17,340
80170	MOLATO WA DIKWENA (PTY) LTD	14,970
80541	K AND T PTY LTD	11,400
TOTAL		2,873,404

The above table presents the top twenty creditors paid during the month of April 2017 and an amount of R2, 873 million was paid to these creditors during the reporting period.

Supporting Table: SC 5 - Investment Portfolio

Investment by ID	Period	Type of Investment	Expiry date	Accrued interest	Percentage Interest	MV - Opening	Change in MV	MV - Closing
Municipality								
Nedbank	1 Month	Short term	3-May-2017	109	7.60%	20,082	-	20,191
Absa - MIG	1 Month	Short term	31-Mar-2017	-	0.00%	-	-	-
Absa Call Account	1 Month	Short term	31-Mar-2017	-	0.00%	-	-	-
VBS Mutual Bank	1 Month	Short term	29-Jun-2017	205	9.25%	30,000	-	30,205
TOTALS				314		50,082	-	50,396

Supporting table SC5 presents all investments that indicate that the total amount of R50, 396 million had been invested as at end of April 2017. The opening balance was R50, 082 million. Accrued interest for the month amounted to R314 thousand.

Supporting Table: SC 6 - Transfers and Grant Receipts

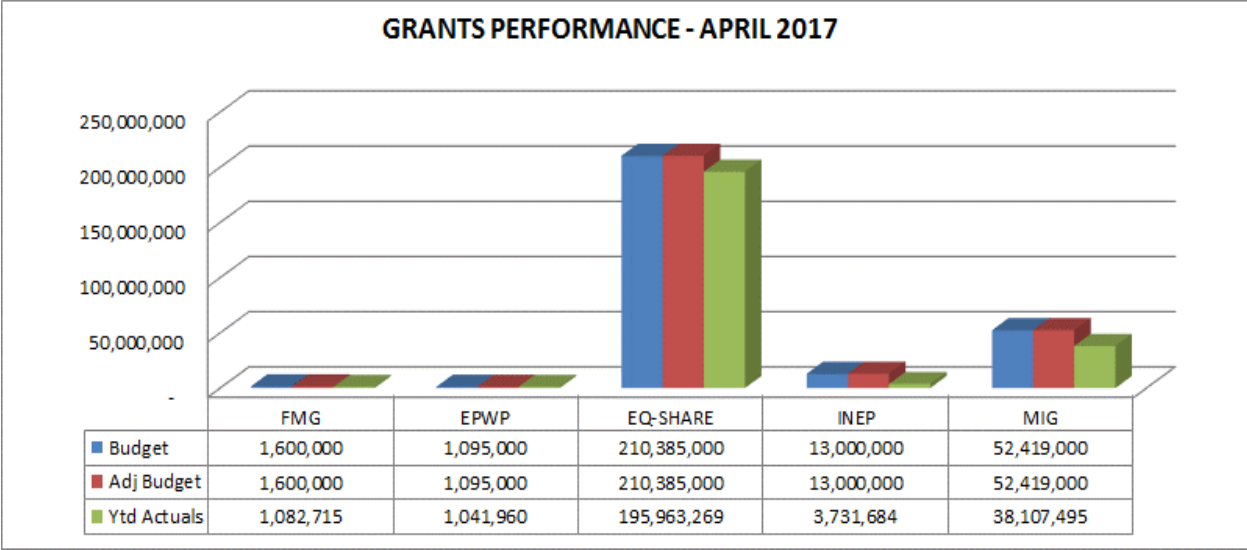
Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	216,641	213,105	213,105	-	213,105	213,105	-		213,105
Local Government Equitable Share	212,948	210,385	210,385	-	210,385	210,385	-		210,385
Finance Management	1,600	1,625	1,625	-	1,625	1,625			1,625
Municipal Systems Improvement	930	-	-	-	-	-			-
EPWP Incentive	1,163	1,095	1,095	-	1,095	1,095			1,095
Provincial Government:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Total Operating Transfers and Grants	216,641	213,105	213,105	-	213,105	213,105	-		213,105
Capital Transfers and Grants									
National Government:	63,102	75,419	75,419	-	85,419	75,419	10,000	13.3%	85,419
Municipal Infrastructure Grant (MIG)	53,102	62,419	62,419	-	72,419	62,419	10,000	16.0%	72,419
Intergrated National Electrification Grant	10,000	13,000	13,000	-	13,000	13,000	-		13,000
Provincial Government:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	63,102	75,419	75,419	-	85,419	75,419	10,000	13.3%	85,419
TOTAL RECEIPTS OF TRANSFERS & GRANTS	279,743	288,524	288,524	-	298,524	288,524	10,000	3.5%	298,524

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R298 million, all the grants allocated for the current financial year have been received in line with the payment schedule, and grants received are inclusive of additional R 10 Million for MIG.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	216,641	213,105	213,105	17,703	198,088	198,423	(335)	-0.2%	213,105
Local Government Equitable Share	212,948	210,385	210,385	17,532	195,963	195,963	-		210,385
Finance Management	1,600	1,625	1,625	42	1,083	1,509	(427)	-28.3%	1,625
Municipal Systems Improvement	930	-	-	-	-	-	-		-
EPWP Incentive	1,163	1,095	1,095	129	1,042	950	92	9.6%	1,095
Provincial Government:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	216,641	213,105	213,105	17,703	198,088	198,423	(335)	-0.2%	213,105
Capital expenditure of Transfers and Grants									
National Government:	63,102	75,419	75,419	1,232	41,839	58,097	(16,258)	-28.0%	75,419
Municipal Infrastructure Grant (MIG)	53,102	62,419	62,419	969	38,107	52,016	(13,908)	-26.7%	62,419
Intergrated National Electrification Grant	10,000	13,000	13,000	263	3,732	6,081	(2,350)	-38.6%	13,000
Provincial Government:	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	63,102	75,419	75,419	1,232	41,839	58,097	(16,258)	-28.0%	75,419
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	279,743	288,524	288,524	18,935	239,927	256,520	(16,593)	-6.5%	288,524

An amount of R18, 935 million has been spent on grants during the month of April 2017 and the year to date actuals is R239, 927 million whilst the year to date budget amounts to R256, 520 million and this results in under spending variance of R16, 258 that translates to 28%. Of the total spending amounting to R18, 935 million, R17, 703 million is spent on operational grants whilst R1, 232 million is spent of capital grants. All the Grants are getting spent fairly well when comparing the year to date actuals with the projected budget thereof, except FMG and INEP.



The above graph depicts the gazetted and adjusted budgeted amounts for all the grants and the expenditure thereof as at end of April 2017. The grants expenditure is shown below in percentages:

- Financial Management Grant 67,67%
- Expanded Public Work Programme 95,16%
- Equitable Share 93,15%
- Municipal Infrastructure Grant 72,70%
- Integrated National Electrification Grant 28.71%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	11,508	13,424	13,435	1,003	10,363	10,935	(572)	-5%	13,435
Pension and UIF Contributions	987	1,080	1,555	146	1,400	1,309	91	7%	1,555
Medical Aid Contributions	306	275	266	20	208	223	(15)	-7%	266
Motor Vehicle Allowance	3,640	4,000	4,458	390	3,897	3,827	69	2%	4,458
Cellphone Allowance	1,615		570	135	875	592	283	48%	570
Housing Allowances	-		-	-	-	-	-		-
Other benefits and allowances	1,005	128	8	-	-	6	(6)	-100%	8
Sub Total - Councillors	19,061	18,908	20,292	1,694	16,743	16,893	(149)	-1%	20,292
% increase		-0.8%	6.5%						6.5%
Senior Managers of the Municipality									
Basic Salaries and Wages	4,473	5,706	7,311	430	5,664	6,189	(525)	-8%	7,311
Pension and UIF Contributions	352	496	564	32	400	468	(67)	-14%	564
Medical Aid Contributions	189	86	139	7	98	115	(17)	-15%	139
Overtime	-	-	-	-	-	-	-		-
Performance Bonus	-	-	-	-	-	-	-		-
Motor Vehicle Allowance	718	793	1,018	56	730	847	(118)	-14%	1,018
Cellphone Allowance	-	-	-	-	-	-	-		-
Housing Allowances	-	-	-	-	-	-	-		-
Other benefits and allowances	283	71	267	3	209	244	(35)	-14%	267
Payments in lieu of leave	-	-	-	-	-	-	-		-
Long service awards	-	-	-	-	-	-	-		-
Post-retirement benefit obligations	-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality	5,994	7,153	9,300	528	7,100	7,863	(762)	-10%	9,300
% increase		19.3%	55.1%						55.1%
Other Municipal Staff									
Basic Salaries and Wages	66,719	67,914	67,431	5,768	56,561	56,096	465	1%	67,431
Pension and UIF Contributions	12,228	13,194	14,021	1,174	11,487	11,634	(147)	-1%	14,021
Medical Aid Contributions	3,565	3,869	3,944	362	3,378	3,272	106	3%	3,944
Overtime	2,589	1,060	2,076	329	2,282	1,746	537	31%	2,076
Performance Bonus	-	-	-	-	-	-	-		-
Motor Vehicle Allowance	5,437	7,893	7,501	698	6,347	6,290	56	1%	7,501
Cellphone Allowance	-	-	127	26	52	84	(32)	-38%	127
Housing Allowances	137	158	175	12	128	144	(15)	-11%	175
Other benefits and allowances	12,594	6,458	6,846	85	6,158	6,472	(313)	-5%	6,846
Payments in lieu of leave	2,046	1,060	952	12	810	958	(148)	-15%	952
Long service awards	841	494	123	59	330	117	213	182%	123
Post-retirement benefit obligations	-	-	-	-	-	-	-		-
Sub Total - Other Municipal Staff	106,156	101,900	103,196	8,525	87,534	86,813	721	1%	103,196
% increase		-4.0%	-2.8%						-2.8%
Total Parent Municipality	131,211	127,962	132,788	10,748	111,377	111,568	(191)	0%	132,788
% increase		-2.5%	1.2%						1.2%
Unpaid salary, allowances & benefits in arrears:									
TOTAL SALARY, ALLOWANCES & BENEFITS	131,211	127,962	132,788	10,748	111,377	111,568	(191)	0%	132,788
% increase		-2.5%	1.2%						1.2%
TOTAL MANAGERS AND STAFF	112,151	109,053	112,496	9,053	94,634	94,675	(41)	0%	112,496

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for April 2017 amounts to R10, 748 million and the year to date actual expenditure is R111, 377 million and the expenditure for remuneration of councilors for the month amounts to R1, 694 million while the year to date actual expenditure is R16, 743 million and the year to date budget is R16, 893 million giving rise to under spending variance of R149 thousand that translates to 1%.

Description	Budget Year 2016/17												2016/17 Medium Term Revenue			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget	Budget	Budget	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Year	Year +1	Year +2	
Cash Receipts By Source																
Property rates	1,263	1,471	1,340	1,940	1,407	1,137	1,543	1,541	1,929	1,275	2,685	6,105	23,637	25,103	26,584	
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue	6,778	4,328	5,783	6,142	5,499	4,443	4,656	5,840	6,644	5,532	5,889	3,820	65,334	69,385	73,478	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - refuse	283	273	254	292	246	220	263	299	236	229	784	2,708	6,088	6,465	6,847	
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	44	82	46	116	90	67	247	63	60	47	182	488	1,532	1,626	1,722	
Interest earned - external investments	398	311	274	94	29	193	313	175	202	314	381	795	3,479	3,695	3,912	
Interest earned - outstanding debtors	182	146	98	124	73	116	107	220	177	74	199	530	2,047	2,174	2,302	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines	18	80	44	17	7	23	190	294	319	112	512	1,533	3,150	3,345	3,543	
Licences and permits	427	-	347	442	375	302	430	351	378	371	422	1,016	4,860	5,161	5,466	
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer receipts - operating	87,660	1,899	-	-	69,286	-	-	329	53,931	-	-	-	213,105	227,853	243,113	
Other revenue	936	992	21	3,169	65	1,462	657	901	324	18,085	15	(24,764)	1,862	1,977	2,094	
Cash Receipts by Source	97,989	9,582	8,188	12,335	77,078	7,963	8,406	10,014	64,201	26,037	11,069	(7,769)	325,093	346,784	369,061	
Other Cash Flows by Source																
Transfer receipts - capital	22,000	2,296	4,693	5,200	28,400	20,257	(11,090)	-	13,663	-	-	(10,000)	75,419	66,212	69,386	
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase in consumer deposits	22	36	2	5	0	(47)	(13)	964	(13)	(4)	18	(987)	(17)	(200)	(250)	
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Receipts by Source	120,011	11,915	12,883	17,540	105,478	28,172	(2,697)	10,978	77,851	26,033	11,087	(18,756)	400,495	412,796	438,197	
Cash Payments by Type																
Employee related costs	8,307	10,207	8,705	8,782	8,644	13,858	8,906	9,074	8,920	9,055	8,932	9,107	112,496	119,471	126,520	
Remuneration of councillors	1,615	1,667	1,478	1,580	1,584	1,586	1,586	2,257	1,694	1,694	1,797	1,752	20,292	21,550	22,822	
Interest paid	219	-	335	-	-	800	358	-	107	100	234	607	2,760	2,931	3,104	
Bulk purchases - Electricity	7,265	7,426	5,587	71	4,604	9,639	85	4,859	5,040	9,164	6,500	9,719	69,961	74,298	78,682	
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other materials	317	2,303	401	391	872	594	836	1,121	309	425	771	5,156	13,498	14,335	15,181	
Contracted services	3,766	4,051	7,239	2,252	804	3,788	4,481	4,321	2,687	4,688	2,410	(3,898)	36,589	34,822	36,876	
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other	96	196	167	180	101	282	-	380	875	175	178	(381)	2,248	2,387	2,528	
General expenses	7,325	4,243	5,910	4,567	27,192	5,037	2,586	5,832	5,419	6,421	5,763	(26,566)	53,730	47,361	59,118	
Cash Payments by Type	28,910	30,093	29,823	17,824	43,801	35,585	18,838	27,845	25,050	31,722	26,586	(4,503)	311,574	317,156	344,830	
Other Cash Flows/Payments by Type																
Capital assets	5,226	4,483	8,406	17,022	10,577	3,099	1,128	2,237	1,712	83	9,740	23,906	87,620	83,747	92,397	
Repayment of borrowing	800	-	701	-	-	578	509	487	693	-	487	746	5,002	10,100	-	
Other Cash Flows/Payments	14,031	-	-	-	-	-	-	-	-	-	-	(14,031)	-	-	-	
Total Cash Payments by Type	48,967	34,576	38,930	34,846	54,379	39,262	20,476	30,569	27,455	31,805	36,813	6,119	404,196	411,003	437,227	
NET INCREASE/(DECREASE) IN CASH HELD	71,044	(22,661)	(26,047)	(17,306)	51,099	(11,090)	(23,173)	(19,590)	50,396	(5,771)	(25,726)	(24,874)	(3,701)	1,793	969	
Cash/cash equivalents at the month/year begin	11,695	82,739	60,078	34,031	16,724	67,823	56,733	33,561	13,970	64,366	58,594	32,868	11,695	7,994	9,787	
Cash/cash equivalents at the month/year end:	82,739	60,078	34,031	16,724	67,823	56,733	33,561	13,970	64,366	58,594	32,868	7,994	7,994	9,787	10,757	

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 R26, 033 million and the total cash payment for the month were R31, 805 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2015/16	Budget Year 2016/17							
	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	214	15,914	5,226	5,226	5,226	5,226	-		6%
August	471	19,478	4,483	4,483	9,709	9,709	-		10%
September	4,934	14,244	8,272	8,406	18,115	17,982	(133)	-0.7%	19%
October	7,685	8,854	15,529	16,242	34,357	33,511	(846)	-2.5%	36%
November	20,182	14,023	10,577	10,577	44,934	44,088	(846)	-1.9%	48%
December	8,347	7,942	3,945	3,099	48,033	48,033	(0)	0.0%	51%
January	8,556	5,595	841	1,128	49,161	48,875	(287)	-0.6%	52%
February	11,817	1,735	3,064	2,237	51,398	51,939	541	1.0%	54%
March	3,847	1,628	10,741	2,493	53,891	62,680	8,789	14.0%	57%
April	13,912	3,520	7,524	83	53,974	70,204	16,230	23.1%	0
May	7,366	200	9,740	-		79,944			
June	22,386	1,315	7,676	-		87,620			
Total Capital expenditure	109,717	94,449	87,620	53,974					

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 R 83 thousand. The year to date capital budget is R 70, 204 million that give rise to under spending variance of R16, 230 million or 23%.

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	78,112	36,500	35,057	-	23,776	27,629	3,853	13.9%	35,057
Infrastructure - Road transport	55,753	23,000	23,653	-	21,829	22,249	420	1.9%	23,653
Roads, Pavements & Bridges	52,140	23,000	23,653	-	21,829	22,249	420	1.9%	23,653
Storm water	3,613	-	-	-	-	-	-	-	-
Infrastructure - Electricity	22,359	13,000	11,404	-	1,947	5,380	3,433	63.8%	11,404
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	15,218	13,000	11,404	-	1,947	5,380	3,433	63.8%	11,404
Street Lighting	7,141	-	-	-	-	-	-	-	-
Infrastructure - Other	-	500	-	-	-	-	-	-	-
Waste Management	-	500	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	-	700	600	-	-	-	-	-	600
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	600	600	-	-	-	-	-	600
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	100	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	86	4,530	6,183	-	4,144	5,102	959	18.8%	6,183
General vehicles	-	2,500	2,253	-	2,253	2,253	-	-	2,253
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	350	1,550	(147)	939	1,386	447	32.3%	1,550
Furniture and other office equipment	-	300	400	-	254	102	(152)	-149.6%	400
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	300	-	-	254	254	100.0%	300
Other Buildings	-	-	-	-	-	-	-	-	-
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	86	1,380	1,680	147	699	1,108	409	36.9%	1,680
Agricultural assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	78,198	41,730	41,840	-	27,920	32,732	4,812	14.7%	41,840

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	25,266	41,219	35,531	83	25,509	34,727	9,218	26.5%	35,531
Infrastructure - Road transport	24,824	39,719	35,531	83	25,509	34,727	9,218	26.5%	35,531
Roads, Pavements & Bridges	24,824	39,719	35,531	83	25,509	34,727	9,218	26.8%	35,531
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	-	1,500	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	-	1,500	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Infrastructure - Other	442	-	-	-	-	-	-	-	-
Waste Management	442	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	77	10,000	8,772	-	-	2,000	2,000	100.0%	8,772
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	10,000	8,772	-	-	2,000	2,000	100.0%	8,772
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	77	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	4,847	1,500	1,477	-	545	745	200	26.8%	1,477
General vehicles	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	623	-	-	-	-	-	-	-	-
Furniture and other office equipment	237	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	600	-	-	-	-	-	600
Other Buildings	3,699	1,500	877	-	545	745	200	26.8%	877
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	288	-	-	-	-	-	-	-	-
Agricultural assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	30,190	52,719	45,780	83	26,054	37,472	11,418	30.5%	45,780

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	3,998	7,450	5,630	396	4,078	4,225	146	3.5%	5,630
Infrastructure - Road transport	1,788	3,300	1,300	308	1,866	1,061	(805)	-75.9%	1,300
Roads, Pavements & Bridges	1,788	3,300	1,300	308	1,866	1,061	(805)	-75.9%	1,300
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	1,001	1,800	1,780	88	1,549	1,353	(197)	-14.5%	1,780
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	1,001	1,800	1,780	88	1,549	1,353	(197)	-14.5%	1,780
Street Lighting	-	-	-	-	-	-	-	-	-
Infrastructure - Other	1,209	2,350	2,550	-	663	1,811	1,148	63.4%	2,550
Waste Management	1,209	2,350	2,550	-	663	1,811	1,148	63.4%	2,550
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	-	-	-	-	-	-	-	-	-
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	5,599	6,765	7,843	23	5,380	7,039	1,659	23.6%	7,843
General vehicles	1,427	1,300	1,890	-	1,279	1,627	348	21.4%	1,890
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	2,749	1,500	1,900	-	1,489	1,699	210	12.4%	1,900
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	1,154	2,500	3,607	21	2,445	3,387	941	27.8%	3,607
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	269	1,465	447	2	167	327	160	48.8%	447
Agricultural assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	9	500	25	10	19	25	6	22.7%	25
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	9	500	25	10	19	25	6	22.7%	25
Total Repairs and Maintenance Expenditure	9,606	14,715	13,498	429	9,478	11,289	1,811	16.0%	13,498

Supporting Table: SC 13(d) Depreciation and asset impairment

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
Depreciation by Asset Class/Sub-class									
Infrastructure	43 432	32 638	44 841	-	-	-	-	-	44 841
Infrastructure - Road transport	27 895	27 435	30 235	-	-	-	-	-	30 235
Roads, Pavements & Bridges	21 648	22 710	24 710	-	-	-	-	-	24 710
Storm water	6 247	4 725	5 525	-	-	-	-	-	5 525
Infrastructure - Electricity	13 538	3 903	12 306	-	-	-	-	-	12 306
Generation	-	2 328	-	-	-	-	-	-	-
Transmission & Reticulation	13 538	1 575	12 306	-	-	-	-	-	12 306
Street Lighting	-	-	-	-	-	-	-	-	-
Infrastructure - Other	1 999	1 300	2 300	-	-	-	-	-	2 300
Waste Management	1 999	1 300	2 300	-	-	-	-	-	2 300
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	1 842	2 145	2 145	-	-	-	-	-	2 145
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	1 842	2 145	2 145	-	-	-	-	-	2 145
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	4 454	1 014	3 014	-	-	-	-	-	3 014
General vehicles	1 200	-	854	-	-	-	-	-	854
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	1 800	854	2 000	-	-	-	-	-	2 000
Computers - hardware/equipment	16	20	20	-	-	-	-	-	20
Furniture and other office equipment	20	25	25	-	-	-	-	-	25
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	1 405	100	100	-	-	-	-	-	100
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	13	15	15	-	-	-	-	-	15
Total Depreciation	49 728	35 797	50 000	-	-	-	-	-	50 000

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 and Table SC13d presents expenditure on depreciation and asset impairment. These tables present the capital programme, and assets management and performance of the Municipality.

The total expenditure for new capital projects amounts to R27, 920 million and the year to date budget is R32, 732 million which reflects under spending variance of R4, 812 million that translates to 14% variance. The year to date actuals on renewal of existing assets amounts R26, 054 million with the year to date budget of R37, 472 million and this reflects under spending variance of R11, 418 million that translates to 30% variance.


The year to date actual expenditure on repairs and maintenance is R9, 478 million and the year to date budget is R11, 289 million, reflecting under spending variance of R1, 811 million that translates to 16%.

The depreciation and asset impairment is only projected to have movement at year end and hence the zero year to date actuals and budget thereof. This is basically attributed to unavailability of monthly depreciation figures and the absence of a link between asset management system and core financial system, however the municipality is working towards linking the two systems.

Quality certificate

I, RAMAKGAHLELA MINAH MAREDI, the Municipal Manager of ELIAS MOTSOLEDI LOCAL MUNICIPALITY, hereby certify that the monthly budget statement report and supporting documentation for the month of April 2017 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 
Elias Motsoaledi
Local Municipality

Date 16/5/2017

Municipal Manager