

# **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**



## **MONTHLY BUDGET STATEMENT REPORT**

**August 2014**

## **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	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Financial Performance</b>									
Property rates	23 842	30 000	-	1 867	3 495	7 272	(3 777)	-52%	30 000
Service charges	51 569	63 049	-	5 133	10 121	10 508	(387)	-4%	63 049
Investment revenue	3 036	2 800	-	444	803	467	336	72%	2 800
Transfers recognised - operational	146 803	170 841	-	84	66 225	66 225	-		170 841
Other own revenue	13 659	13 628	-	2 131	2 684	1 794	890	50%	13 628
<b>Total Revenue (excluding capital transfers )</b>	<b>238 910</b>	<b>280 118</b>	<b>-</b>	<b>9 659</b>	<b>83 327</b>	<b>86 266</b>	<b>(2 938)</b>	<b>-3%</b>	<b>280 118</b>
Employee costs	76 842	97 177	-	6 937	13 878	16 196	(2 318)	-14%	97 177
Remuneration of Councillors	15 233	16 273	-	1 324	3 255	2 712	543	20%	16 273
Depreciation & asset impairment	-	35 000	-	-	-	5 833	(5 833)	-100%	35 000
Finance charges	-	-	-	-	-	-	-		-
Materials and bulk purchases	49 729	50 013	-	6 154	12 080	8 336	3 744	45%	50 013
Transfers and grants	-	9 600	-	53	147	1 600	(1 453)	-91%	9 600
Other expenditure	74 854	83 433	-	7 154	11 964	13 905	(1 941)	-14%	83 433
<b>Total Expenditure</b>	<b>216 657</b>	<b>291 497</b>	<b>-</b>	<b>21 623</b>	<b>41 324</b>	<b>48 583</b>	<b>(7 259)</b>	<b>-15%</b>	<b>291 497</b>
<b>Surplus/(Deficit)</b>	<b>22 253</b>	<b>(11 379)</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>37 683</b>	<b>4 321</b>	<b>11%</b>	<b>(11 379)</b>
Transfers recognised - capital	40 035	50 840	-	-	-	(8 473)	8 473	-100%	50 840
Contributions & Contributed assets	-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers</b>	<b>62 288</b>	<b>39 461</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>29 210</b>	<b>12 794</b>	<b>44%</b>	<b>39 461</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>	<b>62 288</b>	<b>39 461</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>29 210</b>	<b>12 794</b>	<b>44%</b>	<b>39 461</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>45 872</b>	<b>77 290</b>	<b>-</b>	<b>-</b>	<b>126</b>	<b>274</b>	<b>(148)</b>	<b>-54%</b>	<b>77 290</b>
Capital transfers recognised	37 608	50 840	-	-	-	234	(234)	-100%	50 840
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	8 264	26 450	-	-	126	40	86	214%	26 450
<b>Total sources of capital funds</b>	<b>45 872</b>	<b>77 290</b>	<b>-</b>	<b>-</b>	<b>126</b>	<b>274</b>	<b>(148)</b>	<b>-54%</b>	<b>77 290</b>
<b>Financial position</b>									
Total current assets	96 884	72 269	-	-	155 347				72 269
Total non current assets	825 877	1 077 247	-	-	802 898				1 077 247
Total current liabilities	74 168	43 000	-	-	98 110				43 000
Total non current liabilities	27 077	40 000	-	-	30 512				40 000
<b>Community wealth/Equity</b>	<b>821 515</b>	<b>1 066 516</b>	<b>-</b>	<b>-</b>	<b>829 623</b>				<b>1 066 516</b>
<b>Cash flows</b>									
Net cash from (used) operating	68 580	72 559	-	(15 856)	49 164	4 420	(44 744)	-1012%	72 559
Net cash from (used) investing	(48 536)	(72 290)	-	-	(126)	143	269	188%	(72 290)
Net cash from (used) financing	22	500	-	(22)	(25)	42	67	160%	500
<b>Cash/cash equivalents at the month/year end</b>	<b>35 400</b>	<b>20 769</b>	<b>-</b>	<b>-</b>	<b>84 413</b>	<b>24 604</b>	<b>(59 809)</b>	<b>-243%</b>	<b>36 169</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	8 517	3 670	7 908	1 401	1 749	1 516	6 558	21 749	53 068
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

**The above C1 Sum table summarizes the following activities:-**

**Revenue:**

The revenue budget as at end of August 2014 is R 9, 659 million and the year to date actual is R83, 327 million. This reflects a variance of R2, 938 million and all major income generating activities reflect a positive result except property rates that shows a 52 % variance.

**Operating Expenditure**

The Operational expenditure for the month amounts to R21, 263 million and the year to date Operational expenditure amounts to R41, 324 million and the year to date budget is R48, 583 million. This reflects a variance of 15% that is partly attributed to depreciation and asset impairment. The depreciation is however calculated at year end and cognizance should be taken that this is a non cash item and it does not therefore affect the cash flow position of the Municipality.

**Capital Expenditure**

The year to date capital expenditure amounts to R126 thousand which was funded from internally generated funds during the month of July and there is no capital expenditure for the month of August

**Surplus/Deficit**

Taking the above into consideration, the net operating deficit for the month is R 11 964 million and year to date amounts to (R 42, 004) million.

**Debtors**

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors for the month of August amounts to R53, 068 million of which R43, 201 million (81, 41%) is consumer debtors and R9, 867 million (18, 59%) is sundry debtors.

**Creditors**

Creditors to the amount of R18, 999 million were paid during the August month. Cognizance should be taken that all creditors are paid within 30 days of receipt of invoice as required by MFMA.

**Table C2 – Financial Performance (Standard Classification)**

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue - Standard</b>									
<b>Governance and administration</b>	<b>173 798</b>	<b>207 929</b>	<b>-</b>	<b>2 915</b>	<b>71 488</b>	<b>34 655</b>	<b>36 833</b>	<b>106%</b>	<b>207 929</b>
Executive and council	1 271	934	-	-	68	156	(87)	-56%	934
Budget and treasury office	172 386	206 890	-	2 868	71 373	34 482	36 891	107%	206 890
Corporate services	142	105	-	47	47	18	30	169%	105
<b>Community and public safety</b>	<b>5 403</b>	<b>7 686</b>	<b>-</b>	<b>595</b>	<b>659</b>	<b>1 281</b>	<b>(622)</b>	<b>-49%</b>	<b>7 686</b>
Community and social services	46	1 353	-	29	70	226	(156)	-69%	1 353
Sport and recreation	2	25	-	-	-	4	(4)	-100%	25
Public safety	5 354	6 308	-	566	589	1 051	(462)	-44%	6 308
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>38 468</b>	<b>52 357</b>	<b>-</b>	<b>1 037</b>	<b>1 116</b>	<b>8 726</b>	<b>(7 610)</b>	<b>-87%</b>	<b>52 357</b>
Planning and development	22	77	-	2	3	13	(10)	-76%	77
Road transport	38 446	52 280	-	1 036	1 113	8 713	(7 601)	-87%	52 280
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>61 296</b>	<b>62 986</b>	<b>-</b>	<b>5 111</b>	<b>10 064</b>	<b>10 498</b>	<b>(433)</b>	<b>-4%</b>	<b>62 986</b>
Electricity	58 572	56 430	-	4 834	9 510	9 405	105	1%	56 430
Water	(22)	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	2 746	6 556	-	277	554	1 093	(539)	-49%	6 556
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Revenue - Standard</b>	<b>278 965</b>	<b>330 958</b>	<b>-</b>	<b>9 659</b>	<b>83 327</b>	<b>55 160</b>	<b>28 168</b>	<b>51%</b>	<b>330 958</b>
<b>Expenditure - Standard</b>									
<b>Governance and administration</b>	<b>110 631</b>	<b>140 374</b>	<b>-</b>	<b>9 545</b>	<b>17 401</b>	<b>23 396</b>	<b>(5 995)</b>	<b>-26%</b>	<b>140 374</b>
Executive and council	47 011	35 246	-	2 130	5 123	5 874	(751)	-13%	35 246
Budget and treasury office	19 075	64 053	-	1 191	3 033	10 676	(7 643)	-72%	64 053
Corporate services	44 545	41 074	-	6 224	9 245	6 846	2 399	35%	41 074
<b>Community and public safety</b>	<b>14 337</b>	<b>50 987</b>	<b>-</b>	<b>2 599</b>	<b>5 528</b>	<b>8 498</b>	<b>(2 970)</b>	<b>-35%</b>	<b>50 987</b>
Community and social services	3 336	20 771	-	1 782	3 436	3 462	(26)	-1%	20 771
Sport and recreation	-	445	-	-	-	74	(74)	-100%	445
Public safety	11 001	29 771	-	816	2 092	4 962	(2 870)	-58%	29 771
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>31 515</b>	<b>30 947</b>	<b>-</b>	<b>2 005</b>	<b>4 201</b>	<b>5 158</b>	<b>(957)</b>	<b>-19%</b>	<b>30 947</b>
Planning and development	9 491	12 158	-	757	1 862	2 026	(364)	-18%	12 158
Road transport	22 024	18 789	-	1 248	2 539	3 131	(593)	-19%	18 789
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>60 174</b>	<b>69 190</b>	<b>-</b>	<b>7 474</b>	<b>14 194</b>	<b>11 532</b>	<b>2 663</b>	<b>23%</b>	<b>69 190</b>
Electricity	50 471	56 772	-	6 451	12 409	9 462	2 947	31%	56 772
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	9 704	12 418	-	1 023	1 785	2 070	(284)	-14%	12 418
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditure - Standard</b>	<b>216 657</b>	<b>291 497</b>	<b>-</b>	<b>21 623</b>	<b>41 324</b>	<b>48 583</b>	<b>(7 259)</b>	<b>-15%</b>	<b>291 497</b>
<b>Surplus/ (Deficit) for the year</b>	<b>62 308</b>	<b>39 461</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>6 577</b>	<b>35 427</b>	<b>539%</b>	<b>39 461</b>

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

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue by Vote</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	890	934	-	-	68	156	(87)	-56.1%	934
Vote 3 - Budget & Treasury	172 386	206 890	-	2 868	71 373	34 482	36 891	107.0%	206 890
Vote 4 - Corporate Services	142	105	-	-	-	18	(18)	-100.0%	105
Vote 5 - Community Services	8 529	14 242	-	919	1 260	2 374	(1 113)	-46.9%	14 242
Vote 6 - Technical Services	96 996	108 710	-	5 870	10 623	18 118	(7 495)	-41.4%	108 710
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	22	77	-	2	3	13	(10)	-76.2%	77
<b>Total Revenue by Vote</b>	<b>278 965</b>	<b>330 958</b>	<b>-</b>	<b>9 659</b>	<b>83 327</b>	<b>55 160</b>	<b>28 168</b>	<b>51.1%</b>	<b>330 958</b>
<b>Expenditure by Vote</b>									
Vote 1 - Executive & Council	24 932	25 556	-	1 969	4 754	4 259	495	11.6%	25 556
Vote 2 - Office of the Municipal Manager	6 299	9 690	-	161	369	1 615	(1 246)	-77.1%	9 690
Vote 3 - Budget & Treasury	19 075	64 053	-	1 191	3 033	10 676	(7 643)	-71.6%	64 053
Vote 4 - Corporate Services	44 545	41 074	-	6 224	9 245	6 846	2 399	35.0%	41 074
Vote 5 - Community Services	39 820	63 405	-	3 622	7 313	10 567	(3 254)	-30.8%	63 405
Vote 6 - Technical Services	72 494	75 560	-	7 698	14 947	12 593	2 354	18.7%	75 560
Vote 7 - Strategic Deveopment	4 571	6 223	-	408	976	1 037	(61)	-5.9%	6 223
Vote 8 - Developmental Planning	4 920	5 936	-	349	686	989	(303)	-30.6%	5 936
<b>Total Expenditure by Vote</b>	<b>216 657</b>	<b>291 497</b>	<b>-</b>	<b>21 623</b>	<b>41 324</b>	<b>48 583</b>	<b>(7 259)</b>	<b>-14.9%</b>	<b>291 497</b>
<b>Surplus/ (Deficit) for the year</b>	<b>62 308</b>	<b>39 461</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>6 577</b>	<b>35 427</b>	<b>538.7%</b>	<b>39 461</b>

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

**Table C4: Financial Performance by Revenue Source and Expenditure Type**

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue By Source</b>									
Property rates	23 842	30 000	-	1 867	3 495	7 272	(3 777)	-52%	30 000
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	48 848	55 300	-	4 834	9 515	9 217	298	3%	55 300
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2 721	5 188	-	277	552	865	(312)	-36%	5 188
Service charges - other	-	2 561	-	23	54	427	(373)	-87%	2 561
Rental of facilities and equipment	758	1 055	-	836	900	203	697	342%	1 055
Interest earned - external investments	3 036	2 800	-	444	803	467	336	72%	2 800
Interest earned - outstanding debtors	407	5 000	-	464	881	833	48	6%	5 000
Dividends received	-	-	-	-	-	-	-	-	-
Fines	461	610	-	34	57	102	(44)	-44%	610
Licences and permits	4 893	5 648	-	531	531	437	94	22%	5 648
Agency services	(22)	-	-	-	-	-	-	-	-
Transfers recognised - operational	146 803	170 641	-	84	66 225	66 225	-	-	170 641
Other revenue	7 161	1 315	-	266	314	219	95	43%	1 315
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers )</b>	<b>238 910</b>	<b>280 118</b>	<b>-</b>	<b>9 659</b>	<b>83 327</b>	<b>86 266</b>	<b>(2 938)</b>	<b>-3%</b>	<b>280 118</b>
<b>Expenditure By Type</b>									
Employee related costs	76 842	97 177	-	6 937	13 878	16 196	(2 318)	-14%	97 177
Remuneration of councillors	15 233	16 273	-	1 324	3 255	2 712	543	20%	16 273
Debt impairment	-	3 000	-	-	-	500	(500)	-100%	3 000
Depreciation & asset impairment	-	35 000	-	-	-	5 833	(5 833)	-100%	35 000
Finance charges	-	-	-	-	-	-	-	-	-
Bulk purchases	47 505	47 000	-	6 018	11 653	7 833	3 820	49%	47 000
Other materials	2 224	3 013	-	136	426	502	(76)	-15%	3 013
Contracted services	9 798	8 700	-	872	1 744	1 450	294	20%	8 700
Transfers and grants	-	9 600	-	53	147	1 600	(1 453)	-91%	9 600
Other expenditure	65 056	71 733	-	6 282	10 220	11 955	(1 735)	-15%	71 733
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>216 657</b>	<b>291 497</b>	<b>-</b>	<b>21 623</b>	<b>41 324</b>	<b>48 583</b>	<b>(7 259)</b>	<b>-15%</b>	<b>291 497</b>
<b>Surplus/(Deficit)</b>	<b>22 253</b>	<b>(11 379)</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>37 683</b>	<b>4 321</b>	<b>0</b>	<b>(11 379)</b>
Transfers recognised - capital	40 035	50 840	-	-	-	(8 473)	8 473	(0)	50 840
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers</b>	<b>62 288</b>	<b>39 461</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>29 210</b>			<b>39 461</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>	<b>62 288</b>	<b>39 461</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>29 210</b>			<b>39 461</b>
Attributable to minorities	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>62 288</b>	<b>39 461</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>29 210</b>			<b>39 461</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>62 288</b>	<b>39 461</b>	<b>-</b>	<b>(11 964)</b>	<b>42 004</b>	<b>29 210</b>			<b>39 461</b>

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from the service delivery targets are on property rates, refuse revenue, service charges other, fines, and all other sourced reflects a positive variance. In the case of expenditure, all year to date actuals reflects an under spending except the bulk purchase which shows a 49 % variance.

Reasons for deviations will only be provided for material variances and a variance is deemed to be material if it's more than 10%. These reasons are provided in Supporting Table SC1.

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

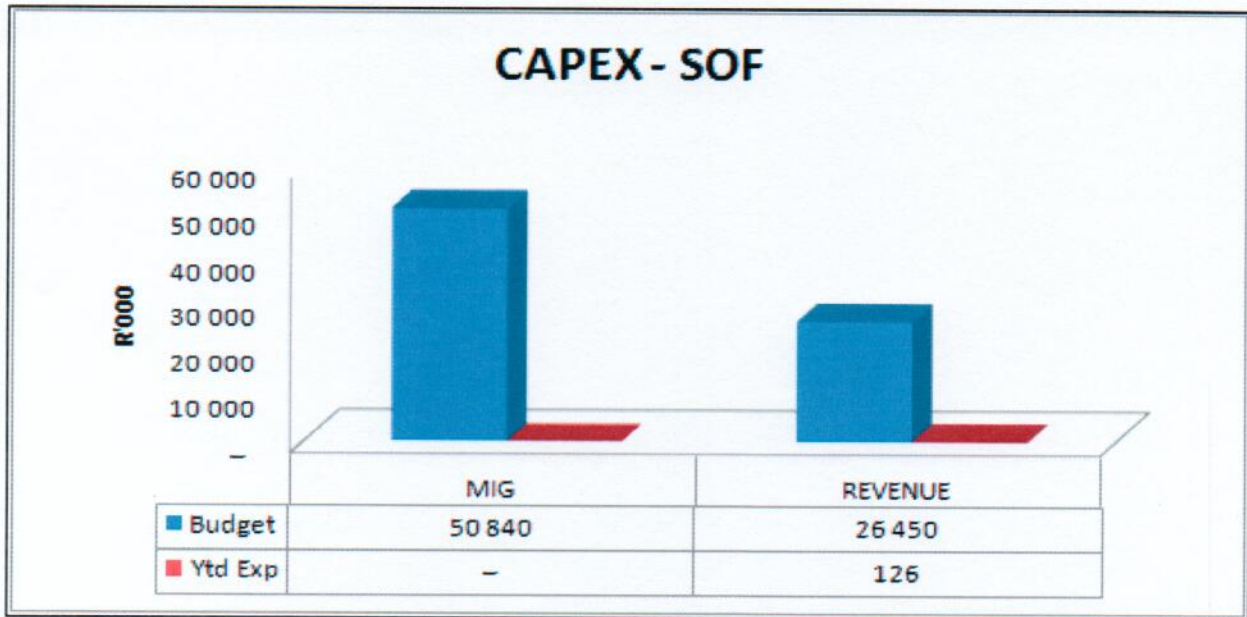
Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>	1 958	1 300	-	-	126	40	86	214%	1 300
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	74	-	-	-	-	-	-	-	-
Corporate services	1 884	1 300			126	40	86	214%	1 300
<b>Community and public safety</b>	-	500	-	-	-	-	-	-	500
Community and social services	-	500	-	-	-	-	-	-	500
<b>Economic and environmental services</b>	37 451	66 940	-	-	-	234	(234)	-100%	66 940
Planning and development	-	1 500	-	-	-	-	-	-	1 500
Road transport	37 451	65 440	-	-	-	234	(234)	-100%	65 440
Environmental protection			-	-	-	-	-	-	
<b>Trading services</b>	6 463	7 950	-	-	-	-	-	-	7 950
Electricity	6 463	7 950	-	-	-	-	-	-	7 950
<b>Other</b>	-	600	-	-	-	-	-	-	600
<b>Total Capital Expenditure - Standard Classification</b>	<b>45 872</b>	<b>77 290</b>	<b>-</b>	<b>-</b>	<b>126</b>	<b>274</b>	<b>(148)</b>	<b>-54%</b>	<b>77 290</b>
<b>Funded by:</b>									
National Government	37 608	50 840		-	-	234	(234)	-100%	50 840
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>37 608</b>	<b>50 840</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>234</b>	<b>(234)</b>	<b>-100%</b>	<b>50 840</b>
<b>Public contributions &amp; donations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Internally generated funds</b>	<b>8 264</b>	<b>26 450</b>	<b>-</b>	<b>-</b>	<b>126</b>	<b>40</b>	<b>86</b>	<b>214%</b>	<b>26 450</b>
<b>Total Capital Funding</b>	<b>45 872</b>	<b>77 290</b>	<b>-</b>	<b>-</b>	<b>126</b>	<b>274</b>	<b>(148)</b>	<b>-54%</b>	<b>77 290</b>



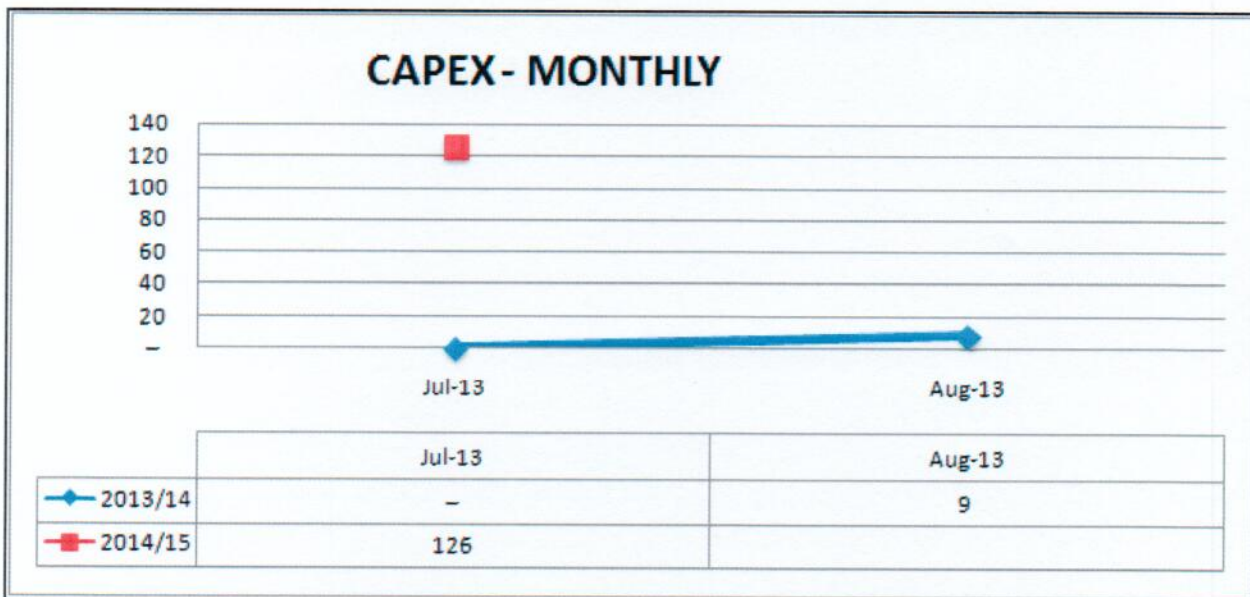
**Table C5C: Monthly Capital Expenditure by Vote**

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital expenditure - Municipal Vote</b>									
<b>Expenditure of multi-year capital appropriation</b>									
<b>Vote 4 - Corporate Services</b>	-	1 300	-	-	126	40	86	214%	1 300
4.1 - Corporate Services 505	-	1 300			126	40	86	214%	1 300
<b>Vote 5 - Community Services</b>	-	500	-	-	-	-	-	-	500
5.7 - Parks & Cemetery 405 & 425	-	500	-	-	-	-	-	-	500
<b>Vote 6 - Technical Services</b>	42 001	43 379	-	-	-	130	(130)	-100%	43 379
6.1 - Electricity 260	4 773	1 150	-	-	-	-	-	0%	1 150
6.6 - Technical Services 645	37 228	42 229	-	-	-	130	(130)	-100%	42 229
<b>Total multi-year capital expenditure</b>	42 001	45 179	-	-	126	170	(44)	-26%	45 179
<b>Capital expenditure - Municipal Vote</b>									
<b>Expenditure of single-year capital appropriation</b>									
<b>Vote 3 - Budget &amp; Treasury</b>	74	-	-	-	-	-	-	-	-
3.1 - Budget & Treasury 800	74								
<b>Vote 4 - Corporate Services</b>	1 884	-	-	-	-	-	-	-	-
4.1 - Corporate Services 505	1 884								
<b>Vote 6 - Technical Services</b>	1 914	30 611	-	-	-	104	(104)	-100%	30 611
6.1 - Electricity 260	1 690	4 200	-	-	-	-	-	-	4 200
6.6 - Technical Services 645	224	26 411	-	-	-	104	(104)	-100%	26 411
<b>Vote 8 - Developmental Planning</b>	-	1 500	-	-	-	-	-	-	1 500
8.1 - Planning & LED 641	-	1 500	-	-	-	-	-	-	1 500
<b>Total single-year capital expenditure</b>	3 872	32 111	-	-	-	104	(104)	(0)	32 111
<b>Total Capital Expenditure</b>	45 872	77 290	-	-	126	274	(148)	(0)	77 290

The above two tables (Table C5) present capital expenditure performance by Municipal vote, standard classification and funding. For the month of August 2014, there is no expenditure incurred and the year to date capital expenditure amounts to R 126 thousand which shows a deviation of R148 thousand against the year to date budget of R 274 thousand and this constitutes an under spending variance of 54%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R77, 290 million, R50, 840 million is funded from Municipal Infrastructure grant and R26, 450 million from Own Revenue. The spending to date per sources of finance is R0.00, R 126 million (Own revenue).



The above graph compares the 2013/14 and 2014/15 monthly capital expenditure performance. In addition, the graph shows an improvement in capital expenditure performance with August 2013 to July 2014. As at end of August 2013 R9 thousand was spent, however there is no spending as at end of August 2014.

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

Description	2013/14	Budget Year 2014/15			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	2 883	5 769	–	1 314	5 769
Call investment deposits	32 332	15 000	–	83 099	15 000
Consumer debtors	9 276	30 000	–	22 309	30 000
Other debtors	50 101	16 500	–	46 206	16 500
Current portion of long-term receivables	–	–	–	–	–
Inventory	2 291	5 000	–	2 420	5 000
<b>Total current assets</b>	<b>96 884</b>	<b>72 269</b>	<b>–</b>	<b>155 347</b>	<b>72 269</b>
<b>Non current assets</b>					
Long-term receivables	–	–	–	–	–
Investments	–	–	–	–	–
Investment property	80 617	220 000	–	85 382	220 000
Investments in Associate	–	–	–	–	–
Property, plant and equipment	722 574	830 229	–	694 842	830 229
Agricultural	–	–	–	–	–
Biological assets	12	18	–	–	18
Intangible assets	22 674	27 000	–	22 674	27 000
Other non-current assets	–	–	–	–	–
<b>Total non current assets</b>	<b>825 877</b>	<b>1 077 247</b>	<b>–</b>	<b>802 898</b>	<b>1 077 247</b>
<b>TOTAL ASSETS</b>	<b>922 761</b>	<b>1 149 516</b>	<b>–</b>	<b>958 246</b>	<b>1 149 516</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	3 307	5 000	–	3 196	5 000
Trade and other payables	70 861	38 000	–	94 914	38 000
Provisions	–	–	–	–	–
<b>Total current liabilities</b>	<b>74 168</b>	<b>43 000</b>	<b>–</b>	<b>98 110</b>	<b>43 000</b>
<b>Non current liabilities</b>					
Borrowing	–	–	–	–	–
Provisions	27 077	40 000	–	30 512	40 000
<b>Total non current liabilities</b>	<b>27 077</b>	<b>40 000</b>	<b>–</b>	<b>30 512</b>	<b>40 000</b>
<b>TOTAL LIABILITIES</b>	<b>101 245</b>	<b>83 000</b>	<b>–</b>	<b>128 622</b>	<b>83 000</b>
<b>NET ASSETS</b>	<b>821 516</b>	<b>1 066 516</b>	<b>–</b>	<b>829 623</b>	<b>1 066 516</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	821 516	1 066 516	–	829 623	1 066 516
Reserves	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>821 516</b>	<b>1 066 516</b>	<b>–</b>	<b>829 623</b>	<b>1 066 516</b>

The above table shows that community wealth amounts to R829, 623 million, total liabilities R128, 622 million and the total assets R 958, 246 million.

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

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Ratepayers and other	83 043	107 021	-	5 228	12 831	17 837	(5 006)	-28%	107 021
Government - operating	146 803	170 641	-	84	66 225	28 440	37 785	133%	170 641
Government - capital	54 134	50 840	-	-	-	-	-	-	50 840
Interest	8 437	8 105	-	508	965	1 351	(386)	-29%	8 105
Dividends	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Suppliers and employees	(223 685)	(254 448)	-	(21 623)	(30 816)	(42 408)	(11 592)	27%	(254 448)
Finance charges	(152)	-	-	-	-	-	-	-	-
Transfers and Grants	-	(9 600)	-	(53)	(41)	(800)	(759)	95%	(9 600)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>68 580</b>	<b>72 559</b>	<b>-</b>	<b>(15 856)</b>	<b>49 164</b>	<b>4 420</b>	<b>(44 744)</b>	<b>-1012%</b>	<b>72 559</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	-	5 000	-	-	-	417	(417)	-100%	5 000
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Capital assets	(48 536)	(77 290)	-	-	(126)	(274)	(148)	54%	(77 290)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(48 536)</b>	<b>(72 290)</b>	<b>-</b>	<b>-</b>	<b>(126)</b>	<b>143</b>	<b>269</b>	<b>188%</b>	<b>(72 290)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	22	500	-	(22)	(25)	42	(67)	-160%	500
<b>Payments</b>									
Repayment of borrowing	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>22</b>	<b>500</b>	<b>-</b>	<b>(22)</b>	<b>(25)</b>	<b>42</b>	<b>67</b>	<b>160%</b>	<b>500</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>20 066</b>	<b>769</b>	<b>-</b>	<b>(15 878)</b>	<b>49 013</b>	<b>4 604</b>	<b>-</b>	<b>-</b>	<b>769</b>
Cash/cash equivalents at beginning:	15 334	20 000	-	-	35 400	20 000	-	-	35 400
Cash/cash equivalents at month/year end:	35 400	20 769	-	-	84 413	24 604	-	-	36 169

Table C7 presents details pertaining to monthly cash flow. For the month of August 2014, the net cash inflow from operating activities is R49, 164 million whilst net cash outflow from investing activities is R 126 thousand (YTD actual R143 thousand) and this is mainly comprised of capital expenditure movement that is inclusive of VAT; and the net cash inflow from financing activities is R25 thousand. The cash and cash equivalent held at the end of August 2014 amounted to R84, 413 million that is made up of cash amounting R1, 314 million and short term investments of R83, 099 million.

## PART 2: SUPPORTING TABLES

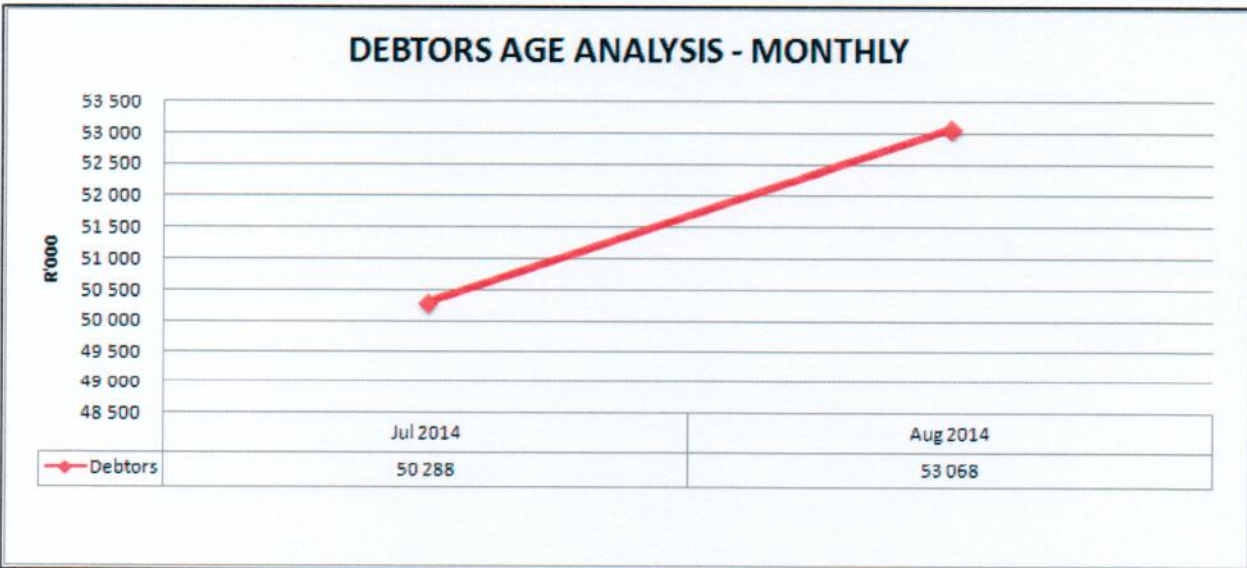
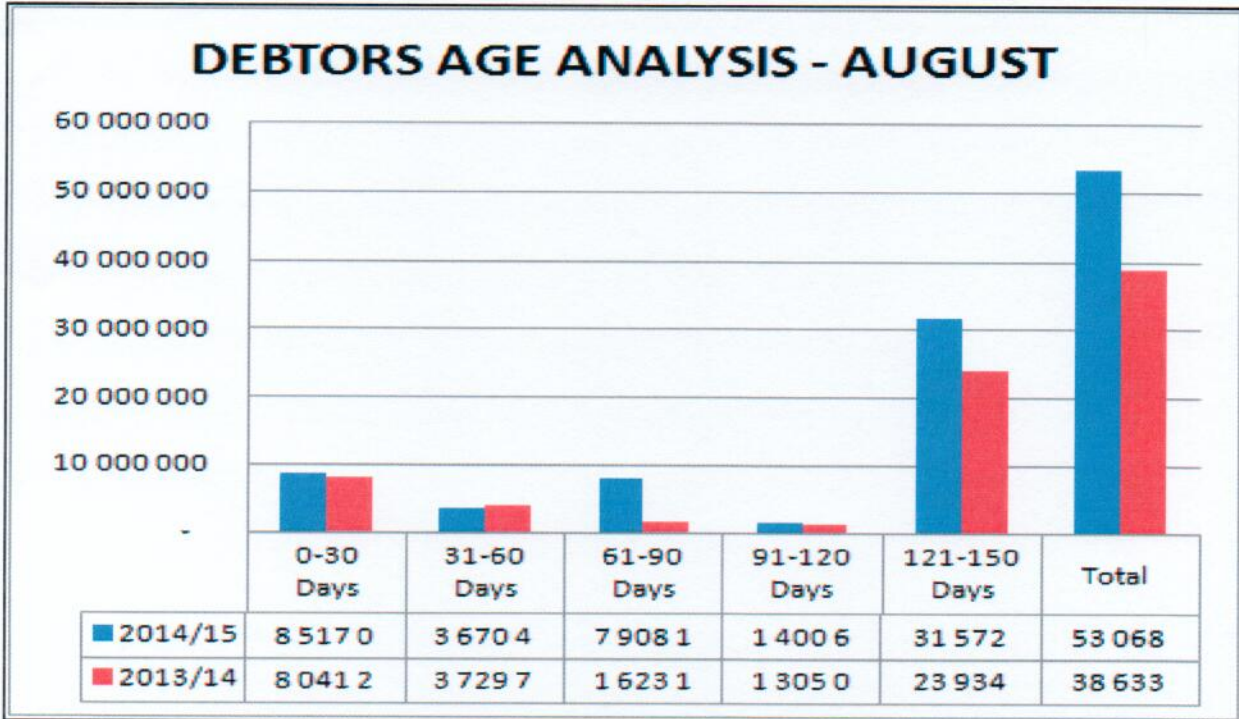
### Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2014/15									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
<b>Debtors Age Analysis By Income Source</b>										
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	4 759	1 762	822	269	453	426	1 911	2 790	13 193	5 850
Receivables from Non-exchange Transactions - Property Rates	1 903	1 193	7 389	599	578	545	2 653	12 361	27 222	16 737
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	277	101	68	28	25	23	111	1 199	1 832	1 386
Receivables from Exchange Transactions - Property Rental Debtors	802	28	4	1	1	1	7	109	954	120
Interest on Arrear Debtor Accounts	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-
Other	776	587	(375)	503	692	520	1 875	5 290	9 867	8 879
<b>Total By Income Source</b>	<b>8 517</b>	<b>3 670</b>	<b>7 908</b>	<b>1 401</b>	<b>1 749</b>	<b>1 516</b>	<b>6 558</b>	<b>21 749</b>	<b>53 068</b>	<b>32 972</b>
<b>2013/14 - totals only</b>	<b>8 041</b>	<b>3 730</b>	<b>1 623</b>	<b>1 305</b>	<b>23 934</b>	-	-	-	<b>38 634</b>	<b>25 239</b>
<b>Debtors Age Analysis By Customer Group</b>										
Organs of State	1 160	785	777	436	829	642	3 092	7 755	15 475	12 754
Commercial	3 051	904	527	246	228	210	608	2 075	7 849	3 367
Households	2 465	1 089	(217)	603	574	530	2 343	8 897	16 284	12 947
Other	1 841	893	6 821	115	117	134	515	3 023	13 460	3 905
<b>Total By Customer Group</b>	<b>8 517</b>	<b>3 670</b>	<b>7 908</b>	<b>1 401</b>	<b>1 749</b>	<b>1 516</b>	<b>6 558</b>	<b>21 749</b>	<b>53 068</b>	<b>32 972</b>

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of July 2014 amounted to R50, 288million. The debtors' book is made up as follows:

- Rates 51,30%
- Electricity 24,86%
- Rental 1,80%
- Refuse removal 3,45%
- Other 18,59%

The debtors' age analysis is graphically presented below.

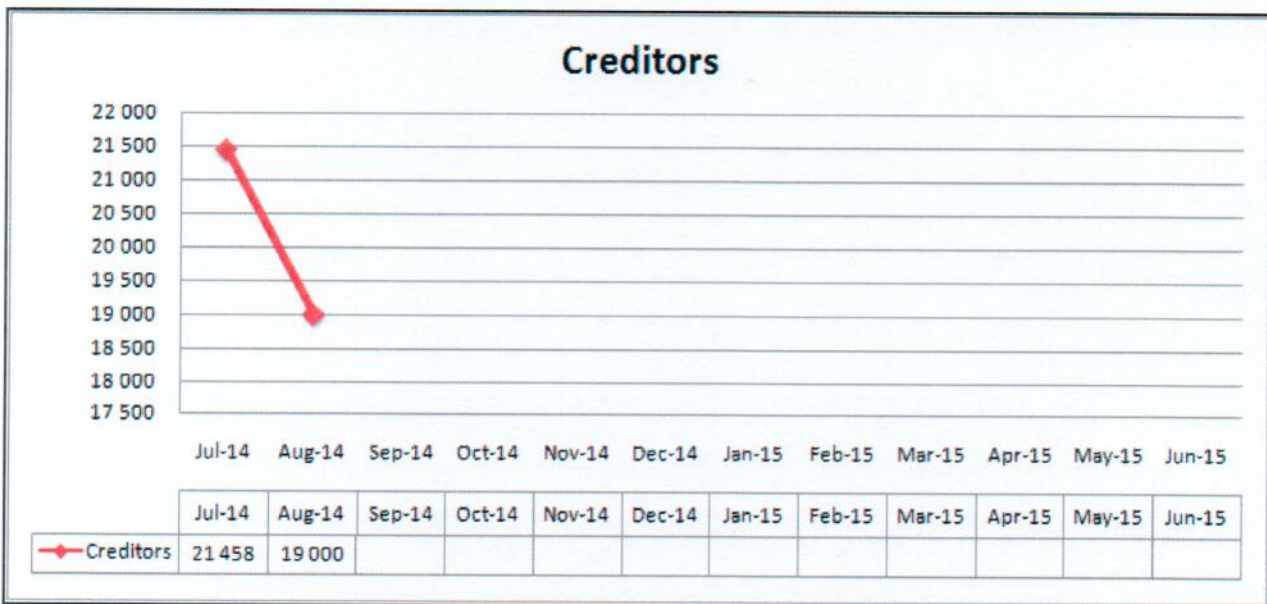


The initial graph compares debtors' age analysis for August 2013 and August 2014 whilst the latter shows monthly movement of debtors in the current financial year.

**Supporting Table: SC 4 - Creditors Age Analysis**

Description	Budget Year 2014/15								
	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
<b>Creditors Age Analysis By Customer Type</b>									
Bulk Electricity	-	-	-	-	-	-	-	-	-
Bulk Water	-	-	-	-	-	-	-	-	-
PAYE deductions	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-
Trade Creditors	-	-	-	-	-	-	-	-	-
Auditor General	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	-	-	-	-	-	-	-	-	-

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.



The above graph shows that creditors' amount paid during the month of August is R19 000 million and there is a decrease of R 2, 458 million as compared to July Month.

<b>Top Twenty Creditors: August 2014</b>	
<b>Creditors' name</b>	<b>Amount paid</b>
Mokwena motors	267 660.00
Wits business school	182 000.00
Baupa Trading Enterprise	156 960.00
Bongilemashumi C C	146 870.00
Gamongatane Trading & Projects	133 091.92
Dice Shauttles (pty) ltd	123 960.00
Makgonatsohle Trading Enterprise	123 062.00
Mamatlaweng (pty) ltd	119 000.00
Kebotse Electrical	107 666.00
Mak Consulting T/A MCS	94 802.40
Limpopo Coaches	79 900.00
Mojekana MJ Construction	77 440.00
Vision Print Graphics & Design	65 550.00
Mmirah Events and Functions	43 010.62
Dithebele le mmakobo travel	27 772.00
Limpopo Building and Hardware	26 271.53
Sefularo Travel Agency	21 780.00
Huruma Trading And Tours	21 480.00
Imesa	20 700.00
Mafofofo Travel	0.00
<b>Grand total</b>	<b>1 838 976.47</b>

The above table presents the top twenty creditors paid during the month of August 2014 and an amount of R1, 839 million was paid for these creditors.



**Supporting Table: SC 5 - Investment Portfolio**

Investments	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Yrs/Months							
<b>Municipality</b>								
Sanlam	1 Month	Short term	31-Jul-2014	1	0.28%	321	-	322
Nedbank	3 Months	Short term	26-Aug-2014	149	0.47%	31 615	-	31 763
Absa	3 Months	Short term	27-Oct-2014	272	0.90%	30 157	-	30 429
Absa	1 Month	Short term		92		20 585		20 677
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>513</b>		<b>82 678</b>	<b>-</b>	<b>83 191</b>

Supporting table SC5 presents all investments and shows that an amount of R83, 191 million in total has been invested as at end of August 2014. The opening balance was R62, 678 million, accrued interest for the month amounted to R513 thousand.

**Supporting Table: SC 6 - Transfers and Grant Receipts**

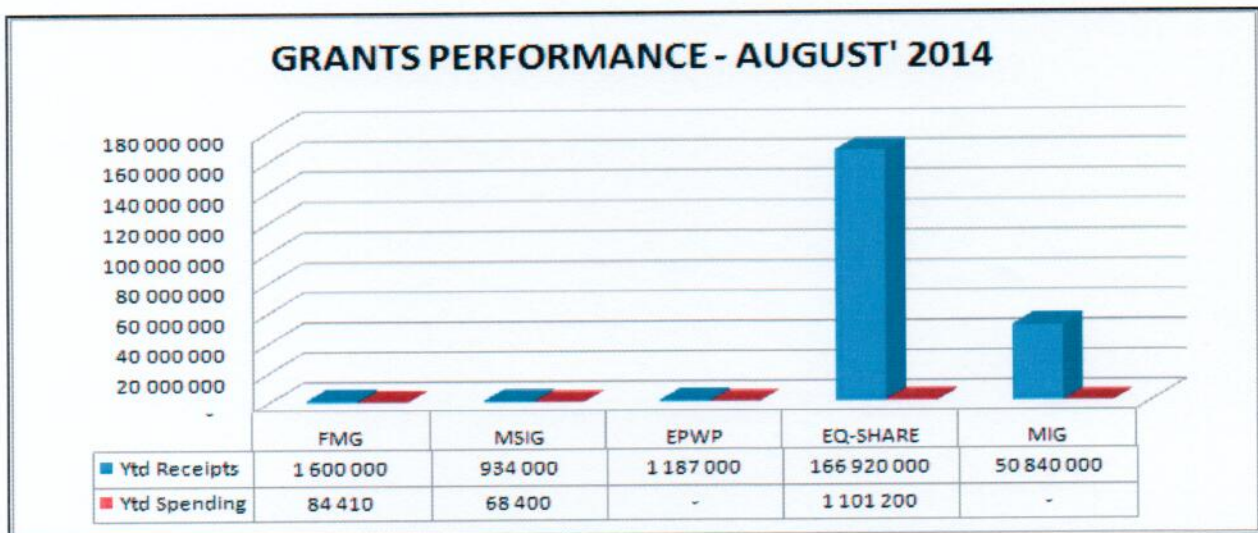
Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	<b>146 878</b>	<b>170 641</b>	<b>-</b>	<b>1 409</b>	<b>69 081</b>	<b>69 081</b>	<b>-</b>	<b>-</b>	<b>170 641</b>
Local Government Equitable Share	143 438	166 920	-	-	66 072	66 072	-	-	166 920
Finance Management	1 550	1 600	-	-	1 600	1 600	-	-	1 600
Municipal Systems Improvement	890	934	-	934	934	934	-	-	934
EPWP Incentive	1 000	1 187	-	475	475	475	-	-	1 187
Other transfers and grants [insert description]			-				-	-	
<b>Total Operating Transfers and Grants</b>	<b>146 878</b>	<b>170 641</b>	<b>-</b>	<b>1 409</b>	<b>69 081</b>	<b>69 081</b>	<b>-</b>	<b>-</b>	<b>170 641</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	<b>53 596</b>	<b>50 840</b>	<b>-</b>	<b>16 907</b>	<b>16 907</b>	<b>16 907</b>	<b>-</b>	<b>-</b>	<b>50 840</b>
Municipal Infrastructure Grant (MIG)	43 596	50 840	-	16 907	16 907	16 907	-	-	50 840
Intergrated National Electrification Grant	10 000	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	<b>53 596</b>	<b>50 840</b>	<b>-</b>	<b>16 907</b>	<b>16 907</b>	<b>16 907</b>	<b>-</b>	<b>-</b>	<b>50 840</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>200 474</b>	<b>221 481</b>	<b>-</b>	<b>18 316</b>	<b>85 988</b>	<b>85 988</b>	<b>-</b>	<b>-</b>	<b>221 481</b>

Supporting tables SC6 provide details of grants received. The year to date actual receipts amounts to R85, 988 million of which the major portion is attributed to equitable share (i.e. R66, 072 million) received as well as other grants such as FMG, MSIG, EPWP and MIG. Cognizance should be taken that not all transfers and grants for the financial year 2014/15 have been received from National treasury.

## Supporting Table: SC 7 Transfers and grants - Expenditure

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>146 878</b>	<b>170 641</b>	<b>-</b>	<b>5 548</b>	<b>11 165</b>	<b>13 105</b>	<b>(1 940)</b>	<b>-14.8%</b>	<b>170 641</b>
Local Government Equitable Share	143 438	166 920	-	5 506	11 012	12 912	(1 900)	-14.7%	166 920
Finance Management	1 550	1 600	-	42	84	120	(36)	-29.7%	1 600
Municipal Systems Improvement	890	934	-	-	68	72	(4)	-5.3%	934
EPWP Incentive	1 000	1 187	-	-	-	-	-	-	1 187
<b>Total operating expenditure of Transfers and Grants:</b>	<b>146 878</b>	<b>170 641</b>	<b>-</b>	<b>5 548</b>	<b>11 165</b>	<b>13 105</b>	<b>(1 940)</b>	<b>-14.8%</b>	<b>170 641</b>
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>42 437</b>	<b>50 840</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>50 840</b>
Municipal Infrastructure Grant (MIG)	38 442	50 840	-	-	-	-	-	-	50 840
Intergrated National Electrification Grant	3 995	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>	<b>42 437</b>	<b>50 840</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>50 840</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>189 315</b>	<b>221 481</b>	<b>-</b>	<b>5 548</b>	<b>11 165</b>	<b>13 105</b>	<b>(1 940)</b>	<b>-14.8%</b>	<b>221 481</b>

An amount of R 5, 548 million has been spent on grants for August and the year to date expenditure amounts to R 11,165 million. The whole amount is spent from operational grant.



The above graph depicts the year to date receipts on grants and the year to date expenditure thereof. The grants expenditure on funds already received (as opposed to budget) is further shown below in percentages:

- Financial Management Grant 8%
- Municipal Systems Improvement Grant 7%
- Expanded Public Work Programme 0%
- Equitable Share 1%
- Municipal Infrastructure Grant 0%

## Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	Budget Year 2014/15								
	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	10 270	10 586	-	889	2 380	2 380	-	-	10 586
Pension and UIF Contributions	953	1 417	-	81	161	161	-	-	1 417
Medical Aid Contributions	170	160	-	22	43	43	-	-	160
Motor Vehicle Allowance	3 840	4 066	-	320	639	639	-	-	4 066
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	45	-	13	32	32	-	-	45
<b>Sub Total - Councillors</b>	<b>15 233</b>	<b>16 273</b>	<b>-</b>	<b>1 324</b>	<b>3 255</b>	<b>3 255</b>	<b>-</b>	<b>-</b>	<b>16 273</b>
<b>% increase</b>		<b>6.8%</b>							<b>6.8%</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	3 335	5 131	-	358	718	428	290	68%	5 131
Pension and UIF Contributions	-	400	-	18	41	33	8	23%	400
Medical Aid Contributions	-	-	-	-	2	-	2	#DIV/0!	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	827	1 292	-	82	164	108	57	53%	1 292
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	67	-	-	18	6	13	231%	67
Payments in lieu of leave	-	60	-	-	-	5	(5)	-100%	60
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>4 162</b>	<b>6 949</b>	<b>-</b>	<b>457</b>	<b>943</b>	<b>579</b>	<b>364</b>	<b>63%</b>	<b>6 949</b>
<b>% increase</b>		<b>67.0%</b>							<b>67.0%</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	49 972	60 245	-	4 743	9 480	4 637	4 843	104%	60 245
Pension and UIF Contributions	9 902	13 223	-	921	1 839	1 022	817	80%	13 223
Medical Aid Contributions	2 621	3 076	-	226	451	238	213	89%	3 076
Overtime	1 172	775	-	78	130	60	70	117%	775
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3 718	4 451	-	391	764	337	427	127%	4 451
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	67	120	-	9	16	9	7	75%	120
Other benefits and allowances	699	7 483	-	100	223	579	(356)	-61%	7 483
Payments in lieu of leave	4 528	855	-	12	30	71	(41)	-58%	855
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>	<b>72 680</b>	<b>90 228</b>	<b>-</b>	<b>6 480</b>	<b>12 935</b>	<b>6 954</b>	<b>5 981</b>	<b>86%</b>	<b>90 228</b>
<b>% increase</b>		<b>24.1%</b>							<b>24.1%</b>
<b>Total Parent Municipality</b>	<b>92 075</b>	<b>113 451</b>	<b>-</b>	<b>8 261</b>	<b>17 133</b>	<b>10 788</b>	<b>6 345</b>	<b>59%</b>	<b>113 451</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>92 075</b>	<b>113 451</b>	<b>-</b>	<b>8 261</b>	<b>17 133</b>	<b>10 788</b>	<b>6 345</b>	<b>59%</b>	<b>113 451</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>76 842</b>	<b>97 177</b>	<b>-</b>	<b>6 937</b>	<b>13 878</b>	<b>7 533</b>	<b>6 345</b>	<b>84%</b>	<b>97 177</b>

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for August 2014 amounts to R8, 261 million and the year to date actual expenditure amounted to R17, 133 which deviates with 59% less from the year to date budget.

Description	Budget Year 2014/15												2014/15 Medium Term Revenue			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year +1	Budget Year +2	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	
<b>Cash Receipts By Source</b>																
Property rates	1 342	1 065	-	-	-	-	-	-	-	-	-	27 563	30 000	32 674	33 438	
Service charges - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue	4 572	3 825	-	-	-	-	-	-	-	-	-	46 903	55 300	57 170	58 255	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - refuse	273	223	-	-	-	-	-	-	-	-	-	4 662	5 188	6 475	6 824	
Service charges - other	63	63	-	-	-	-	-	-	-	-	-	2 436	2 561	2 884	3 036	
Rental of facilities and equipment	57	46	-	-	-	-	-	-	-	-	-	951	1 055	1 091	1 150	
Interest earned - external investments	-	444	-	-	-	-	-	-	-	-	-	2 356	2 800	3 273	3 449	
Interest earned - outstanding debtors	98	64	-	-	-	-	-	-	-	-	-	4 838	5 000	5 270	5 555	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines	24	34	-	-	-	-	-	-	-	-	-	553	610	1 065	1 122	
Licences and permits	-	531	-	-	-	-	-	-	-	-	-	5 116	5 648	5 810	6 124	
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer receipts - operating	66 140	84	-	-	-	-	-	-	-	-	-	104 416	170 641	216 460	220 780	
Other revenue	1 632	266	-	-	-	-	-	-	-	-	-	4 417	6 315	1 480	1 560	
<b>Cash Receipts by Source</b>	<b>74 201</b>	<b>6 676</b>	-	-	-	-	-	-	-	-	-	<b>204 240</b>	<b>265 118</b>	<b>333 651</b>	<b>341 297</b>	
<b>Other Cash Flows by Source</b>																
Transfer receipts - capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase in consumer deposits	(3)	(22)	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Receipts by Source</b>	<b>74 198</b>	<b>6 654</b>	-	-	-	-	-	-	-	-	-	<b>260 606</b>	<b>341 458</b>	<b>396 452</b>	<b>400 342</b>	
<b>Cash Payments by Type</b>																
Employee related costs	6 941	6 937	-	-	-	-	-	-	-	-	-	83 300	97 177	112 826	119 245	
Remuneration of councillors	1 931	1 324	-	-	-	-	-	-	-	-	-	13 018	16 273	17 163	18 090	
Interest paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bulk purchases - Electricity	5 635	6 018	-	-	-	-	-	-	-	-	-	35 347	47 000	49 538	52 213	
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other materials	260	136	-	-	-	-	-	-	-	-	-	2 587	3 013	1 918	2 022	
Contracted services	872	872	-	-	-	-	-	-	-	-	-	6 956	8 700	11 067	11 665	
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other	94	53	-	-	-	-	-	-	-	-	-	9 453	9 600	12 859	13 553	
General expenses	9 563	6 282	-	-	-	-	-	-	-	-	-	55 898	71 733	89 496	90 373	
<b>Cash Payments by Type</b>	<b>25 326</b>	<b>21 623</b>	-	-	-	-	-	-	-	-	-	<b>206 548</b>	<b>253 497</b>	<b>294 858</b>	<b>307 160</b>	
<b>Other Cash Flows/Payments by Type</b>																
Capital assets	126	-	-	-	-	-	-	-	-	-	-	77 164	77 290	96 225	90 589	
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Payments by Type</b>	<b>25 452</b>	<b>21 623</b>	-	-	-	-	-	-	-	-	-	<b>283 712</b>	<b>330 787</b>	<b>391 082</b>	<b>397 749</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>48 746</b>	<b>(14 968)</b>	-	-	-	-	-	-	-	-	-	<b>(23 107)</b>	<b>10 671</b>	<b>5 370</b>	<b>2 592</b>	
Cash/cash equivalents at the month/year begin	35 400	84 146	69 178	69 178	69 178	69 178	69 178	69 178	69 178	69 178	69 178	69 178	69 178	35 400	46 071	51 441
Cash/cash equivalents at the month/year end	84 146	69 178	69 178	69 178	69 178	69 178	69 178	69 178	69 178	69 178	69 178	46 071	46 071	46 071	51 441	54 033

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 R 6, 676 million excluding the capital transfer receipts and the total cash payment for the month were R21, 623 million. This is a supporting table for table C7 – Cash Flow Statement.

### Supporting Table: SC 12 Capital Expenditure Trend

Month	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
<b>Monthly expenditure performance trend</b>									
July		274	-	126	126	274	148	54.1%	0%
August	9	634	-	-	-	908	-	-	-
September	204	4 420	-	-	-	5 327	-	-	-
October	335	6 173	-	-	-	11 501	-	-	-
November	4 785	13 178	-	-	-	24 679	-	-	-
December	5 996	4 883	-	-	-	29 562	-	-	-
January	4 449	2 130	-	-	-	31 692	-	-	-
February	5 979	6 039	-	-	-	37 731	-	-	-
March	3 611	5 274	-	-	-	43 005	-	-	-
April	6 823	13 008	-	-	-	58 013	-	-	-
May	8 268	5 464	-	-	-	61 477	-	-	-
June	5 413	15 813	-	-	-	77 290	-	-	-
<b>Total Capital expenditure</b>	<b>45 872</b>	<b>77 290</b>	<b>-</b>	<b>126</b>					

Supporting table SC12 provides information on the monthly trends for capex. In terms of this table the capital expenditure for August amounts to R 0.00. The capital budget spending still need to be given thorough consideration since the average monthly spending is lower than the projected monthly expenditure.

In terms of the year to date budget, the spending was anticipated to be at R 1, 182 million based on the original budget and only R126 thousand has actually been spent to date. This reflects 54.% variance.

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

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital expenditure on new assets</b>									
<b>Infrastructure</b>	37 052	51 239	-	-	-	234	234	100.0%	51 239
Infrastructure - Road transport	30 589	49 239	-	-	-	234	234	100.0%	49 239
<i>Roads, Pavements &amp; Bridges</i>	30 589	47 739	-	-	-	234	234	100.0%	47 739
<i>Storm water</i>	-	1 500	-	-	-	-	-	-	1 500
Infrastructure - Electricity	6 463	2 000	-	-	-	-	-	-	2 000
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission &amp; Reticulation</i>	3 898	-	-	-	-	-	-	-	-
<i>Street Lighting</i>	2 565	2 000	-	-	-	-	-	-	2 000
<b>Community</b>	175	500	-	-	-	-	-	-	500
Parks & gardens	-	500	-	-	-	-	-	-	500
Cemeteries	175		-	-	-	-	-	-	
<b>Other assets</b>	6	600	-	-	-	-	-	-	600
Other	6	600	-	-	-	-	-	-	600
<b>Total Capital Expenditure on new assets</b>	37 233	52 339	-	-	-	234	234	100.0%	52 339

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

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital expenditure on renewal of existing assets</b>									
<b>Infrastructure</b>	6 639	19 851	-	-	-	3 308	3 308	100.0%	19 851
Infrastructure - Road transport	6 639	13 601	-	-	-	2 267	2 267	100.0%	13 601
Roads, Pavements & Bridges	6 639	13 601	-	-	-	2 267	2 267	100.0%	13 601
Infrastructure - Electricity	-	6 250	-	-	-	1 042	1 042	100.0%	6 250
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	-	6 250	-	-	-	1 042	1 042	100.0%	6 250
<b>Other assets</b>	2 001	5 100	-	-	126	126	-	-	5 100
General vehicles		200	-	-	-	-	-	-	200
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment		600	-	-	-	-	-	-	600
Computers - hardware/equipment	1 311	500	-	-	1	1	-	-	500
Furniture and other office equipment	356	300	-	-	-	-	-	-	300
Civic Land and Buildings		1 500	-	-	-	-	-	-	1 500
Other Buildings	43		-	-	-	-	-	-	-
Other Land		1 500	-	-	-	-	-	-	1 500
Other	291	500	-	-	125	125	-	-	500
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>8 639</b>	<b>24 951</b>	<b>-</b>	<b>-</b>	<b>126</b>	<b>3 434</b>	<b>3 308</b>	<b>96.3%</b>	<b>24 951</b>



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

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Repairs and maintenance expenditure</b>									
<b>Infrastructure</b>	<b>4 529</b>	<b>3 200</b>	<b>-</b>	<b>394</b>	<b>440</b>	<b>557</b>	<b>118</b>	<b>21.1%</b>	<b>3 200</b>
Infrastructure - Road transport	2 448	1 200	-	-	-	200	200	100.0%	1 200
<i>Roads, Pavements &amp; Bridges</i>	2 266	1 000	-	-	-	167	167	100.0%	1 000
<i>Storm water</i>	183	200	-	-	-	33	33	100.0%	200
Infrastructure - Electricity	973	1 000	-	203	249	167	(82)	-49.4%	1 000
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission &amp; Reticulation</i>	973	1 000	-	203	249	167	(82)	-49.4%	1 000
Infrastructure - Other	1 107	1 000	-	191	191	191	-	-	1 000
<i>Waste Management</i>	1 107	1 000	-	191	191	191	-	-	1 000
<b>Community</b>	<b>13</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Community halls	13	-	-	-	-	-	-	-	-
<b>Other assets</b>	<b>5 043</b>	<b>5 576</b>	<b>-</b>	<b>505</b>	<b>716</b>	<b>929</b>	<b>213</b>	<b>22.9%</b>	<b>5 576</b>
General vehicles	32	2 067	-	65	66	344	278	80.8%	2 067
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	1 376	500	-	101	279	83	(196)	-234.6%	500
Other Buildings	914	1 250	-	88	118	208	91	43.4%	1 250
Other	2 721	1 759	-	251	253	293	40	13.6%	1 759
<b>Total Repairs and Maintenance Expenditure</b>	<b>9 585</b>	<b>8 776</b>	<b>-</b>	<b>899</b>	<b>1 156</b>	<b>1 487</b>	<b>331</b>	<b>22.3%</b>	<b>8 776</b>

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 year to date for new capital projects amounts to R0.00 million and the year to date budget is R 234 thousand which reflects a 100% less expenditure on new assets. The year to date expenditure on renewal of existing assets is R126 thousand and the year to date budget is R3, 343 million and this reflects 96 % variance.

The monthly expenditure on repairs and maintenance is R899 thousand and the year to date budget is R1, 487 million, reflecting a variance of 22, 3%.

**Quality certificate**

I, kgwale mm, the Acting Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of August 2014 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print name kgwale mm

Acting Municipal Manager of Elias Motsoaledi Local Municipality (LIM 472)

Signature [Handwritten Signature]

Date 2014/09/11