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Monthly Budget Statement

31 October 2015

DIRECTORATE: BUDGET AND TREASURY OFFICE

ITEM: 15

FILE REF: 4/1

FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2015.

Report of the Chief Financial Officer

Purpose

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 April 2009 (Municipal Budgeting Monitoring and Reporting Requirements).

Strategic Objective

To comply with MFMA priorities as well as MFMA implementation plan

Background

The Financial Report provides a high level overview of the organisation's financial viability and sustainability. The report meets the requirements of the Municipal Finance Management Act (MFMA 56/2003 – S66 and S71) and the Municipal Budgets and Reporting Regulations (MBRR - No 32141 gazetted 17 April 2009).

Discussion

Section 71 (1) states that "the accounting officer of the municipality must by no later than **10 working days after the end of each month** submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the implementation of the municipality's approved budget".

For the reporting period ending 31 October 2015, the 10 working days reporting period expires on **13 November 2015**. The Budget and Treasury Office has met the timelines for this reporting period.

RECOMMEND

That the report be noted.

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PART 1 – IN-YEAR REPORT

1.1 EXECUTIVE SUMMARY

The financial results for the period ending 31 October 2015 are summarised as follows:

Description	2014/15	Budget Year 2015/16							
	Pre-Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Total Revenue (excluding capital transfers and contributions)	1 914 405	2 404 463	-	130 037	751 590	801 488	(49 897)	-6%	2 404 463
Total Expenditure	1 803 696	2 288 560	-	197 654	781 173	762 853	18 319	2%	2 288 560
Capital expenditure & funds sources									
Capital expenditure	604 949	580 121	-	28 880	78 813	193 374	(114 560)	-59%	580 121
Capital transfers recognised	553 248	447 545	-	24 600	65 122	149 182	(84 060)	-56%	447 545
Public contributions & donations	-	-	-	-	-	-	-	-	-
Total sources of capital funds	604 949	580 121	-	28 880	78 813	193 374	(114 560)	-59%	580 121

1.1.1 Revenue Performance

The approved budgeted revenue for 2015/2016 amounts to R 2 404 463 000. Actual revenue billed year to date which includes operating grants and other direct income as at 31 October 2015 amounts R 751 590 287.91 (31%) of the current budget.

1.1.2 Expenditure performance

The approved budgeted expenditure for the year is R 2 288 560 000. Total expenditure year to date as at 31 October 2015 amounted to R 781 172 823.55 (34%) of the current budget.

1.1.3 Capital Performance

Approved capital budget for 2015/2016 amounts to R 580 121 000. Payments in respect of Capital Projects amounts to R 78 813 252.92 as at 31 October 2015. The expenditure is equals to 14% of the capital budget.

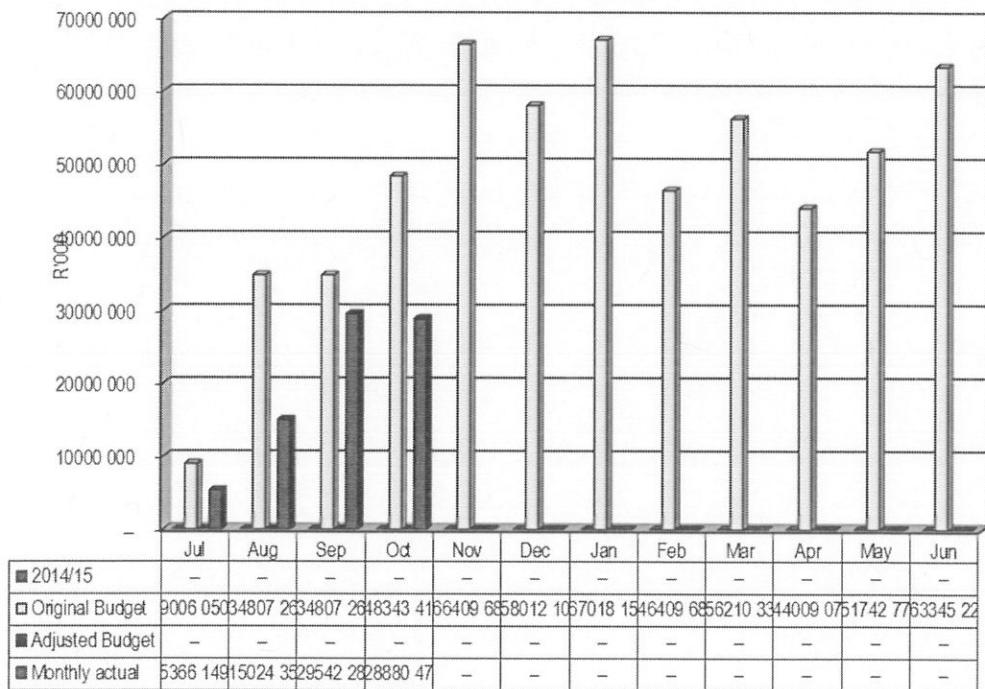
National Treasury will start with the process of finalising the entire roll-over process from the 27 November 2015 after the municipality has engaged COGTA on the delay of the roll-overs.

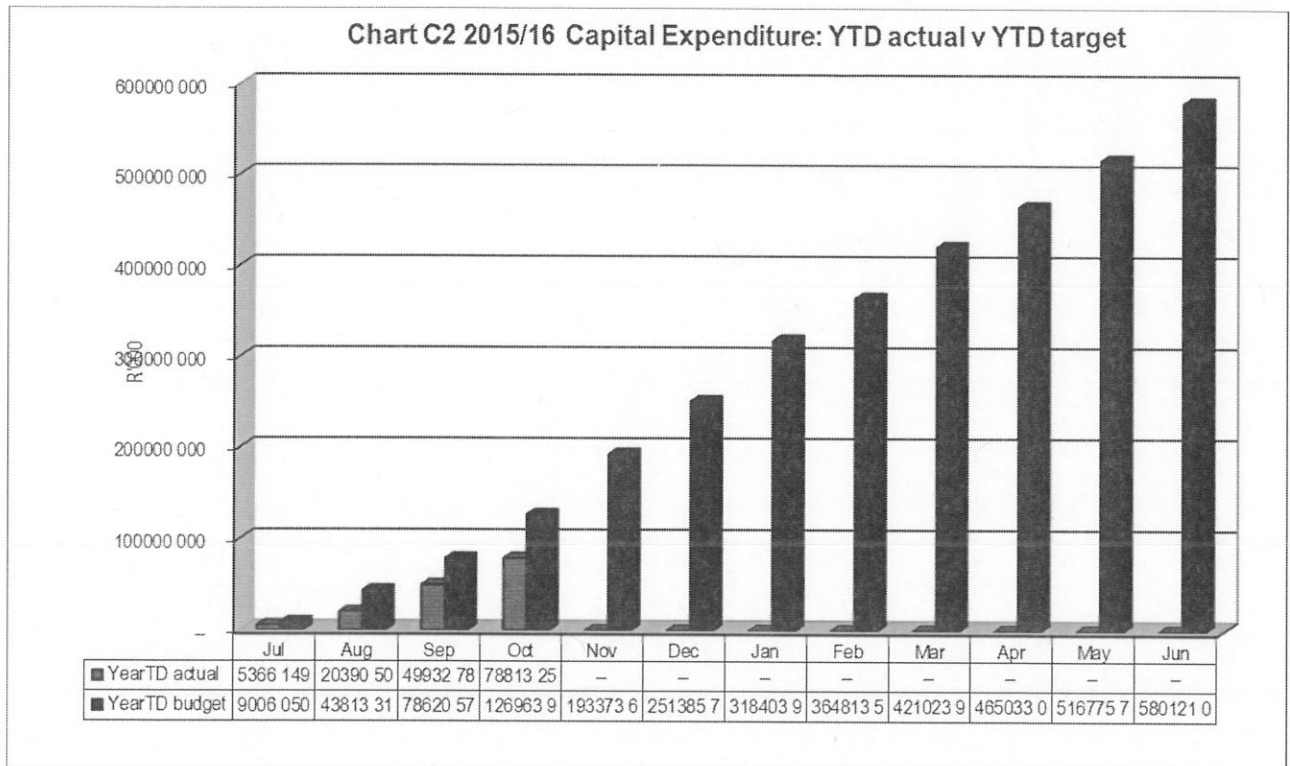
In-year report (October 2015) – Monthly Budget Statement

The breakdown as at 31 October 2015 is tabulated as follows:

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Funded by:										
National Government		550 450	447 545	-	24 600	65 122	149 182	(84 060)	-56%	447 545
Other transfers and grants		2 797	-	-	-	-	-	-	-	-
Transfers recognised - capital		553 248	447 545	-	24 600	65 122	149 182	(84 060)	-56%	447 545
Internally generated funds		51 701	132 576	-	4 280	13 691	44 192	(30 501)	-69%	132 576
Total Capital Funding		604 949	580 121	-	28 880	78 813	193 374	(114 560)	-59%	580 121

Chart C1 2015/16 Capital Expenditure Monthly Trend: actual v target





1.1.4 Transfer of funds

The following transfers of funds were made for the period ended 31 October 2015.

Reference Number	Directorate	SBU	Transfer from	Transfer to	Amount
CFO 01/10	Budget and Treasury	Supply Chain Management	Printing and Stationery	Refreshments	20 000
CFO 02/10	Strategic Planning, Monitoring & Evaluation	Cluster	Consultation fees	Stores and Material	60 000
CFO 03/10	Corporate Services	Secretariat	Printing and Stationery	Overtime	100 000
Total Transfers					180 000

Basis for transfer: Motivation as per transfer of funds report signed off by relevant Directors

Budget and Treasury

The Refreshments vote was exhausted due to excessive Bid Evaluation Committee meetings after lifting of the moratorium on SCM processes.

Strategic Planning, Monitoring & Evaluation

Due to decentralization of Municipal services in all cluster areas, there has been increasing demand of Cleaning material and equipment.

Corporate & shared Services

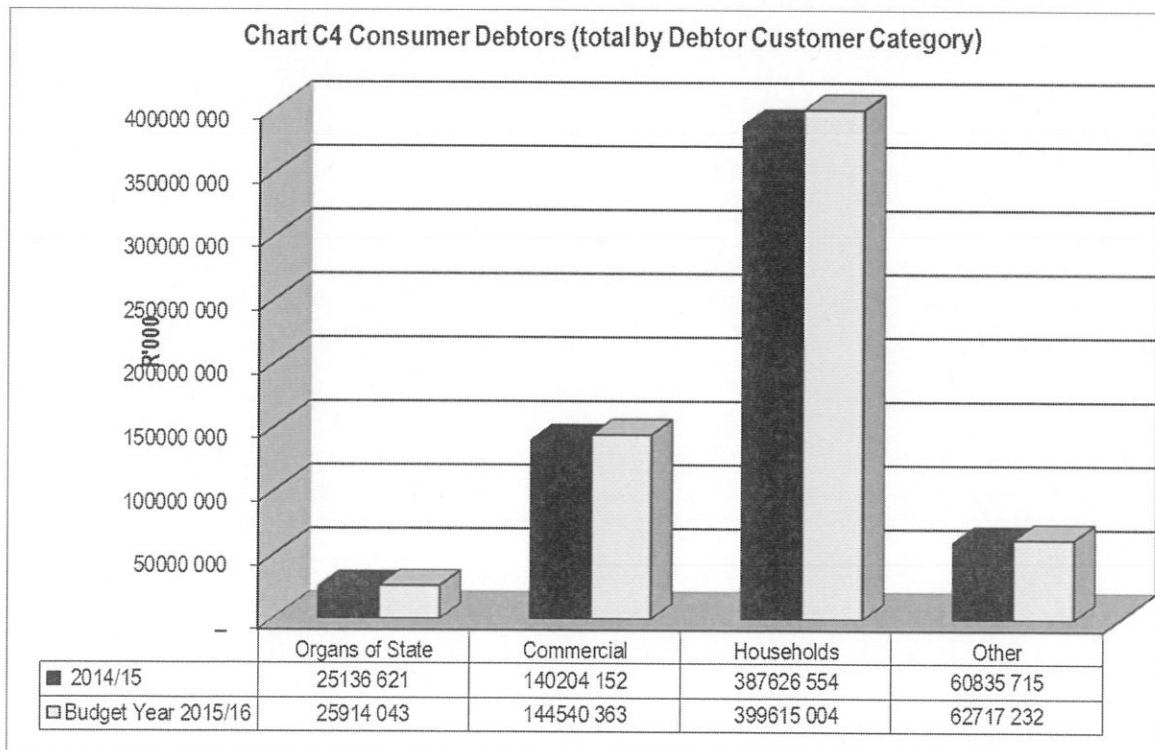
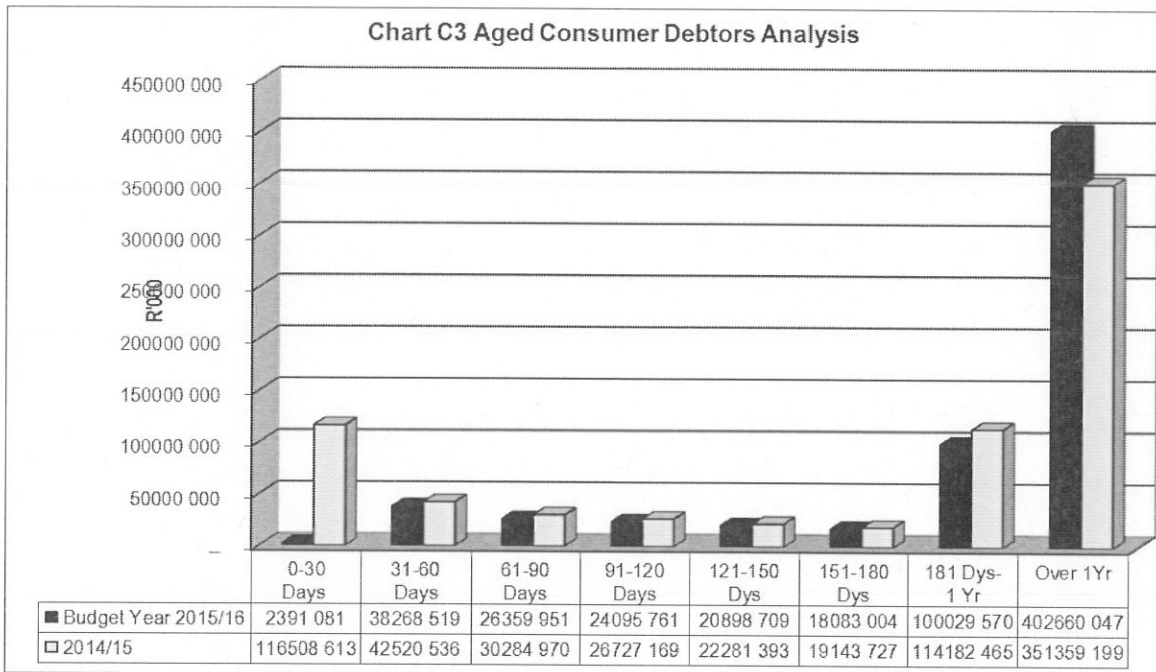
Insufficient funds budgeted for Overtime in the current financial year 2015/16.

1.1.5 External Loans and Instalments

Council met all its obligations in terms of instalments. Outstanding loans amounted to **R225 288 374.60** on 31 October 2015.

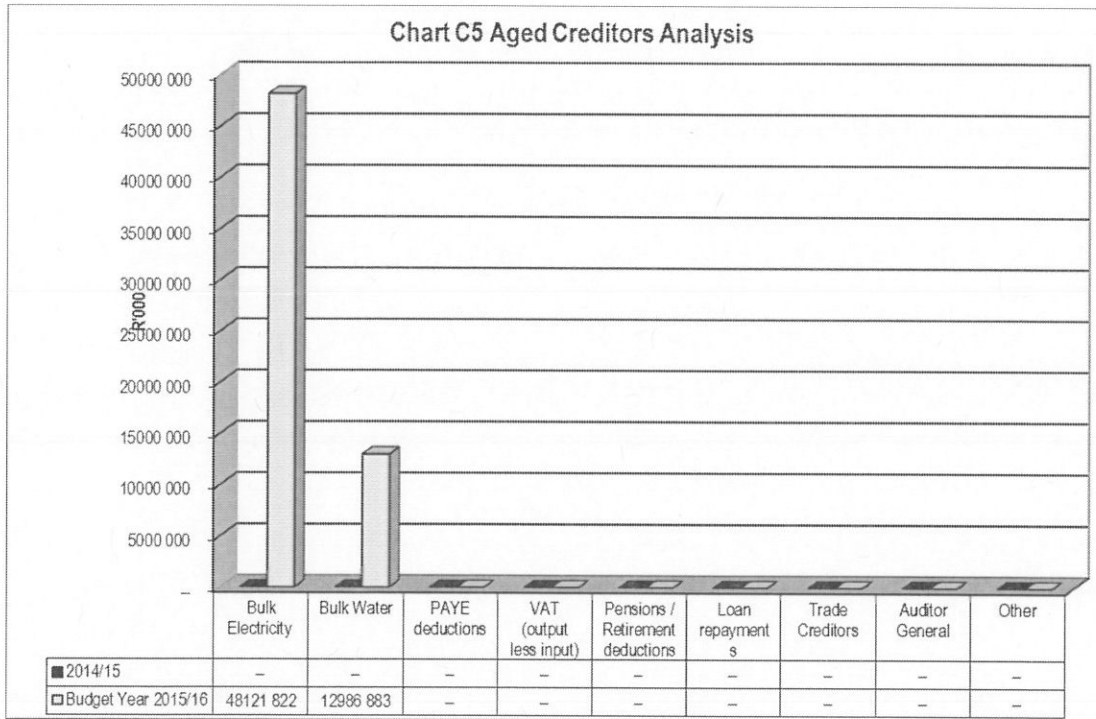
1.1.6 Debtors

Council debtor's book/ledger has a total balance of **R 632 786 641.70** as at 31 October 2015.



1.1.7 Creditors

Outstanding trade creditors amounted to **R 61 108 705** at 31 October 2015. Council pays its creditors within 30 days. In terms of circular 49 issued by treasury and further section 65(2) (e) of MFMA emphasize that municipality must honour its obligation within 30 days.



1.1.8 Investments

On 31 October 2015 Council had **R 58 999 800.00** of investments at an average rate of 6.09% per annum and the Grants account had a closing balance of **R 179 990 496.04**. Not all unspent grants are kept in the Grants account. The municipality has opted to invest some of the funds in order to earn higher interest.

1.1.9 Councillor and Staff Benefits

Employee benefits breakdown for the month ended 31 October 2015 are as follows:

Councillors (Political Office Bearers)

Description	October
Basic salary and wages	1 373 904.76
Pension Fund	38 112.17
Medical Aid	39 747.31
Motor Vehicle Allowance	388 274.15
Cell phone	138 511.24
Total	1 978 549.63

Directors

Description	October
Basic Salaries and Wages	657 762.52
Pension Fund and UIF Contributions	81 490.65
Medical Aid Contributions	16 390.84
Motor Vehicle Allowance	101 000.00
Other benefits and allowances	120 755.44
Total	977 399.45

Municipal Staff

Description	October
Basic Salaries and Wages	33 830 827.68
Pension Fund and UIF Contributions	6 546 935.92
Medical Aid Contributions	1 693 927.86
Overtime	4522065.22
Motor Vehicle Allowance	3 059 920.06
Housing Allowances	282324
Other benefits and allowances	746 544.15
Payments in lieu of leave	2 394 616.90
Total	53 077 161.79

Overtime Breakdown per Directorate

Vote Description	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD Budget	% Spent
Vote 1 - Council		-		-	-		-
Vote 2 - Office of the Municipal Manager	175 395	94 000	94 000	13 702	48 891	31 333.33	52%
Vote 3 - Strategic Planning Monitoring and Evaluation	47 980	35 000	35 000	2 236	16 815	11 666.67	48%
Vote 4 - Engineering Services	21 607 855	16 301 000	16 301 000	2 144 146	8 037 006	5 433 666.67	49%
Vote 5- Community Services	15 281 390	13 126 000	13 126 000	1 713 832	4 768 069	4 375 333.33	36%
Vote 6- Community Development	2 427 753	2 361 000	2 361 000	357 127	1 072 135	787 000.00	45%
Vote 7- Corporate and Shared Services	1 394 188	920 000	1 020 000	145 084	697 120	306 666.67	68%
Vote 8- Planning and Economic Development	620 565	291 000	691 000	38 899	500 082	97 000.00	72%
Vote 9- Budget and Treasury	1 110 404	1 027 000	1 027 000	107 040	392 761	342 333.33	38%
Vote 10 -Transport Operations	5 701	7 000	7 000	-	-	2 333.33	0%
Total	42 671 230	34 162 000	34 662 000	4 522 065	15 532 879	11 387 333	45%

In-year budget statement tables

2.1 Table C1: Monthly budget statement summary

The table below provides a high-level summation of the Municipality's operating – and capital budgets, actual to date and financial position

Description	2014/15	Budget Year 2015/16							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	256 187	332 477	–	24 407	96 710	110 826	(14 116)	-13%	332 477
Service charges	988 381	1 171 106	–	92 332	386 205	390 369	(4 164)	-1%	1 171 106
Investment revenue	35 721	31 000	–	5 723	9 361	10 333	(972)	-9%	31 000
Transfers recognised - operational	526 244	678 860	–	–	224 609	226 287	(1 678)	-1%	678 860
Other own revenue	107 871	191 020	–	7 576	34 705	63 673	(28 968)	-45%	191 020
Total Revenue (excluding capital transfers and contributions)	1 914 405	2 404 463	–	130 037	751 590	801 488	(49 897)	-6%	2 404 463
Employee costs	492 445	571 451	–	54 055	181 961	190 484	(8 523)	-4%	571 451
Remuneration of Councillors	25 406	25 780	–	2 200	8 483	8 593	(110)	-1%	25 780
Depreciation & asset impairment	–	205 000	–	17 083	68 333	68 333	–	–	205 000
Finance charges	25 265	37 000	–	–	–	12 333	(12 333)	-100%	37 000
Materials and bulk purchases	830 124	944 520	–	70 944	336 708	314 840	21 868	7%	944 520
Transfers and grants	6 740	6 480	–	1 520	4 580	2 160	2 420	112%	6 480
Other expenditure	423 717	498 329	–	51 852	181 107	166 110	14 997	9%	498 329
Total Expenditure	1 803 696	2 288 560	–	197 654	781 173	762 853	18 319	2%	2 288 560
Surplus/(Deficit)	110 708	115 903	–	(67 617)	(29 583)	38 634	(68 217)	-177%	115 903
Transfers recognised - capital	291 175	466 288	–	46 047	225 897	155 429	70 467	45%	466 288
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	401 884	582 191	–	(21 570)	196 314	194 064	2 250	1%	582 191
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	401 884	582 191	–	(21 570)	196 314	194 064	2 250	1%	582 191
Capital expenditure & funds sources									
Capital expenditure	604 949	580 121	–	28 880	78 813	193 374	(114 560)	-59%	580 121
Capital transfers recognised	553 248	447 545	–	24 600	65 122	149 182	(84 060)	-56%	447 545
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	51 701	132 576	–	4 280	13 691	44 192	(30 501)	-69%	132 576
Total sources of capital funds	604 949	580 121	–	28 880	78 813	193 374	(114 560)	-59%	580 121
Financial position									
Total current assets	1 283 090	887 577	–	–	954 169	–	–	–	887 577
Total non current assets	8 956 668	8 232 979	–	–	8 752 950	–	–	–	8 232 979
Total current liabilities	924 526	857 080	–	–	642 828	–	–	–	857 080
Total non current liabilities	500 748	442 135	–	–	516 978	–	–	–	442 135
Community wealth/Equity	8 814 484	7 821 341	–	–	8 547 313	–	–	–	7 821 341
Cash flows									
Net cash from (used) operating	545 193	692 942	–	99 961	177 630	230 981	53 351	23%	692 942
Net cash from (used) investing	(635 990)	(558 581)	–	(28 528)	(77 316)	(186 194)	(108 877)	58%	(558 581)
Net cash from (used) financing	(31 806)	(56 100)	–	–	–	(18 700)	(18 700)	100%	(56 100)
Cash/cash equivalents at the month/year end	236 990	315 252	–	–	382 667	263 077	(119 590)	-45%	360 615
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	2 391	38 269	26 360	24 096	20 899	18 083	100 030	402 660	632 787
Creditors Age Analysis									
Total Creditors	61 109	–	–	–	–	–	–	–	61 109

2.2 Table C2: Monthly Budget Statement - Financial Performance (standard classification)

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification

Description	2014/15	Budget Year 2015/16							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Standard									
<i>Governance and administration</i>	1 404 743	1 585 783	-	81 051	575 648	528 594	47 054	9%	1 585 783
Executive and council	-	-	-	-	-	-	-		-
Budget and treasury office	291 519	437 285	-	34 863	124 822	145 762	(20 939)	-14%	437 285
Corporate services	1 113 224	1 148 498	-	46 188	450 826	382 833	67 993	18%	1 148 498
<i>Community and public safety</i>	8 828	38 917	-	917	5 076	12 972	(7 897)	-61%	38 917
Community and social services	2 041	2 731	-	179	748	910	(162)	-18%	2 731
Sport and recreation	3 929	16 848	-	286	3 018	5 616	(2 598)	-46%	16 848
Public safety	2 846	17 175	-	451	1 306	5 725	(4 419)	-77%	17 175
Housing	11	44	-	1	4	15	(11)	-74%	44
Health	-	2 120	-	-	-	707	(707)	-100%	2 120
<i>Economic and environmental services</i>	41 546	72 906	-	1 780	10 327	24 302	(13 975)	-58%	72 906
Electricity	657 428	793 681	-	65 585	260 701	264 560	(3 859)	-1%	793 681
Waste management	58 687	65 083	-	5 339	21 559	21 694	(136)	-1%	65 083
<i>Other</i>	-	-	-	-	-	-	-		-
Total Revenue - Standard	2 442 213	2 870 751	-	176 084	977 487	956 917	20 570	2%	2 870 751
Expenditure - Standard									
<i>Governance and administration</i>	462 524	512 186	-	51 450	174 670	170 729	3 941	2%	512 186
Executive and council	60 860	107 555	-	8 292	42 341	35 852	6 490	18%	107 555
Budget and treasury office	101 954	154 429	-	10 266	39 361	51 476	(12 115)	-24%	154 429
Corporate services	299 710	250 203	-	32 892	92 967	83 401	9 566	11%	250 203
<i>Community and public safety</i>	254 729	348 556	-	27 905	83 603	116 185	(32 582)	-28%	348 556
<i>Economic and environmental services</i>	94 755	188 962	-	9 123	36 324	62 987	(26 663)	-42%	188 962
Planning and development	40 172	88 598	-	4 154	15 846	29 533	(13 686)	-46%	88 598
Road transport	46 734	90 274	-	4 199	17 968	30 091	(12 123)	-40%	90 274
Environmental protection	7 850	10 090	-	769	2 510	3 363	(854)	-25%	10 090
<i>Trading services</i>	988 702	1 238 856	-	90 471	424 238	412 952	11 286	3%	1 238 856
Electricity	613 290	792 180	-	59 470	310 801	264 060	46 741	18%	792 180
Water	242 506	295 409	-	21 757	81 015	98 470	(17 455)	-18%	295 409
Waste water management	80 972	86 368	-	3 646	14 428	28 789	(14 361)	-50%	86 368
Waste management	51 934	64 900	-	5 598	17 994	21 633	(3 639)	-17%	64 900
<i>Other</i>	-	-	-	-	-	-	-		-
Total Expenditure - Standard	1 800 710	2 288 560	-	178 949	718 835	762 853	(44 018)	-6%	2 288 560
Surplus/ (Deficit) for the year	641 502	582 191	-	(2 864)	258 652	194 064	64 588	33%	582 191

2.3 Table C3: Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure by vote as well as the operating surplus or deficit.

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manger		-	-	-	-	-	-	-	-	-
Vote 3 - Strategic Planning Monitoring and Evaluation		-	-	-	-	-	-	-	-	-
Vote 4 - Engineering Services		931 181	1 108 274	-	87 097	365 086	369 425	(4 339)	-1.2%	1 108 274
Vote 5 - Community Services		88 635	113 590	-	6 528	26 829	37 863	(11 035)	-29.1%	113 590
Vote 6 - Community Development		5 146	18 344	-	407	3 492	6 115	(2 623)	-42.9%	18 344
Vote 7 - Corporate and Shared Services		318	4 479	-	-	0	1 493	(1 493)	-100.0%	4 479
Vote 8 - Planning and Economic Development		15 147	44 608	-	1 004	6 440	14 869	(8 429)	-56.7%	44 608
Vote 9 - Budget and Treasury		1 453 321	1 581 456	-	81 049	575 640	527 152	48 488	9.2%	1 581 456
Vote 10 - Transport Operations		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	2 493 749	2 870 751	-	176 084	977 487	956 917	20 570	2.1%	2 870 751
Expenditure by Vote	1									
Vote 1 - COUNCIL		74 970	126 741	-	10 005	48 171	42 247	5 924	14.0%	126 741
Vote 2 - Office of the Municipal Manger		19 326	24 184	-	1 850	5 335	8 061	(2 726)	-33.8%	24 184
Vote 3 - Strategic Planning Monitoring and Evaluation		17 582	23 467	-	1 894	6 648	7 822	(1 174)	-15.0%	23 467
Vote 4 - Engineering Services		974 326	1 242 835	-	87 869	419 321	414 278	5 043	1.2%	1 242 835
Vote 5 - Community Services		228 698	287 774	-	26 776	81 284	95 925	(14 641)	-15.3%	287 774
Vote 6 - Community Development		110 821	178 040	-	10 987	32 703	59 347	(26 643)	-44.9%	178 040
Vote 7 - Corporate and Shared Services		209 187	151 665	-	22 357	60 681	50 555	10 126	20.0%	151 665
Vote 8 - Planning and Economic Development		36 236	82 313	-	4 062	15 947	27 438	(11 490)	-41.9%	82 313
Vote 9 - Budget and Treasury		120 851	154 439	-	11 951	44 640	51 480	(6 839)	-13.3%	154 439
Vote 10 - Transport Operations		6 101	17 103	-	1 198	4 102	5 701	(1 599)	-28.0%	17 103
Total Expenditure by Vote	2	1 798 101	2 288 560	-	178 949	718 835	762 853	(44 018)	-5.8%	2 288 560
Surplus/ (Deficit) for the year	2	695 648	582 191	-	(2 864)	258 652	194 064	64 588	33.3%	582 191

Table C2 and C3 does not include Debt Impairment and Depreciation

- Finance charges are paid during December and June each year.
- Debt Impairment and Depreciation are shown pro-rata for reporting purposes as the final expenditure will only be known at year end

2.4 Table C4 - Monthly Budget Statement - Financial Performance (revenue and expenditure)

The table below is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.

Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	256 187	332 477	-	24 407	96 710	110 826	(14 116)	-13%	332 477
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	657 398	793 523	-	65 581	260 680	264 508	(3 828)	-1%	793 523
Service charges - water revenue	224 531	258 995	-	16 631	85 963	86 332	(369)	0%	258 995
Service charges - sanitation revenue	49 065	55 326	-	4 780	18 214	18 442	(228)	-1%	55 326
Service charges - refuse revenue	57 388	63 262	-	5 339	21 349	21 087	261	1%	63 262
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	12 264	21 221	-	725	5 347	7 074	(1 727)	-24%	21 221
Interest earned - external investments	35 721	31 000	-	5 723	9 361	10 333	(972)	-9%	31 000
Interest earned - outstanding debtors	45 798	31 800	-	4 659	18 241	10 600	7 641	72%	31 800
Dividends received	-	-	-	-	-	-	-	-	-
Fines	2 425	13 726	-	414	1 201	4 575	(3 374)	-74%	13 726
Licences and permits	9 196	9 569	-	541	2 691	3 190	(499)	-16%	9 569
Agency services	15 608	16 596	-	63	436	5 532	(5 096)	-92%	16 596
Transfers recognised - operational	526 244	678 860	-	-	224 609	226 287	(1 678)	-1%	678 860
Other revenue	21 742	67 909	-	1 174	6 790	22 636	(15 846)	-70%	67 909
Gains on disposal of PPE	839	30 200	-	-	0	10 067	(10 067)	-100%	30 200
Total Revenue (excluding capital transfers and contributions)	1 914 405	2 404 463	-	130 037	751 590	801 488	(49 897)	-6%	2 404 463
Expenditure By Type									
Employee related costs	492 445	571 451	-	54 055	181 961	190 484	(8 523)	-4%	571 451
Remuneration of councillors	25 406	25 780	-	2 200	8 483	8 593	(110)	-1%	25 780
Debt impairment	4 003	50 000	-	4 167	16 667	16 667	-	-	50 000
Depreciation & asset impairment	-	205 000	-	17 083	68 333	68 333	-	-	205 000
Finance charges	25 265	37 000	-	-	-	12 333	(12 333)	-100%	37 000
Bulk purchases	674 852	767 000	-	53 582	280 809	255 667	25 142	10%	767 000
Other materials	155 272	177 520	-	17 362	55 900	59 173	(3 274)	-6%	177 520
Contracted services	67 292	87 245	-	6 061	16 696	29 082	(12 386)	-43%	87 245
Transfers and grants	6 740	6 480	-	1 520	4 580	2 160	2 420	112%	6 480
Other expenditure	352 422	361 084	-	41 624	147 745	120 361	27 383	23%	361 084
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Expenditure	1 803 696	2 288 560	-	197 654	781 173	762 853	18 319	2%	2 288 560
Surplus/(Deficit)	110 708	115 903	-	(67 617)	(29 583)	38 634	(68 217)	(0)	115 903
Transfers recognised - capital	291 175	466 288	-	46 047	225 897	155 429	70 467	0	466 288
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	401 884	582 191	-	(21 570)	196 314	194 064			582 191

2.5 Table C5 Monthly Budget Statement – Capital Expenditure (Municipal vote, standard classification and funding)

The table below reflects the municipality's capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required by capital budget; including information on capital transfers from other departments

Vote Description	Ref	2014/15 Budget Year								
		Pre-Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Single Year expenditure appropriation	2									
Vote 1 - COUNCIL		-	1 200	-	-	906	400	506	127%	1 200
Vote 2 - Office of the Municipal Manger		-	-	-	-	-	-	-	-	-
Vote 3 - Strategic Planning Monitoring and Evaluation		-	-	-	-	-	-	-	-	-
Vote 4 - Engineering Services		266 057	309 249	-	14 906	45 311	103 083	(57 772)	-56%	309 249
Vote 5 - Community Services		7 251	18 683	-	187	524	6 228	(5 704)	-92%	18 683
Vote 6 - Community Development		48 003	68 300	-	3 823	9 632	22 767	(13 134)	-58%	68 300
Vote 7 - Corporate and Shared Services		4 976	5 000	-	2	41	1 667	(1 625)	-98%	5 000
Vote 8 - Planning and Economic Development		109	3 000	-	-	2 144	1 000	1 144	114%	3 000
Vote 9 - Budget and Treasury		896	5 000	-	126	126	1 667	(1 540)	-92%	5 000
Vote 10 - Transport Operations		277 656	169 689	-	9 837	20 128	56 563	(36 435)	-64%	169 689
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	604 949	580 121	-	28 880	78 813	193 374	(114 560)	-59%	580 121
Total Capital Expenditure		604 949	580 121	-	28 880	78 813	193 374	(114 560)	-59%	580 121
Capital Expenditure - Standard Classification										
Governance and administration		20 625	30 700	-	129	1 816	10 233	(8 417)	-82%	30 700
Executive and council		-	1 200	-	-	906	400	506	127%	1 200
Budget and treasury office		896	5 000	-	126	126	1 667	(1 540)	-92%	5 000
Corporate services		19 729	24 500	-	2	784	8 167	(7 383)	-90%	24 500
Community and public safety		37 838	59 183	-	4 010	9 414	19 728	(10 314)	-52%	59 183
Community and social services		4 860	6 100	-	251	349	2 033	(1 684)	-83%	6 100
Sport and recreation		32 757	46 500	-	3 758	8 780	15 500	(6 720)	-43%	46 500
Public safety		221	6 000	-	-	285	2 000	(1 715)	-86%	6 000
Housing		-	-	-	-	-	-	-	-	-
Health		-	583	-	-	-	194	(194)	-100%	583
Economic and environmental services		398 065	299 938	-	16 950	37 573	99 979	(62 407)	-62%	299 938
Planning and development		109	3 000	-	-	2 144	1 000	1 144	114%	3 000
Road transport		397 956	296 938	-	16 950	35 429	98 979	(63 550)	-64%	296 938
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		148 421	190 300	-	7 792	30 010	63 433	(33 423)	-53%	190 300
Electricity		12 939	14 800	-	-	849	4 933	(4 084)	-83%	14 800
Water		130 295	171 000	-	7 792	28 819	57 000	(28 181)	-49%	171 000
Waste water management		2 524	500	-	-	342	167	175	105%	500
Waste management		2 663	4 000	-	-	-	1 333	(1 333)	-100%	4 000
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	604 949	580 121	-	28 880	78 813	193 374	(114 560)	-59%	580 121
Funded by:										
National Government		550 450	447 545	-	24 600	65 122	149 182	(84 060)	-56%	447 545
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		2 797	-	-	-	-	-	-	-	-
Transfers recognised - capital		553 248	447 545	-	24 600	65 122	149 182	(84 060)	-56%	447 545
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		51 701	132 576	-	4 280	13 691	44 192	(30 501)	-69%	132 576
Total Capital Funding		604 949	580 121	-	28 880	78 813	193 374	(114 560)	-59%	580 121

2.6 Table C6: Monthly Budget Statement - Financial Position.

The table below reflects the performance to date in relation to the financial position of the Municipality.

Description	Ref	2014/2015	Budget Year			
		Pre- Audit Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		295 332	85 000		382 741	85 000
Call investment deposits		350 000	330 000		-	330 000
Consumer debtors		486 221	364 198		421 402	364 198
Other debtors		96 384	47 000		109 497	47 000
Current portion of long-term receivables		6 593	6 379		-	6 379
Inventory		48 560	55 000		40 528	55 000
Total current assets		1 283 090	887 577	-	954 169	887 577
Non current assets						
Long-term receivables		7 214	5 593	-	6 040	5 593
Investments		59 000	59 000	-	59 000	59 000
Investment property		600 170	544 472	-	617 158	544 472
Investments in Associate		8 217	-	-	-	-
Property, plant and equipment		8 257 286	7 591 559	-	8 047 720	7 591 559
Agricultural		-	-	-	-	-
Biological assets		16 633	16 633	-	14 278	16 633
Intangible assets		4 476	12 049	-	5 081	12 049
Other non-current assets		3 672	3 672	-	3 672	3 672
Total non current assets		8 956 668	8 232 979	-	8 752 950	8 232 979
TOTAL ASSETS		10 239 759	9 120 556	-	9 707 118	9 120 556
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		36 806	71 792		71 792	71 792
Consumer deposits		67 216	65 288		67 933	65 288
Trade and other payables		820 504	720 000		503 103	720 000
Provisions		-	-		-	-
Total current liabilities		924 526	857 080	-	642 828	857 080
Non current liabilities						
Borrowing		295 959	237 296		244 094	237 296
Provisions		204 789	204 839		272 884	204 839
Total non current liabilities		500 748	442 135	-	516 978	442 135
TOTAL LIABILITIES		1 425 275	1 299 215	-	1 159 805	1 299 215
NET ASSETS	2	8 814 484	7 821 341	-	8 547 313	7 821 341
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6 885 425	6 092 207		5 160 137	6 092 207
Reserves		1 929 059	1 729 134		3 387 176	1 729 134
TOTAL COMMUNITY WEALTH/EQUITY	2	8 814 484	7 821 341	-	8 547 313	7 821 341

2.7 Table C7: Monthly Budget Statement - Cash flow

The table below reflects the performance to date in relation to the cash flow of the Municipality.

Description	2014/15	Budget Year 2015/16							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	1 172 308	1 434 802		343 424	833 895	478 267	355 627	74%	1 434 802
Government - operating	544 784	679 560		-	254 011	226 520	27 491	12%	679 560
Government - capital	689 317	465 588		46 047	196 471	155 196	41 275	27%	465 588
Interest	23 000	58 404				19 468	(19 468)	-100%	58 404
Dividends	-	-				-	-		-
Payments									
Suppliers and employees	(1 853 729)	(1 901 932)		(287 990)	(1 101 766)	(633 977)	467 789	-74%	(1 901 932)
Finance charges	(23 747)	(37 000)		-		(12 333)	(12 333)	100%	(37 000)
Transfers and Grants	(6 740)	(6 480)		(1 520)	(4 980)	(2 160)	2 820	-131%	(6 480)
NET CASH FROM/(USED) OPERATING ACTIVITIES	545 193	692 942	-	99 961	177 630	230 981	53 351	23%	692 942
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	22 000	21 140				7 047	(7 047)	-100%	21 140
Decrease (Increase) in non-current debtors		400		353	1 497	133	1 364	1023%	400
Decrease (increase) other non-current receivables	-	-							-
Decrease (increase) in non-current investments	-	-							-
Payments									
Capital assets	(657 990)	(580 121)		(28 880)	(78 813)	(193 374)	(114 560)	59%	(580 121)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(635 990)	(558 581)	-	(28 528)	(77 316)	(186 194)	(108 877)	58%	(558 581)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-							-
Borrowing long term/refinancing	-	-							-
Increase (decrease) in consumer deposits	5 000	2 000				667	(667)	-100%	2 000
Payments									
Repayment of borrowing	(36 806)	(58 100)				(19 367)	(19 367)	100%	(58 100)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(31 806)	(56 100)	-	-	-	(18 700)	(18 700)	100%	(56 100)
NET INCREASE/ (DECREASE) IN CASH HELD	(122 602)	78 261	-	71 433	100 314	26 087			78 261
Cash/cash equivalents at beginning:	359 593	236 990			282 354	236 990			282 354
Cash/cash equivalents at month/year end:	236 990	315 252			382 667	263 077			360 615

PART 2- SUPPORTING DOCUMENTATION

Table SC1 Material variance explanations

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Transfers recognised - operational	(1 678)	Bulk income received from National Treasury	Percentage will level during the year
	Fines	(3 374)	Poor collection on traffic fines	Collection will level during the year
2	Expenditure By Type			
	Finance Charges	(12 333)	Finance charges are paid in December and June	Spending will be recorded in December 2015
	Employee related costs	(8 523)	Spending has improved this month due to back-pay payment	Expenditure will level when vacant posts are filled
	Transfers and grants	2 420	Bulk amount transferred to PHA	It will level during the year, next t transfers will be lesser.

Table SC2 Monthly Budget Statement - performance indicators

Description of financial indicator	Basis of calculation	Ref	2014/15	Budget Year 2015/16		YearTD actual	Full Year Forecast
			Pre- Audit Outcome	Original Budget	Adjusted Budget		
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-0.6%	10.6%	0.0%	0.0%	2.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		13.1%	13.2%	0.0%	12.1%	13.2%
Gearing	Long Term Borrowing/ Funds & Reserves		15.3%	13.7%	0.0%	7.2%	13.7%
Liquidity							
Current Ratio	Current assets/current liabilities	1	138.8%	103.6%	0.0%	179.3%	103.6%
Liquidity Ratio	Monetary Assets/Current Liabilities		69.8%	48.4%	0.0%	71.9%	48.4%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		31.2%	17.6%	0.0%	125.0%	17.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Other Indicators							
Employee costs	Employee costs/Total Revenue - capital revenue		25.7%	23.8%	0.0%	24.2%	23.8%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		8.1%	7.4%	0.0%	7.4%	7.4%
Interest & Depreciation	I&D/Total Revenue - capital revenue		1.3%	10.1%	0.0%	0.0%	2.6%

In-year report (October 2015) – Monthly Budget Statement

Section 3 – Debtors' analysis

The debtor analysis provides an age analysis by revenue source and customer category.

Table SC3 Monthly Budget Statement - Aged Debtors

Description	Budget Year 2015/16									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	16 349	12 325	8 400	7 923	9 008	7 201	39 674	94 135	195 014	157 941
Trade and Other Receivables from Exchange Transactions - Electricity	21 365	12 947	7 079	5 868	4 380	3 309	19 898	25 497	100 343	58 952
Receivables from Non-exchange Transactions - Property Rates	12 669	8 346	6 305	5 592	4 308	4 280	19 810	57 661	118 971	91 651
Receivables from Exchange Transactions - Waste Water Management	2 049	1 273	1 045	855	762	704	3 343	6 410	16 442	12 075
Receivables from Exchange Transactions - Waste Management	2 808	1 769	1 451	1 356	1 027	955	4 910	11 611	25 886	19 858
Receivables from Exchange Transactions - Property Rental Debtors	1	1	1	1	1	1	2	5	11	9
Interest on Arrear Debtor Accounts	10	10	390	528	590	624	5 499	65 079	72 731	72 321
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-
Other	(52 860)	1 598	1 689	1 973	823	1 009	6 893	142 262	103 388	152 961
Total By Income Source	2 391	38 269	26 360	24 096	20 899	18 083	100 030	402 660	632 787	565 767
2013/14 - totals only	116 509	42 521	30 285	26 727	22 281	19 144	114 182	351 359	723 008	533 694
Debtors Age Analysis By Customer Group										
Organs of State	675	1 473	1 371	1 429	898	792	4 526	14 750	25 914	22 395
Commercial	10 880	13 734	7 362	6 240	4 715	3 459	20 266	77 884	144 540	112 565
Households	(6 137)	21 335	16 365	14 709	14 302	12 846	68 386	257 808	399 615	368 052
Other	(3 026)	1 726	1 262	1 717	984	986	6 651	52 218	62 717	62 756
Total By Customer Group	2 391	38 269	26 360	24 096	20 899	18 083	100 030	402 660	632 787	565 767

Section 4 – Creditors' Age analysis

The creditors' analysis contains an aged analysis by customer type

Table SC4 Monthly Budget Statement - Aged Creditors

Description	Budget Year 2013/14									Prior year totals for chart (same period)
	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	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	48 122	-	-	-	-	-	-	-	48 122	-
Bulk Water	12 987	-	-	-	-	-	-	-	12 987	-
PAYE deductions	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-	-
Trade Creditors	-	-	-	-	-	-	-	-	-	-
Auditor General	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	61 109	-	-	-	-	-	-	-	61 109	-

Section 5 – Investment portfolio analysis

The investment portfolio analysis includes information on the institution where funds are invested, period of investment, type of investment and accrued interest for the month.

Table SC5 Monthly Budget Statement - investment portfolio

On 31 October 2015 Council had **R 58 999 800.00** of investments at an average rate of 5.5% per annum.

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning	Change in market value	Market value at end of the
R thousands		Yrs/Months							
<u>Municipality</u>									
Standard Bank		4 Years	Call deposit	Call deposit	267	5.5%	59 000	-	59 000
Standard Bank		3 Months	Fixed deposit	27/09/2015	-	0.0%	-	-	-
Standard Bank		3 Months	Fixed deposit	28/10/2015	-	6.7%	-	-	-
TOTAL INVESTMENTS AND INTEREST	2				267		59 000	-	59 000

Table SC6 Monthly Budget Statement – Transfers and grants receipts

Description	2014/15				Budget Year 2015/16				
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
RECEIPTS:									
Operating Transfers and Grants									
National Government:	557 701	626 630	-	2 750	270 831	208 877	58 064	27.8%	583 830
Local Government Equitable Share	455 799	522 595		-	217 748	174 198	43 550	25.0%	522 595
Finance Management	1 800	1 875		-	1 875	625			1 875
Municipal Systems Improvement	3 960	3 360		-	1 344	1 120			3 360
Public Transport		11 000		2 750	5 500	3 667			11 000
Infrastructure skills development fund	3 000	5 000		-	2 250	1 667			5 000
Integrated National Electrification Programme	31 000	40 000		-	30 000	13 333	16 667	125.0%	40 000
Municipal Infrastructure (MIG)	-	-		-	-	-	-		-
Expanded public works programme incentive grant	-	-		-	-	-	-		-
[insert description]									
Other grant providers:	-	52 000	-	-	-	17 333	(17 333)	-100.0%	52 000
INEP Frontloading		52 000				17 333	(17 333)	-100.0%	52 000
Total Operating Transfers and Grants	558 631	679 560	-	2 750	271 761	226 520	41 351	18.3%	635 830
Capital Transfers and Grants									
National Government:	694 317	465 588	-	43 297	178 656	155 196	(5 405)	-3.5%	465 588
Municipal Infrastructure Grant (MIG)	340 611	271 243		-	76 775	90 414	(13 639)	-15.1%	271 243
Public Transport	311 918	173 189		43 297	86 594	57 730			173 189
Sport and Recreation				-		-			
Water Affairs	27 731			-		-			
Integrated national electrification programme grant				-		-			
District Municipality:	-	-	-	-	-	-	-		-
National Lottery	6 153								
Total Capital Transfers and Grants	700 470	465 588	-	43 297	178 656	155 196	(5 405)	-3.5%	465 588
TOTAL RECEIPTS OF TRANSFERS & GRANTS	1 259 101	1 145 148	-	46 047	450 417	381 716	35 946	9.4%	1 101 418

Table SC7 (1) Monthly Budget Statement – transfers and grant expenditure

Description	Ref	2014/15	Budget Year 2015/16							
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		526 868	626 630	-	45 520	211 890	208 877	3 013	1.4%	618 270
Local Government Equitable Share		415 990	522 595		43 550	174 198	174 198	(0)	0.0%	522 595
Finance Management		1 650	1 875		33	523	625	(102)	-16.4%	1 875
EPWP Incentive			3 360		273	1 004	1 120	(116)	-10.4%	
Public Transport		19 304	11 000		1 073	4 120	3 667	453	12.4%	11 000
Infrastructure skills development fund		3 000	5 000		-		1 667	(1 667)	-100.0%	
Integrated National Electrification Programme		39 575	40 000		-	30 000	13 333	16 667	125.0%	40 000
Municipal Infrastructure (MIG)		47 349	42 800		591	2 046	14 267	(12 221)	-85.7%	42 800
Provincial Government:		34 390	930	-	-	233	310	(78)	-25.0%	930
Municipal System Improvement		890	930		-	233	310	(78)	-25.0%	930
		33 500						-		
								-		
Other grant providers:		-	52 000	-	-	-	17 333	(17 333)	-100.0%	52 000
								-		
<i>INEP Frontloading</i>			52 000				17 333	(17 333)	-100.0%	52 000
Total operating expenditure of Transfers and Grants:		561 258	679 560	-	45 520	212 123	226 520	(14 397)	-6.4%	671 200
Capital expenditure of Transfers and Grants										
National Government:		578 904	465 588	-	24 370	65 122	155 196	(90 074)	-58.0%	465 588
Municipal Infrastructure Grant (MIG)		337 109	271 243		10 829	32 842	90 414	(57 572)	-63.7%	271 243
Expanded public works programme incentive grant			1 156		92	144	385	(241)	-62.5%	1 156
Electricity Demand Side Management		10 000			-		-	-		
Neighbourhood development partnership grant			20 000		1 699	5 237	6 667	(1 430)	-21.4%	20 000
Dept Environmental Affairs					-		-	-		
Other transfers and grants [insert description]		231 795	173 189		11 750	26 898	57 730	(30 831)	-53.4%	173 189
Provincial Government:		-	-	-	-	-	-	-		-
Other grant providers:		6 153	-	-	-	-	-	-		-
		6 153						-		
0								-		
Total capital expenditure of Transfers and Grants		585 057	465 588	-	24 370	65 122	155 196	(90 074)	-58.0%	465 588
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1 146 315	1 145 148	-	69 889	277 245	381 716	(104 471)	-27.4%	1 136 788

Table SC9 Monthly Budget Statement – actuals receipts and expenditure

Description	Ref	Budget Year 2015/2016											
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget
Cash Receipts By Source													
Property rates		34 795	28 673	22 863	21 116								
Property rates - penalties & collection charges		-	-	-	-								
Service charges - electricity revenue		56 768	62 593	55 448	58 378								
Service charges - water revenue		17 326	18 598	16 110	21 984								
Service charges - sanitation revenue		3 452	3 826	3 508	3 813								
Service charges - refuse		4 222	5 287	4 737	4 556								
Service charges - other		4	37	3	37								
Rental of facilities and equipment		685	1 472	1 406	419								
Interest earned - external investments		266	276	1 023	3 115								
Interest earned - outstanding debtors		4 789	4 699	4 199	4 001								
Fines		229	322	233	414								
Licences and permits		826	622	701	537								
Agency services		135	102	137	63								
Transfer receipts - operating		217 748	1 344	-	-								
Other revenue		17 096	11 817	57 589	224 992								
Cash Receipts by Source		358 341	139 667	167 957	343 424	-	-	-	-	-	-	-	-
Other Cash Flows by Source													
Transfer receipts - capital		159 599	462	22 477	46 047								
Increase in consumer deposits		452	275	405	345								
Receipt of non-current debtors		2	5	4	8								
Total Cash Receipts by Source		518 395	140 409	190 843	389 824	-	-	-	-	-	-	-	-
Cash Payments by Type													
Employee related costs		41 652	42 099	42 944	53 291								
Remuneration of councillors		1 914	1 670	1 869	1 916								
Bulk purchases - Electricity		58 275	70 310	83 823	42 212								
Bulk purchases - Water & Sewer		10 880	8 260	127	12 143								
Other materials		4 536	9 234	13 910	10 135								
Contracted services		4 217	5 460	3 906	8 353								
Grants and subsidies paid - other municipalities		3 020	20	20	1 520								
Grants and subsidies paid - other		-	-	-	-								
General expenses		255 067	73 065	73 719	131 060								
Cash Payments by Type		379 561	210 317	220 319	260 630	-	-	-	-	-	-	-	-
Other Cash Flows/Payments by Type													
Capital assets		5 366	15 024	29 542	28 880								
Total Cash Payments by Type		384 927	225 341	249 861	289 510	-	-	-	-	-	-	-	-
NET INCREASE/(DECREASE) IN CASH HELD		133 468	(84 932)	(59 018)	100 314	-	-	-	-	-	-	-	-
Cash/cash equivalents at the monthly/year beginning:		292 836	426 304	341 372	282 354	382 667	382 667	382 667	382 667	382 667	382 667	382 667	382 667
Cash/cash equivalents at the monthly/year end:		426 304	341 372	282 354	382 667	382 667	382 667	382 667	382 667	382 667	382 667	382 667	382 667

Section 9 - Capital programme performance

The capital programme performance table provides details of capital expenditure by month

Table SC12 Monthly Budget Statement - capital expenditure trend

Month	2014/15	Budget Year 2015/16							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July		9 006	–	5 366	5 366	9 006	3 640	40.4%	1%
August		34 807		15 024	20 391	43 813	23 423	53.5%	4%
September		34 807		29 542	49 933	78 621	28 688	36.5%	9%
October		48 343		28 880	78 813	126 964	48 151	37.9%	14%
November		66 410				193 374	–		
December		58 012				251 386	–		
January		67 018				318 404	–		
February		46 410				364 814	–		
March		56 210				421 024	–		
April		44 009				465 033	–		
May		51 743				516 776	–		
June		63 345				580 121	–		
Total Capital expenditure	–	580 121	–	78 813					

Table SC13c Monthly Budget Statement – expenditure on repairs and maintenance

Description	Ref	2014/15	Budget Year 2015/16							% spend of Original Budget
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	
R thousands	1									%
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		115 483	116 141	-	10 646	35 767	38 714	2 946	7.6%	116 141
Infrastructure - Road transport		25 543	24 509	-	1 040	8 361	8 170	(191)	-2.3%	24 509
Roads, Pavements & Bridges		23 211	22 130	-	901	6 874	7 377	502	6.8%	22 130
Storm water		2 332	2 379	-	139	1 487	793	(694)	-87.5%	2 379
Infrastructure - Electricity		26 669	24 142	-	2 576	7 648	8 047	399	5.0%	24 142
Generation			-	-	-	-	-	-		-
Transmission & Reticulation		24 044	24 142	-	2 576	7 648	8 047	399	5.0%	24 142
Street Lighting		2 625	-	-	-	-	-	-		-
Infrastructure - Water		32 344	28 106	-	4 552	10 544	9 369	(1 175)	-12.5%	28 106
Dams & Reservoirs		6 807	-	-	-	-	-	-		-
Water purification		3 533	-	-	-	-	-	-		-
Reticulation		22 004	28 106	-	4 552	10 544	9 369	(1 175)	-12.5%	28 106
Infrastructure - Sanitation		7 527	39 383	-	2 479	9 214	13 128	3 913	29.8%	39 383
Reticulation		6 005	39 383	-	2 479	9 214	13 128	3 913	29.8%	39 383
Sewerage purification		1 522	-	-	-	-	-	-		-
Infrastructure - Other		23 400	-	-	-	-	-	-		-
Waste Management		23 400	-	-	-	-	-	-		-
Community		55 117	61 380	-	6 686	20 103	16 741	(3 362)	-20.1%	61 380
Parks & gardens		12 249	11 557	-	1 658	1 695	3 852	2 157	56.0%	11 557
Sportsfields & stadia		5 336	5 196	-	859	1 191	1 732	541	31.2%	5 196
Swimming pools		230	243	-	110	110	61	(49)	-80.8%	243
Community halls		197	208	-	169	169	52	(117)	-223.7%	208
Libraries		149	158	-	-	-	39	39	100.0%	158
Recreational facilities			450	-	-	-	113	113	100.0%	450
Fire, safety & emergency		1 491	1 577	-	-	-	394	394	100.0%	1 577
Security and policing		1 186	22	-	-	-	6	6	100.0%	22
Buses			-	-	-	-	-	-		-
Clinics		6	-	-	-	-	-	-		-
Museums & Art Galleries		62	30	-	-	6	7	1	20.2%	30
Cemeteries		1 355	1 428	-	1	14	357	344	96.2%	1 428
Social rental housing			-	-	-	-	-	-		-
Other		32 857	40 509	-	3 889	16 919	10 127	(6 792)	-67.1%	40 509
Total Repairs and Maintenance Expenditure		170 600	177 520	-	17 333	55 870	55 455	(416)	-0.7%	177 520

Section 10 - Municipal Manager Quality certification

I, **FAITH MABOYA**, the Acting Municipal Manager of Polokwane Local Municipality, hereby

Certify that –

- The Monthly Budget Statement

For the month of **October 2015** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: FAITH MABOYA

Acting Municipal Manager of Polokwane Local Municipality: LIM354

Signature : McBoye

Date : 2015/11/11

Annexure A Capital Programme 2015/2016

Multi -Year Capital Programme						Original	Oct-15	Total
2015/2016 to 2017/2018						Budget	Spending	Spending
Description	Vote number		Funding	2015/16			to date	
Mayoral Vehicle	N	5	1000	00021	CRR	1 200 000		906 156.84
						1 200 000	0.00	906 156.84
Facility Management								
Renovation of Offices	R	5	3040	00181	CRR	2 000 000		0.00
Upgrading of Offices Stadium	R	5	3040	00191	PTIS	3 500 000		0.00
Furniture and Office Equipment	N	5	3040	00201	CRR	3 000 000		357 608.50
Upgrading of Barracks	R	5	3040	00211	CRR	1 000 000		0.00
Refurbishment of Civic Centre	R	5	3040	00221	CRR	10 000 000		0.00
						19 500 000	0.00	357 608.50
Roads & Stormwater								
Rehabilitation of street in Polokwane West	R	5	3230	01241	CRR	2 000 000	363 310.02	363 310.02
Rehabilitation of street in Polokwane East	R	5	3230	01251	CRR	2 000 000		0.00
Upgrading of internal street in Mankweng area	R	5	3230	01261	CRR	4 000 000		0.00
Rehabilitation of street in Seshego	R	5	3230	01271	CRR	1 000 000	127 960.05	127 960.05
Rehabilitation in CBD	R	5	3230	01281	CRR	2 000 000		0.00
Upgrading of storm water in municipal area	R	5	3230	01291	CRR	1 000 000		0.00
Re-gravelling of rural roads in Moletjie cluster	R	5	3230	01301	CRR	3 500 000	273 252.91	273 252.91
Regravelling of rural roads in Seshego cluster	R	5	3230	01311	CRR	750 000		0.00
Regravelling of rural roads in Dikgale/Sebayeng cluster	R	5	3230	01321	CRR	2 000 000		0.00
Regravelling of rural roads in Mankweng Cluster	R	5	3230	01331	CRR	3 500 000	440 496.71	440 496.71
Regravelling of rural roads in Molepo, Maja and Chene	R	5	3230	01341	CRR	3 000 000	435 194.59	435 194.59
Installation Road Signage	N	5	3230	01351	CRR	800 000		0.00
Installation Road Signage	N	5	3230	01361	EPWP	156 000	41 428.93	41 428.93
Construction of low level bridges	N	5	3230	01371	CRR	2 000 000	504 513.65	708 526.17
Construction of low level bridges	N	5	3230	01381	EPWP	1 000 000		0.00
Upgrading of arterial road Mamatsha	R	5	3230	01391	MIG	6 000 000	402 655.00	1 310 991.17
Upgrading of arterial road Makotopong	R	5	3230	01401	MIG	9 243 000		0.00
Upgrading of arterial road Khohloane	R	5	3230	01411	MIG	9 500 000		0.00
Upgrading of arterial road D3413 from D19 (Mamadila to Ramakgaphola: D3414 to Ga Manamela)	R	5	3230	01421	MIG	6 000 000		125 778.47
Upgrading of Arterial road D977 (Silicon to Matobole 19km)	R	5	3230	01431	MIG	6 000 000		0.00
Upgrading of Arterial road D4030 & D1809 (Nobody to Laastehoop to Mothapo 17km)	R	5	3230	01441	MIG	6 000 000		90 913.69
Upgrading of arterial road Sebayeng to Mantheding	R	5	3230	01451	MIG	6 000 000		0.00
Upgrading of access road SDA 1 (Lethuli and Madiba Park)	R	5	3230	01461	MIG	6 000 000		0.00
upgrading of Arterial Road in Rampheri	R	5	3230	01471	MIG	6 000 000		0.00
NDPG Projects	N	5	3230	01481	NDPG	20 000 000		0.00
Ntsime to Sefateng	R	5	3230	01491	MIG	4 000 000		0.00
Semenya to Matekereng	R	5	3230	01501	MIG	4 000 000		0.00
Incomplete road in Toronto	R	5	3230	01511	MIG	250 000		0.00
Sebayeng village(ring road)	R	5	3230	01521	MIG	250 000		0.00
Chebeng to Makweya	R	5	3230	01531	MIG	250 000		0.00
Internal Street in Seshego Zone 8	R	5	3230	01541	MIG	250 000		0.00
Ramongoana bus and Taxi roads	R	5	3230	01551	MIG	250 000		0.00
Ntshitshane Road	R	5	3230	01561	MIG	250 000		0.00
Excelsior Street in Mankweng	R	5	3230	01571	MIG	4 000 000		0.00
						122 949 000	2 588 811.86	3 917 852.71

In-year report (October 2015) – Monthly Budget Statement

Multi-Year Capital Programme						
2015/2016 to 2017/2018						
Description	Vote number	Funding	Original		Oct-15	Total
			Budget	2015/16	Spending	Spending to date
Sanitation						
Upgrading of laboratory	R 5	3335	00311	CRR	500 000	0.00
Extension 78 sewer reticulation		3335		CRR	0	
Upgrading of WWTW Polokwane Plant		3335		CRR	0	
Refurbishment of WWTW -Polokwane		3335		DWS		
Regional Sewer Plant(PPP)		3335		PPP	0	
Extension 78 bulk reticulation	N 5	3340	01131	CRR	7 000 000	0.00
Upgrading of water reticulation in City/ Seshego cluster	R 5	3340	01141	CRR	8 500 000	606 117.20
Mothapo RWS	N 5	3340	01151	MIG	8 000 000	409 046.85
Moletje East RWS	N 5	3340	01161	MIG	12 000 000	235 315.63
Moletje North RWS	N 5	3340	01171	MIG	3 000 000	0.00
Sebayeng/Dikgale RWS	N 5	3340	01181	MIG	15 000 000	0.00
Moletje South RWS	N 5	3340	01191	MIG	13 000 000	0.00
Houtrivier RWS	N 5	3340	01201	MIG	8 000 000	0.00
Chuene Maja RWS	N 5	3340	01211	MIG	20 000 000	0.00
Molepo RWS	N 5	3340	01221	MIG	20 000 000	0.00
Laastehoop RWS	N 5	3340	01231	MIG	6 000 000	0.00
Mankweng RWS	N 5	3340	01241	MIG	13 000 000	1 548 147.10
Boyne RWS	N 5	3340	01251	MIG	5 000 000	0.00
Segwasi RWS	N 5	3340	01261	MIG	8 000 000	602 114.75
Badimong RWS	N 5	3340	01271	MIG	13 000 000	0.00
		0			0	
					171 000 000	235 315.63
						4 358 077.00
Energy Services						
Street Lights (Illumination of public areas)	N 5	3430	00521	CRR	1 500 000	0.00
High mast Lights various villages (Illumination of public areas)	N 5	3430	00531	CRR	3 300 000	0.00
Installation of quality of supplied meters	N 5	3430	00541	CRR	2 000 000	0.00
Upgrade 800A Busbars to 1200A in Alpha 66KV Distribution substation	R 5	3430	00561	CRR	2 000 000	0.00
Installation of 66 KV line from Bakone to IOTA substation	R 5	3430	00571	CRR	2 000 000	0.00
Build 66KV/11KV double circuit line from balcore substation	N 5	3430	00581	CRR	2 000 000	0.00
Consumer connection		3440		CRR	0	
Demand Side Management (DSM)		3430		EDSM	0	
					14 800 000	0.00
						0.00
Traffic and Licenses						
Upgrading of city vehicle test station	R 5	4130	00021	CRR	800 000	0.00
Upgrading of city weigh bridge	R 5	4130	00031	CRR	500 000	0.00
Construction of Mankweng Traffic and licensing test station	N 5	4130	00041	CRR	2 000 000	0.00
Construction of waiting area at Ladanna Traffic				CRR	0	
Parking shelter Maja/Chuene				CRR	0	
					4 300 000	0.00
						0.00
Disaster and Fire						
Acquisition of fire Equipment	N 5	4230	00061	CRR	1 000 000	0.00
6 floto pumps	N 5	4230	00071	CRR	120 000	0.00
10 Largee bore hoses with stotz coupling	N 5	4230	00081	CRR	400 000	0.00
150 x 80 Fire hoses	N 5	4230	00091	CRR	390 000	0.00
4 portable pump	N 5	4230	00121	CRR	640 000	0.00
					3 450 000	0.00
						0.00
Safety and Security						
CCTV camera maintenance	R 5	4240	00021	CRR	500 000	0.00
Biometric access control system	N 5	4240	00031	CRR	800 000	0.00
Walkthrough metal detector	N 5	4240	00041	CRR	500 000	0.00
CCTV cameras installation	N 5	4240	00051	CRR	150 000	0.00
Motorised gate	N 5	4240	00061	CRR	150 000	0.00
Card readers	N 5	4240	00071	CRR	150 000	0.00
Service doors	N 5	4240	00081	CRR	150 000	0.00
Paraplegic barriers	N 5	4240	00091	CRR	50 000	0.00
Mantrap Turnstile	N 5	4240	00101	CRR	100 000	0.00
					2 550 000	0.00
						0.00
Environmental Mangement						
Grass cutting equipment	N 5	4335	00181	CRR	800 000	0.00
Botanical garden	N 5	4335	00191	CRR	500 000	0.00
Develop park at Tom Naude Dam	N 5	4335	00201	CRR	800 000	134 229.36
Upgrading of Tom Naude Park	R 5	4335	00211	EPWP	700 000	50 436.75
Upgrading of environmental educa centre	R 5	4335	00221	CRR	500 000	0.00
Zone 4 park expansion phase 2	R 5	4335	00231	CRR	500 000	2 078.00
					3 800 000	186 744.11
						239 316.24

In-year report (October 2015) – Monthly Budget Statement

Multi-Year Capital Programme							Original	Oct-15	Total
2015/2016 to 2017/2018							Budget	Spending	Spending
Description			Vote number	Funding	2015/16			to date	
Waste Management									
30m3 skip containers	N	5	4340	00121	CRR	800 000		0.00	
770 Litre bins	N	5	4340	00131	CRR	800 000		0.00	
Handheld radios	N	5	4340	00141	CRR	100 000		0.00	
Waste 6m3 skip containers	N	5	4340	00151	CRR	300 000		0.00	
240 Litre Bins	N	5	4340	00161	CRR	800 000		0.00	
ladanna transfer station	R	5	4340	00171	CRR	1 000 000		0.00	
Notice boards and road signage	N	5	4340	00181	CRR	100 000		0.00	
No dumping borads	N	5	4340	00191	CRR	100 000		0.00	
Seshego transfer station					CRR	0			
Extension of waste management Office in Ladanna					CRR	0			
Expansion of landfill site ward 20					MIG	0			
Weighbridge landfill			4340		CRR	0			
						4 000 000	0.00	0.00	
Environmental Health									
Replace noise meters		5	4440	00021	CRR	83 000		0.00	
Replace air pollution monitor		5	4440	00031	CRR	500 000		0.00	
						583 000	0.00	0.00	
Sport & Recreation									
Purchase of Grass Cutting equipment			4530		CRR	0			
Upgrading of Seshego Stadium	R	5	4530	00241	CRR	2 000 000		0.00	
Rehabilitation of Polokwane town pool	R	5	4530	00251	CRR	1 500 000		0.00	
Extension 44/77 Sport and recreation facility	N	5	4530	00301	MIG	3 000 000		0.00	
Sport stadium in Ga-Maja	N	5	4530	00311	MIG	5 000 000		0.00	
						46 500 000	1 481 776.00	4 920 128.12	
Libraries									
Books	N	5	4630	00041	CRR	800 000	64 581.83	109 608.73	
City Library Auditorium	R	5	4630	00051	CRR	1 500 000		0.00	
						2 300 000	64 581.83	109 608.73	
Museums									
Exhibition: Retrospective Art			4640		CRR	0			
Refurbishment of Bakone Malapa Museum					CRR	0			
						0			
Information Services									
ICT Equipments	N	5	5210	00251	CRR	500 000	2 206.26	41 426.26	
Network Upgrade	R	5	5210	00261	CRR	1 500 000		0.00	
Development and Implementation of IT Strategy	N	5	5210	00271	CRR	3 000 000		0.00	
						5 000 000	2 206.26	41 426.26	
Secretariat & Records									
Construction of Archive building			5510		CRR	0			
						0			
City Planning									
Township establishment ext 78	N	5	6120	00281	CRR	1 500 000		1 025 086.61	
Integrated GIS System	N	5	6120	00291	CRR	1 500 000		0.00	
Housing & Building Inspections									
Plan Scanner (Electronic Approval of Building Plans)			6310		CRR				
						0			
Transport Operations (IPTS)									
IRPTS infrastructure City & Seshego Phase 1a	N	5	6160	00051	PTISG	127 267 000		0.00	
Transportation System and Operational Planning	N	5	6160	00061	PTISG	25 453 000	3 676 113.95	7 412 313.46	
Upgrading of Stores	R	5	7030	00031	CRR	5 000 000	126 356.00	126 356.00	
						5 000 000	126 356.00	126 356.00	
Total Expenditure New Projects									
Public Transport Infrastructure System Grant (PTIG)					PTISG	173 189 000	3 953 367	7 689 567	
Own Funds					CRR	113 833 000	2 474 179	5 657 408	
TOTAL						580 121 000.00	8 639 158.83	23 691 183.66	