

ELIAS MOTSOALEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

September 2015

PART 1: IN - YEAR REPORT

PURPOSE

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

EXECUTIVE SUMMARY

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

IN YEAR BUDGET STATEMENT TABLES

Table C1 – Budget Statement Summary

Description	Budget Year 2015/16										
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	YTD Forecast		
Financial Performance											
Property rates	20 270	26 182	-	1 943	5 830	6 546	(716)	-11%	26 182		
Service charges	59 137	67 601	-	4 030	17 299	16 900	399	2%	67 601		
Investment revenue	3 250	4 600	-	281	906	1 150	(244)	-21%	4 600		
Transfers recognised - operational	170 641	216 652	-	368	89 442	54 163	35 279	65%	216 652		
Other own revenue	14 140	16 188	-	957	2 889	4 047	(1 158)	-29%	16 188		
Total Revenue excluding capital transfers	267 438	331 224	-	7 579	116 366	82 806	33 560	41%	331 224		
Employee costs	93 553	115 256	-	8 432	23 677	28 814	(5 137)	-18%	115 256		
Remuneration of Councilors	17 905	18 543	-	1 538	4 390	4 636	(246)	-5%	18 543		
Depreciation & asset impairment	-	35 000	-	-	-	8 750	(8 750)	-100%	35 000		
Finance charges	-	-	-	-	-	-	-	-	-		
Materials and bulk purchases	52 849	65 430	-	6 030	19 907	16 358	3 549	22%	65 430		
Transfers and grants	1 885	3 300	-	176	176	825	(649)	-79%	3 300		
Other expenditure	90 951	102 901	-	4 558	30 315	25 725	4 590	18%	102 901		
Total Expenditure	257 143	340 430	-	20 733	78 466	85 107	(6 642)	-8%	340 430		
Surplus/(Deficit)	10 295	(9 206)	-	(13 155)	37 900	(2 302)	40 202	-1747%	(9 206)		
Transfers recognised - capital	49 441	63 102	-	5 712	6 700	10 517	(3 817)	-36%	63 102		
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-		
Surplus/(Deficit) after capital transfers	59 736	53 896	-	(7 442)	44 601	8 215	36 385	443%	53 896		
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-		
Surplus/ (Deficit) for the year	59 736	53 896	-	(7 442)	44 601	8 215	36 385	443%	53 896		
Capital expenditure & Funds sources											
Capital expenditure	65 767	99 981	-	4 934	5 619	24 995	(19 376)	-78%	99 981		
Capital transfers recognised	40 235	63 102	-	3 096	3 752	15 776	(12 024)	-76%	63 102		
Public contributions & donations	-	-	-	-	-	-	-	-	-		
Borrowing	-	-	-	-	-	-	-	-	-		
Internally generated funds	9 430	36 879	-	1 839	1 888	9 220	(7 352)	-80%	36 879		
Total sources of capital funds	49 665	99 981	-	4 934	5 619	24 995	(19 376)	-79%	99 981		
Financial position											
Total current assets	107 592	66 715	-	182 251	182 251				66 715		
Total non current assets	846 048	886 793	-	798 794	798 794				886 793		
Total current liabilities	96 741	34 500	-	182 786	182 786				34 500		
Total non current liabilities	30 512	40 000	-	41 091	41 091				40 000		
Community wealth/Equity	826 367	879 008	-	757 168	757 168				879 008		
Cash Flows											
Net cash from (used) operating	41 145	72 559	-	(3 905)	(36 367)	18 940	55 307	292%	72 559		
Net cash from (used) investing	(70 602)	(94 981)	-	(5 625)	(6 406)	(23 745)	(17 339)	73%	(72 290)		
Net cash from (used) financing	2 361	500	-	(137)	890	125	(765)	-612%	500		
Cash/cash equivalents at the month/year end	24 567	(1 922)	-	-	89 637	15 319	(74 318)	-485%	132 289		
Debtors & creditors analysis											
Debtors Age Analysis	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 By Income Source	8 433	4 222	2 654	2 114	1 663	(2 830)	7 390	24 337	47 981		
Creditors Age Analysis											
Total Creditors	-	-	-	-	-	-	-	-	-		

The above C1 Sum table summarizes the following activities:-

Revenue:

The actual revenue for the month of September 2015 is R116, 366 million and the year to date budget of R82, 806 million and this reflects a positive variance R33, 560 million. All major revenue item categories reflect a negative variance as presented below except transfer recognized operational, interest on outstanding debtors and traffic fines:

- Property rates: 11% unfavourable variance
- Service charges – electricity: 4% unfavourable variance
- Service charges – refuse removal: 20% unfavourable variance
- Rental of facilities : 75% unfavourable variance
- Interest on external investment: 21% unfavourable variance
- License and permit: 37% unfavourable variance

Operating Expenditure

The Operational expenditure for the month amounts to R20, 733 million, the year to date actual is R78, 466 million and the year to date budget is R85, 107 million. This reflects an unfavourable variance of R6 642 million (8%) that is immaterial and it get be said that the spending was in line with the monthly budget projections thereof. Cognizance should be taken that the above spending does not include “expenditure” on non-cash items and as a results, the expenditure is the actual spending that resulted in actual outflow of cash.

Capital Expenditure

The capital expenditure for the month of September amounts to R4, 934 million and the year to date budget amounts to R5, 619 million, giving rise to 78% 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 September.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month is R44, 601 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 September 2015 amounts to R47, 981 million and this an increase of R1, 139 million as compared to R46, 842 million as at end of 2014/15 financial year.

Creditors

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

Table C2 – Financial Performance (Standard Classification)

Description	Budget Year 2015/16									
	2014/15	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	-	2 944	97 469	62 526	34 943	56%	250 105	
Executive and council	894	930	-	86	208	233	(25)	-11%	930	
Budget and treasury office	198 268	248 806	-	2 857	97 261	62 202	35 060	56%	248 806	
Corporate services	62	369	-	-	0	92	(92)	-99%	369	
Community and public safety	805	772	-	59	152	193	(41)	-21%	772	
Community and social services	341	74	-	1	7	18	(12)	-64%	74	
Sport and recreation	20	63	-	-	-	16	(16)	-100%	63	
Public safety	443	635	-	58	145	159	(13)	-8%	635	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	55 853	64 347	-	2 360	4 247	16 087	(11 840)	-74%	64 347	
Planning and development	1 377	1 670	-	165	175	418	(242)	-58%	1 670	
Road transport	54 476	62 677	-	2 195	4 072	15 669	(11 598)	-74%	62 677	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	61 017	79 101	-	7 928	21 197	19 775	1 422	7%	79 101	
Electricity	57 529	73 973	-	7 622	20 275	18 493	1 781	10%	73 973	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	3 488	5 128	-	306	923	1 282	(359)	-28%	5 128	
Other	-	-	-	-	-	-	-	-	-	
Total Revenue - Standard	316 899	394 326	-	13 291	123 065	98 581	24 484	25%	394 326	
Expenditure - Standard										
Governance and administration	113 581	164 839	-	10 958	37 320	41 210	(3 890)	-9%	164 839	
Executive and council	41 290	46 223	-	3 232	12 176	11 556	620	5%	46 223	
Budget and treasury office	26 970	70 927	-	3 369	12 356	17 732	(5 375)	-30%	70 927	
Corporate services	45 322	47 689	-	4 357	12 788	11 922	865	7%	47 689	
Community and public safety	38 272	22 539	-	1 634	4 077	5 635	(1 558)	-28%	22 539	
Community and social services	17 315	9 004	-	840	2 200	2 251	(51)	-2%	9 004	
Sport and recreation	-	579	-	169	216	145	71	49%	579	
Public safety	20 957	12 956	-	625	1 662	3 239	(1 577)	-49%	12 956	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	35 205	63 638	-	5 325	13 783	15 909	(2 126)	-13%	63 638	
Planning and development	12 500	14 507	-	704	1 579	3 627	(2 048)	-56%	14 507	
Road transport	22 706	49 131	-	4 621	12 204	12 283	(78)	-1%	49 131	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	70 084	89 414	-	2 816	23 286	22 354	932	4%	89 414	
Electricity	58 240	72 315	-	5 851	19 414	18 079	1 336	7%	72 315	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	11 844	17 099	-	(3 034)	3 871	4 275	(403)	-9%	17 099	
Other	-	-	-	-	-	-	-	-	-	
Total Expenditure - Standard	257 143	340 430	-	20 733	78 466	85 107	(6 642)	-8%	340 430	
Surplus/ Deficit for the year	59 756	53 896	-	(7 443)	44 600	13 474	31 126	231%	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	-	86	208	233	(25)	-10.6%	930	
Vote 3 - Budget & Treasury	198 268	248 806	-	2 857	97 261	62 202	35 060	56.4%	248 806	
Vote 4 - Corporate Services	62	369	-	0	1	92	(91)	-98.8%	369	
Vote 5 - Community Services	9 539	12 248	-	812	2 077	3 062	(985)	-32.2%	12 248	
Vote 6 - Technical Services	106 759	130 302	-	9 370	23 344	32 575	(9 231)	-28.3%	130 302	
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-	
Vote 8 - Developmental Planning	1 377	1 670	-	165	175	418	(242)	-58.1%	1 670	
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-	
Total Revenue by Vote	316 899	394 326	-	13 291	123 066	98 581	24 485	24.8%	394 326	
Expenditure by Vote										
Vote 1 - Executive & Council	26 977	27 732	-	2 604	7 356	6 933	423	6.1%	27 732	
Vote 2 - Office of the Municipal Manager	14 313	20 660	-	628	4 820	5 165	(345)	-6.7%	20 660	
Vote 3 - Budget & Treasury	26 970	70 927	-	3 369	12 356	17 732	(5 375)	-30.3%	70 927	
Vote 4 - Corporate Services	45 322	28 962	-	4 354	12 785	7 241	5 544	76.6%	28 962	
Vote 5 - Community Services	54 007	46 798	-	(916)	9 004	11 700	(2 696)	-23.0%	46 798	
Vote 6 - Technical Services	77 055	114 286	-	9 988	30 563	28 572	1 992	7.0%	114 286	
Vote 7 - Strategic Development	6 227	-	-	-	-	-	-	-	-	
Vote 8 - Developmental Planning	6 272	14 041	-	706	1 582	3 510	(1 929)	-54.9%	14 041	
Vote 9 - Executive Support	-	17 023	-	-	-	4 256	(4 256)	-100.0%	17 023	
Total Expenditure by Vote	257 143	340 430	-	20 733	78 466	85 107	(6 642)	-7.8%	340 430	
Surplus/ (Deficit) for the year	59 756	53 896	-	(7 442)	44 601	13 474	31 127	231.0%	53 896	

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

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

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Revenue By Source										
Property/rates	20 270	26 182	-	1 943	5 930	6 546	(716)	-11%	26 182	
Property/rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue	54 299	62 973	-	3 724	18 377	15 743	633	4%	62 973	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	
Service charges - refuse revenue	3 476	4 628	-	306	923	1 157	(234)	-20%	4 628	
Service charges - other	1 363	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	1 788	3 290	-	-	205	823	(618)	-75%	3 290	
Interest earned - external investments	3 250	4 800	-	281	906	1 150	(244)	-21%	4 800	
Interest earned - outstanding debtors	5 836	4 500	-	496	1 428	1 125	303	27%	4 500	
Dividends received	-	-	-	-	-	-	-	-	-	
Fines	445	635	-	57	143	159	(16)	-10%	635	
Licences and permits	5 247	6 348	-	353	1 002	1 587	(585)	-37%	6 348	
Agency services	-	-	-	-	-	-	-	-	-	
Transfers recognised - operational	170 641	216 652	-	388	89 442	54 163	35 279	65%	216 652	
Other revenue	844	1 415	-	51	112	354	(242)	-88%	1 415	
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-	
Total Revenue excluding capital transfers	267 438	331 224	-	7 579	116 366	82 806	33 560	41%	331 224	
Expenditure By Type										
Employee related costs	93 553	115 256	-	8 432	23 677	28 814	(5 137)	-18%	115 256	
Remuneration of councillors	17 905	18 543	-	1 538	4 390	4 636	(246)	-5%	18 543	
Debt impairment	-	11 000	-	-	-	2 750	(2 750)	-100%	11 000	
Depreciation & asset impairment	-	35 000	-	-	-	8 750	(8 750)	-100%	35 000	
Finance charges	-	-	-	-	-	-	-	-	-	
Bulk purchases	51 162	60 000	-	5 452	18 429	15 000	3 429	23%	60 000	
Other materials	1 687	5 430	-	577	1 477	1 358	120	9%	5 430	
Contracted services	11 357	21 950	-	-	8 920	5 488	3 432	63%	21 950	
Transfers and grants	1 885	3 300	-	176	176	825	(649)	-79%	3 300	
Other expenditure	79 594	69 551	-	4 558	21 396	17 388	4 008	23%	69 551	
Loss on disposal of PPE	-	400	-	-	-	100	(100)	-100%	400	
Total Expenditure	257 143	340 430	-	20 733	78 466	85 107	(6 642)	-8%	340 430	
Surplus/(Deficit)	10 295	(9 206)	-	(13 156)	37 900	(2 302)	40 202	(0)	(9 206)	
Transfers recognised - capital	49 441	63 102	-	5 712	6 700	10 517	(3 817)		63 102	
Contributions recognised - capital	-	-	-	-	-	-	-		-	
Contributed assets	-	-	-	-	-	-	-		-	
Surplus/(Deficit) after capital transfers	59 736	53 896	-	(7 442)	44 601	8 216	-	-	53 896	
Taxation	-	-	-	-	-	-	-		-	
Surplus/(Deficit) after taxation	59 736	53 896	-	(7 442)	44 601	8 216	-	-	53 896	
Attributable to minorities	-	-	-	-	-	-	-		-	
Surplus/(Deficit) attributable to municipality	59 736	53 896	-	(7 442)	44 601	8 216	-	-	53 896	
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-	
Surplus/ (Deficit) for the year	59 736	53 896	-	(7 442)	44 601	8 216	-	-	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, Licences and Permits and other revenue. In the case of expenditure, all year to date actuals reflect an under spending variance except employee related cost (18% variance), remuneration of Councillors, (2 % variance) and other expenditure (23 % variance).

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

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

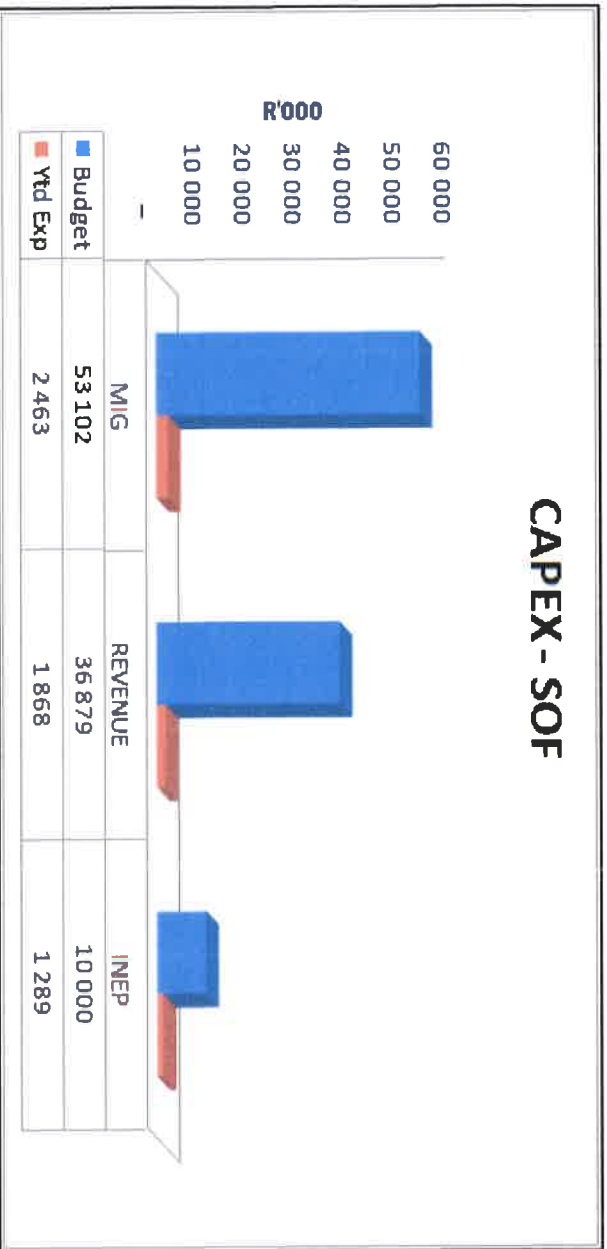
Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Multi-Year expenditure appropriation										
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-	
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-	
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-	
Vote 4 - Corporate Services	1 239	1 100	-	176	204	275	(71)	-26%	1 100	
Vote 5 - Community Services	214	4 200	-	160	160	1 050	(890)	-85%	4 200	
Vote 6 - Technical Services	36 382	56 735	-	3 573	4 229	14 184	(9 955)	-70%	56 735	
Vote 7 - Strategic Development	-	-	-	-	-	-	-	-	-	
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-	
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-	
Total Capital Multi-year expenditure	37 835	62 035	-	3 908	4 593	15 509	(10 915)	-70%	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	-	-	-	575	(575)	-100%	2 300	
Vote 6 - Technical Services	25 653	35 646	-	1 026	1 026	8 912	(7 886)	-89%	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	-	1 026	1 026	9 487	(8 461)	-89%	37 946	
Total Capital Expenditure	65 787	99 981	-	4 934	5 619	24 995	(19 376)	-78%	99 981	

Table C5C: Monthly Capital Expenditure by Vote

Description	Budget Year 2015/16									
	2014/15	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
Capital Expenditure - Standard Classification										
Governance and administration										
Executive and council	2 057	1 100	-	176	204	275	(71)	-26%	1 100	
Budget and treasury office	-	-	-	-	-	-	-	-	-	
Corporate services	75	-	-	-	-	-	-	-	-	
Community and public safety	1 982	1 100	-	176	204	275	(71)	-26%	1 100	
Community and social services	-	6 500	-	160	160	1 625	(1 465)	-90%	6 500	
Sport and recreation	-	-	-	160	160	1 625	(1 465)	-90%	6 500	
Public safety	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	
Economic and environmental services	36 257	79 381	-	3 157	3 813	19 845	(16 032)	-81%	79 381	
Planning and development	-	-	-	-	-	-	-	-	-	
Road transport	36 257	79 381	-	3 157	3 813	19 845	(16 032)	-81%	79 381	
Environmental protection	-	-	-	-	-	-	-	-	-	
Trading services	9 350	13 000	-	1 442	1 442	3 250	(1 808)	-56%	13 000	
Electricity	9 350	13 000	-	1 442	1 442	3 250	(1 808)	-56%	13 000	
Water	-	-	-	-	-	-	-	-	-	
Waste water management	-	-	-	-	-	-	-	-	-	
Waste management	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure - Standard Classification	49 665	99 981	-	4 934	5 619	24 995	(19 376)	-76%	99 981	
Funded by:										
National Government	40 235	53 102	-	1 807	2 463	13 276	(10 813)	-81%	53 102	
Provincial Government	-	-	-	-	-	-	-	-	-	
District Municipality	-	-	-	-	-	-	-	-	-	
Other transfers and grants	-	10 000	-	1 289	1 289	2 500	(1 211)	-48%	10 000	
Transfers recognised - capital	40 235	63 102	-	3 096	3 752	16 776	(12 024)	-76%	63 102	
Public contributions & donations	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	
Internally generated funds	9 430	36 879	-	1 839	1 868	9 220	(7 352)	-80%	36 879	
Total Capital Funding	49 665	99 981	-	4 934	5 619	24 995	(19 376)	-78%	99 981	

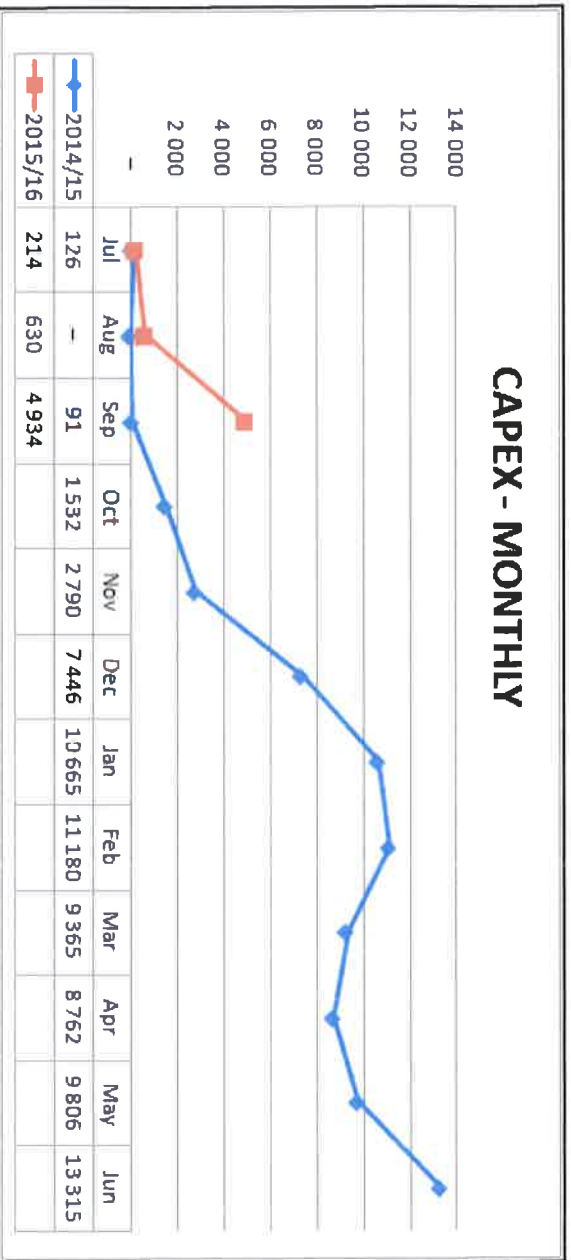
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and funding. For the month of September 2015, R4, 934 million spending was incurred and the year to date budget amounts to R5, 619 million which shows an unfavourable spending variance of R19, 376 million (78%).

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

Table C6: Monthly Budget Statement Financial Position

Description	2014/15	Budget Year 2015/16			YearTD actual	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget			
ASSETS						
Current assets						
Cash	823	10 631	-		47 981	10 631
Call investment deposits	23 745	15 000	-		41 656	15 000
Consumer debtors	23 009	24 184	-		52 547	24 184
Other debtors	57 380	14 400	-		33 685	14 400
Current portion of long-term receivables	-	-	-		-	-
Inventory	2 636	2 500	-		6 382	2 500
Total current assets	107 592	66 715	-	-	182 251	66 715
Non current assets						
Long-term receivables	-	-	-		-	-
Investments	-	-	-		-	-
Investment property	85 382	90 000	-		140 719	90 000
Investments in Associate	-	-	-		-	-
Property, plant and equipment	760 666	796 793	-		658 075	796 793
Agricultural	-	-	-		-	-
Biological assets	-	-	-		-	-
Intangible assets	-	-	-		-	-
Other non-current assets	-	-	-		-	-
Total non current assets	846 048	886 793	-	-	798 794	886 793
TOTAL ASSETS	953 641	953 508	-	-	981 045	953 508
LIABILITIES						
Current liabilities						
Bank overdraft	-	-	-		-	-
Borrowing	-	-	-		-	-
Consumer deposits	5 531	5 500	-		5 132	5 500
Trade and other payables	91 210	29 000	-		177 654	29 000
Provisions	-	-	-		-	-
Total current liabilities	96 741	34 500	-	-	182 786	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	-	-	223 877	74 500
NET ASSETS	826 387	879 008	-	-	757 168	879 008
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)	826 387	879 008	-		757 168	879 008
Reserves	-	-	-		-	-
TOTAL COMMUNITY WEALTH/EQUITY	826 387	879 008	-	-	757 168	879 008

The above table shows that community wealth amounts to R757, 168 million, total liabilities R223, 877 million and the total assets R981, 045 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	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
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	70 625	107 021	-	10 365	23 166	26 755	(3 590)	-13%	107 021
Government - operating	170 756	170 641	-	368	89 442	42 660	46 781	110%	170 641
Government - capital	52 968	50 840	-	5 712	6 700	12 710	(6 010)	-47%	50 840
Interest	3 939	8 105	-	383	1 009	2 026	(1 017)	-50%	8 105
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(255 258)	(254 448)	-	(20 739)	(156 684)	(63 612)	93 072	-146%	(254 448)
Finance charges	-	-	-	-	-	-	-	-	-
Transfers and Grants	(1 885)	(9 600)	-	-	-	(1 600)	(1 600)	100%	(9 600)
NET CASH FROM/(USED) OPERATING ACTIVITIES	41 145	72 559	-	(3 905)	(36 367)	18 940	55 307	292%	72 559
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	500	5 000	-	-	-	1 250	(1 250)	-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)	-	(5 625)	(6 406)	(24 985)	(18 589)	74%	(77 290)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(70 602)	(94 981)	-	(5 625)	(6 406)	(23 745)	(17 339)	73%	(72 290)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/financing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	2 361	500	-	(137)	890	125	765	612%	500
Payments									
Repayment of borrowing	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	2 361	500	-	(137)	890	125	(765)	-612%	500
NET INCREASE/ (DECREASE) IN CASH HELD	(27 096)	(21 922)	-	(9 667)	(41 883)	(4 681)			769
Cash/cash equivalents at beginning:	51 863	20 000	-	-	131 520	20 000	-	-	131 520
Cash/cash equivalents at month/year end:	24 567	(1 922)	-	-	89 637	15 319	-	-	132 289

Table C7 presents details pertaining to cash flow performance. For the month of September 2015, the net cash inflow from operating activities is R36, 367 million whilst net cash outflow from investing activities is R6, 406 million that is mainly comprised of capital expenditure movement; and the net cash inflow from financing activities is R890 thousand. The cash and cash equivalent held at the end of September 2015 amounted to R89, 637 million that is made up of cash amounting R47, 981 million and short term investments of R41, 656 million as presented in Table A6 under current assets.

PART 2: SUPPORTING TABLES

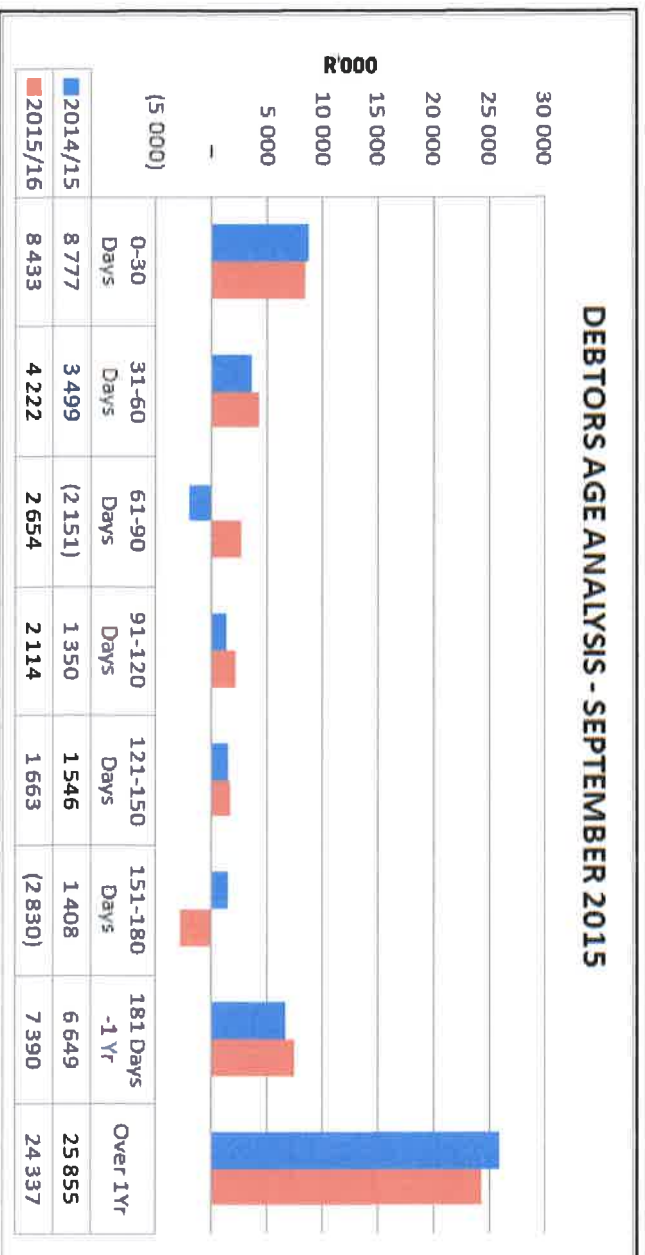
Supporting Table: SC 3 - Debtors Age Analysis

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	4 919	1 898	951	962	373	349	1 544	1 692	12 687	4 919
Receivables from Non-exchange Transactions - Property Rates	1 937	1 027	876	609	583	553	2 898	14 565	23 047	19 208
Receivables from Exchange Transactions - Waste Water Management									-	-
Receivables from Exchange Transactions - Waste Management	303	130	70	40	27	26	138	1 030	1 764	1 262
Receivables from Exchange Transactions - Property Rental Debtors	55	11	13	10	10	11	166	653	930	851
Interest on Arrear Debtor Accounts									-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-
Other	1 218	1 156	745	492	669	(3 768)	2 644	6 396	9 552	6 433
Total By Income Source	8 433	4 222	2 654	2 114	1 663	(2 830)	7 390	24 337	47 981	32 673
2014/15 - totals only	7 964	5 083	2 419	7 582	1 252	1 424	7 756	21 239	54 719	
Debtors Age Analysis By Customer Group										
Organs of State	1 069	685	678	432	437	412	1 967	1 679	7 360	4 927
Commercial	3 566	1 274	621	396	326	(2 181)	1 369	5 463	10 833	5 372
Households	2 564	1 497	807	711	552	353	1 957	9 685	18 126	13 258
Other	1 233	766	548	575	348	(1 415)	2 096	7 510	11 662	9 115
Total By Customer Group	8 433	4 222	2 654	2 114	1 663	(2 830)	7 390	24 337	47 981	32 673

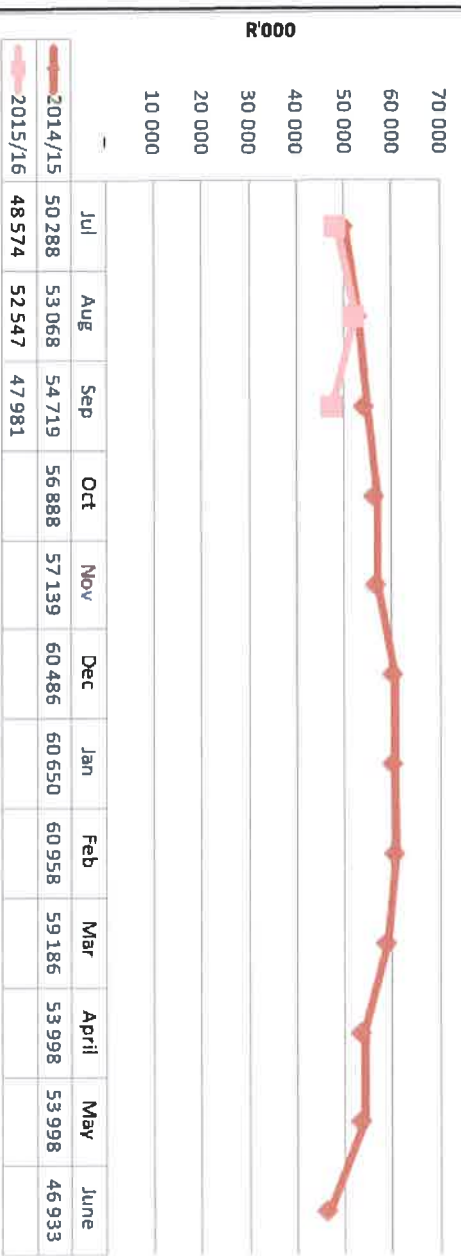
Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of September amount to R47, 981 million. The debtors' book is made up as follows:

- Rates 48,03%
- Electricity 26,44%
- Rental 1, 94%
- Refuse removal 3,68%
- Other - 19,91%

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 September 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	Er Number	Ward	Town	type	Owner Type	Outs. Balance
9900067	WATER PURIFICAT	00 000000100 00000 0000		GROBLERSDAL	GOVERNMENT	OCCUPIER	R 1 528 335,00
9012345	BREED. & OOSTH	90 000000026 000006 0000		GROBLERSDAL	RESIDENTIAL	OCCUPIER	R 587 456,88
1501364	JAN JOUBERT T	15 000001780 000000 0000		GROBLERSDAL	INDUSTRIAL	OWNER	R 283 991,46
20494	BREKAWAY TRUST	00 000000099 000001 0000		GROBLERSDAL	BUSINESS	OWNER	R 275 967,95
506535	BUMAZI PROPERTI	05 000000489 00003 0000		GROBLERSDAL	BUSINESS	OCCUPIER	R 262 534,16
9000000	REPUBLIC VAN S	90 000000012 00000 0000		FARMS JS	AGRICULTURE	OWNER	R 220 990,14
211693	BOXER SUPERSTOR	02 000000283 000000 0000		GROBLERSDAL	BUSINESS	OCCUPIER	R 202 992,74
201885	SHOPRITE CHECKE	02 000000094 00000 0000		GROBLERSDAL	BUSINESS	OCCUPIER	R 202 773,63
9001077	ROYAL SQUARE IN	90 000000177 00000 0000		FARMS JS	BUSINESS	OWNER	R 197 548,03
6000908	DEPARTMENT OF E	60 000000822 00000 0000		MOTETENAA A	RESIDENTIAL	OWNER	R 191 817,64
9001035	NDEBELE MAHLANG	90 000000129 00000 0000		FARMS JS	AGRICULTURE	OWNER	R 181 351,80
2913	SHOPRITE/CHECKE	00 000000100 00001 0000		GROBLERSDAL	MUNICIPAL	OCCUPIER	R 179 297,12
9000804	UNKNOWN	90 000000056 00002 0000		FARMS JS	AGRICULTURE	OWNER	R 168 525,43
9001052	NDEBELE STAM	90 000000153 00000 0000		FARMS JS	AGRICULTURE	OWNER	R 156 966,84
9000628	LANDBOUAVORSIN	90 000000053 00111 0000		FARMS JS	AGRICULTURE	OWNER	R 152 365,78
9001039	NDEBELE MAHLANG	90 000000133 00000 0000		FARMS JS	AGRICULTURE	OWNER	R 151 344,03
2000270	PROVINSIALE HOS	90 000000053 000106 0000		GROBLERSDAL	GOVERNMENT	OCCUPIER	R 150 643,60
214913	MEAT SPOT	02 000000251 00007 0000		GROBLERSDAL	BUSINESS	OCCUPIER	R 149 804,91
9001055	NDEBELE STAM	90 000000157 00000 0000		FARMS JS	AGRICULTURE	OWNER	R 146 756,79
9000223	UNKNOWN	90 000000031 00000 0000		FARMS JS	AGRICULTURE	OWNER	R 139 178,67
TOTAL							R 5 530 642,60

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
429	NJ NKOSANA BUSINESS ENTERPRISE	742 683
4 001	MOKWENA MOTORS T/A NONYANE MOT	635 574
35 403	BONGILEMASHUMI C C	560 540
32 409	MAKGONATSOHLE TRADING ENTERPRI	372 111
379	MONDE CONSULTING ENGINEERS	346 812
777	VISION PRINT GRAPHICS & DESIGN	314 925
7 989	MUNSOFT (PTY) LTD	160 083
35 518	MMIRAH EVENTS AND FUNCTIONS	114 950
35 595	WITS BUSINESS SCHOOL 84	114 000
103	SIZIMISELE SHUTTLE AND TOURS	82 520
35 380	SYLOVIAL TRADING & PROJECTS CC	29 925
453	MOJEKANA MJ CONSTRUCTION	27 200
31 381	NOSA (PTY) LTD	19 215
35 369	MAKABONGIWE TRADING AND PROJE	14 000
32 098	MIDWAY MOTORS	12 947
560	TASIMA (PTY) LTD	12 268
1 119	MOUTSE COMMUNITY RADIO STATION	10 000
6 992	GROBLERSDAL BUILD IT	8 674
35 608	LEPATSENG (PTY) LTD	3 780
31 606	MONAIWA MONGATANE T/ENTERPRISE	2 980
TOTAL		3 585 186

The above table presents the top twenty creditors paid during the month of September 2015 and an amount of R3, 585 million was paid during the month under review.

Supporting Table: SC 5 - Investment Portfolio

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Municipality								
Sanlam	1 Month	Short term	2015/09/31	1	0.28%	333	-	334
Nedbank	3 Months	Short term	3-Sep-2015	7	0.03%	23 545	23 545	-
Absa - MIG	3 Months	Short term	2015/09/31	50	0.45%	10 983	-	11 033
Absa Call Account	1 Month	Short term	2015/0/31	137	0.45%	30 272	0	30 409
TOTAL INVESTMENTS AND INTEREST				195		65 133	23 545	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 September 2015. The opening balance was R23, 545 million, accrued interest for the month amounted to R195 thousand. An amount of R 23 545 million has been withdrawn during the month of September.

Supporting Table: SC 6 - Transfers and Grant Receipts

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	
RECEIPTS:										
Operating Transfers and Grants										
National Government:	170 641	216 652	-	465	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	465	-		1 163	
Provincial Government:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
District Municipality:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
Other grant providers:	-	-	-	-	-	-	-		-	
N/A	-	-	-	-	-	-	-		-	
Total Operating Transfers and Grants	170 641	216 652	-	465	91 728	91 728	-		216 652	
Capital Transfers and Grants										
National Government:	65 840	63 102	-	2 800	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	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	-	3 265	105 455	105 455	-		279 754	

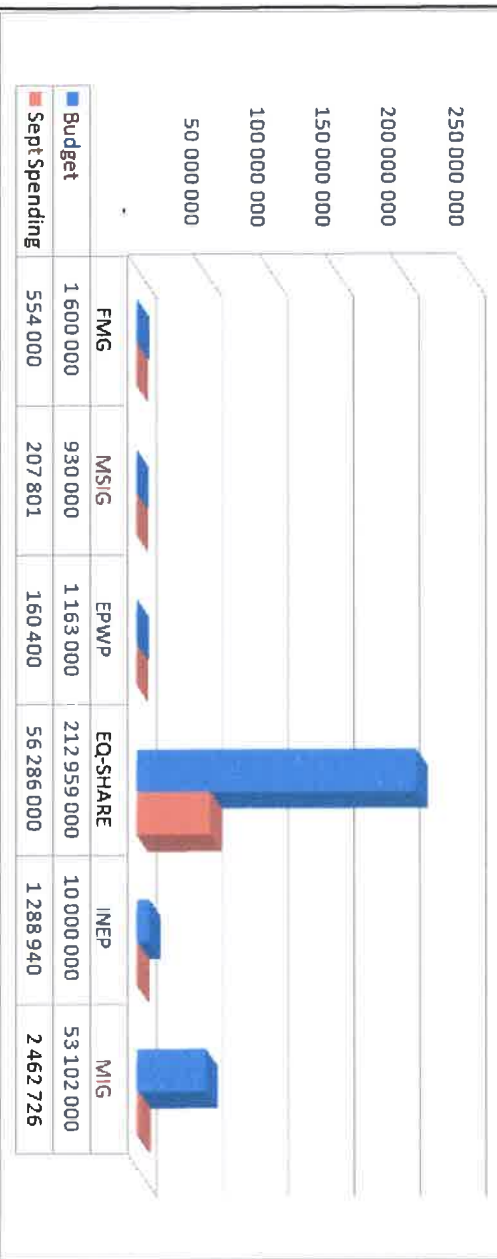
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R105, 455 million of which the major portion is attributed to equitable share (i.e. R88, 733 million) received. Other grants include amongst others, FMG, MSIG and MIG. Total amount of R 3, 265 million has been received during the amount of September of which R 2, 800 million is from INEP and R 465 thousand from EPWP.

Supporting Table: SC 7 Transfers and grants - Expenditure

Description	Budget Year 2015/16									
	2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:	170 635	216 652	-	19 130	57 208	54 163	3 045	5.6%	216 652	
Local Government Equitable Share	166 920	212 959		18 762	56 286	53 240	3 046	5.7%	212 959	
Finance Management	1 600	1 600		122	554	400	154	38.5%	1 600	
Municipal Systems Improvement	934	930		86	208	233	(25)	-10.6%	930	
EPWP Incentive	1 181	1 163		160	160	291	(130)	-44.8%	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	-	19 130	57 208	54 163	3 045	5.6%	216 652	
Capital expenditure of Transfers and Grants										
National Government:	42 434	63 102	-	3 096	3 752	15 776	(12 024)	-76.2%	63 102	
Municipal Infrastructure Grant (MIG)	42 434	53 102		1 807	2 463	13 276	(10 813)	-81.4%	53 102	
Integrated National Electrification Grant	-	10 000		1 289	1 289	2 500	(1 211)	-48.4%	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	-	3 096	3 752	15 776	(12 024)	-76.2%	63 102	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	213 068	279 754	-	22 226	60 960	69 939	(8 979)	-12.8%	279 754	

An amount of R22, 226 million has been spent on grants during the month of September 2015 and the year to date budget amounts to R60, 960 million and this results in under spending variance of R8, 979 (12.8%). R19, 130 million is spent from operational grant (Equitable share) whilst R3, 096 million is spent from capital grant (MIG).

GRANTS PERFORMANCE - SEPTEMBER 2015



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

- Financial Management Grant 34.62%
- Municipal Systems Improvement Grant 22.34%
- Expanded Public Work Programme 13.79%
- Equitable Share 26.34%
- Municipal Infrastructure Grant 4.64

Supporting Table: SC8 - Councillor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	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
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	12 196	3 548	-	920	2 765	887	1 878	212%	3 548
Pension and UIF Contributions	1 047	1 408	-	86	260	352	(93)	-26%	1 408
Medical Aid Contributions	252	408	-	27	76	102	(26)	-26%	408
Motor Vehicle Allowance	4 030	4 075	-	324	973	1 019	(45)	-4%	4 075
Cellphone Allowance	-	1 554	-	180	316	389	(72)	-19%	1 554
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	381	7 550	-	-	-	1 888	(1 888)	-100%	7 550
Sub Total - Councillors	17 905	18 543	-	1 538	4 390	4 636	(246)	-5%	18 543
Senior Managers of the Municipality									
Basic Salaries and Wages	3 106	4 831	-	360	1 009	1 208	(199)	-16%	4 831
Pension and UIF Contributions	209	503	-	27	78	126	(47)	-38%	503
Medical Aid Contributions	-	175	-	3	108	44	65	147%	175
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	566	840	-	43	121	210	(89)	-42%	840
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	54	596	-	12	58	149	(91)	-61%	596
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	3 956	6 944	-	444	1 374	1 736	(362)	-21%	6 944
Other Municipal Staff									
Basic Salaries and Wages	58 199	73 424	-	5 840	15 511	18 356	(2 845)	-15%	73 424
Pension and UIF Contributions	11 184	14 613	-	1 015	2 893	3 653	(760)	-21%	14 613
Medical Aid Contributions	2 949	4 616	-	266	880	1 154	(274)	-24%	4 616
Overtime	1 473	1 380	-	183	404	345	59	17%	1 380
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	4 994	5 632	-	424	1 993	1 408	585	42%	5 632
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	95	157	-	12	29	39	(10)	-26%	157
Other benefits and allowances	9 713	7 864	-	126	356	1 966	(1 610)	-82%	7 864
Payments in lieu of leave	1 001	530	-	-	38	133	(94)	-71%	530
Long service awards	-	95	-	121	199	24	175	739%	95
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	89 617	108 312	-	7 988	22 303	27 078	(4 774)	-18%	108 312
Total Parent Municipality	111 458	133 799	-	9 970	28 067	33 450	(5 383)	-16%	133 799
Unpaid salary, allowances & benefits in arrears:									
TOTAL SALARY, ALLOWANCES & BENEFITS	111 458	133 799	-	9 970	28 067	33 450	(5 383)	-16%	133 799
TOTAL MANAGERS AND STAFF	93 553	115 256	-	8 432	23 677	28 814	(5 137)	-18%	115 256

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for September 2015 amounts to R9, 970 million (Year to date R 28, 067 million) and the expenditure for remuneration of councillors amounts to R 1, 538 million (Year to date R4,390).

Description	Budget Year 2015/16												2016/16 Medium Term Revenue		
	July	August	Sept	October	November	December	January	February	March	April	May	June	Budget Year	Budget Year +1	Budget Year +2
Property rates	3 411	1 082	1 454	-	-	-	-	-	-	-	-	18 422	24 349	25 847	27 359
Property rates - penalties & collection charges	5 818	3 640	8 581	-	-	-	-	-	-	-	-	40 526	58 565	62 167	65 803
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse	248	239	277	-	-	-	-	-	-	-	-	3 539	4 304	4 669	4 836
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	90	66	53	-	-	-	-	-	-	-	-	3 082	3 290	3 493	3 697
Interest earned - external investments	87	498	281	-	-	-	-	-	-	-	-	3 734	4 600	4 883	5 169
Interest earned - outstanding debtors	73	64	102	-	-	-	-	-	-	-	-	(239)	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	-	-	57	-	-	-	-	-	-	-	-	261	318	335	353
Licences and permits	1 149	455	447	-	-	-	-	-	-	-	-	3 768	5 819	6 177	6 538
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating	88 520	554	368	-	-	-	-	-	-	-	-	127 210	2 16 652	233 223	229 161
Other revenue	3 1085	124	51	-	-	-	-	-	-	-	-	(30 164)	1 096	1 515	1 595
Cash Receipts by Source	130 480	6 702	11 672	-	-	-	-	-	-	-	-	170 140	318 984	342 207	344 510
Transfer receipts - capital	-	656	5 712	-	-	-	-	-	-	-	-	56 734	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)	-	-	-	-	-	-	-	-	(260)	500	500	500
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current investments	-	-	-	-	-	-	-	-	-	-	-	(30 141)	-	-	-
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source	131 374	37 502	17 247	-	-	-	-	-	-	-	-	196 473	382 856	407 885	413 299
Employer related costs	15 044	7 393	8 432	-	-	-	-	-	-	-	-	84 388	115 256	122 344	129 501
Remuneration of councillors	2 716	1 461	1 538	-	-	-	-	-	-	-	-	12 829	18 543	19 563	20 600
Interest paid	58	12 919	5 452	-	-	-	-	-	-	-	-	41 571	60 000	63 300	66 655
Bulk purchases - Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Water & Sewer	323	877	577	-	-	-	-	-	-	-	-	3 653	5 430	5 764	6 101
Other materials	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services	-	18 445	(1 525)	-	-	-	-	-	-	-	-	5 030	21 950	23 300	24 389
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
General expenses	6 068	33 199	1 592	-	-	-	-	-	-	-	-	21 796	62 654	62 393	59 190
Cash Payments by Type	24 208	74 294	16 242	-	-	-	-	-	-	-	-	172 390	287 133	300 168	310 144
Capital assets	214	471	5 625	-	-	-	-	-	-	-	-	93 671	99 981	99 178	98 589
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	24 421	74 765	21 867	-	-	-	-	-	-	-	-	266 061	387 114	399 346	408 733
NET INCREASE/DECREASE IN CASH HELD	106 953	(37 262)	(4 621)	-	-	-	-	-	-	-	-	(69 588)	(4 519)	8 540	4 566
Cash/cash equivalents at the month/year beginning:	24 567	131 520	94 258	89 637	89 637	89 637	89 637	89 637	89 637	89 637	89 637	89 637	20 049	20 049	28 588
Cash/cash equivalents at the month/year end:	131 520	94 258	89 637	89 637	89 637	89 637	89 637	89 637	89 637	89 637	89 637	20 049	20 049	20 049	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 17, 247 million and the total cash payment for the month were R16, 242 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2014/15		Budget Year 2015/16						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
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	-	5 619	5 619	17 773	12 154	68.4%	5.62%
October	1 532	8 840	-	-	-	26 613	-	-	-
November	2 790	11 250	-	-	-	37 863	-	-	-
December	7 446	11 260	-	-	-	49 123	-	-	-
January	10 665	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	-	6 463					

Supporting table SC12 provides information on the monthly trends for capex. In terms of this table the capital expenditure for the month of September amounts to R5, 619 million. The capital budget spending is way below the projected spending for September 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 R17, 773 million and only R6, 463 million has actually been spent. This reflects under spending variance of 68, 4%.

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

Description	2014/15 Audited Outcome	Budget Year 2015/16							
		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	-	3 667	4 323	14 276	9 953	69.7%	57 102
Roads, Pavements & Bridges	38 541	40 602	-	2 225	2 881	10 151	7 270	71.6%	40 602
Storm water	597	5 000	-	-	-	1 250	1 250	100.0%	5 000
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticalation	3 151	10 000	-	1 289	1 289	2 500	1 211	48.4%	10 000
Street Lighting	2 297	1 500	-	153	153	375	222	59.3%	1 500
Community	2 498	-	-	-	-	-	-	-	-
Parks & gardens	159	-	-	-	-	-	-	-	-
Cemeteries	2 339	-	-	-	-	-	-	-	-
Other assets	1 065	-	-	-	-	-	-	-	-
Other	1 065	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	48 148	57 102	-	3 667	4 323	14 276	9 953	69.7%	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
Capital expenditure on renewal of existing assets										
Infrastructure	10 695	30 779	-	1 268	1 297	7 695	6 398	83,1%	30 779	
Roads, Pavements & Bridges	6 532	26 779	-	1 268	1 297	6 695	5 398	80,6%	26 779	
Storm water	-	-	-	-	-	-	-	-	-	
Generation	-	-	-	-	-	-	-	-	-	
Transmission & Rehabilitation	3 565	1 500	-	-	-	375	375	100,0%	1 500	
Waste Management	499	2 500	-	-	-	625	625	100,0%	2 500	
Other assets	7 044	12 100	-	-	-	3 025	3 025	100,0%	12 100	
General vehicles	-	-	-	-	-	-	-	-	-	
Specialised vehicles	-	-	-	-	-	-	-	-	-	
Plant & equipment	-	-	-	-	-	-	-	-	-	
Computers - hardware/equipment	469	500	-	-	-	125	125	100,0%	500	
Furniture and other office equipment	282	500	-	-	-	125	125	100,0%	500	
Abattoirs	-	-	-	-	-	-	-	-	-	
Markets	-	-	-	-	-	-	-	-	-	
Civic Land and Buildings	2 588	1 000	-	-	-	250	250	100,0%	1 000	
Other Buildings	1 841	10 000	-	-	-	2 500	2 500	100,0%	10 000	
Other Land	1 009	-	-	-	-	-	-	-	-	
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-	
Other	855	100	-	-	-	25	25	100,0%	100	
Agricultural assets	-	-	-	-	-	-	-	-	-	
List sub-class	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
List sub-class	-	-	-	-	-	-	-	-	-	
Intangibles	-	-	-	-	-	-	-	-	-	
Computers - software & programming	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure on renewal of existing assets	17 639	42 879	-	1 268	1 297	10 720	9 423	87,9%	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 by Asset Class/Sub-class									
Infrastructure	3 506	4 500	-	333	597	1 125	528	46.9%	4 500
Roads Pavements & Bridges	881	3 000	-	330	594	750	156	20.8%	3 000
Storm water	244	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Retulation	1 271	-	-	-	-	-	-	-	-
Waste Management	1 110	1 500	-	3	3	375	372	99.2%	1 500
Other assets	7 481	7 200	-	258	1 025	1 800	776	43.0%	7 200
General vehicles	3 931	2 000	-	107	501	500	(1)	-0.3%	2 000
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	586	3 000	-	91	268	750	482	64.3%	3 000
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	1 498	2 000	-	35	134	500	366	73.3%	2 000
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	1 466	200	-	25	123	50	(73)	-145.5%	200
Intangibles		120				20	20	100.0%	120
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	120	-	-	-	20	20	100.0%	120
Total Repairs and Maintenance Expenditure	10 988	11 820	-	591	1 622	2 945	1 323	44.9%	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 R3, 667 million and the year to date budget is R4, 323 million which reflects 69, 7% less expenditure on new assets. The spending on renewal of existing assets for September amounts R1, 268 million and the year to date actual is R1, 297 million with the year to date budget reflecting an amount of R10, 720 million and this reflects 87,9% under spending variance.

The actual expenditure for the month of September 2015 on repairs and maintenance is R591 thousand and the year to date budget is R1, 622 million, reflecting under spending variance of 44, 9%.

Supporting Table: SC 13(d) Depreciation by Asset 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		
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 & Reticalation	-	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 September 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 14/10/2015