

ELIAS MOTSOALEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

October 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	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		
Financial Performance										
Property rates	20 270	26 182	-	(515)	5 315	8 727	(3 413)	-39%	26 182	
Service charges	59 137	67 601	-	5 946	23 246	22 534	712	3%	67 601	
Investment revenue	3 250	4 600	-	60	966	1 533	(567)	-37%	4 600	
Transfers recognised - operational	170 641	216 652	-	706	90 147	72 217	17 930	25%	216 652	
Other own revenue	14 140	16 188	-	1 597	4 486	5 396	(910)	-17%	16 188	
Total Revenue excluding capital transfers	267 436	331 224	-	7 794	124 160	110 408	13 752	12%	331 224	
Employee costs	93 553	115 256	-	7 805	31 482	38 419	(6 936)	-18%	115 256	
Remuneration of Councilors	17 905	18 543	-	1 514	5 904	6 181	(277)	-4%	18 543	
Depreciation & asset impairment	-	35 000	-	-	-	11 667	(11 667)	-100%	35 000	
Finance charges	-	-	-	-	-	-	-	-	-	
Materials and bulk purchases	52 849	65 430	-	645	20 552	21 810	(1 258)	-8%	65 430	
Transfers and grants	1 865	3 300	-	-	176	1 100	(924)	-84%	3 300	
Other expenditure	90 951	102 901	-	8 191	38 506	34 300	4 206	12%	102 901	
Total Expenditure	257 143	340 430	-	18 155	96 520	113 477	(16 856)	-15%	340 430	
Transfers recognised - capital	10 295	(9 206)	-	(10 361)	27 540	(3 069)	30 608	-997%	(9 206)	
Contributions & Contributed assets	49 441	63 102	-	7 198	13 898	21 034	(7 136)	-34%	63 102	
Surplus/(Deficit) after capital transfers & contributions	59 736	53 896	-	(3 163)	41 438	17 965	23 473	131%	53 896	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year	59 736	53 896	-	(3 163)	41 438	17 965	23 473	131%	53 896	
Capital expenditure & funds sources										
Capital expenditure	65 787	99 981	-	7 685	13 304	33 327	(20 023)	-60%	99 981	
Capital transfers recognised	40 235	63 102	-	6 685	10 437	21 034	(10 597)	-50%	63 102	
Public contributions & donations	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	
Internally generated funds	9 430	36 879	-	1 000	2 867	12 293	(9 426)	-77%	36 879	
Total sources of capital funds	49 665	99 981	-	7 685	13 304	33 327	(20 023)	-60%	99 981	
Financial position										
Total current assets	107 592	68 715	-	-	114 951	-	-	-	68 715	
Total non current assets	846 048	886 793	-	-	805 662	-	-	-	886 793	
Total current liabilities	98 741	34 500	-	-	172 844	-	-	-	34 500	
Total non current liabilities	30 512	40 000	-	-	41 091	-	-	-	40 000	
Community wealth/equity	826 387	879 008	-	-	707 678	-	-	-	879 008	
Cash flows										
Net cash from (used) operating	41 145	72 559	-	(3 256)	(69 231)	24 186	93 418	386%	72 559	
Net cash from (used) investing	(70 802)	(94 981)	-	(8 761)	(15 167)	(31 660)	(16 493)	52%	(72 290)	
Net cash from (used) financing	2 361	500	-	16	906	167	(740)	-444%	500	
Cash/cash equivalents at the month/year end	24 567	(1 922)	-	-	61 879	12 693	(49 186)	-368%	146 140	
Debtors & creditors analysis										
Debtors Age Analysis										
Total By Income Source	9 231	3 370	2 775	2 088	1 597	1 275	1 780	24 372	46 489	
Creditors Age Analysis										
Total Creditors	-	-	-	-	-	-	-	-	-	

The above C1 Sum table summarizes the following activities:-

Revenue:

The actual revenue for the month of October 2015 is R7, 794 million and the year to date budget of R124, 160 million and this reflects a positive variance R13, 752 million. All major revenue item categories reflect a negative variance as presented below except transfer recognized operational, and service charges:

- Property rates: 39% unfavourable variance
- Service charges – electricity: 5% favourable variance
- Service charges – refuse removal: 20% unfavourable variance
- Rental of facilities : 73% unfavourable variance
- Interest on external investment: 37% unfavourable variance
- License and permit: 34% unfavourable variance

Operating Expenditure

The Operational expenditure for the month amounts to R18, 155 million, the year to date actual is R96, 620 million and the year to date budget is R113, 477 million. This reflects an unfavourable variance of R16 856 million (15%) that is caused by depreciation and transfers and grants, it get be said that the spending was in line with the monthly budget projections thereof. Cognizance should be taken that the above spending does not include “expenditure” on non-cash items and as a results, the expenditure is the actual spending that resulted in actual outflow of cash.

Capital Expenditure

The capital expenditure for the month of October amounts to R7, 685 million and the year to date budget amounts to R13, 304 million, giving rise to 60% under-spending variance for the month under review and this is attributed to major projects that have not yet kick-started and they had budget projection/s for the month of October.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month is R41, 438 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 October 2015 amounts to R46, 489 million and this is a decrease of R10, 399 million as compared to R56, 888 million as at end of 2014/15 financial year.

Creditors

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

Table C2 – Financial Performance (Standard Classification)

Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Revenue - Standard										
Governance and administration	199 224	250 105	-	534	96 004	83 368	14 635	18%	250 105	
Executive and council	894	930	-	393	601	310	291	94%	930	
Budget and treasury office	198 268	248 806	-	139	97 401	82 935	14 465	17%	248 806	
Corporate services	62	369	-	1	2	123	(121)	-98%	369	
Community and public safety	805	772	-	625	777	257	519	202%	772	
Community and social services	341	74	-	4	10	25	(14)	-57%	74	
Sport and recreation	20	63	-	-	-	21	(21)	-100%	63	
Public safety	443	635	-	621	766	212	554	262%	635	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	55 853	64 347	-	7 888	12 134	21 449	(9 315)	-43%	64 347	
Planning and development	1 377	1 670	-	167	342	557	(214)	-39%	1 670	
Road transport	54 476	62 677	-	7 720	11 792	20 892	(9 100)	-44%	62 677	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	61 017	79 101	-	5 946	27 144	26 367	777	3%	79 101	
Electricity	57 529	73 973	-	5 639	25 914	24 658	1 256	5%	73 973	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	3 488	5 128	-	307	1 230	1 709	(480)	-28%	5 128	
Other	-	-	-	-	-	-	-	-	-	
Total Revenue - Standard	316 899	394 326	-	14 992	136 058	131 442	6 616	5%	394 326	
Expenditure - Standard										
Governance and administration	113 581	164 839	-	10 684	48 005	54 946	(6 941)	-13%	164 839	
Executive and council	41 290	46 223	-	3 834	16 011	15 408	603	4%	46 223	
Budget and treasury office	26 970	70 927	-	3 472	15 829	23 842	(7 814)	-33%	70 927	
Corporate services	45 322	47 689	-	3 378	16 166	15 896	270	2%	47 689	
Community and public safety	36 272	22 539	-	1 475	5 552	7 513	(1 961)	-26%	22 539	
Community and social services	17 315	9 004	-	849	3 048	3 001	47	2%	9 004	
Sport and recreation	-	579	-	28	244	193	51	26%	579	
Public safety	20 957	12 956	-	598	2 260	4 319	(2 059)	-48%	12 956	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	35 205	63 638	-	4 111	17 894	21 213	(3 319)	-16%	63 638	
Planning and development	12 500	14 507	-	679	2 258	4 836	(2 577)	-53%	14 507	
Road transport	22 706	49 131	-	3 431	15 635	16 377	(742)	-5%	49 131	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	70 084	41 204	-	1 885	25 171	29 805	(4 634)	-16%	89 414	
Electricity	58 240	24 105	-	455	19 870	24 105	(4 235)	-18%	72 315	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	11 844	17 099	-	1 430	5 301	5 700	(399)	-7%	17 099	
Other	-	-	-	-	-	-	-	-	-	
Total Expenditure - Standard	257 143	292 220	-	18 155	96 621	113 477	(16 855)	-15%	340 430	
Surplus/ (Deficit) for the year	59 756	102 106	-	(3 163)	41 437	17 965	23 472	131%	53 896	

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

Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Revenue by Vote										
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-	
Vote 2 - Office of the Municipal Manager	894	930	-	393	601	310	291	93.9%	930	
Vote 3 - Budget & Treasury	198 288	248 806	-	139	97 401	82 935	14 465	17.4%	248 806	
Vote 4 - Corporate Services	62	369	-	1	2	123	(121)	-88.4%	369	
Vote 5 - Community Services	9 539	12 248	-	1 332	3 408	4 083	(674)	-16.5%	12 248	
Vote 6 - Technical Services	106 759	130 302	-	12 960	36 304	43 434	(7 130)	-16.4%	130 302	
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-	
Vote 8 - Developmental Planning	1 377	1 670	-	167	342	557	(214)	-38.5%	1 670	
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-	
Total Revenue by Vote	316 899	394 326	-	14 992	138 058	131 442	6 616	5.0%	394 326	
Expenditure by Vote										
Vote 1 - Executive & Council	26 977	27 732	-	2 776	10 132	9 244	888	9.6%	27 732	
Vote 2 - Office of the Municipal Manager	14 313	20 660	-	1 285	6 717	6 887	(170)	-2.5%	20 660	
Vote 3 - Budget & Treasury	28 970	70 927	-	3 472	15 829	23 642	(7 814)	-33.0%	70 927	
Vote 4 - Corporate Services	45 322	28 982	-	945	8 311	9 654	(1 343)	-13.9%	28 982	
Vote 5 - Community Services	54 007	46 798	-	3 349	12 352	15 599	(3 247)	-20.8%	46 798	
Vote 6 - Technical Services	77 055	114 286	-	3 442	34 006	38 095	(4 090)	-10.7%	114 286	
Vote 7 - Strategic Development	6 227	-	-	-	-	-	-	-	-	
Vote 8 - Developmental Planning	6 272	14 041	-	545	1 514	4 680	(3 166)	-67.6%	14 041	
Vote 9 - Executive Support	-	17 023	-	2 341	7 759	5 674	2 085	36.7%	17 023	
Total Expenditure by Vote	257 143	340 430	-	18 155	96 620	113 477	(16 856)	-14.9%	340 430	
Surplus/ (Deficit) for the year	59 756	53 896	-	(3 163)	41 438	17 965	23 473	130.7%	53 896	

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

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

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	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		
Revenue By Source										
Property rates	20 270	26 182	-	(515)	5 315	8 727	(3 413)	-39%	26 182	
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue	54 299	62 973	-	5 639	22 016	20 991	1 025	5%	62 973	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	
Service charges - refuse revenue	3 476	4 628	-	307	1 230	1 543	(313)	-20%	4 628	
Service charges - other	1 383	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	1 788	3 290	-	91	296	1 097	(801)	-73%	3 290	
Interest earned - external investments	3 250	4 800	-	80	986	1 533	(567)	-37%	4 800	
Interest earned - outstanding debtors	5 836	4 500	-	442	1 870	1 500	370	25%	4 500	
Dividends received	-	-	-	-	-	-	-	-	-	
Fines	445	635	-	621	763	212	552	261%	635	
Licences and permits	5 247	6 348	-	400	1 402	2 116	(714)	-34%	6 348	
Agency services	-	-	-	-	-	-	-	-	-	
T ransfers recognised - operational	170 641	216 652	-	706	90 147	72 217	17 930	25%	216 652	
Other revenue	844	1 415	-	43	154	472	(317)	-67%	1 415	
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-	
Total Revenue excluding capital transfers	267 438	331 224	-	7 794	124 160	110 406	13 752	12%	331 224	
Expenditure By Type										
Employee related costs	93 553	115 256	-	7 805	31 482	38 419	(6 936)	-18%	115 256	
Remuneration of councillors	17 905	18 543	-	1 514	5 904	6 181	(277)	-4%	18 543	
Debt impairment	-	11 000	-	-	-	3 667	(3 667)	-100%	11 000	
Depreciation & asset impairment	-	35 000	-	-	-	11 667	(11 667)	-100%	35 000	
Finance charges	-	-	-	-	-	-	-	-	-	
Bulk purchases	51 162	60 000	-	56	18 485	20 000	(1 515)	-8%	60 000	
Other materials	1 687	5 430	-	589	2 066	1 810	256	14%	5 430	
Contracted services	11 357	21 950	-	3 153	12 072	7 317	4 756	65%	21 950	
T ransfers and grants	1 885	3 300	-	176	176	1 100	(924)	-94%	3 300	
Other expenditure	79 594	69 551	-	5 038	26 434	23 184	3 250	14%	69 551	
Loss on disposal of PPE	-	400	-	-	-	133	(133)	-100%	400	
Total Expenditure	267 143	340 430	-	18 166	96 620	113 477	(16 856)	-16%	340 430	
Surplus/(Deficit)	10 295	(9 206)	-	(10 361)	27 540	(3 069)	30 608	(0)	(9 206)	
T ransfers recognised - capital	49 441	63 102	-	7 198	13 898	21 034	(7 136)		63 102	
Contributions recognised - capital	-	-	-	-	-	-	-		-	
Contributed assets	-	-	-	-	-	-	-		-	
Surplus/(Deficit) after capital transfers	59 736	53 896	-	(3 163)	41 436	17 965			53 896	
T axation	-	-	-	-	-	-	-		-	
Surplus/(Deficit) after taxation	59 736	53 896	-	(3 163)	41 436	17 965			53 896	
Attributable to minorities	-	-	-	-	-	-	-		-	
Surplus/(Deficit) attributable to municipality	59 736	53 896	-	(3 163)	41 436	17 965			53 896	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-	
Surplus/(Deficit) for the year	59 736	53 896	-	(3 163)	41 436	17 965			53 896	

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections or targets are on property rates, refuse revenue, electricity revenue, rental, interest on investments, fines, Licenses and Permits and other revenue. In the case of expenditure, all year to date actuals reflect an under spending variance except other expenditure (14% variance), contracted services (65%) and other materials (14%)

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

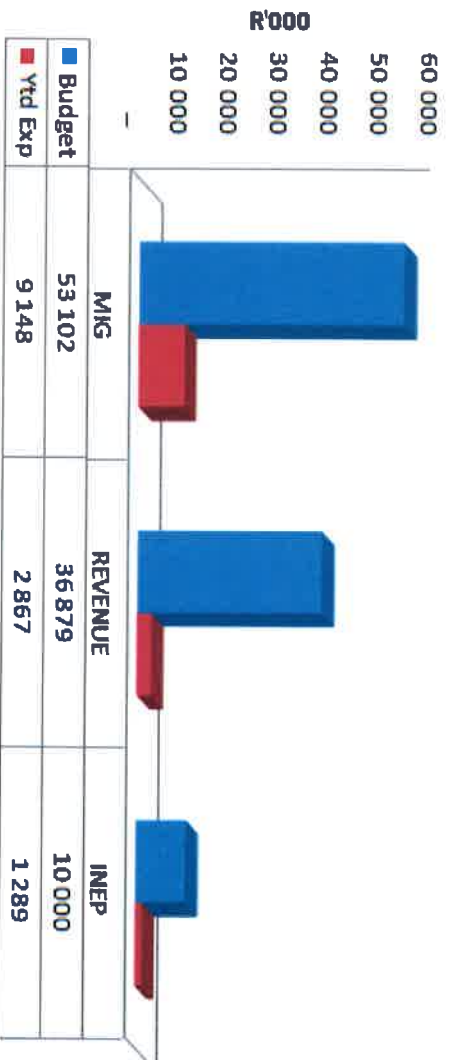
Vote Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Multi-Year expenditure appropriation										
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-	
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-	
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-	
Vote 4 - Corporate Services	1 239	1 100	-	29	234	367	(133)	-36%	1 100	
Vote 5 - Community Services	214	4 200	-	447	607	1 400	(793)	-57%	4 200	
Vote 6 - Technical Services	36 382	56 735	-	5 495	9 724	18 912	(9 188)	-49%	56 735	
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-	
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-	
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-	
Total Capital Multi-year expenditure	37 835	62 035	-	5 971	10 565	20 678	(10 114)	-49%	62 035	
Single Year expenditure appropriation										
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-	
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-	
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-	
Vote 4 - Corporate Services	1 290	-	-	-	-	-	-	-	-	
Vote 5 - Community Services	-	2 300	-	-	-	767	(767)	-100%	2 300	
Vote 6 - Technical Services	25 653	35 646	-	1 714	2 740	11 882	(9 142)	-77%	35 646	
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-	
Vote 8 - Developmental Planning	1 009	-	-	-	-	-	-	-	-	
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-	
Total Capital single-year expenditure	27 953	37 946	-	1 714	2 740	12 649	(9 909)	-76%	37 946	
Total Capital Expenditure	65 787	99 981	-	7 685	13 304	33 327	(20 023)	-60%	99 981	

Table C5C: Monthly Capital Expenditure by Vote

Description	2014/15		Budget Year 2015/16						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Standard Classification									
Governance and administration	2 057	1 100	-	29	234	367	(133)	-36%	1 100
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	75	-	-	-	-	-	-	-	-
Corporate services	1 982	1 100	-	29	234	367	(133)	-36%	1 100
Community and public safety	-	6 500	-	447	607	2 167	(1 560)	-72%	6 500
Community and social services	-	6 500	-	447	607	2 167	(1 560)	-72%	6 500
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	38 257	79 381	-	7 209	11 022	26 460	(15 438)	-58%	79 381
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	38 257	79 381	-	7 209	11 022	26 460	(15 438)	-58%	79 381
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	9 350	13 000	-	-	1 442	4 333	(2 892)	-67%	13 000
Electricity	9 350	13 000	-	-	1 442	4 333	(2 892)	-67%	13 000
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	49 665	99 981	-	7 685	13 304	33 327	(20 023)	-60%	99 981
Funded by:									
National Government	40 235	53 102	-	6 685	9 148	17 701	(8 553)	-48%	53 102
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	10 000	-	-	1 289	3 333	(2 044)	-61%	10 000
Transfers recognised - capital	40 235	63 102	-	6 685	10 437	21 034	(10 597)	-50%	63 102
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	9 430	36 879	-	1 000	2 867	12 293	(9 426)	-77%	36 879
Total Capital Funding	49 665	99 981	-	7 685	13 304	33 327	(20 023)	-60%	99 981

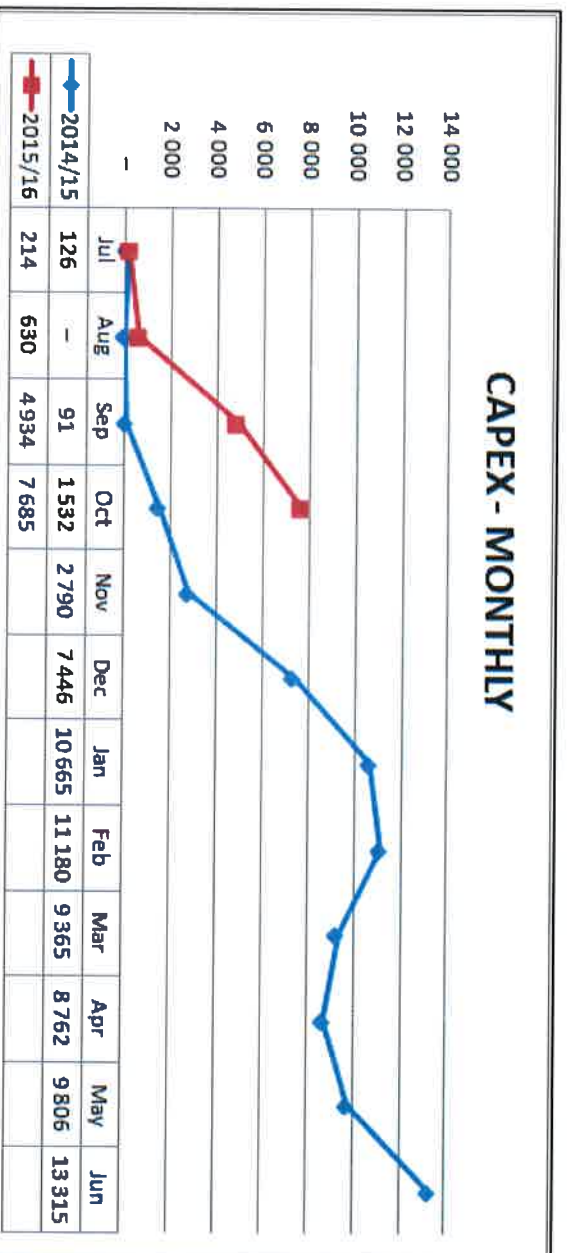
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and funding. For the month of October 2015, R7, 685 million spending was incurred and the year to date budget amounts to R13, 304 million which shows an unfavourable spending variance of R20, 023 million (60%).

CAPEX - SOF



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

CAPEX - MONTHLY



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

Table C6: Monthly Budget Statement Financial Position

Description	2014/15	Budget Year 2015/16			Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	
ASSETS					
Current assets					
Cash	823	10 631	-	20 080	10 631
Call investment deposits	23 745	15 000	-	41 798	15 000
Consumer debtors	23 009	24 184	-	32 445	24 184
Other debtors	57 380	14 400	-	14 044	14 400
Current portion of long-term receivables	-	-	-	-	-
Inventory	2 636	2 500	-	6 584	2 500
Total current assets	107 592	66 715	-	114 951	66 715
Non current assets					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	85 382	90 000	-	140 770	90 000
Investments in Associate	-	-	-	-	-
Property, plant and equipment	760 666	796 793	-	665 892	796 793
Agricultural	-	-	-	-	-
Biological assets	-	-	-	-	-
Intangible assets	-	-	-	-	-
Other non-current assets	-	-	-	-	-
Total non current assets	846 048	896 793	-	806 662	896 793
TOTAL ASSETS	953 641	953 508	-	921 614	953 508
LIABILITIES					
Current liabilities					
Bank overdraft	-	-	-	-	-
Borrowing	-	-	-	-	-
Consumer deposits	5 531	5 500	-	5 115	5 500
Trade and other payables	91 210	29 000	-	167 729	29 000
Provisions	-	-	-	-	-
Total current liabilities	96 741	34 500	-	172 844	34 500
Non current liabilities					
Borrowing	-	-	-	-	-
Provisions	30 512	40 000	-	41 091	40 000
Total non current liabilities	30 512	40 000	-	41 091	40 000
TOTAL LIABILITIES	127 254	74 500	-	213 935	74 500
NET ASSETS	826 387	879 008	-	707 678	879 008
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	826 387	879 008	-	707 678	879 008
Reserves	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	826 387	879 008	-	707 678	879 008

The above table shows that community wealth amounts to R707, 678 million, total liabilities R213, 935 million and the total assets R921, 614 billion. The increase in total liabilities is attributed to 2014/15 transactions that were paid using creditors suspense that still need to be cleared off and the provisions that are incorporated in the annual financial statements for prior financial year.

Table C7: Monthly Budget Statement Cash Flow

Description	Budget Year 2015/16							YTD variance	YTD variance	Full Year Forecast
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget				
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other	70 625	107 021	-	6 842	19 643	35 674	(16 031)	-45%	107 021	
Government - operating	170 756	170 641	-	706	90 147	56 880	33 267	58%	170 641	
Government - capital	52 968	50 840	-	7 198	13 898	16 947	(3 049)	-18%	50 840	
Interest	3 939	8 105	-	153	1 059	2 702	(1 643)	-61%	8 105	
Dividends	-	-	-	-	-	-	-	-	-	
Payments										
Suppliers and employees	(255 258)	(254 448)	-	(18 155)	(193 979)	(84 816)	109 163	-129%	(254 448)	
Finance charges	-	-	-	-	-	-	-	-	-	
Transfer and Grants	(1 885)	(9 600)	-	-	-	(3 200)	(3 200)	100%	(9 600)	
NET CASH FROM/(USED) OPERATING ACTIVITIES	41 145	72 559	-	(3 256)	(69 231)	24 186	93 418	386%	72 559	
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE	500	5 000	-	-	-	1 667	(1 667)	-100%	5 000	
Decrease (increase) in non-current debtors	-	-	-	-	-	-	-	-	-	
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	
Payments										
Capital assets	(71 102)	(99 981)	-	(8 761)	(15 167)	(33 327)	(18 160)	54%	(77 280)	
NET CASH FROM/(USED) INVESTING ACTIVITIES	(70 602)	(94 981)	-	(8 761)	(15 167)	(31 660)	(16 493)	52%	(77 280)	
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans	-	-	-	-	-	-	-	-	-	
Borrowing long term/financing	-	-	-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits	2 361	500	-	16	906	187	740	444%	500	
Payments										
Repayment of borrowing	-	-	-	-	-	-	-	-	-	
NET CASH FROM/(USED) FINANCING ACTIVITIES	2 361	500	-	16	906	167	(740)	-444%	500	
NET INCREASE/(DECREASE) IN CASH HELD	(27 096)	(21 922)	-	(12 000)	(83 492)	(7 307)			789	
Cash/cash equivalents at beginning:	51 663	20 000	-	-	145 371	20 000	-	-	145 371	
Cash/cash equivalents at month/year end:	24 567	(1 922)	-	-	61 879	12 693	-	-	146 140	

Table C7 presents details pertaining to cash flow performance. For the month of October 2015, the net cash inflow from operating activities is R69, 231 million whilst net cash outflow from investing activities is R15, 167 million that is mainly comprised of capital expenditure movement; and the net cash inflow from financing activities is R906 thousand. The cash and cash equivalent held at the end of October 2015 amounted to R61, 879 million that is made up of cash amounting R20, 080 million and short term investments of R41, 798 million as presented in Table A6 under current assets.

PART 2: SUPPORTING TABLES

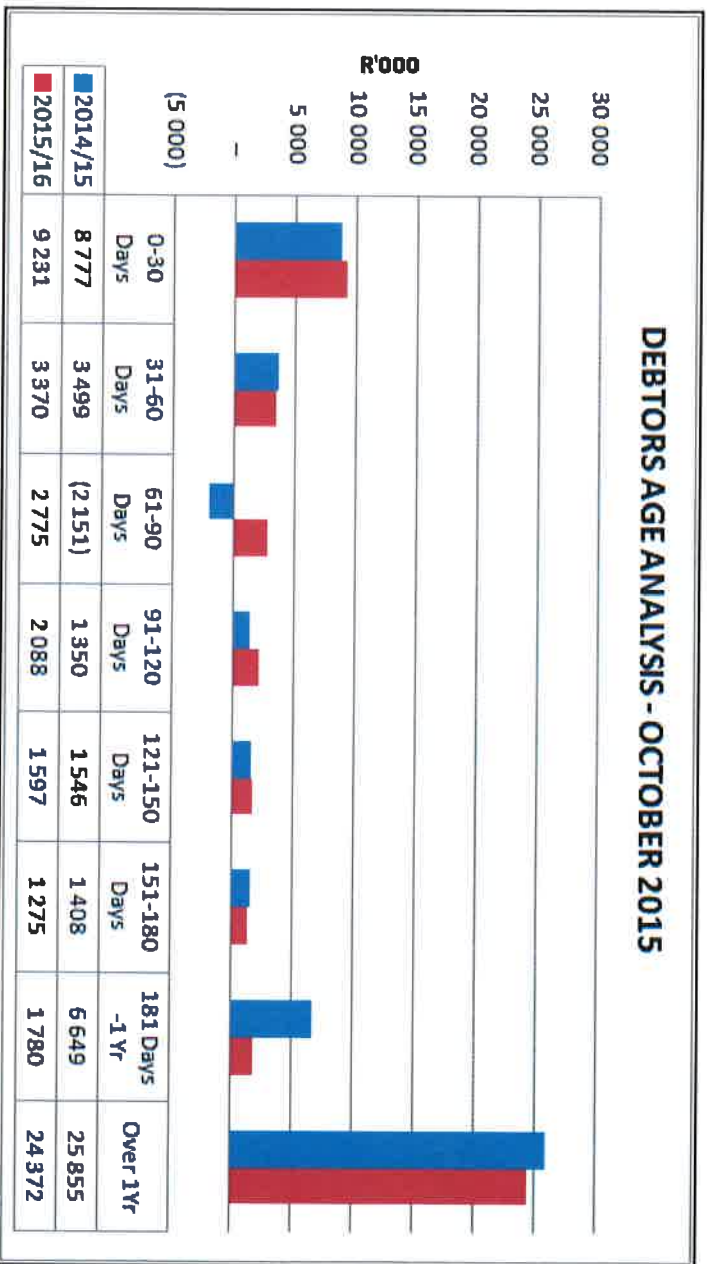
Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2015/16									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Year	Over 1Year	Total	Total over 90 days
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	5 413	1 443	930	552	576	224	(3 899)	1 217	6 455	(1 330)
Receivables from Non-exchange Transactions - Property Rates	1 921	945	811	756	545	556	2 889	14 825	23 248	19 571
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	307	114	68	46	30	26	139	1 045	1 776	1 287
Receivables from Exchange Transactions - Property Rental Debtors	81	13	11	13	10	10	165	662	966	861
Interest on Arrear Debtor Accounts	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-
Other	1 510	855	955	721	435	459	2 485	6 623	14 044	10 723
Total By Income Source	9 231	3 370	2 775	2 088	1 597	1 275	1 780	24 372	46 489	31 112
2014/15 - totals only	8 682	4 231	3 133	1 938	7 415	1 224	7 883	22 381	56 888	
Debtors Age Analysis By Customer Group										
Organs of State	1 141	628	672	543	117	96	556	1 189	4 943	2 501
Commercial	4 112	884	706	480	306	311	(1 066)	5 479	11 212	5 510
Households	2 465	1 139	818	568	612	530	1 948	9 916	17 995	13 574
Other	1 513	720	579	496	562	339	342	7 788	12 339	9 527
Total By Customer Group	9 231	3 370	2 775	2 088	1 597	1 275	1 780	24 372	46 489	31 112

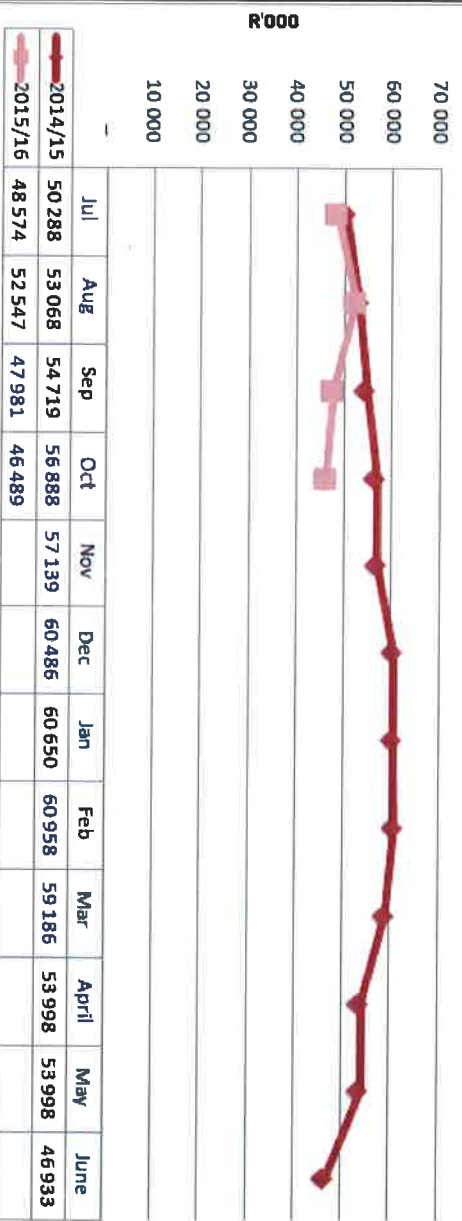
Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of October amount to R46, 489 million. The debtors' book is made up as follows:

- Rates 50%
- Electricity 13,89%
- Rental 2, 07%
- Refuse removal 3,82%
- Other - 30,21%

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 October 2015) whilst the latter shows monthly movement of debtors for both the current financial year and the 2014/15 financial year.

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

TOP TWENTY DEBTORS

Account No	Customer Name	Erf Number	Town	Suburb	Con Type	Owner Type	Orts. Balance
9900067	WATER PURIFICAT	00 0000000100 00000 0000	GROBLERSDAL		GOVERNMENT	OCCUPIER	1 935 937
9012345	BREED J & OOSTH	90 0000000026 0000RG 0000	GROBLERSDAL		RESIDENTIAL	OCCUPIER	588 763
1501364	JAN JOUBERT T	15 000001780 000000 0000	GROBLERSDAL		INDUSTRIAL	OWNER	373 222
20494	BREAKAWAY TRUST	00 0000000098 000001 0000	GROBLERSDAL		BUSINESS	OWNER	283 137
506535	BUMAZI PROPERTI	05 0000000489 00003 0000	GROBLERSDAL		BUSINESS	OCCUPIER	238 815
201885	SHOPRITE CHECKE	02 0000000984 00000 0000	GROBLERSDAL		BUSINESS	OCCUPIER	237 251
9000000	REPUBLIC VAN S	90 0000000012 00000 0000	FARMS JS		AGRICULTURE	OWNER	225 823
2913	SHOPRITE/CHECKE	00 0000000100 00001 0000	GROBLERSDAL		MUNICIPAL	OCCUPIER	215 922
9001077	ROYAL SQUARE IN	90 0000000177 00000 0000	FARMS JS		BUSINESS	OWNER	201 830
6000908	DEPARTMENT OF E	60 0000000822 00000 0000	MOTETENMA A		RESIDENTIAL	OWNER	198 481
9001035	NDEBELE MAHLANG	90 0000000129 00000 0000	FARMS JS		AGRICULTURE	OWNER	185 685
9000894	UNKNOWN	90 0000000056 00002 0000	FARMS JS		AGRICULTURE	OWNER	172 175
9001052	NDEBELE STAM	90 0000000153 00000 0000	FARMS JS		AGRICULTURE	OWNER	160 661
9000628	LANDBOUNAVORSIN	90 0000000053 00111 0000	FARMS JS		AGRICULTURE	OWNER	156 138
9001039	NDEBELE MAHLANG	90 0000000133 00000 0000	FARMS JS		AGRICULTURE	OWNER	154 621
9001055	NDEBELE STAM	90 0000000157 00000 0000	FARMS JS		AGRICULTURE	OWNER	150 080
9000223	UNKNOWN	90 0000000031 00000 0000	FARMS JS		AGRICULTURE	OWNER	142 193
9001050	NDEBELE STAM	90 0000000151 00000 0000	FARMS JS		AGRICULTURE	OWNER	137 284
2000270	PROVINSIALE HOS	90 0000000053 000106 0000	GROBLERSDAL		GOVERNMENT	OCCUPIER	135 423
5050505	MOBILE TELEPHON	50 000002677 000000 0000	ROOSSENEKAL		BUSINESS	OCCUPIER	128 262
TOTAL							6 021 704

Supporting Table: SC 4 - Creditors Age Analysis

Description	NT Code	Budget Year 2015/16							Total	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		
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	-	-	-	-	-	-	-	-

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

TOP TWENTY CREDITORS PAID

CODE	CREDITOR NAME	AMOUNT
464	MOLELEKI A TLALA TRANSPORT AND	840 731
4001	MOKWENA MOTORS T/A NONYANE MOT	364 590
777	VISION PRINT GRAPHICS & DESIGN	222 243
453	MOJEKANA MJ CONSTRUCTION	80 240
892	MOKGOWE TRADING AND PROJECTS	28 350
1256	MANY LE MANG CONSTRUCTION	28 080
31369	RAPOTOANE CONSTRUCTION AND PRO	27 500
235	KNEW ASSOCIATES	27 300
424	IMESA	25 000
31509	REDUMELETSWE CONSTRUCTION AND	25 000
31606	MONAIWA MONGATANE T/ENTERPRISE	22 000
1956	MOKGWARIPA TRADING	18 946
1119	MOUTSE COMMUNITY RADIO STATION	15 850
925	MATLO GOSHA MABAPI CONSTRUCTIO	14 250
32005	BASADZI PERSONNEL CC	13 129
530	RENA BATSWAKO TRANSPORT AND CO	12 025
32028	MCETETE CATERING AND CONSTRUC	6 315
906	MONYAMAKU GENERAL TRADING CC	5 000
1040	OSIZWENI TESTING STATION	1 980
5290	SUPA QUICK GROBLERSDAL	993
TOTAL		1 779 523

The above table presents the top twenty creditors paid during the month of October 2015 and an amount of R1, 780 million was paid during the month under review.

Supporting Table: SC 5 - Investment Portfolio

Investments by maturity	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								
Samlam	1 Month	Short term	2015/11/31	1	0.43%	334	0	335
Absa - MIG	3 Months	Short term	2015/11/31	50	0.45%	10 983	0	11 032
Absa Call Account	1 Month	Short term	2015/11/31	137	0.45%	30 272	0	30 409
TOTAL INVESTMENTS AND INTEREST				188		41 589	1	41 776

Supporting table SC5 presents all investments that indicate that the total amount of R41, 776 million has been invested as at end of October 2015. The opening balance was R41, 589 million, accrued interest for the month amounted to R188 thousand.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	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	
RECEIPTS:									
Operating Transfers and Grants									
National Government:	170 641	216 652	-	-	91 728	91 728	-	-	216 652
Local Government Equitable Share	166 920	212 959	-	-	88 733	88 733	-	-	212 959
Finance Management	1 600	1 600	-	-	1 600	1 600	-	-	1 600
Municipal Systems Improvement	934	930	-	-	930	930	-	-	930
EPWP Incentive	1 187	1 163	-	-	465	465	-	-	1 163
Other transfers and grants [insert description]									
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	170 641	216 652	-	-	91 728	91 728	-	-	216 652
Capital Transfers and Grants									
National Government:	65 840	63 102	-	-	13 727	13 727	-	-	63 102
Municipal Infrastructure Grant (MIG)	65 840	53 102	-	-	10 927	10 927	-	-	53 102
Integrated National Electrification Grant	-	10 000	-	-	2 800	2 800	-	-	10 000
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	65 840	63 102	-	-	13 727	13 727	-	-	63 102
TOTAL RECEIPTS OF TRANSFERS & GRANTS	236 481	279 754	-	-	105 455	105 455	-	-	279 754

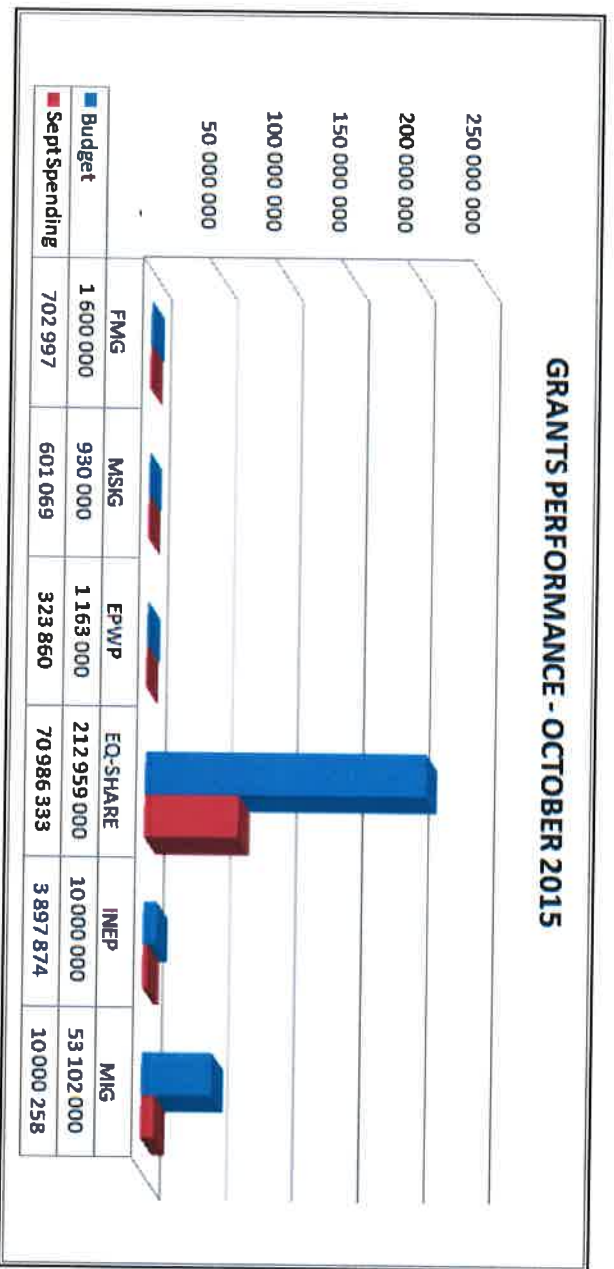
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R105, 455 million of which the major portion is attributed to equitable share (i.e. R88, 733 million) received. Other grants include amongst others, FMG, MSIG and MIG.

Supporting Table: SC 7 Transfers and grants - Expenditure

Description	2014/15	Budget Year 2015/16						YTD variance	YTD variance	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YearTD variance			
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:	170 635	216 652	-	19 468	72 614	72 217	397	0.5%	216 652	
Local Government Equitable Share	166 920	212 959	-	18 762	70 986	70 986	-	-	212 959	
Finance Management	1 600	1 600	-	149	703	533	170	31.8%	1 600	
Municipal Systems Improvement	934	930	-	393	601	310	291	93.9%	930	
EPWP Incentive	1 181	1 163	-	163	324	388	(64)	-16.5%	1 163	
Provincial Government:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
District Municipality:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Other grant providers:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Total operating expenditure of Transfers and Grants:										
	170 635	216 652	-	19 468	72 614	72 217	397	0.5%	216 652	
Capital expenditure of Transfers and Grants										
National Government:	42 434	63 102	-	7 198	13 898	21 034	(7 136)	-33.9%	63 102	
Municipal Infrastructure Grant (MIG)	42 434	53 102	-	7 198	10 000	17 701	(7 700)	-43.5%	53 102	
Integrated National Electrification Grant	-	10 000	-	-	3 898	3 333	565	16.9%	10 000	
Provincial Government:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
District Municipality:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Other grant providers:	-	-	-	-	-	-	-	-	-	
N/A	-	-	-	-	-	-	-	-	-	
Total capital expenditure of Transfers and Grants										
	42 434	63 102	-	7 198	13 898	21 034	(7 136)	-33.9%	63 102	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	213 068	279 754	-	26 666	86 512	93 251	(6 739)	-7.2%	279 754	

An amount of R26, 666 million has been spent on grants during the month of October 2015 and the year to date budget amounts to R86, 512 million and this results in under spending variance of R6, 739 (7.2%). R19, 1468 million is spent from operational grant whilst R7, 198 million is spent from capital grant (MIG).

GRANTS PERFORMANCE - OCTOBER 2015



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

- Financial Management Grant 43.94%
- Municipal Systems Improvement Grant 64.63%
- Expanded Public Work Programme 27.85%
- Equitable Share 33.33%
- Municipal Infrastructure Grant 18.83%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages	12 186	3 548	-	922	3 687	1 183	2 504	212%	3 548	
Pension and UIF Contributions	1 047	1 408	-	85	344	469	(125)	-27%	1 408	
Medical Aid Contributions	252	408	-	27	103	136	(33)	-24%	408	
Motor Vehicle Allowance	4 030	4 075	-	324	1 298	1 358	(60)	-4%	4 075	
Cellphone Allowance	-	1 554	-	156	473	518	(45)	-9%	1 554	
Housing Allowances	-	-	-	-	-	-	-	-	-	
Other benefits and allowances	381	7 550	-	-	-	-	(2 517)	-100%	7 550	
Sub Total - Councillors	17 905	18 543	-	1 514	5 904	6 181	(277)	-4%	18 543	
Senior Managers of the Municipality										
Basic Salaries and Wages	3 106	4 831	-	361	1 370	1 610	(241)	-15%	4 831	
Pension and UIF Contributions	209	503	-	27	105	168	(63)	-37%	503	
Medical Aid Contributions	-	175	-	3	111	58	53	90%	175	
Overtime	-	-	-	-	-	-	-	-	-	
Performance Bonus	-	-	-	-	-	-	-	-	-	
Motor Vehicle Allowance	586	840	-	43	164	280	(116)	-42%	840	
Cellphone Allowance	-	-	-	-	-	-	-	-	-	
Housing Allowances	-	-	-	-	-	-	-	-	-	
Other benefits and allowances	54	596	-	24	81	199	(117)	-59%	596	
Payments in lieu of leave	-	-	-	-	-	-	-	-	-	
Long service awards	-	-	-	-	-	-	-	-	-	
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-	
Sub Total - Senior Managers of Municipality	3 936	6 944	-	457	1 830	2 315	(484)	-21%	6 944	
Other Municipal Staff										
Basic Salaries and Wages	58 189	73 424	-	5 307	20 818	24 475	(3 657)	-15%	73 424	
Pension and UIF Contributions	11 194	14 613	-	1 019	3 912	4 871	(959)	-20%	14 613	
Medical Aid Contributions	2 949	4 616	-	262	1 141	1 539	(397)	-26%	4 616	
Overtime	1 473	1 380	-	202	606	460	146	32%	1 380	
Performance Bonus	-	-	-	-	-	-	-	-	-	
Motor Vehicle Allowance	4 994	5 632	-	434	2 427	1 877	549	29%	5 632	
Cellphone Allowance	-	-	-	-	-	-	-	-	-	
Housing Allowances	95	157	-	12	41	52	(12)	-22%	157	
Other benefits and allowances	9 713	7 864	-	111	467	2 621	(2 154)	-82%	7 864	
Payments in lieu of leave	1 001	530	-	2	41	177	(136)	-77%	530	
Long service awards	-	95	-	-	199	32	168	529%	95	
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-	
Sub Total - Other Municipal Staff	89 617	106 312	-	7 348	29 652	36 104	(6 452)	-18%	106 312	
Total Parent Municipality	111 458	133 799	-	9 319	37 386	44 600	(7 214)	-16%	133 799	
TOTAL SALARY, ALLOWANCES & BENEFITS	111 458	133 799	-	9 319	37 386	44 600	(7 214)	-16%	133 799	
TOTAL MANAGERS AND STAFF	93 553	115 256	-	7 805	31 482	38 419	(6 936)	-18%	115 256	

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for October 2015 amounts to R9, 319 million (Year to date R 37, 386 million) and the expenditure for remuneration of councilors amounts to R 1, 514 million (Year to date R5, 904).

Description	Budget Year 2015/16												2015/16 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	3 411	1 062	1 454	1 505	--	--	--	--	--	--	--	16 917	24 349	25 847	27 359	
Property rates - penalties & collection charges	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Service charges - electricity revenue	5 818	3 640	8 581	5 003	--	--	--	--	--	--	--	35 523	58 565	62 167	65 803	
Service charges - water revenue	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Service charges - sanitation revenue	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Service charges - refuse	248	239	277	283	--	--	--	--	--	--	--	3 257	4 304	4 569	4 836	
Service charges - other	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Rental of facilities and equipment	90	66	53	51	--	--	--	--	--	--	--	3 031	3 290	3 493	3 697	
Interest earned - external investments	87	498	281	60	--	--	--	--	--	--	--	3 674	4 600	4 883	5 169	
Interest earned - outstanding debtors	73	64	102	93	--	--	--	--	--	--	--	(332)	--	--	--	
Dividends received	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Fines	--	--	57	621	--	--	--	--	--	--	--	(360)	318	335	353	
Licences and permits	1 149	455	447	400	--	--	--	--	--	--	--	3 368	5 819	6 177	6 538	
Agency services	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Transfer receipts - operating	88 520	554	368	706	--	--	--	--	--	--	--	126 505	216 652	233 223	229 161	
Other revenue	31 085	124	51	43	--	--	--	--	--	--	--	(30 206)	1 096	1 515	1 595	
Cash Receipts by Source	130 480	6 702	11 672	8 765	--	--	--	--	--	--	--	161 375	318 994	342 207	344 510	
Other Cash Flows by Source																
Transfer receipts - capital	--	656	5 712	7 198	--	--	--	--	--	--	--	49 536	63 102	65 178	66 289	
Contributions & Contributed assets	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Proceeds on disposal of PPE	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Short term loans	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Borrowing long term/refinancing	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Increase in consumer deposits	894	4	(137)	16	--	--	--	--	--	--	--	(276)	500	500	500	
Receipt of non-current debtors	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Receipt of non-current receivables	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Change in non-current investments	--	30 141	--	--	--	--	--	--	--	--	--	(30 141)	--	--	--	
Total Cash Receipts by Source	131 374	37 502	17 247	15 979	--	--	--	--	--	--	--	180 494	382 596	407 885	413 299	
Cash Payments by Type																
Employee related costs	15 044	7 393	8 432	7 805	--	--	--	--	--	--	--	76 583	115 256	122 344	129 501	
Remuneration of councillors	2 716	1 461	1 538	1 514	--	--	--	--	--	--	--	11 315	18 543	19 563	20 600	
Interest paid	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Bulk purchases - Electricity	58	12 919	5 452	56	--	--	--	--	--	--	--	41 515	60 000	63 300	66 655	
Bulk purchases - Water & Sewer	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Other materials	323	877	577	589	--	--	--	--	--	--	--	3 064	5 430	5 764	6 101	
Contracted services	--	18 445	(1 525)	3 153	--	--	--	--	--	--	--	1 878	21 950	23 300	24 389	
Grants and subsidies paid - other municipalities	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Grants and subsidies paid - other	--	--	176	--	--	--	--	--	--	--	--	3 124	3 300	3 503	3 708	
General expenses	6 068	33 199	1 592	21 859	--	--	--	--	--	--	--	(17 585)	62 654	62 393	59 190	
Cash Payments by Type	24 208	74 294	16 242	34 976	--	--	--	--	--	--	--	119 892	287 133	300 168	310 144	
Other Cash Flows/Payments by Type																
Capital assets	214	471	5 625	8 761	--	--	--	--	--	--	--	102 432	99 981	99 178	98 589	
Repayment of borrowing	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Other Cash Flows/Payments	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Total Cash Payments by Type	24 421	74 765	21 867	43 737	--	--	--	--	--	--	--	222 324	387 114	399 346	408 733	
NET INCREASE/(DECREASE) IN CASH HELD	106 953	(37 262)	(4 621)	(27 768)	--	--	--	--	--	--	--	(41 831)	(4 519)	6 540	4 566	
Cash/cash equivalents at the month/year beginning:	24 567	131 520	94 258	89 637	61 879	61 879	61 879	61 879	61 879	61 879	61 879	61 879	24 567	20 049	28 588	
Cash/cash equivalents at the month/year end:	131 520	94 258	89 637	61 879	61 879	61 879	61 879	61 879	61 879	61 879	61 879	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 15, 979 million and the total cash payment for the month were R34, 976 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						% 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	126	4 584	-	214	214	4 584	4 370	95.3%	0.21%
August	-	6 184	-	630	844	10 768	9 924	92.2%	0.84%
September	91	7 005	-	4 775	4 775	17 773	12 998	73.1%	4.78%
October	1 532	8 840	-	7 838	7 838	26 613	18 775	70.5%	7.84%
November	2 790	11 250	-	-	-	37 863	-	-	-
December	7 446	11 260	-	-	-	49 123	-	-	-
January	10 685	8 500	-	-	-	57 623	-	-	-
February	11 180	12 291	-	-	-	69 914	-	-	-
March	9 365	9 710	-	-	-	79 624	-	-	-
April	8 762	7 165	-	-	-	86 789	-	-	-
May	8 514	6 842	-	-	-	93 631	-	-	-
June	5 315	6 350	-	-	-	99 981	-	-	-
Total Capital expenditure	65 787	99 981	-	13 457					

Supporting table SC12 provides information on the monthly trends for capex. In terms of this table the capital expenditure for the month of October amounts to R7, 838 million. The capital budget spending is way below the projected spending for October and this might result in quarterly target not being achieved.

In terms of the budget projection for the month, the spending was anticipated to be at R26, 613 million and only R13, 457 million has actually been spent. This reflects under spending variance of 70, 5%.

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	44 586	57 102	-	4 782	9 104	19 034	9 930	52.2%	57 102
Roads, Pavements & Bridges	38 541	40 602	-	4 646	7 109	13 534	6 425	47.5%	40 602
Storm water	597	5 000	-	136	554	1 667	1 113	66.8%	5 000
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticalation	3 151	10 000	-	-	1 289	3 333	2 044	61.3%	10 000
Street Lighting	2 297	1 500	-	-	153	500	347	69.4%	1 500
Community	2 498	-	-	-	-	-	-	-	-
Parks & gardens	159	-	-	-	-	-	-	-	-
Cemeteries	2 339	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	1 065	-	-	-	-	-	-	-	-
Other	1 065	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	48 148	57 102	-	4 782	9 104	19 034	9 930	52.2%	57 102

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

Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	YTD variance	Full Year Forecast
Infrastructure	10 595	30 779	-	2 427	3 360	10 260	6 900	67.3%	30 779	
Roads, Pavements & Bridges	6 532	26 779	-	2 427	3 360	8 926	5 567	62.4%	26 779	
Storm water	-	-	-	-	-	-	-	-	-	
Generation	-	-	-	-	-	-	-	-	-	
Transmission & Reticalation	3 565	1 500	-	-	-	500	500	100.0%	1 500	
Street Lighting	-	-	-	-	-	-	-	-	-	
Waste Management	499	2 500	-	-	-	833	833	100.0%	2 500	
Transportation	-	-	-	-	-	-	-	-	-	
Other assets	7 044	12 100	-	476	841	4 033	3 193	79.2%	12 100	
General vehicles	-	-	-	-	-	-	-	-	-	
Specialised vehicles	-	-	-	-	-	-	-	-	-	
Plant & equipment	-	-	-	-	-	-	-	-	-	
Computers - hardware/equipment	469	500	-	-	34	167	133	79.8%	500	
Furniture and other office equipment	282	500	-	29	30	167	137	82.1%	500	
Abattoirs	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Civic Land and Buildings	2 588	1 000	-	-	-	333	333	100.0%	1 000	
Other Buildings	1 841	10 000	-	447	607	3 333	2 726	81.8%	10 000	
Other Land	1 009	-	-	-	-	-	-	-	-	
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-	
Other	855	100	-	-	170	33	(137)	-410.3%	100	
Total Capital Expenditure on renewal of existing assets	17 639	42 879	-	2 904	4 200	14 293	10 093	70.6%	42 879	

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
Repairs and maintenance expenditure									
Infrastructure	3 506	4 500	-	1 023	2 144	1 500	(644)	-42.9%	4 500
Roads, Pavements & Bridges	881	3 000	-	1 023	2 141	1 000	(1 141)	-114.1%	3 000
Storm water	244	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Retoolation	1 271	-	-	-	-	-	-	-	-
Waste Management	1 110	1 500	-	-	3	500	497	99.4%	1 500
Other assets	7 481	7 200	-	81	587	2 400	1 813	75.5%	7 200
General vehicles	3 931	2 000	-	-	-	667	667	100.0%	2 000
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	596	3 000	-	-	-	1 000	1 000	100.0%	3 000
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	1 498	2 000	-	81	582	667	85	12.7%	2 000
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	1 466	200	-	-	5	67	62	93.1%	200
Intangibles	-	120	-	-	-	40	40	100.0%	120
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	120	-	-	-	40	40	100.0%	120
Total Repairs and Maintenance Expenditure	10 988	11 820	-	1 104	2 731	3 940	1 209	30.7%	11 820

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 R4, 782 million and the year to date budget is R9, 104 million which reflects 52, 2% less expenditure on new assets. The spending on renewal of existing assets for October amounts R2, 904 million and the year to date actual is R4, 200 million with the year to date budget reflecting an amount of R14, 293 million and this reflects 70,6% under spending variance.

The actual expenditure for the month of October 2015 on repairs and maintenance is R1, 104 million and the year to date budget is R2, 731 million, reflecting under spending variance of 30, 7%.

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

Description	2014/15		Budget Year 2015/16						
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class/Sub-class									
Infrastructure	-	32 638	-	-	-	8 159	8 159	100.0%	32 638
Roads, Pavements & Bridges	-	22 710	-	-	-	5 678	5 678	100.0%	22 710
Storm water	-	4 725	-	-	-	1 181	1 181	100.0%	4 725
Generation	-	2 328	-	-	-	582	582	100.0%	2 328
Transmission & Retiulation	-	1 575	-	-	-	394	394	100.0%	1 575
Waste Management	-	1 300	-	-	-	325	325	100.0%	1 300
Community	-	2 145	-	-	-	536	536	100.0%	2 145
Cemeteries	-	2 145	-	-	-	536	536	100.0%	2 145
Other assets	-	217	-	-	-	54	54	100.0%	217
General vehicles	-	57	-	-	-	14	14	100.0%	57
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	20	-	-	-	5	5	100.0%	20
Furniture and other office equipment	-	25	-	-	-	6	6	100.0%	25
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	-	100	-	-	-	25	25	100.0%	100
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	-	15	-	-	-	4	4	100.0%	15
Total Depreciation	-	35 000	-	-	-	8 750	8 750	100.0%	35 000

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 October 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 18/11/2015