



# Quarterly Budget Statement

## September 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.

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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 first quarter ended 30 September 2016 will be tabled in a separate comprehensive quarterly 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 September 2016 is at 28.8% of the budgeted revenue. The expenditure reflects spending of 22.5% against the budgeted expenditure. Capital expenditure amounts to R5.707m, or 19.25%, at the end of September 2016.

Outstanding consumer debtors remain stable and only reflect the year-on-year increase from increased tariffs as from 1 July 2016.

The positive cash flow remains stable.

## **Resolutions**

### ***IN-YEAR REPORTS 2016/2017***

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 September 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 15% more the YTD budget projections at the end of September 2016 as a result of the annual rates that were levied in July 2016.

### **Borrowings**

The balance of borrowings amounts to R2 231 169 at the end of September 2016.

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

Current expenditure is 10% less than the YTD budget projections as at 30 September 2016.

### **Capital expenditure**

YTD Capital Expenditure amounts to R5.707m, or 19.25% of a total budget of R29, 641m.

### **Cash flows**

The municipality started the year with a positive cashbook balance of R19 248 million. The September 2016 closing balance is R13.901m. Refer to Table C7 for more details on the cash position.

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

Equitable Share Grant and Municipal Infrastructure Grant funding of R15.274m and R2.525m were received respectively in July 2016; FMG funding of R1.825m and EPWP funding of R250 000 were received in August 2016 for the 2016-2017 financial year.

### **Spending on Grants**

Spending on grants amounts to R 7.976m for the year to date ended September 2016 which includes Equitable Share, FMG and MIG.

### **Implementation of Supply Chain Management Policy:**

**Quarterly report ended 30 September 2016 on deviations within 10 working days in terms of SCM Regulation 36(2):**

Deviation July 2016						
DATE	SUPPLIERS NAME	DESCRIPTION	AMOUNT	ORDER NC	DEV NO	
13/7/2016	Umvulo logistics	Repairs pump stations	65122	18558	1962	
15/7/2016	Non-stop Tyre Solut	4 Tyres: BSF215NC	11400	18780	1963	
27/7/2016	Aqua agri/Jicama	Water & Sanitation Chemicals	60999.35	18725	1964	
29/7/2016	Association of Municipal Electricity utilities		13000		1965	
29/7/2016	Tosas	Potholes pacht&Anni-Stable ss	50388	18789	1129	
27/7/2016	Actom Electrical Proc	Transformer	66906.6	18723	1130	
			<b>267815.95</b>			

DEVIATION FOR AUGUST 2016						
DATE	SUPPLIERS NAME	DESCRIPTION	AMOUNT	ORDER NC	DEV NO	
11/8/2016	Kei Bodies cc	Remove/supply/clean/fit	86 900.00	18737	1966	
19/8/2016	Gestetner	gestetner machine :lnk&Envel	14 133.30	18905	1967	
23/8/2016	Komatsu	Strip&Repairs BXK149NC	14 835.57	18878	1968	
29/8/2016	Elektro Vrooman	Transformer	99 944.48	18749	1169	
26/8/2016	Aqua agri	Tech dept: Chlorine gas & AF4	77 175.95	18594	1970	
			<b>292 989.30</b>			

DEVIATION FOR SEPTEMBER 2016						
DATE	SUPPLIERS NAME	DESCRIPTION	AMOUNT	ORDER NC	DEV NO	
12/8/2016	Umvulo logistics	Sanitation network	19776	18582	1972	
22/8/2016	Trading plan	Indigent support	19945.25	18907	1973	
28/8/2016	Jonhn Williams Motc	Service : Umso 1 NC	37743.4	18913	1974	
6/9/2016	H.H.Laser Alignment	Water services	10317	19055	1975	
6/9/2015	Binnehuis	Blinds:Different offices	15100	18924	1976	
8/9/2016	ITEC Quality	Repairs:Noupoort telephone li	20196.74	18929	1977	
12/9/2016	komatsu	Repairs vehicle	30619.04	19015	1978	
14/9/2016	Precision meters	Repairs:BSF219NC	23130.6	19056	1979	
28/9/2016	Imesa 70th Conferer	Rgistration fee delegates	12500	19165	1980	
30/9/2016	De Aar Stone crushe	Crusher dust: Noupoort EPWP	42038	19152	1981	
5/9/2016	Jonhn Williams Motc	Repairs: Umso 1NC	38769.3	19164	1982	
			270135.3			

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

Month	SUPPLIER NAME	DESCRIPTION	AMOUNT
July	Introstat /Buy 247	Stationery	135 226.37
August	Nil	-----	-----
September	Dipoa Construction	Water network	126 800.00
	Northern Cape Suppliers	Water network	157 642.80
	Umvulo Logistic	Services vehicles	155 349.50

**TENDERS AWARDED FOR THE NINE MONTHS: BIDS APPROVED**

<b>MONTHS</b>	<b>Name of Bid</b>	<b>Amount Tendered VAT inclusive</b>	<b>Bidder awarded to</b>	<b>Date awarded</b>	<b>Date approval</b>
July 2016	None				
August 2016	None				
September 2016	R399 372.00	Yirha Construction	Upgrading of Voortrekker St from Gravel to a Block Paved Road	8/09/2016	8/9/2016

**Material variances**

The table below summarises variances for projected revenue and expenditure.

**NC072 Umsobomvu - Supporting Table SC1 Material variance explanations - M03 September**

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>R thousands</b>			
<b>Revenue By Source</b>			
Property rates	1 122		
Property rates - penalties & collection charges	2		
Service charges - electricity revenue	(2 779)	We're suspecting that some customers are tempering with their meters	We are busy with house inspections.
Service charges - water revenue	346		
Service charges - sanitation revenue	114		
Service charges - refuse revenue	70		
Service charges - other	-		
Rental of facilities and equipment	(168)	Rental facilities have not been used as expected.	This depends mainly on the community usage of our facilities.
Interest earned - external investments	16		
Interest earned - outstanding debtors	497	This is the result of incorrect billing on water	A journal will be passed in October to correct the penalties levied.
Dividends received	-		
Fines	(149)		
Licences and permits	46		
Agency services	-		
Transfers recognised - operational	7 086		
Other revenue	(1 165)		
Gains on disposal of PPE	-		
<b>Expenditure By Type</b>			
Employee related costs	(2 158)		
Remuneration of councillors	(3)		
Debt impairment	1		
Depreciation & asset impairment	18		
Finance charges	(17)		
Bulk purchases	218		
Other materials	-		
Contracted services	-		
Transfers and grants	(949)		
Other expenditure	(982)		
Loss on disposal of PPE	(5)		
<b>Capital Expenditure</b>			
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	16		
Economic and environmental services			
Planning and development	16		
Road transport	-		
Environmental protection	4 391		
Trading services			
Electricity	-		
Water	2 531		
Waste water management	-		
Waste management	-		
Other	4 407		

**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 - M03 September

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	8 361	8 958	8 958	599	3 364	2 240	1 124	50%	8 958
Service charges	50 879	65 572	65 572	3 594	14 144	16 393	(2 249)	-14%	65 572
Investment revenue	536	422	422	18	121	106	16	15%	422
Transfers recognised - operational	39 345	40 052	40 052	-	17 099	10 013	7 086	71%	40 052
Other own revenue	21 343	16 360	16 360	1 011	3 151	4 090	(939)	-23%	16 360
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>120 465</b>	<b>131 364</b>	<b>131 364</b>	<b>5 222</b>	<b>37 879</b>	<b>32 841</b>	<b>5 038</b>	<b>15%</b>	<b>131 364</b>
Employee costs	37 644	47 216	47 216	3 217	9 646	11 804	(2 158)	-18%	47 216
Remuneration of Councillors	3 095	3 246	3 246	276	808	812	(3)	-0%	3 246
Depreciation & asset impairment	-	29 407	29 407	2 457	7 370	7 352	18	0%	29 407
Finance charges	336	310	310	19	60	78	(17)	-22%	310
Materials and bulk purchases	21 065	22 962	22 962	2 872	5 958	5 741	218	4%	22 962
Transfers and grants	-	9 537	-	491	1 435	2 384	(949)	-40%	-
Other expenditure	49 173	40 752	50 288	2 758	9 202	10 188	(986)	-10%	50 288
<b>Total Expenditure</b>	<b>111 313</b>	<b>153 430</b>	<b>153 430</b>	<b>12 091</b>	<b>34 480</b>	<b>38 357</b>	<b>(3 878)</b>	<b>-10%</b>	<b>153 430</b>
<b>Surplus/(Deficit)</b>	<b>9 151</b>	<b>(22 066)</b>	<b>(22 066)</b>	<b>(6 868)</b>	<b>3 399</b>	<b>(5 516)</b>	<b>8 916</b>	<b>-162%</b>	<b>(22 066)</b>
Transfers recognised - capital	59 788	28 964	28 964	-	-	7 241	(7 241)	-100%	28 964
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>68 939</b>	<b>6 898</b>	<b>6 898</b>	<b>(6 868)</b>	<b>3 399</b>	<b>1 725</b>	<b>1 675</b>	<b>97%</b>	<b>6 898</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>68 939</b>	<b>6 898</b>	<b>6 898</b>	<b>(6 868)</b>	<b>3 399</b>	<b>1 725</b>	<b>1 675</b>	<b>97%</b>	<b>6 898</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>78 179</b>	<b>29 641</b>	<b>-</b>	<b>2 026</b>	<b>5 707</b>	<b>1 300</b>	<b>4 407</b>	<b>339%</b>	<b>29 641</b>
Capital transfers recognised	77 945	28 091	-	2 026	5 707	1 300	4 407	339%	28 091
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	234	1 550	-	-	-	-	-	-	1 550
<b>Total sources of capital funds</b>	<b>78 179</b>	<b>29 641</b>	<b>-</b>	<b>2 026</b>	<b>5 707</b>	<b>1 300</b>	<b>4 407</b>	<b>339%</b>	<b>29 641</b>
<b>Financial position</b>									
Total current assets	78 544	82 403	-	-	55 625	-	-	-	82 403
Total non current assets	556 223	550 189	-	-	576 721	-	-	-	550 189
Total current liabilities	33 133	27 167	-	-	32 714	-	-	-	27 167
Total non current liabilities	-	-	-	-	18 765	-	-	-	-
<b>Community wealth/Equity</b>	<b>601 634</b>	<b>605 425</b>	<b>-</b>	<b>-</b>	<b>580 867</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>605 425</b>
<b>Cash flows</b>									
Net cash from (used) operating	84 001	34 115	-	(2 103)	4 160	-	(4 160)	#DIV/0!	34 115
Net cash from (used) investing	(77 945)	(29 641)	-	(2 026)	(5 707)	-	5 707	#DIV/0!	(29 641)
Net cash from (used) financing	130	145	-	(78)	(238)	-	238	#DIV/0!	(286)
<b>Cash/cash equivalents at the month/year end</b>	<b>24 634</b>	<b>28 342</b>	<b>-</b>	<b>(4 206)</b>	<b>17 464</b>	<b>-</b>	<b>(17 464)</b>	<b>#DIV/0!</b>	<b>2 143 677</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	3 168	3 036	4 069	2 056	98 581	-	-	-	110 908
<b>Creditors Age Analysis</b>									
Total Creditors	3 185	-	-	-	-	-	-	-	3 185

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

NC072 Umsobomvu - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M03 September

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Standard</b>										
<i><b>Governance and administration</b></i>		47 392	53 032	53 032	654	20 704	13 258	7 446	56%	53 032
Executive and council		35 034	36 658	36 658	12	15 304	9 165	6 140	67%	36 658
Budget and treasury office		12 349	16 363	16 363	642	5 399	4 091	1 308	32%	16 363
Corporate services		10	11	11	0	1	3	(2)	-53%	11
<i><b>Community and public safety</b></i>		13 044	10 655	10 655	736	2 010	2 664	(654)	-25%	10 655
Community and social services		3 422	2 561	2 561	33	85	640	(556)	-87%	2 561
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		9 622	8 094	8 094	703	1 926	2 023	(98)	-5%	8 094
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		10 174	17 651	17 651	8	12	4 413	(4 400)	-100%	17 651
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		10 174	17 651	17 651	8	12	4 413	(4 400)	-100%	17 651
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		109 643	78 989	78 989	3 824	15 153	19 747	(4 595)	-23%	78 989
Electricity		32 900	47 105	47 105	1 892	6 501	11 776	(5 275)	-45%	47 105
Water		55 328	15 418	15 418	476	4 297	3 854	443	11%	15 418
Waste water management		14 641	9 417	9 417	835	2 495	2 354	141	6%	9 417
Waste management		6 773	7 050	7 050	621	1 859	1 762	96	5%	7 050
<i><b>Other</b></i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	2	180 252	160 328	160 328	5 222	37 879	40 082	(2 203)	-5%	160 328
<b>Expenditure - Standard</b>										
<i><b>Governance and administration</b></i>		39 736	46 024	46 024	2 909	9 862	11 506	(1 643)	-14%	46 024
Executive and council		17 706	21 772	21 772	1 333	4 348	5 443	(1 095)	-20%	21 772
Budget and treasury office		14 812	17 986	17 986	938	3 608	4 497	(889)	-20%	17 986
Corporate services		7 218	6 265	6 265	638	1 907	1 566	341	22%	6 265
<i><b>Community and public safety</b></i>		15 129	18 455	18 455	877	3 085	4 614	(1 528)	-33%	18 455
Community and social services		5 167	7 035	7 035	429	1 267	1 759	(492)	-28%	7 035
Sport and recreation		932	3 085	3 085	65	246	771	(526)	-68%	3 085
Public safety		8 452	7 566	7 566	324	1 418	1 891	(473)	-25%	7 566
Housing		578	769	769	60	155	192	(38)	-20%	769
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		6 728	17 741	17 741	1 425	4 030	4 435	(405)	-9%	17 741
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		6 728	17 741	17 741	1 425	4 030	4 435	(405)	-9%	17 741
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		49 720	71 211	71 211	6 879	17 502	17 803	(301)	-2%	71 211
Electricity		23 998	27 930	27 930	3 333	6 898	6 982	(85)	-1%	27 930
Water		12 962	27 326	27 326	2 100	6 740	6 831	(91)	-1%	27 326
Waste water management		6 375	9 527	9 527	894	2 395	2 382	13	1%	9 527
Waste management		6 386	6 428	6 428	552	1 469	1 607	(138)	-9%	6 428
<i><b>Other</b></i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	3	111 313	153 430	153 430	12 091	34 480	38 357	(3 878)	-10%	153 430
<b>Surplus/ (Deficit) for the year</b>		68 939	6 898	6 898	(6 868)	3 399	1 725	1 675	97%	6 898

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) - M03 September

Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - EXECUTIVE & COUNCIL		35 034	36 658	-	12	15 304	9 165	6 140	67.0%	36 658
Vote 2 - FINANCE & ADMIN		12 358	16 374	-	642	5 400	4 094	1 306	31.9%	17 334
Vote 3 - COMMUNITY SERVICES		13 044	10 655	-	736	2 010	2 664	(654)	-24.5%	9 696
Vote 4 - TECHNICAL SERVICES		119 816	96 640	-	3 831	15 163	24 158	(8 995)	-37.2%	96 640
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>	2	<b>180 252</b>	<b>160 328</b>	<b>-</b>	<b>5 222</b>	<b>37 877</b>	<b>40 080</b>	<b>(2 203)</b>	<b>-5.5%</b>	<b>160 328</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - EXECUTIVE & COUNCIL		17 706	21 772	-	1 333	4 348	5 443	(1 095)	-20.1%	21 772
Vote 2 - FINANCE & ADMIN		22 030	24 251	-	1 576	5 515	6 063	(548)	-9.0%	27 720
Vote 3 - COMMUNITY SERVICES		15 129	18 455	-	877	3 085	4 614	(1 528)	-33.1%	14 986
Vote 4 - TECHNICAL SERVICES		56 447	88 951	-	8 304	21 532	22 777	(1 245)	-5.5%	88 951
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>	2	<b>111 312</b>	<b>153 430</b>	<b>-</b>	<b>12 091</b>	<b>34 480</b>	<b>38 896</b>	<b>(4 416)</b>	<b>-11.4%</b>	<b>153 430</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>68 940</b>	<b>6 898</b>	<b>-</b>	<b>(6 869)</b>	<b>3 397</b>	<b>1 184</b>	<b>2 214</b>	<b>187.0%</b>	<b>6 898</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) - M03 September

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue By Source</b>									
Property rates	8 144	8 742	8 742	580	3 308	2 185	1 122	51%	8 742
Property rates - penalties & collection charges	217	216	216	19	56	54	2	4%	216
Service charges - electricity revenue	27 332	35 899	35 899	1 833	6 196	8 975	(2 779)	-31%	35 899
Service charges - water revenue	8 449	13 936	13 936	386	3 830	3 484	346	10%	13 936
Service charges - sanitation revenue	8 648	9 000	9 000	790	2 364	2 250	114	5%	9 000
Service charges - refuse revenue	6 450	6 737	6 737	585	1 754	1 684	70	4%	6 737
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	759	938	938	27	67	235	(168)	-72%	938
Interest earned - external investments	536	422	422	18	121	106	16	15%	422
Interest earned - outstanding debtors	2 171	2 047	2 047	230	1 008	512	497	97%	2 047
Dividends received	-	-	-	-	-	-	-	-	-
Fines	6 943	5 586	5 586	413	1 248	1 396	(149)	-11%	5 586
Licences and permits	2 684	2 533	2 533	291	679	633	46	7%	2 533
Agency services	-	-	-	-	-	-	-	-	-
Transfers recognised - operational	39 345	40 052	40 052	-	17 099	10 013	7 086	71%	40 052
Other revenue	8 786	5 256	5 256	51	149	1 314	(1 165)	-89%	5 256
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>120 465</b>	<b>131 364</b>	<b>131 364</b>	<b>5 222</b>	<b>37 879</b>	<b>32 841</b>	<b>5 038</b>	<b>15%</b>	<b>131 364</b>
<b>Expenditure By Type</b>									
Employee related costs	37 644	47 216	47 216	3 217	9 646	11 804	(2 158)	-18%	47 216
Remuneration of councillors	3 095	3 246	3 246	276	808	812	(3)	0%	3 246
Debt impairment	8 242	6 194	6 194	516	1 549	1 549	1	0%	6 194
Depreciation & asset impairment	-	29 407	29 407	2 457	7 370	7 352	18	0%	29 407
Finance charges	336	310	310	19	60	78	(17)	-22%	310
Bulk purchases	21 065	22 962	22 962	2 872	5 958	5 741	218	4%	22 962
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and grants	-	9 537	-	491	1 435	2 384	(949)	-40%	-
Other expenditure	40 930	34 537	44 074	2 242	7 653	8 634	(982)	-11%	44 074
Loss on disposal of PPE	-	20	20	-	-	5	(5)	-100%	20
<b>Total Expenditure</b>	<b>111 313</b>	<b>153 430</b>	<b>153 430</b>	<b>12 091</b>	<b>34 480</b>	<b>38 357</b>	<b>(3 878)</b>	<b>-10%</b>	<b>153 430</b>
<b>Surplus/(Deficit)</b>									
Transfers recognised - capital	59 788	28 964	28 964	-	-	7 241	(7 241)	(0)	28 964
Contributions recognised - capital	-	-	-	-	-	-	-	(0)	-
Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>68 939</b>	<b>6 898</b>	<b>6 898</b>	<b>(6 868)</b>	<b>3 399</b>	<b>1 725</b>			<b>6 898</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>	<b>68 939</b>	<b>6 898</b>	<b>6 898</b>	<b>(6 868)</b>	<b>3 399</b>	<b>1 725</b>			<b>6 898</b>
Attributable to minorities	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>68 939</b>	<b>6 898</b>	<b>6 898</b>	<b>(6 868)</b>	<b>3 399</b>	<b>1 725</b>			<b>6 898</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>68 939</b>	<b>6 898</b>	<b>6 898</b>	<b>(6 868)</b>	<b>3 399</b>	<b>1 725</b>			<b>6 898</b>

The annual revenue budget is approved as 'Revenue by Source'. The Year-to-Date actual revenue is 15.2% more than the YTD budget and current expenditure is 10% less than the YTD budget for 2016/2017.

**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) - M03 September

Vote Description	2015/16	Budget Year 2016/17							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN	-	-	-	-	-	-	-	-	-
Vote 3 - COMMUNITY SERVICES	-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES	54 000	-	-	-	-	-	-	-	-
Vote 5 - Community	-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>54 000</b>	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCE & ADMIN	234	1 550	-	-	-	-	-	-	1 550
Vote 3 - COMMUNITY SERVICES	-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES	23 945	28 091	-	2 026	5 707	1 300	4 407	339%	28 091
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>24 179</b>	<b>29 641</b>	<b>-</b>	<b>2 026</b>	<b>5 707</b>	<b>1 300</b>	<b>4 407</b>	<b>339%</b>	<b>29 641</b>
<b>Total Capital Expenditure</b>	<b>78 179</b>	<b>29 641</b>	<b>-</b>	<b>2 026</b>	<b>5 707</b>	<b>1 300</b>	<b>4 407</b>	<b>339%</b>	<b>29 641</b>
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>	<b>234</b>	<b>1 550</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 550</b>
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	74	1 550	-	-	-	-	-	-	1 550
Corporate services	160	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Community and social services	-	-	-	-	-	-	-	-	-
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>7 944</b>	<b>17 591</b>	<b>-</b>	<b>16</b>	<b>16</b>	<b>-</b>	<b>16</b>	<b>#DIV/0!</b>	<b>17 591</b>
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	7 944	17 591	-	16	16	-	16	#DIV/0!	17 591
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>70 001</b>	<b>10 500</b>	<b>-</b>	<b>2 009</b>	<b>5 691</b>	<b>1 300</b>	<b>4 391</b>	<b>338%</b>	<b>10 500</b>
Electricity	8 350	10 500	-	782	3 160	1 300	1 860	143%	10 500
Water	54 000	-	-	-	-	-	-	-	-
Waste water management	7 651	-	-	1 228	2 531	-	2 531	#DIV/0!	-
Waste management	-	-	-	-	-	-	-	-	-
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Standard Classification</b>	<b>78 179</b>	<b>29 641</b>	<b>-</b>	<b>2 026</b>	<b>5 707</b>	<b>1 300</b>	<b>4 407</b>	<b>339%</b>	<b>29 641</b>
<b>Funded by:</b>									
National Government	77 945	28 091	-	2 026	5 707	1 300	4 407	339%	28 091
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>77 945</b>	<b>28 091</b>	<b>-</b>	<b>2 026</b>	<b>5 707</b>	<b>1 300</b>	<b>4 407</b>	<b>339%</b>	<b>28 091</b>
<b>Public contributions &amp; donations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Internally generated funds</b>	<b>234</b>	<b>1 550</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 550</b>
<b>Total Capital Funding</b>	<b>78 179</b>	<b>29 641</b>	<b>-</b>	<b>2 026</b>	<b>5 707</b>	<b>1 300</b>	<b>4 407</b>	<b>339%</b>	<b>29 641</b>

Capital expenditure is 339% more than the YTD budget at September 2016.

## Table C6: Monthly Budget Statement - Financial Position

NC072 Umsobomvu - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	2015/16	Budget Year 2016/17			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	17 424	20 820		7 534	20 820
Call investment deposits	6 299	6 721		6 367	6 721
Consumer debtors	50 345	50 385		36 481	50 385
Other debtors	4 075	4 075		4 833	4 075
Current portion of long-term receivables	-	-			-
Inventory	401	401		410	401
<b>Total current assets</b>	<b>78 544</b>	<b>82 403</b>	<b>-</b>	<b>55 625</b>	<b>82 403</b>
<b>Non current assets</b>					
Long-term receivables					-
Investments					-
Investment property	2 061	2 061		2 061	2 061
Investments in Associate					-
Property, plant and equipment	554 088	546 578		574 579	546 578
Agricultural					-
Biological assets					-
Intangible assets	74	1 550		81	1 550
Other non-current assets					-
<b>Total non current assets</b>	<b>556 223</b>	<b>550 189</b>	<b>-</b>	<b>576 721</b>	<b>550 189</b>
<b>TOTAL ASSETS</b>	<b>634 767</b>	<b>632 592</b>	<b>-</b>	<b>632 346</b>	<b>632 592</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft					-
Borrowing	911	800		-	800
Consumer deposits	761	906		785	906
Trade and other payables	30 500	24 500		31 929	24 500
Provisions	961	961		-	961
<b>Total current liabilities</b>	<b>33 133</b>	<b>27 167</b>	<b>-</b>	<b>32 714</b>	<b>27 167</b>
<b>Non current liabilities</b>					
Borrowing				2 231	-
Provisions				16 534	-
<b>Total non current liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18 765</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>33 133</b>	<b>27 167</b>	<b>-</b>	<b>51 479</b>	<b>27 167</b>
<b>NET ASSETS</b>	<b>601 634</b>	<b>605 425</b>	<b>-</b>	<b>580 867</b>	<b>605 425</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	601 634	605 425		580 867	605 425
Reserves					-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>601 634</b>	<b>605 425</b>	<b>-</b>	<b>580 867</b>	<b>605 425</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 - M03 September

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates, penalties & collection charges	8 613	8 958		510	1 541	1 748	(207)	-12%	8 958
Service charges	52 434	57 167		3 844	9 259	16 125	(6 866)	-43%	57 167
Other revenue	13 977	14 313		5 803	11 203	3 140	8 063	257%	14 313
Government - operating	39 748	40 925		-	17 099	10 231	6 868	67%	40 925
Government - capital	77 945	28 091		2 230	5 005	7 023	(2 018)	-29%	28 091
Interest	2 996	2 469		18	121	604	(483)	-80%	2 469
Dividends	-	-					-		-
<b>Payments</b>									
Suppliers and employees	(102 401)	(107 962)		(13 923)	(38 433)	(24 483)	13 950	-57%	(107 962)
Finance charges	(344)	(310)		(19)	(60)	(75)	(15)	20%	(310)
Transfers and Grants	(8 967)	(9 537)		(566)	(1 574)	(2 291)	(717)	31%	(9 537)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>84 001</b>	<b>34 115</b>	<b>-</b>	<b>(2 103)</b>	<b>4 160</b>	<b>12 022</b>	<b>7 862</b>	<b>65%</b>	<b>34 115</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE							-		-
Decrease (Increase) in non-current debtors							-		-
Decrease (increase) other non-current receivables							-		-
Decrease (increase) in non-current investments							-		-
<b>Payments</b>									
Capital assets	(77 945)	(29 641)		(2 026)	(5 707)	(4 900)	807	-16%	(29 641)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(77 945)</b>	<b>(29 641)</b>	<b>-</b>	<b>(2 026)</b>	<b>(5 707)</b>	<b>(4 900)</b>	<b>807</b>	<b>-16%</b>	<b>(29 641)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans							-		-
Borrowing long term/refinancing							-		-
Increase (decrease) in consumer deposits	130	145		12	28		28	#DIV/0!	145
<b>Payments</b>									
	-	-		(89)	(3 829)	(200)	3 629	-1815%	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>130</b>	<b>145</b>	<b>-</b>	<b>(78)</b>	<b>(3 801)</b>	<b>(200)</b>	<b>3 601</b>	<b>-1800%</b>	<b>(286)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>6 186</b>	<b>4 619</b>	<b>-</b>	<b>(4 206)</b>	<b>(5 347)</b>	<b>6 922</b>			<b>2 124 429</b>
Cash/cash equivalents at beginning:	18 448	23 723		-	19 248	-			19 248
Cash/cash equivalents at month/year end:	24 634	28 342		(4 206)	13 901	6 922			2 143 677

Table C7 balances to the current Cash balance, shown in the 'YTD actual' column, which is R13.901million.

The municipality started the year with a positive cashbook balance of R19.248 million. The September 2016 closing balance is R13.901m. 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 - M03 September

Description	Budget Year 2016/17												2016/17 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 2016/17	+1 2017/18	+2 2018/19
<b>R thousands</b>															
<b>Cash Receipts By Source</b>															
Property rates	384	647	510									7 201	8 742		
Property rates - penalties & collection charges	-	-	-									216	216		
Service charges - electricity revenue	1 558	2 249	2 827									29 266	35 899		
Service charges - water revenue	334	453	477									12 672	13 936		
Service charges - sanitation revenue	246	311	404									8 038	9 000		
Service charges - refuse	112	151	136									6 337	6 737		
Service charges - other	-	-	-									-	-		
Rental of facilities and equipment	6	4	12									916	938		
Interest earned - external investments	8	95	18									301	422		
Interest earned - outstanding debtors	-	-	-									2 047	2 047		
Dividends received	-	-	-									-	-		
Fines	448	387	413									4 338	5 586		
Licences and permits	165	174	291									1 904	2 533		
Agency services	24	26	-									(50)	-		
Transfer receipts - operating	15 274	1 825	-									22 953	40 052		
Other revenue	67	4 099	5 088									(3 998)	5 256		
<b>Cash Receipts by Source</b>	<b>18 626</b>	<b>10 421</b>	<b>10 175</b>									<b>92 142</b>	<b>131 364</b>		
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital	2 525	250	2 230									23 959	28 964		
Contributions & Contributed assets	-	-	-									-	-		
Proceeds on disposal of PPE	-	-	-									20	20		
Short term loans	-	-	-									-	-		
Borrowing long term/refinancing	-	-	-									-	-		
Increase in consumer deposits	9	8	12									(15)	14		
Receipt of non-current debtors	-	-	-									-	-		
Receipt of non-current receivables	-	-	-									-	-		
Change in non-current investments	-	-	-									-	-		
<b>Total Cash Receipts by Source</b>	<b>21 160</b>	<b>10 679</b>	<b>12 417</b>									<b>116 105</b>	<b>160 361</b>		
<b>Cash Payments by Type</b>															
Employee related costs	3 217	3 212	3 217									37 570	47 216		
Remuneration of councillors	257	275	276									2 438	3 246		
Interest paid	21	20	19									250	310		
Bulk purchases - Electricity	-	3 004	2 841									16 808	22 652		
Bulk purchases - Water & Sewer	38	44	32									196	310		
Other materials	-	-	-									9	9		
Contracted services	284	63	46									(392)	-		
Grants and subsidies paid - other municipalities	-	-	-									9 584	9 584		
Grants and subsidies paid - other	509	498	566									(1 574)	-		
General expenses	1 413	3 655	5 094									33 913	44 074		
<b>Cash Payments by Type</b>	<b>5 739</b>	<b>10 771</b>	<b>12 091</b>									<b>98 801</b>	<b>127 402</b>		
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	-	3 681	2 026									(5 707)	-		
Repayment of borrowing	88	88	89									452	718		
Other Cash Flows/Payments	9 012	3 607	2 411									18 940	7 247		
<b>Total Cash Payments by Type</b>	<b>14 839</b>	<b>18 148</b>	<b>16 616</b>									<b>112 487</b>	<b>135 367</b>		
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>6 321</b>	<b>(7 469)</b>	<b>(4 199)</b>									<b>3 619</b>	<b>24 995</b>		
Cash/cash equivalents at the monthly/year beginning:	19 248	25 569	18 100	13 901	13 901	13 901	13 901	13 901	13 901	13 901	13 901	13 901	19 248	44 243	44 243
Cash/cash equivalents at the monthly/year end:	25 569	18 100	13 901	13 901	13 901	13 901	13 901	13 901	13 901	13 901	13 901	17 520	44 243	44 243	44 243

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 - M03 September

Description	NT Code	Budget Year 2016/17									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	210	1 060	1 271	824	36 245	-	-	-	39 610	37 070		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 772	719	348	244	4 051	-	-	-	7 134	4 295		
Receivables from Non-exchange Transactions - Property Rates	1400	331	269	1 517	203	7 713	-	-	-	10 033	7 916		
Receivables from Exchange Transactions - Waste Water Management	1500	616	520	482	404	17 128	-	-	-	19 150	17 532		
Receivables from Exchange Transactions - Waste Management	1600	305	438	421	346	21 466	-	-	-	22 976	21 812		
Receivables from Exchange Transactions - Property Rental Debtors	1700	(62)	30	29	35	3 471	-	-	-	3 504	3 506		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	8 492	-	-	-	8 492	8 492		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	(4)	1	-	-	13	-	-	-	9	13		
<b>Total By Income Source</b>	<b>2000</b>	<b>3 168</b>	<b>3 036</b>	<b>4 069</b>	<b>2 056</b>	<b>98 581</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>110 908</b>	<b>100 636</b>	<b>-</b>	<b>-</b>
<b>2015/16 - totals only</b>													
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	743	397	1 179	165	1 361	-	-	-	3 844	1 526		
Commercial	2300	971	266	149	111	4 040	-	-	-	5 538	4 151		
Households	2400	1 453	2 373	2 740	1 780	93 180	-	-	-	101 526	94 960		
Other	2500	-	-	-	-	-	-	-	-	-	-		
<b>Total By Customer Group</b>	<b>2600</b>	<b>3 168</b>	<b>3 036</b>	<b>4 069</b>	<b>2 056</b>	<b>98 581</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>110 908</b>	<b>100 636</b>	<b>-</b>	<b>-</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 more household applied for indigent support during the annual review process.

#### Summary of Indigent Households

	Indigent Households	Amount	Other Households	Total Households	
<b>2016</b>					
July	2 784	15 171 206	75 655 719	90 826 925	16.70%
August		15 761 366	84 963 976	100 725 342	15.65%
September	2 160	17 449 656	84 076 485	101 526 141	17.19%

#### Summary of Debtors Age Analysis

MONTH	< 30 Days	< 60 Days	< 90 Days	< 120 Days	< 150 Days	Total
<b>2016/2017</b>						
July	-1 796 239	2 632 385	2 402 616	2 008 161	94 894 035	100 140 959
August	3 100 906	5 756 200	2 221 002	2 206 275	96 691 214	109 975 597
September	3 167 556	3 036 052	4 068 602	2 055 749	98 580 539	110 908 498

## Creditors' analysis

### Supporting Table SC4

NC072 Umsobomvu - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2016/17								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	1 842								1 842
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	1 343								1 343
<b>Total By Customer Type</b>	<b>1000</b>	<b>3 185</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 185</b>

Supporting Table SC4 reflects current creditors at the end of September 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 - M03 September

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Yrs/Months							
<b>Municipality</b>								
CAPITAL REPLACEMENT 1	Call	Notice	3 Months	-	0.0%	84	-	84
HOUSING DEVELOPMENT	Call	Notice	3 Months	-	0.0%	151	-	151
HOUSING DEVELOPMENT	Call	Notice		-		24	-	24
CAPITAL REPLACEMENT 4	3 Months	Notice		2		129	2	131
CAPITAL REPLACEMENT	Call	Notice		0		12	0	12
CAPITAL REPLACEMENT 5	Call	Notice		-		411	-	411
20-7482-3674	Call	Notice		-		5 554	-	5 554
<b>Municipality sub-total</b>				2		6 365	2	6 367
<b>TOTAL INVESTMENTS AND INTEREST</b>				2		6 365	2	6 367

Surplus cash not immediately required is invested in 32 day deposits and 3 months 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 - M03 September

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	<b>38 206</b>	<b>39 356</b>	<b>-</b>	<b>-</b>	<b>17 099</b>	<b>17 099</b>	<b>-</b>		<b>39 356</b>
Equitable share	34 931	36 658			15 274	15 274	-		36 658
FINANCE MANAGEMENT	1 932	1 825		-	1 825	1 825	-		1 825
MSIG	940	-			-				-
MIG ADMIN - PMU	403	873							873
Energy Efficiency and Demand Management							-		-
SUBSIDY STATE							-		-
Other transfers and grants [insert description]							-		-
<b>Provincial Government:</b>	<b>1 542</b>	<b>1 569</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>1 569</b>
DEPT ART & CULTURE (LIBRARY)	1 542	1 569		-	-		-		1 569
YOUTH PROGRAMS							-		-
IMMUNISATION GRANT							-		-
Other transfers and grants [insert description]							-		-
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
DISTRICT MUNICIPALITY	-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
IEC INFRASTRUCTURE	-	-	-	-	-	-	-		-
Other transfers and grants [insert description]	-	-	-	-	-	-	-		-
<b>Total Operating Transfers and Grants</b>	<b>39 748</b>	<b>40 925</b>	<b>-</b>	<b>-</b>	<b>17 099</b>	<b>17 099</b>	<b>-</b>		<b>40 925</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	<b>77 945</b>	<b>28 091</b>	<b>-</b>	<b>-</b>	<b>2 775</b>	<b>-</b>	<b>250</b>	<b>#DIV/0!</b>	<b>28 091</b>
RBIG - DWAF	54 000	-					-		-
HOUSING PROJECTS	-								-
EEDG	7 000	8 000		-	-				8 000
MIG - CAPITAL	14 595	16 591		-	2 525				16 591
INEP	1 350	2 500		-	-				2 500
EPWP	1 000	1 000		-	250		250	#DIV/0!	1 000
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
DISASTER							-		-
DEPRT OF SAFETY							-		-
EPWP							-		-
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
	-	-	-	-	-	-	-		-
	-	-	-	-	-	-	-		-
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Kgotso Pula Nala	-	-	-	-	-	-	-		-
	-	-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	<b>77 945</b>	<b>28 091</b>	<b>-</b>	<b>-</b>	<b>2 775</b>	<b>-</b>	<b>250</b>	<b>#DIV/0!</b>	<b>28 091</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>117 693</b>	<b>69 016</b>	<b>-</b>	<b>-</b>	<b>19 874</b>	<b>17 099</b>	<b>250</b>	<b>1.5%</b>	<b>69 016</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 - M03 September

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	38 206	39 356	-	575	2 810	2 834	(25)	-0.9%	39 356
Equitable share	34 931	36 658		491	1 435	2 384	(949)	-39.8%	36 658
FINANCE MANAGEMENT	1 932	1 825		84	1 375	450	925	205.5%	1 825
MSIG	940	-			-	-	-		-
MIG ADMIN - PMU	403	873			-	-	-		873
Energy Efficiency and Demand Management									-
SUBSIDY STATE									-
Other transfers and grants [insert description]									-
<b>Provincial Government:</b>	1 542	1 569	-	75	234	261	(27)	-10.3%	1 569
DEPT ART & CULTURE (LIBRARY)	1 542	1 569		75	234	261	(27)	-10.3%	1 569
YOUTH PROGRAMS									-
IMMUNISATION GRANT									-
Other transfers and grants [insert description]									-
<b>District Municipality:</b>	-	-	-	-	-	-	-	-	-
DISTRICT MUNICIPALITY									-
Other transfers and grants [insert description]									-
<b>Other grant providers:</b>	-	-	-	-	-	-	-	-	-
IEC INFRASTRUCTURE									-
Other transfers and grants [insert description]									-
<b>Total operating expenditure of Transfers and Grants:</b>	<b>39 748</b>	<b>40 925</b>	<b>-</b>	<b>650</b>	<b>3 044</b>	<b>3 095</b>	<b>(51)</b>	<b>-1.7%</b>	<b>40 925</b>
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	77 945	28 091	-	1 244	4 933	4 425	508	11.5%	28 091
RBIG - DWAF	54 000	-							-
HOUSING PROJECTS	-								-
EEDG	7 000	8 000			2 377	1 300	1 077	82.9%	8 000
MIG - CAPITAL	14 595	16 591		1 228	2 531	2 250	281	12.5%	16 591
INEP	1 350	2 500			1	625	(624)	-99.8%	2 500
EPWP	1 000	1 000		16	24	250	(226)	-90.6%	1 000
<b>Provincial Government:</b>	-	-	-	-	-	-	-	-	-
DISASTER									-
DEPRT OF SAFETY									-
EPWP									-
<b>District Municipality:</b>	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>	2 600	-	-	-	-	-	-	-	-
Kgotso Pula Nala	2 600								-
									-
<b>Total capital expenditure of Transfers and Grants</b>	<b>80 545</b>	<b>28 091</b>	<b>-</b>	<b>1 244</b>	<b>4 933</b>	<b>4 425</b>	<b>508</b>	<b>11.5%</b>	<b>28 091</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>120 293</b>	<b>69 016</b>	<b>-</b>	<b>1 894</b>	<b>7 976</b>	<b>7 520</b>	<b>456</b>	<b>6.1%</b>	<b>69 016</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 - M03 Septemb

Description	Budget Year 2016/17				
	Approved Rollover 2015/16	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>	-	-	-	-	
DEPT ART & CULTURE (LIBRARY)				-	
IMMUNISATION GRANT				-	
Other transfers and grants [insert description]				-	
<b>District Municipality:</b>	-	-	-	-	
<i>DISTRICT MUNICIPALITY</i>				-	
<b>Other grant providers:</b>	-	-	-	-	
<i>IEC INFRASTRUCTURE</i>				-	
<b>Total operating expenditure of Approved Roll-overs</b>	-	-	-	-	
<b>Capital expenditure of Approved Roll-overs</b>					
<b>National Government:</b>	-	-	-	-	
RBIG - DWAF				-	
<b>Provincial Government:</b>	-	-	-	-	
<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>	-	-	-	-	

Roll-over application of R3.3m for the EEDSM grant was submitted in August 2016 and National Treasury approved the application.

# Expenditure on councillor allowances and employee benefits

## Supporting Table SC8

NC072 Umsobomvu - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councillor remuneration	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	2 700	3 246	3 246	243	721	812	(91)	-11%	3 246
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	186	-	-	15	33	-	33	#DIV/0!	-
Cellphone Allowance	209	-	-	19	55	-	55	#DIV/0!	-
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
<b>Sub Total - Councillors</b>	<b>3 095</b>	<b>3 246</b>	<b>3 246</b>	<b>276</b>	<b>808</b>	<b>812</b>	<b>(3)</b>	<b>0%</b>	<b>3 246</b>
% increase		4.9%	4.9%						4.9%
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	-	-	-	-	-	-	-	-	-
Pension and UIF Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	-	-	-	-	-	-	-	-	-
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	-	-	-	-	-	-	-	-	-
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>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
% increase									
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	27 791	34 340	34 340	2 377	7 152	8 585	(1 433)	-17%	34 340
Pension and UIF Contributions	3 949	5 047	5 047	348	1 048	1 262	(213)	-17%	5 047
Medical Aid Contributions	758	879	879	68	213	220	(6)	-3%	879
Overtime	1 459	2 398	2 398	111	375	599	(225)	-38%	2 398
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	467	555	555	38	114	139	(25)	-18%	555
Cellphone Allowance	-	-	-	-	-	-	-	-	-
Housing Allowances	372	9	9	30	94	2	91	3974%	9
Other benefits and allowances	2 977	3 646	3 646	245	649	912	(262)	-29%	3 646
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	201	201	-	-	50	(50)	-100%	201
<b>Sub Total - Other Municipal Staff</b>	<b>37 772</b>	<b>47 076</b>	<b>47 076</b>	<b>3 217</b>	<b>9 646</b>	<b>11 769</b>	<b>(2 123)</b>	<b>-18%</b>	<b>47 076</b>
% increase		24.6%	24.6%						24.6%
<b>Total Parent Municipality</b>	<b>40 867</b>	<b>50 322</b>	<b>50 322</b>	<b>3 493</b>	<b>10 455</b>	<b>12 581</b>	<b>(2 126)</b>	<b>-17%</b>	<b>50 322</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>40 867</b>	<b>50 322</b>	<b>50 322</b>	<b>3 493</b>	<b>10 455</b>	<b>12 581</b>	<b>(2 126)</b>	<b>-17%</b>	<b>50 322</b>
% increase		23.1%	23.1%						23.1%
<b>TOTAL MANAGERS AND STAFF</b>	<b>37 772</b>	<b>47 076</b>	<b>47 076</b>	<b>3 217</b>	<b>9 646</b>	<b>11 769</b>	<b>(2 123)</b>	<b>-18%</b>	<b>47 076</b>

## SDBIP

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

# Financial Performance

## Supporting Table SC2

NC072 Umsobomvu - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September

Description of financial indicator	Basis of calculation	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	0.3%	19.4%	19.4%	0.2%	2.3%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Safety of Capital</b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	5.2%	4.2%	0.0%	5.9%	4.2%
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Liquidity</b>						
Current Ratio	Current assets/current liabilities	237.1%	303.3%	0.0%	170.0%	303.3%
Liquidity Ratio	Monetary Assets/Current Liabilities	71.6%	101.4%	0.0%	42.5%	101.4%
<b>Revenue Management</b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	45.2%	41.5%	0.0%	109.1%	41.5%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))					
<b>Funding of Provisions</b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b>Other Indicators</b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source					
Employee costs	Employee costs/Total Revenue - capital revenue	31.2%	35.9%	35.9%	25.5%	35.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	0.3%	22.6%	22.6%	0.2%	2.7%
<b>IDP regulation financial viability indicators</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					
Monetary assets		23 723	27 542		13 901	27 542
Total Revenue (excluding capital transfers and contributions)		120 465	131 364	131 364	37 879	131 364
Transfers recognised - operational		39 345	40 052	40 052	17 099	40 052
Transfers recognised - capital		59 788	28 964	28 964		28 964
Debt service payments		2 996	2 469		(326)	(310)
Outstanding debtors (receivables)		54 420	54 460		41 314	54 460
Annual services revenue		50 879	65 572	65 572	14 144	
Cash + investments	Including LT investments	23 723	27 542		13 901	27 542
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 - M03 September

Month	2015/16	Budget Year 2016/17							
	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	-		-		-	-		
August	4 733	1 300		3 681	#VALUE!	1 300	#VALUE!	#VALUE!	#VALUE!
September	4 733	3 600		2 026	#VALUE!	4 900	#VALUE!	#VALUE!	#VALUE!
October	4 733	1 050				5 950	-		
November	4 733	1 500				7 450	-		
December	4 733	5 450				12 900	-		
January	4 733	1 050				13 950	-		
February	4 733	4 800				18 750	-		
March	4 733	1 500				20 250	-		
April	4 733	7 891				28 141	-		
May	4 733	1 350				29 491	-		
June	4 733	150				29 641	-		
<b>Total Capital expenditure</b>	<b>56 792</b>	<b>29 641</b>	<b>-</b>	<b>5 707</b>					

# Other supporting documentation

## Supporting Table SC13a

NC072 Umsobomvu - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	77 945	28 091	-	2 026	5 707	1 300	(4 407)	-339.0%	28 091
Infrastructure - Road transport	7 944	17 591	-	16	16	-	(16)	#DIV/0!	17 591
Roads, Pavements & Bridges	7 944	17 591	-	16	16	-	(16)	#DIV/0!	17 591
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	8 350	10 500	-	782	3 160	1 300	(1 860)	-143.1%	10 500
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	7 000	8 000	-	-	-	-	-	-	8 000
Street Lighting	1 350	2 500	-	782	3 160	1 300	(1 860)	-143.1%	2 500
Infrastructure - Water	54 000	-	-	-	-	-	-	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	54 000	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation	7 651	-	-	1 228	2 531	-	(2 531)	#DIV/0!	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	7 651	-	-	1 228	2 531	-	(2 531)	#DIV/0!	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Community</b>	-	-	-	-	-	-	-	-	-
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	160	-	-	-	-	-	-	-	-
General v ehicles	160	-	-	-	-	-	-	-	-
Specialised v ehicles	-	-	-	-	-	-	-	-	-
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>	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	74	1 550	-	-	-	-	-	-	1 550
Computers - softw are & programming	74	1 550	-	-	-	-	-	-	1 550
Other	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets</b>	<b>78 179</b>	<b>29 641</b>	<b>-</b>	<b>2 026</b>	<b>5 707</b>	<b>1 300</b>	<b>(4 407)</b>	<b>-339.0%</b>	<b>29 641</b>

# Supporting Table SC13b

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

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	-	-	-	-	-	-	-	-
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									
<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>	-	-	-	-	-	-	-	-	-
List sub-class									
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
List sub-class									
<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 - M03

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	1 309	2 031	2 031	293	455	508	52	10.3%	2 031
Infrastructure - Road transport	429	370	370	3	42	93	50	54.6%	370
Roads, Pavements & Bridges	429	370	370	3	42	93	50	54.6%	370
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	505	911	911	140	143	228	84	37.0%	911
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	505	691	691	140	143	173	29	16.9%	691
Street Lighting	-	220	220	-	-	55	55	100.0%	220
Infrastructure - Water	172	500	500	151	252	125	(127)	-101.6%	500
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	172	500	500	151	252	125	(127)	-101.6%	500
Infrastructure - Sanitation	203	250	250	-	18	63	45	71.4%	250
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	203	250	250	-	18	63	45	71.4%	250
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Community</b>	9	25	25	-	-	6	6	100.0%	25
Parks & gardens	5	5	5	-	-	1	1	100.0%	5
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	4	20	20	-	-	5	5	100.0%	20
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>	1 420	1 566	1 566	351	515	391	(123)	-31.5%	1 566
General vehicles	944	1 012	1 012	249	350	253	(97)	-38.5%	1 012
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	104	269	269	43	49	67	18	26.5%	269
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	1	35	35	-	0	9	8	95.7%	35
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	371	248	248	59	114	62	(52)	-84.6%	248
Other Land	-	3	3	-	-	1	1	100.0%	3
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>2 738</b>	<b>3 622</b>	<b>3 622</b>	<b>645</b>	<b>970</b>	<b>905</b>	<b>(65)</b>	<b>-7.1%</b>	<b>3 622</b>

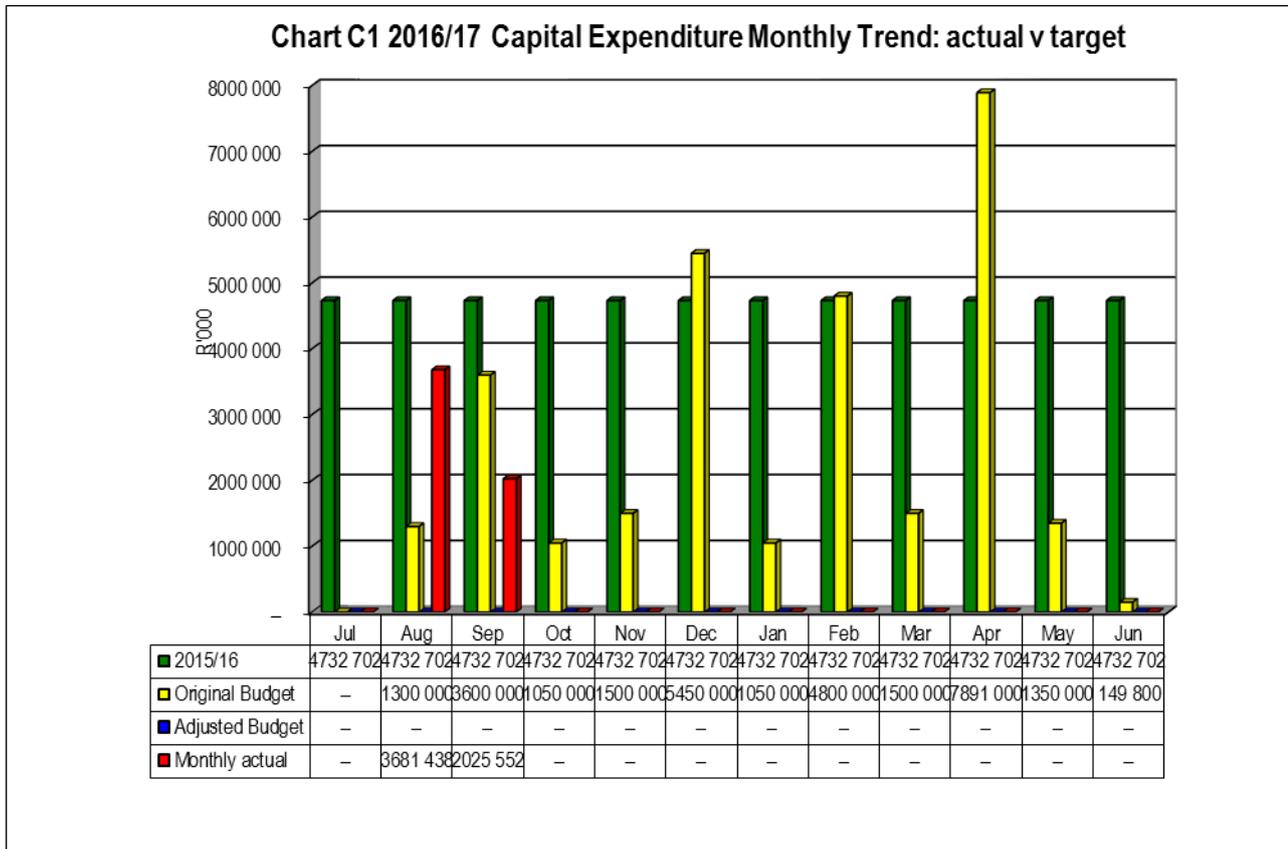
# Supporting Table SC13d

NC072 Umsobomvu - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M03 September

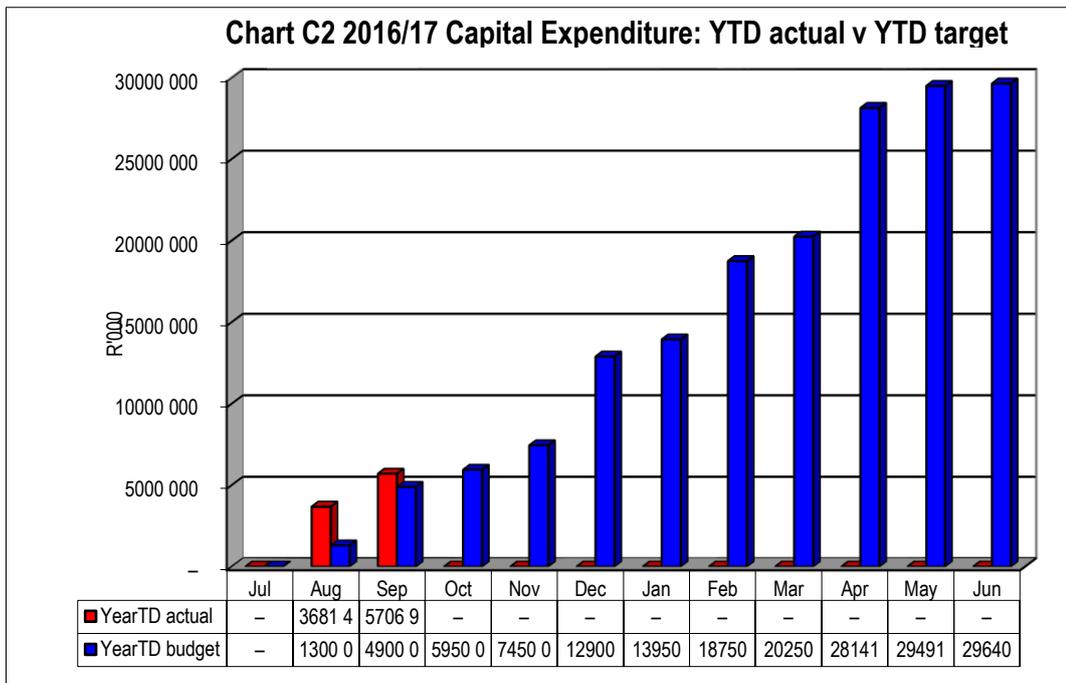
Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	-	-	-	-	-	-	-	-
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									
<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>	-	-	-	-	-	-	-	-	-
List sub-class									
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
List sub-class									
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
Computers - software & programming									
Other									
<b>Total Depreciation</b>	-	-	-	-	-	-	-	-	-
<b>Specialised vehicles</b>	-	-	-	-	-	-	-	-	-
Refuse									
Fire									
Conservancy									
Ambulances									

**Other supporting documentation Section 71 charts**

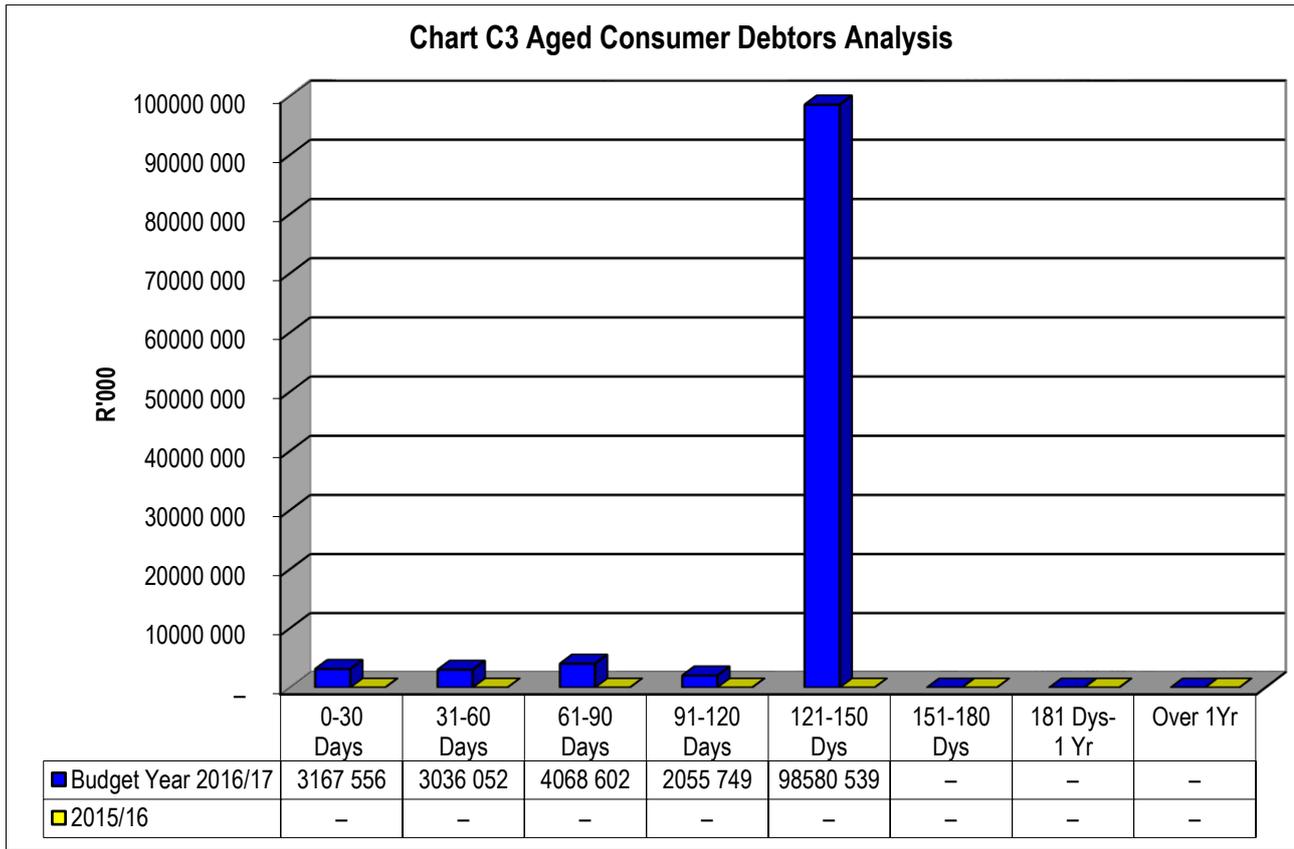
**Capital expenditure monthly trend - actual vs target**



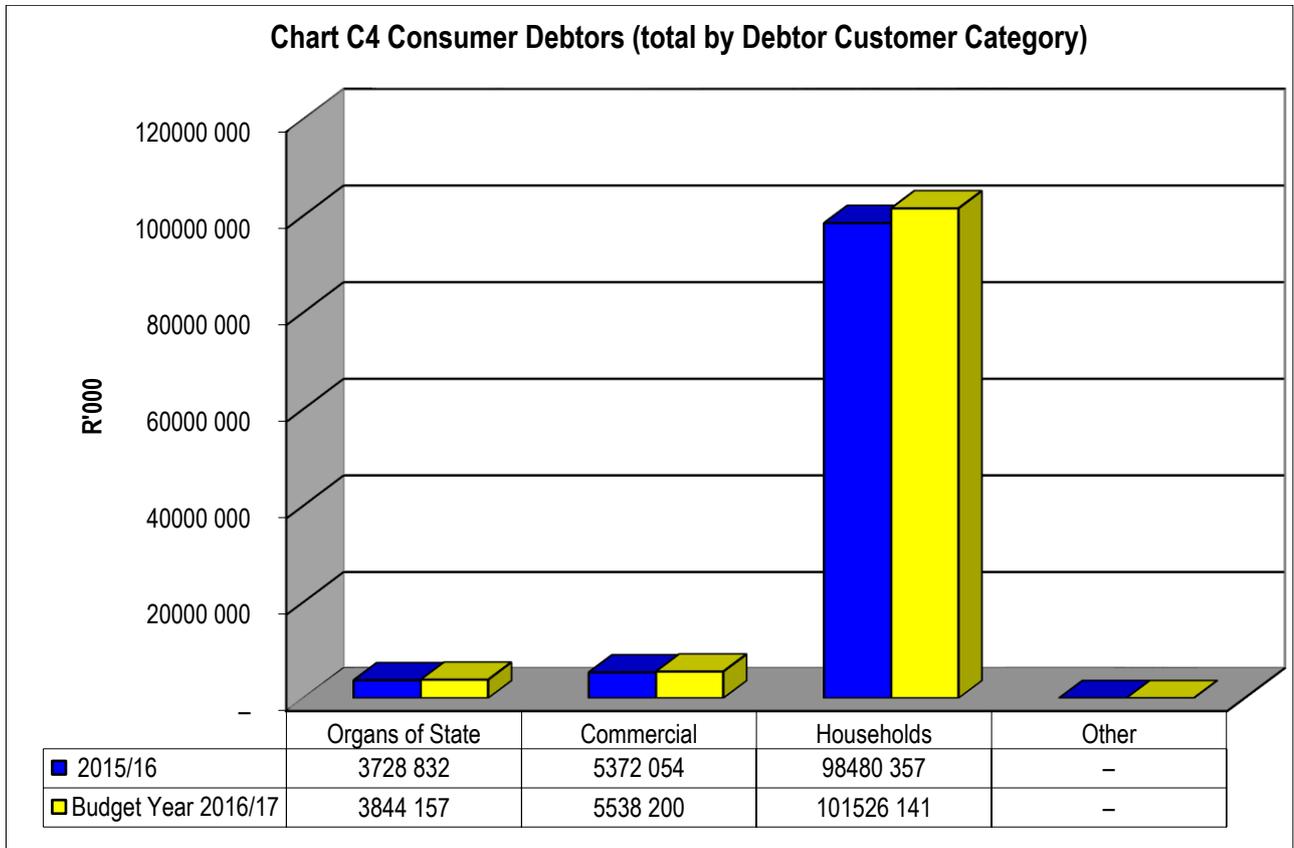
**Capital expenditure – YTD actual vs YTD trend**



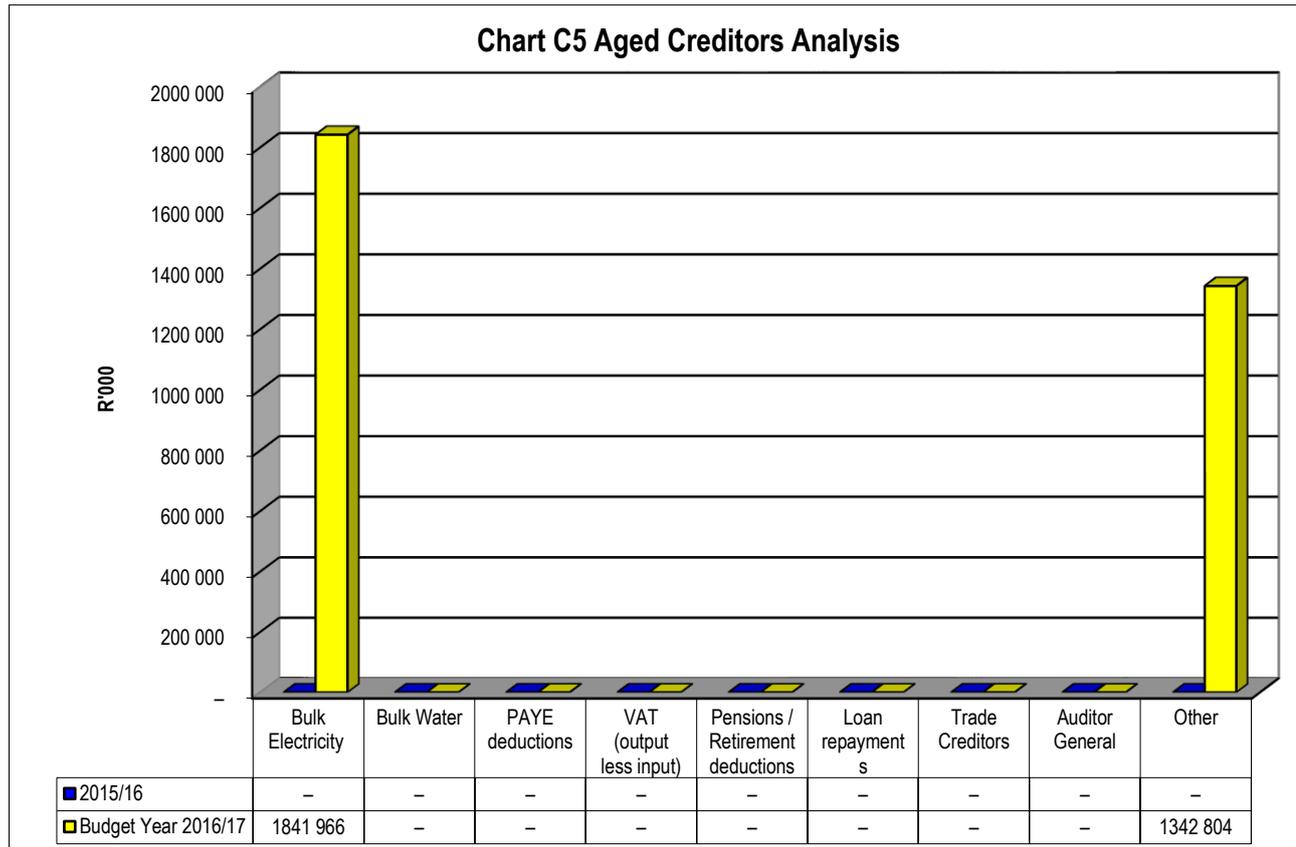
## Debtors Age Analysis



## Debtors by Type



## Creditor Payments



# MUNICIPAL MANAGER'S QUALITY CERTIFICATION

## QUALITY CERTIFICATE

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

(Mark as appropriate)

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

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

Print Name: AC MPELA

Municipal Manager of Umsobomvu Local Municipality (NC072)

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



Date: 13 OCTOBER 2016