

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

July 2015

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	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Financial Performance										
Property rates	20 270	26 182	-	1 963	1 963	2 186	(223)	-10%	26 182	
Service charges	59 137	67 601	-	5 885	5 885	7 635	(1 750)	-23%	67 601	
Investment revenue	3 250	4 600	-	87	87	350	(263)	-75%	4 600	
Transfers recognised - operational	170 641	216 652	-	88 520	88 520	82 217	6 303	8%	216 652	
Other own revenue	14 140	16 188	-	593	593	1 281	(688)	-53%	16 188	
Total Revenue excluding capital transfers	267 438	331 224	-	97 047	97 047	93 649	3 399	4%	331 224	
Employee costs	93 553	115 256	-	15 044	15 044	9 584	5 480	57%	115 256	
Remuneration of Councilors	17 905	18 543	-	2 716	2 716	1 545	1 170	76%	18 543	
Depreciation & asset impairment	-	35 000	-	-	-	-	-	-	35 000	
Finance charges	-	-	-	-	-	-	-	-	-	
Materials and bulk purchases	52 849	65 430	-	381	381	3 986	(3 605)	-90%	65 430	
Transfers and grants	1 885	3 300	-	-	-	1 025	(1 025)	-100%	3 300	
Other expenditure	90 951	102 901	-	6 068	6 068	7 285	(1 197)	-16%	102 901	
Total Expenditure	257 143	340 430	-	24 208	24 208	23 385	823	4%	340 430	
Surplus/(Deficit)	10 295	(9 206)	-	72 840	72 840	70 264	2 576	4%	(9 206)	
Transfers recognised - capital	49 441	63 102	-	-	-	3 500	(3 500)	-100%	63 102	
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers	59 736	53 896	-	72 840	72 840	73 764	(924)	-1%	53 896	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year	59 736	53 896	-	72 840	72 840	73 764	(924)	-1%	53 896	
Capital expenditure & funds sources										
Capital expenditure	65 787	99 981	-	630	844	6 900	(6 056)	-88%	99 981	
Capital transfers recognised	40 235	63 102	-	442	656	4 552	(3 896)	-86%	63 102	
Public contributions & donations	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	
Internally generated funds	9 430	36 879	-	188	188	2 348	(2 160)	-92%	36 879	
Total sources of capital funds	49 665	99 981	-	630	844	6 900	(6 056)	-88%	99 981	
Financial position										
Total current assets	107 592	66 715	-		212 238				66 715	
Total non current assets	846 048	886 793	-		811 394				886 793	
Total current liabilities	96 741	34 500	-		234 571				34 500	
Total non current liabilities	30 512	40 000	-		33 014				40 000	
Community wealth/Equity	826 387	879 008	-		756 047				879 008	
Cash flows										
Net cash from (used) operating	41 145	72 559	-	106 273	106 273	6 047	(1 002 226)	-1658%	72 559	
Net cash from (used) investing	(70 602)	(72 290)	-	(214)	(214)	(6 024)	(5 810)	96%	(72 290)	
Net cash from (used) financing	2 361	500	-	894	894	42	(852)	-2045%	500	
Cash/cash equivalents at the month/year end	24 567	20 769	-	-	131 520	20 064	(111 456)	-555%	25 336	
Debtors & creditors analysis										
Debtors Age Analysis										
Total By Income Source	8 918	3 832	2 254	(2 675)	1 282	1 516	7 934	25 532	48 574	
Creditors Age Analysis										
Total Creditors	-	-	-	-	-	-	-	-	-	

The above C1 Sum table summarizes the following activities:-

Revenue:

The actual revenue for the month of July 2015 is R97, 047 million and the year to date budget of R93, 649 million and this reflects a positive variance R3, 399 million. All major revenue item categories reflect a negative variance as presented below except transfer recognized operational, interest on outstanding debtors and traffic fines:

- Property rates: 10% unfavourable variance
- Service charges – electricity: 23% unfavourable variance
- Service charges – refuse removal: 20% unfavourable variance
- Rental of facilities : 72% unfavourable variance
- Interest on external investment: 75% unfavourable variance
- License and permit: 100% unfavourable variance

Operating Expenditure

The Operational expenditure for the month amounts to R24, 208 million and the year to date budget is R23, 385 million. This reflects an unfavourable variance of R823 thousand (4%) that is immaterial and it get be said that the spending was in line with the monthly budget projections thereof. 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.

Capital Expenditure

The capital expenditure for the month of July amounts to R214 thousand and the year to date budget amounts to R6, 9 million, giving rise to 97% under-spending variance for the month under review and this is attributed to major projects that have not yet kick-started and they had budget projection/s for the month of July.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month is R72, 840 million that is mainly attributed to R88, 7 million equitable share (unconditional grant) received during the months.

Debtors

Outstanding debtors’ is comprised of consumer and sundry debtors. The total outstanding debtors as at end of July 2015 amounts to R48, 574 million and this an increase of R1, 732 million as compared to R46, 842 million as at end of 2014/15 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	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD Variance	Full Year Forecast	
Revenue - Standard										
Governance and administration	199 224	260 105	-	91 002	91 002	63 822	7 180	9%	250 105	
Executive and council	894	930	-	-	-	930	(930)	-100%	930	
Budget and treasury office	198 288	248 806	-	91 001	91 001	82 863	8 138	10%	248 806	
Corporate services	62	369	-	1	1	29	(28)	-98%	369	
Community and public safety	805	772	-	57	57	56	1	1%	772	
Community and social services	341	74	-	4	4	6	(3)	-42%	74	
Sport and recreation	20	63	-	-	-	5	(5)	-100%	63	
Public safety	443	635	-	53	53	45	8	19%	635	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	55 853	64 347	-	104	104	4 511	(4 407)	-98%	64 347	
Planning and development	1 377	1 670	-	11	11	1 221	(1 211)	-99%	1 670	
Road transport	54 476	62 677	-	93	93	3 290	(3 197)	-97%	62 677	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	61 017	79 101	-	5 885	5 885	8 759	(2 874)	-33%	79 101	
Electricity	57 529	73 973	-	5 577	5 577	8 333	(2 756)	-33%	73 973	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	3 488	5 128	-	308	308	426	(118)	-28%	5 128	
Other	-	-	-	-	-	-	-	-	-	
Total Revenue - Standard	316 899	394 326	-	97 047	97 047	97 149	(101)	0%	394 326	
Expenditure - Standard										
Governance and administration	113 581	164 839	-	13 718	13 718	11 211	2 507	22%	164 839	
Executive and council	41 290	46 223	-	5 020	5 020	3 762	1 258	33%	46 223	
Budget and treasury office	26 970	70 927	-	3 123	3 123	2 984	139	5%	70 927	
Corporate services	45 322	47 689	-	5 575	5 575	4 465	1 110	25%	47 689	
Community and public safety	38 272	22 539	-	2 254	2 254	1 790	464	26%	22 539	
Community and social services	17 315	9 004	-	1 315	1 315	714	601	84%	9 004	
Sport and recreation	-	579	-	47	47	47	0	0%	579	
Public safety	20 957	12 956	-	892	892	1 029	(138)	-13%	12 956	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	35 205	63 638	-	5 691	5 691	4 917	774	16%	63 638	
Planning and development	12 500	14 507	-	851	851	1 176	(324)	-28%	14 507	
Road transport	22 706	49 131	-	4 840	4 840	3 741	1 098	29%	49 131	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	70 084	89 414	-	2 545	2 545	5 467	(2 922)	-53%	89 414	
Electricity	58 240	72 315	-	570	570	4 236	(3 666)	-87%	72 315	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	11 844	17 099	-	1 975	1 975	1 231	744	60%	17 099	
Other	-	-	-	-	-	-	-	-	-	
Total Expenditure - Standard	257 143	340 430	-	24 208	24 208	23 385	823	4%	340 430	
Surplus (Deficit) for the year	59 756	53 896	-	72 840	72 840	73 764	(924)	-1%	53 896	

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

Description	Budget Year 2015/16										
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast		
Revenue by Vote											
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-		
Vote 2 - Office of the Municipal Manager	894	930	-	-	-	930	(930)	-100.0%	930		
Vote 3 - Budget & Treasury	198 268	248 806	-	91 001	91 001	82 863	8 138	9.8%	248 806		
Vote 4 - Corporate Services	62	369	-	1	1	29	(28)	-88.1%	369		
Vote 5 - Community Services	9 539	12 248	-	365	365	1 013	(648)	-64.0%	12 248		
Vote 6 - Technical Services	106 759	130 302	-	5 670	5 670	11 092	(5 422)	-48.9%	130 302		
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-		
Vote 8 - Developmental Planning	1 377	1 670	-	11	11	1 221	(1 211)	-99.1%	1 670		
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-		
Total Revenue by Vote	316 899	394 326	-	97 047	97 047	97 149	(101)	-0.1%	394 326		
Expenditure by Vote											
Vote 1 - Executive & Council	26 977	27 732	-	4 102	4 102	2 235	1 867	83.5%	27 732		
Vote 2 - Office of the Municipal Manager	14 313	20 660	-	918	918	1 700	(782)	-46.0%	20 660		
Vote 3 - Budget & Treasury	26 970	70 927	-	3 123	3 123	2 984	139	4.7%	70 927		
Vote 4 - Corporate Services	45 322	28 962	-	2 812	2 812	2 551	261	10.2%	28 962		
Vote 5 - Community Services	54 007	46 798	-	4 693	4 693	3 588	1 105	30.8%	46 798		
Vote 6 - Technical Services	77 055	114 286	-	4 945	4 945	7 410	(2 465)	-33.3%	114 286		
Vote 7 - Strategic Development	6 227	-	-	-	-	-	-	-	-		
Vote 8 - Developmental Planning	6 272	14 041	-	851	851	1 137	(286)	-25.1%	14 041		
Vote 9 - Executive Support	-	17 023	-	2 763	2 763	1 780	984	55.3%	17 023		
Total Expenditure by Vote	257 143	340 430	-	24 208	24 208	23 385	823	3.5%	340 430		
Surplus/ (Deficit) for the year	59 756	53 896	-	72 840	72 840	73 764	(924)	-1.3%	53 896		

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	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Revenue By Source										
Property rates	20 270	26 182	-	1 963	1 963	2 186	(223)	-10%	26 182	
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue	54 299	62 973	-	5 577	5 577	7 250	(1 673)	-23%	62 973	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	
Service charges - refuse revenue	3 476	4 628	-	308	308	385	(77)	-20%	4 628	
Service charges - other	1 363	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	1 768	3 290	-	74	74	265	(191)	-72%	3 290	
Interest earned - external investments	3 250	4 600	-	87	87	350	(263)	-75%	4 600	
Interest earned - outstanding debtors	5 836	4 500	-	431	431	320	111	35%	4 500	
Dividends received	-	-	-	-	-	-	-	-	-	
Fines	445	635	-	51	51	45	6	14%	635	
Licences and permits	5 247	6 348	-	-	-	530	(530)	-100%	6 348	
Agency services	-	-	-	-	-	-	-	-	-	
Transfers recognised - operational	170 641	216 652	-	88 520	88 520	82 217	6 303	8%	216 652	
Other revenue	844	1 415	-	36	36	101	(65)	-64%	1 415	
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-	
Total Revenue excluding capital transfers	267 438	331 224	-	97 047	97 047	93 649	3 399	4%	331 224	
Expenditure By Type										
Employee related costs	93 553	115 256	-	15 044	15 044	9 564	5 480	57%	115 256	
Remuneration of councillors	17 905	18 543	-	2 716	2 716	1 545	1 170	76%	18 543	
Debt impairment	-	11 000	-	-	-	-	-	-	11 000	
Depreciation & asset impairment	-	35 000	-	-	-	-	-	-	35 000	
Finance charges	-	-	-	-	-	-	-	-	-	
Bulk purchases	51 162	60 000	-	58	58	3 560	(3 502)	-98%	60 000	
Other materials	1 687	5 430	-	323	323	426	(103)	-24%	5 430	
Contracted services	11 357	21 950	-	-	-	1 754	(1 754)	-100%	21 950	
Transfers and grants	1 885	3 300	-	-	-	1 025	(1 025)	-100%	3 300	
Other expenditure	79 594	69 551	-	6 068	6 068	5 511	557	10%	69 551	
Loss on disposal of PPE	-	400	-	-	-	-	-	-	400	
Total Expenditure	257 143	340 430	-	24 208	24 208	23 385	823	4%	340 430	
Surplus/(Deficit)	10 295	(9 206)	-	72 840	72 840	70 264	2 576	0	(9 206)	
Transfers recognised - capital	49 441	63 102	-	-	-	3 500	(3 500)	(0)	63 102	
Contributions recognised - capital	-	-	-	-	-	-	-	-	-	
Contributed assets	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers	59 736	53 896	-	72 840	72 840	73 764	-	-	53 896	
Taxation	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after taxation	59 736	53 896	-	72 840	72 840	73 764	-	-	53 896	
Attributable to minorities	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) attributable to municipality	59 736	53 896	-	72 840	72 840	73 764	-	-	53 896	
Share of surplus/(deficit) of associate	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) for the year	59 736	53 896	-	72 840	72 840	73 764	-	-	53 896	

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections or targets are on property rates, refuse revenue, electricity revenue, rental, interest on investments, fines, Licenses and Permits and other revenue.. In the case of expenditure, all year to date actuals reflect an under spending variance except employee related cost (10% variance), remuneration of Councilors, (2 % variance) and other expenditure (11 % variance).

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

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

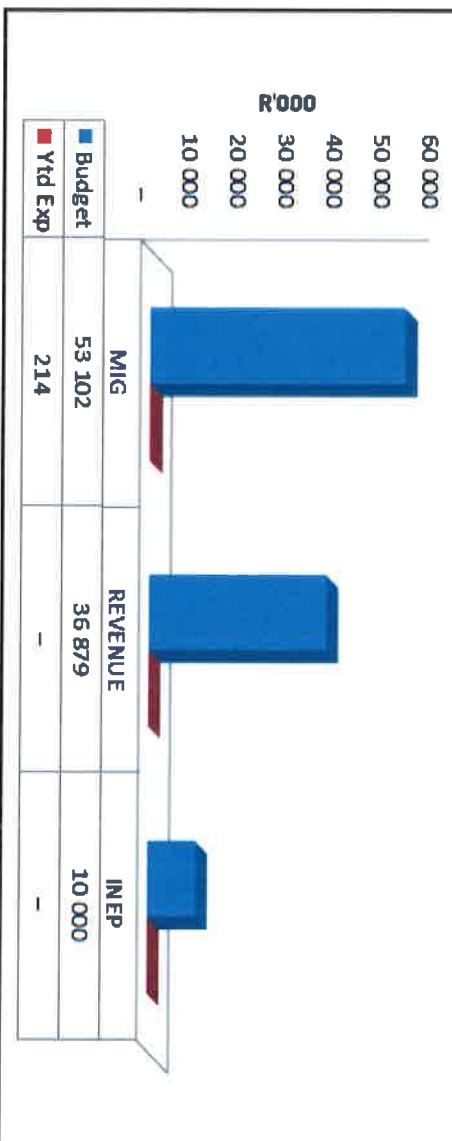
Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year TD actual	Year TD budget	YTD variance	YTD Variance	Full Year Forecast	
Capital Expenditure - Standard Classification										
Governance and administration	2 057	1 100	-	29	29	100	(71)	-71%	1 100	
Executive and council	-	-	-	-	-	-	-	-	-	
Budget and treasury office	75	-	-	-	-	-	-	-	-	
Corporate services	1 982	1 100	-	29	29	100	(71)	-71%	1 100	
Community and public safety	-	6 500	-	159	159	50	109	216%	6 500	
Community and social services	-	6 500	-	159	159	50	109	218%	6 500	
Sport and recreation	-	-	-	-	-	-	-	-	-	
Public safety	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	38 257	79 381	-	442	656	6 700	(6 044)	-90%	79 381	
Planning and development	-	-	-	-	-	-	-	-	-	
Road transport	38 257	79 381	-	442	656	6 700	(6 044)	-90%	79 381	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	9 350	13 000	-	-	-	50	(50)	-100%	13 000	
Electricity	9 350	13 000	-	-	-	-	-	-	13 000	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	-	-	-	-	-	50	(50)	-100%	-	
Other	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure - Standard Classification	49 665	99 981	-	630	844	6 900	(6 056)	-88%	99 981	
Funded by:										
National Government	40 235	53 102	-	442	656	4 552	(3 896)	-86%	53 102	
Provincial Government	-	-	-	-	-	-	-	-	-	
District Municipality	-	-	-	-	-	-	-	-	-	
Other transfers and grants	-	10 000	-	-	-	-	-	-	10 000	
Transfers recognised - capital	40 235	63 102	-	442	656	4 552	(3 896)	-86%	63 102	
Public contributions & donations	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	
Internally generated funds	9 430	36 879	-	188	188	2 348	(2 160)	-92%	36 879	
Total Capital Funding	49 665	99 981	-	630	844	6 900	(6 056)	-88%	99 981	

Table C5C: Monthly Capital Expenditure by Vote

Description	2014/15		Budget Year 2015/16						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1 239	1 100	-	29	29	100	(71)	-71%	1 100
Vote 5 - Community Services	214	4 200	-	159	159	600	(441)	-74%	4 200
Vote 6 - Technical Services	36 382	56 735	-	442	656	3 423	(2 767)	-81%	56 735
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	37 835	62 035	-	630	844	4 123	(3 279)	-80%	62 035
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1 280	-	-	-	-	-	-	-	-
Vote 5 - Community Services	-	2 300	-	-	-	250	(250)	-100%	2 300
Vote 6 - Technical Services	25 653	35 646	-	-	-	2 527	(2 527)	-100%	35 646
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1 009	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	27 953	37 946	-	-	-	2 777	(2 777)	-100%	37 946
Total Capital Expenditure	65 787	99 981	-	630	844	6 900	(6 056)	-88%	99 981

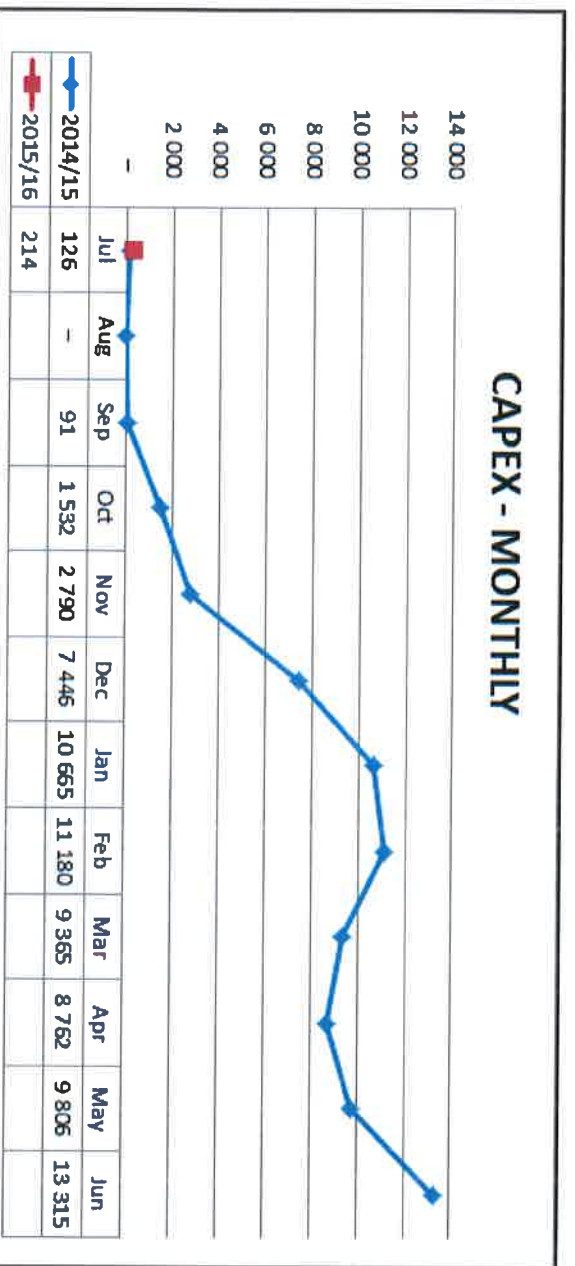
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and funding. For the month of July 2015, R214 thousand spending was incurred and the year to date budget amounts to R6, 9 million which shows an unfavourable spending variance of R6, 686 million (97%). The spending was only incurred on JJ Zaiiplaas road that is funded by Municipal Infrastructure Grant (MIG)

CAPEX - SOF



The above graph shows the components of finance for capital budget. Of the total capital budget of R99, 981 million, R53, 102 million is funded from Municipal Infrastructure grant, R10 million from INEP and R36, 879 million from Own Revenue.

CAPEX - MONTHLY



The above graph compares the 2015/15 and 2015/16 monthly capital expenditure performance. In addition, the graph shows that the 2014/15 capital expenditure pattern started improving in October that is most likely to be case even in the current financial year.

Table C6: Monthly Budget Statement Financial Position

Description	2014/15	Budget Year 2015/16			Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	
ASSETS					
Current assets					
Cash	823	10 631	-	96 848	10 631
Call investment deposits	23 745	15 000	-	34 672	15 000
Consumer debtors	23 009	24 184	-	48 574	24 184
Other debtors	57 380	14 400	-	26 245	14 400
Current portion of long-term receivables	-	-	-	-	-
Inventory	2 636	2 500	-	5 899	2 500
Total current assets	107 592	66 715	-	212 238	66 715
Non current assets					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	85 382	90 000	-	136 528	90 000
Investments in Associate	-	-	-	-	-
Property, plant and equipment	760 666	796 793	-	674 865	796 793
Agricultural	-	-	-	-	-
Biological assets	-	-	-	-	-
Intangible assets	-	-	-	-	-
Other non-current assets	-	-	-	-	-
Total non current assets	846 048	886 793	-	811 394	886 793
TOTAL ASSETS	953 641	953 508	-	1 023 632	953 508
LIABILITIES					
Current liabilities					
Bank overdraft	-	-	-	-	-
Borrowing	-	-	-	-	-
Consumer deposits	5 531	5 500	-	5 265	5 500
Trade and other payables	91 210	29 000	-	229 306	29 000
Provisions	-	-	-	-	-
Total current liabilities	96 741	34 500	-	234 571	34 500
Non current liabilities					
Borrowing	-	-	-	-	-
Provisions	30 512	40 000	-	33 014	40 000
Total non current liabilities	30 512	40 000	-	33 014	40 000
TOTAL LIABILITIES	127 254	74 500	-	267 585	74 500
NET ASSETS	826 387	879 008	-	756 047	879 008
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	826 387	879 008	-	756 047	879 008
Reserves	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	826 387	879 008	-	756 047	879 008

The above table shows that community wealth amounts to R756, 047 million, total liabilities R267, 585 million and the total assets R1, 023 billion. The increase in total liabilities is attributed to 2014/15 transactions that were paid using creditors suspense that still need to be cleared off and the provisions that are incorporated in the annual financial statements for prior financial year.

Table C7: Monthly Budget Statement Cash Flow

Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other	70 625	107 021	-	41 801	41 801	8 918	32 882	369%	107 021	
Government - operating	170 756	170 641	-	88 520	88 520	14 220	74 299	522%	170 641	
Government - capital	52 988	50 840	-	-	-	4 237	(4 237)	-100%	50 840	
Interest	3 939	8 105	-	160	160	675	(515)	-76%	8 105	
Dividends	-	-	-	-	-	-	-	-	-	
Payments										
Suppliers and employees	(255 258)	(254 448)	-	(24 208)	(24 208)	(21 204)	3 004	-14%	(254 448)	
Finance charges	-	-	-	-	-	-	-	-	-	
Transfers and Grants	(1 885)	(9 600)	-	-	-	(800)	(800)	100%	(9 600)	
NET CASH FROM/(USED) OPERATING ACTIVITIES	41 145	72 559	-	106 273	106 273	6 047	(100 226)	-1656%	72 559	
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE	500	5 000	-	-	-	417	(417)	-100%	5 000	
Decrease (if increase) in non-current debtors	-	-	-	-	-	-	-	-	-	
Decrease (if increase) other non-current receivables	-	-	-	-	-	-	-	-	-	
Decrease (if increase) in non-current investments	-	-	-	-	-	-	-	-	-	
Payments										
Capital assets	(71 102)	(77 290)	-	(214)	(214)	(6 441)	(6 227)	97%	(77 290)	
NET CASH FROM/(USED) INVESTING ACTIVITIES	(70 602)	(72 290)	-	(214)	(214)	(6 024)	(5 810)	96%	(72 290)	
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits	2 361	500	-	894	894	42	852	2045%	500	
Payments										
Repayment of borrowing	-	-	-	-	-	-	-	-	-	
NET CASH FROM/(USED) FINANCING ACTIVITIES	2 361	500	-	894	894	42	(852)	-2045%	500	
NET INCREASE/(DECREASE) IN CASH HELD	(27 096)	769	-	106 953	106 953	64			769	
Cash/cash equivalents at beginning:	51 663	20 000	-	-	24 567	20 000	-	-	24 567	
Cash/cash equivalents at month/year end:	24 567	20 769	-	-	131 520	20 064	-	-	25 336	

Table C7 presents details pertaining to cash flow performance. For the month of July 2015, the net cash inflow from operating activities is R106, 273 million whilst net cash outflow from investing activities is R214 thousand that is mainly comprised of capital expenditure movement; and the net cash inflow from financing activities is R894 thousand. The cash and cash equivalent held at the end of July 2015 amounted to R131, 520 million that is made up of cash amounting R96, 848 million and short term investments of R34, 672 million as presented in Table A6 under current assets.

PART 2: SUPPORTING TABLES

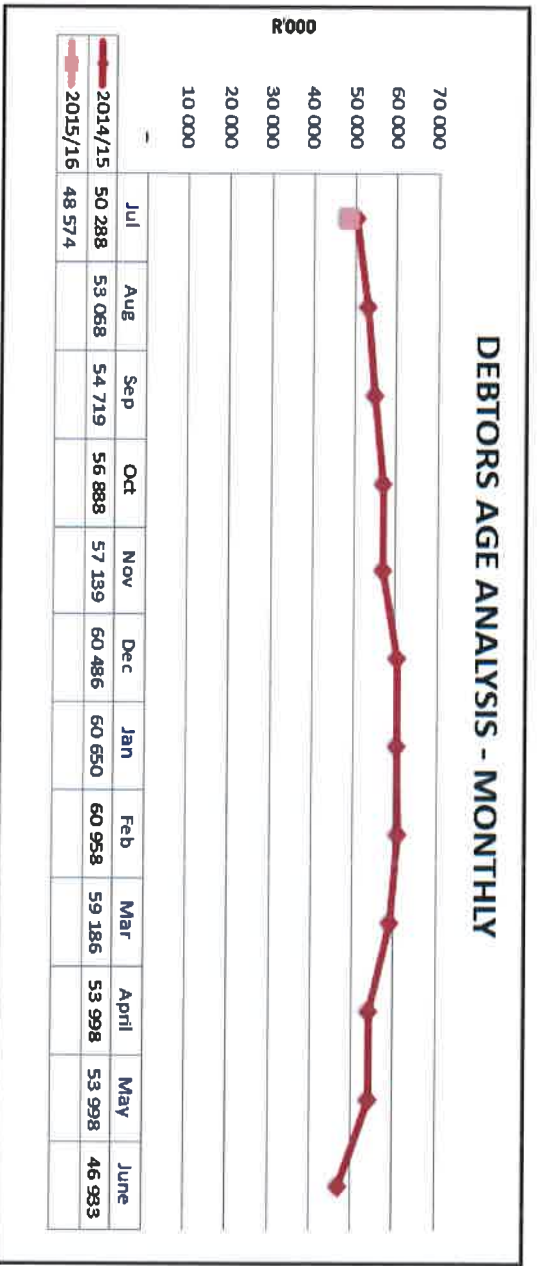
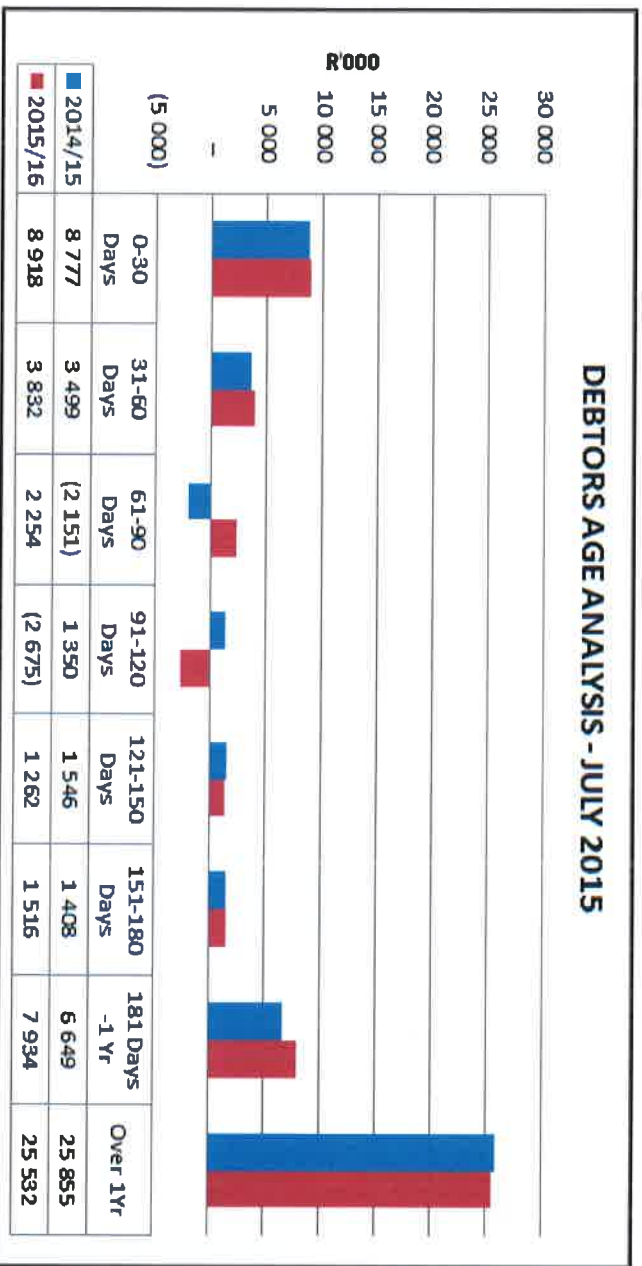
Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2015/16									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Year	Over 1Year	Total	Total over 90 days
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	5 207	2 348	734	490	231	479	1 714	4 600	15 803	7 514
Receivables from Non-exchange Transactions - Property Rates	2 030	850	694	612	513	550	2 947	13 808	22 005	18 431
Receivables from Exchange Transactions - Waste Water Management	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	308	118	68	43	28	26	132	997	1 720	1 226
Receivables from Exchange Transactions - Property Rental Debtors	78	10	10	11	10	58	680	78	935	836
Interest on Arrear Debtor Accounts	477	455	433	411	391	377	1 939	5 236	9 717	8 352
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–
Other	818	51	315	(4 243)	90	26	523	813	(1 606)	(2 790)
Total By Income Source	8 918	3 832	2 254	(2 675)	1 262	1 516	7 934	25 532	48 574	33 569
2014/15 - totals only	8 777	3 499	(2 151)	1 350	1 546	1 408	6 649	25 855	46 842	
Debtors Age Analysis By Customer Group										
Organs of State	1 023	447	470	384	301	538	2 085	4 269	9 518	7 577
Commercial	3 978	947	573	(2 089)	252	201	1 447	5 130	10 439	4 941
Households	2 861	1 574	750	440	325	358	1 936	9 234	17 479	12 294
Other	1 056	864	461	(1 410)	385	420	2 466	6 898	11 138	8 757
Total By Customer Group	8 918	3 832	2 254	(2 675)	1 262	1 516	7 934	25 532	48 574	33 569

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of July amount to R48, 574 million. The debtors' book is made up as follows:

- Rates 45,30%
- Electricity 32,53%
- Rental 1, 93%
- Refuse removal 3,54%
- Other - 3,31%

The debtors' age analysis is graphically presented below.



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

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

TOP TWENTY DEBTORS

Account No	Customer Name	Town	Suburb	Con Type	Owner Type	Indigent/ Pensioner	Handed Ove	Outs. Balance
9900067	WATER PURIFICAT	GROBLERSDAL	GROBLERSDAL	GOVERNMENT	OCCUPIER	N	Y	7 201 170
9012345	BREED J & OOSTH	GROBLERSDAL	GROBLERSDAL	FARM	OCCUPIER	N	N	584 894
9901060	KLEINWATERFONTE	GROBLERSDAL	GROBLERSDAL	GOVERNMENT	OCCUPIER	N	Y	576 214
1501364	JAN JOUBERT T	GROBLERSDAL	GROBLERSDAL	INDUSTRIAL	OWNER	N	N	405 178
20494	BREAKAWAY TRUST	GROBLERSDAL	GROBLERSDAL	BUSINESS	OWNER	N	Y	289 057
506535	BUMAZI PROPERTI	GROBLERSDAL	GROBLERSDAL	BUSINESS	OCCUPIER	N	N	258 214
201885	SHOPRITE CHECKE	GROBLERSDAL	GROBLERSDAL	BUSINESS	OCCUPIER	N	N	223 349
9000000	REPUBLIEK VAN S	FARMS JS	FARMS JS	AGRICULTURE	OWNER	N	Y	211 502
9001077	ROYAL SQUARE IN	FARMS JS	FARMS JS	FARM	OWNER	N	Y	189 142
2913	SHOPRITE/CHECKE	GROBLERSDAL	GROBLERSDAL	MUNICIPAL	OCCUPIER	N	Y	184 004
6000908	DEPARTMENT OF E	MOTETEMA A	MOTETEMA A	RESIDENTIAL	OWNER	N	Y	178 737
9001035	NDEBELE MAHLANG	FARMS JS	FARMS JS	AGRICULTURE	OWNER	N	Y	172 845
9000804	UNKNOWN	FARMS JS	FARMS JS	FARM	OWNER	N	Y	161 361
2000270	PROVINSIALE HOS	GROBLERSDAL	GROBLERSDAL	GOVERNMENT	OCCUPIER	N	N	160 171
211693	BOXER SUPERSTOR	GROBLERSDAL	GROBLERSDAL	BUSINESS	OCCUPIER	N	N	151 182
9001052	NDEBELE STAM	FARMS JS	FARMS JS	AGRICULTURE	OWNER	N	Y	149 714
9000628	LANDBOUNAVORSIN	FARMS JS	FARMS JS	AGRICULTURE	OWNER	N	Y	144 961
9001039	NDEBELE MAHLANG	FARMS JS	FARMS JS	FARM	OWNER	N	Y	144 910
214913	MEAT SPOT	GROBLERSDAL	GROBLERSDAL	BUSINESS	OCCUPIER	N	N	142 772
9001055	NDEBELE STAM	FARMS JS	FARMS JS	AGRICULTURE	OWNER	N	Y	140 232
Total								11 669 608

Supporting Table: SC 4 - Creditors Age Analysis

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

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

TOP TWENTY CREDITORS PAID

Code	Creditor	Amount
41011	Maikarabelo Trading	174 050
37763	Dulabaphi Trading	40 820
40078	Hlafsane Trading and Projects	28 600
37700	Bahwaduba Le Mbonani Trading	24 480
37606	Mabalane Lethabo Shibu Trading	22 500
41010	Kgolane Trading	21 130
37661	Kamagedion Trading and Project	20 000
530	Rena Batswako Transport and Co	18 999
32508	Ntshiana Trading Enterprise	17 100
40093	Kodumela Moepa Thutse	15 300
41000	Theomei Projects	13 000
31369	Rapotoane Construction and Projects	10 040
41013	Majesty Prints (Pty) Ltd	7 500
40085	Emathenjini Investment	6 950
37747	Asante Viable Solutions	4 920
37629	2BZA Trading Enterprise	4 180
37563	Mafofolo Travel	3 670
Total		433 239

The above table presents the top twenty creditors paid during the month of July 2015 and an amount of R433 thousand was paid during the month under review.

Supporting Table: SC 5 - Investment Portfolio

Investments by maturity Name of institution & investment ID	Period of investment	Type of investment	Expiry date of investment	Accrued interest for the month	Yield for the month (1%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Yrs/Months							
Sanlam	1 Month	Short term	31-Jul-2015	1	0.40%	331	0	331
Nedbank	3 Months	Short term	3-Sep-2015	81	0.35%	23 328	-	23 409
Absa - M/G	3 Months	Short term	31-Jul-2015	5	0.05%	-	10 927	10 932
TOTAL INVESTMENTS AND INTEREST				87		23 659	10 927	34 672

Supporting table SC5 presents all investments that indicate that the total amount of R34, 672 million has been invested as at end of July 2015. The opening balance was R23, 659 million, accrued interest for the month amounted to R87. Additional amount of R10, 927 million was invested during the month of July.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2014/15		Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
RECEIPTS:										
Operating Transfers and Grants										
National Government:	170 641	216 652	-	91 263	91 263	91 263	-		216 652	
Local Government Equitable Share	166 920	212 959	-	88 733	88 733	88 733	-		212 959	
Finance Management	1 600	1 600	-	1 600	1 600	1 600	-		1 600	
Municipal Systems Improvement	934	930	-	930	930	930	-		930	
EPWP Incentive	1 187	1 163	-	-	-	-	-		1 163	
Provincial Government:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
District Municipality:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
Other grant providers:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
Total Operating Transfers and Grants	170 641	216 652	-	91 263	91 263	91 263	-		216 652	
Capital Transfers and Grants										
National Government:	65 840	63 102	-	10 927	10 927	10 927	-		63 102	
Municipal Infrastructure Grant (MIG)	65 840	53 102	-	10 927	10 927	10 927	-		53 102	
Integrated National Electrification Grant	-	10 000	-	-	-	-	-		10 000	
Provincial Government:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
District Municipality:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
Other grant providers:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
Total Capital Transfers and Grants	65 840	63 102	-	10 927	10 927	10 927	-		63 102	
TOTAL RECEIPTS OF TRANSFERS & GRANTS	236 481	279 754	-	102 190	102 190	102 190	-		279 754	

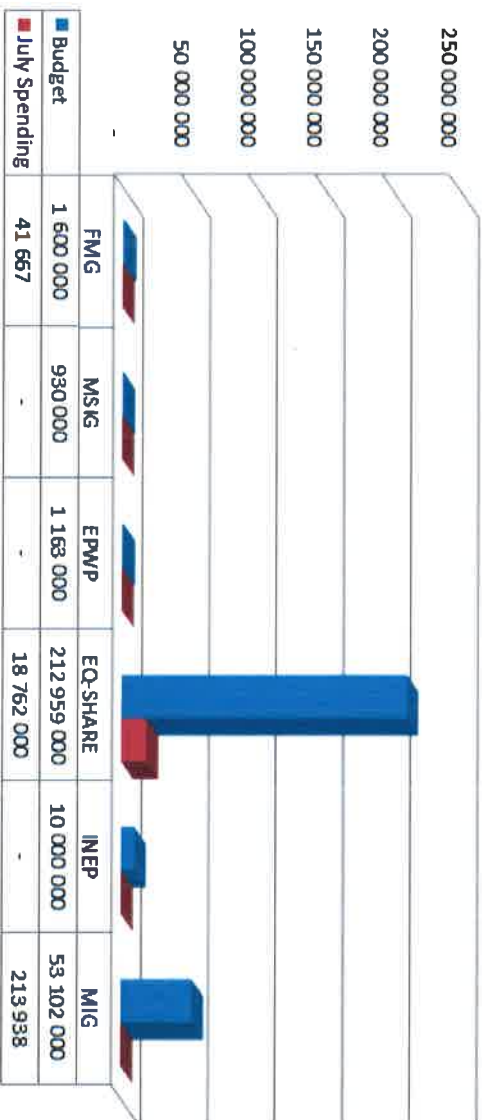
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R102, 190 million of which the major portion is attributed to equitable share (i.e. R88, 733 million) received. Other grants include amongst others, FMG, MSIG, and MIG.

Supporting Table: SC 7 Transfers and grants - Expenditure

Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:	170 635	216 652	-	18 762	18 762	19 927	(1 165)	-5,8%	216 652	
Local Government Equitable Share	166 920	212 959	-	18 762	18 762	19 625	(863)	-4,4%	212 959	
Finance Management	1 600	1 600	-	-	-	133	(133)	-100,0%	1 600	
Municipal Systems Improvement	934	930	-	-	-	78	(78)	-100,0%	930	
EPWP Incentive	1 181	1 163	-	-	-	91	(91)	-100,0%	1 163	
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-	
Provincial Government:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-	
District Municipality:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Other grant providers:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Total operating expenditure of Transfers and Grants:	170 635	216 652	-	18 762	18 762	19 927	(1 165)	-5,8%	216 652	
Capital expenditure of Transfers and Grants										
National Government:	42 434	63 102	-	214	214	3 500	(3 500)	-100,0%	63 102	
Municipal Infrastructure Grant (MIG)	42 434	53 102	-	214	214	2 500	(2 500)	-100,0%	53 102	
Integrated National Electrification Grant	-	10 000	-	-	-	1 000	(1 000)	-100,0%	10 000	
Provincial Government:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
District Municipality:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Other grant providers:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Total capital expenditure of Transfers and Grants	42 434	63 102	-	214	214	3 500	(3 286)	-93,9%	63 102	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	213 068	279 754	-	18 976	18 976	23 427	(4 451)	-19,9%	279 754	

An amount of R18, 762 million has been spent on grants during the month of July 2015 and the year to date budget amounts to R23, 427 million and this results in under spending variance of R4, 665 (19.9%). R18, 762 million is spent from operational grant (Equitable share) whilst R214 thousand is spent from capital grant (MIG).

GRANTS PERFORMANCE - JULY 2015



The above graph depicts the gazette and budgeted amounts for all the grants and the expenditure thereof for the month of July 2015. The grants expenditure is shown below in percentages:

- Financial Management Grant 2.60%
- Municipal Systems Improvement Grant 0.00%
- Expanded Public Work Programme 0.00%
- Equitable Share 8.80%
- Municipal Infrastructure Grant 0.40%

Supporting Table: SC8 - Councillor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages	12 196	3 548	-	1 849	1 849	296	1 554	526%	3 548	
Pension and UIF Contributions	1 047	1 408	-	174	174	117	57	48%	1 408	
Medical Aid Contributions	252	408	-	44	44	34	10	26%	408	
Motor Vehicle Allowance	4 030	4 075	-	649	649	340	309	91%	4 075	
Cellphone Allowance	-	1 554	-	-	-	130	(130)	-100%	1 554	
Housing Allowances	-	-	-	-	-	-	-	-	-	
Other benefits and allowances	381	7 550	-	-	-	629	(829)	-100%	7 550	
Sub Total - Councillors	17 905	18 543	-	2 716	2 716	1 545	1 170	76%	18 543	
Senior Managers of the Municipality										
Basic Salaries and Wages	3 106	4 831	-	594	594	403	191	48%	4 831	
Pension and UIF Contributions	209	503	-	51	51	42	10	23%	503	
Medical Aid Contributions	-	175	-	106	106	15	91	625%	175	
Overtime	-	-	-	-	-	-	-	-	-	
Performance Bonus	-	-	-	-	-	-	-	-	-	
Motor Vehicle Allowance	566	840	-	96	96	70	26	37%	840	
Cellphone Allowance	-	-	-	-	-	-	-	-	-	
Housing Allowances	-	-	-	-	-	-	-	-	-	
Other benefits and allowances	54	596	-	5	5	50	(45)	-90%	596	
Payments in lieu of leave	-	-	-	-	-	-	-	-	-	
Long service awards	-	-	-	-	-	-	-	-	-	
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-	
Sub Total - Senior Managers of Municipality	3 936	6 944	-	852	852	579	274	47%	6 944	
Other Municipal Staff										
Basic Salaries and Wages	58 199	73 424	-	9 584	9 584	6 598	2 987	45%	73 424	
Pension and UIF Contributions	11 194	14 613	-	1 873	1 873	1 218	655	54%	14 613	
Medical Aid Contributions	2 949	4 616	-	522	522	385	138	36%	4 616	
Overtime	1 473	1 380	-	210	210	115	95	82%	1 380	
Performance Bonus	-	-	-	-	-	-	-	-	-	
Motor Vehicle Allowance	4 994	5 632	-	1 571	1 571	489	1 101	235%	5 632	
Cellphone Allowance	-	-	-	-	-	-	-	-	-	
Housing Allowances	95	157	-	17	17	13	4	33%	157	
Other benefits and allowances	9 713	7 864	-	239	239	136	103	76%	7 864	
Payments in lieu of leave	1 001	530	-	10	10	44	(34)	-77%	530	
Long service awards	-	95	-	166	166	8	158	1991%	95	
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-	
Sub Total - Other Municipal Staff	89 617	108 312	-	14 192	14 192	8 985	5 206	58%	108 312	
TOTAL SALARY ALLOWANCES & BENEFITS	111 458	133 799	-	17 759	17 759	11 109	6 660	60%	133 799	
TOTAL MANAGERS AND STAFF	93 553	115 256	-	15 044	15 044	9 564	5 480	57%	115 256	

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for July 2015 amounts to R14, 192 million and the expenditure for remuneration of councillors amounts to R 2, 716 million.

Description	Budget Year 2015/16												2015/16 Medium Term Revenue		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year	Budget Year +1	Budget Year +2
Cash Receipts By Source															
Property rates	3 411	--	--	--	--	--	--	--	--	--	--	20 938	24 349	25 647	27 359
Property rates - penalties & collection charges	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Service charges - electricity revenue	5 818	--	--	--	--	--	--	--	--	--	--	52 747	58 565	62 167	65 803
Service charges - water revenue	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Service charges - sanitation revenue	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Service charges - refuse	248	--	--	--	--	--	--	--	--	--	--	4 056	4 304	4 569	4 838
Service charges - other	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Rental of facilities and equipment	90	--	--	--	--	--	--	--	--	--	--	3 200	3 290	3 493	3 697
Interest earned - external investments	87	--	--	--	--	--	--	--	--	--	--	4 513	4 600	4 883	5 169
Interest earned - outstanding debtors	73	--	--	--	--	--	--	--	--	--	--	(73)	--	--	--
Dividends received	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Fines	--	--	--	--	--	--	--	--	--	--	--	318	318	335	353
Licences and permits	1 149	--	--	--	--	--	--	--	--	--	--	4 670	5 819	6 177	6 538
Agency services	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Transfer receipts - operating	88 520	--	--	--	--	--	--	--	--	--	--	128 132	216 652	233 223	229 181
Other revenue	31 085	--	--	--	--	--	--	--	--	--	--	(29 988)	1 096	1 515	1 595
Cash Receipts by Source	130 480	--	--	--	--	--	--	--	--	--	--	188 613	318 994	342 207	344 510
Other Cash Flows by Source															
Transfer receipts - capital	--	--	--	--	--	--	--	--	--	--	--	63 102	63 102	65 178	68 289
Contributions & Contributed assets	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Proceeds on disposal of PPE	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Short term loans	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Borrowing long term/refinancing	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Increase in consumer deposits	894	--	--	--	--	--	--	--	--	--	--	(394)	500	500	500
Receipt of non-current debtors	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Receipt of non-current receivables	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Change in non-current investments	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Total Cash Receipts by Source	131 374	--	--	--	--	--	--	--	--	--	--	251 222	382 586	407 885	413 299
Cash Payments by Type															
Employee related costs	15 044	--	--	--	--	--	--	--	--	--	--	100 212	115 256	122 344	129 501
Remuneration of councillors	2 716	--	--	--	--	--	--	--	--	--	--	15 828	18 543	19 563	20 600
Interest paid	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Bulk purchases - Electricity	58	--	--	--	--	--	--	--	--	--	--	59 942	60 000	63 300	66 655
Bulk purchases - Water & Sewer	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Other materials	323	--	--	--	--	--	--	--	--	--	--	5 107	5 430	5 764	6 101
Contracted services	--	--	--	--	--	--	--	--	--	--	--	21 950	21 950	23 300	24 389
Grants and subsidies paid - other municipalities	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Grants and subsidies paid - other	--	--	--	--	--	--	--	--	--	--	--	3 300	3 300	3 503	3 708
General expenses	6 088	--	--	--	--	--	--	--	--	--	--	56 586	62 654	62 393	59 190
Cash Payments by Type	24 208	--	--	--	--	--	--	--	--	--	--	262 926	287 133	300 168	310 144
Other Cash Flows/Payments by Type															
Capital assets	214	--	--	--	--	--	--	--	--	--	--	99 767	99 981	99 178	98 589
Repayment of borrowing	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Other Cash Flows/Payments	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Total Cash Payments by Type	24 421	--	--	--	--	--	--	--	--	--	--	362 693	387 114	399 346	408 733
NET INCREASE/(DECREASE) IN CASH HELD	106 953	--	--	--	--	--	--	--	--	--	--	(111 471)	(4 519)	8 640	4 566
Cash/cash equivalents at the month/year beginning:	24 567	131 520	131 520	131 520	131 520	131 520	131 520	131 520	131 520	131 520	131 520	131 520	24 567	20 049	28 588
Cash/cash equivalents at the month/year end:	131 520	131 520	131 520	131 520	131 520	131 520	131 520	131 520	131 520	131 520	131 520	20 049	20 049	28 588	33 155

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R 131, 374 million and the total cash payment for the month were R24, 421 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	Budget Year 2015/16									
	2014/15	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget	
Monthly expenditure performance trend										
July	126	4 584	-	214	214	4 584	4 370	95.3%	0.21%	
August	-	6 184	-	-	-	10 788	-	0.0%	0.00%	
September	91	7 005	-	-	-	17 773	-	0.0%	0.00%	
October	1 532	8 840	-	-	-	26 613	-	0.0%	0.00%	
November	2 790	11 250	-	-	-	37 863	-	0.0%	0.00%	
December	7 446	11 260	-	-	-	49 123	-	0.0%	0.00%	
January	10 665	8 500	-	-	-	57 623	-	0.0%	0.00%	
February	11 180	12 291	-	-	-	69 914	-	0.0%	0.00%	
March	9 365	9 710	-	-	-	79 624	-	0.0%	0.00%	
April	8 762	7 165	-	-	-	86 789	-	0.0%	0.00%	
May	8 514	6 842	-	-	-	93 631	-	0.0%	0.00%	
June	5 315	6 350	-	-	-	99 981	-	0.0%	0.00%	
Total Capital expenditure	65 787	99 981	-	214						

Supporting table SC12 provides information on the monthly trends for capex. In terms of this table the capital expenditure for the month of July amounts to R214 thousand. The capital budget spending is way below the projected spending for July and this might result in quarterly target not being achieved.

In terms of the budget projection for the month, the spending was anticipated to be at R4, 584 million and only R214 thousand has actually been spent. This reflects under spending variance of 95, 3%.

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets									
Infrastructure	44 586	57 102	-	442	656	4 759	4 103	86.2%	57 102
Roads, Pavements & Bridges	38 541	40 602	-	442	656	3 384	2 728	80.6%	40 602
Storm water	597	5 000	-	-	-	417	417	100.0%	5 000
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	3 151	10 000	-	-	-	833	833	100.0%	10 000
Street lighting	2 297	1 500	-	-	-	125	125	100.0%	1 500
Community	2 498	-	-	-	-	-	-	-	-
Parks & Gardens	159	-	-	-	-	-	-	-	-
Cemeteries	2 339	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	1 065	-	-	-	-	-	-	-	-
Other	1 065	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	48 148	57 102	-	442	656	4 759	4 103	86.2%	57 102

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

Description	Budget Year 2015/16									
	2014/15	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets										
Infrastructure	10 595	30 779	-	159	159	2 565	2 406	93.8%	30 779	
Roads, Pavements & Bridges	6 532	26 779	-	-	-	2 232	2 232	100.0%	26 779	
Storm water	-	-	-	-	-	-	-	-	-	
Generation	-	-	-	-	-	-	-	-	-	
Transmission & Reticalation	3 565	1 500	-	-	-	125	125	100.0%	1 500	
Waste Management	499	2 500	-	159	159	208	49	23.7%	2 500	
Transportation	-	-	-	-	-	-	-	-	-	
Gas	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Other assets	7 044	12 100	-	29	29	1 008	979	97.1%	12 100	
General vehicles	-	-	-	-	-	-	-	-	-	
Specialised vehicles	-	-	-	-	-	-	-	-	-	
Plant & equipment	-	-	-	-	-	-	-	-	-	
Computers - hardware/equipment	469	500	-	-	-	42	42	100.0%	500	
Furniture and other office equipment	282	500	-	-	-	42	42	100.0%	500	
Abattoirs	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Civic Land and Buildings	2 588	1 000	-	-	-	83	83	100.0%	1 000	
Other Buildings	1 841	10 000	-	-	-	833	833	100.0%	10 000	
Other Land	1 009	-	-	-	-	-	-	-	-	
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-	
Other	855	100	-	29	29	8	(21)	-246.4%	100	
Total Capital Expenditure on renewal of existing assets	17 639	42 879	-	188	188	3 573	3 385	94.7%	42 879	

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

Description	Budget Year 2015/16									
	2014/15	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Repairs and maintenance expenditure										
Infrastructure	3 506	4 500	-	461	637	375	(262)	-70.0%	4 500	
Roads, Pavements & Bridges	881	3 000	-	461	637	250	(387)	-155.0%	3 000	
Storm water	244	-	-	-	-	-	-	-	-	
Generation	-	-	-	-	-	-	-	-	-	
Transmission & Reticalation	1 271	-	-	-	-	-	-	-	-	
Street Lighting	-	-	-	-	-	-	-	-	-	
Waste Management	1 110	1 500	-	-	-	125	125	100.0%	1 500	
Transportation	-	-	-	-	-	-	-	-	-	
Gas	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Other assets	7 481	7 200	-	395	395	433	38	8.8%	7 200	
General vehicles	3 931	2 000	-	394	394	-	(394)	0.0%	2 000	
Specialised vehicles	-	-	-	-	-	-	-	-	-	
Plant & equipment	586	3 000	-	1	1	250	249	99.7%	3 000	
Other Buildings	1 498	2 000	-	-	-	167	167	100.0%	2 000	
Other Land	-	-	-	-	-	-	-	-	-	
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-	
Other	1 466	200	-	-	-	17	17	100.0%	200	
Intangibles	-	120	-	-	-	10	10	100.0%	120	
Computers - software & programming	-	-	-	-	-	-	-	-	-	
Other	-	120	-	-	-	10	10	100.0%	120	
Total Repairs and Maintenance Expenditure	10 988	11 820	-	856	1 032	818	(214)	-26.2%	11 820	

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

Description	2014/15		Budget Year 2015/16					YTD variance	YTD variance	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget				
Depreciation by Asset Class/Sub-class										
Infrastructure		32 638				2 720	2 720	100,0%	32 638	
Infrastructure - Road transport	-	27 435	-	-	-	2 286	2 286	100,0%	27 435	
Roads, Pavements & Bridges	-	22 710	-	-	-	1 893	1 893	100,0%	22 710	
Storm water	-	4 725	-	-	-	394	394	100,0%	4 725	
Infrastructure - Electricity	-	3 903	-	-	-	325	325	100,0%	3 903	
Generation	-	2 328	-	-	-	194	194	100,0%	2 328	
Transmission & Retiulation	-	1 575	-	-	-	131	131	100,0%	1 575	
Street Lighting	-	-	-	-	-	-	-	-	-	
Infrastructure - Water	-	-	-	-	-	-	-	-	-	
Dams & Reservoirs	-	-	-	-	-	-	-	-	-	
Water purification	-	-	-	-	-	-	-	-	-	
Retiulation	-	-	-	-	-	-	-	-	-	
Infrastructure - Sanitation	-	-	-	-	-	-	-	-	-	
Retiulation	-	-	-	-	-	-	-	-	-	
Sewerage purification	-	-	-	-	-	-	-	-	-	
Infrastructure - Other	-	1 300	-	-	-	108	108	100,0%	1 300	
Waste Management	-	1 300	-	-	-	108	108	100,0%	1 300	
Transportation	-	-	-	-	-	-	-	-	-	
Gas	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Community		2 145				179	179	100,0%	2 145	
Parks & gardens	-	-	-	-	-	-	-	-	-	
Sportsfields & stadia	-	-	-	-	-	-	-	-	-	
Swimming pools	-	-	-	-	-	-	-	-	-	
Community halls	-	-	-	-	-	-	-	-	-	
Libraries	-	-	-	-	-	-	-	-	-	
Recreational facilities	-	-	-	-	-	-	-	-	-	
Fire, safety & emergency	-	-	-	-	-	-	-	-	-	
Security and policing	-	-	-	-	-	-	-	-	-	
Busess	-	-	-	-	-	-	-	-	-	
Clinics	-	-	-	-	-	-	-	-	-	
Museums & Art Galleries	-	-	-	-	-	-	-	-	-	
Cemeteries	-	2 145	-	-	-	179	179	100,0%	2 145	
Social rental housing	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Heritage assets										
Buildings	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Investment properties										
Housing development	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Other assets		217				18	18	100,0%	217	
General vehicles	-	57	-	-	-	5	5	100,0%	57	
Specialised vehicles	-	-	-	-	-	-	-	-	-	
Plant & equipment	-	-	-	-	-	-	-	-	-	
Computers - hardware/equipment	-	20	-	-	-	2	2	100,0%	20	
Furniture and other office equipment	-	25	-	-	-	2	2	100,0%	25	
Abattoirs	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Civic Land and Buildings	-	-	-	-	-	-	-	-	-	
Other Buildings	-	100	-	-	-	8	8	100,0%	100	
Other Land	-	-	-	-	-	-	-	-	-	
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-	
Other	-	15	-	-	-	1	1	100,0%	15	
Agricultural assets										
List sub-class	-	-	-	-	-	-	-	-	-	
Biological assets										
List sub-class	-	-	-	-	-	-	-	-	-	
Intangibles										
Computers - software & programming	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Total Depreciation		35 000				2 917	2 917	100,0%	35 000	
Specialised vehicles										
Refuse	-	-	-	-	-	-	-	-	-	
Fire	-	-	-	-	-	-	-	-	-	
Conservancy	-	-	-	-	-	-	-	-	-	
Ambulances	-	-	-	-	-	-	-	-	-	

Quality certificate

I **RAMAKGAHLELE MAREDI**, the Municipal Manager of **ELIAS MOTSOALEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of July 2015 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsaoleli Local Municipality (LIM 472)

Signature



Date

13/08/2015