

# **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**



## **MONTHLY BUDGET STATEMENT REPORT**

**MAY 2016**

## **PART 1: IN - YEAR REPORT**

### **PURPOSE**

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

### **EXECUTIVE SUMMARY**

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

### **IN YEAR BUDGET STATEMENT TABLES**



**Table C1 – Budget Statement Summary**

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Financial Performance</b>									
Property rates	19,271	26,182	24,797	1,873	20,620	22,731	(2,111)	-9%	24,797
Service charges	59,877	67,601	66,337	5,733	65,449	60,809	4,640	8%	66,337
Investment revenue	3,965	4,600	3,300	614	3,607	3,025	582	19%	3,300
Transfers recognised - operational	170,641	216,652	216,652	229	216,493	198,598	17,895	9%	216,652
Other own revenue	22,264	16,188	13,960	1,216	13,403	12,796	608	5%	13,960
<b>Total Revenue excluding capital transfers</b>	<b>276,019</b>	<b>331,224</b>	<b>325,046</b>	<b>9,665</b>	<b>319,571</b>	<b>297,959</b>	<b>21,613</b>	<b>7%</b>	<b>325,046</b>
Employee costs	102,669	115,256	106,109	7,896	92,355	97,266	(4,912)	-5%	106,109
Remuneration of Councilors	18,844	18,543	17,659	1,917	16,698	16,187	511	3%	17,659
Depreciation & asset impairment	32,042	35,000	35,000	-	-	32,083	(32,083)	-100%	35,000
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	53,540	65,430	67,759	4,744	60,915	62,112	(1,197)	-2%	67,759
Transfers and grants	1,832	3,300	1,900	174	943	1,742	(799)	-46%	1,900
Other expenditure	128,686	102,901	120,195	9,762	104,077	110,179	(6,102)	-6%	120,195
<b>Total Expenditure</b>	<b>337,613</b>	<b>340,430</b>	<b>348,622</b>	<b>24,492</b>	<b>274,987</b>	<b>319,570</b>	<b>(44,583)</b>	<b>-14%</b>	<b>348,622</b>
<b>Surplus/(Deficit)</b>	<b>(61,594)</b>	<b>(9,206)</b>	<b>(23,576)</b>	<b>(14,827)</b>	<b>44,584</b>	<b>(21,611)</b>	<b>66,196</b>	<b>-306%</b>	<b>(23,576)</b>
Transfers recognised - capital	58,967	63,102	77,739	2,601	71,541	71,261	280	0%	77,739
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers</b>	<b>(2,627)</b>	<b>53,896</b>	<b>54,163</b>	<b>(12,226)</b>	<b>116,125</b>	<b>49,650</b>	<b>66,476</b>	<b>134%</b>	<b>54,163</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(2,627)</b>	<b>53,896</b>	<b>54,163</b>	<b>(12,226)</b>	<b>116,125</b>	<b>49,650</b>	<b>66,476</b>	<b>134%</b>	<b>54,163</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>82,321</b>	<b>99,981</b>	<b>124,455</b>	<b>7,094</b>	<b>87,332</b>	<b>114,084</b>	<b>(26,752)</b>	<b>-23%</b>	<b>124,455</b>
Capital transfers recognised	58,666	63,102	77,739	3,453	69,008	71,261	(2,253)	-3%	77,739
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>	<b>23,655</b>	<b>36,879</b>	<b>46,716</b>	<b>3,641</b>	<b>18,323</b>	<b>42,823</b>	<b>(24,499)</b>	<b>-57%</b>	<b>46,716</b>
<b>Total sources of capital funds</b>	<b>82,321</b>	<b>99,981</b>	<b>124,455</b>	<b>7,094</b>	<b>87,332</b>	<b>114,084</b>	<b>(26,752)</b>	<b>-23%</b>	<b>124,455</b>
<b>Financial position</b>									
Total current assets	78,138	66,715	77,544		96,123				77,544
Total non current assets	830,215	886,793	969,866		830,431				969,866
Total current liabilities	68,432	34,500	27,100		60,367				27,100
Total non current liabilities	79,033	40,000	32,512		76,694				32,512
<b>Community wealth/Equity</b>	<b>760,887</b>	<b>879,008</b>	<b>987,798</b>		<b>789,491</b>				<b>987,798</b>
<b>Cash flows</b>									
Net cash from (used) operating	59,514	72,559	104,998	(15,132)	65,465	96,248	30,783	32%	104,998
Net cash from (used) investing	(69,910)	(94,981)	(89,369)	(8,087)	(99,877)	(81,922)	17,955	-22%	(89,369)
Net cash from (used) financing	-	500	2,597	(18)	(425)	2,380	2,806	118%	2,597
<b>Cash/cash equivalents at the month/year end</b>	<b>24,851</b>	<b>(1,922)</b>	<b>43,192</b>	<b>-</b>	<b>49,522</b>	<b>41,673</b>	<b>(7,848)</b>	<b>-19%</b>	<b>102,585</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	8,604	3,892	2,530	2,035	1,696	1,798	8,920	24,813	54,288
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-



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

**Revenue:**

The actual year to date operational revenue as at end of May 2016 is R319, 571 million and the year to date budget of R297, 959 million and this reflects a positive variance of R21, 613 million. All major revenue item categories reflect a negative variance as presented below except transfer recognized operational, service charges, License and interest on investment:

- Property rates: 9% unfavorable variance
- Rental of facilities: 15% unfavorable variance
- Interest on outstanding debtors: 10% unfavorable variance
- Fines: 33% unfavorable variance
- 

**Operating Expenditure**

The year to date operational expenditure as at end of May amounts to R274, 987 million and the year to date budget is R319, 570 million. This reflects a unfavorable variance of R44, 583 million (14%) that is caused by depreciation, debt impairment, and transfers and grants. Cognizance should be taken that the above spending does not include "expenditure" on non-cash items and as a results, the expenditure is the actual spending that resulted in actual outflow of cash.

All other expenditure line items are performing almost in line with the year to date budget since the variance thereof is less than 10% except for transfers and grants with an unfavorable variance of (46%).

**Capital Expenditure**

The year to date actual capital expenditure as at end of May 2016 amounts to R87, 332 million and the year to date budget amounts to R114, 084 million, giving rise to 23% 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 reporting period. The following projects are contributing to the underspending of capital budget since they are budgeted for and they have no movement to date:

- Landscaping of Hoep-Hoep and ImpalaParks
- Installation of Highmast lights
- Development of transfer station (Ntwane)
- Upgrading of traffic offices and control room

- Upgrading of Groblersdal landfill site
- Laersdrift bust route
- Upgrading of Nyakoroane road
- Multi-purpose sports field
- Aircons

### **Surplus/Deficit**

Taking the above into consideration, the net operating surplus for the month is R116, 125 million that is mainly attributed to services charges received during the months.

### **Debtors**

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of May 2016 amounts to R54, 288 million and this shows an increase of R4, 372 million as compared to R49, 916 million as at end of 2014/15 financial year.

Consumer debtors is made up of service charges and property rates that amount to R41, 078 million and other debtors amounting to R13, 211 million.

### **Creditors**

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



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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue - Standard</b>									
<b>Governance and administration</b>	<b>204,510</b>	<b>250,105</b>	<b>250,238</b>	<b>3,234</b>	<b>246,244</b>	<b>229,385</b>	<b>16,859</b>	<b>7%</b>	<b>250,238</b>
Executive and council	934	930	930	73	910	853	58	7%	930
Budget and treasury office	203,514	248,806	249,298	3,161	245,328	228,523	16,805	7%	249,298
Corporate services	62	369	11	0	6	10	(4)	-41%	11
<b>Community and public safety</b>	<b>2,942</b>	<b>772</b>	<b>1,840</b>	<b>57</b>	<b>1,137</b>	<b>1,687</b>	<b>(550)</b>	<b>-33%</b>	<b>1,840</b>
Community and social services	341	74	37	5	32	34	(2)	-5%	37
Sport and recreation	18	63	3	-	1	3	(1)	-50%	3
Public safety	2,584	635	1,800	52	1,103	1,650	(547)	-33%	1,800
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>63,708</b>	<b>64,347</b>	<b>74,370</b>	<b>2,206</b>	<b>69,601</b>	<b>68,172</b>	<b>1,429</b>	<b>2%</b>	<b>74,370</b>
Planning and development	1,317	1,670	1,230	43	1,119	1,128	(9)	-1%	1,230
Road transport	62,392	62,677	73,139	2,163	68,483	67,044	1,438	2%	73,139
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>63,825</b>	<b>79,101</b>	<b>76,337</b>	<b>6,769</b>	<b>74,130</b>	<b>69,976</b>	<b>4,154</b>	<b>6%</b>	<b>76,337</b>
Electricity	60,334	73,973	72,620	6,458	70,757	66,568	4,189	6%	72,620
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	3,491	5,128	3,717	311	3,373	3,407	(34)	-1%	3,717
<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>334,986</b>	<b>394,326</b>	<b>402,785</b>	<b>12,266</b>	<b>391,112</b>	<b>369,220</b>	<b>21,893</b>	<b>6%</b>	<b>402,785</b>
<b>Expenditure - Standard</b>									
<b>Governance and administration</b>	<b>188,442</b>	<b>164,839</b>	<b>174,849</b>	<b>12,508</b>	<b>130,307</b>	<b>160,278</b>	<b>(29,971)</b>	<b>-19%</b>	<b>174,849</b>
Executive and council	42,769	46,223	48,093	4,234	45,864	44,086	1,779	4%	48,093
Budget and treasury office	98,858	70,927	83,899	5,116	43,262	76,907	(33,646)	-44%	83,899
Corporate services	46,815	47,689	42,856	3,158	41,181	39,285	1,896	5%	42,856
<b>Community and public safety</b>	<b>27,466</b>	<b>22,539</b>	<b>21,477</b>	<b>1,678</b>	<b>18,281</b>	<b>19,687</b>	<b>(1,406)</b>	<b>-7%</b>	<b>21,477</b>
Community and social services	17,387	9,004	9,050	691	7,821	8,295	(475)	-8%	9,050
Sport and recreation	-	579	719	24	527	659	(132)	-20%	719
Public safety	10,079	12,956	11,709	963	9,933	10,733	(800)	-7%	11,709
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>48,863</b>	<b>63,638</b>	<b>58,493</b>	<b>4,222</b>	<b>50,658</b>	<b>53,619</b>	<b>(2,961)</b>	<b>-6%</b>	<b>58,493</b>
Planning and development	14,116	14,507	10,580	834	7,665	9,698	(2,033)	-21%	10,580
Road transport	34,747	49,131	47,913	3,388	42,992	43,920	(928)	-2%	47,913
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>72,841</b>	<b>89,414</b>	<b>93,803</b>	<b>6,083</b>	<b>75,741</b>	<b>85,986</b>	<b>(10,245)</b>	<b>-12%</b>	<b>93,803</b>
Electricity	60,619	72,315	73,872	4,498	59,589	67,716	(8,128)	-12%	73,872
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	12,223	17,099	19,931	1,586	16,152	18,270	(2,118)	-12%	19,931
<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>337,613</b>	<b>340,430</b>	<b>348,622</b>	<b>24,492</b>	<b>274,987</b>	<b>319,570</b>	<b>(44,583)</b>	<b>-14%</b>	<b>348,622</b>
<b>Surplus/ (Deficit) for the year</b>	<b>(2,627)</b>	<b>53,896</b>	<b>54,163</b>	<b>(12,226)</b>	<b>116,125</b>	<b>49,650</b>	<b>66,476</b>	<b>134%</b>	<b>54,163</b>



**Table C3 – Fin' Performance (Revenue and 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
<b>Revenue by Vote</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	934	930	930	73	910	853	58	6.8%	930
Vote 3 - Budget & Treasury	203,514	248,806	249,298	3,161	245,328	228,523	16,805	7.4%	249,298
Vote 4 - Corporate Services	62	369	11	0	6	10	(4)	-41.2%	11
Vote 5 - Community Services	11,515	12,248	9,957	888	8,986	9,127	(141)	-1.5%	9,957
Vote 6 - Technical Services	117,644	130,302	141,359	8,100	134,763	129,579	5,184	4.0%	141,359
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1,317	1,670	1,230	43	1,119	1,128	(9)	-0.8%	1,230
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>334,986</b>	<b>394,326</b>	<b>402,785</b>	<b>12,266</b>	<b>391,112</b>	<b>369,220</b>	<b>21,893</b>	<b>5.9%</b>	<b>402,785</b>
<b>Expenditure by Vote</b>									
Vote 1 - Executive & Council	28,444	27,732	30,179	3,440	30,732	27,664	3,068	11.1%	30,179
Vote 2 - Office of the Municipal Manager	14,324	20,660	21,099	988	17,888	19,340	(1,472)	-7.6%	21,099
Vote 3 - Budget & Treasury	98,858	70,927	83,899	5,116	43,262	76,907	(33,646)	-43.7%	83,899
Vote 4 - Corporate Services	46,815	28,962	18,506	1,174	18,708	16,964	1,743	10.3%	18,506
Vote 5 - Community Services	56,589	46,798	43,209	3,629	38,937	39,608	(671)	-1.7%	47,395
Vote 6 - Technical Services	78,466	114,286	119,984	7,521	98,077	109,985	(11,908)	-10.8%	115,798
Vote 7 - Strategic Deveopment	6,423	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	7,693	14,041	7,396	640	4,929	6,780	(1,850)	-27.3%	7,396
Vote 9 - Executive Support	-	17,023	24,350	1,984	22,473	22,321	153	0.7%	24,350
<b>Total Expenditure by Vote</b>	<b>337,613</b>	<b>340,430</b>	<b>348,622</b>	<b>24,492</b>	<b>274,987</b>	<b>319,570</b>	<b>(44,583)</b>	<b>-14.0%</b>	<b>348,622</b>
<b>Surplus/ (Deficit) for the year</b>	<b>(2,627)</b>	<b>53,896</b>	<b>54,163</b>	<b>(12,226)</b>	<b>116,125</b>	<b>49,650</b>	<b>66,476</b>	<b>133.9%</b>	<b>54,163</b>

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

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



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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue By Source</b>									
Property rates	19,271	26,182	24,797	1,873	20,620	22,731	(2,111)	-9%	24,797
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	56,385	62,973	62,620	5,422	62,076	57,402	4,674	8%	62,620
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	3,483	4,628	3,717	311	3,373	3,407	(34)	-1%	3,717
Service charges - other	8	-	-	-	-	-	-	-	-
Rental of facilities and equipment	1,199	3,290	1,000	70	783	917	(133)	-15%	1,000
Interest earned - external investments	3,965	4,600	3,300	614	3,607	3,025	582	19%	3,300
Interest earned - outstanding debtors	5,861	4,500	6,500	555	5,342	5,958	(616)	-10%	6,500
Dividends received	-	-	-	-	-	-	-	-	-
Fines	2,584	635	1,800	52	1,101	1,650	(549)	-33%	1,800
Licences and permits	5,081	6,348	4,400	521	4,476	4,033	443	11%	4,400
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	170,641	216,652	216,652	229	216,493	198,598	17,895	9%	216,652
Other revenue	7,540	1,415	260	18	1,700	238	1,462	614%	260
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue excluding capital transfers</b>	<b>276,019</b>	<b>331,224</b>	<b>325,046</b>	<b>9,665</b>	<b>319,571</b>	<b>297,959</b>	<b>21,613</b>	<b>7%</b>	<b>325,046</b>
<b>Expenditure By Type</b>									
Employee related costs	102,669	115,258	106,109	7,896	92,355	97,266	(4,912)	-5%	106,109
Remuneration of councillors	18,844	18,543	17,659	1,917	16,698	16,187	511	3%	17,659
Debt impairment	11,357	11,000	11,000	-	-	10,083	(10,083)	-100%	11,000
Depreciation & asset impairment	32,042	35,000	35,000	-	-	32,083	(32,083)	-100%	35,000
Finance charges	-	-	-	-	-	-	-	-	-
Bulk purchases	51,853	60,000	61,270	4,190	55,052	56,164	(1,113)	-2%	61,270
Other materials	1,687	5,430	6,489	554	5,864	5,948	(85)	-1%	6,489
Contracted services	11,259	21,950	31,758	4,426	33,182	29,111	4,071	14%	31,758
Transfers and grants	1,832	3,300	1,900	174	943	1,742	(799)	-46%	1,900
Other expenditure	106,070	69,551	77,438	5,335	70,894	70,984	(90)	0%	77,438
Loss on disposal of PPE	-	400	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>337,613</b>	<b>340,430</b>	<b>348,622</b>	<b>24,492</b>	<b>274,987</b>	<b>319,570</b>	<b>(44,583)</b>	<b>-14%</b>	<b>348,622</b>
<b>Surplus/(Deficit)</b>	<b>(61,594)</b>	<b>(9,206)</b>	<b>(23,576)</b>	<b>(14,827)</b>	<b>44,584</b>	<b>(21,611)</b>	<b>66,196</b>	<b>(0)</b>	<b>(23,576)</b>
Transfers recognised - capital	58,967	63,102	77,739	2,601	71,541	71,261	280	0	77,739
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers</b>	<b>(2,627)</b>	<b>53,896</b>	<b>54,163</b>	<b>(12,226)</b>	<b>116,125</b>	<b>49,650</b>			<b>54,163</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>	<b>(2,627)</b>	<b>53,896</b>	<b>54,163</b>	<b>(12,226)</b>	<b>116,125</b>	<b>49,650</b>			<b>54,163</b>
Attributable to minorities	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>(2,627)</b>	<b>53,896</b>	<b>54,163</b>	<b>(12,226)</b>	<b>116,125</b>	<b>49,650</b>			<b>54,163</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(2,627)</b>	<b>53,896</b>	<b>54,163</b>	<b>(12,226)</b>	<b>116,125</b>	<b>49,650</b>			<b>54,163</b>

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections or targets are on rental of facilities, interest on outstanding debtors, and fines. In the case of expenditure, all the line items reflect immaterial variances except transfer and grants expenditure that has under-spending variance of 46%.



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**

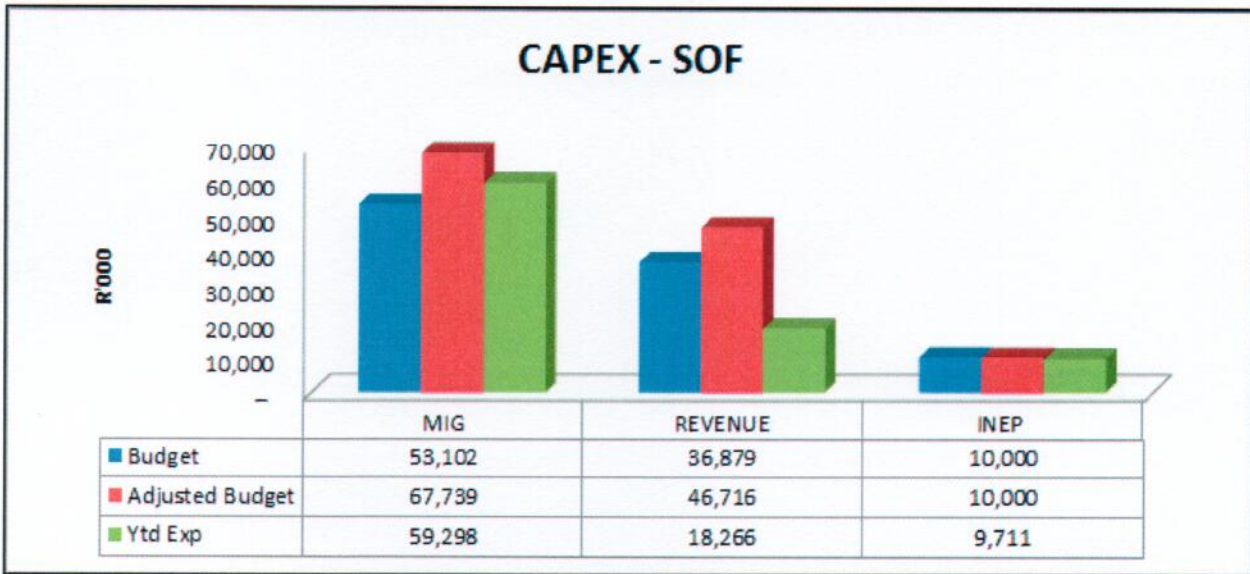
Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1,470	1,100	1,434	29	950	1,315	(364)	-28%	1,434
Vote 5 - Community Services	244	4,200	4,700	19	2,996	4,308	(1,312)	-30%	4,700
Vote 6 - Technical Services	46,806	56,735	76,398	4,897	54,421	70,032	(15,611)	-22%	76,398
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>48,519</b>	<b>62,035</b>	<b>82,533</b>	<b>4,945</b>	<b>56,368</b>	<b>75,655</b>	<b>(17,287)</b>	<b>-23%</b>	<b>82,533</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1,471	-	300	-	-	275	(275)	-100%	300
Vote 5 - Community Services	-	2,300	1,800	-	-	1,650	(1,650)	-100%	1,800
Vote 6 - Technical Services	31,181	35,646	39,822	2,149	28,964	36,504	(7,540)	-21%	39,822
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1,150	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>33,802</b>	<b>37,946</b>	<b>41,922</b>	<b>2,149</b>	<b>28,964</b>	<b>38,429</b>	<b>(9,465)</b>	<b>-25%</b>	<b>41,922</b>
<b>Total Capital Expenditure</b>	<b>82,321</b>	<b>99,981</b>	<b>124,455</b>	<b>7,094</b>	<b>87,332</b>	<b>114,084</b>	<b>(26,752)</b>	<b>-23%</b>	<b>124,455</b>

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

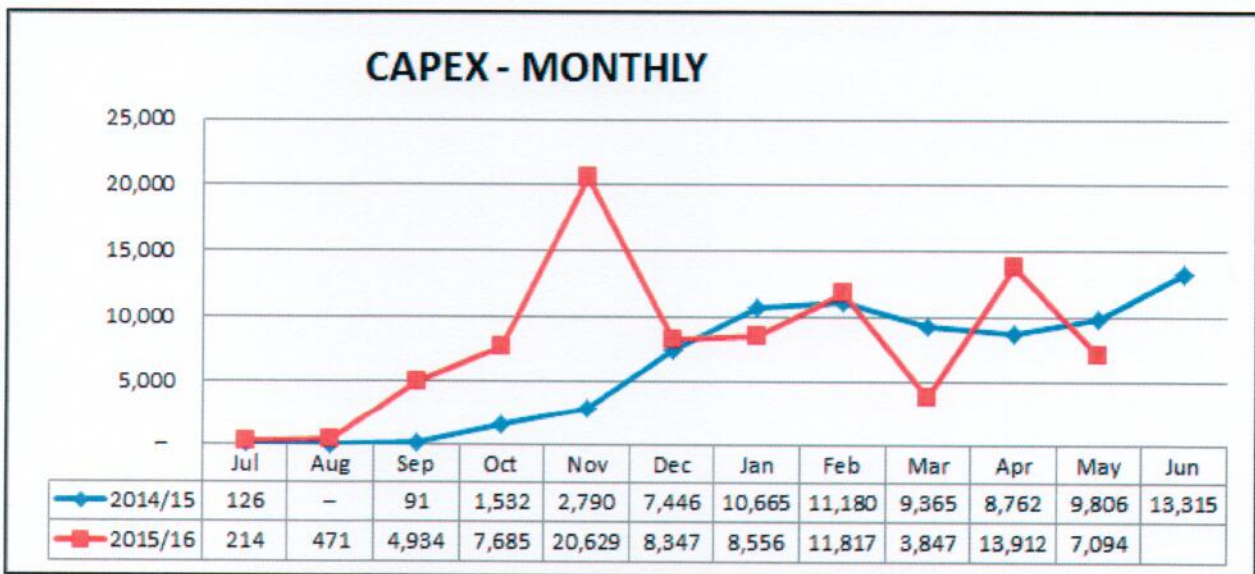
Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>	2,940	1,100	1,734	29	950	1,590	(639)	-40%	1,734
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	-	-	-	-	-	-	-	-	-
Corporate services	2,940	1,100	1,734	29	950	1,590	(639)	-40%	1,734
<b>Community and public safety</b>	244	6,500	1,600	19	2,996	1,467	1,529	104%	1,600
Community and social services	244	6,500	600	19	2,996	550	2,446	445%	600
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	1,000	-	-	917	(917)	-100%	1,000
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	70,300	79,381	96,993	5,670	71,221	88,910	(17,690)	-20%	96,993
Planning and development	1,150	-	-	-	-	-	-	-	-
Road transport	69,150	79,381	96,993	5,670	71,221	88,910	(17,690)	-20%	96,993
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	8,837	13,000	24,128	1,376	12,165	22,117	(9,952)	-45%	24,128
Electricity	8,837	13,000	23,228	1,376	12,165	21,292	(9,127)	-43%	23,228
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	-	-	900	-	-	825	(825)	-100%	900
<b>Other</b>	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard Classification</b>	<b>82,321</b>	<b>99,981</b>	<b>124,455</b>	<b>7,094</b>	<b>87,332</b>	<b>114,084</b>	<b>(26,752)</b>	<b>-23%</b>	<b>124,455</b>
<b>Funded by:</b>									
National Government	58,666	53,102	77,739	3,453	69,008	71,261	(2,253)	-3%	77,739
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	10,000	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>58,666</b>	<b>63,102</b>	<b>77,739</b>	<b>3,453</b>	<b>69,008</b>	<b>71,261</b>	<b>(2,253)</b>	<b>-3%</b>	<b>77,739</b>
<b>Public contributions &amp; donations</b>	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>	<b>23,655</b>	<b>36,879</b>	<b>46,716</b>	<b>3,641</b>	<b>18,323</b>	<b>42,823</b>	<b>(24,499)</b>	<b>-57%</b>	<b>46,716</b>
<b>Total Capital Funding</b>	<b>82,321</b>	<b>99,981</b>	<b>124,455</b>	<b>7,094</b>	<b>87,332</b>	<b>114,084</b>	<b>(26,752)</b>	<b>-23%</b>	<b>124,455</b>

The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and funding. For the month of May 2016, R7, 094 million spending was incurred and the year to date budget amounts to R114, 084 as compared to the adjusted budget million which shows an unfavorable spending variance of R26, 752 million (23%).





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



The above graph compares the 2014/15 and 2015/16 monthly capital expenditure performance. In addition, the graph shows that the 2014/15 capital expenditure pattern started improving in November and started fluctuating thereof.



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

Description	2014/15	Budget Year 2015/16			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	24,967	10,631	18,192	17,735	18,192
Call investment deposits	–	15,000	25,000	31,787	25,000
Consumer debtors	18,744	24,184	24,184	29,160	24,184
Other debtors	31,791	14,400	7,232	13,992	7,232
Current portion of long-term receivables	–	–	–	–	–
Inventory	2,636	2,500	2,936	3,449	2,936
<b>Total current assets</b>	<b>78,138</b>	<b>66,715</b>	<b>77,544</b>	<b>96,123</b>	<b>77,544</b>
<b>Non current assets</b>					
Long-term receivables	–	–	–	–	–
Investments	–	–	–	–	–
Investment property	89,472	90,000	85,382	89,472	85,382
Investments in Associate	–	–	–	–	–
Property, plant and equipment	729,129	796,793	884,484	729,669	884,484
Agricultural	–	–	–	–	–
Biological assets	323	–	–	–	–
Intangible assets	640	–	–	640	–
Other non-current assets	10,650	–	–	10,650	–
<b>Total non current assets</b>	<b>830,215</b>	<b>886,793</b>	<b>969,866</b>	<b>830,431</b>	<b>969,866</b>
<b>TOTAL ASSETS</b>	<b>908,353</b>	<b>953,508</b>	<b>1,047,410</b>	<b>926,553</b>	<b>1,047,410</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	5,531	5,500	5,600	5,106	5,600
Trade and other payables	61,539	29,000	21,500	55,262	21,500
Provisions	1,362	–	–	–	–
<b>Total current liabilities</b>	<b>68,432</b>	<b>34,500</b>	<b>27,100</b>	<b>60,367</b>	<b>27,100</b>
<b>Non current liabilities</b>					
Borrowing	–	–	–	–	–
Provisions	79,033	40,000	32,512	76,694	32,512
<b>Total non current liabilities</b>	<b>79,033</b>	<b>40,000</b>	<b>32,512</b>	<b>76,694</b>	<b>32,512</b>
<b>TOTAL LIABILITIES</b>	<b>147,465</b>	<b>74,500</b>	<b>59,612</b>	<b>137,062</b>	<b>59,612</b>
<b>NET ASSETS</b>	<b>760,887</b>	<b>879,008</b>	<b>987,798</b>	<b>789,491</b>	<b>987,798</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	760,887	879,008	987,798	789,491	987,798
Reserves	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>760,887</b>	<b>879,008</b>	<b>987,798</b>	<b>789,491</b>	<b>987,798</b>

The above table shows that community wealth amounts to R789 491 million, total liabilities R137, 062 million and the total assets R 926, 553 million. The increase in total liabilities is attributed to 2015/16 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	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
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Ratepayers and other	81,994	107,021	93,677	5,799	69,132	85,871	(16,738)	-19%	93,677
Government - operating	177,191	170,641	216,652	229	216,133	198,598	17,536	9%	216,652
Government - capital	58,967	50,840	77,739	2,601	51,754	71,261	(19,507)	-27%	77,739
Interest	9,257	8,105	5,153	731	3,724	4,723	(999)	-21%	5,153
Dividends	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Suppliers and employees	(267,838)	(254,448)	(286,323)	(24,318)	(274,337)	(262,463)	11,874	-5%	(286,323)
Finance charges	-	-	-	-	-	-	-	-	-
Transfers and Grants	(58)	(9,600)	(1,900)	(174)	(943)	(1,742)	(799)	46%	(1,900)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>59,514</b>	<b>72,559</b>	<b>104,998</b>	<b>(15,132)</b>	<b>65,465</b>	<b>96,248</b>	<b>30,783</b>	<b>32%</b>	<b>104,998</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	459	5,000	1,846	-	-	1,692	(1,692)	-100%	1,846
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	33,239	-	(629)	30,469	(31,099)	-102%	33,239
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Capital assets	(70,369)	(99,981)	(124,455)	(8,087)	(99,248)	(114,084)	(14,836)	13%	(124,455)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(69,910)</b>	<b>(94,981)</b>	<b>(89,369)</b>	<b>(8,087)</b>	<b>(99,877)</b>	<b>(81,922)</b>	<b>17,955</b>	<b>-22%</b>	<b>(89,369)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	500	2,597	(18)	(425)	2,380	(2,806)	-118%	2,597
<b>Payments</b>									
Repayment of borrowing	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>500</b>	<b>2,597</b>	<b>(18)</b>	<b>(425)</b>	<b>2,380</b>	<b>2,806</b>	<b>118%</b>	<b>2,597</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(10,396)</b>	<b>(21,922)</b>	<b>18,225</b>	<b>(23,237)</b>	<b>(34,838)</b>	<b>16,706</b>			<b>18,225</b>
Cash/cash equivalents at beginning:	35,247	20,000	24,967		84,360	24,967			84,360
Cash/cash equivalents at month/year end:	24,851	(1,922)	43,192		49,522	41,873			102,585

Table C7 presents details pertaining to cash flow performance. For the month of May 2016, the net cash inflow from operating activities is R15, 132 million whilst net cash outflow from investing activities is R8, 087 million that is mainly comprised of capital expenditure movement; and the net cash inflow from financing activities is R18 thousand. The cash and cash equivalent held at the end of May 2016 amounted to R49, 522 million that is made up of cash amounting R17, 735 million and short term investments of R31, 787 million as presented in Table A6 under current assets.



**PART 2: SUPPORTING TABLES**

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

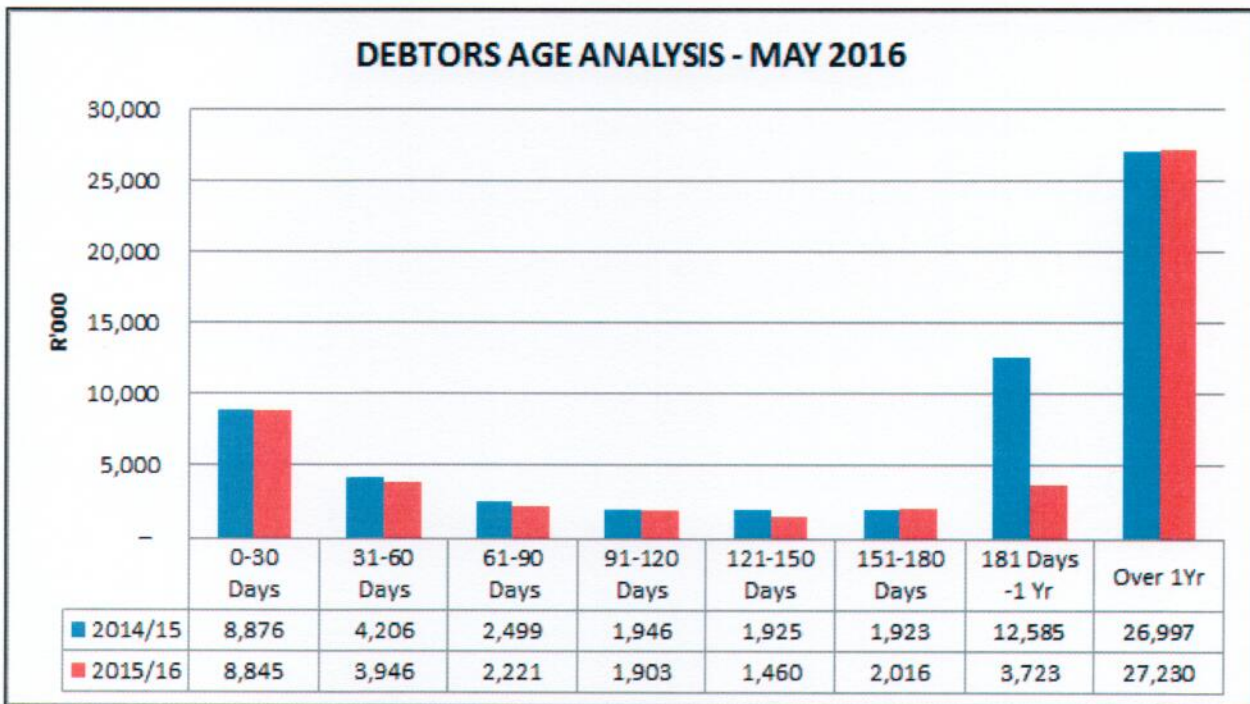
Description	NT Code	Budget Year 2015/16										Over 1Yr Total	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr					
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	5,144	2,015	880	612	392	516	1,361	1,220	12,139			
Receivables from Non-exchange Transactions - Property Rates	1400	1,903	1,100	764	684	660	643	3,504	16,687	25,945			
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-			
Receivables from Exchange Transactions - Waste Management	1600	310	135	78	48	36	34	185	1,144	1,969			
Receivables from Exchange Transactions - Property Rental Debtors	1700	69	13	11	11	17	17	66	821	1,025			
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-			
Other	1900	1,179	629	797	680	591	588	3,805	4,941	13,211			
<b>Total By Income Source</b>	<b>2000</b>	<b>8,604</b>	<b>3,892</b>	<b>2,530</b>	<b>2,035</b>	<b>1,696</b>	<b>1,798</b>	<b>8,920</b>	<b>24,613</b>	<b>54,288</b>			
<b>2014/15 - totals only</b>	<b>0</b>	<b>4,455</b>	<b>3,590</b>	<b>2,735</b>	<b>2,079</b>	<b>1,649</b>	<b>1,579</b>	<b>13,387</b>	<b>24,525</b>	<b>53,998</b>			
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	1,018	547	545	584	401	586	857	1,442	5,980			
Commercial	2300	3,847	1,488	675	411	368	284	2,274	3,790	13,138			
Households	2400	2,537	1,155	710	570	463	461	2,618	11,467	19,982			
Other	2500	1,202	702	599	470	464	467	3,171	8,114	15,190			
<b>Total By Customer Group</b>	<b>2600</b>	<b>8,604</b>	<b>3,892</b>	<b>2,530</b>	<b>2,035</b>	<b>1,696</b>	<b>1,798</b>	<b>8,920</b>	<b>24,613</b>	<b>54,288</b>			



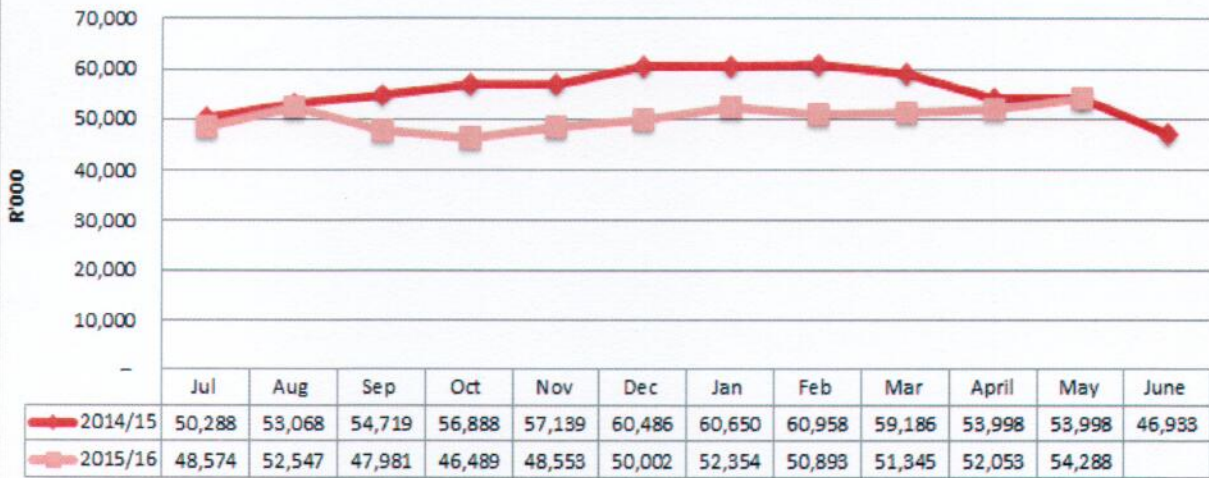
Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of May amount to R54, 288 million. The debtors' book is made up as follows:

- Rates 47,79%
- Electricity 22,36%
- Rental 1,89%
- Refuse removal 3,63%
- Other - 24,33%

The debtors' age analysis is graphically presented below.



### DEBTORS AGE ANALYSIS - MONTHLY



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



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

**TOP TWENTY DEBTORS**

Account No	Customer Name	Erf Number	Ward	Town	Suburb	Con Type	Owner Type	Outs. Balance	Handed Ovr
9900067	WATER PURIFICAT	0 100 0	0	GROBLERSDAL		GOVERNMENT	OCCUPIER	2,248,865.51	Y
9012345	BREED J & OOSTH	90 26 0000RG	0	GROBLERSDAL		AGRICULTURE	OCCUPIER	598,371.07	N
1501364	JAN JOUBERT T	15 1780 0	0	GROBLERSDAL		INDUSTRIAL	OWNER	382,381.43	N
506535	BUMAZI PROPERTI	5 489 3	0	GROBLERSDAL		BUSINESS	OCCUPIER	323,617.73	N
9900028	ELIAS MOTSOLED	0 100 0	0	GROBLERSDAL		MUNICIPAL	OCCUPIER	306,395.25	Y
9000000	REPUBLIEK VAN S	90 12 0	0	FARMS JS		AGRICULTURE	OWNER	261,389.70	Y
214913	MEAT SPOT	2 251 7	0	GROBLERSDAL		BUSINESS	OCCUPIER	251,921.48	N
6000908	DEPARTMENT OF E	60 822 0	0	MOTETEMA A		RESIDENTIAL	OWNER	247,516.59	Y
9001077	ROYAL SQUARE IN	90 177 0	0	FARMS JS		AGRICULTURE	OWNER	233,340.86	Y
211693	BOXER SUPERSTOR	2 283 0	0	GROBLERSDAL		BUSINESS	OCCUPIER	220,490.67	N
2913	SHOPRITE/CHECKE	0 100 1	0	GROBLERSDAL		MUNICIPAL	OCCUPIER	219,433.27	Y
9001035	NDEBELE MAHLANG	90 129 0	0	FARMS JS		AGRICULTURE	OWNER	217,575.20	Y
201885	SHOPRITE CHECKE	2 984 0	0	GROBLERSDAL		BUSINESS	OCCUPIER	214,143.07	N
37850	WORLD WATCH TRA	0 98 4	10	GROBLERSDAL		BUSINESS	OCCUPIER	201,092.46	Y
9000804	NATIONAL GOVERN	90 56 2	0	FARMS JS		AGRICULTURE	OWNER	199,030.76	Y
9001052	NDEBELE STAM	90 153 0	0	FARMS JS		AGRICULTURE	OWNER	187,849.47	Y
9000628	LANDBOUNAVORSIN	90 53 111	0	FARMS JS		AGRICULTURE	OWNER	183,894.02	Y
9001039	NDEBELE MAHLANG	90 133 0	0	FARMS JS		AGRICULTURE	OWNER	178,739.28	Y
9001055	NDEBELE STAM	90 157 0	0	FARMS JS		AGRICULTURE	OWNER	174,538.22	Y
5050505	MOBILE TELEPHON	50 2677 0	0	ROOSSENEKAL		BUSINESS	OCCUPIER	169,163.93	N
<b>TOTAL</b>								<b>7,019,749.97</b>	

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

Description	NT Code	Budget Year 2015/16									Prior year totals for chart
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
<b>Creditors Age Analysis By Customer Type</b>											
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	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</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.



**TOP TWENTY CREDITORS PAID**

CODE	CREDITOR NAME	AMOUNT
41113	MOBILE BATCHING (PTY) LTD	1,199,918.40
41094	KGWADI YA MADIBA JV BIG ROCK	1,012,046.47
40058	SERVIMODE 62CC	492,550.49
40054	SHONISANI RAMBAU CONSTRUCT	438,811.93
41060	PAPI INVESTMENT	400,000.00
41047	ONBOARD CONSULTING ENGINEERS	342,133.95
4001	MOKWENA MOTORS T/A NONYANE MOT	268,200.00
453	MOJEKANA MJ CONSTRUCTION	216,000.00
41079	SHIRDO TRADING	214,823.14
32409	MAKGONATSOHLE TRADING ENTERPRI	209,493.00
40071	STANFORD ELEC/REFENTSE CONSULT	126,215.50
41095	REAKGONA TRAVEL SERVICES	105,075.00
41065	BAFISABOKE TRADING	63,000.00
37617	DITHEBELE LE MMAKOBO TRAVEL	55,164.00
70085	CHEAP CHEAP TRAVEL	45,807.26
41077	MAMMEKE INVESTMENT HOLDINGS	39,400.00
777	VISION PRINT GRAPHICS & DESIGN	38,760.00
41080	NTOMBI'S TRAVEL'S	35,750.00
40023	CHWENYANE MBIZA & KOKUTSA INVE	29,900.00
35562	NEW HEIGHTS COMMUNICATIONS	29,498.75
<b>TOTAL</b>		<b>5,362,547.89</b>

The above table presents the top twenty creditors paid during the month of May 2016 and an amount of R5, 362 million was paid during the month under review.

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

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the	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-Mar-2016	2	0.67%	338	(340)	-
Nedbank	1 month	Short term	15-May-2016	-	7.51%	35,568	(35,568)	0
Nedbank	1 Month	Short term	24-May-2016	182	7.27%	30,235	-	30,414
Absa - MIG	1 Months	Short term	31-May-2016	13	0.23%	5,728	(5,000)	741
Absa Call Account	1 Month	Short term	31-May-2016	7	0.07%	9,625	(9,000)	632
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>204</b>		<b>81,494</b>	<b>(49,908)</b>	<b>31,787</b>

Supporting table SC5 presents all investments that indicate that the total amount of R31, 787 million has been invested as at end of May 2016. The opening balance was R81, 494 million, an amount of R 49,908 million has been withdrawn during the current month and accrued interest for the month amounted to R204 thousand.



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

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

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R279, 754 million of which the major portion is attributed to equitable share (i.e. R212, 959 million) received.

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>170,635</b>	<b>216,652</b>	<b>216,652</b>	<b>17,976</b>	<b>198,758</b>	<b>198,598</b>	<b>160</b>	<b>0.1%</b>	<b>216,652</b>
Local Government Equitable Share	166,920	212,959	212,959	17,747	195,212	195,212	-		212,959
Finance Management	1,600	1,600	1,600	114	1,538	1,467	71	4.9%	1,600
Municipal Systems Improvement	934	930	930	73	910	853	58	6.8%	930
EPWP Incentive	1,181	1,163	1,163	42	1,097	1,066	31	2.9%	1,163
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>Total operating expenditure of Transfers and Grants:</b>	<b>170,635</b>	<b>216,652</b>	<b>216,652</b>	<b>17,976</b>	<b>198,758</b>	<b>198,598</b>	<b>160</b>	<b>0.1%</b>	<b>216,652</b>
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>42,434</b>	<b>63,102</b>	<b>63,102</b>	<b>3,109</b>	<b>55,546</b>	<b>57,844</b>	<b>8,056</b>	<b>13.9%</b>	<b>63,102</b>
Municipal Infrastructure Grant (MIG)	42,434	53,102	53,102	1,828	45,835	48,677	8,056	13.9%	63,102
Intergrated National Electrification Grant	-	10,000	10,000	1,281	9,711	9,167	-		-
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>Total capital expenditure of Transfers and Grants</b>	<b>42,434</b>	<b>63,102</b>	<b>63,102</b>	<b>3,109</b>	<b>65,900</b>	<b>57,844</b>	<b>8,056</b>	<b>13.9%</b>	<b>63,102</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>213,068</b>	<b>279,754</b>	<b>279,754</b>	<b>21,085</b>	<b>264,657</b>	<b>256,442</b>	<b>8,216</b>	<b>3.2%</b>	<b>279,754</b>

An amount of R21, 085 million has been spent on grants during the month of May 2016 and the year to date budget amounts to R256, 442 million and this results in over spending variance of R8, 216 (3, 2%). Of the total spending R198, 758 million is spent from operational grant whilst R65, 900 million is spent from capital grant (MIG) and (INEP).

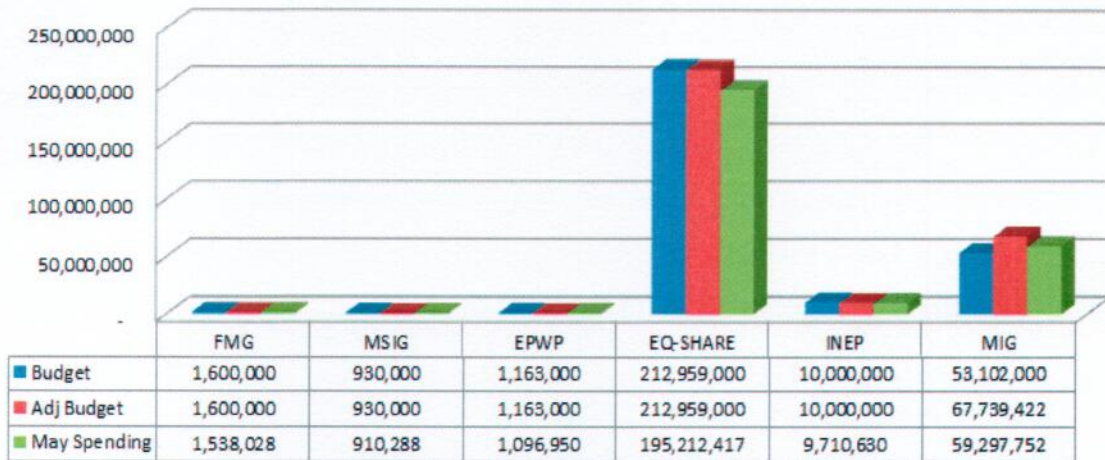
## Supporting Table: SC 7 (2) Expenditure against approved roll over

Description	Budget Year 2015/16				
	Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance
<b>EXPENDITURE</b>					
<b>Capital expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	<b>14,637</b>	<b>345</b>	<b>13,463</b>	<b>1,174</b>	<b>8.0%</b>
Municipal Infrastructure Grant (MIG)	14,637	345	13,463	1,174	8.0%
<b>Total capital expenditure of Approved Roll-overs</b>	<b>14,637</b>	<b>345</b>	<b>13,463</b>	<b>1,174</b>	<b>8.0%</b>
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	<b>14,637</b>	<b>345</b>	<b>13,463</b>	<b>1,174</b>	<b>8.0%</b>

The total amount of R14, 637 million has been rolled over from the 2014/15 financial year of with R13, 463 million been spent which shows 8, 0% variance when compared to the rolled over amount.



### GRANTS PERFORMANCE - MAY 2016



The above graph depicts the gazette and adjusted budgeted amounts for all the grants and the expenditure thereof for the month of May 2016. The grants expenditure is shown below in percentages:

- Financial Management Grant 96,13%
- Municipal Systems Improvement Grant 97,88%
- Expanded Public Work Programme 94,32%
- Equitable Share 91,67%
- Municipal Infrastructure Grant 87,54%
- Integrated National Electrification Grant 97,11%

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

Summary of Employee and Councillor remunerat	2014/15	Budget Year 2015/16							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	12,196	3,548	10,624	1,117	10,586	9,739	847	9%	10,624
Pension and UIF Contributions	1,047	1,408	1,188	89	903	1,089	(186)	-17%	1,188
Medical Aid Contributions	252	408	322	32	279	295	(16)	-5%	322
Motor Vehicle Allowance	4,030	4,075	3,872	343	3,315	3,550	(234)	-7%	3,872
Cellphone Allowance	-	1,554	1,652	335	1,615	1,515	100	7%	1,652
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	381	7,550	0	-	-	0	(0)	-100%	0
<b>Sub Total - Councillors</b>	<b>17,905</b>	<b>18,543</b>	<b>17,659</b>	<b>1,917</b>	<b>16,698</b>	<b>16,187</b>	<b>511</b>	<b>3%</b>	<b>17,659</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	3,106	4,831	4,646	384	4,216	4,259	(43)	-1%	4,646
Pension and UIF Contributions	209	503	543	28	324	497	(174)	-35%	543
Medical Aid Contributions	-	175	122	8	161	112	49	44%	122
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	566	840	1,391	56	662	1,276	(614)	-48%	1,391
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	54	596	200	3	280	184	97	53%	200
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>3,936</b>	<b>6,944</b>	<b>6,902</b>	<b>478</b>	<b>5,643</b>	<b>6,327</b>	<b>(684)</b>	<b>-11%</b>	<b>6,902</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	58,199	73,424	64,167	5,116	57,864	58,820	(956)	-2%	64,167
Pension and UIF Contributions	11,194	14,613	13,843	1,081	11,140	12,689	(1,550)	-12%	13,843
Medical Aid Contributions	2,949	4,616	4,378	311	3,239	4,013	(774)	-19%	4,378
Overtime	1,473	1,380	2,022	263	2,347	1,853	494	27%	2,022
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	4,994	5,632	6,239	514	4,924	5,719	(795)	-14%	6,239
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	95	157	201	12	125	184	(59)	-32%	201
Other benefits and allowances	9,713	7,864	7,628	118	5,942	6,992	(1,050)	-15%	7,628
Payments in lieu of leave	1,001	530	220	2	380	201	179	89%	220
Long service awards	-	95	510	-	751	468	283	61%	510
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>	<b>89,617</b>	<b>108,312</b>	<b>99,206</b>	<b>7,417</b>	<b>86,711</b>	<b>90,939</b>	<b>(4,228)</b>	<b>-5%</b>	<b>99,206</b>
<b>Total Parent Municipality</b>	<b>111,458</b>	<b>133,799</b>	<b>123,768</b>	<b>9,812</b>	<b>109,053</b>	<b>113,454</b>	<b>(4,401)</b>	<b>-4%</b>	<b>123,768</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>111,458</b>	<b>133,799</b>	<b>123,768</b>	<b>9,812</b>	<b>109,053</b>	<b>113,454</b>	<b>(4,401)</b>	<b>-4%</b>	<b>123,768</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>93,553</b>	<b>115,256</b>	<b>106,109</b>	<b>7,896</b>	<b>92,355</b>	<b>97,266</b>	<b>(4,912)</b>	<b>-5%</b>	<b>106,109</b>

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for May 2016 amounts to R9, 812 million (Year to date R 109, 053 million) and the expenditure for remuneration of councillors amounts to R 1, 917 million (Year to date R16, 698).



Description	Budget Year 2015/16												2015/16 Medium Term Revenue			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year +1	Budget Year +2	
<b>Cash Receipts By Source</b>																
Property rates	3,411	1,062	1,454	1,505	1,350	1,097	1,214	1,430	1,610	1,271	1,303	7,642	24,349	25,847	27,359	
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue	5,818	3,640	8,581	5,003	4,194	4,493	4,592	7,526	5,527	5,344	4,171	(325)	58,565	62,167	65,803	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - refuse	248	239	277	283	263	239	288	313	281	271	250	1,372	4,304	4,569	4,836	
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	-	66	53	51	71	68	63	73	64	13	74	2,604	3,290	3,493	3,697	
Interest earned - external investments	87	498	281	80	384	329	289	237	372	-	201	1,862	4,600	4,883	5,169	
Interest earned - outstanding debtors	73	64	102	93	103	52	99	322	520	83	118	(1,629)	-	-	-	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines	-	-	57	621	51	45	49	49	41	137	86	(819)	318	335	353	
Licences and permits	1,149	455	447	400	465	326	255	444	-	150	521	1,206	5,819	6,177	6,538	
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer receipts - operating	88,520	554	368	706	71,296	476	199	254	53,531	-	229	519	216,652	233,223	229,161	
Other revenue	31,085	124	51	43	16,499	19	49	41,263	157	1,127	18	(89,340)	1,096	1,515	1,586	
<b>Cash Receipts by Source</b>	<b>130,480</b>	<b>6,702</b>	<b>11,672</b>	<b>8,765</b>	<b>94,677</b>	<b>7,144</b>	<b>7,078</b>	<b>51,912</b>	<b>62,103</b>	<b>8,397</b>	<b>6,972</b>	<b>(76,906)</b>	<b>318,994</b>	<b>342,207</b>	<b>344,510</b>	
<b>Other Cash Flows by Source</b>																
Transfer receipts - capital	-	656	5,712	7,198	6,234	8,314	8,271	10,573	3,160	7,390	2,601	2,962	63,102	65,178	68,289	
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/financing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase in consumer deposits	894	4	(137)	16	17	17	(27)	29	460	30	(18)	(784)	500	500	500	
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in non-current investments	-	30,141	-	-	-	-	-	-	126	-	-	(126)	-	-	-	
<b>Total Cash Receipts by Source</b>	<b>131,374</b>	<b>37,502</b>	<b>17,247</b>	<b>15,979</b>	<b>100,928</b>	<b>15,476</b>	<b>15,322</b>	<b>62,514</b>	<b>65,850</b>	<b>15,817</b>	<b>9,555</b>	<b>(104,967)</b>	<b>382,596</b>	<b>407,885</b>	<b>413,299</b>	
<b>Cash Payments by Type</b>																
Employee related costs	15,044	7,393	8,432	7,805	8,054	12,898	8,251	7,932	8,005	7,988	7,896	15,559	115,256	122,344	129,501	
Remuneration of councillors	2,716	1,461	1,538	1,514	157	1,516	1,460	2,256	1,747	1,581	1,917	681	18,543	19,563	20,600	
Interest paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bulk purchases - Electricity	58	12,919	5,452	56	4,460	9,340	98	27,852	4,566	4,325	4,190	(13,317)	60,000	63,300	66,655	
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other materials	323	877	577	589	520	703	355	517	521	656	554	(761)	5,430	5,764	6,101	
Contracted services	-	18,445	(1,525)	3,153	-	2,574	(185)	2,981	1,949	3,531	4,426	(13,369)	21,950	23,300	24,389	
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other	-	-	176	-	88	98	-	103	103	200	174	2,357	3,300	3,503	3,708	
General expenses	6,068	33,199	1,592	21,859	8,395	12,527	18,969	6,487	4,702	-	17,149	(68,263)	62,654	62,393	59,190	
<b>Cash Payments by Type</b>	<b>24,208</b>	<b>74,294</b>	<b>16,242</b>	<b>34,976</b>	<b>21,674</b>	<b>39,656</b>	<b>28,948</b>	<b>48,127</b>	<b>21,594</b>	<b>18,261</b>	<b>36,306</b>	<b>(77,172)</b>	<b>287,133</b>	<b>300,168</b>	<b>310,144</b>	
<b>Other Cash Flows/Payments by Type</b>																
Capital assets	214	471	5,625	8,781	20,629	9,516	10,369	13,629	4,386	15,859	8,087	2,434	99,961	99,178	98,569	
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Payments by Type</b>	<b>24,421</b>	<b>74,765</b>	<b>21,867</b>	<b>43,757</b>	<b>42,304</b>	<b>49,172</b>	<b>39,318</b>	<b>61,757</b>	<b>25,961</b>	<b>34,895</b>	<b>44,393</b>	<b>(75,494)</b>	<b>387,114</b>	<b>399,346</b>	<b>408,733</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>106,953</b>	<b>(37,262)</b>	<b>(4,621)</b>	<b>(27,758)</b>	<b>(58,625)</b>	<b>(33,696)</b>	<b>(23,996)</b>	<b>757</b>	<b>39,869</b>	<b>(19,079)</b>	<b>(34,838)</b>	<b>(29,473)</b>	<b>(4,519)</b>	<b>8,540</b>	<b>4,566</b>	
Cash/cash equivalents at the monthly/year beginning:	24,567	131,520	94,258	89,637	61,879	120,504	86,808	62,812	63,569	103,438	84,360	49,522	24,567	20,049	28,588	
Cash/cash equivalents at the monthly/year end:	131,520	94,258	89,637	61,879	120,504	86,808	62,812	63,569	103,438	84,360	49,522	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 9, 555 million and the total cash payment for the month were R44, 393 million. This is a supporting table for table C7 – Cash Flow Statement.

**Supporting Table: SC 12 Capital Expenditure Trend**

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
<b>Monthly expenditure performance trend</b>									
July	126	4,584	4,584	214	214	4,584	4,370	95.3%	0.21%
August	–	6,184	6,184	471	844	10,768	9,924	92.2%	0.84%
September	91	7,005	7,005	4,934	4,934	17,773	12,839	72.2%	4.94%
October	1,532	8,840	8,840	7,685	7,685	26,613	18,928	71.1%	7.69%
November	2,790	11,250	11,250	20,182	20,182	37,863	17,681	46.7%	20.19%
December	7,446	11,260	11,260	8,347	8,347	49,123	40,776	83.0%	8.35%
January	10,665	8,500	8,500	8,556	8,556	57,623	49,068	85.2%	8.56%
February	11,180	12,291	12,345	11,817	11,817	69,968	58,152	83.1%	11.82%
March	9,365	9,710	13,789	3,847	3,847	83,757	79,910	95.4%	3.85%
April	8,762	7,165	10,876	13,912	13,912	94,633	80,722	85.3%	13.91%
May	8,514	6,842	13,654	7,094	7,094	108,287	101,194	93.4%	7.10%
June	5,315	6,350	16,168	-	-	124,455	-	-	-
<b>Total Capital expenditure</b>	<b>65,787</b>	<b>99,981</b>	<b>124,455</b>	<b>87,059</b>					

Supporting table SC12 provides information on the monthly trends for capex. In terms of this table the capital expenditure for the month of May amounts to R7, 094 million. The capital budget spending is way below the projected spending for May and this results in the mid year target not being achieved.

In terms of the budget projection for the month, the spending was anticipated to be at R108, 287 million and only R87, 059 million has actually been spent. This reflects under spending variance of 19, 60%.



**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
<b>Capital expenditure on new assets</b>									
<b>Infrastructure</b>	<b>44,586</b>	<b>57,102</b>	<b>88,748</b>	<b>2,933</b>	<b>62,567</b>	<b>81,352</b>	<b>18,785</b>	<b>23.1%</b>	<b>88,748</b>
Infrastructure - Road transport	39,138	45,602	65,120	1,585	50,459	59,693	9,234	15.5%	65,120
<i>Roads, Pavements &amp; Bridges</i>	38,541	40,602	58,002	1,251	47,823	53,169	5,345	10.1%	58,002
<i>Storm water</i>	597	5,000	7,118	334	2,636	6,525	3,889	59.6%	7,118
Infrastructure - Electricity	5,448	11,500	23,228	1,348	12,108	21,292	9,184	43.1%	23,228
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission &amp; Reticulation</i>	3,151	10,000	13,776	1,281	9,711	12,628	2,918	23.1%	13,776
<i>Street Lighting</i>	2,297	1,500	9,451	67	2,397	8,664	6,266	72.3%	9,451
Infrastructure - Other	-	-	400	-	-	367	367	100.0%	400
<i>Waste Management</i>			400	-	-	367	367	100.0%	400
<b>Community</b>	<b>2,498</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Parks & gardens	159	-	-	-	-	-	-		-
Cemeteries	2,339	-	-	-	-	-	-		-
<b>Other assets</b>	<b>1,065</b>	<b>-</b>	<b>300</b>	<b>28</b>	<b>57</b>	<b>275</b>	<b>218</b>	<b>79.3%</b>	<b>300</b>
Other	1,065	-	300	28	57	275	218	79.3%	300
<b>Total Capital Expenditure on new assets</b>	<b>48,148</b>	<b>57,102</b>	<b>89,048</b>	<b>2,961</b>	<b>62,624</b>	<b>81,627</b>	<b>19,003</b>	<b>23.4%</b>	<b>89,048</b>

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital expenditure on renewal of existing assets</b>									
<b>Infrastructure</b>	<b>10,595</b>	<b>30,779</b>	<b>24,072</b>	<b>3,888</b>	<b>18,069</b>	<b>22,066</b>	<b>3,997</b>	<b>18.1%</b>	<b>24,072</b>
Infrastructure - Road transport	6,532	26,779	21,572	3,888	18,069	19,774	1,705	8.6%	21,572
<i>Roads, Pavements &amp; Bridges</i>	6,532	26,779	21,572	3,888	18,069	19,774	1,705	8.6%	21,572
<i>Storm water</i>	-	-	-	-	-	-	-		-
Infrastructure - Electricity	3,565	1,500	1,000	-	-	917	917	100.0%	1,000
<i>Generation</i>	-	-	-	-	-	-	-		-
<i>Transmission &amp; Reticulation</i>	3,565	1,500	1,000	-	-	917	917	100.0%	1,000
Infrastructure - Other	499	2,500	1,500	-	-	1,375	1,375	100.0%	1,500
<i>Waste Management</i>	499	2,500	1,500	-	-	1,375	1,375	100.0%	1,500
<b>Community</b>	<b>-</b>	<b>-</b>	<b>600</b>	<b>-</b>	<b>-</b>	<b>550</b>	<b>550</b>	<b>100.0%</b>	<b>600</b>
Parks & gardens	-	-	400	-	-	367	367	100.0%	400
Cemeteries	-	-	200	-	-	183	183	100.0%	200
<b>Other assets</b>	<b>7,044</b>	<b>12,100</b>	<b>10,736</b>	<b>244</b>	<b>6,639</b>	<b>9,841</b>	<b>3,202</b>	<b>32.5%</b>	<b>10,736</b>
Computers - hardware/equipment	469	500	500	(0)	297	458	162	35.3%	500
Furniture and other office equipment	282	500	530	29	222	486	263	54.2%	530
Civic Land and Buildings	2,588	1,000	-	28	49	-	(49)	0.0%	-
Other Buildings	1,841	10,000	9,302	188	5,640	8,526	2,887	33.9%	9,302
Other Land	1,009	-	-	-	-	-	-		-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-		-
Other	855	100	404	-	431	370	(61)	-16.5%	404
<b>Total Capital Expenditure on renewal of existing as</b>	<b>17,639</b>	<b>42,879</b>	<b>35,407</b>	<b>4,133</b>	<b>24,708</b>	<b>32,457</b>	<b>7,749</b>	<b>23.9%</b>	<b>35,407</b>



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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Repairs and maintenance expenditure</b>									
<b>Infrastructure</b>	<b>3,506</b>	<b>4,500</b>	<b>5,518</b>	<b>169</b>	<b>2,148</b>	<b>5,058</b>	<b>2,910</b>	<b>57.5%</b>	<b>5,518</b>
Infrastructure - Road transport	1,125	3,000	2,418	1	883	2,217	1,333	60.1%	2,418
<i>Roads, Pavements &amp; Bridges</i>	881	3,000	2,418	1	883	2,217	1,333	60.1%	2,418
<i>Storm water</i>	244	-	-	-	-	-	-		-
Infrastructure - Electricity	1,271	-	1,000	-	898	917	19	2.0%	1,000
<i>Generation</i>	-	-	-	-	-	-	-		-
<i>Transmission &amp; Reticulation</i>	1,271	-	1,000	-	898	917	19	2.0%	1,000
Infrastructure - Other	1,110	1,500	2,100	167	366	1,925	1,559	81.0%	2,100
<i>Waste Management</i>	1,110	1,500	2,100	167	366	1,925	1,559	81.0%	2,100
<b>Other assets</b>	<b>7,481</b>	<b>7,200</b>	<b>4,345</b>	<b>470</b>	<b>5,167</b>	<b>3,983</b>	<b>(1,184)</b>	<b>-29.7%</b>	<b>4,345</b>
General vehicles	3,931	2,000	1,150	328	1,162	1,054	(108)	-10.2%	1,150
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment	586	3,000	1,000	90	2,656	917	(1,739)	-189.8%	1,000
Other Buildings	1,498	2,000	1,619	49	1,080	1,484	404	27.2%	1,619
Other	1,466	200	576	2	269	528	259	49.0%	576
<b>Intangibles</b>	<b>-</b>	<b>120</b>	<b>50</b>	<b>-</b>	<b>9</b>	<b>46</b>	<b>37</b>	<b>80.2%</b>	<b>50</b>
Computers - software & programming	-	-	-	-	-	-	-		-
Other	-	120	50		9	46	37	80.2%	50
<b>Total Repairs and Maintenance Expenditure</b>	<b>10,988</b>	<b>11,820</b>	<b>9,913</b>	<b>638</b>	<b>7,325</b>	<b>9,087</b>	<b>1,763</b>	<b>19.4%</b>	<b>9,913</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 expenditure for new capital projects amounts to R62, 624 million and the year to date budget is R81, 627 million which reflects 23, 3% expenditure on new assets. The spending on renewal of existing assets for May amounts R4, 133 million and the year to date actual is R24, 708 million with the year to date budget reflecting an amount of R32, 457 million and this reflects 23, 9% spending variance.

The actual expenditure for the month of May 2016 on repairs and maintenance is R 638 thousand and the year to date budget is R7, 325 million, while the year to date budget is R9, 087 million, reflecting spending variance of 19.4% under spending variance.

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	32,638	-	-	-	29,918	29,918	100.0%	32,638
Infrastructure - Road transport	-	27,435	-	-	-	25,149	25,149	100.0%	27,435
<i>Roads, Pavements &amp; Bridges</i>	-	22,710	-	-	-	20,818	20,818	100.0%	22,710
<i>Storm water</i>	-	4,725	-	-	-	4,331	4,331	100.0%	4,725
Infrastructure - Electricity	-	3,903	-	-	-	3,577	3,577	100.0%	3,903
<i>Generation</i>	-	2,328	-	-	-	2,134	2,134	100.0%	2,328
<i>Transmission &amp; Reticulation</i>	-	1,575	-	-	-	1,444	1,444	100.0%	1,575
Infrastructure - Other	-	1,300	-	-	-	1,192	1,192	100.0%	1,300
<i>Waste Management</i>	-	1,300	-	-	-	1,192	1,192	100.0%	1,300
<b>Community</b>	-	2,145	-	-	-	1,966	1,966	100.0%	2,145
Cemeteries	-	2,145	-	-	-	1,966	1,966	100.0%	2,145
<b>Other assets</b>	-	217	-	-	-	199	199	100.0%	217
General vehicles	-	57	-	-	-	52	52	100.0%	57
Computers - hardware/equipment	-	20	-	-	-	18	18	100.0%	20
Furniture and other office equipment	-	25	-	-	-	23	23	100.0%	25
Other Buildings	-	100	-	-	-	92	92	100.0%	100
Other	-	15	-	-	-	14	14	100.0%	15
<b>Total Depreciation</b>	-	35,000	-	-	-	32,083	32,083	100.0%	35,000



**Quality certificate**

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

Municipal Manager of Elias Motsoaledi Local Municipality (LIM 472)

Signature ..... *L. Gredi* 17/6/2016  
Elias Motsoaledi Local Municipality

Date ..... *17/June/2016* ..... 17 JUN 2016

Municipal Manager