

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

May 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 2014/15									
	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Financial Performance										
Property rates	20 450	30 000	24 500	2 009	18 733	22 458	(3 726)	-17%	24 500	
Service charges	56 621	63 049	67 809	4 101	57 152	62 158	(5 006)	-8%	67 809	
Investment revenue	3 598	2 800	4 260	152	3 091	3 905	(814)	-21%	4 260	
Transfers recognised - operational	146 878	170 641	170 641	312	170 546	156 421	14 125	9%	170 641	
Other own revenue	17 519	13 628	17 913	1 001	12 937	16 421	(3 484)	-21%	18 013	
Total Revenue excluding capital transfers	245 065	280 118	285 123	7 574	262 459	261 363	1 095	0%	285 223	
Employee costs	87 146	97 177	93 609	6 546	85 554	85 808	(254)	-0%	93 609	
Remuneration of Councilors	16 037	16 273	17 590	1 540	16 437	16 124	313	2%	17 590	
Depreciation & asset impairment	32 828	35 000	33 500	-	-	30 708	(30 708)	-100%	33 500	
Finance charges	-	-	-	-	-	-	-	-	-	
Materials and bulk purchases	49 691	50 013	56 032	113	44 314	51 363	(7 049)	-14%	56 032	
Transfers and grants	2 287	9 600	1 940	87	1 692	1 778	(86)	-5%	1 940	
Other expenditure	78 685	83 433	102 116	7 671	80 365	93 606	(13 241)	-14%	102 116	
Total Expenditure	266 675	291 497	304 787	15 958	228 362	279 388	(51 025)	-18%	304 787	
Surplus/(Deficit)	(21 610)	(11 379)	(19 663)	(8 383)	34 096	(18 025)	52 121	-289%	(19 563)	
Transfers recognised - capital	44 723	50 840	59 813	7 038	45 914	54 829	(8 915)	-19%	59 713	
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions	23 113	39 461	40 150	(1 346)	80 011	36 804	43 206	117%	40 150	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year	23 113	39 461	40 150	(1 346)	80 011	36 804	43 206	117%	40 150	
Capital expenditure & funds sources										
Capital expenditure	49 665	77 290	84 383	10 470	61 832	77 351	(15 519)	-20%	84 383	
Capital transfers recognised	40 235	50 840	59 814	6 173	47 341	54 830	(7 489)	-14%	59 814	
Public contributions & donations	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	
Internally generated funds	9 430	26 450	24 569	4 296	14 492	22 522	(8 030)	-36%	24 569	
Total sources of capital funds	49 665	77 290	84 383	10 470	61 832	77 351	(15 519)	-20%	84 383	
Financial position										
Total current assets	90 618	72 269	110 321		132 901				110 321	
Total non current assets	813 499	1 077 247	858 956		841 146				858 956	
Total current liabilities	82 178	43 000	41 307		100 019				41 307	
Total non current liabilities	34 693	40 000	40 000		30 512				40 000	
Community wealth/Equity	787 245	1 066 516	887 970		843 516				887 970	
Cash flows										
Net cash from (used) operating	76 508	72 559	110 247	(2 406)	(57 701)	101 060	158 761	157%	110 247	
Net cash from (used) investing	(56 618)	(72 290)	(83 383)	11 935	70 989	(76 435)	(147 423)	193%	(83 383)	
Net cash from (used) financing	22	500	10	6	27	8	(20)	-262%	10	
Cash/cash equivalents at the month/year end	35 247	20 769	62 121	-	51 663	59 880	8 217	14%	65 222	
Debtors & creditors analysis										
Debtors Age Analysis										
Total By Income Source	7 475	(325)	2 267	2 042	1 806	9 748	32 135	-	55 149	
Creditors Age Analysis										
Total Creditors	-	-	-	-	-	-	-	-	-	

The above C1 Sum table summarizes the following activities:-

Revenue:

The actual revenue for the month of May 2015 is R 7, 5 million and the year to date actual is R262, 4 million. With a year to date budget of R261, 3 million, this reflects a variance (R1,0 million) and all revenue generating activities reflect a positive variance except the following line items:

- Property rates: 17% unfavourable variance
- Service charges – refuse removal: 11% unfavourable variance
- Rental of facilities : 40% unfavourable varaince
- Fines: 26 % unfavourable variance

Operating Expenditure

The Operational expenditure for the month amounts to R15, 9 million and the year to date actual amounts to R228, 3 million and the year to date budget is R279, 4 million. This reflects an unfavourable variance of R 51, 0 million that is partly attributed to depreciation and asset impairment as well as debt impairment that have 100% unfavorable variance. Cognizance should be taken that the two line items non-cash items and as a result, they do not therefore affect the cash flow position and/or performance of the Municipality.

Capital Expenditure

The capital expenditure for the month of May amounts to R10, 4 million and the year to date capital expenditure amounts to R61, 8 million of which the R45, 4 million spending pertain to MIG funded project/s, R 3, 6 million to INEP grant and R14, 9 million pertains to internally funded project/s.

Surplus/Deficit

Taking the above into consideration, the net operating deficit for the month is R1, 3 million and the year to date results reflect a surplus amounting to R80, 0 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors for the month of May 2015 amounts to R55, 1 million of which R44, 6 million (80, 93%) is consumer debtors and R10, 5 million (19, 07%) is sundry debtors.

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	2013/14		Budget Year 2014/15						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Standard									
Governance and administration	176 282	207 929	206 020	2 601	197 050	188 852	8 198	4%	206 020
Executive and council	1 611	934	934	-	894	856	37	4%	934
Budget and treasury office	174 529	206 890	204 936	2 600	196 094	187 858	8 236	4%	204 936
Corporate services	142	105	150	0	62	138	(76)	-55%	150
Community and public safety	6 414	7 686	1 171	42	753	1 074	(320)	-30%	1 171
Community and social services	46	1 353	511	3	321	469	(147)	-31%	511
Sport and recreation	2	25	60	-	20	55	(35)	-63%	60
Public safety	6 366	6 308	600	39	412	550	(138)	-25%	600
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	41 165	52 357	66 347	7 866	51 521	60 819	(9 297)	-15%	66 347
Planning and development	22	77	1 562	297	1 203	1 432	(229)	-16%	1 562
Road transport	41 142	52 280	64 786	7 569	50 319	59 387	(9 068)	-15%	64 786
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	65 957	62 986	71 398	4 104	59 048	65 448	(6 400)	-10%	71 398
Electricity	60 588	56 430	67 478	3 806	55 852	61 854	(6 003)	-10%	67 478
Water	2 006	-	-	-	-	-	-	-	-
Waste water management	617	-	-	-	-	-	-	-	-
Waste management	2 746	6 556	3 920	298	3 196	3 593	(397)	-11%	3 920
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	289 817	330 958	344 936	14 612	308 373	316 192	(7 819)	-2%	344 936
Expenditure - Standard									
Governance and administration	158 566	140 374	157 129	7 563	103 525	144 035	(40 510)	-28%	157 129
Executive and council	48 179	35 246	41 749	3 317	36 408	38 270	(1 862)	-5%	41 749
Budget and treasury office	66 069	64 053	71 783	1 329	24 911	65 801	(40 890)	-62%	71 783
Corporate services	44 317	41 074	43 597	2 917	42 206	39 964	2 242	6%	43 597
Community and public safety	14 735	59 987	39 555	4 457	34 275	36 259	(1 984)	-5%	39 555
Community and social services	3 364	20 771	17 858	1 283	15 690	16 370	(680)	-4%	17 858
Sport and recreation	-	445	172	-	-	158	(158)	-100%	172
Public safety	11 372	29 771	21 525	3 174	18 584	19 731	(1 147)	-6%	21 525
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	31 570	30 947	36 160	2 695	32 426	33 146	(720)	-2%	36 160
Planning and development	10 273	12 158	12 812	1 191	11 191	11 744	(553)	-5%	12 812
Road transport	21 297	18 789	23 348	1 505	21 235	21 402	(167)	-1%	23 348
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	61 804	69 190	71 943	1 243	58 137	65 948	(7 811)	-12%	71 943
Electricity	51 150	56 772	59 285	378	47 285	54 344	(7 079)	-13%	59 285
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	10 654	12 418	12 658	865	10 872	11 603	(731)	-6%	12 658
Other	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	266 675	291 497	304 787	15 958	228 362	279 388	(51 025)	-18%	304 787
Surplus (Deficit) for the year	23 143	39 461	40 150	(1 346)	80 011	36 804	43 207	117%	40 150

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

Vote Description	Budget Year 2014/15										
	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast		
Revenue by Vote											
Vote 1 - Executive & Council	340	-	-	-	-	-	-	-	-	-	
Vote 2 - Office of the Municipal Manager	890	934	934	-	894	856	37	4.4%	934		
Vote 3 - Budget & Treasury	174 529	206 890	204 936	2 600	196 094	187 858	8 236	4.4%	204 936		
Vote 4 - Corporate Services	142	105	150	0	62	138	(76)	-55.0%	150		
Vote 5 - Community Services	9 541	14 242	11 091	821	8 781	10 167	(1 386)	-13.6%	11 091		
Vote 6 - Technical Services	104 353	108 710	126 263	10 894	101 339	115 741	(14 402)	-12.4%	126 263		
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-		
Vote 8 - Developmental Planning	22	77	1 562	297	1 203	1 432	(229)	-16.0%	1 562		
Total Revenue by Vote	289 817	330 958	344 936	14 612	308 373	316 192	(7 819)	-2.5%	344 936		
Expenditure by Vote											
Vote 1 - Executive & Council	25 983	25 556	27 288	2 258	24 424	25 014	(590)	-2.4%	27 288		
Vote 2 - Office of the Municipal Manager	6 193	9 690	14 461	1 059	11 984	13 256	(1 272)	-9.6%	14 461		
Vote 3 - Budget & Treasury	66 069	64 053	71 783	1 329	24 911	65 801	(40 890)	-62.1%	71 783		
Vote 4 - Corporate Services	44 317	41 074	43 597	2 917	42 206	39 964	2 242	5.6%	43 597		
Vote 5 - Community Services	41 393	63 405	56 202	5 588	48 768	51 519	(2 750)	-5.3%	56 202		
Vote 6 - Technical Services	72 446	75 560	78 643	1 616	64 878	72 089	(7 211)	-10.0%	78 643		
Vote 7 - Strategic Development	4 730	6 223	6 281	506	5 803	5 758	46	0.8%	6 281		
Vote 8 - Developmental Planning	5 543	5 936	6 531	664	5 388	5 987	(599)	-10.0%	6 531		
Vote 15 - [NAME OF VOTE 15]	-	-	-	-	-	-	-	-	-		
Total Expenditure by Vote	266 675	291 497	304 787	15 958	228 362	279 388	(51 025)	-18.3%	304 787		
Surplus / (Deficit) for the year	23 142	39 461	40 150	(1 346)	80 011	36 804	43 207	117.4%	40 150		

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 vote and standard classification 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 2014/15									
	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD Variance	YTD Variance	Full Year Forecast	
Revenue By Source										
Property rates	20 450	30 000	24 500	2 009	18 733	22 458	(3 726)	-17%	24 500	
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue	53 899	55 300	62 700	3 629	52 613	57 475	(4 862)	-8%	62 700	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	
Service charges - refuse revenue	2 721	5 188	3 903	296	3 185	3 578	(393)	-11%	3 903	
Service charges - other	-	2 561	1 206	177	1 354	1 106	248	22%	1 206	
Rental of facilities and equipment	1 125	1 055	3 060	39	1 690	2 805	(1 115)	-40%	3 060	
Interest earned - external investments	3 598	2 800	4 260	152	3 091	3 905	(814)	-21%	4 260	
Interest earned - outstanding debtors	5 225	5 000	7 000	419	5 306	6 417	(1 111)	-17%	7 000	
Dividends received	-	-	-	-	-	-	-	-	-	
Fines	1 666	610	610	39	414	559	(145)	-26%	610	
Licences and permits	4 669	5 648	6 000	481	4 831	5 500	(669)	-12%	6 000	
Agency services	2 623	-	-	-	-	-	-	-	-	
T transfers recognised - operational	146 878	170 641	170 641	312	170 546	156 421	14 125	9%	170 641	
Other revenue	2 210	1 315	1 243	23	696	1 140	(444)	-39%	1 343	
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-	
Total Revenue excluding capital transfers	245 065	290 118	285 123	7 574	262 459	261 363	1 095	0%	285 223	
Expenditure By Type										
Employee related costs	87 146	97 177	93 609	6 546	85 554	85 808	(254)	0%	93 609	
Remuneration of councillors	16 037	16 273	17 590	1 540	16 437	16 124	313	2%	17 590	
Debt impairment	10 245	3 000	11 000	-	-	10 083	(10 083)	-100%	11 000	
Depreciation & asset impairment	32 828	35 000	33 500	-	-	30 708	(30 708)	-100%	33 500	
Finance charges	-	-	-	-	-	-	-	-	-	
Bulk purchases	48 014	47 000	54 300	46	42 709	49 775	(7 066)	-14%	54 300	
Other materials	1 677	3 013	1 732	67	1 604	1 588	16	1%	1 732	
Contracted services	9 800	8 700	19 505	1 246	10 735	17 879	(7 145)	-40%	19 505	
T transfers and grants	2 287	9 600	1 940	87	1 692	1 778	(86)	-5%	1 940	
Other expenditure	58 640	71 733	71 611	6 425	69 630	65 644	3 987	6%	71 611	
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-	
Total Expenditure	266 675	291 497	304 787	15 958	228 362	279 388	(51 026)	-18%	304 787	
Surplus/(Deficit)	(21 610)	(11 379)	(19 663)	(8 383)	34 096	(18 025)	52 121	(0)	(19 563)	
T transfers recognised - capital	44 723	50 840	59 813	7 038	45 914	54 829	(8 915)	(0)	59 713	
Contributions recognised - capital	-	-	-	-	-	-	-	-	-	
Contributed assets	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers	23 113	39 461	40 150	(1 346)	80 011	36 804	-	-	40 150	
Taxation	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after taxation	23 113	39 461	40 150	(1 346)	80 011	36 804	-	-	40 150	
Attributable to minorities	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) attributable to municipality	23 113	39 461	40 150	(1 346)	80 011	36 804	-	-	40 150	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year	23 113	39 461	40 150	(1 346)	80 011	36 804	-	-	40 150	

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, rental, interest on investments, fines, and other revenue. All other sources reflect a positive variance. In the case of expenditure, all year to date actuals reflects an under spending except the other material, (1 % variance) and other expenditure (6 % 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

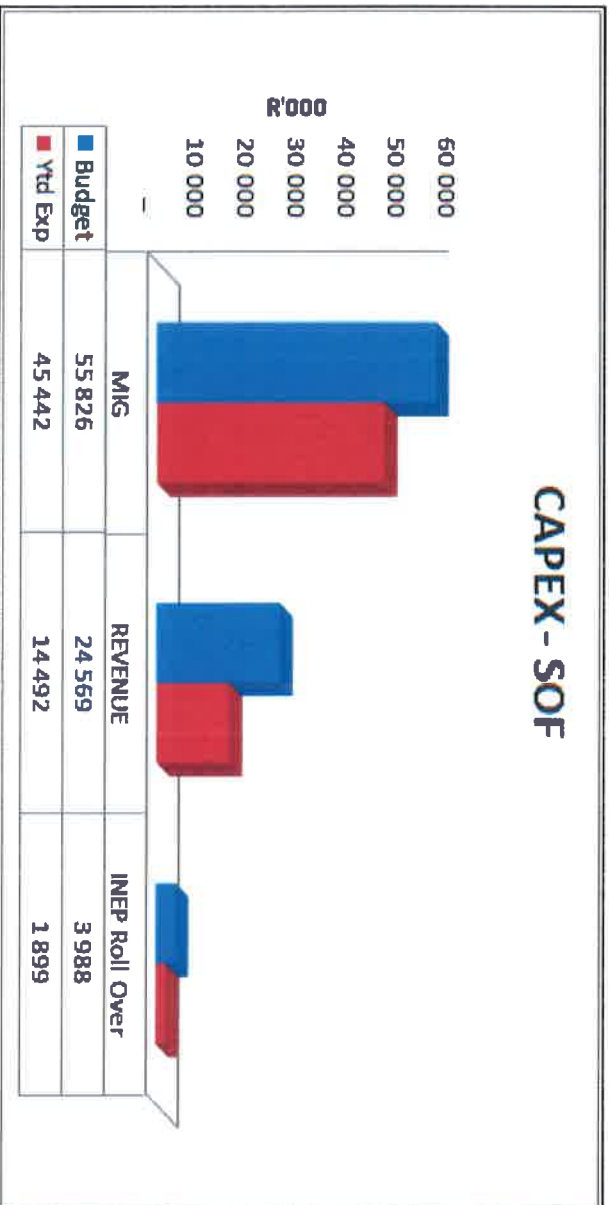
Vote Description	Budget Year 2014/15									
	2013/14	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation										
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	1 300	1 300	1 100	29	1 239	1 008	231	23%	1 100
Vote 5 - Community Services	-	500	500	500	27	27	458	(431)	-94%	500
Vote 6 - Technical Services	43 439	43 379	43 379	49 161	6 336	35 684	45 064	(9 380)	-21%	49 161
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	43 439	45 179	50 761	6 392	36 950	46 531	(9 581)	-21%	50 761	
Single Year expenditure appropriation										
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	75	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1 982	-	1 300	372	1 065	1 192	(127)	-11%	1 300	
Vote 5 - Community Services	-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services	4 169	30 611	30 822	3 706	23 028	28 254	(5 226)	-18%	30 822	
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	1 500	1 500	-	789	1 375	(586)	43%	1 500	
Total Capital single-year expenditure	6 226	32 111	33 622	4 078	24 882	30 820	(5 938)	-19%	33 622	
Total Capital Expenditure	49 665	77 290	84 383	10 470	61 832	77 351	(15 519)	-20%	84 383	

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	Budget Year 2014/15									
	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Capital Expenditure - Standard Classification										
Governance and administration	2 057	1 300	2 400	401	2 304	2 200	104	5%	2 400	
Executive and council	-	-	-	-	-	-	-	-	-	
Budget and treasury office	75	-	-	-	-	-	-	-	-	
Corporate services	1 982	1 300	2 400	401	2 304	2 200	104	5%	2 400	
Community and public safety	-	500	500	27	27	458	(431)	-94%	500	
Community and social services	-	500	500	27	27	458	(431)	-94%	500	
Sport and recreation	-	-	-	-	-	-	-	%	-	
Public safety	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	38 257	66 940	71 716	10 042	54 152	65 739	(11 587)	-18%	71 716	
Planning and development	-	1 500	1 500	-	789	1 375	(586)	-43%	1 500	
Road transport	38 257	65 440	70 216	10 042	53 363	64 364	(11 002)	-17%	70 216	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	9 350	7 950	9 768	-	5 349	8 954	(3 604)	-40%	9 768	
Electricity	9 350	7 950	9 768	-	5 349	8 954	(3 604)	-40%	9 768	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	-	-	-	-	-	-	-	-	-	
Other	-	600	-	-	-	-	-	-	600	
Total Capital Expenditure - Standard Classification	49 665	77 290	84 383	10 470	61 832	77 351	(15 519)	-20%	84 963	
Funded by:										
National Government	40 235	50 840	55 826	6 173	45 442	51 174	(5 732)	-11%	55 826	
Provincial Government	-	-	-	-	-	-	-	-	-	
District Municipality	-	-	-	-	-	-	-	-	-	
Other transfers and grants	-	-	3 988	-	1 899	3 655	(1 757)	-48%	3 988	
Transfers recognised - capital	40 235	50 840	59 814	6 173	47 341	54 830	(7 489)	-14%	59 814	
Public contributions & donations	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	
Internally generated funds	9 430	26 450	24 569	4 296	14 492	22 522	(8 030)	-36%	24 569	
Total Capital Funding	49 665	77 290	84 383	10 470	61 832	77 351	(15 519)	-20%	84 383	

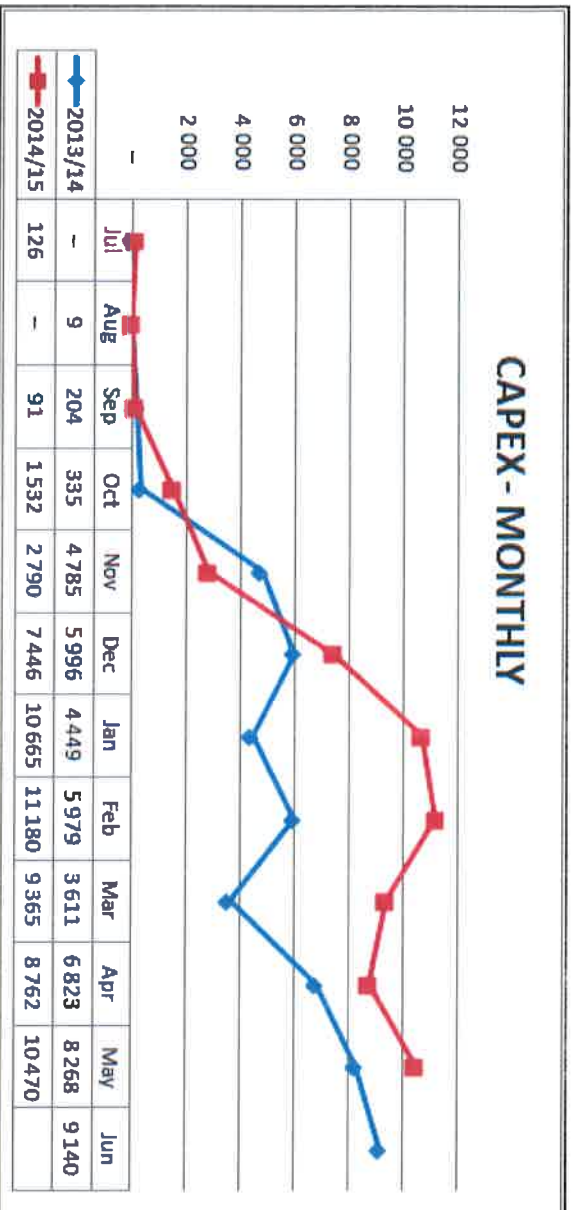
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and funding. For the month of May 2015, R10, 4 million spending was incurred and the year to date capital expenditure amounts to R61, 8 million which shows an unfavourable variance of R15, 5 million against the year to date budget of R 77, 3 million and this constitutes a 20% under spending variance.

CAPEX - SOF



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R84, 4 million, R55, 8 million is funded from Municipal Infrastructure grant, R 3, 9 million from INEP and R24, 6 million from Own Revenue. The spending to date per sources of finance is R45, 4 million on MIG, R14, 5 million on own revenue and R 1, 8 million for INEP.

CAPEX - MONTHLY



The above graph compares the 2013/14 and 2014/15 monthly capital expenditure performance. In addition, the graph shows adoption of 2013/14 spending pattern that was below par and poses concern regarding the material underspending of MIG allocation since only 73% of this allocation is spent as at end of May 2015.

Table C6: Monthly Budget Statement Financial Position

Description	Budget Year 2014/15				
	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Year TD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	2 910	5 769	10 769	24 043	10 769
Call investment deposits	32 337	15 000	50 752	27 620	50 752
Consumer debtors	20 229	30 000	30 000	22 782	30 000
Other debtors	32 854	16 500	16 500	55 707	16 500
Current portion of long-term receivables	-	-	-	-	-
Inventory	2 288	5 000	2 300	2 750	2 300
Total current assets	90 618	72 269	110 321	132 901	110 321
Non current assets					
Long-term receivables	644	-	-	-	-
Investments	-	-	-	-	-
Investment property	85 382	220 000	87 382	85 382	87 382
Investments in Associate	-	-	-	-	-
Property, plant and equipment	694 407	830 229	771 574	755 764	771 574
Agricultural	-	-	-	-	-
Biological assets	311	18	-	-	-
Intangible assets	22 674	27 000	-	-	-
Other non-current assets	10 081	-	-	-	-
Total non current assets	813 499	1 077 247	858 956	841 146	858 956
TOTAL ASSETS	904 116	1 149 516	969 277	974 047	969 277
LIABILITIES					
Current liabilities					
Bank overdraft	-	-	-	-	-
Borrowing	-	-	-	-	-
Consumer deposits	4 211	5 000	3 307	3 197	3 307
Trade and other payables	42 917	38 000	38 000	96 822	38 000
Provisions	35 049	-	-	-	-
Total current liabilities	82 178	43 000	41 307	100 019	41 307
Non current liabilities					
Borrowing	-	-	-	-	-
Provisions	34 693	40 000	40 000	30 512	40 000
Total non current liabilities	34 693	40 000	40 000	30 512	40 000
TOTAL LIABILITIES	116 871	83 000	81 307	130 532	81 307
NET ASSETS	787 245	1 066 516	887 970	843 516	887 970
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	787 245	1 066 516	887 970	843 516	887 970
Reserves	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	787 245	1 066 516	887 970	843 516	887 970

The above table shows that community wealth amounts to R843, 5 million, total liabilities R130, 5 million and the total assets R 974, 0 million.

Table C7: Monthly Budget Statement Cash Flow

Description	2013/14		Budget Year 2014/15		Budget Year 2014/15		YTD		YTD		Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	variance	variance	variance		
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other	83 043	107 021	95 021	5 976	63 361	87 103	(23 741)	-27%	95 021		
Government - operating	146 878	170 641	170 641	312	170 546	156 421	14 125	9%	170 641		
Government - capital	44 723	50 840	59 713	7 038	45 914	54 737	(8 823)	-16%	59 713		
Interest	8 437	8 105	11 260	227	4 335	10 322	(5 986)	-58%	11 260		
Dividends	-	-	-	-	-	-	-	-	-		
Payments											
Suppliers and employees	(204 285)	(254 448)	(224 448)	(15 870)	(340 166)	(205 744)	134 422	-65%	(224 448)		
Finance charges	(2 287)	(9 600)	(1 940)	(87)	(1 692)	(1 778)	(86)	5%	(1 940)		
Transfers and Grants	76 508	72 559	110 247	(2 406)	(57 701)	101 060	158 761	157%	110 247		
NET CASH FROM/(USED) OPERATING ACTIVITIES											
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE	-	5 000	1 000	-	500	917	(417)	-45%	1 000		
Decrease (increase) in non-current debtors	-	-	-	-	-	-	-	-	-		
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-		
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-		
Payments											
Capital assets	(56 618)	(77 290)	(84 383)	11 935	70 489	(77 351)	(147 840)	191%	(84 383)		
NET CASH FROM/(USED) INVESTING ACTIVITIES											
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans	-	-	-	-	-	-	-	-	-		
Borrowing long term/financing	-	-	-	-	-	-	-	-	-		
Increase (decrease) in consumer deposits	22	500	10	6	27	8	20	262%	10		
Payments											
Repayment of borrowing	-	-	-	-	-	-	-	-	-		
NET CASH FROM/(USED) FINANCING ACTIVITIES											
NET INCREASE/(DECREASE) IN CASH HELD											
Cash/cash equivalents at beginning:	15 334	20 000	35 247	9 536	13 315	24 633			26 874		
Cash/cash equivalents at month/year end:	35 247	20 769	62 121		51 663	59 880			38 348		
									65 222		

Table C7 presents details pertaining to cash flow performance. For the month of May 2015, the net cash outflow from operating activities is R2, 4 million (year to date actual R57, 7 million - inflow) whilst net cash outflow from investing activities is R11, 9 million (year to date actual R70, 9 million) that is mainly comprised of capital expenditure movement; and the net cash outflow from financing activities is R 6 thousand (year to date actual R 27 thousand). The cash and cash equivalent held at the end of May 2015 amounted to R51, 6 million that is made up of cash amounting R24, 0 million and short term investments of R27, 6 million.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 – Material variance explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source Property rates	-17%	Revenue forgone including transactions that are supposed to be classified as grants paid out	Correct classification of transfers to be performed
Service charges - other	22%	Effluent charges and line items such as reconnection fees appear to be occurring at lower rate relative to the anticipated rate thereof.	Municipality to fast track the billing of areas that are not billed for this service
Service charges - refuse revenue	-11%	Some areas/townships that enjoy this service type are not getting billed for it (e.g. Modema township).	Municipality to fast track the billing of areas that are not billed for this service
Fines Expenditure By Type	-26%	Low rate of traffic fines issued relative to 2013.	HR must accelerate the appointment of more traffic officers
Depreciation & asset impairment	-100%	Non calculation of monthly actual depreciation	Asset register will be uploaded on to the financial system and the monthly depreciation would then be generated automatically by the system
Transfers and grants	-5%	This is caused by some of pertinent transactions being classified as revenue forgone as opposed to transfers and grants paid out	Correct classification of transfers to be performed
Debt impairment	-100%	Non writing of bad or uncollectable debts	Bad or uncollectable debts will be identified and submission will then be made to Council for write off.
Capital Expenditure Grants funded projects	-14%	Most of the major projects have not yet kick started	The siting of bid committees will be given thorough consideration as this will expedite the spending
Own revenue funded projects	-20%	All major projects that are funded internally have not yet kick started as well.	The siting of bid committees will be given thorough consideration as this will expedite the spending
Cash Flow Proceeds on disposal of PPE	-45%	Non conducting of auctions of assets that are	Only one auction has been conducted in the current financial year.
Government - capital	-16%	Underspending on MIG.	The majority of the projects have started spending and this is evident in the improved percentage spending on MIG projects
Increase (decrease) in consumer deposits	87%	The budget was provided in favour of the increase in consumer deposit, however the actuals for the first quarter reflected a decrease.	Budget will be adjusted downwards.

Supporting Table: SC 3 - Debtors Age Analysis

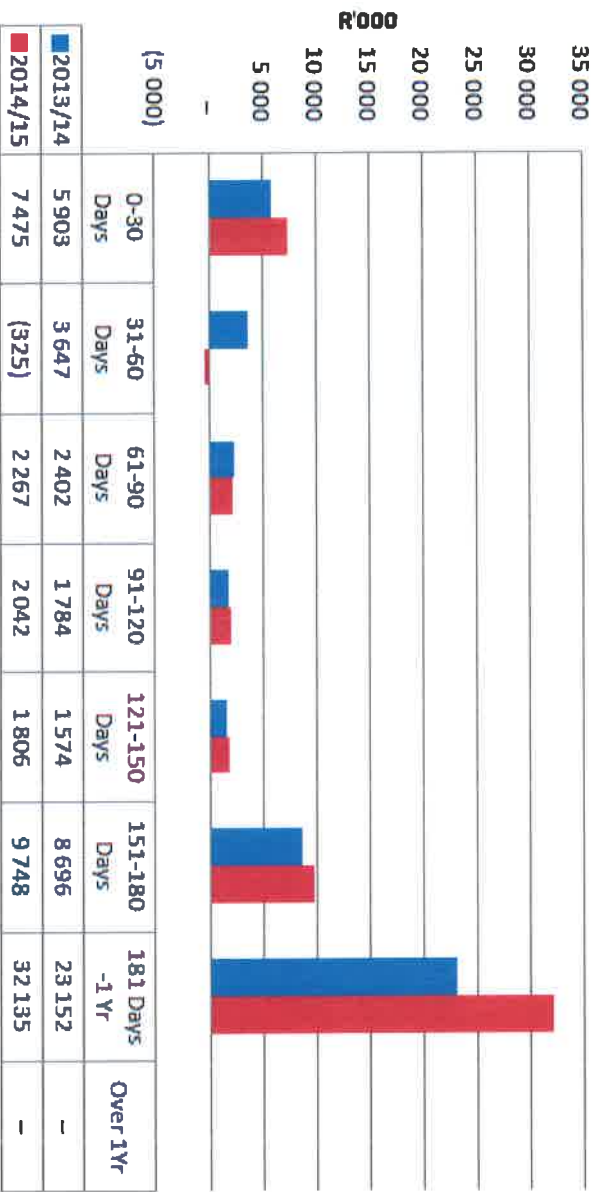
Description	Budget Year 2014/15										Total over 90 days	
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Year	Over 1Year	Total			
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	3 973	1 891	686	663	403	2 318	5 685	-	15 618	9 069	-	
Receivables from Non-exchange Transactions - Property Rates	1 750	1 093	765	736	689	3 827	17 204	-	26 066	22 457	-	
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	281	138	62	40	34	169	1 300	-	2 052	1 572	-	
Receivables from Exchange Transactions - Property Rental Debtors	45	19	10	58	61	624	79	-	886	822	-	
Interest on Arrear Debtor Accounts	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	
Other	1 427	(3 465)	744	545	620	2 809	7 836	-	10 517	11 810	-	
Total By Income Source	7 475	(325)	2 267	2 042	1 806	9 748	32 135	-	55 149	45 730	-	
2013/14 - totals only	5 803	3 647	2 402	1 784	1 574	8 695	23 152	-	47 157	-	-	
Debtors Age Analysis By Customer Group												
Organs of State	978	550	439	660	416	2 579	5 369	-	10 991	9 024	-	
Commercial	2 684	1 124	420	103	156	734	1 882	-	7 104	2 676	-	
Households	2 378	1 231	628	509	489	2 415	12 218	-	19 967	15 630	-	
Other	1 436	(3 229)	779	770	746	4 019	12 665	-	17 187	18 200	-	
Total By Customer Group	7 475	(325)	2 267	2 042	1 806	9 748	32 135	-	55 149	45 730	-	

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of April amount to R53, 998 million. The debtors' book is made up as follows:

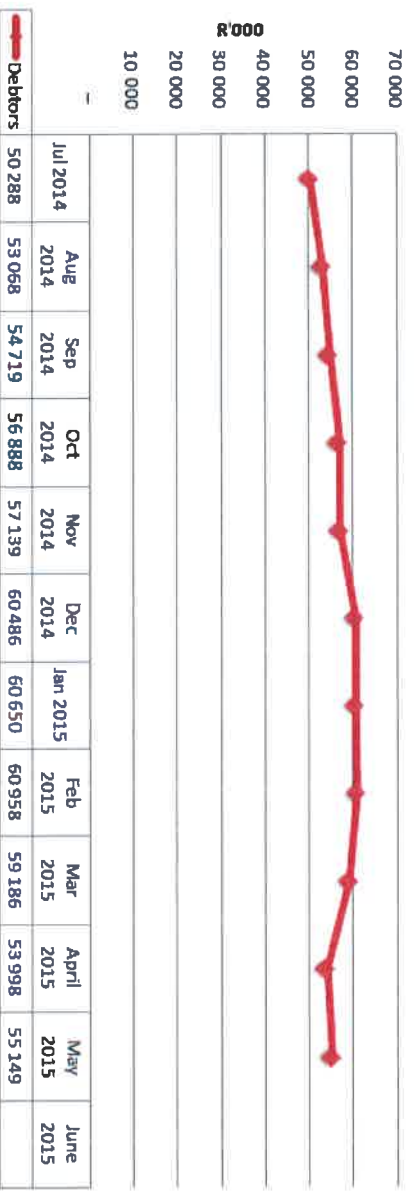
- Rates 47,26%
- Electricity 28,32%
- Rental 1, 62%
- Refuse removal 3,72%
- Other 19,07%

The debtors' age analysis is graphically presented below.

DEBTORS AGE ANALYSIS - MAY 2015



DEBTORS AGE ANALYSIS - MONTHLY



The initial graph compares debtors' age analysis for 2013/14 (May 2014) and 2014/15 (as at end of May 2015) whilst the latter shows monthly movement of debtors in the current financial year.

TOP TWENTY DEBTORS

Account No	Customer Name	Comment	Type	Out Balance
9900067	WATER PURIFICAT	GOVERNMENT	OCCUPIER	6 344 154.16
9012345	BREED J & OOSTH	AGRICULTURE	OCCUPIER	582 393.31
9901060	KLEINWATERFONTE	GOVERNMENT	OCCUPIER	575 898.76
9900028	ELIAS MOTSOLED	MUNICIPAL	OCCUPIER	368 598.01
20494	BREAKAWAY TRUST	BUSINESS	OWNER	302 361.11
9000000	REPUBUEK VAN S	AGRICULTURE	OWNER	202 370.93
9001077	ROYAL SQUARE IN	AGRICULTURE	OWNER	181 050.65
9001035	NDEBELE MAHLANG	AGRICULTURE	OWNER	164 669.88
9000804	Uknown	AGRICULTURE	OWNER	154 465.01
506535	BUMAZI PROPERTI	BUSINESS	OCCUPIER	153 701.23
214913	MEAT SPOT	BUSINESS	OCCUPIER	150 016.87
9900299	VOORTREKKER LIG	MUNICIPAL	OCCUPIER	149 219.80
9001052	NDEBELE STAM	AGRICULTURE	OWNER	142 742.72
9001039	NDEBELE MAHLANG	AGRICULTURE	OWNER	138 717.10
9000628	LANDBOUNAVORSIN	AGRICULTURE	OWNER	137 850.22
9001055	NDEBELE STAM	AGRICULTURE	OWNER	133 956.89
26610	LUVON INVESTME	BUSINESS	OWNER	130 208.48
9000223	Uknown	AGRICULTURE	OWNER	127 566.69
400383	BEN J A FAMILIE	BUSINESS	OWNER	120 899.19
9001050	NDEBELE STAM	AGRICULTURE	OWNER	120 681.27
Total				10 381 522.28

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2014/15								Prior year totals for chart (same)	
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	-	-	-	-	-	-	-	-	-	-
Bulk Water	-	-	-	-	-	-	-	-	-	-
PAYE deductions	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-	-
Trade Creditors	-	-	-	-	-	-	-	-	-	-
Auditor General	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	-	-	-	-	-	-	-	-	-	-

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

TOP TWENTY CREDITORS PAID:

NUMBER	CREDITOR NAME	AMOUNT
429	NJ NKOSANA BUSINESS ENTERPRISE	726 363.98
4001	MOKWENA MOTORS T/A NONYANE MOT	266 040.00
103	SIZIMISELE SHUTTLE AND TOURS	99 192.00
892	MOKGOWE TRADING AND PROJECTS	54 600.00
867	MOROKANE'S GENERAL SUPPLIES	32 948.35
517	METER SECURITY AND CLEANING	30 507.50
10030	VAN SCHAIK BOOKSTORE	22 294.31
615	FUNDOFILWE COMMODITY TRADING	20 000.00
264	MODISHI BUSINESS ENTERPRISE	19 200.00
1119	MOUTSE COMMUNITY RADIO STATION	16 000.00
31505	KWENAMEETSE TRANSPORT & ENTER	12 400.00
8	LOSKOP VALLEY LODGE	11 340.00
31702	CE AT UNIVERSITY OF PRETORIA T	9 000.00
348	MCCARTHY KUNENE	8 148.05
8164	LEXIS NEXIS (PTY) LTD	7 812.97
6479	CASHBUILD (PTY) LTD	6 880.00
337	TURFMASTER (PTY) LTD	4 551.68
6992	GROBLERSDAL BUILD IT	3 499.40
5290	SUPA QUICK GROBLERSDAL	2 991.70
6061	BATTERY CENTRE	759.99
TOTAL		1 354 529.93

The above table presents the top twenty creditors paid during the month of May 2015 and an amount of R1, 3 million was paid during the month of May 2015.

Supporting Table: SC 5 - Investment Portfolio

Investments by maturity Name of institution & investment ID	Period of investment	Type of investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Municipality								
Sanlam	1 Month	Short term	30-May-2015	1	0.28%	329	-	330
Nedbank	3 Months	Short term	30-Mar-2015	124	0.54%	23 043	-	23 167
Nedbank	4 Months	Short term	31-Jul-2015	101	0.50%	20 125	20 226	-
Absa	3 Months	Short term	31-Mar-2015	18	5.00%	4 105	-	4 124
TOTAL INVESTMENTS AND INTEREST				244		47 602	20 226	27 620

Supporting table SC5 presents all investments that indicate that the total amount of R 27, 6 million has been invested as at end of May 2015. The opening balance was R47, 6 million, accrued interest for the month amounted to R244 thousand with a total of R 27, 3 million invested at as end of May 2015. A total of R 20, 2 million was withdrawn during the month of May.

Supporting Table: SC 6 - Transfers and Grant Receipts

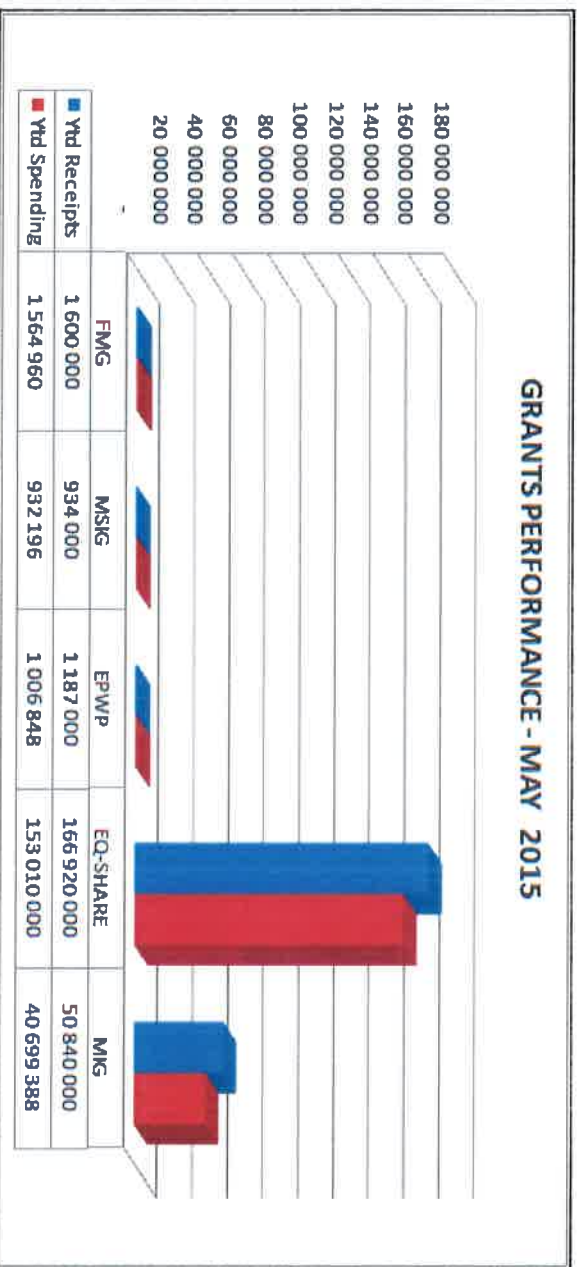
Description	Budget Year 2014/15									
	2013/14	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:										
Operating Transfers and Grants										
National Government:										
Local Government Equitable Share	143,438	166,920	166,920	-	166,920	166,920	-	-	166,920	
Finance Management	1,550	1,600	1,600	-	1,600	1,600	-	-	1,600	
Municipal Systems Improvement	890	934	934	-	934	934	-	-	934	
EPWP Incentive	1,000	1,187	1,187	-	1,187	1,187	-	-	1,187	
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-	
Total Operating Transfers and Grants	146,878	170,641	170,641	-	170,641	170,641	-	-	170,641	
Capital Transfers and Grants										
National Government:										
Municipal Infrastructure Grant (MIG)	43,596	50,840	50,840	-	50,840	50,840	-	-	50,840	
Integrated National Electrification Grant	10,000	-	-	-	-	-	-	-	-	
TOTAL RECEIPTS OF TRANSFERS & GRANTS	200,474	221,481	221,481	-	221,481	221,481	-	-	221,481	

Supporting tables SC6 provide details of grants received. The year to date actual receipts amounts to R221, 4 million of which the major portion is attributed to equitable share (i.e. R166, 9 million) received. Other grants include amongst others, FMG, MSIG, EPWP and MIG. Cognizance should be taken that all transfers and grants for the financial year 2014/15 have been received from National treasury.

Supporting Table: SC 7 Transfers and grants - Expenditure

Description	Budget Year 2014/15									
	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:	146 878	170 641	170 641	14 211	156 514	156 533	(19)	0.0%	170 641	
Local Government Equitable Share	143 438	166 820	166 920	13 910	153 010	153 010	-	-	166 920	
Finance Management	1 550	1 600	1 600	15	1 565	1 600	(35)	-2.2%	1 600	
Municipal Systems Improvement	890	934	934	-	932	934	(2)	-0.2%	934	
EPWP Incentive	1 000	1 187	1 187	286	1 007	989	18	1.8%	1 187	
Total operating expenditure of Transfers and Grants:	146 878	170 641	170 641	14 211	156 514	156 533	(19)	0.0%	170 641	
Capital expenditure of Transfers and Grants										
National Government:	44 723	50 840	50 840	6 173	40 699	42 367	(1 667)	-3.9%	50 840	
Municipal Infrastructure Grant (MIG)	38 710	50 840	50 840	6 173	40 699	42 367	(1 667)	-3.9%	50 840	
Integrated National Electrification Grant	6 012						-	-		
Total capital expenditure of Transfers and Grants	44 723	50 840	50 840	6 173	40 699	42 367	(1 667)	-3.9%	50 840	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	191 601	221 481	221 481	20 384	197 213	198 900	(1 686)	-0.8%	221 481	

An amount of R20, 3 million has been spent on grants during the month of May 2015 and the year to date actual expenditure amounts to R 197, 2 million. R156, 5 million is spent from operational grants while R40, 6 million is spent from capital grant (MIG and INEP in particular).



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

- Financial Management Grant 97,81%
- Municipal Systems Improvement Grant 99,81%
- Expanded Public Work Programme 84,82%

- Equitable Share 91.67%
- Municipal Infrastructure Grant 80,05%

Supporting Table: SC 7 Expenditure on Approved Roll over

Description	Budget Year 2014/15				
	Approved Rollover 2013/14	Monthly actual	YearTD actual	YTD variance	YTD variance
EXPENDITURE					
Capital expenditure of Approved Roll-overs					
National Government:	8 873	143	6 785	2 088	23.5%
Municipal Infrastructure Grant (MIG)	4 886	143	4 886	-	
Intergated National Electrification Grant	3 987	-	1 899	2 088	52.4%
Total capital expenditure of Approved Roll-overs	8 873	143	6 785	2 088	23.5%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	8 873	143	6 785	2 088	23.5%

Supporting Table: SC8 - Councillor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	2013/14		Budget Year 2014/15						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	10 270	10 586	12 061	957	11 234	11 056	178	2%	12 061
Pension and UIF Contributions	953	1 417	992	87	960	909	50	6%	992
Medical Aid Contributions	170	160	280	22	235	257	(22)	-9%	280
Motor Vehicle Allowance	3 940	4 066	3 916	452	3 706	3 590	116	3%	3 916
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	0	45	340	23	305	312	(7)	-2%	340
Sub Total - Councillors	15 233	16 273	17 590	1 540	16 439	16 124	315	2%	17 590
Senior Managers of the Municipality									
Basic Salaries and Wages	3 335	5 131	5 261	316	3 165	4 822	(1 657)	-34%	5 261
Pension and UIF Contributions	-	400	475	21	211	436	(225)	-52%	475
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	827	1 292	1 407	55	579	1 289	(711)	-55%	1 407
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	67	323	6	57	296	(239)	-81%	323
Payments in lieu of leave	-	60	150	-	-	138	(138)	-100%	150
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	4 162	6 949	7 615	399	4 012	6 961	(2 959)	-43%	7 615
% increase		67.0%	83.0%						83.0%
Other Municipal Staff									
Basic Salaries and Wages	49 972	60 245	57 342	5 050	55 908	52 563	3 345	6%	57 342
Pension and UIF Contributions	9 902	13 223	11 595	963	10 234	10 628	(394)	-4%	11 595
Medical Aid Contributions	2 621	3 076	3 050	274	2 677	2 796	(119)	-4%	3 050
Overtime	1 172	775	1 610	172	1 275	1 476	(201)	-14%	1 610
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3 718	4 451	4 670	453	4 532	4 281	251	6%	4 670
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	67	120	139	8	87	127	(40)	-32%	139
Other benefits and allowances	699	7 483	6 633	(471)	6 017	6 080	(63)	-1%	6 633
Payments in lieu of leave	4 528	855	955	98	812	875	(63)	-7%	955
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	72 680	90 228	85 994	6 546	81 542	78 828	2 715	3%	85 994
Total Parent Municipality	92 075	113 451	111 199	8 485	101 994	101 933	61	0%	111 199
TOTAL MANAGERS AND STAFF	76 842	97 177	93 609	6 945	85 554	85 808	(254)	0%	93 609

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for May 2015 amounts to R8.5 million and the year to date actual expenditure amounted to R101.9 million. The expenditure for remuneration of councillors as at May 2015 amounts to R 1.5 million.

Description	Budget Year 2014/15												2014/15 Medium Term Revenue			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget	Budget	Budget	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Year	Year +1	Year +2	
Cash Receipts By Source																
Property rates	1 342	1 095	1 961	971	1 297	871	1 817	1 633	2 065	1 304	1 260	14 384	30 000	32 674	33 438	
Property rates - penalties & collection charges	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Service charges - electricity revenue	4 572	3 825	5 813	4 100	3 963	2 952	5 331	4 731	4 809	3 950	4 396	6 859	55 300	57 170	58 255	
Service charges - water revenue	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Service charges - sanitation revenue	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Service charges - refuse	273	223	308	243	218	181	293	281	268	261	245	2 394	5 188	6 475	6 824	
Service charges - other	63	63	(7)	253	23	27	260	197	194	857	177	454	2 561	2 884	3 039	
Rental of facilities and equipment	57	46	110	114	88	65	156	149	88	80	39	63	1 055	1 091	1 150	
Interest earned - external investments	--	444	1 082	724	--	38	520	225	189	320	152	(893)	2 800	3 273	3 449	
Interest earned - outstanding debtors	98	64	729	59	58	56	104	155	239	77	419	2 944	5 000	5 270	5 555	
Dividends received	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Fines	24	34	18	26	50	14	51	59	61	38	39	196	610	1 065	1 122	
Licences and permits	--	531	532	517	534	347	871	439	--	--	481	1 395	5 648	5 810	6 124	
Agency services	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Transfer receipts - operating	66 140	84	42	476	55 962	--	1 040	276	45 646	566	312	95	170 641	216 460	220 780	
Other revenue	1 632	266	7 632	52	221	98	22 324	117	29 514	573	23	(56 138)	6 315	1 480	1 560	
Cash Receipts by Source	74 201	6 676	18 220	7 535	62 414	4 647	32 766	8 263	83 073	8 026	7 542	(28 247)	285 418	333 651	341 297	
Other Cash Flows by Source																
Transfer receipts - capital	--	--	--	1 058	3 112	--	--	20 211	8 111	6 281	7 038	5 030	50 840	61 901	56 245	
Contributions & Contributed assets	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Proceeds on disposal of PPE	--	--	--	--	--	--	--	--	--	100	--	4 900	5 000	400	1 800	
Short term loans	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Borrowing long term/refinancing	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Increase in consumer deposits	(3)	(22)	(1)	24	(4)	10	--	17	6	(26)	27	472	500	500	1 000	
Receipt of non-current debtors	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Receipt of non-current receivables	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Change in non-current investments	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Total Cash Receipts by Source	74 198	6 654	18 220	8 617	65 522	4 658	32 766	28 490	91 191	14 381	14 607	(17 845)	341 458	396 452	400 342	
Cash Payments by Type																
Employee related costs	6 941	6 937	6 388	7 120	7 071	11 317	7 289	6 897	7 699	10 749	6 546	12 223	97 177	112 826	119 245	
Remuneration of councillors	1 931	1 324	1 324	1 349	1 343	1 331	1 373	1 338	1 343	2 047	1 540	31	16 273	17 163	18 090	
Interest paid	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Bulk purchases - Electricity	5 635	6 018	4 094	4 590	(860)	7 854	3 678	4 028	49	7 079	46	4 791	47 000	49 538	52 213	
Bulk purchases - Water & Sewer	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Other materials	290	136	130	141	180	3	176	221	123	136	67	1 409	3 013	1 918	2 022	
Contracted services	872	872	867	867	--	1 675	1 041	1 073	1 120	1 102	1 246	(2 035)	8 700	11 067	11 665	
Grants and subsidies paid - other municipalities	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Grants and subsidies paid - other	94	53	55	55	(55)	164	731	141	177	190	87	7 908	9 600	12 859	13 553	
General expenses	9 563	6 282	595	17 523	13 588	7 292	6 484	20 436	6 841	8 831	17 245	(12 947)	71 733	89 486	90 373	
Cash Payments by Type	25 326	21 623	13 452	31 644	21 267	29 636	20 772	34 135	17 352	30 133	26 778	(18 621)	253 497	294 858	307 160	
Other Cash Flows/Payments by Type																
Capital assets	126	--	91	1 532	3 181	8 488	12 158	12 746	10 676	9 989	11 935	6 367	77 290	96 225	90 589	
Repayment of borrowing	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Other Cash Flows/Payments	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Total Cash Payments by Type	25 452	21 623	13 544	33 176	24 447	38 125	32 930	46 881	28 028	40 122	38 713	(12 253)	330 787	391 082	397 749	
NET INCREASE/(DECREASE) IN CASH HELD	48 746	(14 968)	4 676	(24 559)	41 075	(33 467)	(164)	(18 390)	63 163	(25 741)	(24 106)	(5 592)	10 671	5 370	2 592	
Cash/cash equivalents at the month/year beginning:	35 400	84 146	69 178	73 854	49 295	90 369	56 902	56 738	38 348	101 511	75 770	51 663	35 400	46 071	51 441	
Cash/cash equivalents at the month/year end:	84 146	69 178	73 854	49 295	90 369	56 902	56 738	38 348	101 511	75 770	51 663	46 071	46 071	51 441	54 033	

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R 7,5 million excluding the capital transfer receipts and the total cash payment for the month were R 27, 6 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2013/14		Budget Year 2014/15					% spend of Original Budget	
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance		YTD variance
Monthly expenditure performance trend									
July		274	274	126	126	274	148	54.1%	0.16%
August	9	634	634	-		908	908		0.16%
September	204	4 420	4 420	91	91	5 327	5 236	98.3%	0.12%
October	335	6 173	6 173	1 532	1 532	11 501	9 969	86.7%	2%
November	4 785	13 178	13 178	2 790	2 790	24 679	21 889	88.7%	4%
December	5 096	4 883	4 883	7 446	7 446	29 562	22 116	74.8%	10%
January	4 449	2 130	2 130	10 665	10 665	31 692	21 027	66.3%	14%
February	5 979	6 039	16 452	11 180	11 180	48 144	36 964	76.8%	14%
March	3 611	5 274	11 456	9 365	9 365	59 600	50 235	84.3%	12%
April	6 823	13 008	10 465	8 762	8 762	70 066	61 303	87.5%	0
May	8 288	5 464	6 543	10 470	10 470	76 609	66 139	86.3%	0
June	5 413	15 813	7 774	-		84 383	-		
Total Capital expenditure	45 872	77 290	84 383	62 428					

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 R10, 4 million. The capital budget spending still need to be given thorough consideration since the average monthly spending is lower than the projected monthly expenditure.

In terms of the year to date budget, the spending was anticipated to be at R 76, 6 million based on the adjusted budget and only R61, 4 million has actually been spent to date. This reflects year to date variance of 86, 3%.

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

Description	Budget Year 2014/15										
	2013/14	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast		
Capital expenditure on new assets by Asset Class/Sub-class	Audited Outcome	Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast		
Infrastructure	37 052	51 239	55 669	5 231	40 494	51 030	10 536	20.6%	55 669		
Roads, Pavements & Bridges	30 589	47 739	47 430	4 781	35 981	43 478	7 496	17.2%	47 430		
Storm water	-	1 500	1 000	144	440	917	476	52.0%	1 000		
Generation	-	-	-	-	-	-	-	0.0%	-		
Transmission & Reticalation	3 898	-	4 988	-	1 899	4 572	2 673	58.5%	4 988		
Street Lighting	2 565	2 000	2 251	306	2 173	2 063	(110)	-5.3%	2 251		
Community	175	500	2 791	1 327	3 709	2 558	(1 151)	-45.0%	2 791		
Parks & gardens	-	500	300	-	-	275	275	100.0%	300		
Cemeteries	175	-	2 491	1 327	3 709	2 283	(1 426)	-62.5%	2 491		
Other assets	6	600	1 000	372	1 065	917	(148)	-16.2%	1 000		
Other	6	600	1 000	372	1 065	917	(148)	-16.2%	1 000		
Total Capital Expenditure on new assets	37 233	52 339	59 459	6 930	45 268	54 504	9 236	16.9%	59 459		

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

Description	2013/14		Budget Year 2014/15						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets									
Infrastructure	10 431	19 851	17 404	1 340	10 051	15 954	5 903	37.0%	17 404
Roads, Pavements & Bridges	6 639	13 601	12 378	1 340	6 102	11 346	5 245	46.2%	12 378
Storm water	-	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticalation	3 792	6 250	4 480	-	3 451	4 107	656	16.0%	4 480
Street Lighting	-	-	-	-	-	-	-	-	-
Waste Management	-	-	546	-	499	501	2	0.4%	546
Other assets	2 001	5 100	7 520	2 200	6 513	6 893	380	5.5%	7 520
General vehicles	-	200	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	600	-	-	-	-	-	-	-
Computers - hardware/equipment	1 311	500	500	-	469	458	(11)	-2.4%	500
Furniture and other office equipment	356	300	500	-	282	458	177	38.5%	500
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	1 500	1 800	2 115	2 588	1 650	(938)	-56.9%	1 800
Other Buildings	43	-	2 300	1	1 783	2 108	326	15.4%	2 300
Other Land	-	1 500	1 500	-	789	1 375	586	42.6%	1 500
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	291	500	920	84	602	843	242	28.7%	920
Total Capital Expenditure on renewal of existing assets	12 432	24 951	24 924	3 540	16 564	22 847	6 283	27.5%	24 924

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

Description	Budget Year 2014/15									
	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure	4 529	3 200	4 070	(301)	2 978	3 731	753	20.2%	4 070	
Roads, Pavements & Bridges	2 286	1 000	900	-	881	825	(56)	-6.8%	900	
Storm water	183	200	350	-	227	321	94	29.4%	350	
Generation	-	-	-	-	-	-	-	-	-	
Transmission & Reticalation	973	1 000	1 300	80	1 178	1 192	14	1.1%	1 300	
Waste Management	1 107	1 000	1 520	(381)	692	1 383	701	50.3%	1 520	
Community	13	-	-	-	-	-	-	-	-	
Community halls	13	-	-	-	-	-	-	-	-	
Other assets	5 043	5 576	6 828	669	7 179	6 259	(921)	-14.7%	6 828	
General vehicles	32	2 067	3 527	451	3 658	3 233	(425)	-13.2%	3 527	
Specialised vehicles	-	-	-	-	-	-	-	-	-	
Plant & equipment	1 376	500	680	52	586	623	37	6.0%	680	
Other Buildings	914	1 250	1 600	102	1 472	1 467	(5)	-0.4%	1 600	
Other	2 721	1 759	1 021	65	1 483	936	(527)	-56.3%	1 021	
Total Repairs and Maintenance Expenditure	9 585	8 776	10 898	368	10 158	9 990	(168)	-1.7%	10 898	

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

The total year to date actuals for new capital projects amounts to R 45. 2 million and the year to date budget is R54. 5 million which reflects 16.9% less expenditure on new assets. The year to date expenditure on renewal of existing assets is R 16. 5 million and the year to date budget is R22. 8 million and this reflects 27, 5% variance.

The actual expenditure for the month of May 2015 on repairs and maintenance is R 368 thousand and the year to date actual amounts to R 10. 1 million and the year to date budget is R9, 9 million, reflecting over spending variance of 1, 7%.

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 May 2015 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsaledi Local Municipality (LIM: 472)

Signature 

Date 11/6/2015