

# *UMSOBOMVU MUNICIPALITY*



## Mid–Year Budget Report

December 2014

## **In-Year Report of the Municipality**

Prepared in terms of Section 52(d) of the Local Government: Municipal Finance Management Act (Act 56 of 2003) & Section 31 of the Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 May 2009.

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## 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 – Quarterly Budget Report***

##### **1.1.1 Implementation of the budget in accordance with the SDBIP**

The results of the SDBIP for the second quarter ended 31 December 2014 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 the second quarter for 2014/2015 is at 55.85% of the budgeted revenue. The expenditure reflects spending of 46.80% against the budgeted expenditure. Capital expenditure amounts to R13.9m, or 34.3%, at the end of December 2014.

Outstanding consumer debtors remain stable and only reflect the year-on-year increase from increased tariffs as from 1 July 2014.

The positive cash flow remains stable.

## **Resolutions**

### ***IN-YEAR REPORTS 2014/2015***

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

#### ***RECOMMENDATION:***

That the report for the quarter ended December 2014, 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 12% higher than YTD budget projections at the end of December 2014.

### **Borrowings**

The balance of borrowings amounts to R4.2m at the end of December 2014.

### **Operating expenditure by vote & type**

Current expenditure is 6% below YTD budget projections as at December 2014.

### **Capital expenditure**

YTD Capital Expenditure amounts to R13.9m, or 34.3% of a total budget of R40.55m.

### **Cash flows**

The municipality started the year with a positive cashbook balance of R19.9 million. The December 2014 closing balance is R12.3million. Refer to Supporting Table SC9 for more details on the cash position.

### **Allocations received (National & Provincial Grants)**

Municipal Infrastructure Grant funding of R4.451m was received during the first quarter ended September 2014. The MIG of the second quarter (R4m) which was due in December 2014 was still not received from National Treasury. The Expanded Public Works Programme Integrated Grant (Municipality) of R300 000 was received during the second quarter ended December 2014.

### **Spending on Grants**

Spending on grants amounts to R9.6m for during the quarter ended December 2014 which includes FMG, MSIG, INEP, EPWP and MIG.

### **Material variances**

The table below summarises variances for projected revenue and expenditure.

**NC072 Umsobomvu - Supporting Table SC1 Material variance explanations - M06 December**

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>R thousands</b>			
<b>Revenue By Source</b>			
Property rates	2 342	We have under budgeted on this line item.	This will be corrected during the adjustment budget.
Service charges - electricity revenue	(3 495)	This is because of the change in seasons.	The variance will decrease as residents will start using their pool pumps
Service charges - water revenue	1 013	This is due to the leakage of solar gysers.	The municipality is in talks with the company which installed the gysers regarding the maintainance thereof.
Service charges - sanitation revenue	194	The hall facilities were utalized more than expected.	This will depend on the hiring of the of our facilities
<b>Expenditure By Type</b>			
Employee related costs	(3 175)	There are still some vacancies to be filled.	The variances will decrease as when the vacancies are filled
Finance charges	51	We have under budgeted on this line item.	This will be corrected during the adjustment budget.
<b>Capital Expenditure</b>			
Road transport	(1 501)	There was a delay in the appointment of contractors for the	The contractor has been appointed, therefore spending will improve.
Electricity	684	We were still waiting for the approval of the roll-over.	The roll-over has been approved, the spending will improve.
<b>Financial Position</b>			
<b>Cash Flow</b>			
<b>Measureable performance</b>			

**Performance in relation to SDBIP targets**

See the comprehensive report tabled in Council.

**Remedial or corrective steps**

No remedial or corrective steps are required at this time.

# In-year budget statement tables

## Table C1: s71 Monthly Budget Statement Summary

NC072 Umsobomvu - Table C1 Monthly Budget Statement Summary - M06 December

Description	2013/14	Budget Year 2014/15							
	Audited 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	4 802	5 199	5 199	593	4 966	2 600	2 367	91%	5 199
Service charges	45 734	50 828	50 828	3 976	23 250	25 414	(2 164)	-9%	50 828
Investment revenue	693	312	312	5	248	156	92	59%	312
Transfers recognised - operational	45 880	38 164	38 164	-	26 114	19 082	7 031	37%	38 164
Other own revenue	9 932	8 297	8 297	399	2 835	4 149	(1 314)	-32%	8 297
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>107 040</b>	<b>102 801</b>	<b>102 801</b>	<b>4 973</b>	<b>57 413</b>	<b>51 400</b>	<b>6 013</b>	<b>12%</b>	<b>102 801</b>
Employee costs	33 695	39 057	39 057	2 777	16 353	19 528	(3 175)	-16%	39 057
Remuneration of Councillors	2 992	2 945	2 945	261	1 506	1 472	34	2%	2 945
Depreciation & asset impairment	27 893	23 834	23 834	1 986	11 917	11 917	(0)	-0%	23 834
Finance charges	466	296	296	31	199	148	51	34%	296
Materials and bulk purchases	18 410	18 670	18 670	1 188	8 684	9 335	(651)	-7%	18 670
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	41 323	41 228	41 228	3 494	20 321	20 614	(293)	-1%	41 228
<b>Total Expenditure</b>	<b>124 780</b>	<b>126 029</b>	<b>126 029</b>	<b>9 737</b>	<b>58 980</b>	<b>63 014</b>	<b>(4 034)</b>	<b>-6%</b>	<b>126 029</b>
<b>Surplus/(Deficit)</b>	<b>(17 739)</b>	<b>(23 228)</b>	<b>(23 228)</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>(11 614)</b>	<b>10 047</b>	<b>-87%</b>	<b>(23 228)</b>
Transfers recognised - capital	40 402	41 591	41 591	-	-	20 795	(20 795)	-100%	41 591
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>22 663</b>	<b>18 363</b>	<b>18 363</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>9 181</b>	<b>(10 748)</b>	<b>-117%</b>	<b>18 363</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>22 663</b>	<b>18 363</b>	<b>18 363</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>9 181</b>	<b>(10 748)</b>	<b>-117%</b>	<b>18 363</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>56 792</b>	<b>40 550</b>	<b>31 500</b>	<b>6 258</b>	<b>13 894</b>	<b>15 917</b>	<b>(2 022)</b>	<b>-13%</b>	<b>40 550</b>
Capital transfers recognised	47 725	39 000	39 000	6 258	13 894	15 917	(2 022)	-13%	39 000
Public contributions & donations	5 100	-	-	-	-	-	-	-	-
Borrowing	629	-	-	-	-	-	-	-	-
Internally generated funds	3 339	1 550	1 550	-	-	-	-	-	1 550
<b>Total sources of capital funds</b>	<b>56 792</b>	<b>40 550</b>	<b>40 550</b>	<b>6 258</b>	<b>13 894</b>	<b>15 917</b>	<b>(2 022)</b>	<b>-13%</b>	<b>40 550</b>
<b>Financial position</b>									
Total current assets	57 409	68 499	68 499	-	56 887	-	-	-	68 499
Total non current assets	504 023	602 823	602 823	-	501 620	-	-	-	602 823
Total current liabilities	30 141	800	800	-	30 420	-	-	-	800
Total non current liabilities	28 067	36 893	36 893	-	27 624	-	-	-	36 893
<b>Community wealth/Equity</b>	<b>502 011</b>	<b>633 628</b>	<b>633 628</b>	<b>500 463</b>	<b>500 463</b>	<b>500 463</b>	<b>500 463</b>	<b>500 463</b>	<b>633 628</b>
<b>Cash flows</b>									
Net cash from (used) operating	75 956	52 182	-	(4 572)	6 588	35 008	28 420	81%	52 182
Net cash from (used) investing	(61 793)	(47 898)	-	(6 258)	(13 894)	(23 949)	(10 055)	42%	(47 898)
Net cash from (used) financing	(452)	(728)	-	(70)	(358)	(364)	(6)	2%	(728)
<b>Cash/cash equivalents at the month/year end</b>	<b>39 308</b>	<b>19 168</b>	<b>-</b>	<b>-</b>	<b>12 327</b>	<b>26 307</b>	<b>13 981</b>	<b>53%</b>	<b>23 547</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	2 414	2 265	2 100	2 030	67 680	-	-	-	76 490
<b>Creditors Age Analysis</b>									
Total Creditors	1 937	-	-	-	-	-	-	-	1 937

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

NC072 Umsobomvu - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M06 December

Description	2013/14	Budget Year 2014/15							
	Audited 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>									
<b>Governance and administration</b>	<b>39 430</b>	<b>44 747</b>	<b>44 747</b>	<b>626</b>	<b>31 036</b>	<b>22 373</b>	8 663	39%	<b>44 747</b>
Executive and council	30 684	32 382	32 382	–	22 884	16 191	6 693	41%	32 382
Budget and treasury office	8 726	12 345	12 345	625	8 148	6 173	1 976	32%	12 345
Corporate services	20	19	19	0	4	10	(6)	-63%	19
<b>Community and public safety</b>	<b>2 363</b>	<b>3 697</b>	<b>3 697</b>	<b>213</b>	<b>2 143</b>	<b>1 848</b>	295	16%	<b>3 697</b>
Community and social services	1 164	1 414	1 414	88	1 037	707	330	47%	1 414
Sport and recreation	–	–	–	–	–	–	–	–	–
Public safety	1 198	2 283	2 283	125	1 106	1 141	(36)	-3%	2 283
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>	<b>5 222</b>	<b>1 060</b>	<b>1 060</b>	<b>2</b>	<b>12</b>	<b>530</b>	(518)	-98%	<b>1 060</b>
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	5 222	1 060	1 060	2	12	530	(518)	-98%	1 060
Environmental protection	–	–	–	–	–	–	–	–	–
<b>Trading services</b>	<b>100 427</b>	<b>94 888</b>	<b>94 888</b>	<b>4 133</b>	<b>24 222</b>	<b>47 444</b>	(23 222)	-49%	<b>94 888</b>
Electricity	29 471	29 831	29 831	1 729	10 610	14 915	(4 306)	-29%	29 831
Water	57 738	51 499	51 499	1 192	6 342	25 750	(19 408)	-75%	51 499
Waste water management	7 472	7 662	7 662	688	4 111	3 831	280	7%	7 662
Waste management	5 747	5 896	5 896	523	3 159	2 948	211	7%	5 896
<b>Other</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Revenue - Standard</b>	<b>147 442</b>	<b>144 391</b>	<b>144 391</b>	<b>4 973</b>	<b>57 413</b>	<b>72 196</b>	<b>(14 783)</b>	<b>-20%</b>	<b>144 391</b>
<b>Expenditure - Standard</b>									
<b>Governance and administration</b>	<b>37 949</b>	<b>44 488</b>	<b>44 488</b>	<b>3 029</b>	<b>19 252</b>	<b>22 244</b>	(2 992)	-13%	<b>44 488</b>
Executive and council	19 423	19 628	19 628	1 256	8 517	9 814	(1 297)	-13%	19 628
Budget and treasury office	13 848	19 315	19 315	1 309	8 175	9 658	(1 483)	-15%	19 315
Corporate services	4 679	5 544	5 544	465	2 560	2 772	(212)	-8%	5 544
<b>Community and public safety</b>	<b>10 034</b>	<b>8 864</b>	<b>8 864</b>	<b>662</b>	<b>4 533</b>	<b>4 432</b>	101	2%	<b>8 864</b>
Community and social services	5 928	4 543	4 543	315	2 389	2 271	117	5%	4 543
Sport and recreation	1 130	1 338	1 338	79	504	669	(165)	-25%	1 338
Public safety	2 442	2 511	2 511	228	1 378	1 255	123	10%	2 511
Housing	533	473	473	41	262	236	26	11%	473
Health	–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>	<b>15 015</b>	<b>11 111</b>	<b>11 111</b>	<b>962</b>	<b>5 875</b>	<b>5 555</b>	319	6%	<b>11 111</b>
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	15 015	11 111	11 111	962	5 875	5 555	319	6%	11 111
Environmental protection	–	–	–	–	–	–	–	–	–
<b>Trading services</b>	<b>61 781</b>	<b>61 566</b>	<b>61 566</b>	<b>5 084</b>	<b>29 320</b>	<b>30 783</b>	(1 463)	-5%	<b>61 566</b>
Electricity	26 588	24 705	24 705	1 910	12 295	12 353	(57)	0%	24 705
Water	26 800	21 289	21 289	2 106	10 621	10 645	(23)	0%	21 289
Waste water management	8 809	9 236	9 236	663	3 978	4 618	(640)	-14%	9 236
Waste management	(417)	6 336	6 336	405	2 426	3 168	(742)	-23%	6 336
<b>Other</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Expenditure - Standard</b>	<b>124 780</b>	<b>126 029</b>	<b>126 029</b>	<b>9 737</b>	<b>58 980</b>	<b>63 014</b>	<b>(4 034)</b>	<b>-6%</b>	<b>126 029</b>
<b>Surplus/ (Deficit) for the year</b>	<b>22 663</b>	<b>18 363</b>	<b>18 363</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>9 181</b>	<b>(10 748)</b>	<b>-117%</b>	<b>18 363</b>

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) - M06 December

Vote Description	2013/14	Budget Year 2014/15							
	Audited 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 Vote</b>									
Vote 1 - EXECUTIVE & COUNCIL	30 684	32 382	32 382	–	22 884	16 191	6 693	41.3%	32 382
Vote 2 - FINANCE & ADMIN	9 175	12 763	12 763	712	8 682	6 382	2 301	36.1%	12 763
Vote 3 - COMMUNITY SERVICES	1 934	3 298	3 298	126	1 613	1 649	(36)	-2.2%	3 298
Vote 4 - TECHNICAL SERVICES	105 650	95 948	95 948	4 134	24 234	47 974	(23 740)	-49.5%	95 948
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]	–	–	–	–	–	–	–	–	–
<b>Total Revenue by Vote</b>	<b>147 442</b>	<b>144 391</b>	<b>144 391</b>	<b>4 973</b>	<b>57 413</b>	<b>72 196</b>	<b>(14 783)</b>	<b>-20.5%</b>	<b>144 391</b>
<b>Expenditure by Vote</b>									
Vote 1 - EXECUTIVE & COUNCIL	19 423	19 628	19 628	1 256	8 517	9 814	(1 297)	-13.2%	19 628
Vote 2 - FINANCE & ADMIN	20 642	26 487	26 487	1 921	12 143	13 243	(1 100)	-8.3%	26 487
Vote 3 - COMMUNITY SERVICES	7 918	7 237	7 237	514	3 125	3 618	(493)	-13.6%	7 237
Vote 4 - TECHNICAL SERVICES	76 796	72 677	72 677	6 046	35 195	36 339	(1 144)	-3.1%	72 677
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]	–	–	–	–	–	–	–	–	–
<b>Total Expenditure by Vote</b>	<b>124 780</b>	<b>126 029</b>	<b>126 029</b>	<b>9 737</b>	<b>58 980</b>	<b>63 014</b>	<b>(4 034)</b>	<b>-6.4%</b>	<b>126 029</b>
<b>Surplus/ (Deficit) for the year</b>	<b>22 663</b>	<b>18 363</b>	<b>18 363</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>9 181</b>	<b>(10 748)</b>	<b>-117.1%</b>	<b>18 363</b>

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) - M06 December

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Revenue By Source</b>									
Property rates	4 632	5 031	5 031	570	4 858	2 515	2 342	93%	5 031
Property rates - penalties & collection charges	170	169	169	23	109	84	24	29%	169
Service charges - electricity revenue	22 240	27 770	27 770	1 698	10 390	13 885	(3 495)	-25%	27 770
Service charges - water revenue	11 030	9 914	9 914	1 127	5 970	4 957	1 013	20%	9 914
Service charges - sanitation revenue	7 017	7 418	7 418	655	3 903	3 709	194	5%	7 418
Service charges - refuse revenue	5 447	5 726	5 726	496	2 987	2 863	125	4%	5 726
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	407	396	396	83	511	198	313	159%	396
Interest earned - external investments	693	312	312	5	248	156	92	59%	312
Interest earned - outstanding debtors	1 634	1 427	1 427	159	974	713	260	37%	1 427
Dividends received	-	-	-	-	-	-	-	-	-
Fines	684	1 575	1 575	216	811	788	24	3%	1 575
Licences and permits	531	710	710	(88)	315	355	(40)	-11%	710
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	45 880	38 164	38 164	-	26 114	19 082	7 031	37%	38 164
Other revenue	6 675	4 190	4 190	29	224	2 095	(1 871)	-89%	4 190
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>107 040</b>	<b>102 801</b>	<b>102 801</b>	<b>4 973</b>	<b>57 413</b>	<b>51 400</b>	<b>6 013</b>	<b>12%</b>	<b>102 801</b>
<b>Expenditure By Type</b>									
Employee related costs	33 695	39 057	39 057	2 777	16 353	19 528	(3 175)	-16%	39 057
Remuneration of councillors	2 992	2 945	2 945	261	1 506	1 472	34	2%	2 945
Debt impairment	8 606	5 238	5 238	437	2 619	2 619	0	0%	5 238
Depreciation & asset impairment	27 893	23 834	23 834	1 986	11 917	11 917	(0)	0%	23 834
Finance charges	466	296	296	31	199	148	51	34%	296
Bulk purchases	18 410	18 670	18 670	1 188	8 684	9 335	(651)	-7%	18 670
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	32 688	35 988	35 988	3 057	17 702	17 994	(292)	-2%	35 988
Loss on disposal of PPE	28	1	1	-	-	1	(1)	-100%	1
<b>Total Expenditure</b>	<b>124 780</b>	<b>126 029</b>	<b>126 029</b>	<b>9 737</b>	<b>58 980</b>	<b>63 014</b>	<b>(4 034)</b>	<b>-6%</b>	<b>126 029</b>
<b>Surplus/(Deficit)</b>	<b>(17 739)</b>	<b>(23 228)</b>	<b>(23 228)</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>(11 614)</b>	<b>10 047</b>	<b>(0)</b>	<b>(23 228)</b>
Transfers recognised - capital	40 402	41 591	41 591	-	-	20 795	(20 795)	(0)	41 591
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>22 663</b>	<b>18 363</b>	<b>18 363</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>9 181</b>			<b>18 363</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>	<b>22 663</b>	<b>18 363</b>	<b>18 363</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>9 181</b>			<b>18 363</b>
Attributable to minorities	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>22 663</b>	<b>18 363</b>	<b>18 363</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>9 181</b>			<b>18 363</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>22 663</b>	<b>18 363</b>	<b>18 363</b>	<b>(4 764)</b>	<b>(1 567)</b>	<b>9 181</b>			<b>18 363</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 12% above the YTD budget and current expenditure is 6% below the YTD budget for 2014/2015.

## 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) - M06 December

Vote Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN	-	-	-	-	171	-	171	#DIV/0!	-
Vote 3 - COMMUNITY SERVICES	-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES	28 750	31 500	31 500	5 880	10 041	11 417	(1 376)	-12%	31 500
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]	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>28 750</b>	<b>31 500</b>	<b>31 500</b>	<b>5 880</b>	<b>10 211</b>	<b>11 417</b>	<b>(1 205)</b>	<b>-11%</b>	<b>31 500</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN	-	1 550	-	-	-	-	-	-	1 550
Vote 3 - COMMUNITY SERVICES	153	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES	27 889	7 500	-	378	3 683	4 500	(817)	-18%	7 500
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]	-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>28 042</b>	<b>9 050</b>	<b>-</b>	<b>378</b>	<b>3 683</b>	<b>4 500</b>	<b>(817)</b>	<b>-18%</b>	<b>9 050</b>
<b>Total Capital Expenditure</b>	<b>56 792</b>	<b>40 550</b>	<b>31 500</b>	<b>6 258</b>	<b>13 894</b>	<b>15 917</b>	<b>(2 022)</b>	<b>-13%</b>	<b>40 550</b>
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>	-	1 550	1 550	-	-	-	-	-	1 550
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	-	1 550	1 550	-	-	-	-	-	1 550
Corporate services	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	<b>153</b>	-	-	-	<b>171</b>	-	<b>171</b>	<b>#DIV/0!</b>	-
Community and social services	153	-	-	-	171	-	171	#DIV/0!	-
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>8 729</b>	<b>6 000</b>	<b>6 000</b>	<b>131</b>	<b>1 499</b>	<b>3 000</b>	<b>(1 501)</b>	<b>-50%</b>	<b>6 000</b>
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	8 729	6 000	6 000	131	1 499	3 000	(1 501)	-50%	6 000
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>47 911</b>	<b>33 000</b>	<b>33 000</b>	<b>6 128</b>	<b>12 224</b>	<b>12 917</b>	<b>(692)</b>	<b>-5%</b>	<b>33 000</b>
Electricity	3 353	1 500	1 500	247	2 184	1 500	684	46%	1 500
Water	43 058	31 500	31 500	5 880	10 041	11 417	(1 376)	-12%	31 500
Waste water management	1 500	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-
<b>Other</b>	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard Classification</b>	<b>56 792</b>	<b>40 550</b>	<b>40 550</b>	<b>6 258</b>	<b>13 894</b>	<b>15 917</b>	<b>(2 022)</b>	<b>-13%</b>	<b>40 550</b>
<b>Funded by:</b>									
National Government	47 725	39 000	39 000	6 258	13 894	15 917	(2 022)	-13%	39 000
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>47 725</b>	<b>39 000</b>	<b>39 000</b>	<b>6 258</b>	<b>13 894</b>	<b>15 917</b>	<b>(2 022)</b>	<b>-13%</b>	<b>39 000</b>
<b>Public contributions &amp; donations</b>	<b>5 100</b>	-	-	-	-	-	-	-	-
<b>Borrowing</b>	<b>629</b>	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>	<b>3 339</b>	<b>1 550</b>	<b>1 550</b>	-	-	-	-	-	<b>1 550</b>
<b>Total Capital Funding</b>	<b>56 792</b>	<b>40 550</b>	<b>40 550</b>	<b>6 258</b>	<b>13 894</b>	<b>15 917</b>	<b>(2 022)</b>	<b>-13%</b>	<b>40 550</b>

Capital expenditure is 13% below the YTD budget at December 2014.

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

NC072 Umsobomvu - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	2013/14	Budget Year 2014/15			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	10 440	33 524	33 524	11 079	33 524
Call investment deposits	9 507	6 000	6 000	5 713	6 000
Consumer debtors	30 201	28 975	28 975	39 458	28 975
Other debtors	6 856	-	-	232	-
Current portion of long-term receivables	7	-	-	7	-
Inventory	398	-	-	398	-
<b>Total current assets</b>	<b>57 409</b>	<b>68 499</b>	<b>68 499</b>	<b>56 887</b>	<b>68 499</b>
<b>Non current assets</b>					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	1 655	1 655	1 655	1 655	1 655
Investments in Associate	-	-	-	-	-
Property, plant and equipment	502 295	599 618	599 618	499 893	599 618
Agricultural	-	-	-	-	-
Biological assets	-	-	-	-	-
Intangible assets	73	1 550	1 550	73	1 550
Other non-current assets	-	-	-	-	-
<b>Total non current assets</b>	<b>504 023</b>	<b>602 823</b>	<b>602 823</b>	<b>501 620</b>	<b>602 823</b>
<b>TOTAL ASSETS</b>	<b>561 432</b>	<b>671 322</b>	<b>671 322</b>	<b>558 507</b>	<b>671 322</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	-	-	-	-	-
Borrowing	-	800	800	-	800
Consumer deposits	697	-	-	722	-
Trade and other payables	29 443	-	-	29 697	-
Provisions	-	-	-	-	-
<b>Total current liabilities</b>	<b>30 141</b>	<b>800</b>	<b>800</b>	<b>30 420</b>	<b>800</b>
<b>Non current liabilities</b>					
Borrowing	4 233	3 585	3 585	3 790	3 585
Provisions	23 834	33 308	33 308	23 834	33 308
<b>Total non current liabilities</b>	<b>28 067</b>	<b>36 893</b>	<b>36 893</b>	<b>27 624</b>	<b>36 893</b>
<b>TOTAL LIABILITIES</b>	<b>58 208</b>	<b>37 693</b>	<b>37 693</b>	<b>58 044</b>	<b>37 693</b>
<b>NET ASSETS</b>	<b>503 224</b>	<b>633 628</b>	<b>633 628</b>	<b>500 463</b>	<b>633 628</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	502 011	633 628	633 628	500 463	633 628
Reserves	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>502 011</b>	<b>633 628</b>	<b>633 628</b>	<b>500 463</b>	<b>633 628</b>

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 - M06 December

Description	2013/14	Budget Year 2014/15							
	Audited 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>									
Ratepayers and other	51 913	59 480		3 297	38 568	29 740	8 828	30%	59 480
Government - operating	39 930	36 664		-	26 114	20 453	5 661	28%	36 664
Government - capital	64 585	43 091		5 713	17 885	29 081	(11 196)	-38%	43 091
Interest	1 350	1 739		5	248	130	118	91%	1 739
Dividends	-	-		-	-	-	-		-
<b>Payments</b>									
Suppliers and employees	(81 457)	(88 438)		(13 557)	(76 028)	(44 219)	31 809	-72%	(88 438)
Finance charges	(364)	(354)		(31)	(199)	(177)	22	-12%	(354)
Transfers and Grants	-	-		-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>75 956</b>	<b>52 182</b>	<b>-</b>	<b>(4 572)</b>	<b>6 588</b>	<b>35 008</b>	<b>28 420</b>	<b>81%</b>	<b>52 182</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	(0)	(0)							(0)
Decrease (Increase) in non-current debtors	-	-							-
Decrease (increase) other non-current receivables	-	-							-
Decrease (increase) in non-current investments	-	-							-
<b>Payments</b>									
Capital assets	(61 792)	(47 898)		(6 258)	(13 894)	(23 949)	(10 055)	42%	(47 898)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(61 793)</b>	<b>(47 898)</b>	<b>-</b>	<b>(6 258)</b>	<b>(13 894)</b>	<b>(23 949)</b>	<b>(10 055)</b>	<b>42%</b>	<b>(47 898)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-							-
Borrowing long term/refinancing	-	-							-
Increase (decrease) in consumer deposits	-	-		6	70		70	#DIV/0!	-
<b>Payments</b>									
Repayment of borrowing	(452)	(728)		(76)	(428)	(364)	64	-18%	(728)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>(452)</b>	<b>(728)</b>	<b>-</b>	<b>(70)</b>	<b>(358)</b>	<b>(364)</b>	<b>(6)</b>	<b>2%</b>	<b>(728)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>13 712</b>	<b>3 556</b>	<b>-</b>	<b>(10 901)</b>	<b>(7 664)</b>	<b>10 695</b>			<b>3 556</b>
Cash/cash equivalents at beginning:	25 596	15 612			19 991	15 612			19 991
Cash/cash equivalents at month/year end:	39 308	19 168			12 327	26 307			23 547

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R12.3 million.

The municipality started the year with a positive cashbook balance of R19.9 million. The December closing balance is R12.3 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

NC072 Umsobomvu - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

Description	Budget Year 2014/15												2014/15 Medium Term Revenue & Expenditure Framework		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<b>Cash Receipts By Source</b>															
Property rates	328	384	532	439	437	524						2 387	5 031	-	-
Property rates - penalties & collection charges	-	-	-	-	-	-						169	169	-	-
Service charges - electricity revenue	1 987	1 719	1 923	1 988	1 770	1 344						17 039	27 770	-	-
Service charges - water revenue	373	315	388	335	521	355						7 627	9 914	-	-
Service charges - sanitation revenue	326	239	275	273	362	267						5 676	7 418	-	-
Service charges - refuse	136	127	136	137	153	115						4 923	5 726	-	-
Service charges - other	-	-	-	-	-	-						-	-	-	-
Rental of facilities and equipment	7	3	4	6	3	3						370	396	-	-
Interest earned - external investments	7	57	117	5	57	5						64	312	-	-
Interest earned - outstanding debtors	-	-	-	-	-	-						1 427	1 427	-	-
Dividends received	-	-	-	-	-	-						-	-	-	-
Fines	126	135	121	90	124	216						764	1 575	-	-
Licences and permits	211	(37)	154	8	(32)	-						406	710	-	-
Agency services	-	-	-	-	-	-						-	-	-	-
Transfer receipts - operating	14 617	934	496	-	10 067	-						12 051	38 164	-	-
Other revenue	974	1 277	470	828	15 198	474						(15 031)	4 190	-	-
<b>Cash Receipts by Source</b>	<b>19 092</b>	<b>5 154</b>	<b>4 615</b>	<b>4 407</b>	<b>28 659</b>	<b>3 302</b>						<b>37 871</b>	<b>102 801</b>		
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital	8 133	1 413	566	1 760	300	5 713						23 705	41 591	-	-
Contributions & Contributed assets	-	-	-	-	-	-						-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-						1	1	-	-
Short term loans	-	-	-	-	-	-						-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-						-	-	-	-
Increase in consumer deposits	16	9	15	15	9	6						(70)	-	-	-
Receipt of non-current debtors	-	-	-	-	-	-						-	-	-	-
Receipt of non-current receivables	-	-	-	-	-	-						-	-	-	-
Change in non-current investments	-	-	-	-	-	-						-	-	-	-
<b>Total Cash Receipts by Source</b>	<b>27 241</b>	<b>6 576</b>	<b>5 196</b>	<b>5 882</b>	<b>28 969</b>	<b>9 022</b>						<b>61 508</b>	<b>144 393</b>		
<b>Cash Payments by Type</b>															
Employee related costs	2 746	2 686	2 668	2 641	2 834	2 777						22 704	39 057	-	-
Remuneration of councillors	249	244	255	267	231	261						1 438	2 945	-	-
Interest paid	34	34	34	34	31	31						97	296	-	-
Bulk purchases - Electricity	-	2 542	2 364	1 231	1 234	1 168						9 822	18 360	-	-
Bulk purchases - Water & Sewer	25	24	27	21	27	20						165	310	-	-
Other materials	-	-	-	-	-	-						-	-	-	-
Contracted services	-	-	312	-	-	-						(312)	-	-	-
Grants and subsidies paid - other municipalities	-	-	-	-	-	-						-	-	-	-
Grants and subsidies paid - other	-	-	-	-	-	-						-	-	-	-
General expenses	4 709	5 112	5 696	2 863	5 662	5 480						6 466	35 988	-	-
<b>Cash Payments by Type</b>	<b>7 764</b>	<b>10 642</b>	<b>11 356</b>	<b>7 057</b>	<b>10 020</b>	<b>9 737</b>						<b>40 379</b>	<b>96 955</b>		
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	604	876	1 338	4 146	672	6 258						(13 894)	-	-	-
Repayment of borrowing	73	72	73	73	61	76						(4 813)	(4 385)	-	-
Other Cash Flows/Payments	7 865	(81)	(2 103)	(2 075)	12 193	3 851						(19 651)	-	-	-
<b>Total Cash Payments by Type</b>	<b>16 306</b>	<b>11 510</b>	<b>10 663</b>	<b>9 201</b>	<b>22 946</b>	<b>19 923</b>						<b>2 021</b>	<b>92 570</b>		
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>10 935</b>	<b>(4 934)</b>	<b>(5 467)</b>	<b>(3 319)</b>	<b>6 022</b>	<b>(10 901)</b>						<b>59 487</b>	<b>51 823</b>		
Cash/cash equivalents at the monthly year beginning:	19 991	30 926	25 992	20 524	17 205	23 227	12 327	12 327	12 327	12 327	12 327	12 327	19 991	71 814	71 814
Cash/cash equivalents at the monthly year end:	30 926	25 992	20 524	17 205	23 227	12 327	12 327	12 327	12 327	12 327	12 327	71 814	71 814	71 814	71 814

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 - M06 December

Description	NT Code	Budget Year 2014/15								Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.L.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				
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	333	774	783	669	24 616				27 176	25 285	-	12 158
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 074	391	321	362	2 748				4 896	3 109	-	2 177
Receivables from Non-exchange Transactions - Property Rates	1400	338	280	230	237	5 377				6 463	5 614	-	2 511
Receivables from Exchange Transactions - Waste Water Management	1500	479	404	371	365	11 391				13 011	11 757	-	6 649
Receivables from Exchange Transactions - Waste Management	1600	199	330	314	321	15 540				16 703	15 861	-	7 063
Receivables from Exchange Transactions - Property Rental Debtors	1700	(2)	84	80	75	2 068				2 305	2 144	-	308
Interest on Arrear Debtor Accounts	1810					5 930				5 930	5 930	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-	-	-
Other	1900	(8)	1	1	1	10				5	11	-	597
<b>Total By Income Source</b>	<b>2000</b>	<b>2 414</b>	<b>2 265</b>	<b>2 100</b>	<b>2 030</b>	<b>67 680</b>				<b>76 490</b>	<b>69 710</b>		<b>31 465</b>
<b>2013/14 - totals only</b>													
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	348	229	234	141	1 717				2 667	1 857	-	-
Commercial	2300	892	267	200	199	2 774				4 331	2 972	-	-
Households	2400	1 174	1 770	1 666	1 691	63 190				69 491	64 881	-	31 465
Other	2500									-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>2 414</b>	<b>2 265</b>	<b>2 100</b>	<b>2 030</b>	<b>67 680</b>				<b>76 490</b>	<b>69 710</b>		<b>31 465</b>

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 218 more household applied for indigent support during the six months.

#### Summary of Indigent Households

Indigent Household Statistics					
	Indigent Households	Amount	Other Households	Total Households	
<b>2014</b>					
July	2 423	3 916 878	59 791 109	63 707 987	6.15%
August	2 423	4 912 253	59 305 125	64 217 378	7.65%
September	2 494	4 718 309	60 855 718	65 574 027	7.20%
October	2 494	3 812 165	62 881 012	66 693 177	5.72%
November	2 612	5 331 940	62 519 227	67 851 167	7.86%
December	2 641	6 079 681	63 411 088	69 490 769	8.75%
<b>2015</b>					
January					
February					
March					
April					
May					

## Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	<180 Days	<365 Days	>365 Days	Total -	Older than 30 Days	Older than 90 days
<b>2014/15</b>											
July	4 271 991	1 798 409	1 474 793	1 384 492	60 033 656				68 963 341	1 798 409	61 418 148
August	3 789 087	2 671 964	1 578 717	1 423 410	61 300 318				70 763 496	2 671 964	62 723 728
September	2 561 129	3 555 394	2 358 062	1 468 689	62 273 027				72 216 301	3 555 394	63 741 716
October	2 187 292	2 390 938	3 254 242	2 229 804	63 413 412				73 475 688	2 390 938	65 643 216
November	1 947 884	2 236 825	2 087 917	3 003 537	65 082 704				74 358 867	2 236 825	68 086 241
December	2 413 644	2 265 442	2 099 944	2 030 044	67 680 429				76 489 503	2 265 442	69 710 473
January									0	0	0
February									0	0	0
March									0	0	0
April									0	0	0
May									0	0	0
June									0	0	0

## Creditors' analysis

### Supporting Table SC4

NC072 Umsobomvu - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2014/15								
		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	0100	1 612								1 612
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	325								325
<b>Total By Customer Type</b>	<b>1000</b>	<b>1 937</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 937</b>

Supporting Table SC4 reflects current creditors at the end of December 2014.

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 - M06 December

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
	Yrs/Months							
<b>R thousands</b>								
<b>Municipality</b>								
CAPITAL REPLACEMENT 1	3 MONTHS	32 DAY		-		84	-	84
HOUSING DEVELOPMENT	3 MONTHS	32 DAY		-		151	-	151
HOUSING DEVELOPMENT	3 MONTHS	32 DAY		-		24	-	24
CAPITAL REPLACEMENT 4	3 MONTHS	32 DAY		2		118	2	119
CAPITAL REPLACEMENT	3 MONTHS	32 DAY		0		11	0	11
CAPITAL REPLACEMENT 5	3 MONTHS	32 DAY		2		375	2	376
INVESTMENT	3 MONTHS	32 DAY		-		-	5 000	5 000
<b>Municipality sub-total</b>				3		762	5 003	5 766
<b>TOTAL INVESTMENTS AND INTEREST</b>				3		762	5 003	5 766

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 - M06 December

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	34 152	35 673	-	-	25 618	19 204	6 693	34.9%	35 673
Equitable share	30 684	32 382			22 884	16 191	6 693	41.3%	32 382
FINANCE MANAGEMENT	1 650	1 800			1 800	1 800	-		1 800
MSIG	890	934			934	934			934
MIG ADMIN - PMU	678	557			-	279			557
Energy Efficiency and Demand Management	250								
SUBSIDY STATE									
Other transfers and grants [insert description]									
<b>Provincial Government:</b>	708	991	-	496	496	496	-		991
DEPT ART & CULTURE (LIBRARY)	708	991		496	496	496			991
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
DISTRICT MUNICIPALITY	-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	3 600	-	-	-	-	-	-		-
Other transfers and grants [insert description]	3 600	-	-	-	-	-	-		-
<b>Total Operating Transfers and Grants</b>	<b>38 460</b>	<b>36 664</b>	<b>-</b>	<b>496</b>	<b>26 114</b>	<b>19 699</b>	<b>6 693</b>	<b>34.0%</b>	<b>36 664</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	47 473	43 091	-	-	6 651	22 295	(14 800)	-66.4%	43 091
RBIG - DWAF	31 000	30 000			-	15 000	(15 000)	-100.0%	30 000
HOUSING PROJECTS	-	-							-
EEDG	-	-							-
MIG - CAPITAL	12 873	10 591			4 451	5 295			10 591
INEP	2 600	1 500			1 500	1 500			1 500
EPWP	1 000	1 000			700	500	200	40.0%	1 000
<b>Provincial Government:</b>	-	-	-	-	-	-	-		-
<b>District Municipality:</b>	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	-	-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	<b>47 473</b>	<b>43 091</b>	<b>-</b>	<b>-</b>	<b>6 651</b>	<b>22 295</b>	<b>(14 800)</b>	<b>-66.4%</b>	<b>43 091</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>85 932</b>	<b>79 755</b>	<b>-</b>	<b>496</b>	<b>32 765</b>	<b>41 995</b>	<b>(8 107)</b>	<b>-19.3%</b>	<b>79 755</b>

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 - M06 December

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
National Government:	34 152	35 673	-	121	3 278	17 837	(14 280)	-80.1%	35 673
Equitable share	30 684	32 382			1 994	16 191	(14 197)	-87.7%	32 382
FINANCE MANAGEMENT	1 650	1 800		118	809	900	(91)	-10.1%	1 800
MSIG	890	934		2	475	467	8	1.7%	934
MIG ADMIN - PMU	678	557			-	279			557
Provincial Government:	-	991	-	258	258	496	(237)	-47.9%	991
DEPT ART & CULTURE (LIBRARY)	-	991	-	258	258	496	(237)	-47.9%	991
District Municipality:	-	-	-	-	-	-	-	-	-
DISTRICT MUNICIPALITY	-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-
Other grant providers:	3 600	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	3 600	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>	<b>37 752</b>	<b>36 664</b>	<b>-</b>	<b>379</b>	<b>3 536</b>	<b>18 332</b>	<b>(14 517)</b>	<b>-79.2%</b>	<b>36 664</b>
<b>Capital expenditure of Transfers and Grants</b>									
National Government:	47 473	43 091	-	659	6 087	21 545	(14 771)	-68.6%	43 091
RBIG - DWAF	31 000	30 000			-	15 000	(15 000)	-100.0%	30 000
MIG - CAPITAL	12 873	10 591		528	4 127	5 295			10 591
INEP	2 600	1 500		-	1 231	750			1 500
EPWP	1 000	1 000		131	729	500	229	45.9%	1 000
Provincial Government:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>	<b>47 473</b>	<b>43 091</b>	<b>-</b>	<b>659</b>	<b>6 087</b>	<b>21 545</b>	<b>(14 771)</b>	<b>-68.6%</b>	<b>43 091</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>85 224</b>	<b>79 755</b>	<b>-</b>	<b>1 038</b>	<b>9 624</b>	<b>39 878</b>	<b>(29 288)</b>	<b>-73.4%</b>	<b>79 755</b>

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 - M06 December

Description	Budget Year 2014/15				
	Approved Rollover 2013/14	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>					
<b>EXPENDITURE</b>					
<b>Operating expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	
Equitable share				-	
FINANCE MANAGEMENT				-	
Energy Efficiency and Demand Management				-	
SUBSIDY STATE				-	
Other transfers and grants [insert description]				-	
<b>Provincial Government:</b>	-	-	-	-	
YOUTH PROGRAMS				-	
IMMUNISATION GRANT				-	
#REF!				-	
Other transfers and grants [insert description]				-	
<b>District Municipality:</b>	-	-	-	-	
DISTRICT MUNICIPALITY				-	
<b>Other grant providers:</b>	-	-	-	-	
<b>Total operating expenditure of Approved Roll-overs</b>	-	-	-	-	
<b>Capital expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	
RBIG - DWAF				-	
EPWP				-	
<b>Provincial Government:</b>	-	-	-	-	
EPWP				-	
<b>District Municipality:</b>	-	-	-	-	
<b>Other grant providers:</b>	-	-	-	-	
<b>Total capital expenditure of Approved Roll-overs</b>	-	-	-	-	
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>	-	-	-	-	

A Roll over application was submitted to Provincial Treasury by the end of August 2014 for the unspent MIG (R7.1 million) and EPWP (R641 thousand). The approval from National Treasury was received in November 2014 but the reporting template is not yet finalised.

# Expenditure on councillor allowances and employee benefits

## Supporting Table SC8

### NC072 Umsobomvu - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	2013/14	Budget Year 2014/15							
	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
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	2 459	2 945		231	1 246	1 249	(3)	0%	2 945
Pension and UIF Contributions	-	-					-		-
Medical Aid Contributions	-	-					-		-
Motor Vehicle Allowance	324	-					-		-
Cellphone Allowance	209	-					-		-
Housing Allowances	-	-					-		-
Other benefits and allowances	-	-					-		-
<b>Sub Total - Councillors</b>	<b>2 992</b>	<b>2 945</b>	<b>-</b>	<b>231</b>	<b>1 246</b>	<b>1 249</b>	<b>(3)</b>	<b>0%</b>	<b>2 945</b>
% increase		-1.6%							-1.6%
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	2 727	3 084		257	1 544	1 544	-		
Pension and UIF Contributions	-						-		
Medical Aid Contributions	-						-		
Overtime	-						-		
Performance Bonus	301	348					-		
Motor Vehicle Allowance	362	401		38	191	158	33	21%	
Cellphone Allowance	-						-		
Housing Allowances	10	11		4	20	5	15	343%	
Other benefits and allowances							-		
Payments in lieu of leave							-		
Long service awards							-		
Post-retirement benefit obligations							-		
<b>Sub Total - Senior Managers of Municipality</b>	<b>3 401</b>	<b>3 844</b>	<b>-</b>	<b>300</b>	<b>1 754</b>	<b>1 706</b>	<b>48</b>	<b>3%</b>	<b>-</b>
% increase		13.0%							
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	19 812	22 885		1 822	8 639	12 157	(3 519)	-29%	25 968
Pension and UIF Contributions	3 872	4 492		330	1 590	1 854	(264)	-14%	4 216
Medical Aid Contributions	752	758		62	318	758	(441)	-58%	758
Overtime	999	1 060		102	517	347	170	49%	1 060
Performance Bonus	(301)	-					-		-
Motor Vehicle Allowance	(0)						-		401
Cellphone Allowance	-						-		-
Housing Allowances	0						-		11
Other benefits and allowances	690	474		42	157	75	82	110%	6 302
Payments in lieu of leave	5 045	5 204		176	601	1 001	(400)	-40%	-
Long service awards	-						-		-
Post-retirement benefit obligations	341	341					-		201
<b>Sub Total - Other Municipal Staff</b>	<b>31 209</b>	<b>35 213</b>	<b>-</b>	<b>2 534</b>	<b>11 822</b>	<b>16 193</b>	<b>(4 371)</b>	<b>-27%</b>	<b>38 917</b>
% increase		12.8%							24.7%
<b>Total Parent Municipality</b>	<b>37 602</b>	<b>42 001</b>	<b>-</b>	<b>3 065</b>	<b>14 822</b>	<b>19 148</b>	<b>(4 326)</b>	<b>-23%</b>	<b>41 861</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>									
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>37 602</b>	<b>42 001</b>	<b>-</b>	<b>3 065</b>	<b>14 822</b>	<b>19 148</b>	<b>(4 326)</b>	<b>-23%</b>	<b>41 861</b>
% increase		11.7%							11.3%
<b>TOTAL MANAGERS AND STAFF</b>	<b>34 610</b>	<b>39 057</b>	<b>-</b>	<b>2 834</b>	<b>13 576</b>	<b>17 899</b>	<b>(4 323)</b>	<b>-24%</b>	<b>38 917</b>

# SDBIP

The results of the SDBIP for the first quarter ended 31 December 2014 will be included in a separate comprehensive report to be tabled in Council.

## Financial Performance

### Supporting Table SC2

NC072 Umsobomvu - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December

Description of financial indicator	Basis of calculation	2013/14	Budget Year 2014/15			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.0%	19.1%	19.1%	0.3%	2.6%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	1.1%	0.0%	0.0%	0.0%	0.0%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	6.7%	0.7%	0.7%	6.7%	0.7%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	190.5%	8560.8%	8560.8%	187.0%	8560.8%
Liquidity Ratio	Monetary Assets/Current Liabilities	66.2%	4939.6%	4939.6%	55.2%	4939.6%
<b><u>Revenue Management</u></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	34.6%	28.2%	28.2%	69.1%	28.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))					
<b><u>Funding of Provisions</u></b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b><u>Other Indicators</u></b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated			29.0%		
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source			54.0%		
Employee costs	Employee costs/Total Revenue - capital revenue	31.5%	38.0%	38.0%	28.5%	38.0%
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	26.5%	23.5%	23.5%	0.3%	3.2%
<b><u>IDP regulation financial viability indicators</u></b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year					
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services					
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure					

# Capital programme performance

## Supporting Table SC12

NC072 Umsobomvu - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2013/14	Budget Year 2014/15							
	Audited 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	4 733	3 250	3 250	604	604	3 250	2 646	81.4%	1%
August	4 733	3 167	3 167	876	1 480	6 417	4 937	76.9%	4%
September	4 733	3 167	3 167	1 338	2 818	9 583	6 766	70.6%	7%
October	4 733	3 167	3 167	4 146	6 963	12 750	5 787	45.4%	17%
November	4 733	3 167	3 167	672	7 636	15 917	8 281	52.0%	19%
December	4 733	3 167	3 167	6 258	13 894	19 083	5 189	27.2%	34%
January	4 733	3 167	3 167	-	-	22 250	-	-	-
February	4 733	3 667	3 667	-	-	25 917	-	-	-
March	4 733	3 667	3 667	-	-	29 583	-	-	-
April	4 733	3 717	3 717	-	-	33 300	-	-	-
May	4 733	3 167	3 167	-	-	36 467	-	-	-
June	4 733	4 083	4 083	-	-	40 550	-	-	-
<b>Total Capital expenditure</b>	<b>56 792</b>	<b>40 550</b>	<b>40 550</b>	<b>13 894</b>					

# Other supporting documentation

## Supporting Table SC13a

NC072 Umsobomvu - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06 December

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	48 145	39 000	-	6 258	13 724	15 917	2 193	13.8%	39 000
Infrastructure - Road transport	5 100	6 000	-	131	1 499	3 000	1 501	50.0%	6 000
<i>Roads, Pavements &amp; Bridges</i>	5 100	6 000	-	131	1 499	3 000	1 501	50.0%	6 000
<i>Storm water</i>	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	2 920	1 500	-	247	2 184	1 500	(684)	-45.6%	1 500
<i>Generation</i>	-	-	-	-	-	-	-	-	-
<i>Transmission &amp; Reticulation</i>	2 600	1 500	-	247	2 184	1 500	(684)	-45.6%	1 500
<i>Street Lighting</i>	320	-	-	-	-	-	-	-	-
Infrastructure - Water	38 625	31 500	-	5 880	10 041	11 417	1 376	12.1%	31 500
<i>Dams &amp; Reservoirs</i>	-	-	-	-	-	-	-	-	-
<i>Water purification</i>	38 625	31 500	-	5 880	10 041	11 417	1 376	12.1%	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>	-	-	-	-	-	-	-	-	-
<b>Community</b>	-	-	-	-	-	-	-	-	-
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	8 647	-	-	-	-	-	-	-	-
General v vehicles	1 647	-	-	-	-	-	-	-	-
Specialised v 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	-	-	-	-	-	-	-	-	-
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>	-	-	-	-	-	-	-	-	-
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	-	1 550	1 550	-	-	-	-	-	1 550
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	1 550	1 550	-	-	-	-	-	1 550
<b>Total Capital Expenditure on new assets</b>	<b>56 792</b>	<b>40 550</b>	<b>1 550</b>	<b>6 258</b>	<b>13 724</b>	<b>15 917</b>	<b>2 193</b>	<b>13.8%</b>	<b>40 550</b>

# Supporting Table SC13b

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

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport	-	-	-	-	-	-	-	-	-
<i>Roads, Pavements &amp; Bridges</i>									
<i>Storm water</i>									
Infrastructure - Electricity	-	-	-	-	-	-	-	-	-
<i>Generation</i>									
<i>Transmission &amp; Reticulation</i>									
<i>Street Lighting</i>									
Infrastructure - Water	-	-	-	-	-	-	-	-	-
<i>Dams &amp; Reservoirs</i>									
<i>Water purification</i>									
<i>Reticulation</i>									
Infrastructure - Sanitation	-	-	-	-	-	-	-	-	-
<i>Reticulation</i>									
<i>Sewerage purification</i>									
Infrastructure - Other	-	-	-	-	-	-	-	-	-
<i>Waste Management</i>									
<i>Transportation</i>									
<i>Gas</i>									
<i>Other</i>									
<b>Community</b>	-	-	-	-	-	-	-	-	-
Parks & gardens									
Sportsfields & stadia									
Swimming pools									
Community halls									
Libraries									
Recreational facilities									
Fire, safety & emergency									
Security and policing									
Buses									
Clinics									
Museums & Art Galleries									
Cemeteries									
Social rental housing									
Other									
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Buildings									
Other									
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development									
Other									
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
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									
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>									
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>									
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
Computers - software & programming									
Other									
<b>Total Capital Expenditure on renewal of existing assets</b>	-	-	-	-	-	-	-	-	-

# Supporting Table SC13c

NC072 Umsobomvu - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	1 503	1 034	1 034	138	941	517	(425)	-82.2%	1 034
Infrastructure - Road transport	217	26	26	7	266	13	(254)	-1981.2%	26
Roads, Pavements & Bridges	217	26	26	7	266	13	(254)	-1981.2%	26
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	624	621	621	62	319	311	(8)	-2.6%	621
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	495	421	421	17	273	211	(63)	-29.8%	421
Street Lighting	129	200	200	45	45	100	55	54.6%	200
Infrastructure - Water	599	337	337	69	280	169	(111)	-65.9%	337
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	599	337	337	69	280	169	(111)	-65.9%	337
Infrastructure - Sanitation	63	50	50	-	77	25	(52)	-207.2%	50
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	63	50	50	-	77	25	(52)	-207.2%	50
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Community</b>	48	199	199	2	4	100	95	95.7%	199
Parks & gardens	29	5	5	-	2	3	1	34.1%	5
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	19	194	194	2	3	97	94	97.3%	194
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	890	1 204	1 204	95	1 111	602	(510)	-84.7%	1 204
General vehicles	501	784	784	55	324	392	68	17.5%	784
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	71	353	353	12	56	176	120	68.3%	353
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	6	59	59	-	1	29	28	95.0%	59
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	310	-	-	28	729	-	(729)	#DIV/0!	-
Other Land	1	8	8	-	1	4	3	69.1%	8
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	<b>2 440</b>	<b>2 436</b>	<b>2 436</b>	<b>235</b>	<b>2 057</b>	<b>1 218</b>	<b>(839)</b>	<b>-68.9%</b>	<b>2 436</b>

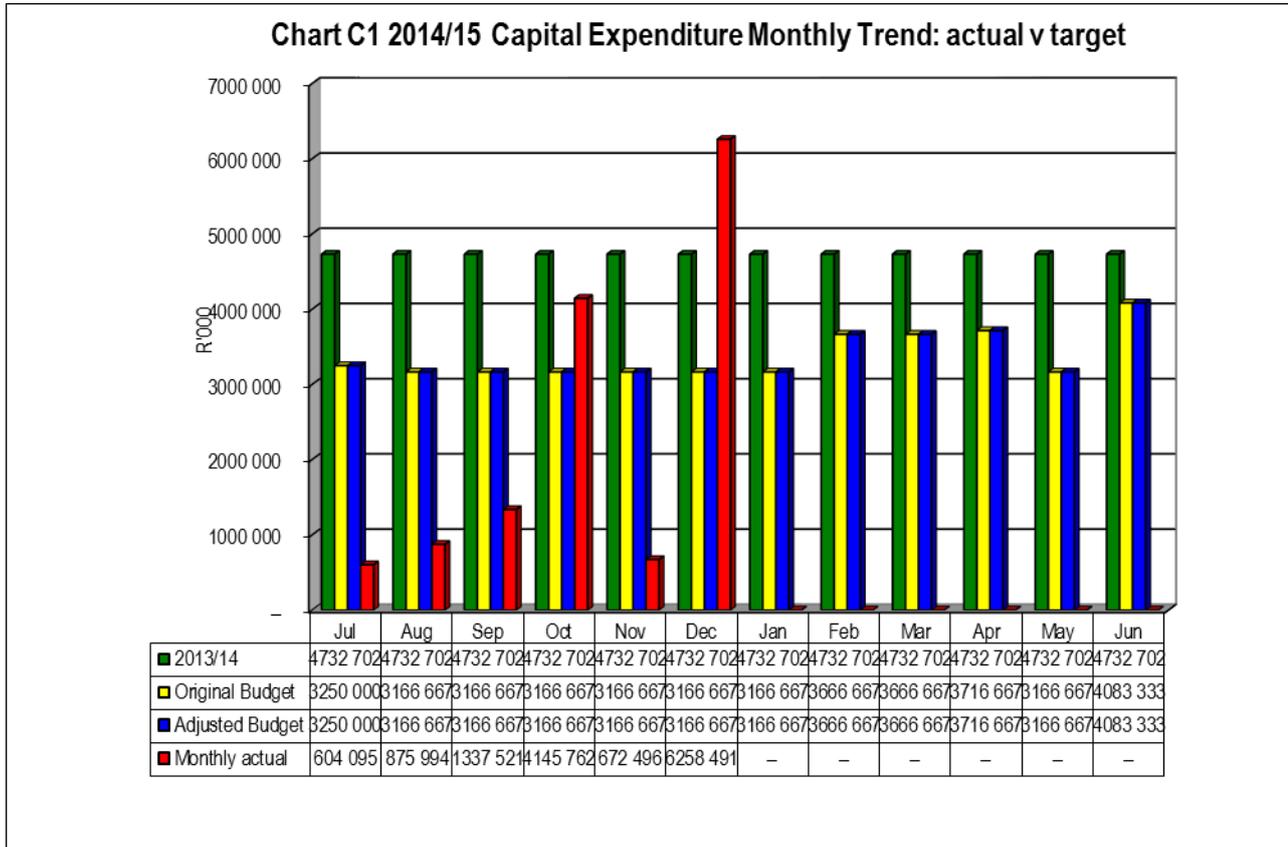
# Supporting Table SC13d

NC072 Umsobomvu - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M06 December

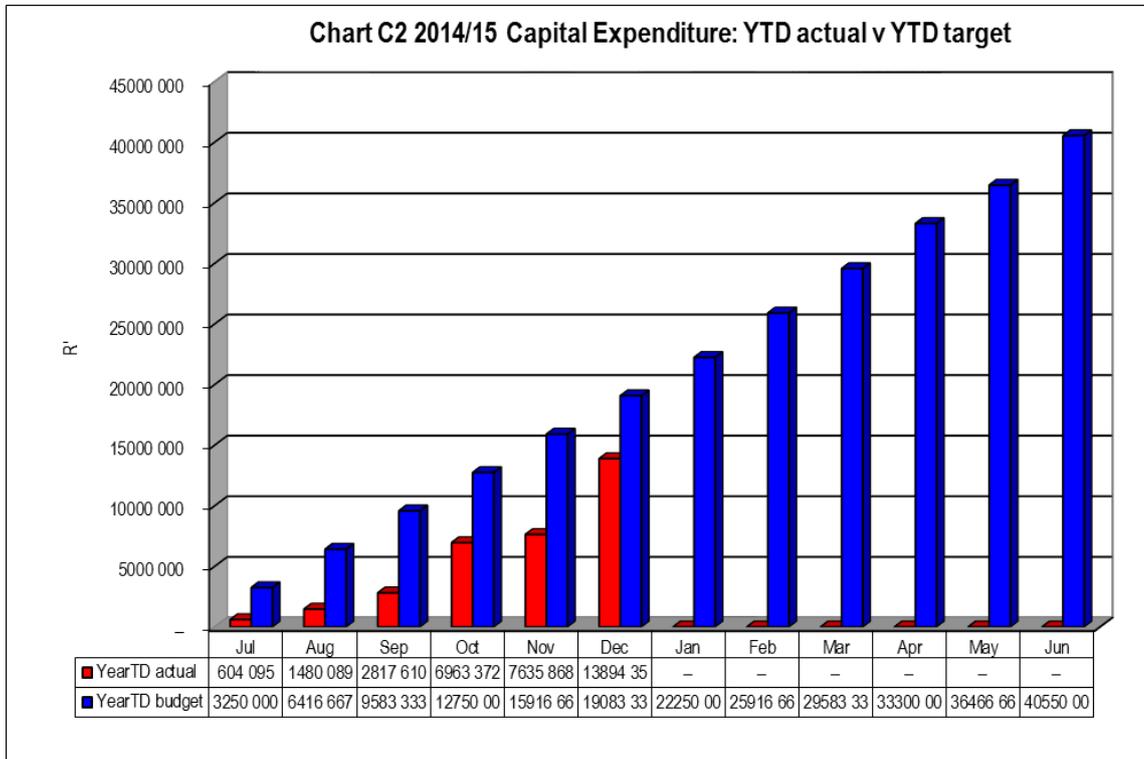
Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	18 591	18 576	-	1 548	9 288	9 288	-		18 576
Infrastructure - Road transport	-	-	-	-	-	-	-		-
Roads, Pavements & Bridges	-	-	-	-	-	-	-		-
Storm water	-	-	-	-	-	-	-		-
Infrastructure - Electricity	2 785	2 785	-	232	1 392	1 392	-		2 785
Generation	-	-	-	-	-	-	-		-
Transmission & Reticulation	2 785	2 785	-	232	1 392	1 392	-		2 785
Street Lighting	-	-	-	-	-	-	-		-
Infrastructure - Water	12 351	12 351	-	1 029	6 176	6 176	-		12 351
Dams & Reservoirs	-	-	-	-	-	-	-		-
Water purification	-	-	-	-	-	-	-		-
Reticulation	12 351	12 351	-	1 029	6 176	6 176	-		12 351
Infrastructure - Sanitation	2 843	2 828	-	236	1 414	1 414	-		2 828
Reticulation	2 843	2 828	-	236	1 414	1 414	-		2 828
Sewerage purification	-	-	-	-	-	-	-		-
Infrastructure - Other	612	612	-	51	306	306	-		612
Waste Management	612	612	-	51	306	306	-		612
Transportation	-	-	-	-	-	-	-		-
Gas	-	-	-	-	-	-	-		-
Other	-	-	-	-	-	-	-		-
<b>Community</b>	3 800	2	-	0	1	1	-		2
Parks & gardens	-	-	-	-	-	-	-		-
Sportsfields & stadia	-	-	-	-	-	-	-		-
Swimming pools	-	-	-	-	-	-	-		-
Community halls	-	-	-	-	-	-	-		-
Libraries	-	-	-	-	-	-	-		-
Recreational facilities	-	-	-	-	-	-	-		-
Fire, safety & emergency	-	-	-	-	-	-	-		-
Security and policing	-	-	-	-	-	-	-		-
Buses	-	-	-	-	-	-	-		-
Clinics	-	-	-	-	-	-	-		-
Museums & Art Galleries	-	-	-	-	-	-	-		-
Cemeteries	3 800	2	-	0	1	1	-		2
Social rental housing	-	-	-	-	-	-	-		-
Other	-	-	-	-	-	-	-		-
<b>Heritage assets</b>	-	-	-	-	-	-	-		-
Buildings	-	-	-	-	-	-	-		-
Other	-	-	-	-	-	-	-		-
<b>Investment properties</b>	-	-	-	-	-	-	-		-
Housing development	-	-	-	-	-	-	-		-
Other	-	-	-	-	-	-	-		-
<b>Other assets</b>	5 179	5 256	-	438	2 628	2 628	-		5 256
General vehicles	-	-	-	-	-	-	-		-
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment	-	-	-	-	-	-	-		-
Computers - hardware/equipment	-	-	-	-	-	-	-		-
Furniture and other office equipment	-	-	-	-	-	-	-		-
Abattoirs	-	-	-	-	-	-	-		-
Markets	-	-	-	-	-	-	-		-
Civic Land and Buildings	-	-	-	-	-	-	-		-
Other Buildings	4 302	4 379	-	365	2 190	2 190	-		4 379
Other Land	-	-	-	-	-	-	-		-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-		-
Other	877	877	-	73	438	438	-		877
<b>Agricultural assets</b>	-	-	-	-	-	-	-		-
List sub-class	-	-	-	-	-	-	-		-
<b>Biological assets</b>	-	-	-	-	-	-	-		-
List sub-class	-	-	-	-	-	-	-		-
<b>Intangibles</b>	-	-	-	-	-	-	-		-
Computers - software & programming	-	-	-	-	-	-	-		-
Other	-	-	-	-	-	-	-		-
<b>Total Depreciation</b>	<b>27 570</b>	<b>23 834</b>	<b>-</b>	<b>1 986</b>	<b>11 917</b>	<b>11 917</b>	<b>-</b>		<b>23 834</b>

## Other supporting documentation Section 71 charts

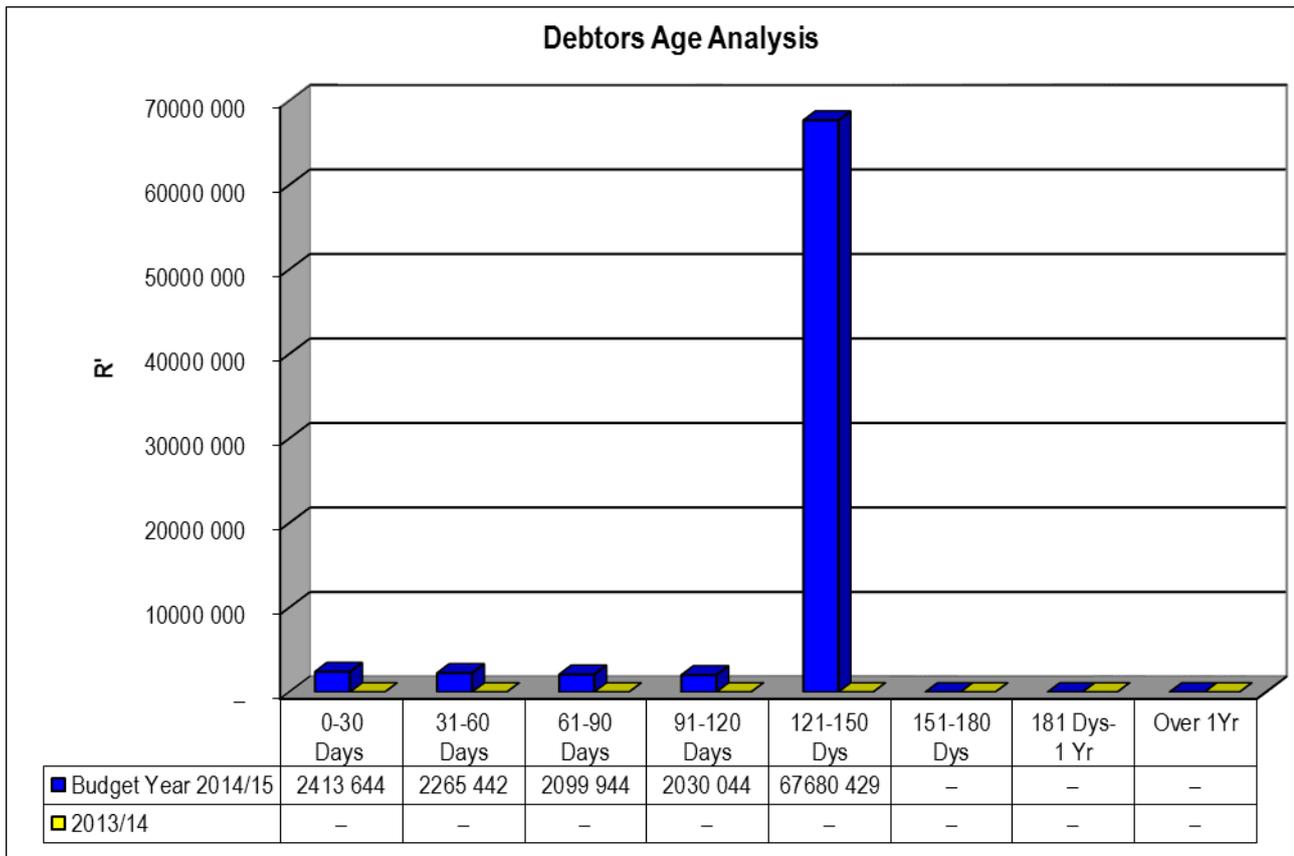
### Capital expenditure monthly trend - actual vs target



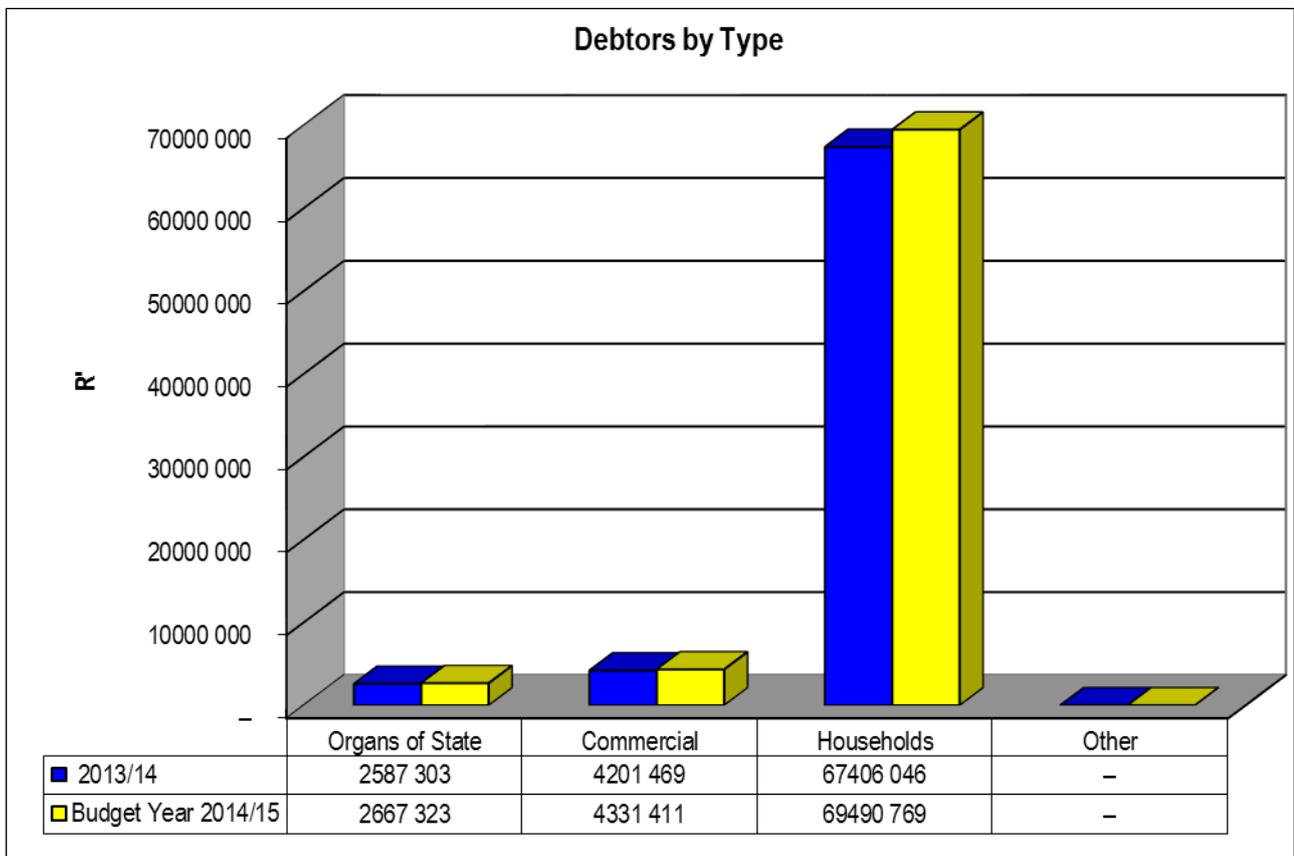
### Capital expenditure – YTD actual vs YTD trend



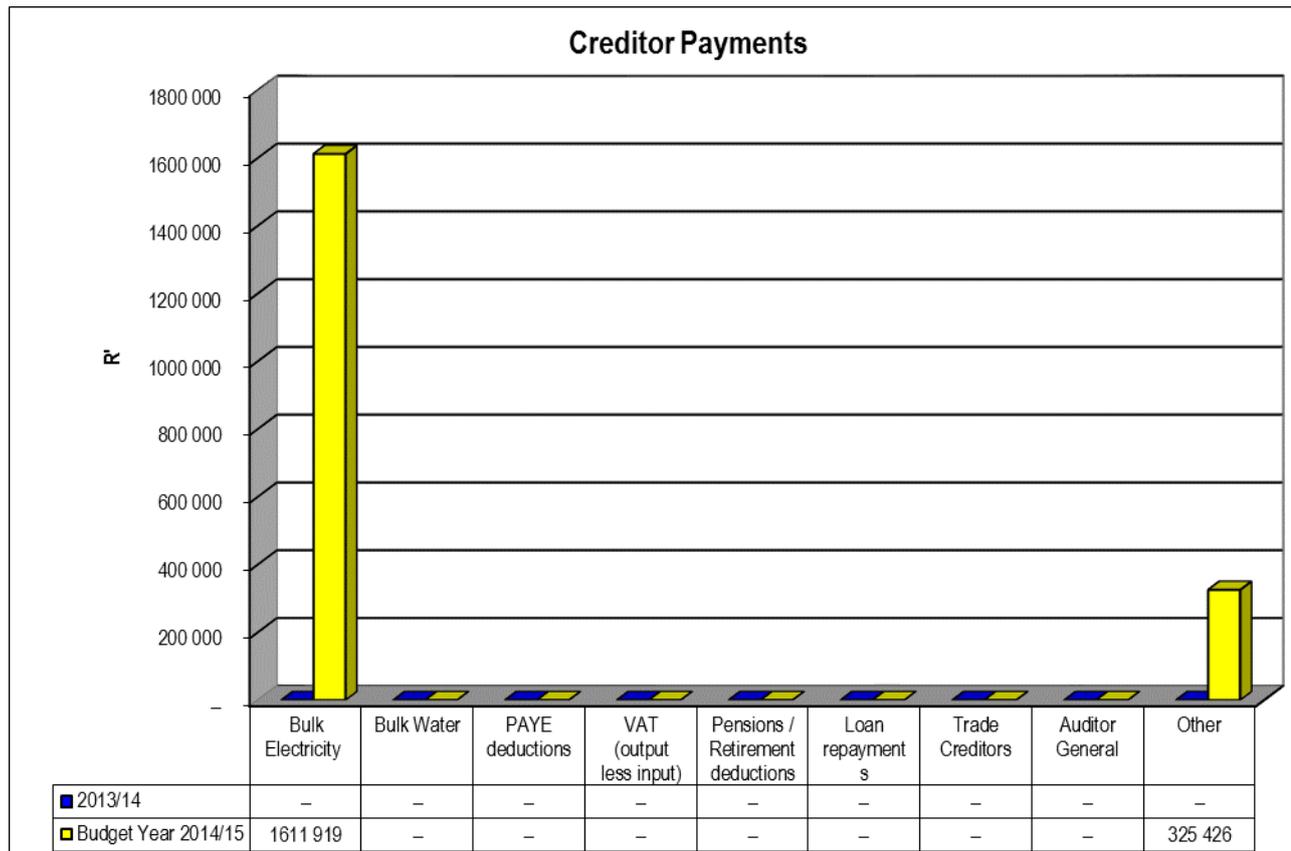
### Debtors Age Analysis



### 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: -

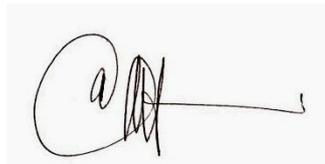
(Mark as appropriate)

Quarterly report on the implementation of the budget and financial state of affairs of the municipality/  
Mid-year budget and performance assessment

For the period ending 31 December 2014 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 (NCO72)



Signature: \_\_\_\_\_

Date: 15 January 2015