

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2015/16

REPORTING PERIOD: THIRD QUARTER

PART 1: QUARTERLY REPORT

PURPOSE

To submit a report to council within 30 days of the end of each quarter on implementation of the Budget and Financial state of the Municipality as required by Section 52 of the Municipal Finance Management Act

Executive Summary

Section 52 of the Municipal Finance Management Act deals with requirements for quarterly reporting and further states that the Mayor of the Municipality must within 30 days of the end of each quarter submit a report to council on implementation of the Budget and the financial state of the Municipality.

IN YEAR BUDGET STATEMENT TABLES

Table C1: Quarterly Budget Statement Summary

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	19 271	26 182	24 797	5 666	16 840	18 598	(1 757)	-9%	24 797
Service charges	59 877	67 601	66 337	18 902	54 101	49 753	4 348	9%	66 337
Investment revenue	3 965	4 600	3 300	899	2 584	2 475	109	4%	3 300
Transfers recognised - operational	170 641	216 652	216 652	53 984	215 904	162 489	53 415	33%	216 652
Other own revenue	22 264	16 188	13 960	2 816	10 780	10 470	310	3%	13 960
Total Revenue excluding capital transfers	276 019	331 224	325 046	82 267	300 209	243 784	56 425	23%	325 046
Employee costs	102 669	115 256	106 109	24 188	76 470	79 581	(3 111)	-4%	106 109
Remuneration of Councillors	18 844	18 543	17 659	5 463	13 200	13 244	(44)	-0%	17 659
Depreciation & asset impairment	32 042	35 000	35 000	-	-	26 250	(26 250)	-100%	35 000
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	53 540	65 430	67 759	33 911	51 193	50 819	374	1%	67 759
Transfers and grants	1 832	3 300	1 900	206	569	1 425	(856)	-60%	1 900
Other expenditure	128 686	102 901	120 195	17 118	85 477	90 146	(4 670)	-5%	120 195
Total Expenditure	337 613	340 430	348 622	80 886	226 909	261 466	(34 557)	-13%	348 622
Surplus/(Deficit)	(61 594)	(9 206)	(23 576)	1 381	73 300	(17 682)	90 982	-515%	(23 576)
Transfers recognised - capital	58 967	63 102	77 739	20 706	49 153	58 305	(9 152)	-16%	77 739
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers	(2 627)	53 896	54 163	22 087	122 453	40 622	81 830	201%	54 163
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(2 627)	53 896	54 163	22 087	122 453	40 622	81 830	201%	54 163
Capital expenditure & funds sources									
Capital expenditure	82 321	99 981	124 455	24 759	66 054	93 341	(27 287)	-29%	124 455
Capital transfers recognised	58 666	63 102	77 739	20 128	56 582	58 305	(1 723)	-3%	77 739
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	23 655	36 879	46 716	4 739	9 473	35 037	(25 564)	-73%	46 716
Total sources of capital funds	82 321	99 981	124 455	24 866	66 054	93 341	(27 287)	-29%	124 455
Financial position									
Total current assets	78 138	66 715	77 544		147 189				77 544
Total non current assets	830 215	886 793	969 866		897 920				969 866
Total current liabilities	68 432	34 500	27 100		85 099				27 100
Total non current liabilities	79 033	40 000	32 512		76 694				32 512
Community wealth/Equity	760 887	879 008	987 798		883 315				987 798
Cash flows									
Net cash from (used) operating	59 514	72 559	104 998	43 961	113 632	78 748	(34 884)	-44%	104 998
Net cash from (used) investing	(69 910)	(94 981)	(89 369)	(4 260)	(75 176)	(67 027)	8 149	-12%	(89 369)
Net cash from (used) financing	-	500	2 597	460	1 412	1 948	535	27%	2 597
Cash/cash equivalents at the month/year end	24 851	(1 922)	43 192	-	103 438	38 636	(64 802)	-168%	81 795
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days -1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	8 845	3 946	2 221	1 903	1 460	2 016	3 723	27 230	51 345
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Revenue

For the third quarter alone, revenue amounting to R82, 267 million has been generated and the year to date actuals thereof amounted to R300, 209 million yet the year to date budget amounted to R243, 874 which reflects 23% over performance variance. Of the total revenue received during the third quarter, the major portion of R53, 443 (65%) million is from the last tranche of equitable share. Other receipts are from property rates, service charges and other grants.

Operating Expenditure

The operating expenditure for the quarter amounts to R80, 886 million with the year to date actual expenditure of R226, 909 million and the year to date budget of R261, 466 million and this resulted in 13% underspending variance that is attributed to depreciation and debt impairment that usually get calculated at year end.

Capital Expenditure

The capital expenditure for the quarter amounts to R24, 759 million of which R20, 128 million is funded from MIG and INEP, and R4, 739 million from own revenue. The year to date actuals and budget amounted to R66, 054 million and R93, 341 million respectively and this resulted in underspending variance of 29%.

Surplus/Deficit

Taking the above into consideration, the net surplus for the quarter is R22, 087 million.

Debtors

Outstanding debtors is comprised of consumer and sundry debtors. The total outstanding debtors as at end of third quarter amounts to R51, 345 million and this shows an increase of R1, 343 million as compared to R50, 002 million as at end of the last quarter.

Consumer debtors is made up of service charges and property rates that amount to R36, 732 million and other debtors amounting to R13, 187 million.

Creditors

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

Table C2 – Quarterly Financial Performance (Standard Classification)

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Standard									
Governance and administration	204,510	250,105	250,238	61,769	239,889	187,679	52,210	28%	250,238
Executive and council	934	930	930	65	740	698	42	6%	930
Budget and treasury office	203,514	248,806	249,298	61,703	239,145	186,973	52,171	28%	249,298
Corporate services	62	369	11	2	4	8	(3)	-44%	11
Community and public safety	2,942	772	1,840	149	1,028	1,380	(352)	-25%	1,840
Community and social services	341	74	37	9	25	28	(3)	-10%	37
Sport and recreation	18	63	3	-	1	2	(1)	-39%	3
Public safety	2,584	635	1,800	140	1,002	1,350	(348)	-26%	1,800
Police	2,584	635	1,800	140	1,002	1,350	(348)	-26%	1,800
Economic and environmental services	63,708	64,347	74,370	18,690	47,978	55,777	(7,800)	-14%	74,370
Planning and development	1,317	1,670	1,230	347	1,008	923	85	9%	1,230
Road transport	62,392	62,677	73,139	18,342	46,970	54,855	(7,885)	-14%	73,139
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	63,825	79,101	76,337	22,365	60,505	57,253	3,252	6%	76,337
Electricity	60,334	73,973	72,620	21,437	57,722	54,465	3,257	6%	72,620
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	3,491	5,128	3,717	929	2,782	2,788	(5)	0%	3,717
Total Revenue - Standard	334,986	394,326	402,785	102,973	349,400	302,089	47,311	16%	402,785
Expenditure - Standard									
Governance and administration	188,442	164,839	174,849	26,517	102,803	131,136	(28,333)	-22%	174,849
Executive and council	42,769	46,223	48,093	13,599	37,837	36,070	1,767	5%	48,093
Budget and treasury office	98,858	70,927	83,899	3,355	31,002	62,924	(31,922)	-51%	83,899
Corporate services	46,815	47,689	42,856	9,562	33,963	32,142	1,821	6%	42,856
Community and public safety	27,466	22,539	21,477	5,160	15,072	16,108	(1,036)	-6%	21,477
Community and social services	17,387	9,004	9,050	2,000	6,487	6,787	(301)	-4%	9,050
Sport and recreation	-	579	719	85	409	539	(130)	-24%	719
Public safety	10,079	12,956	11,709	3,075	8,176	8,781	(605)	-7%	11,709
Economic and environmental services	48,863	63,638	58,493	10,840	42,165	43,870	(1,704)	-4%	58,493
Planning and development	14,116	14,507	10,580	2,478	6,251	7,935	(1,684)	-21%	10,580
Road transport	34,747	49,131	47,913	8,362	35,914	35,935	(20)	0%	47,913
Trading services	72,841	89,414	93,803	38,369	63,792	70,352	(6,560)	-9%	93,803
Electricity	60,619	72,315	73,872	33,995	50,424	55,404	(4,980)	-9%	73,872
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	12,223	17,099	19,931	4,374	13,368	14,948	(1,580)	-11%	19,931
Total Expenditure - Standard	337,613	340,430	348,622	80,886	223,832	261,466	(37,634)	-14%	348,622
Surplus/ (Deficit) for the year	(2,627)	53,896	54,163	22,087	125,568	40,622	84,945	209%	54,163

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	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	934	930	930	65	740	698	42	6%	930
Vote 3 - Budget & Treasury	203,514	248,806	249,298	61,703	239,145	186,973	52,171	28%	249,298
Vote 4 - Corporate Services	62	369	11	2	4	8	(3)	-44%	11
Vote 5 - Community Services	11,515	12,248	9,957	1,777	7,044	7,468	(423)	-6%	9,957
Vote 6 - Technical Services	117,644	130,302	141,359	39,079	101,459	106,020	(4,561)	-4%	141,359
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1,317	1,670	1,230	347	1,008	923	85	9%	1,230
Total Revenue by Vote	334,986	394,326	402,785	102,973	349,400	302,089	47,311	16%	402,785
Expenditure by Vote									
Vote 1 - Executive & Council	28,444	27,732	30,179	9,283	24,313	22,634	1,679	7%	30,179
Vote 2 - Office of the Municipal Manager	14,324	20,660	21,099	5,155	15,848	15,824	24	0%	21,099
Vote 3 - Budget & Treasury	98,858	70,927	83,899	3,355	31,002	62,924	(31,922)	-51%	83,899
Vote 4 - Corporate Services	46,815	28,962	18,506	3,338	15,539	13,880	1,659	12%	18,506
Vote 5 - Community Services	56,589	46,798	43,209	10,709	32,178	32,407	(229)	-1%	47,395
Vote 6 - Technical Services	78,466	114,286	119,984	41,181	82,601	89,988	(7,387)	-8%	115,798
Vote 7 - Strategic Development	6,423	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	7,693	14,041	7,396	1,639	3,927	5,547	(1,620)	-29%	7,396
Vote 9 - Executive Support	-	17,023	24,350	6,225	18,425	18,262	162	1%	24,350
Total Expenditure by Vote	337,613	340,430	348,622	80,886	223,832	261,466	(37,634)	(0)	348,622
Surplus/ (Deficit) for the year	(2,627)	53,896	54,163	22,087	125,568	40,622	84,945	0	54,163

Table C2 and C3 measure the quarterly 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: Quarterly Financial performance by Revenue Source and Expenditure Type

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	19,271	26,182	24,797	5,666	16,840	18,598	(1,757)	-9%	24,797
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	56,385	62,973	62,620	17,974	51,318	46,965	4,353	9%	62,620
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	3,483	4,628	3,717	929	2,782	2,788	(5)	0%	3,717
Service charges - other	8	-	-	-	-	-	-	-	-
Rental of facilities and equipment	1,199	3,290	1,000	212	648	750	(102)	-14%	1,000
Interest earned - external investments	3,965	4,600	3,300	899	2,584	2,475	109	4%	3,300
Interest earned - outstanding debtors	5,861	4,500	6,500	1,540	4,279	4,875	(596)	-12%	6,500
Dividends received	-	-	-	-	-	-	-	-	-
Fines	2,584	635	1,800	140	1,000	1,350	(350)	-26%	1,800
Licences and permits	5,081	6,348	4,400	700	3,233	3,300	(67)	-2%	4,400
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	170,641	216,652	216,652	53,984	215,904	162,489	53,415	33%	216,652
Other revenue	7,540	1,415	260	224	1,620	195	1,425	732%	260
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue excluding capital transfers	276,019	331,224	325,046	82,267	300,209	243,784	56,425	23%	325,046
Expenditure By Type									
Employee related costs	102,669	115,256	106,109	24,188	76,470	79,581	(3,111)	-4%	106,109
Remuneration of councillors	18,844	18,543	17,659	5,463	13,200	13,244	(44)	0%	17,659
Debt impairment	11,357	11,000	11,000	-	-	8,250	(8,250)	-100%	11,000
Depreciation & asset impairment	32,042	35,000	35,000	-	-	26,250	(26,250)	-100%	35,000
Finance charges	-	-	-	-	-	-	-	-	-
Bulk purchases	51,853	60,000	61,270	32,517	46,537	45,953	585	1%	61,270
Other materials	1,687	5,430	6,489	1,394	4,656	4,867	(211)	-4%	6,489
Contracted services	11,259	21,950	31,758	4,745	25,225	23,818	1,407	6%	31,758
Transfers and grants	1,832	3,300	1,900	206	569	1,425	(856)	-60%	1,900
Other expenditure	106,070	69,551	77,438	12,373	60,252	58,078	2,173	4%	77,438
Loss on disposal of PPE	-	400	-	-	-	-	-	-	-
Total Expenditure	337,613	340,430	348,622	80,886	226,909	261,466	(34,557)	-13%	348,622
Surplus/(Deficit)	(61,594)	(9,206)	(23,576)	1,381	73,300	(17,682)	90,982	(0)	(23,576)
Transfers recognised - capital	58,967	63,102	77,739	20,706	49,153	58,305	(9,152)	(0)	77,739
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers	(2,627)	53,896	54,163	22,087	122,453	40,622			54,163
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	(2,627)	53,896	54,163	22,087	122,453	40,622			54,163
Attributable to minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	(2,627)	53,896	54,163	22,087	122,453	40,622			54,163
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(2,627)	53,896	54,163	22,087	122,453	40,622			54,163

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections or targets are on rental of facilities, interest on outstanding debtors, fines and other revenue.

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: Quarterly Capital Expenditure by Vote

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	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	1,470	1,100	1,434	(23)	431	1,076	(644)	-60%	1,434
Vote 5 - Community Services	244	4,200	4,700	975	3,044	3,525	(481)	-14%	4,700
Vote 6 - Technical Services	46,806	56,735	76,398	14,283	39,171	57,299	(18,128)	-32%	76,398
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	48,519	62,035	82,533	15,235	42,646	61,899	(19,254)	-31%	82,533
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1,471	-	300	-	-	225	(225)	-100%	300
Vote 5 - Community Services	-	2,300	1,800	-	-	1,350	(1,350)	-100%	1,800
Vote 6 - Technical Services	31,181	35,646	39,822	9,524	23,409	29,867	(6,458)	-22%	39,822
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1,150	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	33,802	37,946	41,922	9,524	23,409	31,442	(8,033)	-26%	41,922
Total Capital Expenditure	82,321	99,981	124,455	24,759	66,054	93,341	(27,287)	-29%	124,455

Table C5 indicates the quarterly actuals on capital expenditure for all votes and measures the year-to-date performance targets against the actual capital expenditure figures.

For the quarter ending 31 March 2016 capital expenditure to the amount R24, 759 million was incurred and the year to date actuals amounted to R66, 054 million and year to date budget amounted to R93, 341 million and this reflects 29% underspending variance.

Table C6: Quarterly Budget Statement Financial Position

Description	2014/15	Budget Year 2015/16			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	24,967	10,631	18,192	18,128	18,192
Call investment deposits	–	15,000	25,000	85,310	25,000
Consumer debtors	18,744	24,184	24,184	25,898	24,184
Other debtors	31,791	14,400	7,232	14,659	7,232
Current portion of long-term receivables	–	–	–	–	–
Inventory	2,636	2,500	2,936	3,194	2,936
Total current assets	78,138	66,715	77,544	147,189	77,544
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	–	–	–	–	–
Investment property	89,472	90,000	85,382	89,472	85,382
Investments in Associate	–	–	–	–	–
Property, plant and equipment	729,129	796,793	884,484	797,158	884,484
Agricultural	–	–	–	–	–
Biological assets	323	–	–	–	–
Intangible assets	640	–	–	640	–
Other non-current assets	10,650	–	–	10,650	–
Total non current assets	830,215	886,793	969,866	897,920	969,866
TOTAL ASSETS	908,353	953,508	1,047,410	1,045,109	1,047,410
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	5,531	5,500	5,600	5,094	5,600
Trade and other payables	61,539	29,000	21,500	80,005	21,500
Provisions	1,362	–	–	–	–
Total current liabilities	68,432	34,500	27,100	85,099	27,100
Non current liabilities					
Borrowing	–	–	–	–	–
Provisions	79,033	40,000	32,512	76,694	32,512
Total non current liabilities	79,033	40,000	32,512	76,694	32,512
TOTAL LIABILITIES	147,465	74,500	59,612	161,794	59,612
NET ASSETS	760,887	879,008	987,798	883,315	987,798
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	760,887	879,008	987,798	883,315	987,798
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	760,887	879,008	987,798	883,315	987,798

In general the community wealth of the municipality amounts to R883,315 million and total liabilities amounts to R161, 794 million, whilst total assets amounts R1, 045 billion. This leaves the municipality with current ratio of 2.8 that is higher than the average or norm of 1, meaning that the current financial position and performance will enable the municipality to meet its short term obligations when they fall due in case of it facing financial distress.

Table C7: Quarterly Budgeted Statement Cash Flow

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	81,994	107,021	93,677	7,482	55,345	70,258	(14,912)	-21%	93,677
Government - operating	177,191	170,641	216,652	53,531	215,904	162,489	53,415	33%	216,652
Government - capital	58,967	50,840	77,739	3,160	49,153	58,305	(9,152)	-16%	77,739
Interest	9,257	8,105	5,153	372	2,584	3,864	(1,280)	-33%	5,153
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(267,838)	(254,448)	(286,323)	(20,483)	(208,786)	(214,742)	(5,956)	3%	(286,323)
Finance charges	-	-	-	-	-	-	-	-	-
Transfers and Grants	(58)	(9,600)	(1,900)	(103)	(569)	(1,425)	(856)	60%	(1,900)
NET CASH FROM/(USED) OPERATING ACTIVITIES	59,514	72,559	104,998	43,961	113,632	78,748	(34,884)	-44%	104,998
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	459	5,000	1,846	-	-	1,385	(1,385)	-100%	1,846
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	33,239	126	126	24,929	(24,803)	-99%	33,239
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(70,369)	(99,981)	(124,455)	(4,386)	(75,302)	(93,341)	(18,039)	19%	(124,455)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(69,910)	(94,981)	(89,369)	(4,260)	(75,176)	(67,027)	8,149	-12%	(89,369)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	500	2,597	460	1,412	1,948	(535)	-27%	2,597
Payments									
Repayment of borrowing	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	500	2,597	460	1,412	1,948	535	27%	2,597
NET INCREASE/ (DECREASE) IN CASH HELD	(10,396)	(21,922)	18,225	40,160	39,868	13,669			18,225
Cash/cash equivalents at beginning:	35,247	20,000	24,967		63,569	24,967			63,569
Cash/cash equivalents at month/year end:	24,851	(1,922)	43,192		103,438	38,636			81,795

Table C7 provides details of the quarterly cash in and outflow of the municipality. For the quarter ending 31 March 2016 the net cash from operating activities is R 113, 632 million whilst cash used for investing activities is R 75, 176 million and the net cash from financing activities is R1, 412 million. This resulted in net cash inflow of R39, 868 million and when adding this to cash and equivalent at beginning of the period that amounted to R63, 569 million, the municipality remained with cash and cash equivalent of R103, 438 million

Table SC3: Debtors Analysis

Description	Budget Year 2015/16								Total
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days -1 Yr	Over 1Yr	
Debtors Age Analysis By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	5 315	1 885	707	514	194	188	(2 760)	1 316	7 359
Receivables from Non-exchange Transactions - Property Rates	1 928	950	753	681	657	649	3 297	16 029	24 943
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	309	130	64	40	36	34	172	1 119	1 905
Receivables from Exchange Transactions - Property Rental Debtors	64	11	17	17	11	18	59	800	997
Interest on Arrear Debtor Accounts	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-
Other	1 227	970	680	653	561	1 128	2 955	7 966	16 140
Total By Income Source	8 845	3 946	2 221	1 903	1 460	2 016	3 723	27 230	51 345
2014/15 - totals only	8 876	4 206	2 499	1 946	1 925	1 923	12 585	26 997	60 958
Debtors Age Analysis By Customer Group									
Organs of State	1 026	835	441	592	172	147	650	1 379	5 241
Commercial	4 154	1 294	596	307	369	712	(513)	6 157	13 076
Households	2 571	1 161	688	539	464	433	2 641	10 911	19 408
Other	1 093	656	496	466	456	725	946	8 784	13 620
Total By Customer Group	8 845	3 946	2 221	1 903	1 460	2 016	3 723	27 230	51 345

This table provides a breakdown of the consumer and sundry debtors at the end of the quarter. The outstanding debtors amounted to R51, 345 million as at 31 March 2016. Consumer debtors amounts to R36, 732 million and sundry debtors amounts to R13, 187 million as at end of the third quarter.

This is graphically presented below:

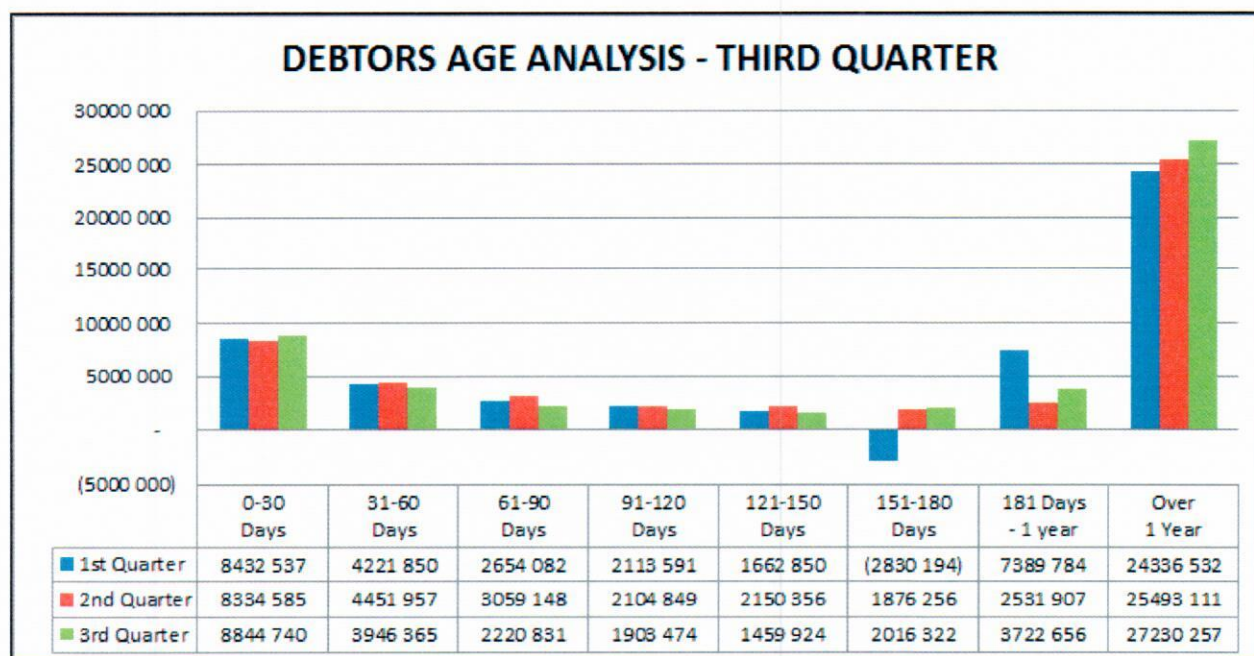


Table SC4: Creditors Analysis

Description	Budget Year 2015/16									Prior year totals for chart
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
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 details pertaining to creditors' age analysis. In terms of the MFMA, all creditors must be paid within 30 days of receiving the invoice and this is always the case and hence the above age analysis is blank.

Table SC5: Investment Portfolio Analysis

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Yrs/Months							
Municipality								
Sanlam	1 Month	Short term	31-Mar-2016	1	0.16%	338	-	338
Nedbank	1 month	Short term	31-Mar-2016	49	7.51%	30 000	-	30 049
Nedbank	1 Month	Short term	31-Mar-2016	216	7.27%	35 000	-	35 216
Absa - MIG	1 Months	Short term	31-Mar-2016	0	0.30%	41	-	41
Absa Call Account	1 Month	Short term	31-Mar-2016	11	13.53%	80	19 448	19 539
TOTAL INVESTMENTS AND INTEREST				277		65 459	19 448	85 183

Supporting table SC5 presents all investments that indicate that the total amount of R85, 183 million had been invested as at end of March 2016. The opening balance was R65, 459 million, an amount of R19, 448 million has been invested as addition during the third quarter and accrued interest for the month amounted to R277 thousand.

Table SC6- Allocation and grant receipts

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	170 641	216 652	216 652	53 792	216 652	216 652	-		216 652
Local Government Equitable Share	166 920	212 959	212 959	53 443	212 959	212 959	-		212 959
Finance Management	1 600	1 600	1 600	-	1 600	1 600	-		1 600
Municipal Systems Improvement	934	930	930	-	930	930	-		930
EPWP Incentive	1 187	1 163	1 163	349	1 163	1 163	-		1 163
Provincial Government:	-	-	-	-	-	-	-		-
N/A									
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A									
Total Operating Transfers and Grants	170 641	216 652	216 652	53 792	216 652	216 652	-		216 652
Capital Transfers and Grants									
National Government:	65 840	63 102	63 102	19 448	63 102	63 102	-		63 102
Municipal Infrastructure Grant (MIG)	65 840	53 102	63 102	19 448	53 102	53 102	-		53 102
Integrated National Electrification Grant	-	10 000	-	-	10 000	10 000	-		10 000
Provincial Government:	-	-	-	-	-	-	-		-
N/A									
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A									
Total Capital Transfers and Grants	65 840	63 102	63 102	19 448	63 102	63 102	-		63 102
TOTAL RECEIPTS OF TRANSFERS & GRANTS	236 481	279 754	279 754	73 240	279 754	279 754	-		279 754

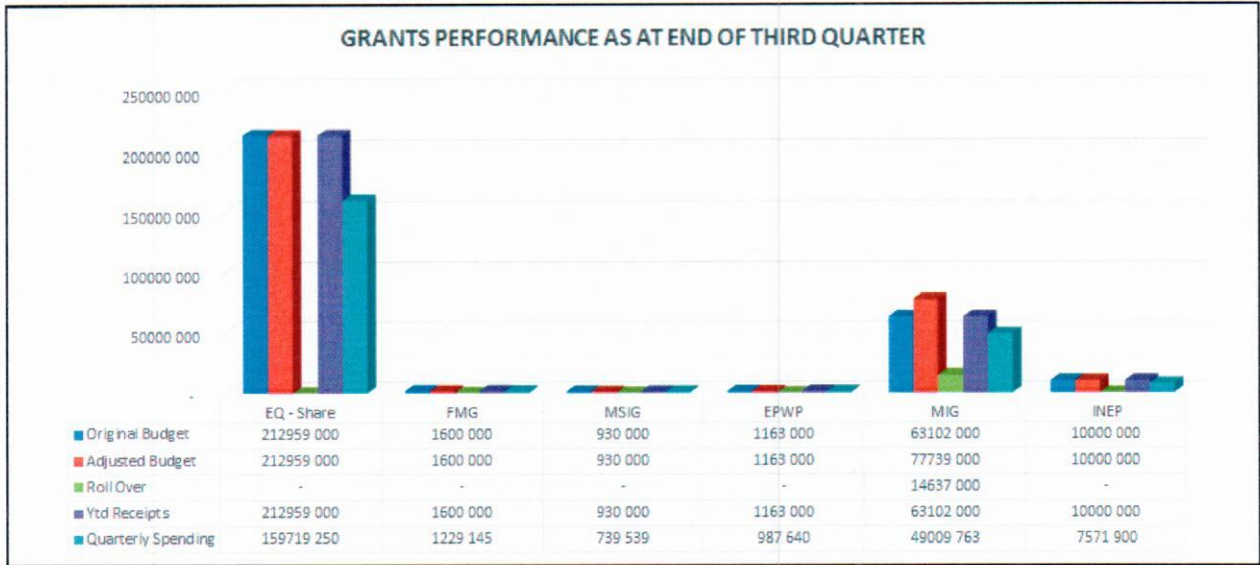
Table SC7: Transfers and Grant Expenditure

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	170 635	216 652	216 652	94 351	185 504	216 652	(31 148)	-14.4%	216 652
Local Government Equitable Share	166 920	212 959	212 959	93 810	182 543	212 959	(30 416)	-14.3%	212 959
Finance Management	1 600	1 600	1 600	130	1 229	1 600	(371)	-23.2%	1 600
Municipal Systems Improvement	934	930	930	65	740	930	(190)	-20.5%	930
EPWP Incentive	1 181	1 163	1 163	346	992	1 163	(171)	-14.7%	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	216 652	94 351	185 504	216 652	(31 148)	-14.4%	216 652
Capital expenditure of Transfers and Grants									
National Government:	42 434	63 102	63 102	20 706	49 153	51 826	(2 674)	-5.2%	63 102
Municipal Infrastructure Grant (MIG) /Intergrated National Electrification Grant	42 434	63 102	63 102	20 706	49 153	51 826	(2 674)	-5.2%	63 102
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants	42 434	63 102	63 102	20 706	49 153	51 826	(2 674)	-5.2%	63 102
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	213 068	279 754	279 754	115 057	234 656	268 478	(33 822)	-12.6%	279 754

Supporting Table SC 6 and 7 provide details of grants received and spent respectively. On receipts of grants, the actual grants received for the third quarter amounts to R73, 240 million which is mainly made of equitable share of R53, 443 million. The other grant received during the quarter is MIG R19, 448 million and EPWP of R349 thousand.

On the other hand the operating grant expenditure for the quarter amounts to R115, 057 million and expenditure to the amount of R20, 706 million has been incurred from capital grants.

Grants received and spent are graphically presented below:



Cognizance should be taken that MIG is the only grant that had roll over from 2014/15 financial year amounting to R14, 637 million that was approved.

Table SC8: Councilor Allowances and Employee Benefits

Summary of Employee and Councillor remuneration	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	12 196	3 548	10 624	3 743	8 350	7 083	1 267	18%	10 624
Pension and UIF Contributions	1 047	1 408	1 188	296	724	792	(68)	-9%	1 188
Medical Aid Contributions	252	408	322	87	218	214	3	2%	322
Motor Vehicle Allowance	4 030	4 075	3 872	1 006	2 629	2 582	47	2%	3 872
Cellphone Allowance	-	1 554	1 652	331	1 280	1 102	178	16%	1 652
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	381	7 550	0	-	-	0	(0)	-100%	0
Sub Total - Councillors	17 905	18 543	17 659	5 463	13 200	11 773	1 428	12%	17 659
Senior Managers of the Municipality									
Basic Salaries and Wages	3 106	4 831	4 646	1 358	3 449	3 097	351	11%	4 646
Pension and UIF Contributions	209	503	543	120	267	362	(95)	-26%	543
Medical Aid Contributions	-	175	122	21	146	81	65	80%	122
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	566	840	1 391	186	550	928	(378)	-41%	1 391
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	54	596	200	8	275	134	142	106%	200
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	3 936	6 944	6 902	1 693	4 687	4 602	85	2%	6 902
Other Municipal Staff									
Basic Salaries and Wages	58 199	73 424	64 167	16 217	47 503	42 778	4 725	11%	64 167
Pension and UIF Contributions	11 194	14 613	13 843	3 073	9 037	9 229	(191)	-2%	13 843
Medical Aid Contributions	2 949	4 616	4 378	816	2 615	2 919	(303)	-10%	4 378
Overtime	1 473	1 380	2 022	704	1 742	1 348	394	29%	2 022
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	4 994	5 632	6 239	614	3 911	4 159	(248)	-6%	6 239
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	95	157	201	36	100	134	(34)	-25%	201
Other benefits and allowances	9 713	7 864	7 628	423	5 794	5 085	709	14%	7 628
Payments in lieu of leave	1 001	530	220	185	371	146	225	153%	220
Long service awards	-	95	510	372	654	340	314	92%	510
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	89 617	108 312	99 206	22 440	71 728	66 137	5 590	8%	99 206
Total Parent Municipality	111 458	133 799	123 768	29 595	89 615	82 512	7 103	9%	123 768
TOTAL SALARY, ALLOWANCES & BENEFITS	111 458	133 799	123 768	29 595	89 615	82 512	7 103	9%	123 768
TOTAL MANAGERS AND STAFF	93 553	115 256	106 109	24 132	76 414	70 739	5 675	8%	106 109

This table provides the details for councilor and employee benefits. For the third quarter the total salaries, allowances and benefits amounted to R29, 595 million and had an overspending variance of 9% (R5, 675 million) when comparing the year to date actuals of R76, 414 million and year to date budget of R70, 739 million.

Table SC9: Actual and Revised Targets for Cash Flow

Description	Budget Year 2015/16												2015/16 Medium Term Revenue			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year +1	Budget Year +2	
Cash Receipts By Source																
Property rates	3 411	1 062	1 454	1 505	1 350	1 097	1 214	1 430	1 610	—	—	10 216	24 349	25 847	27 359	
Service charges - penalties & collection charges	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Service charges - electricity revenue	5 818	3 640	8 581	5 003	4 194	4 483	4 582	7 526	5 527	—	—	9 190	58 565	62 167	65 803	
Service charges - water revenue	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Service charges - sanitation revenue	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Service charges - refuse	248	239	277	283	263	239	268	313	281	—	—	1 894	4 304	4 569	4 836	
Service charges - other	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Rental of facilities and equipment	90	86	53	51	68	68	63	73	64	—	—	2 692	3 290	3 493	3 697	
Interest earned - external investments	87	498	281	80	384	329	289	237	372	—	—	2 063	4 600	4 883	5 169	
Interest earned - outstanding debtors	73	64	102	93	103	52	99	322	520	—	—	(1 428)	—	—	—	
Dividends received	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Fines	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Licences and permits	1 149	455	447	400	465	326	255	444	41	—	—	(596)	318	335	353	
Agency services	—	—	—	—	—	—	—	—	—	—	—	1 877	5 819	6 177	6 538	
Transfer receipts - operating	88 520	554	368	706	71 296	476	199	254	53 531	—	—	748	216 652	233 223	229 161	
Other revenue	31 085	124	51	43	16 499	19	49	41 263	157	—	—	(88 194)	1 096	1 515	1 595	
Cash Receipts by Source	130 480	6 702	11 672	8 765	94 677	7 144	7 078	61 912	62 103	—	—	(61 539)	318 994	342 207	344 510	
Other Cash Flows by Source																
Transfer receipts - capital	—	656	5 712	7 198	6 234	8 314	8 271	10 573	3 160	—	—	12 983	63 102	65 178	68 289	
Contributions & Contributed assets	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Proceeds on disposal of PPE	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Short term loans	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Borrowing long term/refinancing	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Increase in consumer deposits	894	4	(137)	16	17	17	(27)	29	460	—	—	(772)	500	500	500	
Receipt of non-current debtors	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Receipt of non-current receivables	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Change in non-current investments	—	30 141	—	—	—	—	—	—	126	—	—	(126)	—	—	—	—
Total Cash Receipts by Source	131 374	37 502	17 247	15 979	100 928	15 476	15 322	62 514	65 850	—	—	(79 596)	382 596	407 885	413 299	
Cash Payments by Type																
Employee related costs	15 044	7 393	8 432	7 805	8 054	12 898	8 251	7 932	8 005	—	—	31 443	115 256	122 344	129 501	
Remuneration of councillors	2 716	1 461	1 538	1 514	1 57	1 516	1 460	2 256	1 747	—	—	4 179	18 543	19 563	20 600	
Interest paid	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Bulk purchases - Electricity	58	12 919	5 452	56	4 460	9 340	98	27 852	4 566	—	—	(4 803)	60 000	63 300	66 655	
Bulk purchases - Water & Sewer	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Other materials	323	877	577	589	520	703	355	517	521	—	—	448	5 430	5 764	6 101	
Contracted services	—	—	(1 525)	3 153	—	2 574	(185)	2 981	1 949	—	—	(5 442)	21 950	23 300	24 389	
Grants and subsidies paid - other municipalities	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Grants and subsidies paid - other	—	—	176	—	88	98	—	103	103	—	—	2 731	3 300	3 503	3 708	
General expenses	6 068	33 199	1 592	21 859	8 395	12 527	18 969	6 487	4 702	—	—	(51 143)	62 654	62 393	59 190	
Cash Payments by Type	24 208	74 294	16 242	34 976	21 674	39 656	28 948	48 127	21 594	—	—	(22 586)	287 133	300 168	310 144	
Other Cash Flows/Payments by Type																
Capital assets	214	471	5 625	8 781	20 629	9 518	10 369	13 629	4 386	—	—	26 380	90 981	99 178	98 589	
Repayment of borrowing	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Other Cash Flows/Payments	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total Cash Payments by Type	24 421	74 765	21 867	43 737	42 304	49 172	39 318	61 757	25 981	—	—	3 794	387 114	399 346	408 733	
NET INCREASE/(DECREASE) IN CASH HELD	106 963	(37 262)	(4 621)	(27 766)	58 625	(33 696)	(23 996)	767	39 869	—	—	(63 390)	(4 519)	8 540	8 666	
Cash/cash equivalents at the month/year beginning	21 567	131 520	94 258	89 637	61 879	120 504	86 808	62 812	63 569	103 438	103 438	103 438	24 567	20 049	28 588	28 588
Cash/cash equivalents at the month/year end:	131 520	94 258	89 637	61 879	120 504	86 808	62 812	63 569	103 438	103 438	103 438	20 049	20 049	28 588	33 155	33 155

Supporting Table SC 9 provides the details pertaining to cash flow performance for the budget setting out receipt by source and payments by type per month. The total quarterly receipts amount to R 121, 093 million whilst the cash payment for the quarter amounted to R127, 055 million and this left the municipality with cash and cash equivalent of R103, 438 million.

Table SC12: Capital Expenditure Trend

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
July	126	4 584	4 584	214	214	4 584	4 370	95.3%	0.21%
August	–	6 184	6 184	471	844	10 768	9 924	92.2%	0.84%
September	91	7 005	7 005	4 934	4 934	17 773	12 839	72.2%	4.94%
October	1 532	8 840	8 840	7 685	7 685	26 613	18 928	71.1%	7.69%
November	2 790	11 250	11 250	20 182	20 182	37 863	17 681	46.7%	20.19%
December	7 446	11 260	11 260	8 347	8 347	49 123	40 776	83.0%	8.35%
January	10 665	8 500	8 500	8 556	8 556	57 623	49 068	85.2%	8.56%
February	11 180	12 291	12 345	11 817	11 817	69 968	58 152	83.1%	11.82%
March	9 365	9 710	13 789	3 847	3 847	83 757	79 910	95.4%	3.85%
April	8 762	7 165	10 876	–	–	94 633	–	–	–
May	8 514	6 842	13 654	–	–	108 287	–	–	–
June	5 315	6 350	16 168	–	–	124 455	–	–	–
Total Capital expenditure	65 787	99 981	124 455	66 054					

Supporting Tables SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the quarter amounted to R24, 220 million which is lower when compared to the second quarter spending of R36, 215 million.

Table SC13a: Quarterly Capital Expenditure on New Assets

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets									
Infrastructure	44 586	57 102	88 748	19 021	51 293	66 561	15 268	22.9%	88 748
Infrastructure - Road transport	39 138	45 602	65 120	14 701	41 837	48 840	7 003	14.3%	65 120
<i>Roads, Pavements & Bridges</i>	38 541	40 602	58 002	14 676	40 845	43 502	2 656	6.1%	58 002
<i>Storm water</i>	597	5 000	7 118	25	992	5 339	4 346	81.4%	7 118
Infrastructure - Electricity	5 448	11 500	23 228	4 319	9 455	17 421	7 966	45.7%	23 228
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>	3 151	10 000	13 776	3 213	7 572	10 332	2 760	26.7%	13 776
<i>Street Lighting</i>	2 297	1 500	9 451	1 106	1 883	7 088	5 205	73.4%	9 451
Infrastructure - Other	-	-	400	-	-	300	300	100.0%	400
<i>Waste Management</i>	-	-	400	-	-	300	300	100.0%	400
Community	2 498	-	-	-	-	-	-		-
Parks & gardens	159	-	-	-	-	-	-	-	-
Cemeteries	2 339	-	-	-	-	-	-	-	-
Other assets	1 065	-	300	-	-	225	225	100.0%	300
Other	1 065	-	300	-	-	225	225	100.0%	300
Total Capital Expenditure on new assets	48 148	57 102	89 048	19 021	51 293	66 786	15 493	23.2%	89 048

Table SC13b: Quarterly Expenditure on Existing Assets

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets									
Infrastructure	10 595	30 779	24 072	4 786	11 285	18 054	6 769	37.5%	24 072
Infrastructure - Road transport	6 532	26 779	21 572	4 786	11 285	16 179	4 894	30.2%	21 572
<i>Roads, Pavements & Bridges</i>	6 532	26 779	21 572	4 786	11 285	16 179	4 894	30.2%	21 572
<i>Storm water</i>	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	3 565	1 500	1 000	-	-	750	750	100.0%	1 000
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>	3 565	1 500	1 000	-	-	750	750	100.0%	1 000
Infrastructure - Other	499	2 500	1 500	-	-	1 125	1 125	100.0%	1 500
<i>Waste Management</i>	499	2 500	1 500	-	-	1 125	1 125	100.0%	1 500
Community	-	-	600	-	-	450	450	100.0%	600
Parks & gardens	-	-	400	-	-	300	300	100.0%	400
Cemeteries	-	-	200	-	-	150	150	100.0%	200
Other assets	7 044	12 100	10 736	952	3 477	8 052	4 575	56.8%	10 736
Computers - hardware/equipment	469	500	500	-	-	375	375	100.0%	500
Furniture and other office equipment	282	500	530	(54)	-	398	398	100.0%	530
Civic Land and Buildings	2 588	1 000	-	-	21	-	(21)	0.0%	-
Other Buildings	1 841	10 000	9 302	975	3 024	6 976	3 952	56.7%	9 302
Other	855	100	404	31	431	303	(128)	-42.3%	404
Total Capital Expenditure on renewal of existing assets	17 639	42 879	35 407	5 739	14 762	26 555	11 794	44.4%	35 407

Table SC13c: Quarterly Expenditure on Repairs and Maintenance

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure									
Infrastructure	3 506	4 500	5 518	942	1 873	3 679	1 806	49.1%	5 518
Infrastructure - Road transport	1 125	3 000	2 418	412	882	1 612	730	45.3%	2 418
<i>Roads, Pavements & Bridges</i>	881	3 000	2 418	412	882	1 612	730	45.3%	2 418
<i>Storm water</i>	244	-	-	-	-	-	-	-	-
Infrastructure - Electricity	1 271	-	1 000	333	762	667	(95)	-14.2%	1 000
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>	1 271	-	1 000	333	762	667	(95)	-14.2%	1 000
Infrastructure - Other	1 110	1 500	2 100	196	230	1 400	1 170	83.6%	2 100
<i>Waste Management</i>	1 110	1 500	2 100	196	230	1 400	1 170	83.6%	2 100
Other assets	7 481	7 200	4 345	(720)	4 320	2 897	(1 423)	-49.1%	4 345
General vehicles	3 931	2 000	1 150	161	774	767	(7)	-0.9%	1 150
Plant & equipment	586	3 000	1 000	(1 012)	2 346	667	(1 679)	-251.9%	1 000
Other Buildings	1 498	2 000	1 619	(200)	877	1 079	202	18.7%	1 619
Other	1 466	200	576	330	323	384	61	15.9%	576
Intangibles	-	120	50	5	9	33	24	72.7%	50
Other	-	120	50	5	9	33	24	72.7%	50
Total Repairs and Maintenance Expend	10 988	11 820	9 913	226	6 202	6 609	407	6.2%	9 913

Supporting Tables SC13a and SC13b provide the details of capital expenditure by asset classification for new and replacements of assets separately, whilst Supporting Table SC13c measure's the extent to which the municipality's assets are maintained.

The capital expenditure on new assets amounted to R19, 021 million for the third quarter which reflects a 23, 2% underspending variance when compared to the quarterly target.


For renewal and upgrading of existing assets to R5, 739 million has been spent during the third quarter on renewal of assets. This reflects 44, 4% underspending variance when compared to the target thereof.

The repairs and maintenance for the third quarter amounted to R226 thousand and had 6, 2% when comparing the year to date actuals and budget thereof.

Quality certificate

I, **RAMAKGAHLELA MINAH MAREDI**, Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the quarterly report and supporting documentation for the quarter ending 31 March 2016 have been prepared in accordance with the Municipal Finance Management Act and the regulation made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM 472)

Signature 

Date 29/4/2016