



Monthly Budget Statement

January 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 - 10
In-year budget statement tables	11 - 17
PART 2 – SUPPORTING DOCUMENTATION.....	18
Debtors' analysis	18 - 19
Creditors' analysis	19
Investment portfolio analysis	19
Allocation and grant receipts and expenditure	20 - 22
Councillor allowances and employee benefits	23
Material variances to the SDBIP.....	23
Municipal financial performance.....	24
Capital programme performance	25
Other supporting documentation	26 - 32
Municipal Manager’s quality certification	33

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 month ended 31 January 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 January 2016 is at 63.87% of the budgeted revenue. The expenditure reflects spending of 54.67% against the budgeted expenditure. Capital expenditure amounts to R28.717m, or 50.14%, at the end of January 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 month ended 31 January 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 9% more than the YTD budget projections at the end of January 2016 as a result of the annual rates that were levied in July 2015.

Borrowings

The balance of borrowings amounts to R2, 617,238 at the end of January 2016.

Operating expenditure by vote & type

Current expenditure is 6 % below YTD budget projections as at January 2016.

Capital expenditure

YTD Capital Expenditure amounts to R28.717m, or 50.14% of a total budget of R57, 273m.

Cash flows

The municipality started the year with a positive cashbook balance of R18.448 million. The January 2016 closing balance is R23.418. Refer to Table C7 for more details on the cash position.

Allocations received (National & Provincial Grants)

Municipal Infrastructure Grant funding of received year to date amounted to R6.090m. Energy efficiency and demand side management grant received year to date R4m and the EPWP grant received year to date R400 000.

Spending on Grants

Spending on grants amounts to R43.467m for the year to date ended January 2016 which includes Equitable Share, FMG, MSIG, EPWP, RBIG and MIG.

Implementation of Supply Chain Management Policy:

Six monthly report ended 31 January 2016 on deviations within 10 working days in terms of SCM Regulation 36(2):

JANUARY 2016 DEVIATION CERTIFICATES					
DATE	SUPPLIER'NAME	DESCRIPTION DEPT	AMOUNT	ORDER NO	DEV NO
05/01/2016	Babcock Internat group	Repairs :BSF241NC	34 400.61	17126	1097
11/01/2016	Komatsu Southern Africa	Repairs: BSF214NC	22 329.39	17254	1916
12/01/2016	Barlows Equipment	Repairs: BSF237NC	14 743.26	17255	1917
18/01/2016	Route Management	Repairs: BSF215NC	28 272.00	17267	1918
20/01/2016	Barlows Equipment	Repairs: D5 Caterpillar dozer	17 665.35	17273	1919
22/01/2016	Merpak(PTY)Ltd	Finance: Envelopes exist machine	21 702.86	16743	1920
22/01/2016	Incleodon A Div DPI Plastics	Water network:Material	26 883.00	16884	1921
28/01/2016	De wits Installers	Instal: Airconditioner	10 647.60	17155	1922
			176 644.07		

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

Month	AMOUNT
July	Nil
August	R249 660.00
September	R166 371.03
October	R345 123.00
November	R117 600.00
December	None
January	None

TENDERS AWARDED FOR THE FIRST SIX MONTHS: 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 1/8/2015 Upgrading 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
January 2016	None				

Material variances

The table below summarises variances for projected revenue and expenditure.

NC072 Umsobomvu - Supporting Table SC1 Material variance explanations - M07 January

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Revenue By Source			
Property rates	663	Annual property rates are levied in July for the whole financial year.	The variance will decrease as monthly property rates are levied
Property rates - penalties & collection charges	17	Some of the annual rates payers have not settled their accounts.	Credit control is being implemented in order to make follow ups.
Service charges - electricity revenue	(4 105)	This is due to consumers tampering with meters.	Meters are being inspected and changed where necessary.
Service charges - water revenue	1 749	There was another error on one of the consumers accounts.	This will be corrected in February 2016.
Service charges - sanitation revenue	138		
Service charges - refuse revenue	13		
Service charges - other	-		
Rental of facilities and equipment	(8)		
Interest earned - external investments	(12)		
Interest earned - outstanding debtors	155	There has been a decrease in collection rate.	We have filled the vacancies that resulted in the increase in collection rate
Dividends received	-		
Fines	1 674	Effective traffic services	Will be adjusted during adjustment budget.
Licences and permits	886	More booking for learner's and driving licences.	Will be adjusted during adjustment budget.
Agency services	-		
Transfers recognised - operational	7 504		
Other revenue	(2 169)		
Gains on disposal of PPE	-		
Expenditure By Type			
Employee related costs	(2 690)	There are still few vacancies.	This will improve as soon as we have filled the vacancies.
Remuneration of councillors	(17)		
Debt impairment	(137)		
Depreciation & asset impairment	(6)		
Finance charges	(2)		
Bulk purchases	(1 050)		
Other materials	-		
Contracted services	-		
Transfers and grants	(2 196)		
Other expenditure	1 170		
Loss on disposal of PPE	(1)		
Capital Expenditure			
Governance and administration			
Executive and council	-		
Budget and treasury office	-		
Corporate services	-		
Community and public safety			
Community and social services	-		
Sport and recreation	-		
Public safety	-		
Housing	-		
Health	(2)		
Economic and environmental services			
Planning and development	(2)		
Road transport	-		
Environmental protection	6 469		
Trading services			
Electricity	6 472		
Water	0		
Waste water management	-		
Waste management	-		
Other	6 467		
Financial Position			
Cash Flow			
Measureable performance			
Municipal Entities			

Performance in relation to SDBIP targets

Comprehensive Quarterly report will be tabled in Council.

Remedial or corrective steps

Remedial or corrective steps are required as stated in the table above.

In-year budget statement tables

Table C1: s71 Monthly Budget Statement Summary

NC072 Umsobomvu - Table C1 Monthly Budget Statement Summary - M07 January

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	-	574	5 519	4 839	680	14%	8 295
Service charges	49 213	58 979	-	(3 208)	32 198	34 404	(2 206)	-6%	58 979
Investment revenue	532	422	-	56	235	246	(12)	-5%	422
Transfers recognised - operational	35 708	39 356	-	771	30 462	22 958	7 504	33%	39 356
Other own revenue	16 573	10 477	-	1 057	6 650	6 112	539	9%	10 477
Total Revenue (excluding capital transfers and contributions)	110 547	117 530	-	(750)	75 064	68 559	6 505	9%	117 530
Employee costs	34 412	40 680	-	3 137	21 040	23 730	(2 690)	-11%	40 680
Remuneration of Councillors	2 996	3 092	-	323	1 786	1 804	(17)	-1%	3 092
Depreciation & asset impairment	28 622	23 844	-	1 986	13 903	13 909	(6)	-0%	23 844
Finance charges	384	310	-	24	179	181	(2)	-1%	310
Materials and bulk purchases	18 731	21 284	-	1 535	11 365	12 416	(1 050)	-8%	21 284
Transfers and grants	-	8 967	-	760	3 035	5 231	(2 196)	-42%	8 967
Other expenditure	44 165	37 134	-	2 698	22 663	21 631	1 032	5%	37 134
Total Expenditure	129 310	135 310	-	10 463	73 971	78 901	(4 929)	-6%	135 310
Surplus/(Deficit)	(18 763)	(17 781)	-	(11 213)	1 093	(10 342)	11 434	-111%	(17 781)
Transfers recognised - capital	38 236	56 126	-	-	-	32 740	(32 740)	-100%	56 126
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	19 473	38 345	-	(11 213)	1 093	22 399	(21 306)	-95%	38 345
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	19 473	38 345	-	(11 213)	1 093	22 399	(21 306)	-95%	38 345
Capital expenditure & funds sources									
Capital expenditure	46 841	57 273	-	9 577	28 717	22 250	6 467	29%	57 273
Capital transfers recognised	46 741	55 563	-	9 577	28 717	22 250	6 467	29%	55 563
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	100	1 710	-	-	-	-	-	-	1 710
Total sources of capital funds	46 841	57 273	-	9 577	28 717	22 250	6 467	29%	57 273
Financial position									
Total current assets	69 265	54 737	-	-	58 539	-	-	-	54 737
Total non current assets	515 047	597 522	-	-	530 594	-	-	-	597 522
Total current liabilities	36 329	800	-	-	38 793	-	-	-	800
Total non current liabilities	26 188	22 453	-	-	27 467	-	-	-	22 453
Community wealth/Equity	521 795	629 006	-	-	522 873	-	-	-	629 006
Cash flows									
Net cash from (used) operating	50 371	58 818	-	(1 416)	34 766	30 100	(4 665)	-15%	38 833
Net cash from (used) investing	(39 289)	(50 007)	-	(9 577)	(28 468)	(25 003)	3 464	-14%	(39 289)
Net cash from (used) financing	(1 043)	(670)	-	(77)	(1 328)	(335)	993	-297%	(286)
Cash/cash equivalents at the month/year end	29 985	17 452	-	(11 071)	23 418	4 762	(18 656)	-392%	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	4 110	2 791	2 529	2 351	86 931	-	-	-	98 712
Creditors Age Analysis									
Total Creditors	2 059	-	-	-	-	-	-	-	2 059

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

NC072 Umsobomvu - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M07 January

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	50 600	659	34 935	29 517	5 419	18%	50 600
Executive and council	32 382	34 931	34 931	–	26 199	20 376	5 823	29%	34 931
Budget and treasury office	15 124	15 649	15 649	658	8 730	9 129	(398)	-4%	15 649
Corporate services	12	20	20	0	6	12	(6)	-47%	20
<i>Community and public safety</i>	13 637	6 087	6 087	1 594	6 688	3 551	3 138	88%	6 087
Community and social services	5 802	2 834	2 834	868	2 221	1 653	568	34%	2 834
Sport and recreation	–	–	–	–	–	–	–	–	–
Public safety	7 429	3 253	3 253	726	4 468	1 898	2 570	135%	3 253
Housing	406	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>	7 719	1 060	1 060	1	52	618	(567)	-92%	1 060
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	7 719	1 060	1 060	1	52	618	(567)	-92%	1 060
Environmental protection	–	–	–	–	–	–	–	–	–
<i>Trading services</i>	79 910	115 909	115 909	(3 004)	33 388	67 613	(34 225)	-51%	115 909
Electricity	25 025	38 927	38 927	2 634	14 423	22 707	(8 284)	-36%	38 927
Water	39 977	51 252	51 252	(6 951)	9 901	29 897	(19 996)	-67%	51 252
Waste water management	8 599	19 209	19 209	754	5 185	11 205	(6 020)	-54%	19 209
Waste management	6 309	6 521	6 521	559	3 880	3 804	76	2%	6 521
<i>Other</i>	–	–	–	–	–	–	–	–	–
Total Revenue - Standard	148 783	173 656	173 656	(750)	75 064	101 299	(26 235)	-26%	173 656
Expenditure - Standard									
<i>Governance and administration</i>	36 815	46 319	46 319	2 921	22 855	27 019	(4 164)	-15%	46 319
Executive and council	17 470	20 464	20 464	1 422	9 940	11 937	(1 997)	-17%	20 464
Budget and treasury office	13 658	20 270	20 270	918	9 081	11 824	(2 744)	-23%	20 270
Corporate services	5 687	5 584	5 584	581	3 834	3 258	577	18%	5 584
<i>Community and public safety</i>	13 963	13 414	13 414	1 006	7 423	7 825	(402)	-5%	13 414
Community and social services	5 486	5 872	5 872	509	3 037	3 425	(388)	-11%	5 872
Sport and recreation	925	2 745	2 745	75	510	1 601	(1 092)	-68%	2 745
Public safety	7 034	4 135	4 135	380	3 542	2 412	1 130	47%	4 135
Housing	518	661	661	41	334	386	(52)	-14%	661
Health	–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>	16 286	11 080	11 080	994	6 503	6 463	40	1%	11 080
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	16 286	11 080	11 080	994	6 503	6 463	40	1%	11 080
Environmental protection	–	–	–	–	–	–	–	–	–
<i>Trading services</i>	62 245	64 446	64 446	5 542	37 190	37 594	(403)	-1%	64 446
Electricity	23 576	27 466	27 466	2 124	15 138	16 022	(884)	-6%	27 466
Water	23 604	22 094	22 094	2 297	14 259	12 888	1 371	11%	22 094
Waste water management	8 935	9 814	9 814	675	4 770	5 725	(955)	-17%	9 814
Waste management	6 130	5 073	5 073	446	3 023	2 959	64	2%	5 073
<i>Other</i>	–	–	–	–	–	–	–	–	–
Total Expenditure - Standard	129 310	135 258	135 258	10 463	73 971	78 901	(4 929)	-6%	135 258
Surplus/ (Deficit) for the year	19 473	38 398	38 398	(11 213)	1 093	22 399	(21 306)	-95%	38 398

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) - M07 January

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	-	-	26 199	20 376	5 823	28.6%	34 931
Vote 2 - FINANCE & ADMIN	15 135	15 669	-	659	8 736	9 140	(404)	-4.4%	16 790
Vote 3 - COMMUNITY SERVICES	13 637	6 087	-	1 594	6 688	3 551	3 138	88.4%	4 966
Vote 4 - TECHNICAL SERVICES	87 629	116 969	-	(3 002)	33 440	68 232	(34 792)	-51.0%	116 969
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	148 783	173 656	-	(750)	75 064	101 299	(26 235)	-25.9%	173 656
Expenditure by Vote									
Vote 1 - EXECUTIVE & COUNCIL	17 470	20 464	-	1 422	9 940	11 937	(1 997)	-16.7%	20 464
Vote 2 - FINANCE & ADMIN	19 345	25 855	-	1 499	12 915	15 082	(2 167)	-14.4%	27 894
Vote 3 - COMMUNITY SERVICES	13 963	13 414	-	1 006	7 423	7 825	(402)	-5.1%	11 375
Vote 4 - TECHNICAL SERVICES	78 531	75 526	-	6 536	43 693	44 057	(363)	-0.8%	75 526
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	129 310	135 258	-	10 463	73 971	78 901	(4 929)	-6.2%	135 258
Surplus/ (Deficit) for the year	19 473	38 398	-	(11 214)	1 093	22 399	(21 306)	-95.1%	38 398

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) - M07 January

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		553	5 398	4 735	663	14%	8 117
Property rates - penalties & collection charges	208	179		21	121	104	17	16%	179
Service charges - electricity revenue	23 163	31 276		2 587	14 139	18 244	(4 105)	-23%	31 276
Service charges - water revenue	12 260	13 110		(7 040)	9 396	7 648	1 749	23%	13 110
Service charges - sanitation revenue	7 816	8 259		714	4 956	4 818	138	3%	8 259
Service charges - refuse revenue	5 974	6 333		530	3 707	3 694	13	0%	6 333
Service charges - other	-	-		-	-	-	-	-	-
Rental of facilities and equipment	1 046	1 103		89	635	643	(8)	-1%	1 103
Interest earned - external investments	532	422		56	235	246	(12)	-5%	422
Interest earned - outstanding debtors	1 980	1 806		208	1 209	1 054	155	15%	1 806
Dividends received	-	-		-	-	-	-	-	-
Fines	4 685	2 521		623	3 145	1 471	1 674	114%	2 521
Licences and permits	2 774	757		103	1 327	442	886	201%	757
Agency services	-	-		-	-	-	-	-	-
Transfers recognised - operational	35 708	39 356		771	30 462	22 958	7 504	33%	39 356
Other revenue	6 089	4 290		34	334	2 503	(2 169)	-87%	4 290
Gains on disposal of PPE	-	-		-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	110 547	117 530	-	(750)	75 064	68 559	6 505	9%	117 530
Expenditure By Type									
Employee related costs	34 412	40 680		3 137	21 040	23 730	(2 690)	-11%	40 680
Remuneration of councillors	2 996	3 092		323	1 786	1 804	(17)	-1%	3 092
Debt impairment	3 786	5 458		435	3 047	3 184	(137)	-4%	5 458
Depreciation & asset impairment	28 622	23 844		1 986	13 903	13 909	(6)	0%	23 844
Finance charges	384	310		24	179	181	(2)	-1%	310
Bulk purchases	18 731	21 284		1 535	11 365	12 416	(1 050)	-8%	21 284
Other materials	-	-		-	-	-	-	-	-
Contracted services	-	-		-	-	-	-	-	-
Transfers and grants	-	8 967		760	3 035	5 231	(2 196)	-42%	8 967
Other expenditure	40 263	31 674		2 263	19 617	18 446	1 170	6%	31 674
Loss on disposal of PPE	115	1		-	-	1	(1)	-100%	1
Total Expenditure	129 310	135 310	-	10 463	73 971	78 901	(4 929)	-6%	135 310
Surplus/(Deficit)	(18 763)	(17 781)	-	(11 213)	1 093	(10 342)	11 434	(0)	(17 781)
Transfers recognised - capital	38 236	56 126		-	-	32 740	(32 740)	(0)	56 126
Contributions recognised - capital	-	-		-	-	-	-	-	-
Contributed assets	-	-		-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	19 473	38 345	-	(11 213)	1 093	22 399			38 345
Taxation	-	-		-	-	-	-	-	-
Surplus/(Deficit) after taxation	19 473	38 345	-	(11 213)	1 093	22 399			38 345
Attributable to minorities	-	-		-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	19 473	38 345	-	(11 213)	1 093	22 399			38 345
Share of surplus/ (deficit) of associate	-	-		-	-	-	-	-	-
Surplus/ (Deficit) for the year	19 473	38 345	-	(11 213)	1 093	22 399			38 345

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 9% above the YTD budget and current expenditure is 6% 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) - M07
January

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	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-
Single Year expenditure appropriation									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN	100	1 710	-	-	-	-	-	-	1 710
Vote 3 - COMMUNITY SERVICES	-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES	8 141	55 563	-	9 577	28 717	22 250	6 467	29%	55 563
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	57 273	-	9 577	28 717	22 250	6 467	29%	57 273
Total Capital Expenditure	46 841	57 273	-	9 577	28 717	22 250	6 467	29%	57 273
Capital Expenditure - Standard Classification									
Governance and administration	100	1 710	-	-	-	-	-	-	1 710
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	100	1 550	-	-	-	-	-	-	1 550
Corporate services	-	160	-	-	-	-	-	-	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	-	97	983	985	(2)	0%	1 000
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	6 641	1 000	-	97	983	985	(2)	0%	1 000
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	35 100	54 563	-	9 480	27 734	21 265	6 469	30%	54 563
Electricity	1 500	7 000	-	-	21	25	(4)	-14%	7 000
Water	33 600	36 872	-	9 480	27 142	20 670	6 472	31%	36 872
Waste water management	-	10 691	-	-	570	570	0	0%	10 691
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	46 841	57 273	-	9 577	28 717	22 250	6 467	29%	57 273
Funded by:									
National Government	46 741	55 563	-	9 577	28 717	22 250	6 467	29%	55 563
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	46 741	55 563	-	9 577	28 717	22 250	6 467	29%	55 563
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	100	1 710	-	-	-	-	-	-	1 710
Total Capital Funding	46 841	57 273	-	9 577	28 717	22 250	6 467	29%	57 273

Capital expenditure is 29% more than YTD budget at January 2016.

Table C6: Monthly Budget Statement - Financial Position

NC072 Umsobomvu - Table C6 Monthly Budget Statement - Financial Position - M07 January

Description	2014/15	Budget Year 2015/16			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	12 505	20 040		17 316	20 040
Call investment deposits	5 943	6 000		6 101	6 000
Consumer debtors	43 345	28 697		57 217	28 697
Other debtors	7 078			(22 490)	-
Current portion of long-term receivables	-			(0)	-
Inventory	394		-	394	-
Total current assets	69 265	54 737	-	58 539	54 737
Non current assets					
Long-term receivables	-			-	-
Investments	-			-	-
Investment property	2 061	1 655		2 061	1 655
Investments in Associate	-			-	-
Property, plant and equipment	512 927	594 317		528 469	594 317
Agricultural	-			-	-
Biological assets	-			-	-
Intangible assets	59	1 550		64	1 550
Other non-current assets	-			-	-
Total non current assets	515 047	597 522	-	530 594	597 522
TOTAL ASSETS	584 312	652 259	-	589 133	652 259
LIABILITIES					
Current liabilities					
Bank overdraft	-			-	-
Borrowing	911	800		-	800
Consumer deposits	742			758	-
Trade and other payables	33 735	-		38 035	-
Provisions	941			-	-
Total current liabilities	36 329	800	-	38 793	800
Non current liabilities					
Borrowing	2 279	2 857		2 617	2 857
Provisions	23 909	19 596		24 850	19 596
Total non current liabilities	26 188	22 453	-	27 467	22 453
TOTAL LIABILITIES	62 517	23 253	-	66 260	23 253
NET ASSETS	521 795	629 006	-	522 873	629 006
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	521 795	629 006		522 873	629 006
Reserves	-	-		-	-
TOTAL COMMUNITY WEALTH/EQUITY	521 795	629 006	-	522 873	629 006

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 - M07 January

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		416	3 810	4 839	(1 028)	-21%	6 358
Service charges	40 814	50 096		3 158	22 179	25 048	(2 869)	-11%	33 237
Other revenue	5 327	8 671		1 540	15 068	4 336	10 732	248%	16 151
Government - operating	36 664	39 919		771	30 462	19 959	10 502	53%	34 314
Government - capital	46 841	55 563		-	43 195	27 782	15 413	55%	38 942
Interest	5 289	2 228		56	235	1 114	(880)	-79%	2 512
Dividends		-			-	-	-		-
Payments									
Suppliers and employees	(92 298)	(96 678)		(6 573)	(76 209)	(48 339)	27 870	-58%	(91 962)
Finance charges	(384)	(310)		(24)	(179)	(155)	24	-16%	(384)
Transfers and Grants		(8 967)		(760)	(3 794)	(4 483)	(689)	15%	(336)
NET CASH FROM/(USED) OPERATING ACTIVITIES	50 371	58 818	-	(1 416)	34 766	30 100	(4 665)	-15%	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)		(9 577)	(28 468)	(25 003)	3 464	-14%	(39 289)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(39 289)	(50 007)	-	(9 577)	(28 468)	(25 003)	3 464	-14%	(39 289)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-		-	-	-	-		-
Borrowing long term/refinancing	-	-		-	-	-	-		(1 043)
Increase (decrease) in consumer deposits	-	130		6	47	65	(18)	-27%	-
Payments									
	(1 043)	(800)		(84)	(1 376)	(400)	976	-244%	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	(1 043)	(670)	-	(77)	(1 328)	(335)	993	-297%	(286)
NET INCREASE/ (DECREASE) IN CASH HELD	10 038	8 141	-	(11 071)	4 970	4 762			2 124 429
Cash/cash equivalents at beginning:	19 947	9 310		-	18 448	-			18 448
Cash/cash equivalents at month/year end:	29 985	17 452		(11 071)	23 418	4 762			2 142 877

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R23.418 million.

The municipality started the year with a positive cashbook balance of R18.448 million. The December closing balance is R23.418 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 - M07 January

Description	NT Code	Budget Year 2015/16								Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to 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			
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200	842	1 166	1 165	1 061	32 319				36 553	33 380	15 456
Trade and Other Receivables from Exchange Transactions - Electricity	1300	2 217	485	298	284	3 386				6 669	3 669	2 172
Receivables from Non-exchange Transactions - Property Rates	1400	309	241	211	193	6 922				7 876	7 115	3 042
Receivables from Exchange Transactions - Waste Water Management	1500	546	473	439	409	14 950				16 817	15 359	7 785
Receivables from Exchange Transactions - Waste Management	1600	215	349	336	326	19 107				20 334	19 434	9 452
Receivables from Exchange Transactions - Property Rental Debtors	1700	(11)	77	79	77	3 062				3 284	3 139	420
Interest on Arrear Debtor Accounts	1810	-	-	-	-	7 173				7 173	7 173	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-				-	-	
Other	1900	(8)	0	-	-	13				5	13	
Total By Income Source	2000	4 110	2 791	2 529	2 351	86 931	-	-	-	98 712	89 282	38 326
2014/15 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	2200	348	349	297	229	1 533				2 755	1 761	
Commercial	2300	2 161	651	531	493	4 553				8 389	5 046	
Households	2400	1 601	1 791	1 700	1 629	80 846				87 567	82 475	38 326
Other	2500	-	-	-	-	-				-	-	
Total By Customer Group	2600	4 110	2 791	2 529	2 351	86 931	-	-	-	98 712	89 282	38 326

The increased debtors results primarily from the year-on-year increase in billings from increased tariffs at the start of the new financial year. However the outstanding debtors for the month of January 2016 decreased as to the month of December 2016 due to the correction on billing of December 2015.

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%

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

Creditors' analysis

Supporting Table SC4

NC072 Umsobomvu - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

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	1 805								1 805
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	254								254
Total By Customer Type	1000	2 059	-	-	-	-	-	-	-	2 059

Supporting Table SC4 reflects current creditors at the end of January 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 - M07 January

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
Municipality								
CAPITAL REPLACEMENT 1	Call	Notice	Call	-	0.0%	84	-	84
HOUSING DEVELOPMENT	Call	Notice	Call	-	0.0%	151	-	151
HOUSING DEVELOPMENT	Call	Notice	Call			24	-	24
CAPITAL REPLACEMENT 4	3 Months	Notice	3 Months			124	-	124
CAPITAL REPLACEMENT	Call	Notice	Call			11	-	11
CAPITAL REPLACEMENT 5	Call	Notice	Call			394	-	394
20-7482-3674	Call	Notice	Call			5 279	-	5 279
Municipality sub-total				-		6 068	-	6 068
TOTAL INVESTMENTS AND INTEREST				-		6 068	-	6 068

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 - M07 January

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	-	-	28 939	28 939	-		38 234
Equitable share	32 382	34 931			26 199	26 199	-		34 931
FINANCE MANAGEMENT	1 800	1 800			1 800	1 800	-		1 800
MSIG	934	940			940	940			940
MIG ADMIN - PMU	557	563			-	-			563
Energy Efficiency and Demand Management		-					-		-
SUBSIDY STATE							-		-
Other transfers and grants [insert description]							-		-
Provincial Government:	991	1 685	-	771	1 542	1 542	-		1 685
DEPT ART & CULTURE (LIBRARY)	991	1 685		771	1 542	1 542	-		1 685
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	-	771	30 481	30 481	-		39 919
Capital Transfers and Grants									
National Government:	43 091	55 563	-	-	10 490	10 490	-		55 563
RBIG - DWAF	30 000	36 872			-	-	-		36 872
HOUSING PROJECTS		-							-
EEDG	-	7 000			4 000	4 000			7 000
MIG - CAPITAL	10 591	10 691			6 090	6 090			10 691
INEP	1 500	-			-	-			-
EPWP	1 000	1 000			400	400			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	-	-	10 490	10 490	-		55 563
TOTAL RECEIPTS OF TRANSFERS & GRANTS	79 755	95 482	-	771	40 971	40 971	-		95 482

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 - M07 January

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	-	732	5 968	6 135	115	1.9%	38 234
Equitable share	32 382	34 931		684	4 064	4 483	(419)	-9.4%	34 931
FINANCE MANAGEMENT	1 800	1 800		47	1 265	900	365	40.6%	1 800
MSIG	934	940		-	639	470	169	35.9%	940
MIG ADMIN - PMU	557	563		-	-	281			563
Energy Efficiency and Demand Management		-							-
SUBSIDY STATE									-
Other transfers and grants [insert description]									-
Provincial Government:	992	1 685	-	20	297	767	(470)	-61.2%	1 685
DEPT ART & CULTURE (LIBRARY)	992	1 685		20	297	767	(470)	-61.2%	1 685
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:	36 665	39 919	-	752	6 265	6 902	(355)	-5.1%	39 919
Capital expenditure of Transfers and Grants									
National Government:	43 091	55 563	-	9 548	30 258	26 952	9 979	37.0%	55 563
RBIG - DWAF	30 000	36 872		9 480	27 142	17 606	9 536	54.2%	36 872
HOUSING PROJECTS		-							-
EEDG	-	7 000				3 500			7 000
MIG - CAPITAL	10 591	10 691			2 173	5 346			10 691
INEP	1 500	-							-
EPWP	1 000	1 000		69	943	500	443	88.6%	1 000
Provincial Government:	-	-	-	-	-	-	-	-	-
DISASTER	-	-	-						-
DEPT OF SAFETY	-	-	-						-
EPWP	-	-	-						-
District Municipality:	-	-	-	-	-	-	-	-	-
	-	-	-						-
	-	-	-						-
Other grant providers:	-	-	-	-	-	-	-	-	-
Kgotso Pula Nala	-	-	-						-
Total capital expenditure of Transfers and Grants	43 091	55 563	-	9 548	30 258	26 952	9 979	37.0%	55 563
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	79 756	95 482	-	10 300	36 523	33 853	9 624	28.4%	95 482

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 - M07 January

Description	Budget Year 2015/16				
	Approved Rollover 2014/15	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
EXPENDITURE					
<u>Operating expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Equitable share				-	
FINANCE MANAGEMENT				-	
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	-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>					
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	6 944	-	6 944	-	

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 done we are only waiting for the final report before payment.

Expenditure on councillor allowances and employee benefits

Supporting Table SC8

NC072 Umsobomvu - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January

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	3 092	292	1 566	1 804	(237)	-13%	3 092
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	224	-	-	14	98	-	98	#DIV/0!	-
Cellphone Allowance	209	-	-	17	122	-	122	#DIV/0!	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
Sub Total - Councillors	2 996	3 092	3 092	323	1 786	1 804	(17)	-1%	3 092
% increase		3.2%	3.2%						3.2%
Senior Managers of the Municipality									
Basic Salaries and Wages	3 084	2 850	-	238	1 663	1 663	0	0%	2 850
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	348	336	-	-	-	-	-	-	336
Motor Vehicle Allowance	556	513	-	38	267	255	11	4%	513
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	12	13	-	5	32	7	25	340%	13
Other benefits and allowances	-	-	-	-	-	-	-	-	-
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	4 000	3 712	-	281	1 961	1 925	36	2%	3 712
% increase		-7.2%							-7.2%
Other Municipal Staff									
Basic Salaries and Wages	22 868	27 361	-	2 042	14 146	15 604	(1 459)	-9%	27 361
Pension and UIF Contributions	4 088	4 770	-	355	2 457	2 610	(153)	-6%	4 770
Medical Aid Contributions	828	847	-	65	419	522	(103)	-20%	847
Overtime	1 217	1 050	-	167	791	613	178	29%	1 050
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	537	577	-	48	309	337	(28)	-8%	577
Payments in lieu of leave	5 204	1 970	-	180	949	1 149	(200)	-17%	1 970
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	341	341	-	-	-	117	(117)	-100%	341
Sub Total - Other Municipal Staff	35 084	36 916	-	2 856	19 070	20 951	(1 881)	-9%	36 916
% increase		5.2%							5.2%
Total Parent Municipality	42 080	43 719	3 092	3 460	22 818	24 680	(1 862)	-8%	43 719
Unpaid salary, allowances & benefits in arrears:									
TOTAL SALARY, ALLOWANCES & BENEFITS	42 080	43 719	3 092	3 460	22 818	24 680	(1 862)	-8%	43 719
% increase		3.9%	-92.7%						3.9%
TOTAL MANAGERS AND STAFF	39 084	40 628	-	3 137	21 031	22 876	(1 845)	-8%	40 628

SDBIP

The results of the Comprehensive Quarterly report will be tabled in Council.

Financial Performance

Supporting Table SC2

NC072 Umsobomvu - Supporting Table SC2 Monthly Budget Statement - performance indicators - M07 January

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%	0.0%	0.2%	2.5%
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	7.1%	0.6%	0.0%	7.8%	0.6%
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	190.7%	6841.0%	0.0%	150.9%	6841.0%
Liquidity Ratio	Monetary Assets/Current Liabilities	50.8%	3254.5%	0.0%	60.4%	3254.5%
<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	45.6%	24.4%	0.0%	46.3%	24.4%
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				16.0%	
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source				43.0%	
Employee costs	Employee costs/Total Revenue - capital revenue	31.1%	34.6%	0.0%	28.0%	34.6%
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	26.2%	20.6%	0.0%	0.2%	2.9%
<u>IDP regulation financial viability indicators</u>						
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					
Monetary assets		18 448	26 040		23 418	26 040
Total Revenue (excluding capital transfers and contributions)		110 547	117 530		75 064	117 530
Transfers recognised - operational		35 708	39 356		30 462	39 356
Transfers recognised - capital		38 236	56 126			56 126
Debt service payments		4 246	1 428		(1 555)	(384)
Outstanding debtors (receivables)		50 423	28 697		34 727	28 697
Annual services revenue		49 213	58 979		32 198	
Cash + investments	Including LT investments	18 448	26 040		23 418	26 040
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 - M07 January

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	1 148	1 148	3 250	2 102	64.7%	3%
August	4 733	3 167	3 167	1 288	2 435	6 417	3 981	62.0%	6%
September	4 733	3 167	3 167	2 459	4 895	9 583	4 689	48.9%	12%
October	4 733	3 167	3 167	5 488	10 383	12 750	2 367	18.6%	26%
November	4 733	3 167	3 167	3 583	13 965	15 917	1 951	12.3%	34%
December	4 733	3 167	3 167	5 174	19 140	19 083	(56)	-0.3%	47%
January	4 733	3 167	3 167	9 577	28 717	22 250	(6 467)	-29.1%	71%
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	-		
Total Capital expenditure	56 792	40 550	40 550	28 717					

Other supporting documentation

Supporting Table SC13a

NC072 Umsobomvu - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M07 January

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	41 741	55 563	-	9 577	28 717	22 250	(6 467)	-29.1%	39 000
Infrastructure - Road transport	6 641	1 000	-	97	983	985	2	0.2%	6 000
Roads, Pavements & Bridges	6 641	1 000	-	97	983	985	2	0.2%	6 000
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	1 500	7 000	-	-	21	25	4	14.3%	1 500
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	1 500	7 000	-	-	21	25	4	14.3%	1 500
Street Lighting	-	-	-	-	-	-	-	-	-
Infrastructure - Water	33 600	36 872	-	9 480	27 142	20 670	(6 472)	-31.3%	31 500
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	33 600	36 872	-	9 480	27 142	20 670	(6 472)	-31.3%	31 500
Reticulation	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation	-	10 691	-	-	570	570	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	10 691	-	-	570	570	-	-	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	5 000	-	-	-	-	-	-	-	-
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	5 000	-	-	-	-	-	-	-	-
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	85	160	-	-	-	-	-	-	-
General vehicles	-	160	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	85	-	-	-	-	-	-	-	-
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	15	1 550	-	-	-	1 550	1 550	100.0%	1 550
Computers - softw are & programming	-	-	-	-	-	-	-	-	-
Other	15	1 550	-	-	-	1 550	1 550	100.0%	1 550
Total Capital Expenditure on new assets	46 841	57 273	-	9 577	28 717	23 800	(4 917)	-20.7%	40 550
Specialised vehicles	-	-	-	-	-	-	-	-	-
Refuse	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-
Conservancy	-	-	-	-	-	-	-	-	-
Ambulances	-	-	-	-	-	-	-	-	-

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 ass	-	-	-	-	-	-	-	-	-

Supporting Table SC13c

NC072 Umsobomvu - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07

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	1 831	266	1 251	1 068	(183)	-17.2%	1 831
Infrastructure - Road transport	422	370	370	59	196	216	20	9.3%	370
Roads, Pavements & Bridges	422	370	370	59	196	216	20	9.3%	370
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	1 050	811	811	151	643	473	(170)	-36.0%	811
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	916	591	591	151	643	345	(298)	-86.6%	591
Street Lighting	134	220	220	-	-	128	128	100.0%	220
Infrastructure - Water	351	350	350	55	380	204	(176)	-86.0%	350
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	351	350	350	55	380	204	(176)	-86.0%	350
Infrastructure - Sanitation	224	300	300	-	33	175	142	81.4%	300
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	224	300	300	-	33	175	142	81.4%	300
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	9	30	30	-	6	17	12	67.7%	30
Parks & gardens	6	10	10	-	2	6	4	65.8%	10
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	3	20	20	-	4	11	8	68.6%	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	1 364	73	846	796	(51)	-6.4%	1 364
General v vehicles	686	854	854	16	589	498	(91)	-18.2%	854
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	167	298	298	11	45	174	129	74.2%	298
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	9	44	44	-	1	26	25	96.2%	44
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	955	165	165	46	211	96	(115)	-119.5%	165
Other Land	1	3	3	-	-	2	2	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	3 225	338	2 103	1 881	(222)	-11.8%	3 225

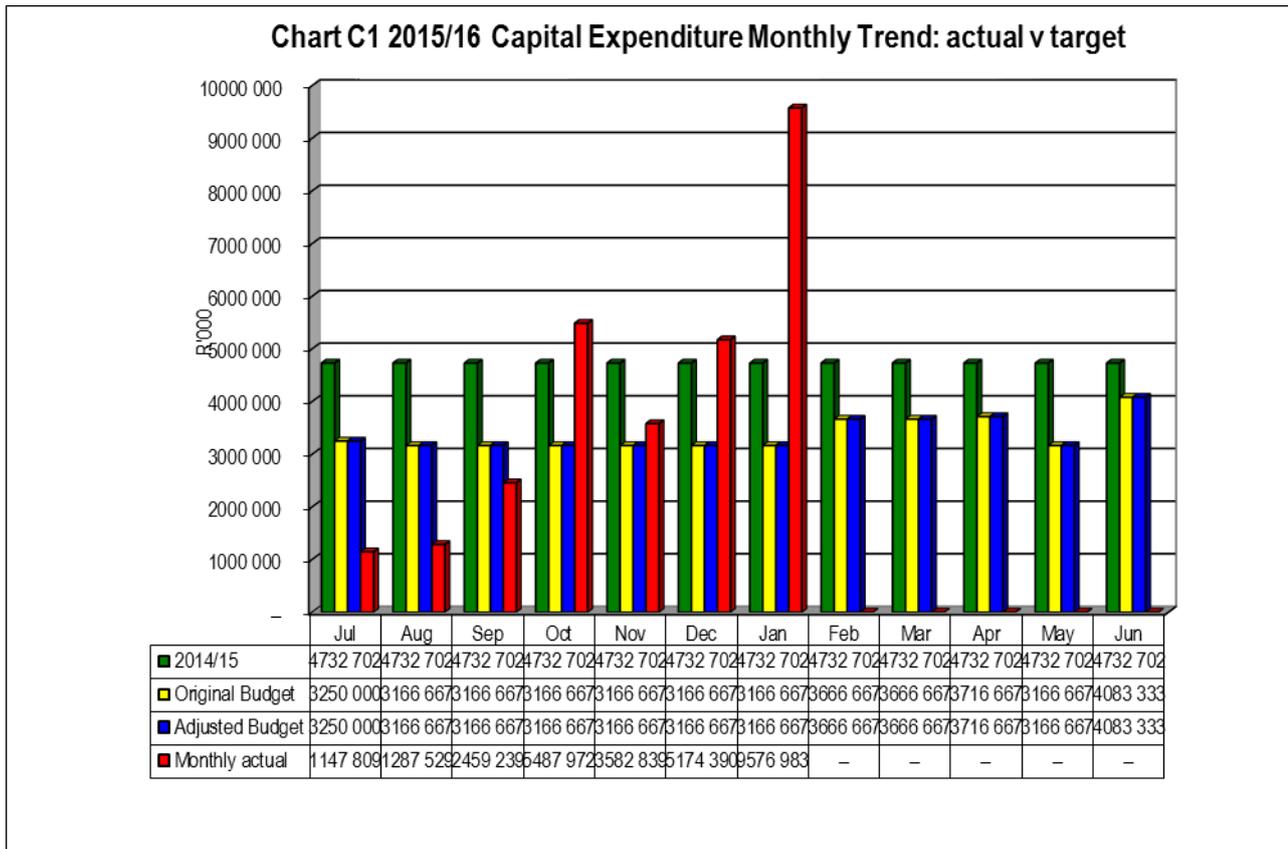
Supporting Table SC13d

NC072 Umsobomvu - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M07 January

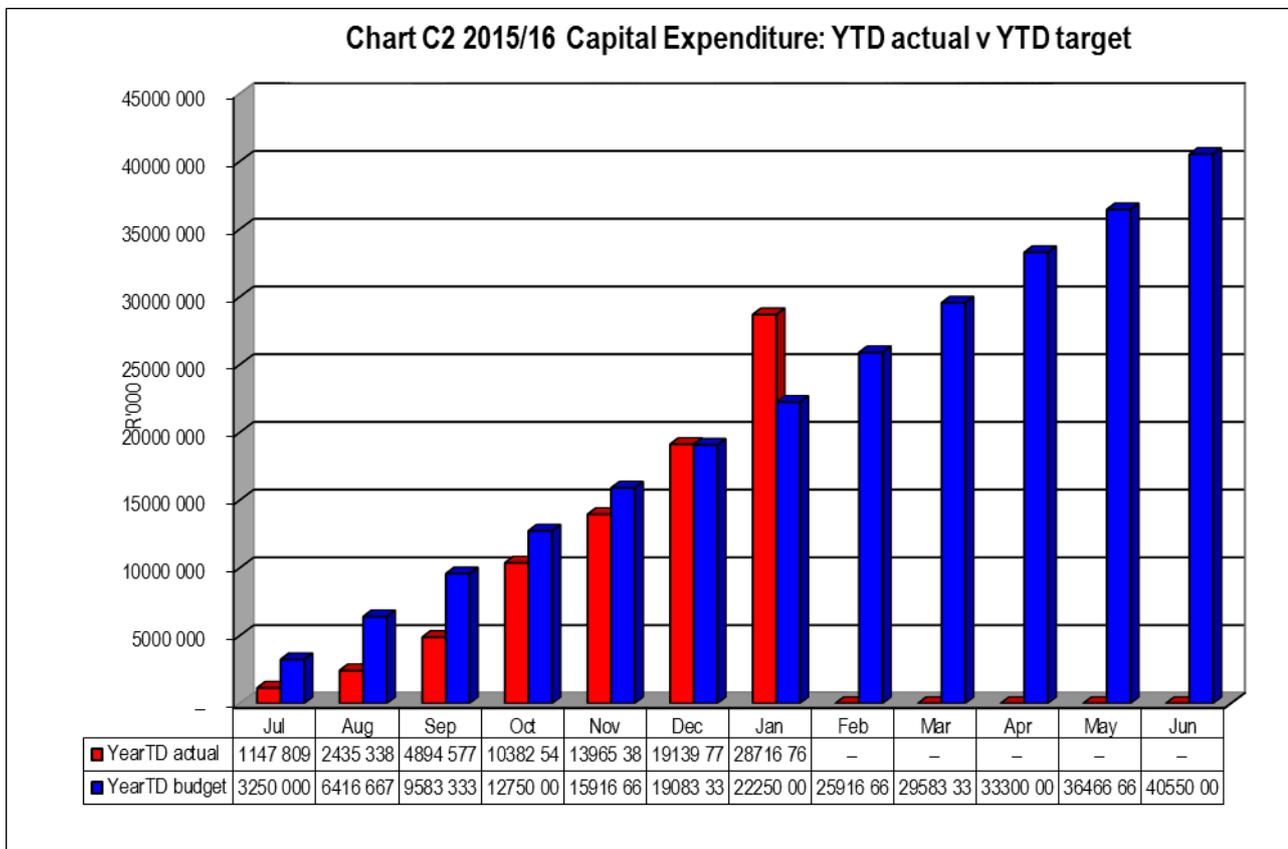
Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Depreciation by Asset Class/Sub-class									
Infrastructure	18 576	18 576	-	1 548	10 836	10 836	-		18 576
Infrastructure - Road transport	-	-	-	-	-	-	-		-
<i>Roads, Pavements & Bridges</i>									-
<i>Storm water</i>									-
Infrastructure - Electricity	2 785	2 785	-	232	1 625	1 625	-		2 785
<i>Generation</i>									-
<i>Transmission & Reticulation</i>	2 785	2 785		232	1 625	1 625	-		2 785
<i>Street Lighting</i>									-
Infrastructure - Water	12 351	12 351	-	1 029	7 205	7 205	-		12 351
<i>Dams & Reservoirs</i>									-
<i>Water purification</i>									-
<i>Reticulation</i>	12 351	12 351		1 029	7 205	7 205	-		12 351
Infrastructure - Sanitation	2 828	2 828	-	236	1 649	1 649	-		2 828
<i>Reticulation</i>	2 828	2 828		236	1 649	1 649	-		2 828
<i>Sewerage purification</i>									-
Infrastructure - Other	612	612	-	51	357	357	-		612
<i>Waste Management</i>	612	612		51	357	357	-		612
<i>Transportation</i>									-
<i>Gas</i>									-
<i>Other</i>									-
Community	2	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	2	2		0	1	1	-		2
Social rental housing									-
Other									-
Heritage assets	-	-	-	-	-	-	-		-
Buildings									-
Other									-
Investment properties	-	-	-	-	-	-	-		-
Housing development									-
Other									-
Other assets	5 256	5 265	-	439	3 072	3 072	-		5 265
General vehicles									-
Specialised vehicles	-	-	-	-	-	-	-		-
Plant & equipment									-
Computers - hardware/equipment									-
Furniture and other office equipment									-
Abattoirs									-
Markets									-
Civic Land and Buildings									-
Other Buildings	4 379	4 389		366	2 560	2 560	-		4 389
Other Land									-
Surplus Assets - (Investment or Inventory)									-
Other	877	877		73	512	512	-		877
Agricultural assets	-	-	-	-	-	-	-		-
<i>List sub-class</i>									-
Biological assets	-	-	-	-	-	-	-		-
<i>List sub-class</i>									-
Intangibles	-	-	-	-	-	-	-		-
Computers - software & programming									-
Other									-
Total Depreciation	23 834	23 844	-	1 987	13 909	13 909	-		23 844

Other supporting documentation Section 71 charts

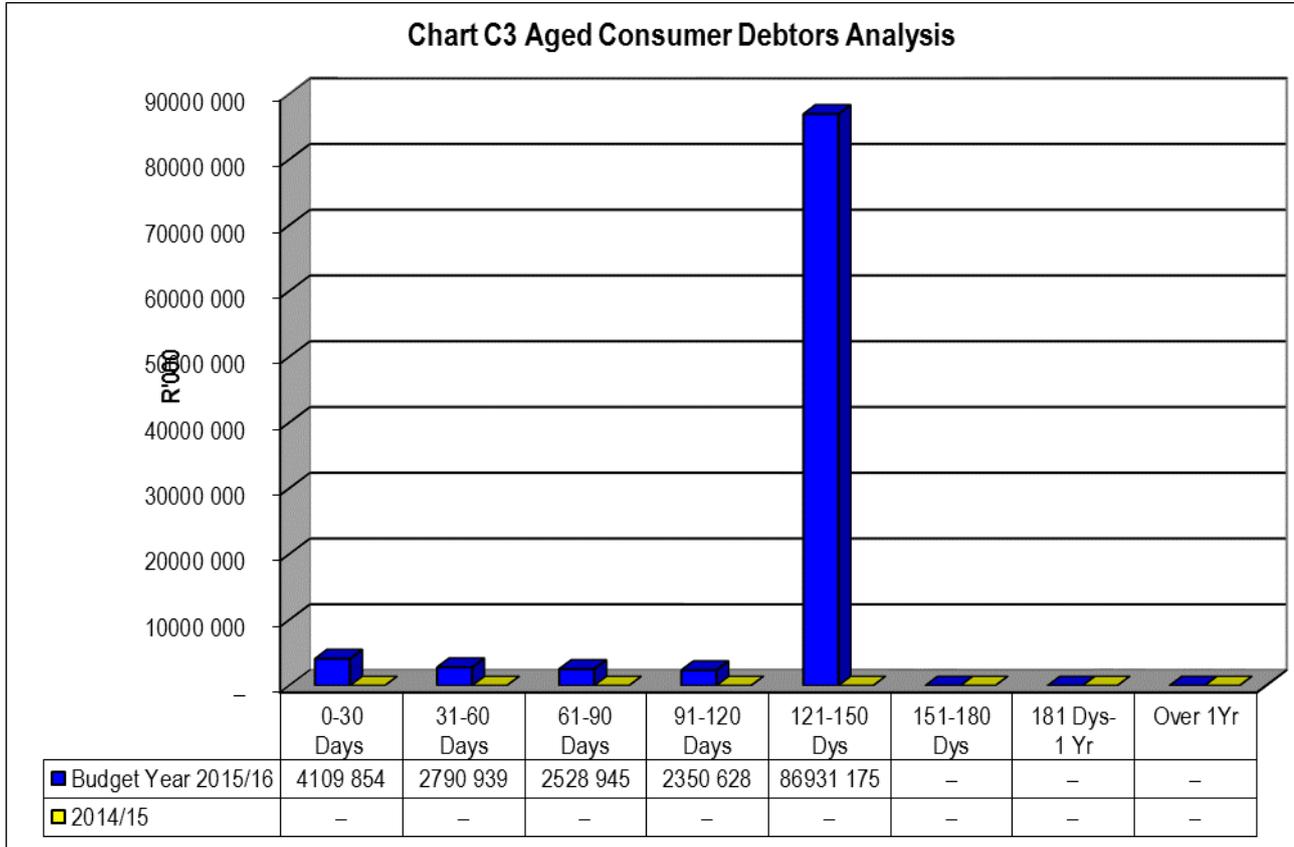
Capital expenditure monthly trend - actual vs target



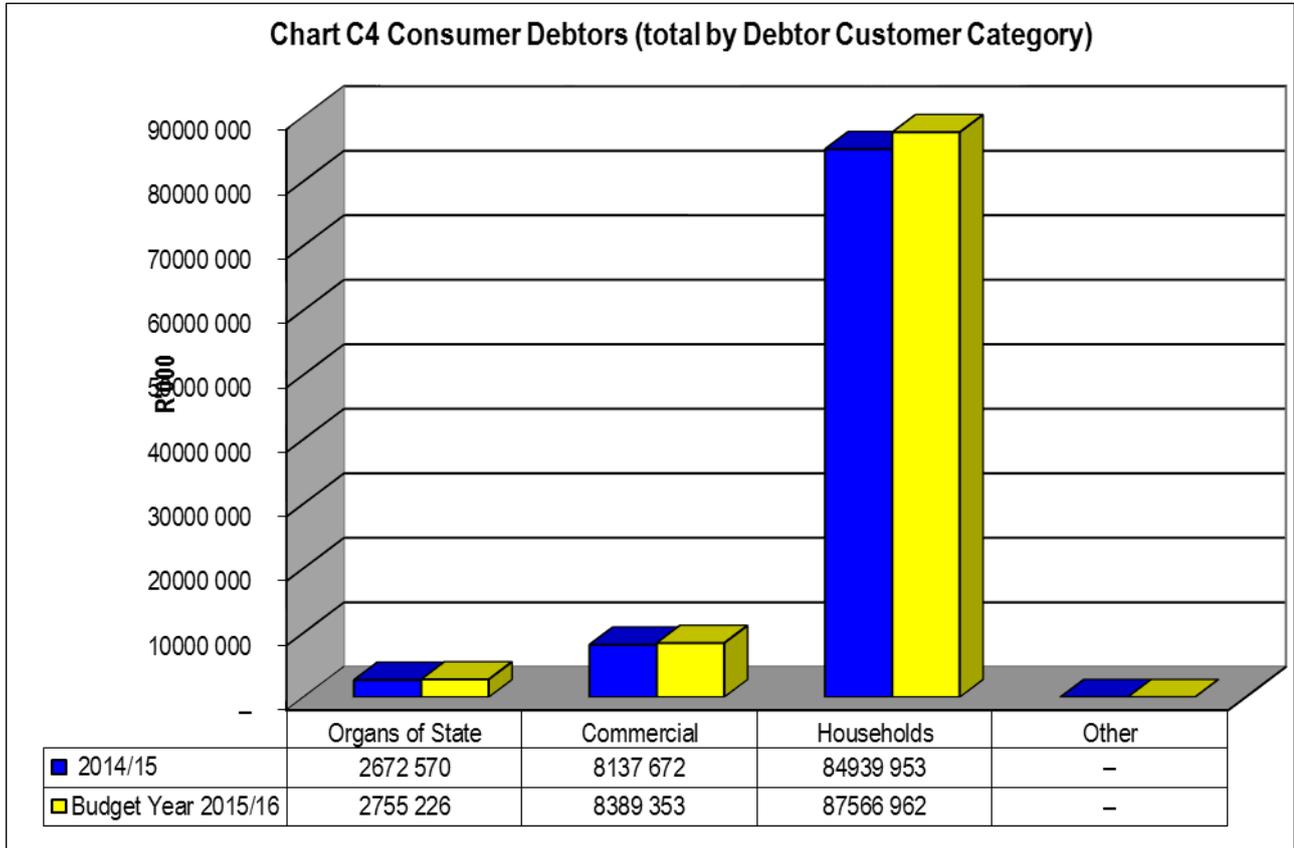
Capital expenditure – YTD actual vs YTD trend



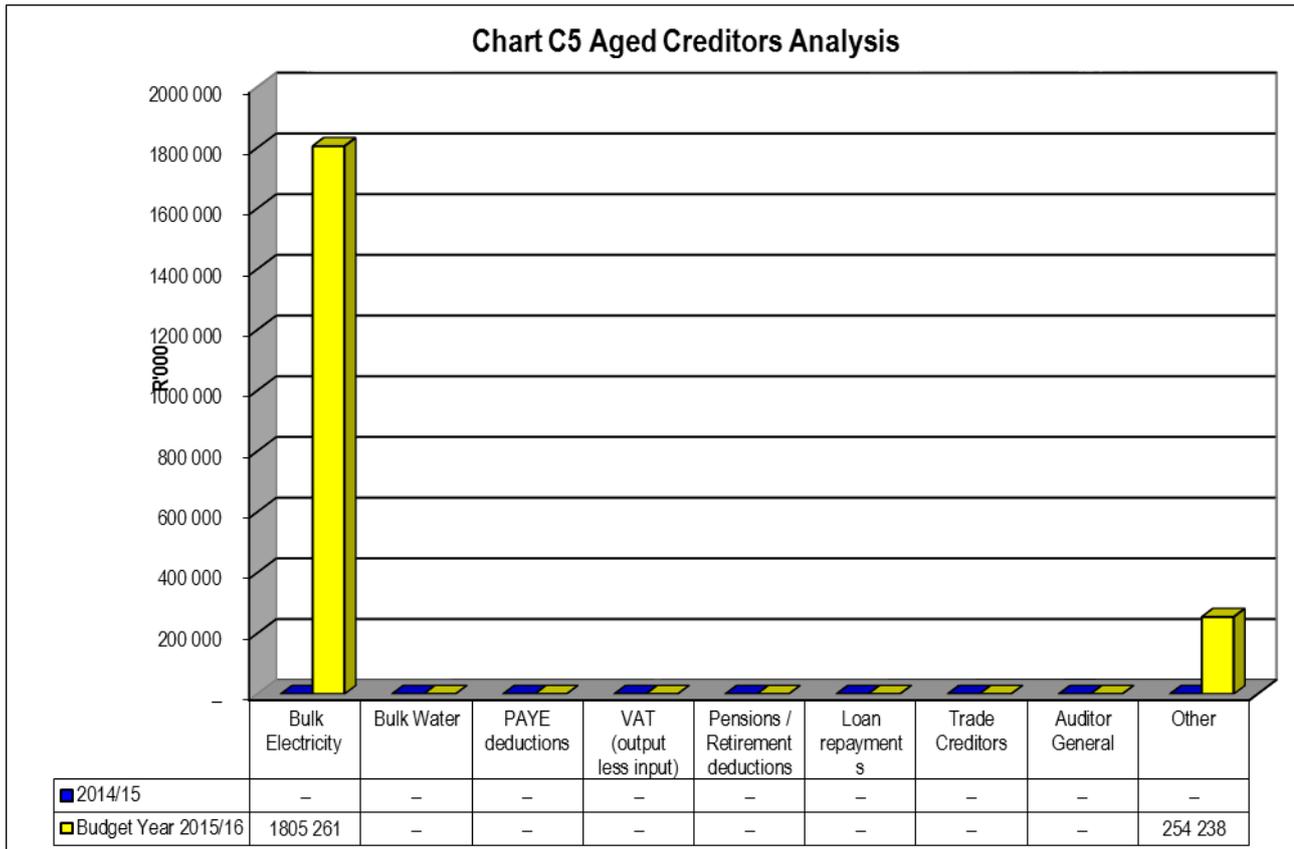
Debtors Age Analysis



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)

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

For the month ending 31 January 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: 12 FEBRUARY 2016