

## **Monthly Budget Statement**

**31 July 2016**

Glossary

<p><b>Adjustments Budget</b> – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.</p>
<p><b>Budget</b> – The financial plan of the Municipality.</p>
<p><b>Capital Expenditure</b> - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.</p>
<p><b>Cash flow statement</b> – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it scores as expenditure in the month it is received, even though it may not be paid in the same period.</p>
<p><b>Deficit</b> – The amount by which expenditure exceed revenue.</p>
<p><b>DORA</b> – Division of Revenue Act. Annual piece of legislation that shows the amount of allocations from national to local government.</p>
<p><b>Equitable Share</b> – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.</p>
<p><b>GRAP</b> – Generally Recognised Accounting Practice. The new standard for municipal accounting.</p>
<p><b>MFMA</b> – The Municipal Finance Management Act – no 53 of 2003. The principle piece of legislation relating to municipal financial management.</p>
<p><b>Operating Expenditure</b> – Spending on the day to day expenses of the Municipality such as salaries and wages.</p>
<p><b>Rates</b> – Local Government taxation based on an assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.</p>
<p><b>Surplus</b> - A situation in which income exceeds expenditures.</p>
<p><b>Tariff</b> – means a tariff for services which a municipality may set for the provision of a service to the local community, and includes a surcharge on such tariff.</p>
<p><b>SDBIP</b> – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.</p>
<p><b>Vote</b> – One of the main segments into which a budget is divided into for the appropriation of money at department/ functional area- level.</p>

**DIRECTORATE: BUDGET AND TREASURY OFFICE**

**ITEM: 15**

**FILE REF: 4/1**

**FINANCIAL REPORT FOR THE PERIOD ENDED 31 JULY 2016.**

**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 July 2016, the 10 working days reporting period expires on **16 August 2016**. 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 July 2016 are summarised as follows:

Description	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Total Revenue (excluding capital transfers and contributions)	2,207,528	2,818,325	-	198,767	198,767	234,860	(36,093)	-15%	2,818,325
Total Expenditure	2,305,154	2,578,556	-	167,705	167,705	214,880	(47,175)	-22%	2,578,556
Surplus/(Deficit)	(97,626)	239,769	-	31,063	31,063	19,981	11,082	55%	239,769

**1.1.1 Revenue Performance**

The approved budgeted revenue for 2016/2017 amounts to R 2 818 325 000. Actual revenue billed which includes operating grants and other direct income as at 31 July 2016 amounts **R 198 767 439.58 (7%)** of the current budget.

**1.1.2 Expenditure performance**

The approved budgeted expenditure for the year is R 2 578 556 000. Total expenditure year to date as at 31 July 2016 amounted to **R 167 704 724.11 (7%)** of the current budget.

**1.1.3 Capital Performance**

Approved capital budget for 2016/2017 amounts to R 1 096 467 000. Payments in respect of Capital Projects amounts to **R 3 958 013.00** as at 31 July 2016. The expenditure is equals to 0.0036% of the capital budget.

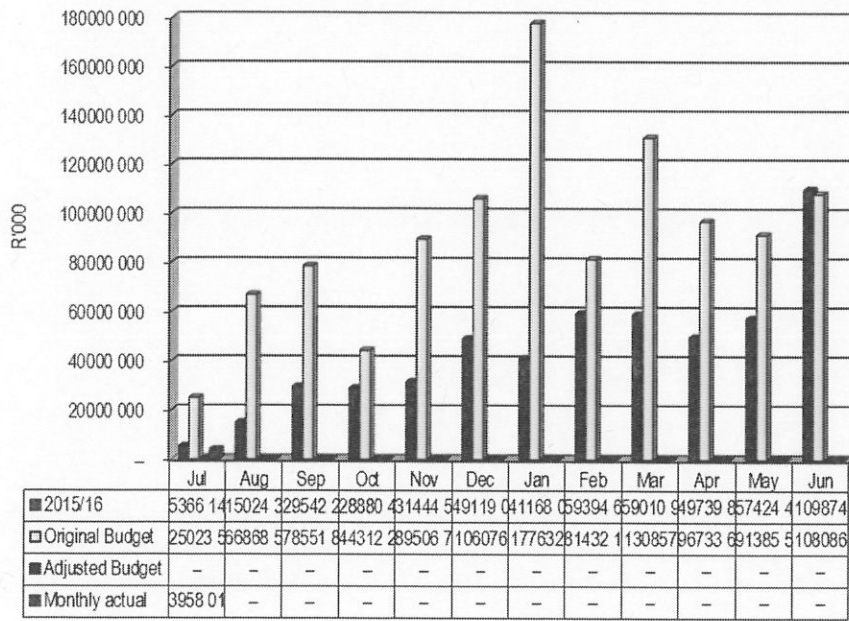
In the first month of trading only 0.0036% (July 2016: 1%) of the capital budget has been spent. However as in the case of past years there would be an acceleration of spending in the ensuing months and more accurate projections will unfold in the months to follow.

The breakdown as at 31 July 2016 is tabulated as follows:

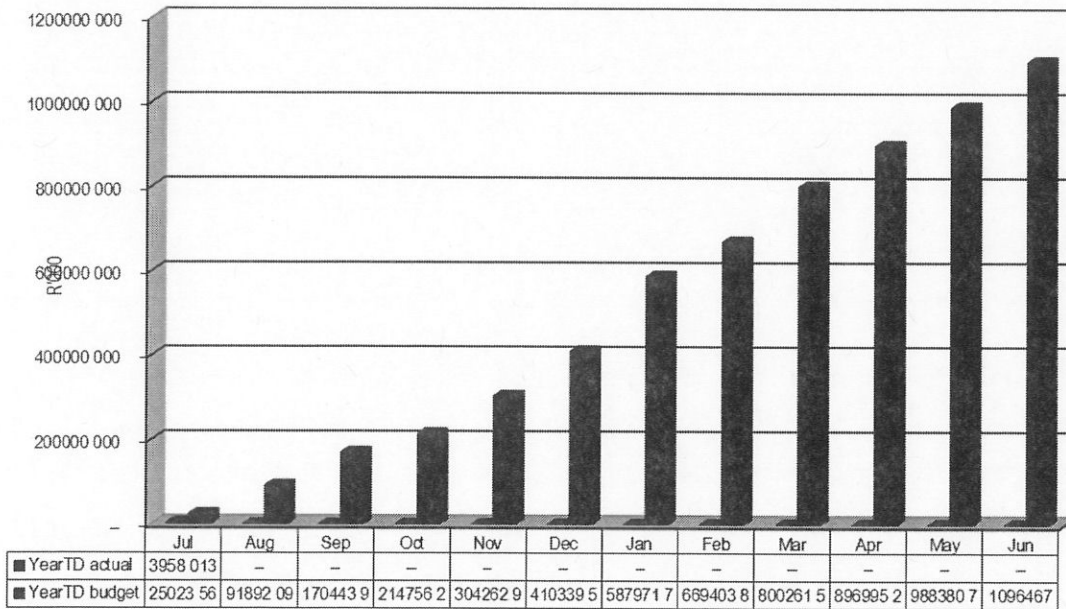
Vote Description	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
<b>Funded by:</b>									
National Government	422 812	622 026				51 836	(51 836)	-100%	622 026
Provincial Government							-		
Transfers recognised - capital	422 812	622 026	-	-	-	51 836	(51 836)	-100%	622 026
Public contributions & donations	3 343						-		
Borrowing	-	235 000				19 583	(19 583)	-100%	235 000
Internally generated funds	109 834	239 441		3 958	3 958	19 953	(15 995)	-80%	239 441
<b>Total Capital Funding</b>	<b>535 989</b>	<b>1 096 467</b>	<b>-</b>	<b>3 958</b>	<b>3 958</b>	<b>91 372</b>	<b>(87 414)</b>	<b>-96%</b>	<b>1 096 467</b>

In-year report (July 2016) – Monthly Budget Statement

**Chart C1 2016/17 Capital Expenditure Monthly Trend: actual v target**



**Chart C2 2016/17 Capital Expenditure: YTD actual v YTD target**

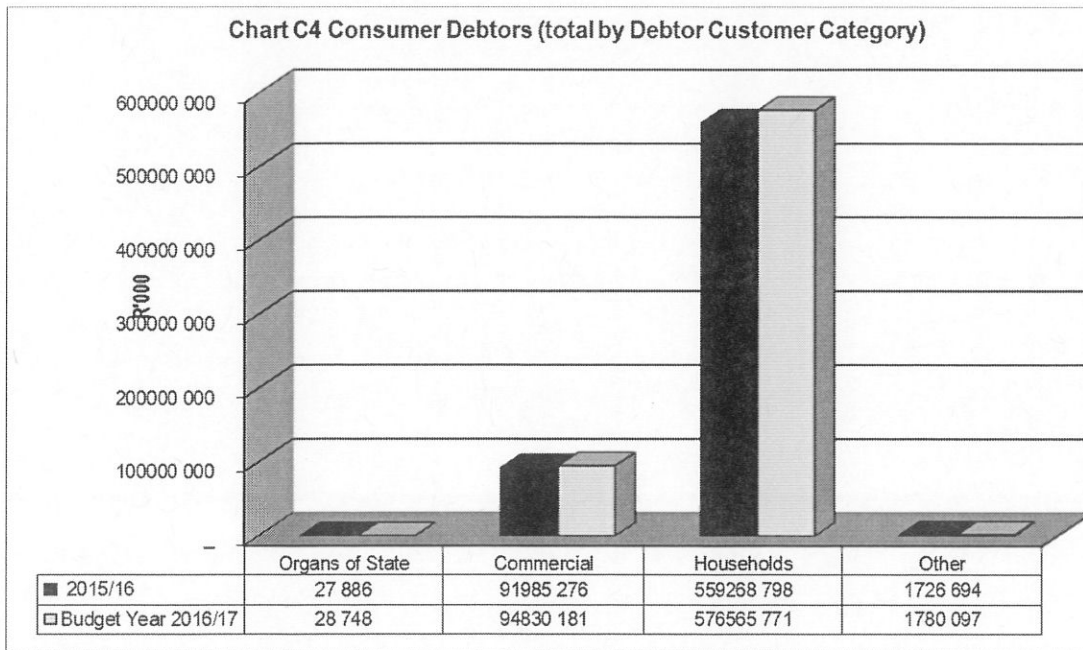
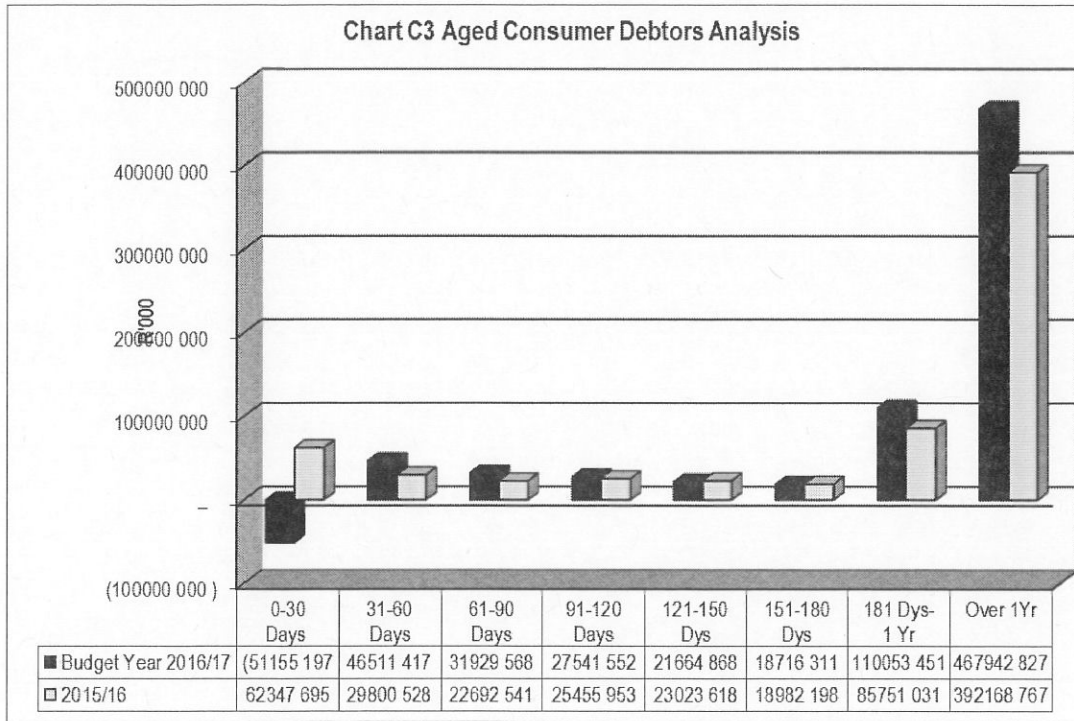


### 1.1.4 External Loans and Instalments

Council met all its obligations in terms of instalments. Outstanding loans amounted to **R 230 687 558.34** on 31 July 2016.

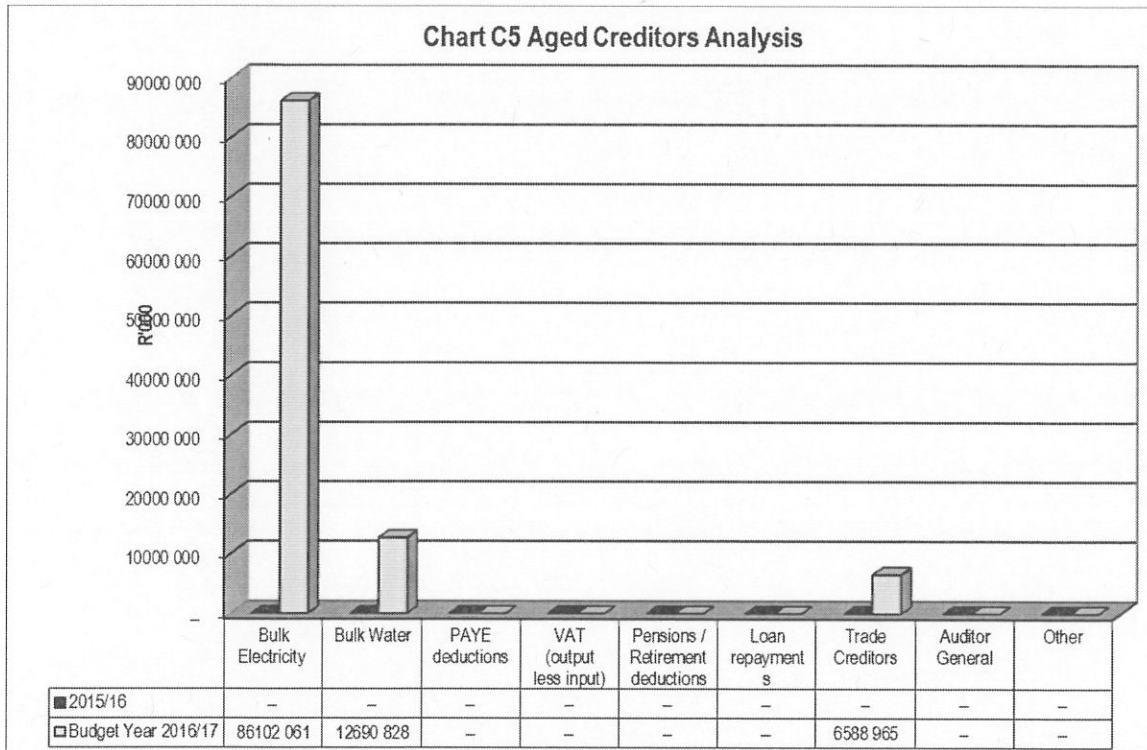
### 1.1.5 Debtors

Council debtor's book/ledger has a total balance of **R 673 204 798** as at 31 July 2016.



### 1.1.6 Creditors

Outstanding trade creditors amounted to **R 105 381 854.26** at 31 July 2016. 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.



### 1.1.7 Investments

On 31 July 2016 Council had **R 278 834.67** of investments at an average rate of 5.75% per annum and the Grants account had a closing balance of **R 68 437 195.29**. 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

### 1.1.8 Staff Expenditure Report

The Staff Expenditure Report is submitted in terms of Section 66 of the Municipal Finance Management Act, which states that the Accounting Officer of a Municipality must, in a format and for periods as may be prescribed, report to the Council on all expenditure incurred by the municipality on staff salaries, wages, allowances and benefits, and in a manner that discloses such expenditure per type of expenditure, namely

- a) Salaries and wages
- b) Contributions for pensions and medical aid
- c) Travel, motor car, accommodation, subsistence and other allowances
- d) Housing benefits and allowances
- e) Overtime payments
- f) Loans and advances



In-year report (July 2016) – Monthly Budget Statement

g) Any other type of benefit or allowance related to staff

Employee benefits breakdown for the month ended 31 July 2016 are as follows:

DESCRIPTION	2016/17 BUDGET	2016/17 MONTH ACTUAL	2016/17 YTD ACTUAL	2016/17 YTD BUDGET
Basic Salaries and Wages	423 077 320	30 190 528	30 190 528	35 256 461
Pension Fund and UIF Contributions	84 677 605	6 035 915	6 035 915	7 056 492
Medical Aid Contributions	23 519 105	1 991 661	1 991 661	1 959 931
Overtime	29 560 965	3 576 080	3 576 080	2 463 416
Performance Bonus				
Motor Vehicle Allowance	39 368 250	3 371 835	3 371 835	3 280 691
Housing Allowances	6 285 850	191 509	191 509	523 821
Other benefits and allowances	37 574 905	2 977 326	2 977 326	3 131 243
Councillors Allowance and Benefits	35 326 000	2 274 997	2 274 997	2 943 833
<b>TOTAL</b>	<b>679 390 000</b>	<b>50 609 851</b>	<b>50 609 851</b>	<b>56 615 888</b>

**Overtime Breakdown per Directorate**

Vote Description	2016/17 Pre-Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD Budget	% Spent
Vote 1 - Council	195 176	92 000		16 012	16 012	7 667	17%
Vote 2 - Office of the Municipal Manager	1 972	62 120		-	-	5 177	0%
Vote 3 - Strategic Planning Monitoring and Evaluation	34 034	35 000		784	784	2 917	2%
Vote 4 - Engineering Services	22 828 076	14 441 845		1 731 209	1 731 209	1 203 487	12%
Vote 5- Community Services	16 317 021	11 210 000		1 195 160	1 195 160	934 167	11%
Vote 6- Community Development	3 494 788	1 639 000		413 997	413 997	136 583	25%
Vote 7- Corporate and Shared Services	1 632 990	920 000		117 063	117 063	76 667	13%
Vote 8- Planning and Economic Development	605 670	171 000		-	-	14 250	0%
Vote 9- Budget and Treasury	1 045 021	983 000		101 855	101 855	81 917	10%
Vote 10 -Transport Operations	-	7 000		-	-	583	0%
<b>Total</b>	<b>46 154 748</b>	<b>29 560 965</b>	<b>-</b>	<b>3 576 080</b>	<b>3 576 080</b>	<b>2 463 414</b>	<b>12%</b>

**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	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	281,022	357,780	–	24,650	24,650	29,815	(5,165)	-17%	357,780
Service charges	1,164,788	1,332,604	–	108,905	108,905	111,050	(2,146)	-2%	1,332,604
Investment revenue	27,593	40,000	–	888	888	3,333	(2,445)	-73%	40,000
Transfers recognised - operational	619,776	864,900	–	56,310	56,310	72,075	(15,766)	-22%	864,900
Other own revenue	114,349	223,041	–	8,015	8,015	18,587	(10,572)	-57%	223,041
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>2,207,528</b>	<b>2,818,325</b>	<b>–</b>	<b>198,767</b>	<b>198,767</b>	<b>234,860</b>	<b>(36,093)</b>	<b>-15%</b>	<b>2,818,325</b>
Employee costs	560,824	644,064	–	49,130	49,130	53,672	(4,542)	-8%	644,064
Remuneration of Councillors	27,155	35,326	–	2,275	2,275	2,944	(669)	-23%	35,326
Depreciation & asset impairment	205,000	180,000	–	15,008	15,008	15,000	8	0%	180,000
Finance charges	23,875	40,000	–	–	–	3,333	(3,333)	-100%	40,000
Materials and bulk purchases	947,439	1,042,844	–	83,003	83,003	86,904	(3,901)	-4%	1,042,844
Transfers and grants	17,180	11,500	–	1,040	1,040	958	82	9%	11,500
Other expenditure	523,681	624,822	–	17,250	17,250	52,068	(34,819)	-67%	624,822
<b>Total Expenditure</b>	<b>2,305,154</b>	<b>2,578,556</b>	<b>–</b>	<b>167,705</b>	<b>167,705</b>	<b>214,880</b>	<b>(47,175)</b>	<b>-22%</b>	<b>2,578,556</b>
<b>Surplus/(Deficit)</b>	<b>(97,626)</b>	<b>239,769</b>	<b>–</b>	<b>31,063</b>	<b>31,063</b>	<b>19,981</b>	<b>11,082</b>	<b>55%</b>	<b>239,769</b>
Transfers recognised - capital	432,235	622,026	–	–	–	51,836	(51,836)	-100%	622,026
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>334,609</b>	<b>861,795</b>	<b>–</b>	<b>31,063</b>	<b>31,063</b>	<b>71,816</b>	<b>(40,754)</b>	<b>-57%</b>	<b>861,795</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>334,609</b>	<b>861,795</b>	<b>–</b>	<b>31,063</b>	<b>31,063</b>	<b>71,816</b>	<b>(40,754)</b>	<b>-57%</b>	<b>861,795</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>535,989</b>	<b>1,096,467</b>	<b>–</b>	<b>3,958</b>	<b>3,958</b>	<b>91,372</b>	<b>(87,414)</b>	<b>-96%</b>	<b>1,096,467</b>
Capital transfers recognised	422,812	622,026	–	–	–	51,836	(51,836)	-100%	622,026
Public contributions & donations	3,343	–	–	–	–	–	–	–	–
Borrowing	–	235,000	–	–	–	19,583	(19,583)	-100%	235,000
Internally generated funds	109,834	239,441	–	3,958	3,958	19,953	(15,995)	-80%	239,441
<b>Total sources of capital funds</b>	<b>535,989</b>	<b>1,096,467</b>	<b>–</b>	<b>3,958</b>	<b>3,958</b>	<b>91,372</b>	<b>(87,414)</b>	<b>-96%</b>	<b>1,096,467</b>
<b>Financial position</b>									
Total current assets	792,955	499,157	–	–	604,556	–	–	–	499,157
Total non current assets	9,828,559	10,226,963	–	–	9,323,966	–	–	–	10,226,963
Total current liabilities	589,391	574,934	–	–	518,405	–	–	–	574,934
Total non current liabilities	523,469	597,233	–	–	516,591	–	–	–	597,233
<b>Community wealth/Equity</b>	<b>9,508,655</b>	<b>9,553,952</b>	<b>–</b>	<b>–</b>	<b>8,893,527</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>9,553,952</b>
<b>Cash flows</b>									
Net cash from (used) operating	319,832	823,944	–	(1,839)	(1,839)	66,662	70,501	103%	823,944
Net cash from (used) investing	(535,406)	(1,003,244)	–	25	25	(83,604)	(83,629)	100%	(1,003,244)
Net cash from (used) financing	9,877	164,000	–	–	–	13,667	13,667	100%	164,000
<b>Cash/cash equivalents at the month/year end</b>	<b>87,140</b>	<b>34,700</b>	<b>–</b>	<b>–</b>	<b>84,386</b>	<b>48,725</b>	<b>(35,661)</b>	<b>-73%</b>	<b>70,900</b>
<b>Debtors &amp; creditors analysis</b>									
	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
<b>Debtors Age Analysis</b>									
Total By Income Source	(51,155)	46,511	31,930	27,542	21,665	18,716	110,053	467,943	673,205
<b>Creditors Age Analysis</b>									
Total Creditors	105,382	–	–	–	–	–	–	–	105,382

## 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	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue - Standard</b>									
<i>Governance and administration</i>	1,467,539	1,914,246	-	87,140	87,140	159,521	(72,381)	-45%	1,914,246
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	411,617	459,948	-	30,796	30,796	38,329	(7,533)	-20%	459,948
Corporate services	1,055,922	1,454,298	-	56,344	56,344	121,192	(64,848)	-54%	1,454,298
<i>Community and public safety</i>	11,881	77,149	-	873	873	6,429	(5,556)	-86%	77,149
Community and social services	1,763	2,332	-	163	163	194	(31)	-16%	2,332
Sport and recreation	6,107	8,879	-	395	395	740	(345)	-47%	8,879
Public safety	4,000	63,663	-	314	314	5,305	(4,991)	-94%	63,663
Housing	11	28	-	1	1	2	(1)	-60%	28
Health	-	2,247	-	-	-	187	(187)	-100%	2,247
<i>Economic and environmental services</i>	41,249	114,194	-	1,845	1,845	9,516	(7,671)	-81%	114,194
Planning and development	30,100	71,885	-	1,396	1,396	5,990	(4,595)	-77%	71,885
Road transport	7,943	12,037	-	310	310	1,003	(693)	-69%	12,037
Environmental protection	3,206	30,272	-	140	140	2,523	(2,383)	-94%	30,272
<i>Trading services</i>	1,165,350	1,334,762	-	108,910	108,910	111,230	(2,321)	-2%	1,334,762
Electricity	762,099	917,430	-	75,652	75,652	76,453	(800)	-1%	917,430
Water	285,771	284,956	-	23,976	23,976	23,746	229	1%	284,956
Waste water management	52,800	60,858	-	4,184	4,184	5,071	(887)	-17%	60,858
Waste management	64,679	71,518	-	5,097	5,097	5,960	(863)	-14%	71,518
<i>Other</i>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	<b>2,686,019</b>	<b>3,440,351</b>	<b>-</b>	<b>198,767</b>	<b>198,767</b>	<b>286,696</b>	<b>(87,928)</b>	<b>-31%</b>	<b>3,440,351</b>
<b>Expenditure - Standard</b>									
<i>Governance and administration</i>	582,184	706,233	-	29,843	29,843	58,853	(29,010)	-49%	706,233
Executive and council	115,060	161,814	-	9,000	9,000	13,485	(4,485)	-33%	161,814
Budget and treasury office	160,658	265,700	-	6,010	6,010	22,142	(16,132)	-73%	265,700
Corporate services	306,467	278,719	-	14,833	14,833	23,227	(8,393)	-36%	278,719
<i>Community and public safety</i>	281,141	376,137	-	24,141	24,141	31,345	(7,203)	-23%	376,137
Community and social services	67,953	85,911	-	4,852	4,852	7,159	(2,308)	-32%	85,911
Sport and recreation	51,912	100,956	-	6,048	6,048	8,413	(2,365)	-28%	100,956
Public safety	148,803	175,978	-	12,365	12,365	14,665	(2,300)	-16%	175,978
Housing	8,440	8,747	-	623	623	729	(106)	-15%	8,747
Health	4,033	4,545	-	254	254	379	(124)	-33%	4,545
<i>Economic and environmental services</i>	130,278	240,663	-	13,513	13,513	20,055	(6,542)	-33%	240,663
Planning and development	49,592	81,469	-	5,829	5,829	6,789	(960)	-14%	81,469
Road transport	72,861	149,199	-	7,113	7,113	12,433	(5,320)	-43%	149,199
Environmental protection	7,825	9,995	-	571	571	833	(262)	-31%	9,995
<i>Trading services</i>	1,098,955	1,255,523	-	100,207	100,207	104,627	(4,420)	-4%	1,255,523
Electricity	715,020	778,997	-	81,264	81,264	64,916	16,348	25%	778,997
Water	253,530	304,709	-	9,137	9,137	25,392	(16,256)	-64%	304,709
Waste water management	71,676	102,559	-	4,403	4,403	8,547	(4,143)	-48%	102,559
Waste management	58,729	69,258	-	5,403	5,403	5,771	(368)	-6%	69,258
<i>Other</i>	-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	<b>2,092,558</b>	<b>2,578,556</b>	<b>-</b>	<b>167,705</b>	<b>167,705</b>	<b>214,880</b>	<b>(47,175)</b>	<b>-22%</b>	<b>2,578,556</b>
<b>Surplus/ (Deficit) for the year</b>	<b>593,461</b>	<b>861,795</b>	<b>-</b>	<b>31,063</b>	<b>31,063</b>	<b>71,816</b>	<b>(40,754)</b>	<b>-57%</b>	<b>861,795</b>

### 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	2015/16	Budget Year 2016/17							
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue by Vote</b>	1									
Vote 1 - COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manger		-	-	-	-	-	-	-	-	-
Vote 3 - Strategic Planning Monitoring and Evaluation		-	-	-	-	-	-	-	-	-
Vote 4 - Engineering Services		1,101,030	1,308,469	-	103,812	103,812	109,039	(5,227)	-4.8%	1,308,469
Vote 5 - Community Services		96,534	154,430	-	5,956	5,956	12,869	(6,913)	-53.7%	154,430
Vote 6 - Community Development		7,011	10,108	-	496	496	842	(347)	-41.1%	10,108
Vote 7 - Corporate and Shared Services		2,335	4,748	-	-	-	396	(396)	-100.0%	4,748
Vote 8 - Planning and Economic Development		13,928	53,126	-	1,365	1,365	4,427	(3,062)	-69.2%	53,126
Vote 9 - Budget and Treasury		1,465,181	1,909,471	-	87,138	87,138	159,123	(71,984)	-45.2%	1,909,471
Vote 10 - Transport Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>2,686,019</b>	<b>3,440,351</b>	<b>-</b>	<b>198,767</b>	<b>198,767</b>	<b>286,696</b>	<b>(87,928)</b>	<b>-30.7%</b>	<b>3,440,351</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - COUNCIL		134,541	180,814	-	10,120	10,120	15,068	(4,948)	-32.8%	180,814
Vote 2 - Office of the Municipal Manger		19,921	29,233	-	1,104	1,104	2,436	(1,332)	-54.7%	29,233
Vote 3 - Strategic Planning Monitoring and Evaluation		22,990	25,074	-	1,807	1,807	2,089	(283)	-13.5%	25,074
Vote 4 - Engineering Services		1,097,136	1,282,036	-	100,590	100,590	106,836	(6,246)	-5.8%	1,282,036
Vote 5 - Community Services		268,174	313,833	-	21,658	21,658	26,153	(4,494)	-17.2%	313,833
Vote 6 - Community Development		117,211	178,291	-	10,636	10,636	14,858	(4,221)	-28.4%	178,291
Vote 7 - Corporate and Shared Services		196,420	162,738	-	7,976	7,976	13,561	(5,586)	-41.2%	162,738
Vote 8 - Planning and Economic Development		45,999	74,714	-	5,526	5,526	6,226	(700)	-11.2%	74,714
Vote 9 - Budget and Treasury		177,024	274,929	-	7,265	7,265	22,911	(15,646)	-68.3%	274,929
Vote 10 - Transport Operations		13,140	56,895	-	1,022	1,022	4,741	(3,719)	-78.4%	56,895
<b>Total Expenditure by Vote</b>	2	<b>2,092,558</b>	<b>2,578,556</b>	<b>-</b>	<b>167,705</b>	<b>167,705</b>	<b>214,880</b>	<b>(47,175)</b>	<b>-22.0%</b>	<b>2,578,556</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>593,461</b>	<b>861,795</b>	<b>-</b>	<b>31,063</b>	<b>31,063</b>	<b>71,816</b>	<b>(40,754)</b>	<b>-56.7%</b>	<b>861,795</b>

- 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	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue By Source</b>									
Property rates	281,022	357,780		24,650	24,650	29,815	(5,165)	-17%	357,780
Property rates - penalties & collection charges				-	-	-	-		-
Service charges - electricity revenue	762,045	917,263		75,647	75,647	76,439	(791)	-1%	917,263
Service charges - water revenue	285,771	284,895		23,976	23,976	23,741	234	1%	284,895
Service charges - sanitation revenue	52,800	60,858		4,184	4,184	5,072	(887)	-17%	60,858
Service charges - refuse revenue	64,172	69,588		5,097	5,097	5,799	(702)	-12%	69,588
Service charges - other	-	-		-	-	-	-		-
Rental of facilities and equipment	11,545	13,500		835	835	1,125	(290)	-26%	13,500
Interest earned - external investments	27,593	40,000		888	888	3,333	(2,445)	-73%	40,000
Interest earned - outstanding debtors	54,307	59,400		5,214	5,214	4,950	264	5%	59,400
Dividends received	-	-		-	-	-	-		-
Fines	3,724	12,000		289	289	1,000	(711)	-71%	12,000
Licences and permits	8,100	12,501		358	358	1,042	(684)	-66%	12,501
Agency services	16,020	18,800		28	28	1,567	(1,539)	-98%	18,800
Transfers recognised - operational	619,776	864,900		56,310	56,310	72,075	(15,766)	-22%	864,900
Other revenue	20,654	68,840		1,291	1,291	5,737	(4,446)	-77%	68,840
Gains on disposal of PPE	(1)	38,000		-	-	3,167	(3,167)	-100%	38,000
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>2,207,528</b>	<b>2,818,325</b>	<b>-</b>	<b>198,767</b>	<b>198,767</b>	<b>234,860</b>	<b>(36,093)</b>	<b>-15%</b>	<b>2,818,325</b>
<b>Expenditure By Type</b>									
Employee related costs	560,824	644,064		49,130	49,130	53,672	(4,542)	-8%	644,064
Remuneration of councillors	27,155	35,326		2,275	2,275	2,944	(669)	-23%	35,326
Debt impairment	50,000	50,000		4,167	4,167	4,167	-		50,000
Depreciation & asset impairment	205,000	180,000		15,008	15,008	15,000	8	0%	180,000
Finance charges	23,875	40,000		-	-	3,333	(3,333)	-100%	40,000
Bulk purchases	748,214	839,635		75,528	75,528	69,970	5,559	8%	839,635
Other materials	199,225	203,209		7,475	7,475	16,934	(9,459)	-56%	203,209
Contracted services	67,854	193,255		4,718	4,718	16,105	(11,387)	-71%	193,255
Transfers and grants	17,180	11,500		1,040	1,040	958	82	9%	11,500
Other expenditure	405,827	381,567		8,365	8,365	31,797	(23,432)	-74%	381,567
Loss on disposal of PPE	-	-		-	-	-	-		-
<b>Total Expenditure</b>	<b>2,305,154</b>	<b>2,578,556</b>	<b>-</b>	<b>167,705</b>	<b>167,705</b>	<b>214,880</b>	<b>(47,175)</b>	<b>-22%</b>	<b>2,578,556</b>
<b>Surplus/(Deficit)</b>	<b>(97,626)</b>	<b>239,769</b>	<b>-</b>	<b>31,063</b>	<b>31,063</b>	<b>19,981</b>	<b>11,082</b>	<b>0</b>	<b>239,769</b>
Transfers recognised - capital	432,235	622,026				51,836	(51,836)	(0)	622,026
Contributions recognised - capital						-	-		
Contributed assets						-	-		
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>334,609</b>	<b>861,795</b>	<b>-</b>	<b>31,063</b>	<b>31,063</b>	<b>71,816</b>			<b>861,795</b>
Taxation							-		
<b>Surplus/(Deficit) after taxation</b>	<b>334,609</b>	<b>861,795</b>	<b>-</b>	<b>31,063</b>	<b>31,063</b>	<b>71,816</b>			<b>861,795</b>
Attributable to minorities									
<b>Surplus/(Deficit) attributable to municipality</b>	<b>334,609</b>	<b>861,795</b>	<b>-</b>	<b>31,063</b>	<b>31,063</b>	<b>71,816</b>			<b>861,795</b>
Share of surplus/ (deficit) of associate									
<b>Surplus/ (Deficit) for the year</b>	<b>334,609</b>	<b>861,795</b>	<b>-</b>	<b>31,063</b>	<b>31,063</b>	<b>71,816</b>			<b>861,795</b>

**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	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Single Year expenditure appropriation</b>									
Vote 1 - COUNCIL	906	3,000	-	-	-	250	(250)	-100%	3,000
Vote 2 - Office of the Municipal Manger	-	-	-	-	-	-	-	-	-
Vote 3 - Strategic Planning Monitoring and Evaluation	-	6,850	-	-	-	571	(571)	-100%	6,850
Vote 4 - Engineering Services	270,215	779,015	-	1,145	1,145	64,918	(63,773)	-98%	779,015
Vote 5 - Community Services	10,892	27,716	-	-	-	2,310	(2,310)	-100%	27,716
Vote 6 - Community Development	66,328	85,275	-	1,532	1,532	7,106	(5,575)	-78%	85,275
Vote 7 - Corporate and Shared Services	4,115	12,100	-	-	-	1,008	(1,008)	-100%	12,100
Vote 8 - Planning and Economic Development	2,449	27,500	-	-	-	2,292	(2,292)	-100%	27,500
Vote 9 - Budget and Treasury	4,999	8,350	-	1,281	1,281	696	585	84%	8,350
Vote 10 - Transport Operations	176,086	146,661	-	-	-	12,222	(12,222)	-100%	146,661
Vote 11 -	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]	-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>535,989</b>	<b>1,096,467</b>	<b>-</b>	<b>3,958</b>	<b>3,958</b>	<b>91,372</b>	<b>(87,414)</b>	<b>-96%</b>	<b>1,096,467</b>
<b>Total Capital Expenditure</b>	<b>535,989</b>	<b>1,096,467</b>	<b>-</b>	<b>3,958</b>	<b>3,958</b>	<b>91,372</b>	<b>(87,414)</b>	<b>-96%</b>	<b>1,096,467</b>
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>	<b>33,394</b>	<b>61,525</b>	<b>-</b>	<b>2,813</b>	<b>2,813</b>	<b>5,127</b>	<b>(2,314)</b>	<b>-45%</b>	<b>61,525</b>
Executive and council	906	3,000	-	-	-	250	(250)	-100%	3,000
Budget and treasury office	4,999	8,350	-	1,281	1,281	696	585	84%	8,350
Corporate services	27,488	50,175	-	1,532	1,532	4,181	(2,650)	-63%	50,175
<b>Community and public safety</b>	<b>56,052</b>	<b>72,516</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,043</b>	<b>(6,043)</b>	<b>-100%</b>	<b>72,516</b>
Community and social services	3,058	20,750	-	-	-	1,729	(1,729)	-100%	20,750
Sport and recreation	50,900	45,900	-	-	-	3,825	(3,825)	-100%	45,900
Public safety	2,095	5,866	-	-	-	489	(489)	-100%	5,866
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>275,075</b>	<b>366,999</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>30,583</b>	<b>(30,583)</b>	<b>-100%</b>	<b>366,999</b>
Planning and development	2,449	27,500	-	-	-	2,292	(2,292)	-100%	27,500
Road transport	272,626	339,499	-	-	-	28,292	(28,292)	-100%	339,499
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>171,469</b>	<b>595,427</b>	<b>-</b>	<b>1,145</b>	<b>1,145</b>	<b>49,619</b>	<b>(48,474)</b>	<b>-98%</b>	<b>595,427</b>
Electricity	5,163	31,000	-	-	-	2,583	(2,583)	-100%	31,000
Water	161,891	375,018	-	1,145	1,145	31,252	(30,106)	-96%	375,018
Waste water management	571	-	-	-	-	-	-	-	-
Waste management	3,843	189,409	-	-	-	15,784	(15,784)	-100%	189,409
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Standard Classification</b>	<b>535,989</b>	<b>1,096,467</b>	<b>-</b>	<b>3,958</b>	<b>3,958</b>	<b>91,372</b>	<b>(87,414)</b>	<b>-96%</b>	<b>1,096,467</b>
<b>Funded by:</b>									
National Government	422,812	622,026	-	-	-	51,836	(51,836)	-100%	622,026
Provincial Government	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	422,812	622,026	-	-	-	51,836	(51,836)	-100%	622,026
Public contributions & donations	3,343	-	-	-	-	-	-	-	-
Borrowing	-	235,000	-	-	-	19,583	(19,583)	-100%	235,000
Internally generated funds	109,834	239,441	-	3,958	3,958	19,953	(15,995)	-80%	239,441
<b>Total Capital Funding</b>	<b>535,989</b>	<b>1,096,467</b>	<b>-</b>	<b>3,958</b>	<b>3,958</b>	<b>91,372</b>	<b>(87,414)</b>	<b>-96%</b>	<b>1,096,467</b>

The Municipality is currently implementing demand management procurement plan in ensuring contractors are appointed timeously to avoid material underspending.

**2.6Table C6: Monthly Budget Statement - Financial Position.**

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

Description	2015/16	Budget Year 2016/17			
	Pre- Audit Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	86,540	34,700		84,670	34,700
Call investment deposits	100,000	-			-
Consumer debtors	499,044	364,198		451,523	364,198
Other debtors	67,297	40,000		34,015	40,000
Current portion of long-term receivables		24,044		-	24,044
Inventory	40,074	36,215		34,348	36,215
<b>Total current assets</b>	<b>792,955</b>	<b>499,157</b>	<b>-</b>	<b>604,556</b>	<b>499,157</b>
<b>Non current assets</b>					
Long-term receivables	5,677	376		5,512	376
Investments	59,001	74,001		60,750	74,001
Investment property	617,158	617,158		617,158	617,158
Investments in Associate					
Property, plant and equipment	9,120,871	9,514,054		8,614,692	9,514,054
Agricultural					
Biological assets	14,278	14,278		14,278	14,278
Intangible assets	11,575	2,508		11,575	2,508
Other non-current assets		4,588			4,588
<b>Total non current assets</b>	<b>9,828,559</b>	<b>10,226,963</b>	<b>-</b>	<b>9,323,966</b>	<b>10,226,963</b>
<b>TOTAL ASSETS</b>	<b>10,621,514</b>	<b>10,726,120</b>	<b>-</b>	<b>9,928,522</b>	<b>10,726,120</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft					
Borrowing	71,792	102,499		71,792	102,499
Consumer deposits	69,176	67,612		69,176	67,612
Trade and other payables	448,422	404,823		377,436	404,823
Provisions					
<b>Total current liabilities</b>	<b>589,391</b>	<b>574,934</b>	<b>-</b>	<b>518,405</b>	<b>574,934</b>
<b>Non current liabilities</b>					
Borrowing	249,493	355,622		223,243	355,622
Provisions	273,976	241,611		293,347	241,611
<b>Total non current liabilities</b>	<b>523,469</b>	<b>597,233</b>	<b>-</b>	<b>516,591</b>	<b>597,233</b>
<b>TOTAL LIABILITIES</b>	<b>1,112,859</b>	<b>1,172,167</b>	<b>-</b>	<b>1,034,996</b>	<b>1,172,167</b>
<b>NET ASSETS</b>	<b>9,508,655</b>	<b>9,553,952</b>	<b>-</b>	<b>8,893,527</b>	<b>9,553,952</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	6,114,503	6,159,821		5,499,373	6,159,821
Reserves	3,394,152	3,394,132		3,394,153	3,394,132
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>9,508,655</b>	<b>9,553,952</b>	<b>-</b>	<b>8,893,527</b>	<b>9,553,952</b>

**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	2015/16	Budget Year 2016/17							
	Pre-Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates, penalties & collection charges	293 026	314 846		16 303	16 303	26 237	(9 935)	-38%	314 846
Service charges	1 074 041	1 172 692		75 347	75 347	97 724	(22 377)	-23%	1 172 692
Other revenue	1 055 875	110 564		36 121	36 121	9 214	26 907	292%	110 564
Government - operating	390 918	864 900		94 725	94 725	72 075	22 650	31%	864 900
Government - capital	516 385	622 026				51 836	(51 836)	-100%	622 026
Interest	70 208	87 472		888	888	7 289	(6 401)	-88%	87 472
Dividends						-	-		-
<b>Payments</b>									
Suppliers and employees	(3 044 060)	(2 297 056)		(220 104)	(220 104)	(191 421)	28 683	-15%	(2 297 056)
Finance charges	(22 541)	(40 000)				(3 333)	(3 333)	100%	(40 000)
Transfers and Grants	(14 020)	(11 500)		(1 160)	(1 160)	(958)	202	-21%	(11 500)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>319 832</b>	<b>823 944</b>	<b>-</b>	<b>2 119</b>	<b>2 119</b>	<b>68 662</b>	<b>66 543</b>	<b>97%</b>	<b>823 944</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE		38 000				3 167	(3 167)	-100%	38 000
Decrease (Increase) in non-current debtors	65	400		24	24	33	(9)	-28%	400
Decrease (increase) other non-current receivables				1	1		1	#DIV/0!	-
Decrease (increase) in non-current investments							-		-
<b>Payments</b>									
Capital assets	(535 471)	(1 041 644)		(3 958)	(3 958)	(86 804)	(82 846)	95%	(1 041 644)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(535 406)</b>	<b>(1 003 244)</b>	<b>-</b>	<b>(3 933)</b>	<b>(3 933)</b>	<b>(83 604)</b>	<b>(79 671)</b>	<b>95%</b>	<b>(1 003 244)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans							-		
Borrowing long term/refinancing	42 800	235 000				19 583	(19 583)	-100%	235 000
Increase (decrease) in consumer deposits	4 313	4 000				333	(333)	-100%	4 000
<b>Payments</b>									
Repayment of borrowing	(37 236)	(75 000)				(6 250)	(6 250)	100%	(75 000)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>9 877</b>	<b>164 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13 667</b>	<b>13 667</b>	<b>100%</b>	<b>164 000</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(205 696)</b>	<b>(15 300)</b>	<b>-</b>	<b>(1 814)</b>	<b>(1 814)</b>	<b>(1 275)</b>			<b>(15 300)</b>
Cash/cash equivalents at beginning:	292 836	50 000			86 200	50 000			86 200
Cash/cash equivalents at month/year end:	87 140	34 700			84 386	48 725			70 900



## PART 2- SUPPORTING DOCUMENTATION

### Table SC1 Material variance explanations

This being the first month of operations for the 2016/2017 financial year, initial projections have been conservative as it is too early in the year to notice any particular trend and pattern in respect of income and expenditure and comments on major variances will be made in the ensuing months.

### Table SC2 Monthly Budget Statement - performance indicators

Description of financial indicator	Basis of calculation	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	-0.6%	8.5%	0.0%	0.0%	2.9%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	21.4%	0.0%	0.0%	21.4%
<b>Safety of Capital</b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	8.1%	9.0%	0.0%	7.6%	9.0%
Gearing	Long Term Borrowing/ Funds & Reserves	7.4%	10.5%	0.0%	6.6%	10.5%
<b>Liquidity</b>						
Current Ratio	Current assets/current liabilities	134.5%	86.8%	0.0%	116.6%	86.8%
Liquidity Ratio	Monetary Assets/Current Liabilities	31.6%	6.0%	0.0%	16.3%	6.0%
<b>Revenue Management</b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	25.9%	15.2%	0.0%	247.0%	15.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Funding of Provisions</b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b>Other Indicators</b>						
Employee costs	Employee costs/Total Revenue - capital revenue	25.4%	22.9%	0.0%	24.7%	22.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	10.4%	7.8%	0.0%	0.0%	2.7%

## In-year report (July 2016) – 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**

R thousands	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	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
<b>Debtors Age Analysis By Income Source</b>												
Trade and Other Receivables from Exchange Transactions - Water	23 759	18 364	13 493	11 233	9 329	7 058	46 296	123 928	253 461	197 845		
Trade and Other Receivables from Exchange Transactions - Electricity	21 743	12 142	7 964	6 901	4 775	3 039	21 570	34 346	112 481	70 631		
Receivables from Non-exchange Transactions - Property Rates	21 637	8 626	6 718	5 831	4 791	4 475	22 226	65 857	140 161	103 180		
Receivables from Exchange Transactions - Waste Water Management	2 198	1 401	984	840	888	695	3 399	7 701	18 107	13 523		
Receivables from Exchange Transactions - Waste Management	2 947	1 814	1 343	1 158	1 038	955	5 045	14 750	29 049	22 945		
Receivables from Exchange Transactions - Property Rental Debtors	1	1	1	1	1	0	2	7	13	11		
Interest on Arrear Debtor Accounts	24	1	232	392	453	499	5 550	87 609	94 761	94 504		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	(0)	-	-	-	-	-	-	-	(0)	-		
Other	(123 464)	4 163	1 194	1 186	390	1 994	5 965	133 745	25 174	143 281		
<b>Total By Income Source</b>	<b>(51 155)</b>	<b>46 511</b>	<b>31 930</b>	<b>27 542</b>	<b>21 665</b>	<b>18 716</b>	<b>110 053</b>	<b>467 943</b>	<b>673 205</b>	<b>645 919</b>	-	-
<b>2015/16 - totals only</b>	<b>62 348</b>	<b>29 801</b>	<b>22 693</b>	<b>25 456</b>	<b>23 024</b>	<b>18 982</b>	<b>85 751</b>	<b>392 169</b>	<b>660 222</b>	<b>545 382</b>		
<b>Debtors Age Analysis By Customer Group</b>												
Organs of State	(150)	74	11	11	11	12	59	-	29	93		
Commercial	3 459	7 795	4 864	4 554	3 339	1 827	14 104	54 879	94 830	78 703		
Households	(54 441)	38 560	26 762	22 932	18 271	16 835	95 606	412 042	576 566	565 685		
Other	(33)	82	293	44	44	43	285	1 022	1 780	1 438		
<b>Total By Customer Group</b>	<b>(51 155)</b>	<b>46 511</b>	<b>31 930</b>	<b>27 542</b>	<b>21 665</b>	<b>18 716</b>	<b>110 053</b>	<b>467 943</b>	<b>673 205</b>	<b>645 919</b>	-	-

### 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 2016/17									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		
<b>R thousands</b>											
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	86,102									86,102	
Bulk Water	12,691									12,691	
PAYE deductions										-	
VAT (output less input)										-	
Pensions / Retirement deductions										-	
Loan repayments										-	
Trade Creditors	6,589									6,589	
Auditor General										-	
Other										-	
<b>Total By Customer Type</b>	<b>105,382</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>105,382</b>	<b>-</b>

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 July 2016 Council had **R 60 750 800.00** of investments at an average rate of 5.75% per annum.

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Yrs/Months							
<b>Municipality</b>								
Standard Bank	4 Years	Call deposit	Call deposit	279	5.8%	59 000		59 000
PHA	20years	Long Term	2036 June 30	-	0.0%	1		1
Sanlam	10years	Long Term	2026 June 30	-	(CPIX+5%)	1 750		1 750
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>279</b>		<b>60 751</b>	<b>-</b>	<b>60 751</b>

The municipality has a established as sinking fund to repay future lon-term debt on AC Pipes. The premium on the sinking fund will be rin-fenced for the purpose of maintenance on water related infrastructure. The fund is being invested at CPIX + guaranteed 5%. The capital of the sinking fund is also guaranteed.

**Table SC6 Monthly Budget Statement – Transfers and grants receipts**

Description	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	627,560	864,900	-	94,725	94,725	72,075	30,982	43.0%	864,900
Local Government Equitable Share	522,595	675,714		91,971	91,971	56,310	35,662	63.3%	675,714
Finance Management	1,875	2,619				218			2,619
Public Transport	11,000	46,365				3,864			46,365
Infrastructure skills development fund	5,000	6,000				500			6,000
Integrated National Electrification Programme	40,000	45,000				3,750			45,000
Municipal Infrastructure (MIG)	42,800	46,275				3,856	(3,856)	-100.0%	46,275
EPWP Incentive	3,360	5,975				498	(498)	-100.0%	5,975
		28,000				2,333	(2,333)	-100.0%	28,000
Municipal Demarcation		8,952		2,754	2,754	746	2,008	269.2%	8,952
Municipal Systems Improvement	930						-		
							-		
<b>Total Operating Transfers and Grants</b>	<b>627,560</b>	<b>864,900</b>	<b>-</b>	<b>94,725</b>	<b>94,725</b>	<b>72,075</b>	<b>30,982</b>	<b>43.0%</b>	<b>864,900</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	476,660	622,026	-	-	-	51,836	(21,139)	-40.8%	622,026
Municipal Infrastructure Grant (MIG)	271,243	253,668				21,139	(21,139)	-100.0%	253,668
Public Transport and Systems	173,189	153,661				12,805			153,661
Neighbourhood Development Partnership	31,072	34,538				2,878			34,538
Regional Bulk Infrastructure		180,159				15,013			180,159
Integrated national electrification programme grant									
Expanded public works programme incentive grant	1,156						-		
<b>Total Capital Transfers and Grants</b>	<b>476,660</b>	<b>622,026</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>51,836</b>	<b>(21,139)</b>	<b>-40.8%</b>	<b>622,026</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>1,104,220</b>	<b>1,486,926</b>	<b>-</b>	<b>94,725</b>	<b>94,725</b>	<b>123,911</b>	<b>9,843</b>	<b>7.9%</b>	<b>1,486,926</b>

Financial Year	Original Budget	Received	%
Jul-16	R 1,486,926,000	R 94,725,000	6%
Jul-15	R 1,145,148,000	R 380,152,000	33%

The municipality received 6% of grants as compared to 33% which was received in a similar period in 2015/16 financial year. Reason for 6% receipt is attributable to the fact that municipality was absorbing Aganang Municipality. As a result National Treasury only transferred two months proportional tranches to the Municipality. While the other tranches will be transferred in September which is still 1<sup>st</sup> Quarter of 2016/17 Financial Year.

However, this has resulted into a cash flow challenge in so far as capital expenditure is concerned; since most of our capital projects are funded by National Treasury grant transfers.

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The situation will stabilize when transfers are made in September and expenditure will increase proportionate to level of grants to be transferred.

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

Description	Ref	2015/16	Budget Year 2016/17							
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		616,793	827,948	-	56,310	56,310	68,996	(12,686)	-18.4%	827,948
Local Government Equitable Share		522,595	675,714		56,310	56,310	56,310	-		675,714
Finance Management		1,875	2,619				218	(218)	-100.0%	2,619
Public Transport		11,000	46,365				3,864	(3,864)	-100.0%	46,365
Infrastructure skills development fund		5,000	6,000				500	(500)	-100.0%	6,000
Integrated National Electrification Programme		40,000	45,000				3,750	(3,750)	-100.0%	45,000
Municipal Infrastructure (MIG)		32,963	46,275				3,856	(3,856)	-100.0%	46,275
EPWP Incentive		3,360	5,975				498	(498)	-100.0%	5,975
<b>Provincial Government:</b>		930	8,952	-	-	-	746	(746)	-100.0%	8,952
Municipal Demarcation			8,952				746	(746)	-100.0%	8,952
Municipal Systems Improvement		930								
<b>Other grant providers:</b>		-	28,000	-	-	-	2,333	(2,333)	-100.0%	28,000
[insert description]			28,000				2,333	(2,333)	-100.0%	28,000
<b>Total operating expenditure of Transfers and Grants:</b>		617,723	864,900	-	56,310	56,310	72,075	(15,766)	-21.9%	864,900
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		578,089	622,026	-	-	-	41,909	(41,909)	-100.0%	622,026
Municipal Infrastructure Grant (MIG)		349,749	253,668				21,139	(21,139)	-100.0%	253,668
Expanded public works programme incentive grant		1,156	-							
Electricity Demand Side Management										
Neighbourhood development partnership grant		28,327	34,538				2,878	(2,878)	-100.0%	34,538
Dept Environmental Affairs		20,840	180,159				15,013	(15,013)	-100.0%	180,159
Other transfers and grants [insert description]		178,017	153,661				2,878	(2,878)	-100.0%	153,661
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
<b>Other grant providers:</b>		3,343	-	-	-	-	-	-		-
		3,343								
<b>Total capital expenditure of Transfers and Grants</b>		581,432	622,026	-	-	-	41,909	(41,909)	-100.0%	622,026
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		1,199,155	1,486,926	-	56,310	56,310	113,984	(57,674)	-50.6%	1,486,926

**Table SC9 Monthly Budget Statement – actuals receipts and expenditure**

Description	Ref	Budget Year 2016/17				2016/17 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<b>R thousands</b>	1	Outcome	Outcome	Outcome	Budget			
<b>Cash Receipts By Source</b>								
Property rates		16 303			298 544	314 846	341 322	373 861
Property rates - penalties & collection charges		-			-			
Service charges - electricity revenue		57 053			750 139	807 191	933 242	1 020 967
Service charges - water revenue		12 846			237 862	250 708	282 046	320 591
Service charges - sanitation revenue		2 338			51 217	53 555	60 250	68 483
Service charges - refuse		3 111			58 127	61 237	68 892	78 308
Service charges - other		0			(0)	-	-	-
Rental of facilities and equipment		515			11 365	11 880	12 600	13 578
Interest earned - external investments		888			34 312	35 200	33 570	7 998
Interest earned - outstanding debtors		5 214			47 058	52 272	56 668	62 070
Dividends received		-			-	-	-	-
Fines		280			10 280	10 560	11 070	12 090
Licences and permits		356			10 645	11 001	12 605	14 495
Agency services		28			16 516	16 544	17 550	18 693
Transfer receipts - operating		94 725			770 175	864 900	965 719	1 076 279
Other revenue		29 727			30 852	60 579	31 716	34 739
<b>Cash Receipts by Source</b>		<b>223 383</b>	<b>-</b>	<b>-</b>	<b>2 327 091</b>	<b>2 550 474</b>	<b>2 827 249</b>	<b>3 102 153</b>
<b>Other Cash Flows by Source</b>								
Transfer receipts - capital					622 026	622 026	599 451	686 371
Contributions & Contributed assets					-	-	-	-
Proceeds on disposal of PPE					38 000	38 000	1 900	1 900
Short term loans					-	-	-	-
Borrowing long term/refinancing					235 000	235 000	134 000	71 000
Increase in consumer deposits		24			3 976	4 000	6 000	9 000
Receipt of non-current debtors		1			399	400	400	400
Receipt of non-current receivables					-	-	-	-
Change in non-current investments					-	-	-	-
<b>Total Cash Receipts by Source</b>		<b>223 408</b>	<b>-</b>	<b>-</b>	<b>3 226 492</b>	<b>3 449 900</b>	<b>3 569 000</b>	<b>3 870 824</b>
<b>Cash Payments by Type</b>								
Employee related costs		48 869			595 195	644 064	678 714	729 403
Remuneration of councillors		2 011			33 315	35 326	37 445	39 692
Interest paid					40 000	40 000	88 000	88 000
Bulk purchases - Electricity		68 242			590 768	659 010	721 417	789 735
Bulk purchases - Water & Sewer		10 671			169 955	180 626	197 731	216 456
Other materials		4 614			198 695	203 209	193 116	204 537
Contracted services		7 875			185 380	193 255	239 821	271 076
Grants and subsidies paid - other municipalities					-	-	-	-
Grants and subsidies paid - other		1 160			10 340	11 500	11 500	11 500
General expenses		77 823			303 744	381 567	376 529	347 833
<b>Cash Payments by Type</b>		<b>221 264</b>	<b>-</b>	<b>-</b>	<b>2 127 292</b>	<b>2 348 556</b>	<b>2 544 273</b>	<b>2 698 232</b>
<b>Other Cash Flows/Payments by Type</b>								
Capital assets		3 958			1 037 686	1 041 644	877 754	914 157
Repayment of borrowing					75 000	75 000	122 000	100 000
Other Cash Flows/Payments					-	-	-	-
<b>Total Cash Payments by Type</b>		<b>225 222</b>	<b>-</b>	<b>-</b>	<b>3 239 978</b>	<b>3 465 200</b>	<b>3 544 027</b>	<b>3 712 388</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>(1 814)</b>	<b>-</b>	<b>-</b>	<b>(13 486)</b>	<b>(15 300)</b>	<b>24 973</b>	<b>158 435</b>
Cash/cash equivalents at the month/year beginning:		86 200	84 386	84 386	84 386	86 200	70 900	95 873
Cash/cash equivalents at the month/year end:		84 386	84 386	84 386	70 900	70 900	95 873	254 308

**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	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July	5,366	25,024		3,958	3,958	25,024	21,066	84.2%	0%
August	15,024	66,869				91,892	-		
September	29,542	78,552				170,444	-		
October	28,880	44,312				214,756	-		
November	31,445	89,507				304,263	-		
December	49,119	106,077				410,340	-		
January	41,168	177,632				587,972	-		
February	59,395	81,432				669,404	-		
March	59,011	130,858				800,262	-		
April	49,740	96,734				896,995	-		
May	57,424	91,386				988,381	-		
June	109,874	108,086				1,096,467	-		
<b>Total Capital expenditure</b>	<b>535,989</b>	<b>1,096,467</b>	<b>-</b>	<b>3,958</b>					

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**Table SC13a Monthly Budget Statement - capital expenditure on new assets**

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		371 031	561 288	-	1 145	1 145	46 774	45 629	97.6%	561 288
Infrastructure - Road transport		30 143	89 300	-	-	-	7 442	7 442	100.0%	89 300
<i>Roads, Pavements &amp; Bridges</i>		30 143	89 300				7 442	7 442	100.0%	89 300
<i>Storm water</i>							-	-		
Infrastructure - Electricity		3 868	29 000	-	-	-	2 417	2 417	100.0%	29 000
<i>Generation</i>							-	-		
<i>Transmission &amp; Reticulation</i>			29 000				2 417	2 417	100.0%	29 000
<i>Street Lighting</i>		3 868					-	-		
Infrastructure - Water		160 934	139 418	-	1 145	1 145	11 618	10 473	90.1%	139 418
<i>Dams &amp; Reservoirs</i>							-	-		
<i>Water purification</i>							-	-		
<i>Reticulation</i>		160 934	139 418		1 145	1 145	11 618	10 473	90.1%	139 418
Infrastructure - Sanitation		-	180 159	-	-	-	15 013	15 013	100.0%	180 159
<i>Reticulation</i>							-	-		
<i>Sewerage purification</i>			180 159				15 013	15 013	100.0%	180 159
Infrastructure - Other		176 086	123 411	-	-	-	10 284	10 284	100.0%	123 411
<i>Waste Management</i>			6 750				563	563	100.0%	6 750
<i>Transportation</i>		176 086	116 661				9 722	9 722	100.0%	116 661
<i>Gas</i>							-	-		
<i>Other</i>							-	-		
<b>Community</b>		42 984	57 666	-	-	-	4 806	4 806	100.0%	57 666
Parks & gardens		2 132	10 300				858	858	100.0%	10 300
Sportsfields & stadia		38 775	39 900				3 325	3 325	100.0%	39 900
Swimming pools		-	-				-	-		
Community halls		-	-				-	-		
Libraries		445	1 300				108	108	100.0%	1 300
Recreational facilities			-				-	-		
Fire, safety & emergency		1 327	2 250				188	188	100.0%	2 250
Security and policing		-	-				-	-		
<b>Heritage assets</b>		-	-	-	-	-	-	-		
<b>Other assets</b>		8 438	61 300	-	1 532	1 532	5 108	3 577	70.0%	61 300
General vehicles		906					-	-		
Specialised vehicles		-	-				-	-		
Plant & equipment		3 304	30 000				2 500	2 500	100.0%	30 000
Computers - hardware/equipment		402	4 100				342	342	100.0%	4 100
Furniture and other office equipment		-	3 200		1 532	1 532	267	(1 265)	-474.4%	3 200
Abattoirs		-	-				-	-		
Markets		-	-				-	-		
Civic Land and Buildings		-	-				-	-		
Other Buildings		590	-				-	-		
Other Land		-	20 000				1 667	1 667	100.0%	20 000
Surplus Assets - (Investment or Inventory)		-	-				-	-		
<b>Intangibles</b>		3 217	-	-	-	-	-	-		
Computers - software & programming		3 217					-	-		
Other							-	-		
<b>Total Capital Expenditure on new assets</b>	1	425 671	680 254	-	2 677	2 677	56 688	54 011	95.3%	680 254



**Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets**

Description	Ref	2015/16	Budget Year 2016/17							
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		77,751	343,638	-	-	-	28,637	28,637	100.0%	343,638
Infrastructure - Road transport		69,020	103,538	-	-	-	8,628	8,628	100.0%	103,538
<i>Roads, Pavements &amp; Bridges</i>		69,020	103,538				8,628	8,628	100.0%	103,538
<i>Storm water</i>							-	-		
Infrastructure - Electricity		1,377	2,000	-	-	-	167	167	100.0%	2,000
<i>Generation</i>		-					-	-		
<i>Transmission &amp; Reticulation</i>		1,377	2,000				167	167	100.0%	2,000
<i>Street Lighting</i>		-					-	-		
Infrastructure - Water		5,396	235,600	-	-	-	19,633	19,633	100.0%	235,600
<i>Dams &amp; Reservoirs</i>							-	-		
<i>Water purification</i>							-	-		
<i>Reticulation</i>		5,396	235,600				19,633	19,633	100.0%	235,600
Infrastructure - Sanitation		571	-	-	-	-	-	-		-
<i>Reticulation</i>							-	-		
<i>Sewerage purification</i>		571					-	-		
Infrastructure - Other		1,387	2,500	-	-	-	208	208	100.0%	2,500
<i>Waste Management</i>		1,387	2,500				208	208	100.0%	2,500
<i>Transportation</i>							-	-		
<i>Gas</i>							-	-		
<i>Other</i>							-	-		
<b>Community</b>		8,965	26,750	-	-	-	2,229	2,229	100.0%	26,750
Parks & gardens		852	2,300				192	192	100.0%	2,300
Sportsfields & stadia		4,452	6,000				500	500	100.0%	6,000
Swimming pools		-	-				-	-		-
Community halls		-	-				-	-		-
Libraries		1,215	-				-	-		-
Recreational facilities		1,340	-				-	-		-
Fire, safety & emergency		-	1,166				97	97	100.0%	1,166
Security and policing		826	-				-	-		-
Other		281	17,284				1,440	1,440	100.0%	17,284
Other							-	-		
<b>Other assets</b>		23,602	45,825	-	1,281	1,281	3,819	2,538	66.5%	45,825
General vehicles							-	-		-
Specialised vehicles		-	-	-	-	-	-	-		-
Plant & equipment		-	-				-	-		-
Computers - hardware/equipment		-	6,600				550	550	100.0%	6,600
Furniture and other office equipment		485	-				-	-		-
Abattoirs		-	-				-	-		-
Markets		-	-				-	-		-
Civic Land and Buildings		9,892	30,875				2,573	2,573	100.0%	30,875
Other Buildings		5,499	6,350		1,281	1,281	529	(752)	-142.1%	6,350
Other Land		-	-				-	-		-
Surplus Assets - (Investment or Inventory)		-	-				-	-		-
Other		7,727	2,000				167	167	100.0%	2,000
<b>Total Capital Expenditure on renewal of existing assets</b>	1	110,319	416,213	-	1,281	1,281	34,684	33,403	96.3%	416,213

**Table SC13c Monthly Budget Statement – expenditure on repairs and maintenance**

Description	Ref	2015/16	Budget Year 2016/17							
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		130 672	144 479	-	4 317	4 317	12 040	7 723	64.1%	144 479
Infrastructure - Road transport		31 264	44 010	-	-	-	3 667	3 667	100.0%	44 010
<i>Roads, Pavements &amp; Bridges</i>		29 525	19 672				1 639	1 639	100.0%	19 672
<i>Storm water</i>		1 739	24 337				2 028	2 028	100.0%	24 337
Infrastructure - Electricity		28 245	24 746	-	590	590	2 062	1 472	71.4%	24 746
<i>Generation</i>		-	-				-	-		-
<i>Transmission &amp; Reticulation</i>		28 245	24 746		590	590	2 062	1 472	71.4%	24 746
<i>Street Lighting</i>		-	-				-	-		-
Infrastructure - Water		32 796	31 873	-	821	821	2 656	1 835	69.1%	31 873
<i>Dams &amp; Reservoirs</i>		-	-				-	-		-
<i>Water purification</i>		-	-				-	-		-
<i>Reticulation</i>		32 796	31 873		821	821	2 656	1 835	69.1%	31 873
Infrastructure - Sanitation		38 367	14 987	-	42	42	1 249	1 207	96.6%	14 987
<i>Reticulation</i>		38 367	14 987		42	42	1 249	1 207	96.6%	14 987
<i>Sewerage purification</i>		-	-				-	-		-
Infrastructure - Other		-	28 863	-	2 865	2 865	2 405	(459)	-19.1%	28 863
<i>Waste Management</i>		-	28 863		2 865	2 865	2 405	(459)	-19.1%	28 863
<i>Transportation</i>		-	-				-	-		-
<i>Gas</i>		-	-				-	-		-
<i>Other</i>		-	-				-	-		-
<b>Community</b>		62 649	17 824	-	158	158	1 485	1 328	89.4%	17 824
Parks & gardens		11 266	6 511		6	6	543	536	98.8%	6 511
Sportsfields & stadia		5 196	2 927		-	-	244	244	100.0%	2 927
Swimming pools			137		-	-	11	11	100.0%	137
Community halls		210	117		-	-	10	10	100.0%	117
Libraries		173	89		37	37	7	(29)	-396.8%	89
Recreational facilities			254				21	21	100.0%	254
Fire, safety & emergency		1 349	889		-	-	74	74	100.0%	889
Security and policing			13		-	-	1	1	100.0%	13
Buses			-				-	-		-
Clinics			-				-	-		-
Museums & Art Galleries		192	17		1	1	1	0	27.5%	17
Cemeteries		1 176	805		-	-	67	67	100.0%	805
Social rental housing			-				-	-		-
Other		43 087	6 066		114	114	506	392	77.5%	6 066
<b>Heritage assets</b>		-	-	-	-	-	-	-		-
<b>Other assets</b>		-	40 906	-	3 000	3 000	3 409	409	12.0%	40 906
General vehicles										
Specialised vehicles		-	-	-	-	-	-	-		-
Other			40 906		3 000	3 000	3 409	409	12.0%	40 906
<b>Total Repairs and Maintenance Expenditure</b>		193 320	203 209	-	7 475	7 475	16 934	9 459	55.9%	203 209

**Table SC13d Monthly Budget Statement - depreciation**

Description	Ref	2015/16	Budget Year 2016/17							
		Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Depreciation by Asset Class/Sub-class</b>										
<b>Infrastructure</b>										
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
<i>Roads, Pavements &amp; Bridges</i>		96,877	88,555	-	7,380	7,380	7,380	-	-	88,555
<i>Storm water</i>		26,009	25,340	-	2,112	2,112	2,112	-	-	25,340
<i>Storm water</i>		26,009	25,340	-	2,112	2,112	2,112	-	-	25,340
Infrastructure - Electricity										
<i>Generation</i>		20,155	17,978	-	1,498	1,498	1,498	-	-	17,978
<i>Transmission &amp; Reticulation</i>										
<i>Street Lighting</i>		20,155	17,978	-	1,498	1,498	1,498	-	-	17,978
Infrastructure - Water										
<i>Dams &amp; Reservoirs</i>		44,345	39,555	-	3,296	3,296	3,296	-	-	39,555
<i>Water purification</i>										
<i>Reticulation</i>										
Infrastructure - Sanitation		44,345	39,555	-	3,296	3,296	3,296	-	-	39,555
<i>Reticulation</i>		6,369	4,451	-	371	371	371	-	-	4,451
<i>Sewerage purification</i>										
Infrastructure - Other		6,369	4,451	-	371	371	371	-	-	4,451
<i>Waste Management</i>		-	1,230	-	102	102	102	-	-	1,230
<i>Transportation</i>			1,230	-	102	102	102	-	-	1,230
<i>Gas</i>										
<i>Other</i>										
<b>Community</b>										
Parks & gardens		108,123	91,445	-	7,620	7,620	7,620	-	-	91,445
Sportsfields & stadia		501	447	-	37	37	37	-	-	447
Swimming pools		58,301	49,705	-	4,142	4,142	4,142	-	-	49,705
Community halls		86	77	-	6	6	6	-	-	77
Libraries		91	81	-	7	7	7	-	-	81
Recreational facilities		578	516	-	43	43	43	-	-	516
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		2,757	2,459	-	205	205	205	-	-	2,459
Buses		164	146	-	12	12	12	-	-	146
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		76	68	-	6	6	6	-	-	68
Cemeteries		136	179	-	15	15	15	-	-	179
Social rental housing		185	165	-	14	14	14	-	-	165
Other		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		45,248	37,603	-	3,134	3,134	3,134	-	-	37,603
<b>Total Depreciation</b>										
		205,000	180,000	-	15,000	15,000	15,000	-	-	180,000

**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 **July 2016** 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 : Maboya

Date : 2016 / 08 / 16

## Annexure A Capital Programme 2016/2017

MULTI YEAR BUDGET	VOTE		Funding	Original Budget 2016/7	JULY	YEAR TO DATE ACTUAL	%
Description				Grand Total	TOTAL	GRAND TOTAL	Spending to date
<b>Special Focus - Council</b>							
Renovation for the dilapidated AIDS Centre	1010	00021	CRR	3,000,000	-	-	0.00%
<b>Total Special Focus</b>				<b>3,000,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Clusters - SPME</b>							
Thusong Service Centre (TSC) -Mankweng	2700	00021	CRR	2,350,000	-	-	0.00%
Thusong Service Centre (TSC)-Moleletje cluster	2700	00031	CRR	1,000,000	-	-	0.00%
Mobile service sites	2700	00041	CRR	1,500,000	-	-	0.00%
Renovation of existing Cluster offices	2700	00051	CRR	2,000,000	-	-	0.00%
<b>Total Clusters</b>				<b>6,850,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Facility Management Community Development</b>							
Civic Centre refurbishment	3040	00231	CRR	15,000,000	-	-	0.00%
Renovation of offices	3040	00241	CRR	4,000,000	-	-	0.00%
Furniture and Office Equipment	3040	00251	CRR	2,600,000	1,531,742	1,531,742	58.91%
Upgrading of Offices Stadium	3040	00261	PTISG	7,000,000	-	-	0.00%
Workers Residence( barracks )	3040	00271	CRR	4,000,000	-	-	0.00%
Refurbishment of City Library and Auditorium	3040	00281	CRR	2,000,000	-	-	0.00%
Furniture and Equipment Molepo library	3040	00301	CRR	600,000	-	-	0.00%
Refurbishment of BakoneMalapa museum	3040	00331	CRR	875,000	-	-	0.00%
Refurbishment of Westernburg Hall	3040	00371	CRR	2,000,000	-	-	0.00%
				<b>38,075,000</b>	<b>1,531,742</b>	<b>1,531,742</b>	<b>4.02%</b>
<b>Security Services - Community Services</b>							
CCTV Camera Maintenance	4220	00031	CRR	550,000	-	-	0.00%
Purchasing of 20 x 9mm CZ Pistols	4220	00041	CRR	250,000	-	-	0.00%
<b>Total Security Services</b>				<b>800,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Roads &amp; Stormwater - Engineering</b>							
Tarring of Arterial road in SDA1 (Lihuli and Madiba park)	3230	01601	MIG	6,000,000	-	-	0.00%
Tarring Ntsime to Sefateng	3230	01611	MIG	6,000,000	-	-	0.00%
Upgrading Semanya to Matekereng	3230	01621	MIG	6,000,000	-	-	0.00%
Tarring of internal streets in Toronb	3230	01631	MIG	6,000,000	-	-	0.00%
Tarring Sebayeng village(ring road)	3230	01641	MIG	6,000,000	-	-	0.00%
Tarring Chebeng to Makweya	3230	01651	MIG	6,000,000	-	-	0.00%
Upgrading Internal Street in Seshogo	3230	01661	MIG	6,000,000	-	-	0.00%
Upgrading of Ramongoana bus and Taxi roads	3230	01671	MIG	6,000,000	-	-	0.00%
Upgrading of Ntshishane Road	3230	01681	MIG	6,000,000	-	-	0.00%
Upgrading of internal streets linked with Excelsior Street in Mankweng unit A	3230	01691	MIG	6,000,000	-	-	0.00%
Upgrading of Arterial road in Ga Rampheri	3230	01701	MIG	6,000,000	-	-	0.00%
Tarring of internal streets in municipal development in Bendor	3230	01711	CRR	10,000,000	-	-	0.00%
Planning for Upgrading of internal streets in Molepo, Chuene Maja cluster	3230	01721	MIG	150,000	-	-	0.00%
Tarring of Makobpong	3230	01731	MIG	7,000,000	-	-	0.00%
Rehabilitation of streets in Seshogo	3230	01741	CRR	2,000,000	-	-	0.00%
Tarring of internal Streets in Seshogo	3230	01771	CRR	3,000,000	-	-	0.00%
Tarring of internal Streets in Mankweng	3230	01781	CRR	3,000,000	-	-	0.00%
Asset Renewal Programme	3230	01791	CRR	67,000,000	-	-	0.00%
Upgrading of roads, NMT and street lights	3230	01821	NDPG	20,000,000	-	-	0.00%
Storm water, walk ways and beautification	3230	01831	NDPG	9,500,000	-	-	0.00%
Street furniture, greening and landscaping	3230	01841	NDPG	5,038,000	-	-	0.00%
Planning Makanye Road	3230	01851	MIG	150,000	-	-	0.00%
<b>Total - Roads and Stormwater</b>				<b>192,838,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>

In-year report (July 2016) – Monthly Budget Statement

MULTI YEAR BUDGET	VOTE		Funding	Original Budget 2016/7	JULY	YEAR TO DATE ACTUAL	%
				Grand Total	TOTAL	GRAND TOTAL	Spending to date
Description							
<b>Water Supply and reticulation - Engineering</b>							
Olifantspoort RWS (Mmotong wa Perekisi)	3340	01321	MIG	9,000,000	-	-	0.00%
Moithapo RWS	3340	01331	MIG	6,000,000	-	-	0.00%
Moleletje East RWS	3340	01341	MIG	7,000,000	-	-	0.00%
Moleletje North RWS	3340	01351	MIG	3,000,000	-	-	0.00%
Sebayeng/Dikgale RWS	3340	01361	MIG	15,392,131	-	-	0.00%
Moleletje South RWS	3340	01371	MIG	10,000,000	-	-	0.00%
Houtriver RWS phase 10	3340	01381	MIG	4,000,000	-	-	0.00%
Chuene Maja RWS phase 9	3340	01391	MIG	10,000,000	-	-	0.00%
Molepo RWS phase 10	3340	01401	MIG	10,000,000	-	-	0.00%
Laastehoop RWS phase 10	3340	01411	MIG	6,975,869	-	-	0.00%
Mankweng RWS phase 10	3340	01421	MIG	8,000,000	-	-	0.00%
Boyne RWS phase 10	3340	01431	MIG	4,000,000	-	-	0.00%
Segwasi RWS	3340	01441	MIG	4,000,000	-	-	0.00%
Badimong RWS phase 10	3340	01451	MIG	8,000,000	-	-	0.00%
Extension 78 water reticulation	3340	01471	CRR	1,550,000	1,145,307	1,145,307	73.89%
Upgrading of laboratory	3340	01501	CRR	500,000	-	-	0.00%
Installation of Meters at Seshogo Zone 5	3340	01521	CRR	2,500,000	-	-	0.00%
Upgrading of water reticulation in City centre	3340	01541	CRR	100,000	-	-	0.00%
Regional waste Water treatment plant	3340	01551	RBIG	180,159,000	-	-	0.00%
Replacement of asbestos (AC) Pipes	3340	01561	Loan	235,000,000	-	-	0.00%
Aganang MIG Projects	3340	01571	MIG	30,000,000	-	-	0.00%
<b>Total - Water Supply and reticulation</b>				<b>555,177,000</b>	<b>1,145,307</b>	<b>1,145,307</b>	<b>0.21%</b>
<b>Energy Services - Engineering</b>							
Electrification of urban households	3430	00711	CRR	10,000,000	-	-	0.00%
Rensburg	3430	00721	CRR	1,500,000	-	-	0.00%
Illumination of public areas ( High Mast lights)	3430	00731	CRR	2,000,000	-	-	0.00%
SCADA on RTU	3430	00761	CRR	2,000,000	-	-	0.00%
Upgrade 800A Bus-bars to 1200A in Alpha 66KV Distribution substation	3430	00791	CRR	2,000,000	-	-	0.00%
Planning and design New Bakone to IOTA 66KV double circuit GOAT line	3430	00801	CRR	2,000,000	-	-	0.00%
Build 66KV/Bakone substation	3430	00811	CRR	10,000,000	-	-	0.00%
Design and Construct permanent distribution substation at Thorobill	3430	00831	CRR	1,000,000	-	-	0.00%
Plant and Equipment	3430	00861	CRR	500,000	-	-	0.00%
<b>Total Energy Services</b>				<b>31,000,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Disaster and Fire - Community Services</b>							
Acquisition of fire Equipment	4230	00131	CRR	1,500,000	-	-	0.00%
Breathing aparabrs	4230	00211	CRR	150,000	-	-	0.00%
<b>Total Disaster and Fire</b>				<b>1,650,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Traffic &amp; Licencing - Community Services</b>							
Purchase alcohol testers	4120	00041	CRR	216,000	-	-	0.00%
Purchase of note counting equipment	4120	00051	CRR	600,000	-	-	0.00%
Upgrade queue management system	4120	00061	CRR	100,000	-	-	0.00%
Upgrading of city vehicle pound	4120	00081	CRR	300,000	-	-	0.00%
renovations- Traffic Auction room, parade room and training Facility	4120	00091	CRR	150,000	-	-	0.00%
Procure blue lights and siren systems	4120	00101	CRR	80,000	-	-	0.00%
Upgrading city license facility/	4120	00121	CRR	500,000	-	-	0.00%
Upgrading of vehicle weighbridge	4120	00151	CRR	1,200,000	-	-	0.00%
Procurement of AARTO equipments	4120	00161	CRR	200,000	-	-	0.00%
Procurement of office cleaning equipment's	4120	00171	CRR	70,000	-	-	0.00%
<b>Total Traffic and Licencing</b>				<b>3,416,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>

In-year report (July 2016) – Monthly Budget Statement

MULTI YEAR BUDGET	VOTE		Funding	Original Budget 2016/7	JULY	YEAR TO DATE ACTUAL	%
Description				Grand Total	TOTAL	GRAND TOTAL	Spending to date
<b>Environmental Management - Community Services</b>							
Grass cutting equipments	4335	00251	CRR	900,000	-	-	0.00%
Entrances development and upgrade	4335	00261	CRR	2,500,000	-	-	0.00%
City Beautification	4335	00271	CRR	1,800,000	-	-	0.00%
Development of a Botanical garden	4335	00281	CRR	1,600,000	-	-	0.00%
Development of a park at Ext 44 and 76	4335	00291	CRR	1,900,000	-	-	0.00%
Upgrading of Tom Naude Park	4335	00301	CRR	1,300,000	-	-	0.00%
Zone 4 Park Expansion Phase 2	4335	00311	CRR	800,000	-	-	0.00%
Upgrading of Security at Game Reserve	4335	00321	CRR	1,000,000	-	-	0.00%
Upgrading of Environmental Education Centre	4335	00331	CRR	800,000	-	-	0.00%
<b>Total Environment Management</b>				<b>12,600,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Waste Management - Community Services</b>							
30 m3 skip containers	4340	00241	CRR	600,000	-	-	0.00%
Extension of landfill site	4340	00251	CRR	300,000	-	-	0.00%
Extension of offices	4340	00261	CRR	700,000	-	-	0.00%
Rural transfer station (Makgodu)	4340	00271	CRR	5,000,000	-	-	0.00%
770 L Refuse Containers	4340	00301	CRR	800,000	-	-	0.00%
Net for skip containers	4340	00341	CRR	100,000	-	-	0.00%
No dumping boards	4340	00351	CRR	150,000	-	-	0.00%
Hand held radios	4340	00361	CRR	100,000	-	-	0.00%
Ladanna transfer station	4340	00371	CRR	1,500,000	-	-	0.00%
<b>Total Waste Management</b>				<b>9,250,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Sport &amp; Recreation - Community Development</b>							
Upgrading of Ga- Manamela Sport Complex	4530	00341	MIG	6,000,000	-	-	0.00%
1	4530	00351	MIG	12,000,000	-	-	0.00%
Construction of Mankweng Sport facility- 1	4530	00381	MIG	17,000,000	-	-	0.00%
Sport stadium in Ga-Maja	4530	00391	MIG	10,000,000	-	-	0.00%
Construction of borehole at Town pool	4530	00411	CRR	400,000	-	-	0.00%
Grass Cutting equipment	4530	00421	CRR	500,000	-	-	0.00%
<b>Total Sport and Recreation</b>				<b>45,900,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Cultural Services - Community Development</b>							
Collection development	4640	00091	CRR	800,000	-	-	0.00%
Library Furniture & Equipment-Molepo library	4640	00111	CRR	500,000	-	-	0.00%
<b>Total - Cultural Services</b>				<b>1,300,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Information Services - Corporate and Shared Services</b>							
Provision of Laptops, PCs and Peripheral Devices	5210	00281	CRR	1,200,000	-	-	0.00%
Implementation of ICT Strategy	5210	00291	CRR	2,500,000	-	-	0.00%
Network Upgrade	5210	00301	CRR	5,900,000	-	-	0.00%
<b>Total Information Services</b>				<b>9,600,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Secretariat - Corporate and Shared Services</b>							
Offsite Filing	5510	00031	CRR	2,500,000	-	-	0.00%
<b>Total Secretariat</b>				<b>2,500,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>City Planning - Planning and Economic Development</b>							
Township establishment-Farm Volgestruisfontein 667 LS	6120	00301	CRR	1,200,000	-	-	0.00%
Township establishment-Portion 74 and 75 of Ivy Dale							
Agricultural Holdings	6120	00321	CRR	1,200,000	-	-	0.00%
Acquisition of Land	6120	00341	CRR	20,000,000	-	-	0.00%
Itsoseng Fencing	6120	00361	CRR	2,000,000	-	-	0.00%
Rural settlement development	6120	00381	CRR	2,000,000	-	-	0.00%
<b>Total City Planning</b>				<b>26,400,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>

In-year report (July 2016) – Monthly Budget Statement

MULTI YEAR BUDGET	VOTE		Funding	Original Budget 2016/7	JULY	YEAR TO DATE ACTUAL	%
Description				Grand Total	TOTAL	GRAND TOTAL	Spending to date
<b>GIS - Planning and Economic Development</b>							
Integrated GIS System	6120	00361	CRR	700,000	-	-	0.00%
Surveying Computation / Calculation Software	6120	00371	CRR	400,000	-	-	0.00%
<b>Total GIS</b>				<b>1,100,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Transport Operations(IPRTS)- Transport and Services</b>							
Implementation of IRPTS Infrastructure	6160	00091	PTISG	116,661,000	-	-	0.00%
IT Equipment	6160	00101	PTISG	30,000,000	-	-	0.00%
<b>Total Transport Operations</b>				<b>146,661,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Services</b>							
Upgrading of stores	7030	00051	CRR	6,350,000	1,280,964	1,280,964	20.17%
BTO amenities	7010	00051	CRR	2,000,000	-	-	0.00%
				<b>8,350,000</b>	<b>1,280,964</b>	<b>1,280,964</b>	<b>15.34%</b>
<b>TOTAL EXPENDITURE NEW PROJECTS</b>				<b>1,096,467,000</b>	<b>3,958,013</b>	<b>3,958,013</b>	<b>0.36%</b>
<b>Municipal Infrastructure Grant (MIG)</b>							
Municipal Infrastructure Grant (MIG)			MIG	253,668,000	-	-	0.00%
<b>Regional Bulk Infrastructure Grant</b>							
Regional Bulk Infrastructure Grant			RGIG	180,159,000	-	-	0.00%
<b>Neighbourhood Dev Partnership Grant</b>							
Neighbourhood Dev Partnership Grant			NDPG	34,538,000	-	-	0.00%
<b>Public Transport Infrastructure System Grant (PTIG)</b>							
Public Transport Infrastructure System Grant (PTIG)			PTIG	153,661,000	-	-	0.00%
<b>Total DoRA Allocations</b>				<b>622,026,000</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Borrowings</b>							
Borrowings			LOAN	235,000,000	-	-	0.00%
<b>Own Funds</b>							
Own Funds			CRR	239,441,000	3,958,013	3,958,013	1.65%
<b>TOTAL NEW PROJECTS</b>				<b>474,441,000</b>	<b>3,958,013</b>	<b>3,958,013</b>	<b>0.83%</b>
<b>Total Renewal</b>							
Total Renewal				416,213,000	1,280,964	1,280,964	0.31%
<b>Total New</b>							
Total New				680,254,000	2,677,049	2,677,049	0.39%
<b>TOTAL NEW PROJECTS</b>				<b>1,096,467,000</b>	<b>3,958,013</b>	<b>3,958,013</b>	<b>0.36%</b>