

# **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**



## **MONTHLY BUDGET STATEMENT REPORT**

**JUNE 2016**

## **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 June or and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results.

### **IN YEAR BUDGET STATEMENT TABLES**

**Table C1 – Budget Statement Summary**

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Financial Performance</b>									
Property rates	19 271	26 182	24 797	1 785	22 405	24 797	(2 392)	-9.6%	24 797
Service charges	59 877	67 601	66 337	4 623	70 072	66 337	3 735	5.6%	66 337
Investment revenue	3 965	4 600	3 300	164	3 771	3 300	471	14.3%	3 300
Transfers recognised - operational	170 641	216 652	216 652	148	216 641	216 652	(11)	0.0%	216 652
Other own revenue	22 264	16 188	13 960	1 078	14 480	13 960	521	3.7%	13 960
<b>Total Revenue (excl' capital transfers)</b>	<b>276 019</b>	<b>331 224</b>	<b>325 046</b>	<b>7 797</b>	<b>327 369</b>	<b>325 046</b>	<b>2 323</b>	<b>0.7%</b>	<b>325 046</b>
Employee costs	102 669	115 256	106 109	8 405	100 759	106 109	(5 349)	-5.0%	106 109
Remuneration of Councillors	18 844	18 543	17 659	1 358	18 056	17 659	397	2.2%	17 659
Depreciation & asset impairment	32 042	35 000	35 000	-	-	35 000	(35 000)	-100.0%	35 000
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	53 540	65 430	67 759	6 317	67 234	67 759	(525)	-0.8%	67 759
Transfers and grants	1 832	3 300	1 900	119	1 062	1 900	(838)	-44.1%	1 900
Other expenditure	128 686	102 901	120 195	736	104 811	120 195	(15 384)	-12.8%	120 195
Total Expenditure	337 613	340 430	348 622	16 935	291 922	348 622	(56 700)	-16.3%	348 622
<b>Surplus/(Deficit)</b>	<b>(61 594)</b>	<b>(9 206)</b>	<b>(23 576)</b>	<b>(9 138)</b>	<b>35 447</b>	<b>(23 576)</b>	<b>59 023</b>	<b>-250.4%</b>	<b>(23 576)</b>
Transfers recognised - capital	58 967	63 102	77 739	5 647	77 188	77 739	(551)	-0.7%	77 739
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers</b>	<b>(2 627)</b>	<b>53 896</b>	<b>54 163</b>	<b>(3 490)</b>	<b>112 635</b>	<b>54 163</b>	<b>58 472</b>	<b>108.0%</b>	<b>54 163</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(2 627)</b>	<b>53 896</b>	<b>54 163</b>	<b>(3 490)</b>	<b>112 635</b>	<b>54 163</b>	<b>58 472</b>	<b>108.0%</b>	<b>54 163</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>82 321</b>	<b>99 981</b>	<b>124 455</b>	<b>17 821</b>	<b>105 153</b>	<b>124 455</b>	<b>(19 302)</b>	<b>-15.5%</b>	<b>124 455</b>
Capital transfers recognised	58 666	63 102	77 739	7 899	76 908	77 739	(832)	-1.1%	77 739
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	23 655	36 879	46 716	9 922	28 245	46 716	(18 470)	-39.5%	46 716
<b>Total sources of capital funds</b>	<b>82 321</b>	<b>99 981</b>	<b>124 455</b>	<b>17 821</b>	<b>105 153</b>	<b>124 455</b>	<b>(19 302)</b>	<b>-15.5%</b>	<b>124 455</b>
<b>Financial position</b>									
Total current assets	78 138	66 715	77 544	-	59 565				77 544
Total non current assets	830 215	886 793	969 866	-	954 250				969 866
Total current liabilities	68 432	34 500	27 100	-	51 033				27 100
Total non current liabilities	79 033	40 000	32 512	-	88 670				32 512
<b>Community wealth/Equity</b>	<b>760 887</b>	<b>879 008</b>	<b>987 798</b>	<b>-</b>	<b>874 112</b>				<b>987 798</b>
<b>Cash flows</b>									
Net cash from (used) operating	59 514	72 559	104 998	(10 860)	66 764	104 998	38 234	36.4%	104 998
Net cash from (used) investing	(69 910)	(94 981)	(89 369)	(17 821)	(105 153)	(89 369)	15 784	-17.7%	(89 369)
Net cash from (used) financing	-	500	2 597	59	425	2 597	2 171	83.6%	2 597
<b>Cash/cash equivalents at the month/year end</b>	<b>24 851</b>	<b>(1 922)</b>	<b>43 192</b>	<b>-</b>	<b>11 558</b>	<b>43 192</b>	<b>31 634</b>	<b>73.2%</b>	<b>67 747</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Days</b>	<b>151-180 Days</b>	<b>181 Days -1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	8 534	3 566	2 120	1 724	1 895	1 567	8 450	25 975	53 832
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

## **The above C1 Sum table summarizes the following activities:-**

### **Revenue:**

The actual year to date operational revenue as at end of June 2016 is R327, 369 million and the year to date budget of R325, 046 million and this reflects a positive variance of R2, 323 million and the variance is attributed to service charge electricity, interest on investments and licenses line items that have positive variance. The following revenue item categories reflect a negative variance as presented below except transfer recognized operational, service charges, License and interest on investment:

- Property rates: 10% unfavorable variance
- Rental of facilities: 16% unfavorable variance
- Interest on outstanding debtors: 10% unfavorable variance
- Fines: 35% unfavorable variance

### **Operating Expenditure**

The year to date actual operational expenditure as at end of June amounts to R291, 922 million and the year to date budget is R348, 622 million. This reflects an unfavorable variance of R56, 5700 million (16%) that is caused by depreciation and debt impairment. 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.

All other expenditure line items are performing almost in line with the year to date budget since the variance thereof is less than 10% except for transfers and grants, contracted services and other expenditure that have unfavorable variance of more than 10%.

### **Capital Expenditure**

The year to date actual capital expenditure as at end of June 2016 amounts to R105, 153 million and the year to date budget amounts to R124, 455 million, giving rise to 16% 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 reporting period. The following projects have contributed to the underspending of capital budget since they are budgeted for and they have no movement to date:

- Landscaping of Hoep-Hoep and ImpalaParks
- Development of transfer station (Ntwane)
- Upgrading of traffic offices and control room
- Upgrading of Nyakoroane road; and
- Aircons

## **Surplus/Deficit**

Taking the above into consideration, the net operating deficit for the month is R3, 490 million that is mainly attributed to services charges electricity, property rates and transfer and grants realized during the months.

## **Debtors**

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of June 2016 amounts to R53, 832 million and this shows an increase of R3, 915 million as compared to R49, 916 million as at end of 2014/15 financial year.

Consumer debtors is made up of service charges and property rates that amount to R39, 956 million and other debtors amounting to R13, 876 million.

## **Creditors**

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

**Table C2 – Financial Performance (Standard Classification)**

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
<b>Revenue - Standard</b>									
<b>Governance and administration</b>	<b>204 510</b>	<b>250 105</b>	<b>250 238</b>	<b>2 564</b>	<b>248 808</b>	<b>250 238</b>	<b>(1 431)</b>	<b>-0.6%</b>	<b>250 238</b>
Executive and council	934	930	930	20	930	930	-		930
Budget and treasury office	203 514	248 806	249 298	2 543	247 871	249 298	(1 427)	-0.6%	249 298
Corporate services	62	369	11	1	6	11	(4)	-39.2%	11
<b>Community and public safety</b>	<b>2 942</b>	<b>772</b>	<b>1 840</b>	<b>79</b>	<b>1 216</b>	<b>1 840</b>	<b>(624)</b>	<b>-33.9%</b>	<b>1 840</b>
Community and social services	341	74	37	2	34	37	(3)	-7.9%	37
Sport and recreation	18	63	3	-	1	3	(2)	-53.9%	3
Public safety	2 584	635	1 800	78	1 181	1 800	(619)	-34.4%	1 800
Housing	-	-	-	-	-	-	-		-
Health	-	-	-	-	-	-	-		-
<b>Economic and environmental services</b>	<b>63 708</b>	<b>64 347</b>	<b>74 370</b>	<b>4 860</b>	<b>74 461</b>	<b>74 370</b>	<b>91</b>	<b>0.1%</b>	<b>74 370</b>
Planning and development	1 317	1 670	1 230	68	1 186	1 230	(44)	-3.6%	1 230
Road transport	62 392	62 677	73 139	4 792	73 275	73 139	135	0.2%	73 139
Environmental protection	-	-	-	-	-	-	-		-
<b>Trading services</b>	<b>63 825</b>	<b>79 101</b>	<b>76 337</b>	<b>5 942</b>	<b>80 072</b>	<b>76 337</b>	<b>3 735</b>	<b>4.9%</b>	<b>76 337</b>
Electricity	60 334	73 973	72 620	5 632	76 389	72 620	3 769	5.2%	72 620
Water	-	-	-	-	-	-	-		-
Waste water management	-	-	-	-	-	-	-		-
Waste management	3 491	5 128	3 717	311	3 684	3 717	(33)	-0.9%	3 717
Other	-	-	-	-	-	-	-		-
<b>Total Revenue - Standard</b>	<b>334 986</b>	<b>394 326</b>	<b>402 785</b>	<b>13 445</b>	<b>404 557</b>	<b>402 785</b>	<b>1 772</b>	<b>0.4%</b>	<b>402 785</b>
<b>Expenditure - Standard</b>									
<b>Governance and administration</b>	<b>188 442</b>	<b>164 839</b>	<b>174 849</b>	<b>6 790</b>	<b>137 097</b>	<b>174 849</b>	<b>(37 751)</b>	<b>-21.6%</b>	<b>174 849</b>
Executive and council	42 769	46 223	48 093	367	46 231	48 093	(1 862)	-3.9%	48 093
Budget and treasury office	98 858	70 927	83 899	3 655	46 917	83 899	(36 982)	-44.1%	83 899
Corporate services	46 815	47 689	42 856	2 768	43 949	42 856	1 093	2.5%	42 856
<b>Community and public safety</b>	<b>27 466</b>	<b>22 539</b>	<b>21 477</b>	<b>2 265</b>	<b>20 547</b>	<b>21 477</b>	<b>(930)</b>	<b>-4.3%</b>	<b>21 477</b>
Community and social services	17 387	9 004	9 050	1 035	8 856	9 050	(194)	-2.1%	9 050
Sport and recreation	-	579	719	180	708	719	(11)	-1.5%	719
Public safety	10 079	12 956	11 709	1 050	10 983	11 709	(725)	-6.2%	11 709
Housing	-	-	-	-	-	-	-		-
Health	-	-	-	-	-	-	-		-
<b>Economic and environmental services</b>	<b>48 863</b>	<b>63 638</b>	<b>58 493</b>	<b>(846)</b>	<b>49 812</b>	<b>58 493</b>	<b>(8 681)</b>	<b>-14.8%</b>	<b>58 493</b>
Planning and development	14 116	14 507	10 580	713	8 378	10 580	(2 202)	-20.8%	10 580
Road transport	34 747	49 131	47 913	(1 559)	41 434	47 913	(6 479)	-13.5%	47 913
Environmental protection	-	-	-	-	-	-	-		-
<b>Trading services</b>	<b>72 841</b>	<b>89 414</b>	<b>93 803</b>	<b>8 725</b>	<b>84 466</b>	<b>93 803</b>	<b>(9 337)</b>	<b>-10.0%</b>	<b>93 803</b>
Electricity	60 619	72 315	73 872	6 028	65 617	73 872	(8 255)	-11.2%	73 872
Water	-	-	-	-	-	-	-		-
Waste water management	-	-	-	-	-	-	-		-
Waste management	12 223	17 099	19 931	2 697	18 849	19 931	(1 082)	-5.4%	19 931
Other	-	-	-	-	-	-	-		-
<b>Total Expenditure - Standard</b>	<b>337 613</b>	<b>340 430</b>	<b>348 622</b>	<b>16 935</b>	<b>291 922</b>	<b>348 622</b>	<b>(56 700)</b>	<b>-16.3%</b>	<b>348 622</b>
<b>Surplus/ (Deficit) for the year</b>	<b>(2 627)</b>	<b>53 896</b>	<b>54 163</b>	<b>(3 490)</b>	<b>112 635</b>	<b>54 163</b>	<b>58 472</b>	<b>108.0%</b>	<b>54 163</b>

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Revenue by Vote</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	934	930	930	20	930	930	-	-	930
Vote 3 - Budget & Treasury	203 514	248 806	249 298	2 543	247 871	249 298	(1 427)	-0.6%	249 298
Vote 4 - Corporate Services	62	369	11	1	6	11	(4)	-39.2%	11
Vote 5 - Community Services	11 515	12 248	9 957	766	9 752	9 957	(205)	-2.1%	9 957
Vote 6 - Technical Services	117 644	130 302	141 359	10 048	144 811	141 359	3 452	2.4%	141 359
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1 317	1 670	1 230	68	1 186	1 230	(44)	-3.6%	1 230
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>334 986</b>	<b>394 326</b>	<b>402 785</b>	<b>13 445</b>	<b>404 557</b>	<b>402 785</b>	<b>1 772</b>	<b>0.4%</b>	<b>402 785</b>
<b>Expenditure by Vote</b>									
Vote 1 - Executive & Council	28 444	27 732	30 179	(741)	29 991	30 179	(188)	-0.6%	30 179
Vote 2 - Office of the Municipal Manager	14 324	20 660	21 099	1 335	19 203	21 099	(1 895)	-9.0%	21 099
Vote 3 - Budget & Treasury	98 858	70 927	83 899	3 655	46 917	83 899	(36 982)	-44.1%	83 899
Vote 4 - Corporate Services	46 815	28 962	18 506	1 007	19 715	18 506	1 208	6.5%	18 506
Vote 5 - Community Services	56 589	46 798	43 209	5 306	44 243	43 209	1 034	2.4%	47 395
Vote 6 - Technical Services	78 466	114 286	119 984	4 126	102 203	119 984	(17 781)	-14.8%	115 798
Vote 7 - Strategic Deveopment	6 423	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	7 693	14 041	7 396	486	5 416	7 396	(1 980)	-26.8%	7 396
Vote 9 - Executive Support	-	17 023	24 350	1 761	24 234	24 350	(116)	-0.5%	24 350
<b>Total Expenditure by Vote</b>	<b>337 613</b>	<b>340 430</b>	<b>348 622</b>	<b>16 935</b>	<b>291 922</b>	<b>348 622</b>	<b>(56 700)</b>	<b>-16.3%</b>	<b>348 622</b>
<b>Surplus/ (Deficit) for the year</b>	<b>(2 627)</b>	<b>53 896</b>	<b>54 163</b>	<b>(3 490)</b>	<b>112 635</b>	<b>54 163</b>	<b>58 472</b>	<b>108.0%</b>	<b>54 163</b>

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 framework.

**Table C4: Financial Performance by Revenue Source and Expenditure Type**

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
<b>Revenue By Source</b>									
Property rates	19 271	26 182	24 797	1 785	22 405	24 797	(2 392)	-9.6%	24 797
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	56 385	62 973	62 620	4 313	66 389	62 620	3 769	6.0%	62 620
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	3 483	4 628	3 717	311	3 684	3 717	(33)	-0.9%	3 717
Service charges - other	8	-	-	-	-	-	-	-	-
Rental of facilities and equipment	1 199	3 290	1 000	58	841	1 000	(159)	-15.9%	1 000
Interest earned - external investments	3 965	4 600	3 300	164	3 771	3 300	471	14.3%	3 300
Interest earned - outstanding debtors	5 861	4 500	6 500	530	5 872	6 500	(628)	-9.7%	6 500
Dividends received	-	-	-	-	-	-	-	-	-
Fines	2 584	635	1 800	78	1 178	1 800	(622)	-34.5%	1 800
Licences and permits	5 081	6 348	4 400	376	4 852	4 400	452	10.3%	4 400
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	170 641	216 652	216 652	148	216 641	216 652	(11)	0.0%	216 652
Other revenue	7 540	1 415	260	36	1 737	260	1 477	568.6%	260
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excl' capital transfers)</b>	<b>276 019</b>	<b>331 224</b>	<b>325 046</b>	<b>7 797</b>	<b>327 369</b>	<b>325 046</b>	<b>2 323</b>	<b>0.7%</b>	<b>325 046</b>
<b>Expenditure By Type</b>									
Employee related costs	102 669	115 256	106 109	8 405	100 759	106 109	(5 349)	-5.0%	106 109
Remuneration of councillors	18 844	18 543	17 659	1 358	18 056	17 659	397	2.2%	17 659
Debt impairment	11 357	11 000	11 000	-	-	11 000	(11 000)	-100.0%	11 000
Depreciation & asset impairment	32 042	35 000	35 000	-	-	35 000	(35 000)	-100.0%	35 000
Finance charges	-	-	-	-	-	-	-	-	-
Bulk purchases	51 853	60 000	61 270	5 609	60 661	61 270	(609)	-1.0%	61 270
Other materials	1 687	5 430	6 489	708	6 573	6 489	84	1.3%	6 489
Contracted services	11 259	21 950	31 758	2 929	36 111	31 758	4 353	13.7%	31 758
Transfers and grants	1 832	3 300	1 900	119	1 062	1 900	(838)	-44.1%	1 900
Other expenditure	106 070	69 551	77 438	(2 192)	68 701	77 438	(8 737)	-11.3%	77 438
Loss on disposal of PPE	-	400	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>337 613</b>	<b>340 430</b>	<b>348 622</b>	<b>16 935</b>	<b>291 922</b>	<b>348 622</b>	<b>(56 700)</b>	<b>-16.3%</b>	<b>348 622</b>
<b>Surplus/(Deficit)</b>	<b>(61 594)</b>	<b>(9 206)</b>	<b>(23 576)</b>	<b>(9 138)</b>	<b>35 447</b>	<b>(23 576)</b>	<b>59 023</b>	<b>-250.4%</b>	<b>(23 576)</b>
Transfers recognised - capital	58 967	63 102	77 739	5 647	77 188	77 739	(551)	-0.7%	77 739
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers</b>	<b>(2 627)</b>	<b>53 896</b>	<b>54 163</b>	<b>(3 490)</b>	<b>112 635</b>	<b>54 163</b>			<b>54 163</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>	<b>(2 627)</b>	<b>53 896</b>	<b>54 163</b>	<b>(3 490)</b>	<b>112 635</b>	<b>54 163</b>			<b>54 163</b>
Attributable to minorities	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>(2 627)</b>	<b>53 896</b>	<b>54 163</b>	<b>(3 490)</b>	<b>112 635</b>	<b>54 163</b>			<b>54 163</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(2 627)</b>	<b>53 896</b>	<b>54 163</b>	<b>(3 490)</b>	<b>112 635</b>	<b>54 163</b>			<b>54 163</b>

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections are on property rates, rental of facilities, interest on outstanding debtors, and fines. In the case of expenditure, other expenditure item category reflects negative R2, 192 million that is caused by reversal of remuneration of ward committees that was captured twice throughout the 2016/17 financial year. Depreciation and debt impairment have no actual movement and this will be effected towards finalization of the preparation of the financial statements.

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

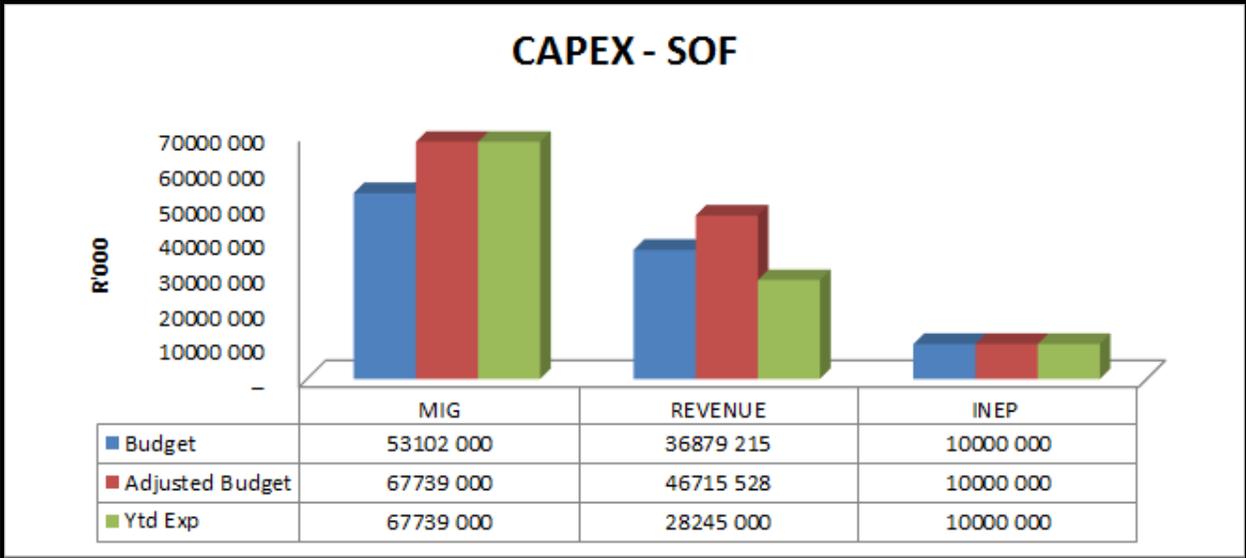
**Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding**

Vote Description	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
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1 470	1 100	1 434	635	1 586	1 434	152	10.6%	1 434
Vote 5 - Community Services	244	4 200	4 700	705	3 701	4 700	(999)	-21.3%	4 700
Vote 6 - Technical Services	46 806	56 735	76 398	11 549	65 971	76 398	(10 428)	-13.6%	76 398
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>48 519</b>	<b>62 035</b>	<b>82 533</b>	<b>12 890</b>	<b>71 258</b>	<b>82 533</b>	<b>(11 275)</b>	<b>-13.7%</b>	<b>82 533</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1 471	-	300	-	-	300	(300)	-100.0%	300
Vote 5 - Community Services	-	2 300	1 800	-	-	1 800	(1 800)	-100.0%	1 800
Vote 6 - Technical Services	31 181	35 646	39 822	4 931	33 895	39 822	(5 927)	-14.9%	39 822
Vote 7 - Strategic Deveopment	-	-	-	-	-	-	-	-	-
Vote 8 - Developmental Planning	1 150	-	-	-	-	-	-	-	-
Vote 9 - Executive Support	-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>33 802</b>	<b>37 946</b>	<b>41 922</b>	<b>4 931</b>	<b>33 895</b>	<b>41 922</b>	<b>(8 027)</b>	<b>-19.1%</b>	<b>41 922</b>
<b>Total Capital Expenditure</b>	<b>82 321</b>	<b>99 981</b>	<b>124 455</b>	<b>17 821</b>	<b>105 153</b>	<b>124 455</b>	<b>(19 302)</b>	<b>-15.5%</b>	<b>124 455</b>

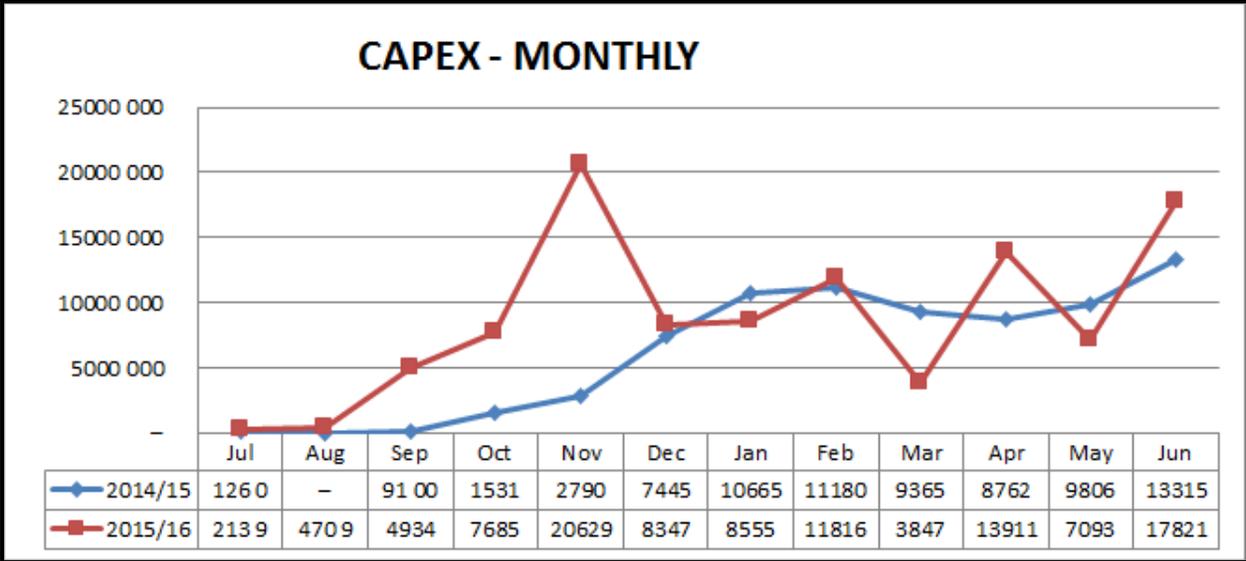
**Table C5C: Monthly Capital Expenditure by Vote**

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital Expenditure - Std Classification</b>									
<b>Governance and administration</b>	2 940	1 100	1 734	635	1 586	1 734	(148)	-8.5%	1 734
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	-	-	-	-	-	-	-	-	-
Corporate services	2 940	1 100	1 734	635	1 586	1 734	(148)	-8.5%	1 734
<b>Community and public safety</b>	244	6 500	1 600	28	77	1 600	(1 523)	-95.2%	1 600
Community and social services	244	6 500	600	28	77	600	(523)	-87.1%	600
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	1 000	-	-	1 000	(1 000)	-100.0%	1 000
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	70 300	79 381	96 993	9 546	83 713	96 993	(13 280)	-13.7%	96 993
Planning and development	1 150	-	-	-	-	-	-	-	-
Road transport	69 150	79 381	96 993	9 546	83 713	96 993	(13 280)	-13.7%	96 993
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	8 837	13 000	24 128	7 612	19 776	24 128	(4 351)	-18.0%	24 128
Electricity	8 837	13 000	23 228	7 170	19 334	23 228	(3 893)	-16.8%	23 228
Water	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	-	-	900	442	442	900	(458)	-50.9%	900
Other	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Std Classification</b>	<b>82 321</b>	<b>99 981</b>	<b>124 455</b>	<b>17 821</b>	<b>105 153</b>	<b>124 455</b>	<b>(19 302)</b>	<b>-15.5%</b>	<b>124 455</b>
<b>Funded by:</b>									
National Government	58 666	53 102	77 739	7 899	76 908	77 739	(832)	-1.1%	77 739
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	10 000	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>58 666</b>	<b>63 102</b>	<b>77 739</b>	<b>7 899</b>	<b>76 908</b>	<b>77 739</b>	<b>(832)</b>	<b>-1.1%</b>	<b>77 739</b>
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	23 655	36 879	46 716	9 922	28 245	46 716	(18 470)	-39.5%	46 716
<b>Total Capital Funding</b>	<b>82 321</b>	<b>99 981</b>	<b>124 455</b>	<b>17 821</b>	<b>105 153</b>	<b>124 455</b>	<b>(19 302)</b>	<b>-15.5%</b>	<b>124 455</b>

The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and funding. For the month of June 2016, R17, 821 million spending was incurred and the year to date budget amounts to R124, 455 million as compared to the adjusted budget which shows an unfavorable spending variance of R19, 302 million (16%).



The above graph shows the components of sources of finance for capital budget. Of the total adjusted capital budget of R124, 455 million, R67, 739 million is funded from Municipal Infrastructure grant of which R14, 637 million is a roll over from the 2014/15 financial year , R10 million from INEP and R46, 715 million from Own Revenue.



The above graph compares the 2014/15 and 2015/16 monthly capital expenditure performance. In addition, the graph shows slight improvement in the 2015/16 capital spending pattern as compared to the 2014/15 financial year.

**Table C6: Monthly Budget Statement Financial Position**

Description	2014/15	Budget Year 2015/16			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	24 967	10 631	18 192	4 659	18 192
Call investment deposits	–	15 000	25 000	6 899	25 000
Consumer debtors	18 744	24 184	24 184	29 182	24 184
Other debtors	31 791	14 400	7 232	15 414	7 232
Current portion of long-term receivables	–	–	–	–	–
Inventory	2 636	2 500	2 936	3 410	2 936
<b>Total current assets</b>	<b>78 138</b>	<b>66 715</b>	<b>77 544</b>	<b>59 565</b>	<b>77 544</b>
<b>Non current assets</b>					
Long-term receivables	–	–	–	–	–
Investments	–	–	–	–	–
Investment property	89 472	90 000	85 382	89 472	85 382
Investments in Associate	–	–	–	–	–
Property, plant and equipment	729 129	796 793	884 484	853 488	884 484
Agricultural	–	–	–	–	–
Biological assets	323	–	–	–	–
Intangible assets	640	–	–	640	–
Other non-current assets	10 650	–	–	10 650	–
<b>Total non current assets</b>	<b>830 215</b>	<b>886 793</b>	<b>969 866</b>	<b>954 250</b>	<b>969 866</b>
<b>TOTAL ASSETS</b>	<b>908 353</b>	<b>953 508</b>	<b>1 047 410</b>	<b>1 013 815</b>	<b>1 047 410</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	–	–	–	–	–
Borrowing	–	–	–	–	–
Consumer deposits	5 531	5 500	5 600	5 115	5 600
Trade and other payables	61 539	29 000	21 500	45 917	21 500
Provisions	1 362	–	–	–	–
<b>Total current liabilities</b>	<b>68 432</b>	<b>34 500</b>	<b>27 100</b>	<b>51 033</b>	<b>27 100</b>
<b>Non current liabilities</b>					
Borrowing	–	–	–	–	–
Provisions	79 033	40 000	32 512	88 670	32 512
<b>Total non current liabilities</b>	<b>79 033</b>	<b>40 000</b>	<b>32 512</b>	<b>88 670</b>	<b>32 512</b>
<b>TOTAL LIABILITIES</b>	<b>147 465</b>	<b>74 500</b>	<b>59 612</b>	<b>139 703</b>	<b>59 612</b>
<b>NET ASSETS</b>	<b>760 887</b>	<b>879 008</b>	<b>987 798</b>	<b>874 112</b>	<b>987 798</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	760 887	879 008	987 798	874 112	987 798
Reserves	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>760 887</b>	<b>879 008</b>	<b>987 798</b>	<b>874 112</b>	<b>987 798</b>

The above table shows that community wealth amounts to R874, 112 million, total liabilities R139, 703 million and the total assets R1, 013 billion. The increase in total liabilities is attributed to the ever increasing 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
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Ratepayers and other	81 994	107 021	93 677	5 780	74 912	93 677	(18 765)	-20%	93 677
Government - operating	177 191	170 641	216 652	-	216 652	216 652	-		216 652
Government - capital	58 967	50 840	77 739	-	63 102	77 739	(14 637)	-19%	77 739
Interest	9 257	8 105	5 153	295	4 019	5 153	(1 133)	-22%	5 153
Dividends	-	-	-	-	-	-	-		-
<b>Payments</b>									
Suppliers and employees	(267 838)	(254 448)	(286 323)	(16 816)	(290 860)	(286 323)	4 537	-2%	(286 323)
Finance charges	-	-	-	-	-	-	-		-
Transfers and Grants	(58)	(9 600)	(1 900)	(119)	(1 062)	(1 900)	(838)	44%	(1 900)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>59 514</b>	<b>72 559</b>	<b>104 998</b>	<b>(10 860)</b>	<b>66 764</b>	<b>104 998</b>	<b>38 234</b>	<b>36%</b>	<b>104 998</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	459	5 000	1 846	-	-	1 846	(1 846)	-100%	1 846
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables	-	-	33 239	-	-	33 239	(33 239)	-100%	33 239
Decrease (increase) in non-current investments	-	-	-	-	-	-	-		-
<b>Payments</b>									
Capital assets	(70 369)	(99 981)	(124 455)	(17 821)	(105 153)	(124 455)	(19 302)	16%	(124 455)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(69 910)</b>	<b>(94 981)</b>	<b>(89 369)</b>	<b>(17 821)</b>	<b>(105 153)</b>	<b>(89 369)</b>	<b>15 784</b>	<b>-18%</b>	<b>(89 369)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-	-	-	-	-	-		-
Borrowing long term/refinancing	-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits	-	500	2 597	59	425	2 597	(2 171)	-84%	2 597
<b>Payments</b>									
Repayment of borrowing	-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>500</b>	<b>2 597</b>	<b>59</b>	<b>425</b>	<b>2 597</b>	<b>2 171</b>	<b>84%</b>	<b>2 597</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(10 396)</b>	<b>(21 922)</b>	<b>18 225</b>	<b>(28 623)</b>	<b>(37 964)</b>	<b>18 225</b>			<b>18 225</b>
Cash/cash equivalents at beginning:	35 247	20 000	24 967		49 522	24 967			49 522
<b>Cash/cash equivalents at month/year end:</b>	<b>24 851</b>	<b>(1 922)</b>	<b>43 192</b>		<b>11 558</b>	<b>43 192</b>			<b>67 747</b>

Table C7 presents details pertaining to cash flow performance. For the month of June 2016, the net cash outflow from operating activities is R10, 860 million whilst net cash outflow from investing activities is R17, 821 million that is mainly comprised of capital expenditure movement; and the net cash inflow from financing activities is R59 thousand. The cash and cash equivalent held as at end of June 2016 amounted to R11, 558 million that is made up of cash amounting R4, 659 million and short term investments of R6, 899 million as presented in Table A6 under current assets.

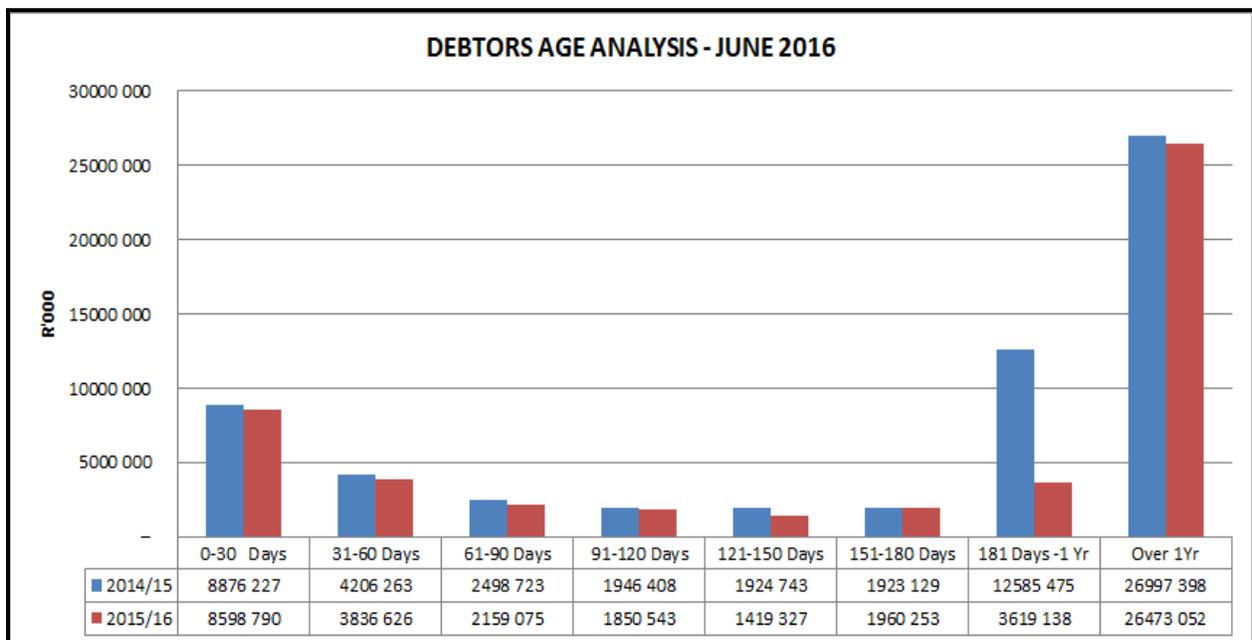
**PART 2: SUPPORTING TABLES**
**Supporting Table: SC 3 - Debtors Age Analysis**

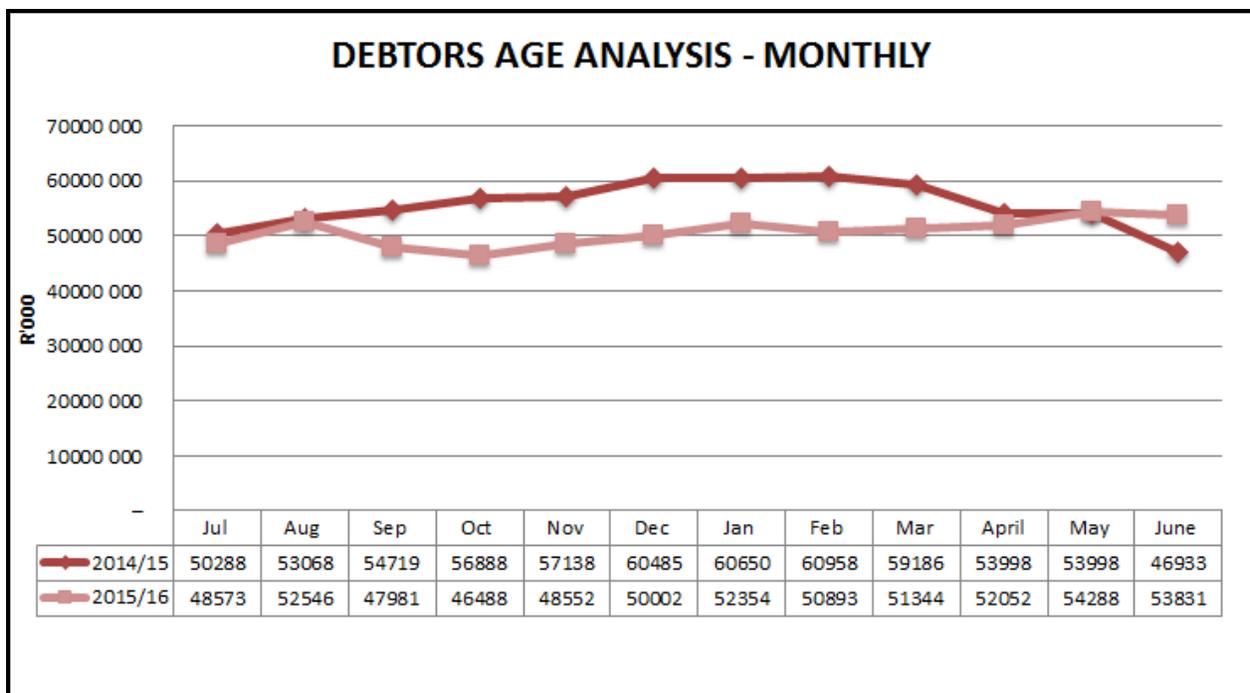
Description	Budget Year 2015/16										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys -1 Year	Over 1Year	Total	Total over 90 days			
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	5 169	1 484	722	349	528	292	689	1 680	10 912	3 537	-	-	
Receivables from Non-exchange Transactions - Property Rates	1 776	982	775	684	646	632	3 565	17 020	26 079	22 546	-	-	
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	297	127	55	43	36	35	189	1 157	1 939	1 461	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	47	23	13	11	11	17	72	831	1 026	943	-	-	
Interest on Arrear Debtor Accounts	-	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1 246	951	555	637	674	591	3 934	5 287	13 876	11 124	-	-	
<b>Total By Income Source</b>	<b>8 534</b>	<b>3 566</b>	<b>2 120</b>	<b>1 724</b>	<b>1 895</b>	<b>1 567</b>	<b>8 450</b>	<b>25 975</b>	<b>53 832</b>	<b>39 612</b>	<b>-</b>	<b>-</b>	
2014/15 - Totals only	8 599	3 837	2 159	1 851	1 419	1 960	3 619	26 473	49 917	79 223	-	-	
Debtors Age Analysis By Customer Group													
Organs of State	872	580	378	327	545	330	784	1 510	5 326	3 496	-	-	
Commercial	3 706	1 018	540	368	371	344	2 165	3 999	12 511	7 247	-	-	
Households	2 932	1 286	673	550	517	441	2 464	11 842	20 705	15 813	-	-	
Other	1 024	682	529	480	463	452	3 036	8 625	15 290	13 055	-	-	
<b>Total By Customer Group</b>	<b>8 534</b>	<b>3 566</b>	<b>2 120</b>	<b>1 724</b>	<b>1 895</b>	<b>1 567</b>	<b>8 450</b>	<b>25 975</b>	<b>53 832</b>	<b>39 612</b>	<b>-</b>	<b>-</b>	

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of June amount to R53, 832 million. The debtors' book proportion is made up as follows:

- Rates 48%
- Electricity 20%
- Rental 2%
- Refuse removal 4%
- Other - 26%

The debtors' age analysis is graphically presented below.





The initial graph compares debtors' age analysis for 2014/15 financial year and 2015/16 (as at end of June 2016) whilst the latter shows monthly movement of debtors for both the current financial year and the 2014/15 financial year. The graph shows that municipality slightly did better in terms of reducing the debt materiality of its debtors amount.

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

#### TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	STATUS	TYPE	AMOUNT	REMARKS
9900067	WATER PURIFICATION PLANT (SDM)	ACTIVE	OCCUPIER	2 575 415	HANDED OVER
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	599 813	HANDED OVER
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OWNER	309 947	CURRENT ACCOUNT (30 DAYS)
9000000	REPUBLIEK VAN SUID-AFRIKA	ACTIVE	OWNER	266 728	MATTER HANDLED INTERNALLY
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OWNER	254 876	MATTER HANDLED INTERNALLY
201885	SHOPRITE CHECKERS (PTY) LTD	ACTIVE	OCCUPIER	244 203	CURRENT ACCOUNT (30 DAYS)
214913	MEAT SPOT	ACTIVE	OCCUPIER	241 214	CURRENT ACCOUNT (30 DAYS)
9001077	ROYAL SQUARE INV 361 CC	ACTIVE	OWNER	238 070	HANDED OVER
9001035	NDEBELE MAHLANGU TRIBE	ACTIVE	OWNER	222 362	HANDED OVER
2913	SHOPRITE/CHECKERS	ACTIVE	OCCUPIER	221 367	CURRENT ACCOUNT (30 DAYS)
9000804	NATIONAL GOVERNMENT REPUBLIC OF SOUTH AFRICA	ACTIVE	OWNER	203 062	MATTER HANDLED INTERNALLY
9001052	NDEBELE STAM	ACTIVE	OWNER	191 930	HANDED OVER
9000628	LANDBOUNAVORSINGSRAAD	ACTIVE	OWNER	188 060	MATTER HANDLED INTERNALLY
9001039	NDEBELE MAHLANGU TRIBE	ACTIVE	OWNER	182 359	HANDED OVER
9001055	NDEBELE STAM	ACTIVE	OWNER	178 209	HANDED OVER
5050505	MOBILE TELEPHONE NETWORKS (PTY	ACTIVE	OCCUPIER	175 441	HANDED OVER
9001050	NDEBELE STAM	ACTIVE	OWNER	166 271	HANDED OVER
506535	BUMAZI PROPERTIES C/O BFW METERING	ACTIVE	OCCUPIER	161 318	CURRENT ACCOUNT (30 DAYS)
400383	BEN J A FAMILIE TRUST JAFAMILIET	ACTIVE	OWNER	158 804	HANDED OVER
9001550	Lehlakony Communal Prop. Ass	ACTIVE	OWNER	153 791	HANDED OVER
<b>TOTAL</b>				<b>6 933 238</b>	

## Supporting Table: SC 4 - Creditors Age Analysis

Description	NT Code	Budget Year 2015/16									Prior year totals for chart
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
<b>Creditors Age Analysis By Customer Type</b>											
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	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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	CONTACT NAME	AMOUNT
40058	SERVIMODE 62CC		399 499
4001	MOKWENA MOTORS T/A NONYANE MOT	M.J. MOKWENA	267 930
32409	MAKGONATSOHLE TRADING ENTERPRI		267 512
35359	NONYANE MOTORS	SIBUSISO	138 420
662	WALTONS STATIONERY	ANNE-MARIE	98 187
41024	KGOKA MEDUPI ( PTY) LTD	ANDREW CHOENYANE	98 000
777	VISION PRINT GRAPHICS & DESIGN	VISION PRINT	81 590
37790	K2014186685 (SA) PTY LTD	SEANGENG SAMUEL	75 756
41040	SIZANO PROJECTS AND SERVICES	MATHABATHE TLADI	50 000
41106	MOON AND EARTH TRADING	MAROPENG	29 800
40046	NOMSHADO & SETATANANA CONST		28 500
41090	TOKOLLO INVESTMENTS	GEORGE	28 500
41062	AGONI CHEMICAL SUPPLIERS	KABINI TEBOGO ANTONE	28 352
41117	VAPOPAX INVESTMENTS PTY LTD	PHILLIP CHAUKE	28 000
41029	MATOLOS TRADING PTY LTD	BERNET MOTSHOENE	27 600
37715	TALA YA TLHAGO TRADING ENTERPR		27 498
41063	FIZEE TRADING (PTY) LTD	NOMTHANAZO MAKGOPA	27 400
41066	MOETANAALO SS4 TRADING	ORIYA	27 300
41103	THABANG KUTLWANO TRADING	NECTOR NKADIMENG	26 970
37648	MALEKE HOLDINGS (PTY) LTD	DERK MAGAKWE	26 875
<b>TOTAL</b>			<b>1 783 689</b>

The above table presents the top twenty creditors paid during the month of June 2016 and an amount of R1, 783 million was paid during the month under review.

## Supporting Table: SC 5 - Investment Portfolio

Investment	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
Nedbank	1 Month	Short term	2016/06/24	103	7.3%	30 416	(25 000)	5 520
Absa - MIG	1 Months	Short term	2016/06/30	4	0.5%	741	(0)	744
Absa Call Account	1 Month	Short term	2016/06/30	3	0.5%	632	(0)	635
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>110</b>		<b>31 789</b>	<b>(25 000)</b>	<b>6 899</b>

Supporting table SC5 presents all investments that indicate that the total amount of R6, 899 million has been invested as at end of June 2016. The opening balance was R31, 789 million, an amount of R25 million has been withdrawn during the current month and accrued interest for the month amounted to R110 thousand.

## Supporting Table: SC 6 - Transfers and Grant Receipts

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
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	<b>170 641</b>	<b>216 652</b>	<b>216 652</b>	<b>-</b>	<b>216 652</b>	<b>216 652</b>	<b>-</b>		<b>216 652</b>
Local Government Equitable Share	166 920	212 959	212 959	-	212 959	212 959	-		212 959
Finance Management	1 600	1 600	1 600	-	1 600	1 600	-		1 600
Municipal Systems Improvement	934	930	930	-	930	930	-		930
EPWP Incentive	1 187	1 163	1 163	-	1 163	1 163	-		1 163
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>Total Operating Transfers and Grants</b>	<b>170 641</b>	<b>216 652</b>	<b>216 652</b>	<b>-</b>	<b>216 652</b>	<b>216 652</b>	<b>-</b>		<b>216 652</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	<b>65 840</b>	<b>63 102</b>	<b>63 102</b>	<b>-</b>	<b>63 102</b>	<b>63 102</b>	<b>-</b>		<b>63 102</b>
Municipal Infrastructure Grant (MIG)	65 840	53 102	63 102	-	63 102	63 102	-		63 102
Intergrated National Electrification Grant	-	10 000	-	-	-	-	-		-
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>Total Capital Transfers and Grants</b>	<b>65 840</b>	<b>63 102</b>	<b>63 102</b>	<b>-</b>	<b>63 102</b>	<b>63 102</b>	<b>-</b>		<b>63 102</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>236 481</b>	<b>279 754</b>	<b>279 754</b>	<b>-</b>	<b>279 754</b>	<b>279 754</b>	<b>-</b>		<b>279 754</b>

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R279, 754 million of which the major portion is attributed to equitable share (i.e. R212, 959 million) received.

## Supporting Table: SC 7 Transfers and grants – Expenditure

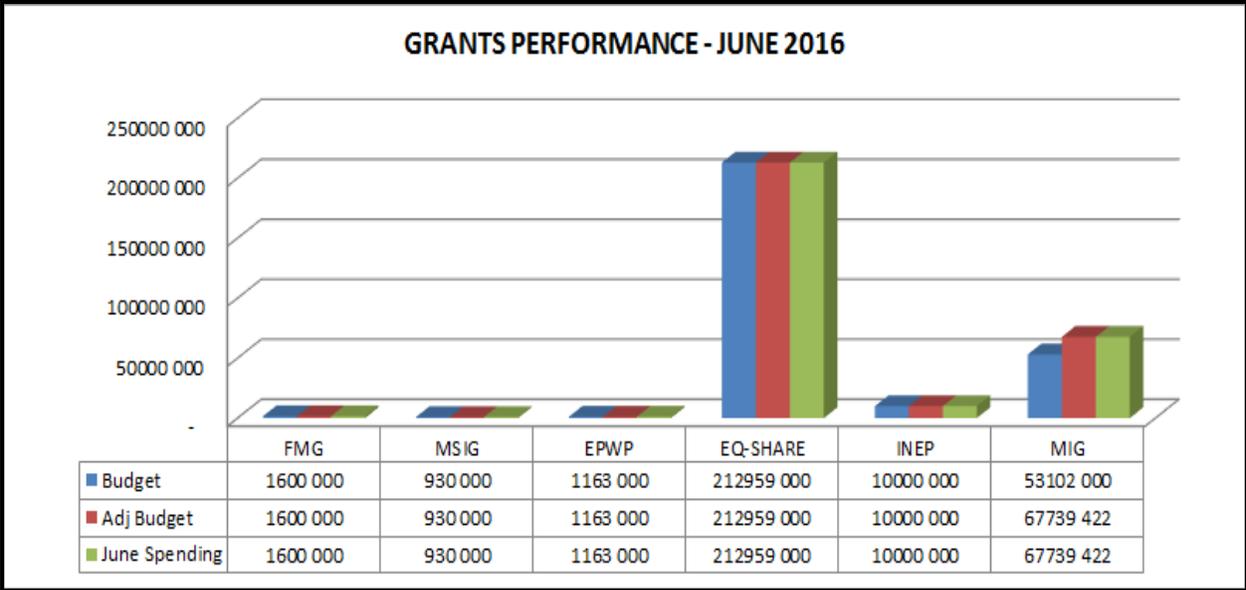
Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>EXPENDITURE</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	<b>170 635</b>	<b>216 652</b>	<b>216 652</b>	<b>17 894</b>	<b>216 652</b>	<b>216 652</b>	<b>-</b>		<b>216 652</b>
Local Government Equitable Share	166 920	212 959	212 959	17 747	212 959	212 959	-		212 959
Finance Management	1 600	1 600	1 600	62	1 600	1 600	-		1 600
Municipal Systems Improvement	934	930	930	20	930	930	-		930
EPWP Incentive	1 181	1 163	1 163	66	1 163	1 163	-		1 163
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>Total Transfers and Grants: Expenditure</b>	<b>170 635</b>	<b>216 652</b>	<b>216 652</b>	<b>17 894</b>	<b>216 652</b>	<b>216 652</b>	<b>-</b>		<b>216 652</b>
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>42 434</b>	<b>63 102</b>	<b>63 102</b>	<b>7 557</b>	<b>63 102</b>	<b>63 102</b>	<b>-</b>		<b>63 102</b>
Municipal Infrastructure Grant (MIG)	42 434	53 102	53 102	7 267	53 102	53 102	-		63 102
Intergrated National Electrification Grant	-	10 000	10 000	289	10 000	10 000	-		-
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A	-	-	-	-	-	-	-		-
<b>Total capital Transfers and Grants: Expenditure</b>	<b>42 434</b>	<b>63 102</b>	<b>63 102</b>	<b>7 557</b>	<b>63 102</b>	<b>63 102</b>	<b>-</b>		<b>63 102</b>
<b>TOTAL TRANSFERS AND GRANTS: EXPENDITURE</b>	<b>213 068</b>	<b>279 754</b>	<b>279 754</b>	<b>25 451</b>	<b>279 754</b>	<b>279 754</b>	<b>-</b>		<b>279 754</b>

An amount of R25, 451 million has been spent on grants during the month of June 2016 and the year to date actuals and budget amounts to R279, 754 million and this results in 100% spending on all the grants.

**Supporting Table: SC 7 (2) Expenditure against approved roll over**

Description	Budget Year 2015/16				
	Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance
<b>EXPENDITURE</b>					
<b>Operating expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	-
Local Government Equitable Share	-	-	-	-	-
Finance Management	-	-	-	-	-
Municipal Systems Improvement	-	-	-	-	-
EPWP Incentive	-	-	-	-	-
<b>Provincial Government:</b>	-	-	-	-	-
N/A				-	-
<b>District Municipality:</b>	-	-	-	-	-
N/A				-	-
<b>Other grant providers:</b>	-	-	-	-	-
N/A				-	-
<b>Total operating expenditure of Approved Roll-overs</b>	-	-	-	-	-
<b>Capital expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	14 637	1 174	14 637	-	-
Municipal Infrastructure Grant (MIG)	14 637	1 174	14 637	-	-
Intergrated National Electrification Grant	-	-	-	-	-
<b>Provincial Government:</b>	-	-	-	-	-
N/A	-	-	-	-	-
District Municipality:	-	-	-	-	-
N/A	-	-	-	-	-
Other grant providers:	-	-	-	-	-
N/A	-	-	-	-	-
<b>Total capital expenditure of Approved Roll-overs</b>	14 637	1 174	14 637	-	-
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	14 637	1 174	14 637	-	-

The total amount of R14, 637 million has been rolled over from the 2014/15 financial year and the entire amount has been fully spent.



The above graph depicts the gazette and adjusted budgeted amounts for all the grants and the expenditure thereof for the month of June 2016. The grants expenditure is shown below in percentages:

- Financial Management Grant 100%
- Municipal Systems Improvement Grant 100%
- Expanded Public Work Programme 100%
- Equitable Share 100%
- Municipal Infrastructure Grant 100%
- Integrated National Electrification Grant 100%

## Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor 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
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	12 196	3 548	10 624	922	11 508	10 624	883	8%	10 624
Pension and UIF Contributions	1 047	1 408	1 188	85	987	1 188	(201)	-17%	1 188
Medical Aid Contributions	252	408	322	27	306	322	(15)	-5%	322
Motor Vehicle Allowance	4 030	4 075	3 872	324	3 640	3 872	(233)	-6%	3 872
Cellphone Allowance	-	1 554	1 652	-	1 615	1 652	(37)	-2%	1 652
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	381	7 550	0	-	-	0	(0)	-100%	0
<b>Sub Total - Councillors</b>	<b>17 905</b>	<b>18 543</b>	<b>17 659</b>	<b>1 358</b>	<b>18 056</b>	<b>17 659</b>	<b>397</b>	<b>2%</b>	<b>17 659</b>
<b>% increase</b>		<b>4%</b>	<b>-1%</b>						<b>-1%</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	3 106	4 831	4 646	256	4 473	4 646	(173)	-4%	4 646
Pension and UIF Contributions	209	503	543	28	352	543	(191)	-35%	543
Medical Aid Contributions	-	175	122	8	169	122	47	38%	122
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	566	840	1 391	56	718	1 391	(674)	-48%	1 391
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	54	596	200	3	213	200	12	6%	200
Payments in lieu of leave	-	-	-	-	70	-	70	#DIV/0!	-
Long service awards	-	-	-	-	68	-	68	#DIV/0!	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>3 936</b>	<b>6 944</b>	<b>6 902</b>	<b>351</b>	<b>6 062</b>	<b>6 902</b>	<b>(840)</b>	<b>-12%</b>	<b>6 902</b>
<b>% increase</b>		<b>76%</b>	<b>75%</b>						<b>75%</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	58 199	73 424	64 167	5 518	63 381	64 167	(786)	-1%	64 167
Pension and UIF Contributions	11 194	14 613	13 843	1 088	12 228	13 843	(1 615)	-12%	13 843
Medical Aid Contributions	2 949	4 616	4 378	326	3 565	4 378	(813)	-19%	4 378
Overtime	1 473	1 380	2 022	241	2 589	2 022	567	28%	2 022
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	4 994	5 632	6 239	514	5 437	6 239	(801)	-13%	6 239
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	95	157	201	12	137	201	(64)	-32%	201
Other benefits and allowances	9 713	7 864	7 628	143	6 083	7 628	(1 545)	-20%	7 628
Payments in lieu of leave	1 001	530	220	121	504	220	284	129%	220
Long service awards	-	95	510	90	773	510	263	52%	510
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>	<b>89 617</b>	<b>108 312</b>	<b>99 206</b>	<b>8 054</b>	<b>94 697</b>	<b>99 206</b>	<b>(4 509)</b>	<b>-5%</b>	<b>99 206</b>
<b>% increase</b>		<b>21%</b>	<b>11%</b>						<b>11%</b>
<b>Total</b>	<b>111 458</b>	<b>133 799</b>	<b>123 768</b>	<b>9 763</b>	<b>118 815</b>	<b>123 768</b>	<b>(4 953)</b>	<b>-4%</b>	<b>123 768</b>
<b>% increase</b>		<b>20%</b>	<b>11%</b>						<b>11%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>111 458</b>	<b>133 799</b>	<b>123 768</b>	<b>9 763</b>	<b>118 815</b>	<b>123 768</b>	<b>(4 953)</b>	<b>-4%</b>	<b>123 768</b>
<b>% increase</b>		<b>20%</b>	<b>11%</b>						<b>11%</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>93 553</b>	<b>115 256</b>	<b>106 109</b>	<b>8 405</b>	<b>100 759</b>	<b>106 109</b>	<b>(5 349)</b>	<b>-5%</b>	<b>106 109</b>

Table SC8 provides details for Remuneration of Councillors and Employee related cost. The total salaries, allowances and benefits paid for June 2016 amounts to R8, 405 million (Year to date actuals is R100, 759 million) and the expenditure for remuneration of councilors amounts to R 1, 358 million (Year to date R18, 056).

Description	Budget Year 2015/16												2015/16 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year+1 2016/17	Budget Year+2 2017/18
<b>Cash Receipts By Source</b>															
Property rates	3 411	1 062	1 454	1 505	1 350	1 097	1 214	1 430	1 610	1 271	1 303	1 092	24 349	25 847	27 359
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	5 818	3 640	8 581	5 003	4 194	4 493	4 592	7 526	5 527	5 344	4 171	4 197	58 565	62 167	65 803
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse	248	239	277	283	263	239	268	313	281	271	250	240	4 304	4 569	4 836
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	90	66	53	51	71	68	63	73	64	13	74	28	3 290	3 493	3 697
Interest earned - external investments	87	498	281	60	384	329	289	237	372	-	201	164	4 600	4 883	5 169
Interest earned - outstanding debtors	73	64	102	93	103	52	99	322	520	83	118	131	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	-	-	57	621	51	45	49	49	41	137	86	82	318	335	353
Licences and permits	1 149	455	447	400	465	326	255	444	-	150	521	142	5 819	6 177	6 538
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating	88 520	554	368	706	71 296	476	199	254	53 531	-	229	-	216 652	233 223	229 161
Other revenue	31 085	124	51	43	16 499	19	49	41 263	157	1 127	18	-	1 096	1 515	1 595
<b>Cash Receipts by Source</b>	<b>130 480</b>	<b>6 702</b>	<b>11 672</b>	<b>8 765</b>	<b>94 677</b>	<b>7 144</b>	<b>7 078</b>	<b>51 912</b>	<b>62 103</b>	<b>8 397</b>	<b>6 972</b>	<b>6 075</b>	<b>318 994</b>	<b>342 207</b>	<b>344 610</b>
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital	-	656	5 712	7 198	6 234	8 314	8 271	10 573	3 160	7 390	2 601	-	63 102	65 178	68 289
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase in consumer deposits	894	4	(137)	16	17	17	(27)	29	460	30	(18)	59	500	500	500
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables	-	-	-	-	-	-	-	-	126	-	-	-	-	-	-
Change in non-current investments	-	30 141	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Receipts by Source</b>	<b>131 374</b>	<b>37 502</b>	<b>17 247</b>	<b>15 979</b>	<b>100 928</b>	<b>15 476</b>	<b>15 322</b>	<b>62 514</b>	<b>65 850</b>	<b>15 817</b>	<b>9 555</b>	<b>6 134</b>	<b>382 596</b>	<b>407 885</b>	<b>413 299</b>
<b>Cash Payments by Type</b>															
Employee related costs	15 044	7 393	8 432	7 805	8 054	12 898	8 251	7 932	8 005	7 988	7 896	8 405	115 256	122 344	129 501
Remuneration of councillors	2 716	1 461	1 538	1 514	157	1 516	1 460	2 256	1 747	1 581	1 917	1 358	18 543	19 563	20 600
Interest paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Electricity	58	12 919	5 452	56	4 460	9 340	98	27 852	4 566	4 325	4 190	4 284	60 000	63 300	66 655
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	323	877	577	589	520	703	355	517	521	656	554	708	5 430	5 764	6 101
Contracted services	-	18 445	(1 525)	3 153	-	2 574	(185)	2 981	1 949	3 531	4 426	3 421	21 950	23 300	24 389
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	-	-	176	-	88	98	-	103	103	200	174	119	3 300	3 503	3 708
General expenses	6 068	33 199	1 592	21 859	8 395	12 527	18 969	6 487	4 702	-	17 149	7 982	62 654	62 393	59 190
<b>Cash Payments by Type</b>	<b>24 208</b>	<b>74 294</b>	<b>16 242</b>	<b>34 976</b>	<b>21 674</b>	<b>39 656</b>	<b>28 948</b>	<b>48 127</b>	<b>21 594</b>	<b>18 281</b>	<b>36 306</b>	<b>26 276</b>	<b>287 133</b>	<b>300 168</b>	<b>310 144</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	214	471	5 625	8 761	20 629	9 516	10 369	13 629	4 386	15 859	8 087	17 821	99 981	99 178	98 589
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	756	-	-	-	-	-
<b>Total Cash Payments by Type</b>	<b>24 421</b>	<b>74 765</b>	<b>21 867</b>	<b>43 737</b>	<b>42 304</b>	<b>49 172</b>	<b>39 318</b>	<b>61 757</b>	<b>25 981</b>	<b>34 895</b>	<b>44 393</b>	<b>44 098</b>	<b>387 114</b>	<b>399 346</b>	<b>408 733</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>106 953</b>	<b>(37 262)</b>	<b>(4 621)</b>	<b>(27 758)</b>	<b>58 625</b>	<b>(33 696)</b>	<b>(23 996)</b>	<b>757</b>	<b>39 869</b>	<b>(19 079)</b>	<b>(34 838)</b>	<b>(37 964)</b>	<b>(4 519)</b>	<b>8 540</b>	<b>4 566</b>
Cash/cash equivalents at the month/year beginning:	24 567	131 520	94 258	89 637	61 879	120 504	86 808	62 812	63 569	103 438	84 360	49 522	24 567	20 049	28 588
<b>Cash/cash equivalents at the month/year end:</b>	<b>131 520</b>	<b>94 258</b>	<b>89 637</b>	<b>61 879</b>	<b>120 504</b>	<b>86 808</b>	<b>62 812</b>	<b>63 569</b>	<b>103 438</b>	<b>84 360</b>	<b>49 522</b>	<b>11 558</b>	<b>20 049</b>	<b>28 588</b>	<b>33 155</b>

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 R6, 134 million and the total cash payment for the month were R44, 098 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: O. Budget
July	126	4 584	4 584	214	214	4 584	4 370	95%	0%
August	–	6 184	6 184	471	844	10 768	9 924	92%	1%
September	91	7 005	7 005	4 934	4 934	17 773	12 839	72%	5%
October	1 532	8 840	8 840	7 685	7 685	26 613	18 928	71%	8%
November	2 790	11 250	11 250	20 182	20 182	37 863	17 681	47%	20%
December	7 446	11 260	11 260	8 347	8 347	49 123	40 776	83%	8%
January	10 665	8 500	8 500	8 556	8 556	57 623	49 068	85%	9%
February	11 180	12 291	12 345	11 817	11 817	69 968	58 152	83%	12%
March	9 365	9 710	13 789	3 847	3 847	83 757	79 910	95%	4%
April	8 762	7 165	10 876	13 912	13 912	94 633	80 722	85%	14%
May	8 514	6 842	13 654	7 366	7 366	108 287	100 921	93%	7%
June	5 315	6 350	16 168	17 821	17 821	124 455	106 634	86%	18%
<b>Total Capital Expenditure</b>	<b>65 787</b>	<b>99 981</b>	<b>124 455</b>	<b>105 153</b>					

Supporting table SC12 provides information on the monthly trends for capex. In terms of this table the capital expenditure for the month of June amounts to R17, 821 million leaving the capital budget with an amount of R19, 302 million unspent and this budget is primarily for internally funded projects since all grants funded projects have been fully spent.

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
<b>Capital expenditure on new assets</b>									
<b>Infrastructure</b>	44 586	57 102	88 748	11 329	73 895	88 748	14 852	17%	88 748
<b>Infrastructure - Road transport</b>	39 138	45 602	65 120	4 234	54 693	65 120	10 427	16%	65 120
Roads, Pavements & Bridges	38 541	40 602	58 002	3 257	51 080	58 002	6 922	12%	58 002
Storm water	597	5 000	7 118	978	3 613	7 118	3 505	49%	7 118
<b>Infrastructure - Electricity</b>	5 448	11 500	23 228	7 094	19 202	23 228	4 026	17%	23 228
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	3 151	10 000	13 776	3 419	13 129	13 776	647	5%	13 776
Street Lighting	2 297	1 500	9 451	3 676	6 073	9 451	3 378	36%	9 451
<b>Infrastructure - Water</b>	-	-	-	-	-	-	-	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Sanitation</b>	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Other</b>	-	-	400	-	-	400	400	100%	400
Waste Management	-	-	400	-	-	400	400	100%	400
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Community</b>	2 498	-	-	-	-	-	-	-	-
Parks & gardens	159	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	2 339	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	1 065	-	300	75	132	300	168	56%	300
General vehicles	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	-	-	-	-	-	-	-	-	-
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	1 065	-	300	75	132	300	168	56%	300
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new asse</b>	48 148	57 102	89 048	11 404	74 027	89 048	15 020	17%	89 048

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD Budget	YTD Variance	YTD Variance	Full Year Forecast
<b>Capital expenditure on renewal of existing assets</b>									
<b>Infrastructure</b>	27 129	30 779	24 072	5 518	23 587	24 072	485	2%	24 072
<b>Infrastructure - Road transport</b>	23 066	26 779	21 572	4 582	22 651	21 572	(1 080)	-5%	21 572
Roads, Pavements & Bridges	23 066	26 779	21 572	4 582	22 651	21 572	(1 080)	-5%	21 572
Storm water	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Electricity</b>	3 565	1 500	1 000	180	180	1 000	820	82%	1 000
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	3 565	1 500	1 000	180	180	1 000	820	82%	1 000
Street Lighting	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Water</b>	-	-	-	-	-	-	-	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Sanitation</b>	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Other</b>	499	2 500	1 500	755	755	1 500	745	50%	1 500
Waste Management	499	2 500	1 500	755	755	1 500	745	50%	1 500
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Community</b>	-	-	600	-	-	600	600	100%	600
Parks & gardens	-	-	400	-	-	400	400	100%	400
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	200	-	-	200	200	100%	200
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	7 044	12 100	10 736	900	7 539	10 736	3 197	30%	10 736
General vehicles	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	469	500	500	372	668	500	(188)	-34%	500
Furniture and other office equipment	282	500	530	315	537	530	(7)	-1%	530
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	2 588	1 000	-	28	77	-	(77)	#DIV/0!	-
Other Buildings	1 841	10 000	9 302	236	5 876	9 302	3 426	37%	9 302
Other Land	1 009	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	855	100	404	(51)	381	404	24	6%	404
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure: renewal of existing asset</b>	34 173	42 879	35 407	6 418	31 126	35 407	4 282	12%	35 407

## 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
<b>Repairs and maintenance expenditure</b>									
<b>Infrastructure</b>	3 506	4 500	5 518	945	3 093	5 518	2 425	44%	5 518
<b>Infrastructure - Road transport</b>	1 125	3 000	2 418	–	883	2 418	1 535	63%	2 418
Roads, Pavements & Bridges	881	3 000	2 418	–	883	2 418	1 535	63%	2 418
Storm water	244	–	–	–	–	–	–	–	–
<b>Infrastructure - Electricity</b>	1 271	–	1 000	102	1 001	1 000	(1)	0%	1 000
Generation	–	–	–	–	–	–	–	–	–
Transmission & Reticulation	1 271	–	1 000	102	1 001	1 000	(1)	0%	1 000
Street Lighting	–	–	–	–	–	–	–	–	–
<b>Infrastructure - Water</b>	–	–	–	–	–	–	–	–	–
Dams & Reservoirs	–	–	–	–	–	–	–	–	–
Water purification	–	–	–	–	–	–	–	–	–
Reticulation	–	–	–	–	–	–	–	–	–
<b>Infrastructure - Sanitation</b>	–	–	–	–	–	–	–	–	–
Reticulation	–	–	–	–	–	–	–	–	–
Sewerage purification	–	–	–	–	–	–	–	–	–
<b>Infrastructure - Other</b>	1 110	1 500	2 100	843	1 209	2 100	891	42%	2 100
Waste Management	1 110	1 500	2 100	843	1 209	2 100	891	42%	2 100
Transportation	–	–	–	–	–	–	–	–	–
Gas	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
<b>Community</b>	–	–	–	–	–	–	–	–	–
Parks & gardens	–	–	–	–	–	–	–	–	–
Sportsfields & stadia	–	–	–	–	–	–	–	–	–
Swimming pools	–	–	–	–	–	–	–	–	–
Community halls	–	–	–	–	–	–	–	–	–
Libraries	–	–	–	–	–	–	–	–	–
Recreational facilities	–	–	–	–	–	–	–	–	–
Fire, safety & emergency	–	–	–	–	–	–	–	–	–
Security and policing	–	–	–	–	–	–	–	–	–
Buses	–	–	–	–	–	–	–	–	–
Clinics	–	–	–	–	–	–	–	–	–
Museums & Art Galleries	–	–	–	–	–	–	–	–	–
Cemeteries	–	–	–	–	–	–	–	–	–
Social rental housing	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
<b>Heritage assets</b>	–	–	–	–	–	–	–	–	–
Buildings	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
<b>Investment properties</b>	–	–	–	–	–	–	–	–	–
Housing development	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
<b>Other assets</b>	7 481	7 200	4 345	431	5 599	4 249	(1 349)	-32%	4 345
General vehicles	3 931	2 000	1 150	265	1 427	1 054	(373)	-35%	1 150
Specialised vehicles	–	–	–	–	–	–	–	–	–
Plant & equipment	586	3 000	1 000	93	2 749	1 000	(1 749)	-175%	1 000
Computers - hardware/equipment	–	–	–	–	–	–	–	–	–
Furniture and other office equipment	–	–	–	–	–	–	–	–	–
Abattoirs	–	–	–	–	–	–	–	–	–
Markets	–	–	–	–	–	–	–	–	–
Civic Land and Buildings	–	–	–	–	–	–	–	–	–
Other Buildings	1 498	2 000	1 619	74	1 154	1 619	465	29%	1 619
Other Land	–	–	–	–	–	–	–	–	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	–	–	–
Other	1 466	200	576	–	269	576	307	53%	576
<b>Agricultural assets</b>	–	–	–	–	–	–	–	–	–
N/A	–	–	–	–	–	–	–	–	–
<b>Biological assets</b>	–	–	–	–	–	–	–	–	–
N/A	–	–	–	–	–	–	–	–	–
<b>Intangibles</b>	–	120	50	–	9	50	41	82%	50
Computers - software & programming	–	–	–	–	–	–	–	–	–
Other	–	120	50	–	9	50	41	82%	50
<b>Total Repairs and Maintenance Expenditure</b>	<b>10 988</b>	<b>11 820</b>	<b>9 913</b>	<b>1 376</b>	<b>8 701</b>	<b>9 818</b>	<b>1 117</b>	<b>11%</b>	<b>9 913</b>

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 R74, 027 million and the year to date budget is R89, 048 million which reflects 16, 9% under spending variance on new assets. The spending on renewal of existing assets as at end of June is R31, 126 million with the year to date budget of R35, 407 million and this reflects 12, 1% under spending variance.

The year to date actual expenditure on repairs and maintenance is R8, 701 million, while the year to date budget is R9, 818 million, reflecting under spending variance of 11.4%.

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

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
<b>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	32 638	-	-	-	32 638	32 638	100%	32 638
<b>Infrastructure - Road transport</b>	-	27 435	-	-	-	27 435	27 435	100%	27 435
Roads, Pavements & Bridges	-	22 710	-	-	-	22 710	22 710	100%	22 710
Storm water	-	4 725	-	-	-	4 725	4 725	100%	4 725
<b>Infrastructure - Electricity</b>	-	3 903	-	-	-	3 903	3 903	100%	3 903
Generation	-	2 328	-	-	-	2 328	2 328	100%	2 328
Transmission & Reticulation	-	1 575	-	-	-	1 575	1 575	100%	1 575
Street Lighting	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Water</b>	-	-	-	-	-	-	-	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Sanitation</b>	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	-	-	-	-	-	-	-	-
<b>Infrastructure - Other</b>	-	1 300	-	-	-	1 300	1 300	100%	1 300
Waste Management	-	1 300	-	-	-	1 300	1 300	100%	1 300
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Community</b>	-	2 145	-	-	-	2 145	2 145	100%	2 145
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	2 145	-	-	-	2 145	2 145	100%	2 145
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	217	-	-	-	217	217	100%	217
General vehicles	-	57	-	-	-	57	57	100%	57
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	20	-	-	-	20	20	100%	20
Furniture and other office equipment	-	25	-	-	-	25	25	100%	25
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	-	100	-	-	-	100	100	100%	100
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	-	15	-	-	-	15	15	100%	15
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total Depreciation</b>	-	35 000	-	-	-	35 000	35 000	100%	35 000

## Quality certificate

I, **RAMAKGAHLELA MINAH MAREDI**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of June 2016 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM 472)

Signature .....  .....  
Elias Motsoaledi  
Local Municipality

Date ..... 13/7/2016 ..... 13 JUL 2016

