



Quarterly Budget Statement

June 2016

In-Year Report of the Municipality

Prepared in terms of Section 71 of the Local Government: Municipal Finance Management Act (Act 56 of 2003) & Section 28 of the Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 December 2009.

Table of Contents

Glossary.....	3
PART 1 – IN-YEAR REPORT.....	4
Mayor’s Report	4
Resolutions	5
Executive Summary.....	6 - 9
In-year budget statement tables	10 - 16
PART 2 – SUPPORTING DOCUMENTATION.....	18
Debtors' analysis	17
Creditors' analysis	18
Investment portfolio analysis	18
Allocation and grant receipts and expenditure	19 - 21
Councillor allowances and employee benefits	22
Material variances to the SDBIP.....	22
Municipal financial performance.....	23
Capital programme performance	24
Other supporting documentation	25 - 31
Municipal Manager’s quality certification	32

Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Budget – The financial plan of the Municipality.

Capital expenditure - Spending on assets such as infrastructure, land & buildings minor assets etc. Any capital expenditure must be reflected as an asset on the Municipality's statement of financial position.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share – An unconditional grant paid to municipalities. It is predominantly targeted towards funding the Indigent Policy.

FMG – Financial Management Grant.

GFS – Government Finance Statistics. An internationally recognized classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality.

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle legislation relating to municipal financial management.

MIG – Municipal Infrastructure Grant.

MTREF – Medium Term Revenue and Expenditure Framework (MTREF). The medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes financial information of the previous and current year.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages, repairs and maintenance etc.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan (SDBIP). A detailed plan comprising annual and quarterly performance information.

Strategic objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Vote – A main appropriation segment of the budget. In Umsobomvu Municipality this relates to the directorate level for operating expenditure and the GFS classification for capital expenditure.

YTD – Year to date

PART 1 – IN-YEAR REPORT

Mayor's Report

1.1 In-Year Report – Monthly Budget Report

1.1.1 Implementation of the budget in accordance with the SDBIP

The results of the SDBIP for the fourth quarter ended 30 June 2016 will be tabled in a separate comprehensive report to council.

1.1.2 Financial problems or risks facing the municipality

None. All the major sources of revenue are currently within acceptable norms.

1.1.3 Other relevant information

Actual operating revenue at the end of June 2016 is at 96% of the budgeted revenue. The expenditure reflects spending of 94.4% against the budgeted expenditure. Capital expenditure amounts to R39.695m, or 85%, at the end of June 2016.

Outstanding consumer debtors remain stable and only reflect the year-on-year increase from increased tariffs as from 1 July 2015.

The positive cash flow remains stable.

Resolutions

IN-YEAR REPORTS 2015/2016

This is the resolution that will be presented to Council when the In-Year Report is tabled:

RECOMMENDATION:

1. That the report for the quarter ended June 2016, prepared as part of the financial reporting obligations arising from the Local Government: Municipal Finance Management Act, 2003, **be noted.**

Executive Summary

Revenue by Source

The Year-to-Date actual revenue is 4% below the YTD budget projections at the end of June 2016 as a result of the annual rates that were levied in July 2015.

Borrowings

The balance of borrowings amounts to R1 231 077 at the end of June 2016.

Operating expenditure by vote & type

Current expenditure is 5.6% below YTD budget projections as at 30 June 2016.

Capital expenditure

DETAILS	Actual	Actual	Variance actual	Budgeted	Variance actual/
	2015/16	2014/15	2015/16 / 2014/15	2015/16	budgeted
	R	R	R	R	R
Executive and Council	20 488	661 384	(640 896)		20 488
Finance and Administration	733 233	333 936	399 298	233 739	499 494
Community and Social Services	291 353	59 670	231 683	-	291 353
Technical Services	63 533 608	49 374 047	14 159 561	77 945 300	(14 411 692)
	64 578 683	50 429 037	14 149 646	78 179 039	(13 600 356)

YTD Capital Expenditure amounts to R64 579m, or 82.6% of a total budget of R78 179m.

Cash flows

The municipality started the year with a positive cashbook balance of R18.448 million. The June 2016 closing balance is R19 248m. Refer to Table C7 for more details on the cash position.

Allocations received (National & Provincial Grants)

Municipal Infrastructure Grant funding of R8.090m was received for the 2015-2016 financial year and R3.164m was adjusted downwards and re-gazetted by Treasury. Energy efficiency and demand side management grant received year to date R7m and the EPWP grant received year to date R1m. Additional R1.350m was gazetted for the Integrated National Electrification Programme Grant (INEG) and received in March 2016. Funds received from RBIG (Water & Sanitation) amount to R48 306m.

Spending on Grants

Spending on grants amounts to R59 912m for the year to date ended June 2016 which includes Equitable Share, FMG, MSIG, EPWP and MIG. Spending on RBIG amount to R45 075m

Implementation of Supply Chain Management Policy:

Six monthly report ended 30 June 2016 on deviations within 10 working days in terms of SCM Regulation 36(2):

APRIL 2016 DEVIATION CERTIFICATES						
DATE	SUPPLIER'S NAME	DESCRIPTION	AMOUNT	ORDER	DEV NO	REASON FOR DEVIATION
06/04/2016	Herholdt Electric wh	Electricity network(earth kit)	13 794.21	17851	1939	emergency
07/04/2016	Non stop tyre soluti	BSF219NC 2Tyres	10 260.00	17853	1940	2 quotes
11/04/2016	SALGA	National members assembly 2016	13 000.00	17963	1941	Sole
14/4/2016	Brownrygg Trading	CGV608NC Repairs&strip	41 672.70	17863	1942	Sole
14/4/2016	Herholdt Electric wh	Electricity network(earth kit)	32 496.50	17860	1943	emergency
14/4/2016	SALGA	National members assembly 2016	13 000.00	17964	1944	sole
24/4/2016	Umvulo Logistics cc	EPWP: 40BK 2 Inlets1mx380m kerbs	26 200.00	17874	1945	2 quotes
26/4/2016	Non-Stop tyre soluti	BSF216NC 2 Tyres	14 364.00	17882	1946	2 quotes

MAY 2016 DEVIATION CERTIFICATES						
DATE	SUPPLIERS NAME	DESCRIPTION	ORDER	AMOUNT	DEV NO	
2016/05/05	CASI training solutions	Tech dept:Manager training		10 258.85	1946	1 quote
2016/10/05	Joshua West (Pty)Ltd	Technical report writing skills course		23 936.58	1947	1 Quote
2016/12/05	Tosas	Pot hole patch and KMS 65	17941	29 816.13	1948	1 quote
2016/12/05	SA Post Office Limited	Stamps	17965	10 749.84	1949	1 quote
15/5/2016	OVK	Commonage: material	17976	12 307.40	1950	2 Quotes
18/5/2016	Cinogen Trading	Repairs:brake testing machine	14354	24 943.20	1951	1 Quotes
20/5/2016	Dipoa Construction	Sanitation services: Material	17987	57 631.40	1952	4 Quotes
2015/10/05	Malherbe Resort cc	Strategic Planning-Councillors&officials	17464	55 020.00	1953	1 quote
2016/11/05	Herholdts Electrical	Tech dept: Electric material	17894	69 522.60	1954	2 quotes
2016/05/05	Trentyre	Tech dept: 2 Tyres front-end loader	17889	52 842.35	1104	2 Quotes

JUNE 2016 DEVIATION						
DATE	SUPPLIERS NAME	DESCRIPTION	ORDER	AMOUNT	DEV NO	
15/6/2016	Barlows Equipment company	Repairs Catapilar roller:Sole provider	18515	15 941.79	1955	
09/6/2016	Komatsu	Repairs:BKX 149NC sole provider	18505	15 662.34	1957	
13/6/2016	Philock Signs	Traffic dept: Signs: Exceptional	14355	15 307.92	1958	
24/6/2016	Aqua agri solution	Chemicals:Emergency	18653	74 563.30	1959	

Monthly reports on contracts awarded above R100 000 within 15 calendar days of the new month:

Month	AMOUNT
July 2015	Nil
August 2015	R249 660.00
September 2015	R166 371.03
October 2015	R345 123.00

November 2015	R117 600.00
December 2015	None
January 2016	None
February 2016	None
March 2016	None
April 2016	R116 726.50
May 2016	None
June 2016	None

TENDERS AWARDED FOR THE YEAR: BIDS APPROVED

MONTHS	Name of Bid	Amount Tendered VAT inclusive	Bidder awarded to	Date awarded	Date approval
July	None				
August	None				
September	Request for price leasing of photocopier machines (4)	R81 251.22 R76 189.62 R109 050.35 R31 701.12	N.R.G Office Solution(Pty)Ltd	30/9/2015	30/9/2015
October	None				
November	None				
December	Project no 1/8/2015Upgrading of the Sewer reticulation in Norvalspont	R9 910 000.00	Ruwacon (Pty) Ltd	02/12/2015	11/12/2015
	Upgrading of Kemper Street from Gravel to Concrete Block Paved Road Project no 01/10/2015	R290 870.00	Yirha Construction (Pty) Ltd	02/12/2015	15/12/2015
	Review IDP 2015/2016 bid no 2/11/2015	R124 000.00 VAT Exclusive	Ignite Advisory	11/12/2015	17/12/2015
Feb 2016	IMPLEMENT ENERGY EFFICIENCY AND DEMAND SIDE MANAGEMENT PROGRAMME	R7 707 307.21	Basia Enviromental Services	Feb 2016	Feb 2016
Feb 2016	REFURBISHMENT OF NOUPOORT SPORTS COMPLEX: PROJECT NO 02/02/2016	R329 479.86	Engineering aces	Feb 2016	Feb 2016
June 2016	UPGRADING OFGRAVEL STREET IN COLESBERG: NEW OUBOKS	R336 335.00	Cicam Project agency cc	June 2016	June 2016

Material variances

The table below summarises variances for projected revenue and expenditure.

NC072 Umsobomvu - Supporting Table SC1 Material variance explanations - M12 June

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Revenue By Source			
Property rates	(262)		
Property rates - penalties & collection charges	9		
Service charges - electricity revenue	(5 782)	This could be a result of meter tampering as it can be witnessed.	An investigation will be conducted via random property visits.
Service charges - water revenue	(4 661)	This could be a result of meter tampering as it can be witnessed.	An investigation will be conducted via random property visits.
Service charges - sanitation revenue	156		
Service charges - refuse revenue	95		
Service charges - other	-		
Rental of facilities and equipment	(128)	Our rental facilities were not utilised as expected.	This depends on the community needs.
Interest earned - external investments	68	We underbudgeted for this line item.	We need to improve our budget method.
Interest earned - outstanding debtors	114		
Dividends received	-		
Fines	1 623	We underbudgeted for this line item.	We need to improve our budget method.
Licences and permits	271	We underbudgeted for this line item.	We need to improve our budget method.
Agency services	-		
Transfers recognised - operational	0		
Other revenue	3 465	We have overbudgeted for this line item.	We need to improve our budget method.
Gains on disposal of PPE	-		
Expenditure By Type			
Employee related costs	(4 666)	We've had a couple of resignations this financial year and this is expected.	We need to speed up the recruitment process in order to fill up vacant positions.
Remuneration of councillors	(27)		
Debt impairment	2 630	Indigent households decreased as not everyone came to register.	We need to ensure that every person who qualifies comes to register.
Depreciation & asset impairment	(1 042)		
Finance charges	(7)		
Bulk purchases	(219)		
Other materials	-		
Contracted services	-		
Transfers and grants	(1 922)		
Other expenditure	(6 208)		
Loss on disposal of PPE	3 250	Some assets could not be verified during the verification process.	We need to monitor our assets on a regular basis.

Performance in relation to SDBIP targets

See the comprehensive report tabled in Council.

Remedial or corrective steps

See the comprehensive report on performance.

In-year budget statement tables

Table C1: s71 Monthly Budget Statement Summary

NC072 Umsobomvu - Table C1 Monthly Budget Statement Summary - M12 June

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
R thousands									
Financial Performance									
Property rates	8 521	8 295	8 613	562	8 361	8 613	(252)	-3%	8 613
Service charges	49 213	58 979	61 506	(1 230)	51 314	61 506	(10 192)	-17%	61 506
Investment revenue	532	422	471	124	538	471	68	14%	471
Transfers recognised - operational	35 708	39 356	39 345	132	39 345	39 345	0	0%	39 345
Other own revenue	16 573	10 477	16 032	9 136	21 377	16 032	5 345	33%	16 032
Total Revenue (excluding capital transfers and contributions)	110 547	117 530	125 967	8 725	120 936	125 967	(5 031)	-4%	125 967
Employee costs	34 412	40 680	42 312	3 959	37 646	42 312	(4 666)	-11%	42 312
Remuneration of Councillors	2 996	3 092	3 122	178	3 095	3 122	(27)	-1%	3 122
Depreciation & asset impairment	24 133	23 844	29 480	1 415	28 438	29 480	(1 042)	-4%	29 480
Finance charges	384	310	344	48	336	344	(7)	-2%	344
Materials and bulk purchases	18 731	21 284	21 284	4 224	21 065	21 284	(219)	-1%	21 284
Transfers and grants	-	8 967	8 967	595	7 044	8 967	(1 922)	-21%	-
Other expenditure	43 966	37 082	41 880	5 029	41 553	41 880	(328)	-1%	50 847
Total Expenditure	124 621	135 258	147 390	15 448	139 178	147 390	(8 212)	-6%	147 390
Surplus/(Deficit)	(14 074)	(17 728)	(21 423)	(6 723)	(18 242)	(21 423)	3 181	-15%	(21 423)
Transfers recognised - capital	41 700	56 126	78 348	59 641	60 044	56 126	3 918	7%	78 348
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	27 626	38 398	56 925	52 918	41 802	34 703	7 099	20%	56 925
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	27 626	38 398	56 925	52 918	41 802	34 703	7 099	20%	56 925
Capital expenditure & funds sources									
Capital expenditure	46 841	57 273	78 179	-	59 101	64 954	(5 853)	-9%	-
Capital transfers recognised	46 741	55 563	77 945	5 324	64 206	77 945	(13 739)	-18%	77 945
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	100	1 710	234	-	219	234	(15)	-6%	234
Total sources of capital funds	46 841	57 273	78 179	5 324	64 425	78 179	(13 754)	-18%	78 179
Financial position									
Total current assets	57 409	36 291	78 544		79 181				69 265
Total non current assets	504 334	549 826	556 223		575 140				515 047
Total current liabilities	33 212	-	33 022		32 370				36 329
Total non current liabilities	26 209	4 374	26 188		35 227				26 188
Community wealth/Equity	502 322	581 743	575 557		586 726				521 795
Cash flows									
Net cash from (used) operating	50 371	58 818	77 057	666	66 072	77 057	10 985	14%	38 833
Net cash from (used) investing	(39 289)	(50 007)	(71 001)	(5 324)	(64 579)	(71 001)	(6 423)	9%	(39 289)
Net cash from (used) financing	(1 043)	(670)	(781)	(78)	(693)	(781)	(88)	11%	(286)
Cash/cash equivalents at the month/year end	29 985	17 452	23 723	(4 736)	19 248	23 723	4 475	19%	2 142 877
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	11 185	3 763	2 155	2 115	85 547	-	-	-	104 765
Creditors Age Analysis									
Total Creditors	4 022	-	-	-	-	-	-	-	4 022

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

NC072 Umsobomvu - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M12 June

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
R thousands									
Revenue - Standard									
<i>Governance and administration</i>	47 517	50 600	52 129	1 005	47 392	50 600	(3 208)	-6%	52 129
Executive and council	32 382	34 931	34 931	13	35 034	34 931	103	0%	34 931
Budget and treasury office	15 124	15 649	17 187	991	12 349	15 649	(3 300)	-21%	17 187
Corporate services	12	20	11	1	10	20	(11)	-53%	11
<i>Community and public safety</i>	13 637	6 087	10 187	1 885	13 044	6 087	6 957	114%	10 187
Community and social services	5 802	2 834	2 478	1 073	3 422	2 834	589	21%	2 478
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	7 429	3 253	7 709	812	9 622	3 253	6 369	196%	7 709
Housing	406	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	7 719	1 060	8 043	10 114	10 174	1 060	9 113	860%	8 043
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	7 719	1 060	8 043	10 114	10 174	1 060	9 113	860%	8 043
Environmental protection	-	-	-	-	-	-	-	-	-
<i>Trading services</i>	83 374	115 909	133 956	55 362	110 371	115 909	(5 538)	-5%	133 956
Electricity	25 025	38 927	42 559	8 207	33 336	38 927	(5 591)	-14%	42 559
Water	43 441	51 252	68 210	40 243	55 621	51 252	4 369	9%	68 210
Waste water management	8 599	19 209	16 536	6 338	14 641	19 209	(4 568)	-24%	16 536
Waste management	6 309	6 521	6 651	574	6 773	6 521	252	4%	6 651
<i>Other</i>	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	152 247	173 656	204 315	68 366	180 980	173 656	7 325	4%	204 315
Expenditure - Standard									
<i>Governance and administration</i>	36 815	46 319	44 316	5 024	40 325	46 319	(5 993)	-13%	44 316
Executive and council	17 470	20 464	20 998	1 960	17 914	20 464	(2 549)	-12%	20 998
Budget and treasury office	13 658	20 270	17 587	2 236	15 161	20 270	(5 109)	-25%	17 587
Corporate services	5 687	5 584	5 732	828	7 249	5 584	1 665	30%	5 732
<i>Community and public safety</i>	13 963	13 414	17 951	1 945	16 006	13 414	2 593	19%	17 951
Community and social services	5 486	5 872	7 312	750	6 044	5 872	172	3%	7 312
Sport and recreation	925	2 745	2 831	102	932	2 745	(1 813)	-66%	2 831
Public safety	7 034	4 135	7 067	1 024	8 452	4 135	4 317	104%	7 067
Housing	518	661	741	69	578	661	(83)	-13%	741
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	16 356	11 080	16 521	2 028	18 007	11 080	6 927	63%	16 521
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	16 356	11 080	16 521	2 028	18 007	11 080	6 927	63%	16 521
Environmental protection	-	-	-	-	-	-	-	-	-
<i>Trading services</i>	57 487	64 446	68 601	6 451	64 840	64 446	394	1%	68 601
Electricity	23 561	27 466	26 438	3 838	25 286	27 466	(2 180)	-8%	26 438
Water	19 060	22 094	26 652	4 161	26 887	22 094	4 794	22%	26 652
Waste water management	8 935	9 814	9 289	1 448	10 065	9 814	250	3%	9 289
Waste management	5 931	5 073	6 223	(2 995)	2 602	5 073	(2 470)	-49%	6 223
<i>Other</i>	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	124 621	135 258	147 390	15 448	139 178	135 258	3 920	3%	147 390
Surplus/ (Deficit) for the year	27 626	38 398	56 925	52 918	41 802	38 398	3 405	9%	56 925

This table reflects the operating budget (Financial Performance) in the standard classifications which are the GFS Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions. The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services.

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.

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

NC072 Umsobomvu - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June

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
R thousands									
Revenue by Vote									
Vote 1 - EXECUTIVE & COUNCIL	32 382	34 931	34 931	13	35 034	34 931	103	0.3%	34 931
Vote 2 - FINANCE & ADMIN	15 135	15 669	17 198	992	12 358	15 669	(3 311)	-21.1%	18 103
Vote 3 - COMMUNITY SERVICES	13 637	6 087	10 187	1 885	13 044	6 087	6 957	114.3%	9 282
Vote 4 - TECHNICAL SERVICES	91 093	116 969	141 999	65 476	120 544	116 969	3 576	3.1%	141 999
Vote 5 - Community	-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF 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]	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	152 247	173 656	204 315	68 366	180 980	173 656	7 324	4.2%	204 315
Expenditure by Vote									
Vote 1 - EXECUTIVE & COUNCIL	17 470	20 464	20 998	1 960	17 914	20 464	(2 549)	-12.5%	20 998
Vote 2 - FINANCE & ADMIN	19 345	25 855	23 318	3 063	22 411	25 855	(3 444)	-13.3%	26 604
Vote 3 - COMMUNITY SERVICES	13 963	13 414	17 951	1 945	16 006	13 414	2 593	19.3%	14 665
Vote 4 - TECHNICAL SERVICES	73 843	75 526	85 123	8 479	82 845	75 526	7 319	9.7%	85 123
Vote 5 - Community	-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF 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]	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	124 621	135 258	147 390	15 448	139 177	135 258	3 918	2.9%	147 390
Surplus/ (Deficit) for the year	27 626	38 398	56 925	52 918	41 804	38 398	3 406	8.9%	56 925

The operating expenditure budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality which is made up of the following directorates: Council; Municipal Manager; Finance & Admin; Community Services; Technical Services.

Unauthorised expenditure by year end would occur either for the municipality as a whole if the adjusted budget for 'Total Expenditure by Vote' or if any of the individual budgets for any specific vote/s were overspent. During the financial year some of the figures are influenced by transactions that occur annually only.

Table C4: Monthly Budget Statement – Financial Performance (revenue and expenditure)

NC072 Umsobomvu - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

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
R thousands									
Revenue By Source									
Property rates	8 313	8 117	8 406	544	8 144	8 406	(262)	-3%	8 406
Property rates - penalties & collection charges	208	179	208	19	217	208	9	5%	208
Service charges - electricity revenue	23 163	31 276	33 549	3 122	27 767	33 549	(5 782)	-17%	33 549
Service charges - water revenue	12 260	13 110	13 110	(5 629)	8 449	13 110	(4 661)	-36%	13 110
Service charges - sanitation revenue	7 816	8 259	8 492	734	8 648	8 492	156	2%	8 492
Service charges - refuse revenue	5 974	6 333	6 355	544	6 450	6 355	95	1%	6 355
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	1 046	1 103	887	19	759	887	(128)	-14%	887
Interest earned - external investments	532	422	471	124	538	471	68	14%	471
Interest earned - outstanding debtors	1 980	1 806	2 055	112	2 169	2 055	114	6%	2 055
Dividends received	-	-	-	-	-	-	-	-	-
Fines	4 685	2 521	5 321	519	6 943	5 321	1 623	30%	5 321
Licences and permits	2 774	757	2 413	293	2 684	2 413	271	11%	2 413
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	35 708	39 356	39 345	132	39 345	39 345	0	0%	39 345
Other revenue	6 089	4 290	5 357	8 192	8 822	5 357	3 465	65%	5 357
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	110 547	117 530	125 967	8 725	120 936	125 967	(5 031)	-4%	125 967
Expenditure By Type									
Employee related costs	34 412	40 680	42 312	3 959	37 646	42 312	(4 666)	-11%	42 312
Remuneration of councillors	2 996	3 092	3 122	178	3 095	3 122	(27)	-1%	3 122
Debt impairment	3 786	5 458	6 196	3 147	8 827	6 196	2 630	42%	6 196
Depreciation & asset impairment	24 133	23 844	29 480	1 415	28 438	29 480	(1 042)	-4%	29 480
Finance charges	384	310	344	48	336	344	(7)	-2%	344
Bulk purchases	18 731	21 284	21 284	4 224	21 065	21 284	(219)	-1%	21 284
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and grants	-	8 967	8 967	595	7 044	8 967	(1 922)	-21%	-
Other expenditure	40 064	31 622	35 683	(1 484)	29 475	35 683	(6 208)	-17%	44 649
Loss on disposal of PPE	115	1	1	3 366	3 251	1	3 250	264674%	1
Total Expenditure	124 621	135 258	147 390	15 448	139 178	147 390	(8 212)	-6%	147 390
Surplus/(Deficit)									
Transfers recognised - capital	41 700	56 126	78 348	59 641	60 044	56 126	3 918	0	78 348
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	27 626	38 398	56 925	52 918	41 802	34 703			56 925
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	27 626	38 398	56 925	52 918	41 802	34 703			56 925
Attributable to minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	27 626	38 398	56 925	52 918	41 802	34 703			56 925
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	27 626	38 398	56 925	52 918	41 802	34 703			56 925

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 10% below the YTD budget and current expenditure is 10% below the YTD budget for 2015/2016.

Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

NC072 Umsobomvu - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M12 June

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
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN	-	-	-	-	-	-	-	-	-
Vote 3 - COMMUNITY SERVICES	5 000	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES	33 600	36 872	54 000	-	46 036	47 500	(1 464)	-3%	54 000
Vote 5 - Community	-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF 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]	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	38 600	36 872	54 000	-	46 036	47 500	(1 464)	-3%	54 000
Single Year expenditure appropriation									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN	100	1 710	234	-	219	234	(15)	-6%	-
Vote 3 - COMMUNITY SERVICES	-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES	8 141	18 691	23 945	-	12 846	17 221	(4 375)	-25%	(54 000)
Vote 5 - Community	-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF 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]	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	8 241	20 401	24 179	-	13 065	17 454	(4 390)	-25%	(54 000)
Total Capital Expenditure	46 841	57 273	78 179	-	59 101	64 954	(5 853)	-9%	-
Capital Expenditure - Standard Classification									
Governance and administration	100	1 710	234	-	219	234	(15)	-6%	234
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	100	1 550	74	-	67	74	(6)	-9%	74
Corporate services	-	160	160	-	151	160	(9)	-5%	160
Community and public safety	5 000	-	-	-	-	-	-	-	-
Community and social services	5 000	-	-	-	-	-	-	-	-
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	6 641	1 000	7 944	176	9 037	7 944	1 093	14%	7 944
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	6 641	1 000	7 944	176	9 037	7 944	1 093	14%	7 944
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	35 100	54 563	70 001	5 148	55 169	70 001	(14 832)	-21%	70 001
Electricity	1 500	7 000	8 350	655	1 969	8 350	(6 381)	-76%	8 350
Water	33 600	36 872	54 000	1 900	47 937	54 000	(6 063)	-11%	54 000
Waste water management	-	10 691	7 651	2 593	5 264	7 651	(2 388)	-31%	7 651
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	46 841	57 273	78 179	5 324	64 425	78 179	(13 754)	-18%	78 179
Funded by:									
National Government	46 741	55 563	77 945	5 324	64 206	77 945	(13 739)	-18%	77 945
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	46 741	55 563	77 945	5 324	64 206	77 945	(13 739)	-18%	77 945
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	100	1 710	234	-	219	234	(15)	-6%	234
Total Capital Funding	46 841	57 273	78 179	5 324	64 425	78 179	(13 754)	-18%	78 179

Capital expenditure is 53.2% below the YTD budget at June 2016.

Table C6: Monthly Budget Statement - Financial Position

NC072 Umsobomvu - Table C6 Monthly Budget Statement - Financial Position - M12 June

Description	2014/15	Budget Year 2015/16			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	10 440	12 000	23 723	12 956	12 505
Call investment deposits	9 507			6 292	5 943
Consumer debtors	30 201	24 291	50 345	54 293	43 345
Other debtors	6 856		4 075	5 231	7 075
Current portion of long-term receivables	7			-	3
Inventory	398	-	401	410	394
Total current assets	57 409	36 291	78 544	79 181	69 265
Non current assets					
Long-term receivables	-			-	-
Investments	-			-	-
Investment property	1 655	1 655	2 061	2 061	2 061
Investments in Associate	-			-	-
Property, plant and equipment	502 606	546 621	554 088	573 002	512 927
Agricultural	-			-	-
Biological assets	-			-	-
Intangible assets	73	1 550	74	78	59
Other non-current assets	-	-	-	-	-
Total non current assets	504 334	549 826	556 223	575 140	515 047
TOTAL ASSETS	561 743	586 117	634 767	654 322	584 312
LIABILITIES					
Current liabilities					
Bank overdraft	-			-	-
Borrowing	933		800	-	911
Consumer deposits	697		761	774	742
Trade and other payables	30 657		30 500	31 595	33 735
Provisions	925		961	-	941
Total current liabilities	33 212	-	33 022	32 370	36 329
Non current liabilities					
Borrowing	3 300	4 374	1 279	2 189	2 279
Provisions	22 909		24 908	33 037	23 909
Total non current liabilities	26 209	4 374	26 188	35 227	26 188
TOTAL LIABILITIES	59 421	4 374	59 210	67 596	62 517
NET ASSETS	502 322	581 743	575 557	586 726	521 795
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	502 322	581 743	575 557	586 726	521 795
Reserves	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	502 322	581 743	575 557	586 726	521 795

The statement of financial position is in line with expectations for the financial year.

Table C7: Monthly Budget Statement - Cash Flow

NC072 Umsobomvu - Table C7 Monthly Budget Statement - Cash Flow - M12 June

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
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges	8 117	8 295	8 613	407	6 349	8 613	(2 264)	-26%	6 358
Service charges	40 814	50 096	52 434	2 839	32 850	52 434	(19 584)	-37%	33 237
Other revenue	5 327	8 671	14 109	1 834	27 480	14 109	13 371	95%	16 151
Government - operating	36 664	39 919	39 616	795	57 164	39 616	17 548	44%	34 314
Government - capital	46 841	55 563	71 001	-	41 802	71 001	(29 199)	-41%	38 942
Interest	5 289	2 228	2 996	122	2 707	2 996	(289)	-10%	2 512
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(92 298)	(96 678)	(102 401)	(4 650)	(98 813)	(102 401)	(3 589)	4%	(91 962)
Finance charges	(384)	(310)	(344)	(22)	(336)	(344)	(7)	2%	(384)
Transfers and Grants	-	(8 967)	(8 967)	(659)	(3 131)	(8 967)	(5 836)	65%	(336)
NET CASH FROM/(USED) OPERATING ACTIVITIES	50 371	58 818	77 057	666	66 072	77 057	10 985	14%	38 833
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(39 289)	(50 007)	(71 001)	(5 324)	(64 579)	(71 001)	(6 423)	9%	(39 289)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(39 289)	(50 007)	(71 001)	(5 324)	(64 579)	(71 001)	(6 423)	9%	(39 289)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	(1 043)
Increase (decrease) in consumer deposits	-	130	130	9	-	130	(130)	-100%	-
Payments									
	(1 043)	(800)	(911)	(87)	(693)	(911)	(218)	24%	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	(1 043)	(670)	(781)	(78)	(693)	(781)	(88)	11%	(286)
NET INCREASE/ (DECREASE) IN CASH HELD	10 038	8 141	5 275	(4 736)	800	5 275			2 124 429
Cash/cash equivalents at beginning:	19 947	9 310	18 448	-	18 448	18 448			18 448
Cash/cash equivalents at month/year end:	29 985	17 452	23 723	(4 736)	19 248	23 723			2 142 877

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R19.248 million.

The municipality started the year with a positive cashbook balance of R18.448 million. The June 2016 closing balance is R19.248 million. Refer to Supporting Table SC9 for more details on the cash position.

Supporting Table SC9: Monthly Budget Statement – Actual & revised targets for cash receipts & cash flows

This supporting table gives details of information summarised in Table C7.

PART 2 – SUPPORTING DOCUMENTATION

Debtors' analysis

Supporting Table SC3 Debtors' age analysis

NC072 Umsobomvu - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	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 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			Total over 90 days	
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	4 079	2 193	789	920	34 229					42 210	35 149		150
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 886	469	387	245	3 828					6 814	4 073		24
Receivables from Non-exchange Transactions - Property Rates	1400	1 169	243	207	198	7 338					9 155	7 536		83
Receivables from Exchange Transactions - Waste Water Management	1500	1 866	460	392	379	16 175					19 273	16 554		105
Receivables from Exchange Transactions - Waste Management	1600	2 119	362	345	339	20 569					23 734	20 908		120
Receivables from Exchange Transactions - Property Rental Debtors	1700	72	36	35	34	3 395					3 571	3 429		-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-					-	-		-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-					-	-		-
Other	1900	(6)	1	-	-	13					8	13		33
Total By Income Source	2000	11 185	3 763	2 155	2 115	85 547	-	-	-	-	104 765	87 662	-	516
2014/15 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	260	347	198	107	1 067					1 979	1 174		-
Commercial	2300	1 379	233	212	166	3 603					5 593	3 769		-
Households	2400	9 546	3 183	1 745	1 842	80 877					97 193	82 719		516
Other	2500	-	-	-	-	-					-	-		-
Total By Customer Group	2600	11 185	3 763	2 155	2 115	85 547	-	-	-	-	104 765	87 662	-	516

The increased debtors results primarily from the year-on-year increase in billings from increased tariffs at the start of the new financial year. Also a contributing factor are the increased of unemployment as more household applied for indigent support during the annual review process.

Summary of Indigent Households

Indigent Household Statistics						
		Indigent Households	Amount	Other Households	Total Households	
2015						
July		2 784	10 529 095	68 518 253	79 047 348	13.32%
August		2 784	10 996 188	69 220 829	80 217 017	13.71%
September		2 784	11 294 951	70 198 189	81 493 140	13.86%
October		2 784	11 689 724	71 264 054	82 953 778	14.09%
November		2 746	12 092 836	72 403 626	84 496 462	14.31%
December		2 746	7 855 960	87 818 697	95 674 657	8.21%
2016						
January		2 746	8 283 186	79 283 776	87 566 962	9.46%
February		2 746	10 467 463	78 199 648	88 667 111	11.81%
March		2 746	10 815 747	79 681 609	90 497 356	11.95%

Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	Total -	Older than 30 Days	Older than 90 days
2015/16								
July	4 384 900	2 222 704	1 987 809	1 926 556	76 806 362	87 328 332	2 222 704	78 732 919
August	2 998 513	4 213 982	2 020 680	1 861 707	78 245 687	89 340 568	4 213 982	80 107 394
September	2 936 586	2 783 764	3 666 044	1 771 923	79 705 432	90 863 748	2 783 764	81 477 354
October	3 142 269	2 739 443	2 383 141	3 120 266	80 578 086	91 963 204	2 739 443	83 698 352
November	2 970 305	2 751 457	2 430 465	2 294 812	83 469 242	93 916 281	2 751 457	85 764 053
December	13 144 609	3 003 205	2 531 615	2 246 044	85 154 905	106 080 378	3 003 205	87 400 948
January	4 109 854	2 790 939	2 528 945	2 350 628	86 931 175	98 711 541	2 790 939	89 281 804
February	2 774 325	3 205 253	2 037 185	1 945 649	87 497 774	97 460 186	3 205 253	89 443 423
March	2 536 679	2 598 575	2 686 591	1 892 705	88 392 083	98 106 633	2 598 575	90 284 788

Creditors' analysis

Supporting Table SC4

NC072 Umsobomvu - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2015/16								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	3 201								3 201
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	821								821
Total By Customer Type	1000	4 022	-	-	-	-	-	-	-	4 022

Supporting Table SC4 reflects current creditors at the end of June 2016.

The payment of creditors is within requirements of the MFMA.

Investment portfolio analysis

Supporting Table SC5

NC072 Umsobomvu - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June

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								
Municipality								
CAPITAL REPLACEMENT 1	Call	Notice	3 Months	-	0.0%	84	-	84
HOUSING DEVELOPMENT	Call	Notice	3 Months	-	0.0%	151	-	151
HOUSING DEVELOPMENT	Call	Notice		-		24	-	24
CAPITAL REPLACEMENT 4	3 Months	Notice		-		129	-	129
CAPITAL REPLACEMENT	Call	Notice		-		11	-	11
CAPITAL REPLACEMENT 5	Call	Notice		-		407	-	407
20-7482-3674	Call	Notice	3 Months	-		5 485	-	5 485
Municipality sub-total				-		6 292	-	6 292
TOTAL INVESTMENTS AND INTEREST				-		6 292	-	6 292

Surplus cash not immediately required is invested in 32 day deposits.

The municipality has no long term investments.

Allocation and grant receipts and expenditure

Supporting Table SC6 – Grant receipts

NC072 Umsobomvu - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

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
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	35 673	38 234	38 074	-	38 074	35 525	2 549	7.2%	35 673
Equitable share	32 382	34 931	34 931	-	34 931	32 382	2 549	7.9%	32 382
FINANCE MANAGEMENT	1 800	1 800	1 800	-	1 800	1 800	-		1 800
MSIG	934	940	940	-	940	940			934
MIG ADMIN - PMU	557	563	403	-	403	403			557
Energy Efficiency and Demand Management		-	-				-		
SUBSIDY STATE							-		
Other transfers and grants [insert description]							-		
Provincial Government:	991	1 685	1 542	-	1 542	991	551	55.6%	991
DEPT ART & CULTURE (LIBRARY)	991	1 685	1 542		1 542	991	551	55.6%	991
YOUTH PROGRAMS	-	-	-			-	-		-
IMMUNISATION GRANT	-	-	-			-	-		-
Other transfers and grants [insert description]	-	-	-			-	-		-
District Municipality:	-	-	-	-	-	-	-		-
DISTRICT MUNICIPALITY	-	-	-			-	-		-
Other transfers and grants [insert description]	-	-	-			-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
IEC INFRASTRUCTURE	-	-	-			-	-		-
Other transfers and grants [insert description]	-	-	-			-	-		-
Total Operating Transfers and Grants	36 664	39 919	39 616	-	39 616	36 516	3 100	8.5%	36 664
Capital Transfers and Grants									
National Government:	43 091	55 563	71 001	-	65 343	71 001	(5 694)	-8.0%	43 091
RBIG - DWAF	30 000	36 872	54 000		48 306	54 000	(5 694)	-10.5%	30 000
HOUSING PROJECTS		-	-			-			
EEDG	-	7 000	7 000	-	7 000	7 000			-
MIG - CAPITAL	10 591	10 691	7 651	-	7 687	7 651			10 591
INEP	1 500	-	1 350	-	1 350	1 350			1 500
EPWP	1 000	1 000	1 000	-	1 000	1 000			1 000
Provincial Government:	-	-	-	-	-	-	-		-
DISASTER	-	-	-			-	-		-
DEPRT OF SAFETY	-	-	-			-	-		-
EPWP	-	-	-			-	-		-
District Municipality:	-	-	-	-	-	-	-		-
	-	-	-			-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
Kgotso Pula Nala	-	-	-			-	-		-
Total Capital Transfers and Grants	43 091	55 563	71 001	-	65 343	71 001	(5 694)	-8.0%	43 091
TOTAL RECEIPTS OF TRANSFERS & GRANTS	79 755	95 482	110 617	-	104 959	107 517	(2 594)	-2.4%	79 755

Grant receipts are monitored according to the payment schedules.

Supporting Table SC7(1) – Grant expenditure

NC072 Umsobomvu - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June

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
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	35 673	38 234	38 206	1 185	38 074	38 074	-		38 206
Equitable share	32 382	34 931	34 931	595	34 931	34 931	-		34 931
FINANCE MANAGEMENT	1 800	1 800	1 932	139	1 800	1 800	-		1 932
MSIG	934	940	940	48	940	940	-		940
MIG ADMIN - PMU	557	563	403	403	403	403	-		403
Energy Efficiency and Demand Management	-	-	-	-	-	-	-		-
SUBSIDY STATE	-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	-	-	-	-	-	-	-		-
Provincial Government:	991	1 685	1 542	-	1 542	-	1 542	#DIV/0!	1 542
DEPT ART & CULTURE (LIBRARY)	991	1 685	1 542	-	1 542	-	1 542	#DIV/0!	1 542
YOUTH PROGRAMS	-	-	-	-	-	-	-		-
IMMUNISATION GRANT	-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
DISTRICT MUNICIPALITY	-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
IEC INFRASTRUCTURE	-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	36 664	39 919	39 748	1 185	39 616	38 074	1 542	4.1%	39 748
Capital expenditure of Transfers and Grants									
National Government:	43 091	55 563	71 001	4 106	58 296	71 001	(8 925)	-12.6%	71 001
RBIG - DWAF	30 000	36 872	54 000	-	45 075	54 000	(8 925)	-16.5%	54 000
HOUSING PROJECTS	-	-	-	-	-	-	-		-
EEDG	-	7 000	7 000	555	3 142	7 000	-		7 000
MIG - CAPITAL	10 591	10 691	7 651	2 896	7 687	7 651	-		7 651
INEP	1 500	-	1 350	655	1 392	1 350	-		1 350
EPWP	1 000	1 000	1 000	-	1 000	1 000	-		1 000
Provincial Government:	-	-	-	-	-	-	-		-
DISASTER	-	-	-	-	-	-	-		-
DEPRT OF SAFETY	-	-	-	-	-	-	-		-
EPWP	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
-	-	-	-	-	-	-	-		-
-	-	-	-	-	-	-	-		-
Other grant providers:	2 600	-	-	-	-	-	-		-
Kgotso Pula Nala	2 600	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	45 691	55 563	71 001	4 106	58 296	71 001	(8 925)	-12.6%	71 001
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	82 355	95 482	110 749	5 291	97 911	109 075	(7 383)	-6.8%	110 749

Grant expenditure is monitored against grant receipts.

Supporting Table SC7(2) – Expenditure against approved rollovers

NC072 Umsobomvu - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M12 June

Description	Budget Year 2015/16				
	Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
EXPENDITURE					
Operating expenditure of Approved Roll-overs					
National Government:	132	132	132	-	
Equitable share				-	
FINANCE MANAGEMENT	132	132	132	-	
Energy Efficiency and Demand Management				-	
SUBSIDY STATE				-	
Other transfers and grants [insert description]				-	
Provincial Government:	-	-	-	-	
DEPT ART & CULTURE (LIBRARY)				-	
IMMUNISATION GRANT				-	
Other transfers and grants [insert description]				-	
District Municipality:	-	-	-	-	
<i>DISTRICT MUNICIPALITY</i>				-	
Other grant providers:	-	-	-	-	
<i>IEC INFRASTRUCTURE</i>				-	
Total operating expenditure of Approved Roll-overs	132	132	132	-	
Capital expenditure of Approved Roll-overs					
National Government:	6 944	-	6 944	-	
MIG - CAPITAL	6 944		6 944	-	
Provincial Government:	-	-	-	-	
District Municipality:	-	-	-	-	
Other grant providers:	-	-	-	-	
Total capital expenditure of Approved Roll-overs	6 944	-	6 944	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	7 076	132	7 076	-	

A Roll over application was submitted to Provincial Treasury by the end of August 2015 for the unspent MIG (R6.9 million) and FMG (R132 thousand). Approval letter was received on the 01st of October 2015 from National Treasury for both grants. The MIG roll-over had been spent by the end of November 2015. The FMG roll-over has been spent.

Expenditure on councillor allowances and employee benefits

Supporting Table SC8

NC072 Umsobomvu - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	2 563	3 092	3 122	225	2 779	3 092	(312)	-10%	3 122
Pension and UIF Contributions	-	-	-	-	-	-	-		-
Medical Aid Contributions	-	-	-	-	-	-	-		-
Motor Vehicle Allowance	224	-	-	15	186	-	186	#DIV/0!	-
Cellphone Allowance	209	-	-	17	209	-	209	#DIV/0!	-
Housing Allowances	-	-	-	-	-	-	-		-
Other benefits and allowances	-	-	-	-	-	-	-		-
Sub Total - Councillors	2 996	3 092	3 122	257	3 174	3 092	83	3%	3 122
% increase		3.2%	4.2%						4.2%
Other Municipal Staff									
Basic Salaries and Wages	25 244	29 600	30 611	2 286	27 154	29 600	(2 446)	-8%	30 611
Pension and UIF Contributions	3 674	4 474	4 633	323	3 949	4 474	(525)	-12%	4 633
Medical Aid Contributions	736	894	806	66	758	894	(137)	-15%	806
Overtime	1 307	1 050	2 126	120	1 459	1 050	409	39%	2 126
Performance Bonus	-	-	-	-	-	-	-		-
Motor Vehicle Allowance	462	438	519	38	467	438	29	7%	519
Cellphone Allowance	-	-	-	-	-	-	-		-
Housing Allowances	48	13	8	38	147	13	134	1073%	8
Other benefits and allowances	2 533	3 871	3 268	289	2 913	3 871	(958)	-25%	3 268
Payments in lieu of leave	-	-	-	-	-	-	-		-
Long service awards	-	-	-	-	-	-	-		-
Post-retirement benefit obligations	298	201	201	-	-	201	(201)	-100%	201
Sub Total - Other Municipal Staff	34 302	40 540	42 172	3 159	36 846	40 540	(3 694)	-9%	42 172
% increase		18.2%	22.9%						22.9%
Total Parent Municipality	37 298	43 631	45 294	3 417	40 020	43 631	(3 611)	-8%	45 294
Unpaid salary, allowances & benefits in arrears:									
TOTAL SALARY, ALLOWANCES & BENEFITS	37 298	43 631	45 294	3 417	40 020	43 631	(3 611)	-8%	45 294
% increase		17.0%	21.4%						21.4%
TOTAL MANAGERS AND STAFF	34 302	40 540	42 172	3 159	36 846	40 540	(3 694)	-9%	42 172

SDBIP

The results of the SDBIP for the third quarter ended 30 June 2016 will be included in a separate comprehensive report to be tabled in Council in September 2016.

Financial Performance

Supporting Table SC2

NC072 Umsobomvu - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June

Description of financial indicator	Basis of calculation	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	-0.5%	17.9%	20.2%	0.2%	2.4%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	6.9%	0.8%	5.7%	5.8%	7.1%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	172.9%	0.0%	237.9%	244.6%	190.7%
Liquidity Ratio	Monetary Assets/Current Liabilities	60.1%	0.0%	71.8%	59.5%	50.8%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	33.5%	20.7%	43.2%	49.2%	40.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))					
<u>Funding of Provisions</u>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<u>Other Indicators</u>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source					
Employee costs	Employee costs/Total Revenue - capital revenue	31.1%	34.6%	33.6%	31.1%	33.6%
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	22.2%	20.6%	23.7%	0.3%	2.8%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		3.7%	4.4%	2.3%	
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		35.5%	76.6%	95.1%	
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure					
Monetary assets		19 947	12 000	23 723	19 248	18 448
Total Revenue (excluding capital transfers and contributions)		110 547	117 530	125 967	120 936	125 967
Transfers recognised - operational		35 708	39 356	39 345	39 345	39 345
Transfers recognised - capital		41 700	56 126	78 348	60 044	78 348
Debt service payments		4 246	1 428	2 085	(1 029)	(384)
Outstanding debtors (receivables)		37 064	24 291	54 420	59 524	50 423
Annual services revenue		49 213	58 979	61 506	51 314	
Cash + investments	Including LT investments	19 947	12 000	23 723	19 248	18 448
Fixed operational expend. (monthly)						
Longstanding debtors outstanding						
Longstanding debtors recovered						
Attorney collections						

Capital programme performance

Supporting Table SC12

NC072 Umsobomvu - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M12 June

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	4 733	3 250	3 250	5 369	5 369	3 250	(2 119)	-65.2%	13%
August	4 733	3 167	3 167	5 369	10 737	6 417	(4 321)	-67.3%	26%
September	4 733	3 167	3 167	5 369	16 106	9 583	(6 523)	-68.1%	40%
October	4 733	3 167	3 167	5 369	21 475	12 750	(8 725)	-68.4%	53%
November	4 733	3 167	3 167	5 369	26 844	15 917	(10 927)	-68.7%	66%
December	4 733	3 167	3 167	5 369	32 212	19 083	(13 129)	-68.8%	79%
January	4 733	3 167	3 167	5 369	37 581	22 250	(15 331)	-68.9%	93%
February	4 733	3 667	3 667	5 369	42 950	25 917	(17 033)	-65.7%	106%
March	4 733	3 667	3 667	5 369	48 318	29 583	(18 735)	-63.3%	119%
April	4 733	3 717	3 717	5 369	53 687	33 300	(20 387)	-61.2%	0
May	4 733	3 167	3 167	5 369	59 056	36 467	(22 589)	-61.9%	0
June	4 733	4 083	4 083	5 369	64 425	40 550	(23 875)	-58.9%	0
Total Capital expenditure	56 792	40 550	40 550	64 425					

Other supporting documentation

Supporting Table SC13a

NC072 Umsobomvu - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M12 June

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
R thousands									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	48 145	39 000	39 000	-	-	39 000	39 000	100.0%	39 000
Infrastructure - Road transport	5 100	6 000	6 000	-	-	6 000	6 000	100.0%	6 000
<i>Roads, Pavements & Bridges</i>	5 100	6 000	6 000	-	-	6 000	6 000	100.0%	6 000
<i>Storm water</i>	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	2 920	1 500	1 500	-	-	1 500	1 500	100.0%	1 500
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>	2 600	1 500	1 500	-	-	1 500	1 500	100.0%	1 500
<i>Street Lighting</i>	320	-	-	-	-	-	-	-	-
Infrastructure - Water	38 625	31 500	31 500	-	-	31 500	31 500	100.0%	31 500
<i>Dams & Reservoirs</i>	-	-	-	-	-	-	-	-	-
<i>Water purification</i>	38 625	31 500	31 500	-	-	31 500	31 500	100.0%	31 500
<i>Reticulation</i>	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation	1 500	-	-	-	-	-	-	-	-
<i>Reticulation</i>	-	-	-	-	-	-	-	-	-
<i>Sewerage purification</i>	1 500	-	-	-	-	-	-	-	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-
<i>Waste Management</i>	-	-	-	-	-	-	-	-	-
<i>Transportation</i>	-	-	-	-	-	-	-	-	-
<i>Gas</i>	-	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-	-
Community	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	8 647	-	-	-	-	-	-	-	-
General vehicles	1 647	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	2 000	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	5 000	-	-	-	-	-	-	-	-
Other Buildings	-	-	-	-	-	-	-	-	-
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Agricultural assets	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>	-	-	-	-	-	-	-	-	-
Intangibles	-	1 550	1 550	-	-	1 550	1 550	100.0%	1 550
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	1 550	1 550	-	-	1 550	1 550	100.0%	1 550
Total Capital Expenditure on new assets	56 792	40 550	40 550	-	-	40 550	40 550	100.0%	40 550

Supporting Table SC13b

NC072 Umsobomvu - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class -

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
R thousands									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport	-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges	-	-	-	-	-	-	-	-	-
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	-	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Infrastructure - Water	-	-	-	-	-	-	-	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	-	-	-	-	-	-	-	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Agricultural assets	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Refuse	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-
Conservancy	-	-	-	-	-	-	-	-	-
Ambulances	-	-	-	-	-	-	-	-	-

Supporting Table SC13c

NC072 Umsobomvu - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12 June

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
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	2 046	1 831	2 331	161	2 091	1 831	(260)	-14.2%	2 331
Infrastructure - Road transport	422	370	370	-	433	370	(63)	-17.0%	370
Roads, Pavements & Bridges	422	370	370	-	433	370	(63)	-17.0%	370
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	1 050	811	1 261	91	904	811	(93)	-11.4%	1 261
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	916	591	1 041	91	904	591	(313)	-52.9%	1 041
Street Lighting	134	220	220	-	-	220	220	100.0%	220
Infrastructure - Water	351	350	400	20	545	350	(195)	-55.7%	400
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	351	350	400	20	545	350	(195)	-55.7%	400
Infrastructure - Sanitation	224	300	300	51	209	300	91	30.3%	300
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	224	300	300	51	209	300	91	30.3%	300
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	9	30	30	-	8	30	22	74.6%	30
Parks & gardens	6	10	10	-	4	10	6	60.7%	10
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	3	20	20	-	4	20	16	81.7%	20
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	1 818	1 364	1 582	70	1 434	1 364	(70)	-5.1%	1 582
General vehicles	686	854	987	51	949	854	(95)	-11.1%	987
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	167	298	294	0	103	298	195	65.5%	294
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	9	44	50	-	16	44	28	63.6%	50
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	955	165	248	18	367	165	(202)	-122.3%	248
Other Land	1	3	3	-	-	3	3	100.0%	3
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Agricultural assets	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	3 874	3 225	3 943	231	3 533	3 225	(308)	-9.5%	3 943

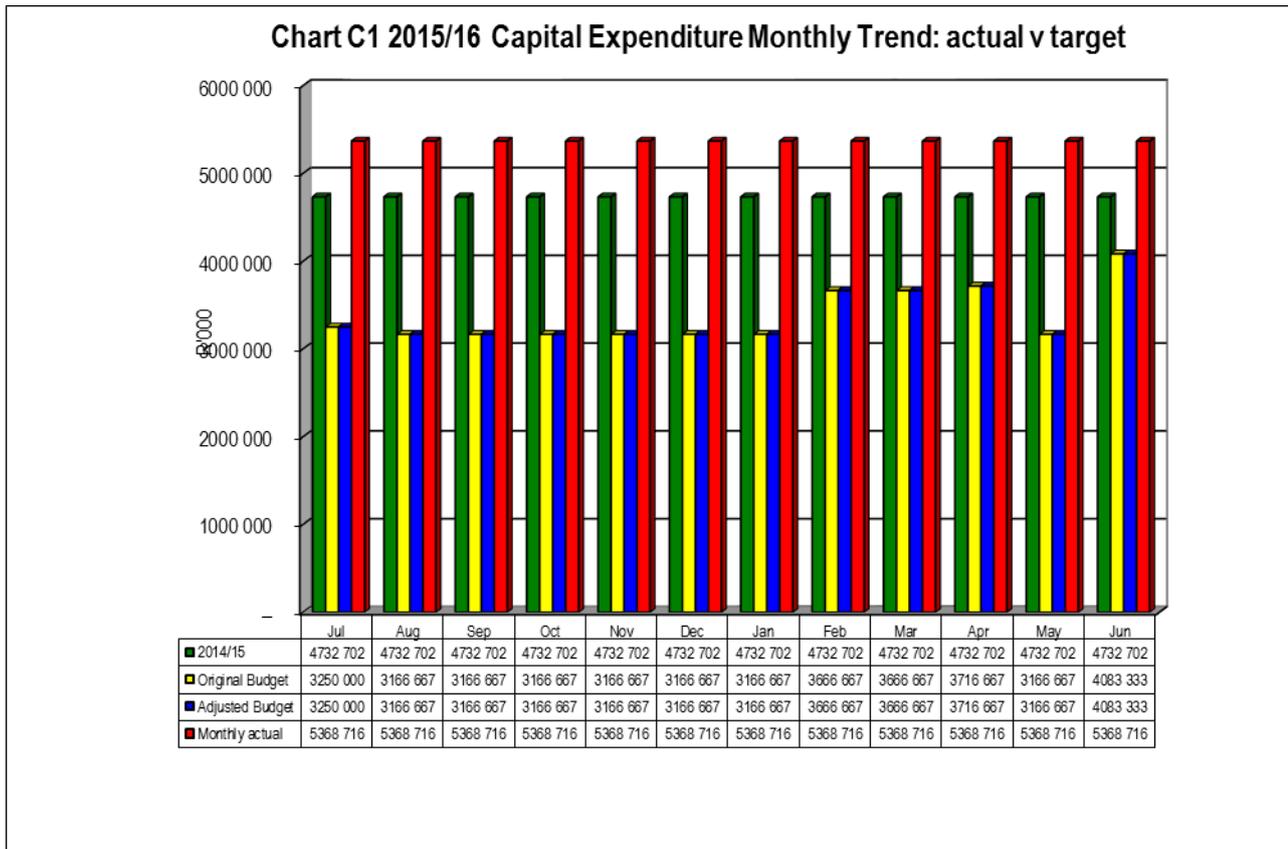
Supporting Table SC13d

NC072 Umsobomvu - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M12 June

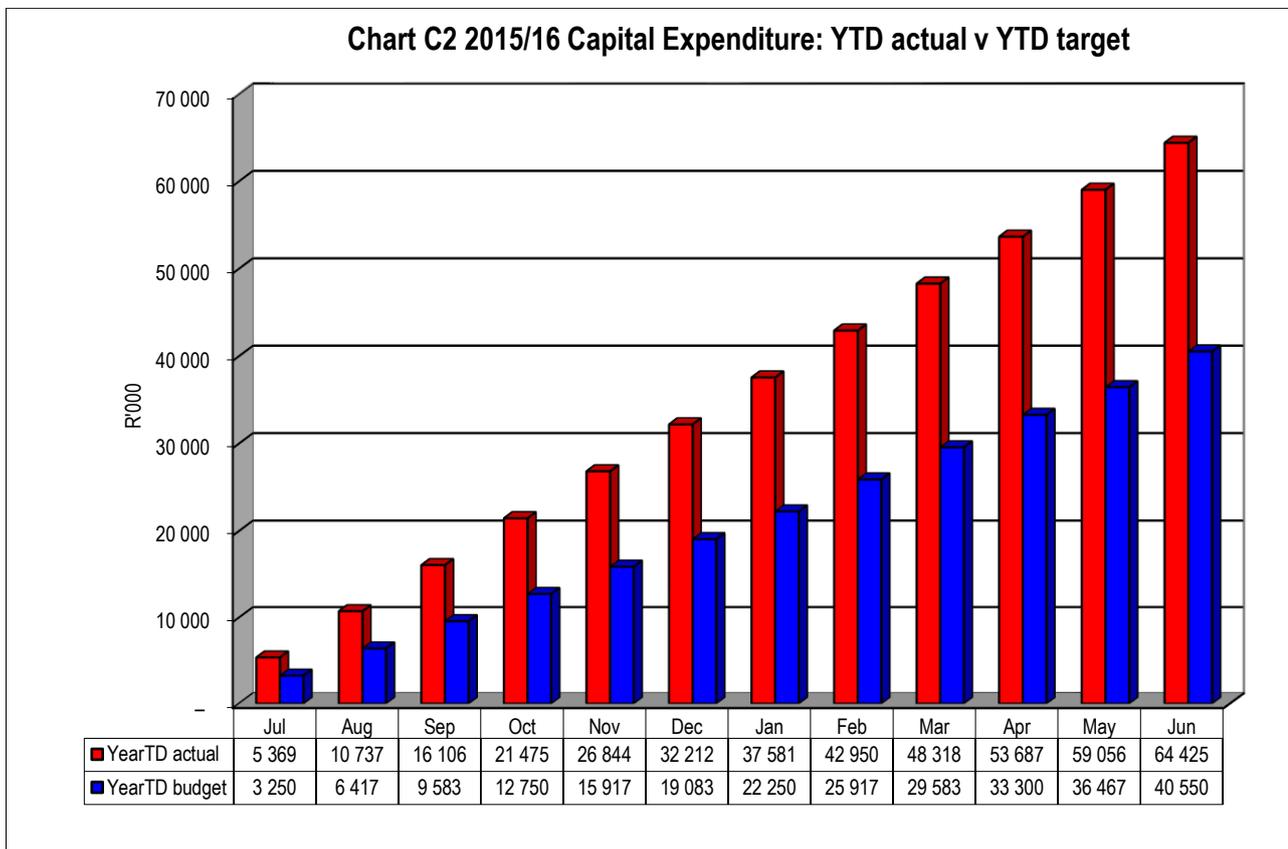
Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Depreciation by Asset Class/Sub-class									
Infrastructure	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport	-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges	-	-	-	-	-	-	-	-	-
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	-	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Infrastructure - Water	-	-	-	-	-	-	-	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	-	-	-	-	-	-	-	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Agricultural assets	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Depreciation	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Refuse	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-
Conservancy	-	-	-	-	-	-	-	-	-
Ambulances	-	-	-	-	-	-	-	-	-

Other supporting documentation Section 71 charts

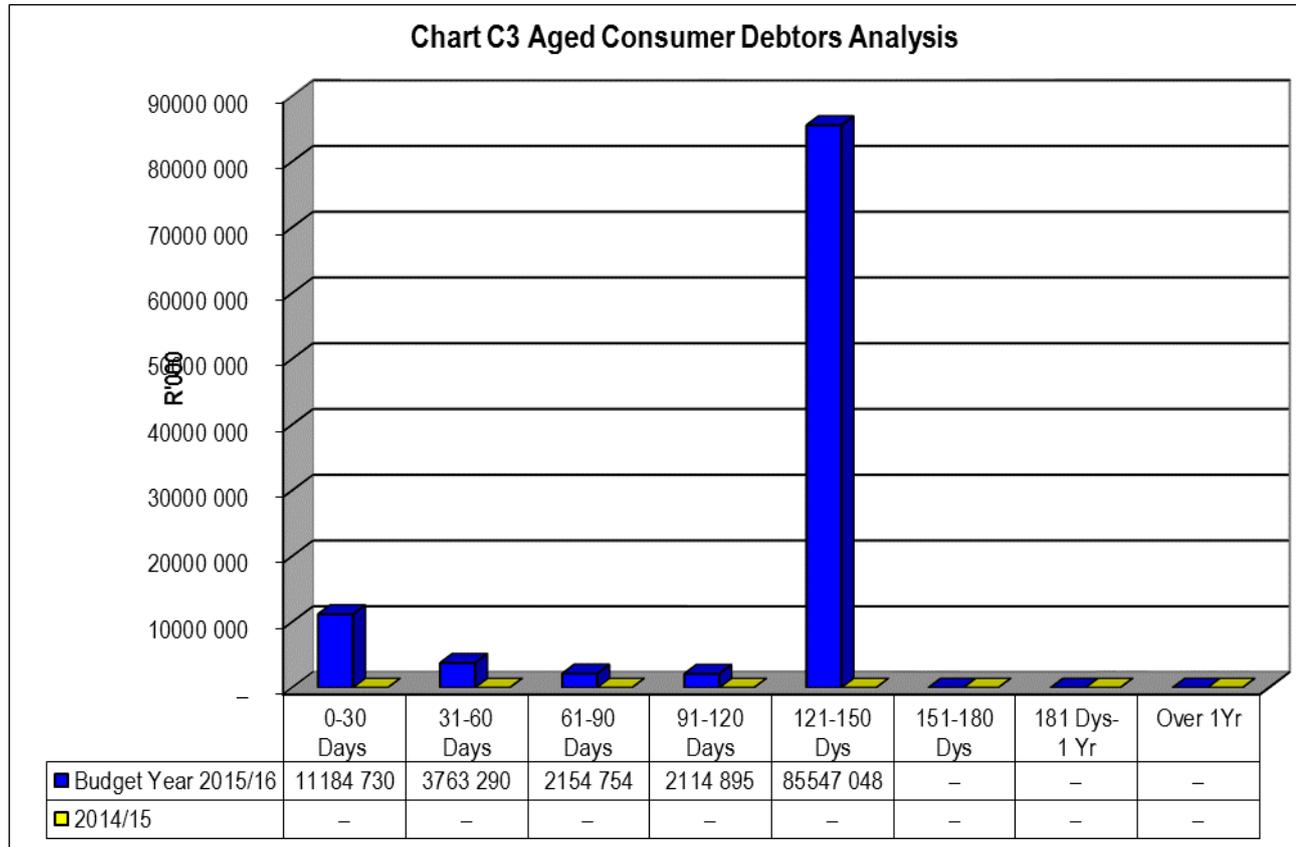
Capital expenditure monthly trend - actual vs target



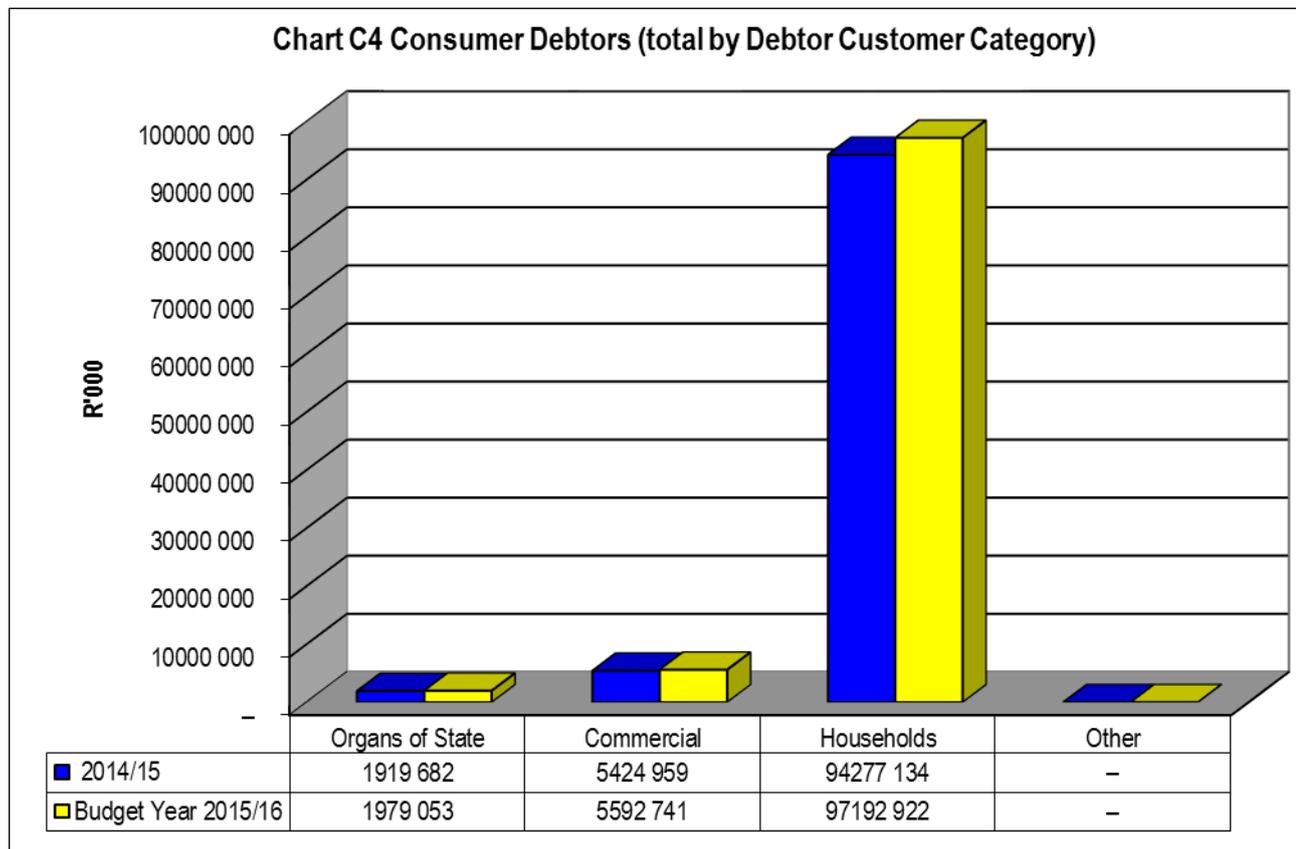
Capital expenditure – YTD actual vs YTD trend



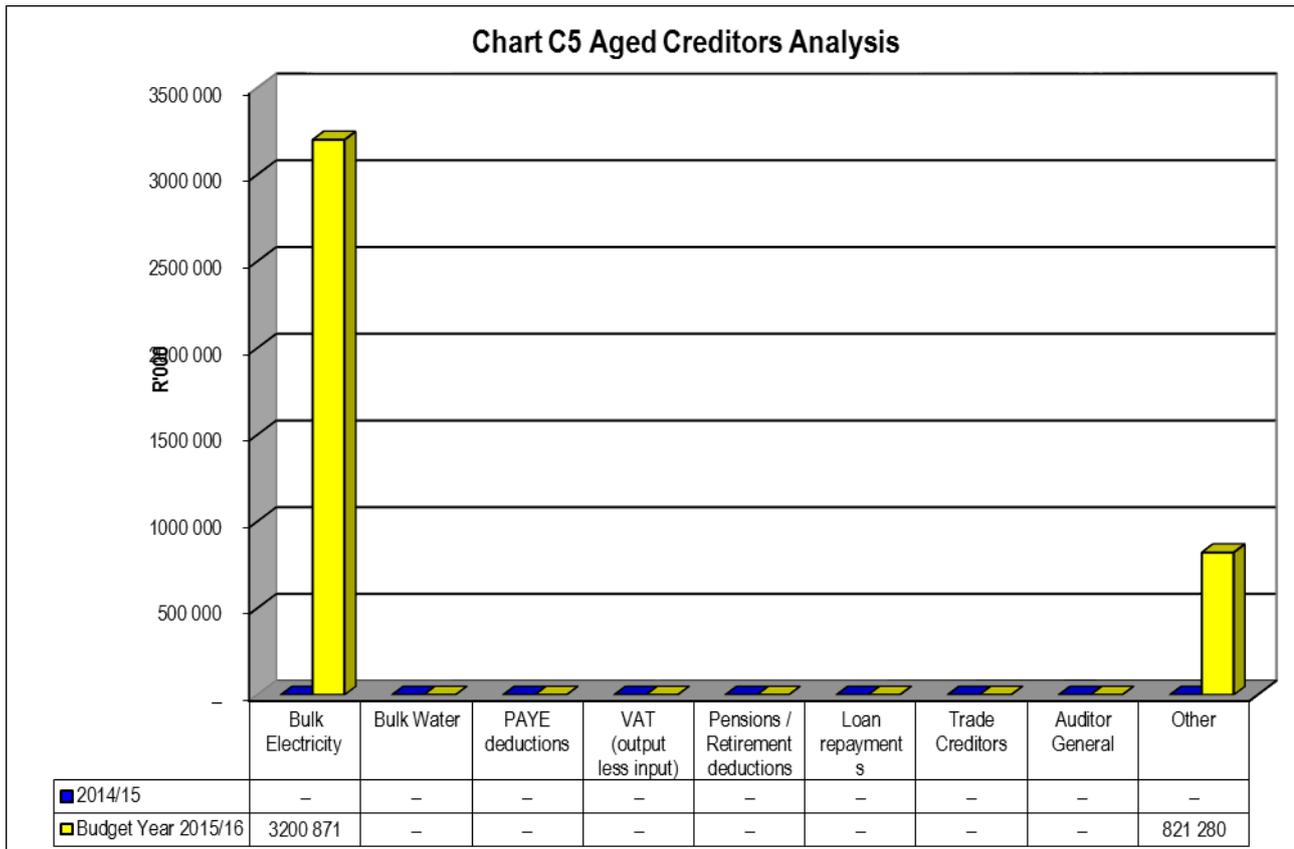
Debtors Age Analysis



Debtors by Type



Creditor Payments



MUNICIPAL MANAGER'S QUALITY CERTIFICATION

QUALITY CERTIFICATE

I, **AMOS CHINA MPELA**, the Municipal Manager of Umsobomvu Local Municipality, hereby certify that: -

(Mark as appropriate)

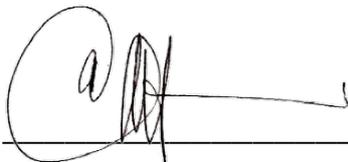
Quarterly report on the implementation of the budget and financial state of affairs of the municipality.

For the quarter ending 30 June 2016 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print Name: AC MPELA

Municipal Manager of Umsobomvu Local Municipality (NC072)

Signature: _____



Date: 13 JULY 2016