

ANNEXURE A



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

Prepared in terms of the Local Government: Municipal Finance Management Act  
(5612003): Municipal Budget and Reporting Regulations, Government Gazette 32141,  
17 May 2009

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# **Monthly & Quarterly Budget Statement**

## **DECEMBER 2014**

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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.

**Allocations** - Money received from Provincial or National Government or other municipalities.

**Budget** - The financial plan of the Municipality.

**Budget related policy** - Policy of a municipality affecting or affected by the budget examples include tariff policy rates policy, credit control and debt collection policy.

**Capital expenditure** - Spending on assets such as land and buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

**Cash flow statement** - A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example when an invoice is received by the Municipality it is shown as expenditure in the month it is received even though it may not be paid in the same period.

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

**Equitable share** - A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

**Fruitless and wasteful expenditure** - Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

**GFS** - Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

**GRAP** - Generally Recognised Accounting Practice. The new standard for municipal accounting.

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

**IHHS** - Informal Housing and Human Settlements provincial grant.

**MBRR** - Local Government: Municipal Finance Management Act (5612003): Municipal budget and reporting regulations.

**MFMA** - Local Government: Municipal Finance Management Act (5612003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

**MIG** - Municipal Infrastructure Grant.

**MTREF** - Medium Term Revenue and Expenditure Framework. A medium term financial plan usually 3 years based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

**NDPG** - Neighbourhood Development Partnership Grant.

**Operating expenditure** - Spending on the day to day expenses of the Municipality such as salaries and wages.

**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. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**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.

**Unauthorised expenditure** - Generally is spending without or in excess of an approved budget.

**Virement** - A transfer of budget.

**Virement policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

**Vote** - One of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality and which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.



## **PART 1 - IN-YEAR REPORT**

### **Section 1 - Mayor's Report**

#### **1.1 In-Year Report - Monthly Budget Statement**

The monthly & Quarterly budget statement for December 2014 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The December 2014 Monthly budget statement is the sixth monthly statement as well as second Quarterly statement to reflect the budget approved by Council on 28 May 2014. This is the sixth report that will be prepared and submitted to Council following the tabling of the budget for 2014/2015.

##### **1.1.1 Financial problems or risks facing the municipality**

There are no financial problems affecting the municipality. Operating revenues and expenditures to date are in line with the projected year to date budgets after taking into account the budget approved on 28 May 2014.

Monitoring and implementation of the capital project continues to receive attention. The municipal manager has already received director's reports on each project to determine the project milestones and identify any possible risks to achieving the year end targets.

Current year performance will be analysed in depth prior to any adjustments budget taking place after the midyear review to ensure capital resources are utilised correctly during the financial year.

##### **1.1.2 Other relevant information**

The quarterly budget statement has been prepared as required by Section 52 of the MFMA. It incorporates the Section 71 monthly budget statement, such that only the quarterly report is tabled before Council.

Year-to-date revenue raised is 17% above the projected year-to-date budget for the current month. Mainly due to yearly collection of Rates and Equitable Share received quarterly.

Operating expenditure incurred amounts to 80% of year-to-date budget. 23.5% of the total capital budget has been spent at 30 December 2014.

## **Section 2 - Resolutions**

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

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

#### **RECOMMENDATION:**

- (a) That Council notes the monthly and quarterly budget statement and supporting documentation for December 2014.

## **Section 3 - Executive Summary**

### **3.1 Introduction**

The 2012/13 audit report is qualified with matters of emphasis.

As stated in the Mayor's report the December 2014 monthly budget statement is the sixth monthly statement as well as the second quarterly report to reflect the budget approved by Council on the 28 May 2014. It is also the sixth report that will be prepared and submitted to Council after the tabling of the budget for 2014/2015.

Year-to-date revenue raised is 17% above the projected year-to-date budget for the current month. Mainly due to yearly collection of Rates and Equitable Share received quarterly.

Operating expenditure incurred amounts to 80% of year-to-date budget. 23.5% of the total capital budget has been spent at 30 December 2014.

### **3.2 Consolidated performance**

#### **3.2.1 Against annual budget (original approved and latest adjustments)**

##### **Revenue by Source**

The annual billing for rates and fixed service charges took place in July and are reflected in this report. Budget targets for fixed and variable service charges (electricity, refuse and other service charges) have been met, with a positive variance of R 668 thousand above year-to-date budget targets. Water and Sanitation were transferred to CHDM as from the 1 July 2014. Annual property rates currently reflect a positive variance of R2 746 million. This revenue situation will be monitored closely.

The year-to-date revenue variance is 17%, which translates to R14.624 million above year-to-date budget projections for December 2014.



### **Operating expenditure by type**

Current expenditure is 20% or R20.057 million, below year-to-date budget projections for December 2014.

Refer to Section 4 - Table C4 for further details on both revenue by source and expenditure by type.

### **Capital expenditure**

Year-to-date expenditure on capital amounts to R8.970 million or 23.5% of the approved capital budget of R38.223 million. 83.6% of expenditure to date has been funded from capital transfers recognised.

Refer to Section 4 - Table C5 for more detail.

### **Cash flows**

The municipality began the financial year with positive cash & cash equivalents balance of R50.993 million and this has increased by R18.898 million during the year-to-date to R69.891 million. Cognisance must be taken of the current commitment against the available cash and investments as shown in Section 7 of this report.

Refer to section 4 - Supporting Table C7 and Section 7 for more detail on the cash position.

### **3.3 Material variances from SDBIP**

The second quarter SDBIP report will be tabled at council after the reviews have taken place.

### **3.4 Remedial or corrective steps**

Remedial or corrective Steps are to be included in the adjustment Budget.

### **3.5 Conclusion**

Performance of revenue compared to budget is good for all sources of revenue. Operating expenditure currently reflects a variance of 20% below YTD budget.

## Section 4 - In-year budget statement tables

## 4.1 Monthly budget statements

## 4.1.1 Table C1: s71 Monthly Budget Statement Summary

EC136 Emalahleni (Ec) - Table C1 Monthly Budget Statement Summary - M06 December

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Financial Performance</b>									
Property rates	3 218	2 034	-	724	3 763	1 017	2 746	270%	2 034
Service charges	21 381	12 650	-	1 427	5 803	6 325	(522)	-8%	12 650
Investment revenue	3 005	2 086	-	311	1 792	1 043	749	72%	7 184
Transfers recognised - operational	98 441	108 178	-	400	77 766	54 089	23 677	44%	108 178
Other own revenue	36 260	43 542	-	7 552	9 745	21 771	(12 026)	-55%	43 542
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>162 305</b>	<b>168 489</b>	<b>-</b>	<b>10 413</b>	<b>98 868</b>	<b>84 245</b>	<b>14 624</b>	<b>17%</b>	<b>173 587</b>
Employee costs	47 295	61 639	-	3 760	22 611	30 820	(8 209)	-27%	61 639
Remuneration of Councillors	9 812	10 227	-	837	4 745	5 114	(369)	-7%	10 227
Depreciation & asset impairment	31 703	23 084	-	1 910	11 459	11 542	(83)	-1%	23 084
Finance charges	690	175	-	-	-	88	(88)	-100%	175
Materials and bulk purchases	12 851	17 213	-	1 083	8 285	8 607	(322)	-4%	17 213
Transfers and grants	19 672	17 899	-	823	11 235	8 950	2 285		17 899
Other expenditure	73 811	69 216	-	4 941	21 335	34 608	(13 272)	-38%	69 216
<b>Total Expenditure</b>	<b>195 833</b>	<b>199 455</b>	<b>-</b>	<b>13 354</b>	<b>79 670</b>	<b>99 727</b>	<b>(20 057)</b>	<b>-20%</b>	<b>199 455</b>
<b>Surplus/(Deficit)</b>	<b>(33 527)</b>	<b>(30 966)</b>	<b>-</b>	<b>(2 941)</b>	<b>19 198</b>	<b>(15 483)</b>	<b>34 681</b>	<b>-224%</b>	<b>(25 867)</b>
Transfers recognised - capital	28 198	30 970	-	2 916	8 670	15 485	(6 815)	-44%	30 970
Contributions & Contributed assets	-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(5 329)</b>	<b>4</b>	<b>-</b>	<b>(25)</b>	<b>27 868</b>	<b>2</b>	<b>27 866</b>	<b>1302077%</b>	<b>5 103</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>	<b>(5 329)</b>	<b>4</b>	<b>-</b>	<b>(25)</b>	<b>27 868</b>	<b>2</b>	<b>27 866</b>	<b>1302077%</b>	<b>5 103</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>37 101</b>	<b>38 223</b>	<b>-</b>	<b>2 869</b>	<b>8 970</b>	<b>19 111</b>	<b>(10 141)</b>	<b>-53%</b>	<b>38 223</b>
Capital transfers recognised	28 198	30 970	-	2 445	7 499	15 485	(7 986)	-52%	30 970
Public contributions & donations	1 312	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	7 591	7 253	-	424	1 471	3 626	(2 155)	-59%	7 253
<b>Total sources of capital funds</b>	<b>37 101</b>	<b>38 223</b>	<b>-</b>	<b>2 869</b>	<b>8 970</b>	<b>19 111</b>	<b>(10 141)</b>	<b>-53%</b>	<b>38 223</b>
<b>Financial position</b>									
Total current assets	70 842	31 345	-		79 074				-
Total non current assets	431 526	445 561	-		441 329				-
Total current liabilities	23 773	16 238	-		14 559				-
Total non current liabilities	8 812	14 341	-		9 707				-
<b>Community wealth/Equity</b>	<b>469 783</b>	<b>446 327</b>	<b>-</b>		<b>496 137</b>				-
<b>Cash flows</b>									
Net cash from (used) operating	35 396	23 089	-	(25)	27 868	11 544	16 324	141%	-
Net cash from (used) investing	(37 101)	(38 223)	-	(2 869)	(8 970)	-	(8 970)	#DIV/0!	-
Net cash from (used) financing	(416)	(195)	-	-	-	-	-		(195)
<b>Cash/cash equivalents at the month/year end</b>	<b>50 993</b>	<b>16 395</b>	<b>-</b>	<b>-</b>	<b>69 891</b>	<b>43 269</b>	<b>26 622</b>	<b>62%</b>	<b>50 798</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	1 909	937	787	1 148	705	840	4 564	48 400	59 289
<b>Creditors Age Analysis</b>									
Total Creditors	9 156	-	-	-	-	-	-	-	9 156



MONTHLY & QUARTERLY BUDGET STATEMENT FOR DECEMBER 2014

### 4.1.2 Table C2: Monthly Budget Statement - Financial Performance (standard classification)

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics 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.

EC136 Emalahleni (Ec) - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Revenue - Standard</b>										
<i>Governance and administration</i>		82 835	102 152	—	8 581	82 231	51 076	31 155	61%	102 152
Executive and council		5 492	6 312	—	2	6 249	3 156	3 093	98%	6 312
Budget and treasury office		77 343	95 817	—	8 578	75 970	47 908	28 062	59%	95 817
Corporate services		0	23	—	1	11	12	(0)	-1%	23
<i>Community and public safety</i>		1 469	1 755	—	96	674	877	(203)	-23%	1 755
Community and social services		1 421	1 410	—	96	674	705	(31)	-4%	1 410
Sport and recreation		—	—	—	—	—	—	—	—	—
Public safety		12	278	—	—	—	139	(139)	-100%	278
Housing		37	67	—	—	—	33	(33)	-100%	67
Health		—	—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		35 174	35 189	—	3 003	9 591	17 595	(8 004)	-45%	35 189
Planning and development		2 884	115	—	11	40	57	(18)	-31%	115
Road transport		32 290	35 074	—	2 992	9 551	17 537	(7 986)	-46%	35 074
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		62 378	60 166	—	1 649	15 203	30 083	(14 880)	-49%	60 166
Electricity		19 273	22 971	—	1 166	12 576	11 485	1 090	9%	22 971
Water		29 266	25 776	—	—	5	12 888	(12 883)	-100%	25 776
Waste water management		9 209	7 260	—	0	15	3 630	(3 615)	-100%	7 260
Waste management		4 630	4 159	—	483	2 607	2 079	527	25%	4 159
Other	4	228	196	—	1	(160)	98	(258)	-264%	196
<b>Total Revenue - Standard</b>	2	182 085	199 458	—	13 329	107 538	99 729	7 810	8%	199 458
<b>Expenditure - Standard</b>										
<i>Governance and administration</i>		59 070	71 376	—	5 783	27 785	35 688	(7 903)	-22%	71 376
Executive and council		24 341	28 973	—	2 031	11 544	14 487	(2 943)	-20%	28 973
Budget and treasury office		21 046	23 443	—	2 016	8 974	11 722	(2 748)	-23%	23 443
Corporate services		13 683	18 959	—	1 736	7 268	9 480	(2 212)	-23%	18 959
<i>Community and public safety</i>		21 995	15 830	—	823	6 304	7 915	(1 611)	-20%	15 830
Community and social services		18 583	11 230	—	685	4 123	5 615	(1 492)	-27%	11 230
Sport and recreation		667	1 041	—	79	481	520	(39)	-7%	1 041
Public safety		1 543	1 748	—	(4)	1 326	874	451	52%	1 748
Housing		1 201	1 810	—	63	373	905	(532)	-59%	1 810
Health		—	—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		35 739	43 928	—	3 332	17 988	21 964	(3 976)	-18%	43 928
Planning and development		8 081	10 057	—	538	2 069	5 028	(2 960)	-59%	10 057
Road transport		27 658	33 871	—	2 795	15 919	16 936	(1 016)	-6%	33 871
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		70 228	67 855	—	3 388	27 396	33 927	(6 531)	-19%	67 855
Electricity		23 202	28 650	—	1 250	14 952	14 325	627	4%	28 650
Water		29 409	25 776	—	1 428	8 414	12 888	(4 474)	-35%	25 776
Waste water management		11 862	7 260	—	207	1 224	3 630	(2 406)	-66%	7 260
Waste management		5 755	6 169	—	503	2 806	3 084	(278)	-9%	6 169
Other		382	465	—	28	197	232	(35)	-15%	465
<b>Total Expenditure - Standard</b>	3	187 414	199 453	—	13 354	79 670	99 727	(20 057)	-20%	199 453
<b>Surplus/ (Deficit) for the year</b>		(5 329)	4	—	(25)	27 868	2	27 866	#####	4

The under collection in Executive & council is mainly caused by allocations of equitable share not done yet.

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

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: Executive & Council; Corporate Services; Budget & Treasury; Planning & Development; Community Services and Technical Services.

EC136 Emalahleni (Ec) - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive and Council		5 492	6 312	–	2	6 249	3 156	3 093	98.0%	6 312
Vote 2 - Budget and Treasury		80 808	95 817	–	8 578	75 970	47 908	28 062	58.6%	95 817
Vote 3 - Corporate Services		0	23	–	1	11	12	(0)	-0.5%	23
Vote 4 - Community and Social Services		6 280	5 764	–	580	3 121	2 882	239	8.3%	5 764
Vote 5 - IPED		2 921	182	–	11	40	91	(51)	-56.4%	182
Vote 6 - Technical Services		90 049	91 359	–	4 158	22 147	45 680	(23 532)	-51.5%	91 359
		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	185 550	199 458	–	13 329	107 538	99 729	7 810	7.8%	199 458
Expenditure by Vote	1									
Vote 1 - Executive and Council		24 341	28 973	–	2 031	11 544	14 487	(2 943)	-20.3%	28 973
Vote 2 - Budget and Treasury		24 511	23 443	–	2 016	8 974	11 722	(2 748)	-23.4%	23 443
Vote 3 - Corporate Services		13 683	18 959	–	1 736	7 268	9 480	(2 212)	-23.3%	18 959
Vote 4 - Community and Social Services		25 388	18 904	–	1 294	7 608	9 452	(1 844)	-19.5%	18 904
Vote 5 - IPED		9 282	11 867	–	600	2 442	5 934	(3 491)	-58.8%	11 867
Vote 6 - Technical Services		93 674	97 306	–	5 677	41 834	48 653	(6 818)	-14.0%	97 306
		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	190 879	199 453	–	13 354	79 670	99 727	(20 057)	-20.1%	199 453
Surplus/ (Deficit) for the year	2	(5 329)	4	–	(25)	27 868	2	27 866	#####	4

Unauthorised expenditure by year end would occur either for the municipality as a whole if the budget for 'Total Expenditure by Vote' or if any of the individual budgets for any specific votes were overspent.

For the month of December 2014, Executive & Council , Corporate Service , Planning & Development, Community Services and Technical Services reflect an under expenditure against the year-to-date budget forecasts.



MONTHLY & QUARTERLY BUDGET STATEMENT FOR DECEMBER 2014

**4.1.4 Table C4: Monthly Budget Statement - Financial Performance (revenue and expenditure)**

EC136 Emalahleni (Ec) - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		3 218	2 034	–	724	3 763	1 017	2 746	270%	2 034
Property rates - penalties & collection charges		–	–	–	–	–	–	–		–
Service charges - electricity revenue		8 048	7 419	–	1 132	4 261	3 710	552	15%	7 419
Service charges - water revenue		6 931	2 042	–	–	7	1 021	(1 014)	-99%	2 042
Service charges - sanitation revenue		3 707	369	–	–	8	184	(176)	-96%	369
Service charges - refuse revenue		2 695	2 820	–	295	1 526	1 410	117	8%	2 820
Service charges - other		–	–	–	–	–	–	–		–
Rental of facilities and equipment		731	604	–	44	146	302	(155)	-51%	604
Interest earned - external investments		3 005	2 086	–	311	1 792	1 043	749	72%	2 086
Interest earned - outstanding debtors		7 834	5 098	–	331	1 950	2 549	(599)	-24%	5 098
Dividends received		–	–	–	–	–	–	–		–
Fines		115	113	–	2	50	57	(7)	-12%	113
Licences and permits		383	498	–	29	225	249	(24)	-10%	498
Agency services		61	1 236	–	6	79	618	(539)	-87%	1 236
Transfers recognised - operational		98 441	108 178	–	400	77 766	54 089	23 677	44%	108 178
Other revenue		27 135	35 992	–	7 140	7 295	17 996	(10 701)	-59%	35 992
Gains on disposal of PPE		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		162 305	168 489	–	10 413	98 868	84 245	14 624	17%	168 489
Expenditure By Type										
Employee related costs		47 295	61 639	–	3 760	22 611	30 820	(8 209)	-27%	61 639
Remuneration of councillors		9 812	10 227	–	837	4 745	5 114	(369)	-7%	10 227
Debt impairment		19 245	3 251	–	89	536	1 626	(1 090)	-67%	3 251
Depreciation & asset impairment		31 703	23 084	–	1 910	11 459	11 542	(83)	-1%	23 084
Finance charges		690	175	–	–	–	88	(88)	-100%	175
Bulk purchases		12 851	17 213	–	1 083	8 285	8 607	(322)	-4%	17 213
Other materials		–	–	–	–	–	–	–		–
Contracted services		4 034	5 762	–	682	2 524	2 881	(357)	-12%	5 762
Transfers and grants		19 672	17 899	–	823	11 235	8 950	2 285	26%	17 899
Other expenditure		42 114	60 203	–	4 170	18 276	30 101	(11 826)	-39%	60 203
Loss on disposal of PPE		8 419	–	–	–	–	–	–		–
Total Expenditure		195 833	199 455	–	13 354	79 670	99 727	(20 057)	-20%	199 455
Surplus/(Deficit)		(33 527)	(30 966)	–	(2 941)	19 198	(15 483)	34 681	(0)	(30 966)
Transfers recognised - capital		28 198	30 970	–	2 916	8 670	15 485	(6 815)	(0)	30 970
Contributions recognised - capital		–	–	–	–	–	–	–		–
Contributed assets		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		(5 329)	4	–	(25)	27 868	2			4
Taxation		–	–	–	–	–	–	–		–
Surplus/(Deficit) after taxation		(5 329)	4	–	(25)	27 868	2			4
Attributable to minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		(5 329)	4	–	(25)	27 868	2			4
Share of surplus/ (deficit) of associate		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		(5 329)	4	–	(25)	27 868	2			4

MONTHLY & QUARTERLY BUDGET STATEMENT FOR DECEMBER 2014

The annual budget is approved for 'Total Revenue by Source'.

The year-to-date revenue reflects an achievement of 117% of the year-to-date budget and 50% of the annual budget of R168.489 million.

Current expenditure is 20% or R20.057 million below year-to-date budget projections for December 2014. Employee related costs, Remuneration of Councillors, Bulk Purchases, Debt Impairment, Depreciation, Finance Charges, Contracted Services and Other Expenditure are under spent while Transfers and Grants category is over spent.



MONTHLY & QUARTERLY BUDGET STATEMENT FOR DECEMBER 2014

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

EC136 Emalahleni (Ec) - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M06  
December

Vote Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		-	-	-	-	-	-	-		-
Vote 2 - Budget and Treasury		-	-	-	-	-	-	-		-
Vote 3 - Corporate Services		-	-	-	-	-	-	-		-
Vote 4 - Community and Social Services		11 753	24 574	-	2 092	4 680	12 287	(7 607)	-62%	24 574
Vote 5 - IPED		-	-	-	-	-	-	-		-
Vote 6 - Technical Services		12 710	3 319	-	202	2 335	1 660	675	41%	3 319
Vote 15 -		-	-	-	-	-	-	-		-
<b>Total Capital Multi-year expenditure</b>	4,7	24 463	27 893	-	2 294	7 015	13 946	(6 932)	-50%	27 893
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		809	4 210	-	208	330	2 105	(1 775)	-84%	4 210
Vote 2 - Budget and Treasury		1 648	1 160	-	154	386	580	(194)	-33%	1 160
Vote 3 - Corporate Services		133	370	-	2	38	185	(147)	-80%	370
Vote 4 - Community and Social Services		682	2 180	-	212	553	1 090	(537)	-49%	2 180
Vote 5 - IPED		1 597	2 290	-	-	24	1 145	(1 121)	-98%	2 290
Vote 6 - Technical Services		7 770	120	-	-	625	60	565	942%	120
Vote 15 -		-	-	-	-	-	-	-		-
<b>Total Capital single-year expenditure</b>	4	12 638	10 330	-	575	1 955	5 165	(3 210)	-62%	10 330
<b>Total Capital Expenditure</b>		37 101	38 223	-	2 869	8 970	19 111	(10 141)	-53%	38 223
<b>Capital Expenditure - Standard Classification</b>										
<b>Governance and administration</b>		2 590	5 740	-	363	754	2 870	(2 116)	-74%	5 740
Executive and council		809	4 210	-	208	330	2 105	(1 775)	-84%	4 210
Budget and treasury office		1 648	1 160	-	154	386	580	(194)	-33%	1 160
Corporate services		133	370	-	2	38	185	(147)	-80%	370
<b>Community and public safety</b>		8 465	19 700	-	2 304	5 233	9 850	(4 617)	-47%	19 700
Community and social services		2 857	15 303	-	1 176	1 864	7 651	(5 788)	-76%	15 303
Sport and recreation		4 333	4 397	-	720	1 891	2 199	(307)	-14%	4 397
Public safety		1 275	-	-	408	1 478	-	1 478	#DIV/0!	-
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
<b>Economic and environmental services</b>		22 077	5 729	-	202	2 984	2 865	119	4%	5 729
Planning and development		1 597	2 290	-	-	24	1 145	(1 121)	-98%	2 290
Road transport		20 480	3 439	-	202	2 960	1 720	1 240	72%	3 439
Environmental protection		-	-	-	-	-	-	-		-
<b>Trading services</b>		3 970	7 054	-	-	-	3 527	(3 527)	-100%	7 054
Electricity		-	-	-	-	-	-	-		-
Water		-	-	-	-	-	-	-		-
Waste water management		-	-	-	-	-	-	-		-
Waste management		3 970	7 054	-	-	-	3 527	(3 527)	-100%	7 054
<b>Other</b>		-	-	-	-	-	-	-		-
<b>Total Capital Expenditure - Standard Classification</b>	3	37 101	38 223	-	2 869	8 970	19 111	(10 141)	-53%	38 223
<b>Funded by:</b>										
National Government		28 198	30 970	-	2 445	7 499	15 485	(7 986)	-52%	30 970
Provincial Government		-	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Other transfers and grants		-	-	-	-	-	-	-		-
<b>Transfers recognised - capital</b>		28 198	30 970	-	2 445	7 499	15 485	(7 986)	-52%	30 970
<b>Public contributions &amp; donations</b>	5	1 312	-	-	-	-	-	-		-
<b>Borrowing</b>	6	-	-	-	-	-	-	-		-
<b>Internally generated funds</b>		7 591	7 253	-	424	1 471	3 626	(2 155)	-59%	7 253
<b>Total Capital Funding</b>		37 101	38 223	-	2 869	8 970	19 111	(10 141)	-53%	38 223

MONTHLY & QUARTERLY BUDGET STATEMENT FOR DECEMBER 2014

# 4.1.6 Table C6: Monthly Budget Statement - Financial Position

EC136 Emalahleni (Ec) - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2013/14	Budget Year 2014/15			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		9 379	2 395	-	14 507	-
Call investment deposits		41 614	14 000	-	55 385	-
Consumer debtors		10 687	13 557	-	1 668	-
Other debtors		8 543	968	-	6 896	-
Current portion of long-term receivables		-	-	-	-	-
Inventory		619	424	-	619	-
<b>Total current assets</b>		<b>70 842</b>	<b>31 345</b>	<b>-</b>	<b>79 074</b>	<b>-</b>
<b>Non current assets</b>						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		8 394	25 417	-	14 184	-
Investments in Associate		-	-	-	-	-
Property, plant and equipment		421 798	419 890	-	426 894	-
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		259	255	-	250	-
Other non-current assets		1 076	-	-	-	-
<b>Total non current assets</b>		<b>431 526</b>	<b>445 561</b>	<b>-</b>	<b>441 329</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>502 368</b>	<b>476 906</b>	<b>-</b>	<b>520 403</b>	<b>-</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		311	-	-	-	-
Consumer deposits		-	-	-	-	-
Trade and other payables		16 695	9 316	-	9 527	-
Provisions		6 767	6 922	-	5 032	-
<b>Total current liabilities</b>		<b>23 773</b>	<b>16 238</b>	<b>-</b>	<b>14 559</b>	<b>-</b>
<b>Non current liabilities</b>						
Borrowing		235	657	-	318	-
Provisions		8 577	13 684	-	9 390	-
<b>Total non current liabilities</b>		<b>8 812</b>	<b>14 341</b>	<b>-</b>	<b>9 707</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>32 585</b>	<b>30 579</b>	<b>-</b>	<b>24 266</b>	<b>-</b>
<b>NET ASSETS</b>	2	<b>469 783</b>	<b>446 327</b>	<b>-</b>	<b>496 137</b>	<b>-</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		469 783	446 327	-	496 137	-
Reserves		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>469 783</b>	<b>446 327</b>	<b>-</b>	<b>496 137</b>	<b>-</b>



MONTHLY & QUARTERLY BUDGET STATEMENT FOR DECEMBER 2014

**4.1.7 Table C7: Monthly Budget Statement - Cash Flow**

EC136 Emalahleni (Ec) - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Ratepayers and other		30 068	49 876	-	9 372	17 361	26 564	(9 203)	-35%	-
Government - operating		98 441	108 178	-	400	77 766	54 089	23 677	44%	-
Government - capital		22 739	30 970	-	2 916	8 670	15 485	(6 815)	-44%	-
Interest		10 839	7 184	-	642	3 742	3 592	150	4%	-
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(107 091)	(155 045)	-	(12 531)	(68 435)	(79 148)	(10 713)	14%	-
Finance charges		(137)	(175)	-	-	-	(88)	(88)	100%	-
Transfers and Grants		(19 462)	(17 899)	-	(823)	(11 235)	(8 950)	2 285	-26%	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>35 396</b>	<b>23 089</b>	<b>-</b>	<b>(25)</b>	<b>27 868</b>	<b>11 544</b>	<b>16 324</b>	<b>141%</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		0	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		(37 101)	(38 223)	-	(2 869)	(8 970)	-	8 970	#DIV/0!	-
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(37 101)</b>	<b>(38 223)</b>	<b>-</b>	<b>(2 869)</b>	<b>(8 970)</b>	<b>-</b>	<b>8 970</b>	<b>#DIV/0!</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		(110)	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing		(306)	(195)	-	-	-	-	-	-	(195)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(416)</b>	<b>(195)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(195)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(2 122)</b>	<b>(15 329)</b>	<b>-</b>	<b>(2 894)</b>	<b>18 898</b>	<b>11 544</b>			<b>(195)</b>
Cash/cash equivalents at beginning:		53 115	31 725	-		50 993	31 725			50 993
Cash/cash equivalents at month/year end:		50 993	16 395	-		69 891	43 269			50 798

Table C7 includes the balance of the Cashbook and Current Investment Deposits.

Refer to section 7 for a more comprehensive picture of the cash position of the municipality which includes non-current investments and commitments against available cash resources.

## 4.1.8 Supporting Table SC9: Monthly Budget Statement – Actual and revised targets for cash receipts and cash flows

This supporting table gives a detailed breakdown of information summarised in Table C7.

EC136 Emalahleni (Ec) - Supporting Table SC9 Monthly Budget Statement – actuals and revised targets for cash receipts - M06 December

Description	Ref	Budget Year 2014/15												2014/15 Medium Term Revenue & Expenditure Framework	
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2014/15	Budget Year +2016/17
<b>Cash Receipts By Source</b>	1														
Property rates		170	170	170	170	170	170	170	170	170	170	170	(1 865)	—	2 214
Property rates - penalties & collection charges		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Service charges - electricity revenue		618	618	618	618	618	618	618	618	618	618	618	(6 801)	7 775	8 077
Service charges - water revenue		170	170	170	170	170	170	170	170	170	170	170	(1 872)	2 140	2 223
Service charges - sanitation revenue		31	31	31	31	31	31	31	31	31	31	31	(338)	366	401
Service charges - refuse		235	235	235	235	235	235	235	235	235	235	235	(2 585)	2 955	3 070
Service charges - other		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Rental of facilities and equipment		50	50	50	50	50	50	50	50	50	50	50	(553)	633	657
Interest earned - external investments		174	174	174	174	174	174	174	174	174	174	174	(1 912)	2 185	2 271
Interest earned - outstanding debtors		425	425	425	425	425	425	425	425	425	425	425	(4 674)	5 343	5 550
Dividends received		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Fines		42	42	42	42	42	42	42	42	42	42	42	(457)	522	123
Licences and permits		103	103	103	103	103	103	103	103	103	103	103	(1 133)	1 295	542
Agency services		9 015	9 015	9 015	9 015	9 015	9 015	9 015	9 015	9 015	9 015	9 015	(99 163)	143 222	149 843
Transfer receipts - operating		2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	(32 993)	38 074	40 241
Other revenue		14 041	14 041	14 041	14 041	14 041	14 041	14 041	14 041	14 041	14 041	14 041	(154 448)	206 782	216 558
<b>Cash Receipts by Source</b>															
Other Cash Flows by Source															
Transfer receipts - capital		2 581	2 581	2 581	2 581	2 581	2 581	2 581	2 581	2 581	2 581	2 581	(28 389)	32 508	33 835
Contributions & Contributed assets		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Proceeds on disposal of PPE		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Short term loans		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Borrowing long term/refinancing		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Increase in consumer deposits		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Receipt of non-current debtors		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Receipt of non-current receivables		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Change in non-current investments		—	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Total Cash Receipts by Source</b>		<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>(162 837)</b>	<b>239 290</b>	<b>250 393</b>
<b>Cash Payments by Type</b>															
Employee related costs		5 137	5 137	5 137	5 137	5 137	5 137	5 137	5 137	5 137	5 137	5 137	(56 503)	61 750	67 726
Remuneration of councillors		852	852	852	852	852	852	852	852	852	852	852	(9 375)	10 718	11 134
Interest paid		15	15	15	15	15	15	15	15	15	15	15	(161)	184	191
Bulk purchases - Electricity		1 434	1 434	1 434	1 434	1 434	1 434	1 434	1 434	1 434	1 434	1 434	(15 779)	18 040	18 740
Bulk purchases - Water & Sewer		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Other materials		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Contracted services		480	480	480	480	480	480	480	480	480	480	480	(5 281)	6 038	6 272
Grants and subsidies paid - other municipalities		1 492	1 492	1 492	1 492	1 492	1 492	1 492	1 492	1 492	1 492	1 492	(16 408)	28 296	33 660
Grants and subsidies paid - other		—	—	—	—	—	—	—	—	—	—	—	—	—	—
General expenses		5 288	5 288	5 288	5 288	5 288	5 288	5 288	5 288	5 288	5 288	5 288	(59 166)	62 073	64 482
<b>Total Cash Payments by Type</b>		<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>(161 673)</b>	<b>187 099</b>	<b>202 203</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Repayment of borrowing		—	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Total Cash Flows/Payments</b>		<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>(161 673)</b>	<b>187 099</b>	<b>202 203</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>(21 165)</b>	<b>52 192</b>	<b>52 192</b>
Cash/cash equivalents at the monthly year beginning:		1 924	1 924	1 924	1 924	1 924	1 924	1 924	1 924	1 924	1 924	1 924	21 165	52 192	100 392
Cash/cash equivalents at the monthly year end:		—	3 848	5 772	7 696	9 620	11 544	13 468	15 392	17 317	19 241	21 165	—	—	—



## PART 2 - SUPPORTING DOCUMENTATION

### Section 5 - Debtors' analysis

#### 5.1 Supporting Table SC3

##### Debtor's age analysis

EC136 Emalahleni (Ec) - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description		Budget Year 2014/15										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total		
R thousands													
Debtors Age Analysis By Income Source													
	1200	-	-	-	-	-	-	-	(27)	(27)	(27)	-	32 816
	1300	450	71	69	427	40	42	239	1 695	3 034	2 443	-	396
	1400	972	385	227	220	217	337	1 012	15 095	18 464	16 881	-	12 169
	1500	-	-	-	-	-	-	-	(7)	(7)	(7)	-	36 084
	1600	439	433	425	427	408	423	2 296	27 295	32 146	30 848	-	28 765
	1700	48	48	64	75	40	39	1 016	414	1 745	1 584	-	508
	1810	-	-	-	-	-	-	-	-	-	-	-	-
	1820	-	-	-	-	-	-	-	-	-	-	-	-
	1900	0	0	-	-	-	0	-	3 934	3 934	3 934	-	3 800
	2000	1 909	937	787	1 148	705	840	4 564	48 400	59 289	55 656	-	114 538
	Total By Income Source		3 386	2 318	2 119	1 931	2 056	1 745	11 705	99 393	124 653	116 830	114 538
	2013/14 - totals only												
Debtors Age Analysis By Customer Group													
	2200	451	140	136	391	97	176	655	5 744	7 789	7 051	-	2 254
	2300	848	95	93	98	84	120	320	3 933	5 591	4 555	-	6 411
	2400	550	678	533	526	504	521	3 485	37 429	44 227	42 466	-	100 581
	2500	59	24	25	133	20	23	104	1 294	1 682	1 574	-	5 293
	2600	1 909	937	787	1 148	705	840	4 564	48 400	59 289	55 656	-	114 538
	Total By Customer Group												

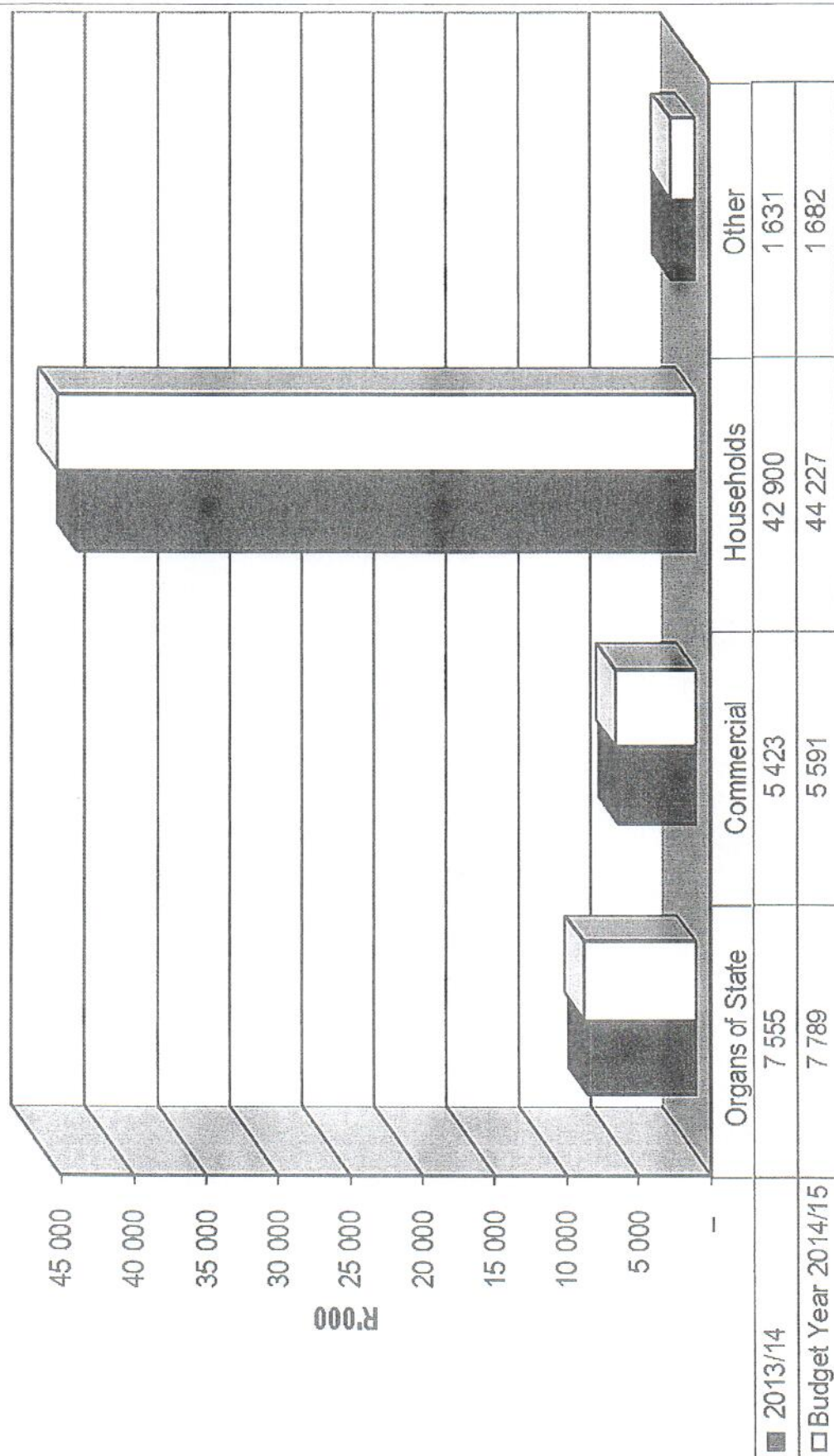
The value reflected in the Financial Position will not reconcile to the Debtors Age Analysis shown on Supporting Table SC3. The financial position includes the total annual billing to date and some debtor classifications which do not form part of the consumer debtors whereas the age analysis only includes those consumer amounts which have become due and not the 'future' amounts which will only fall due in coming months for consumers who pay for their accounts by 30 September annually or monthly on an instalment bases.

Chart C3 Aged Consumer Debtors Analysis





**Chart C4 Consumer Debtors (total by Debtor Customer Category)**



## Section 6 - Creditor's Analysis

### Creditor's Analysis

The creditor's analysis must contain an aged analysis by customer type reconciled with the financial position.

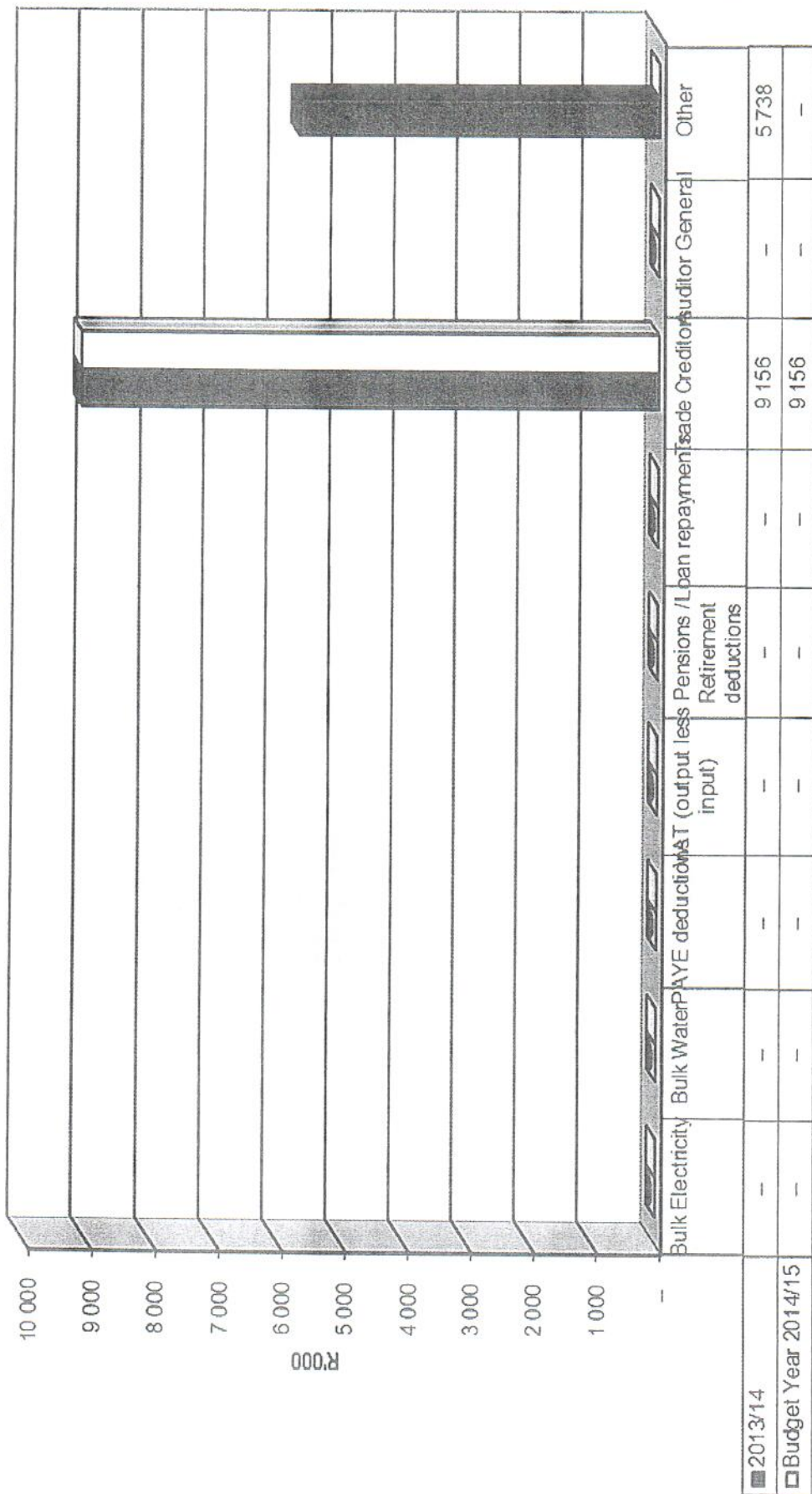
### 6.1 Supporting Table SC4: Creditor's Aged Analysis

EC136 Emalahleni (Ec) - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2014/15								Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		Total
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	9 156	-	-	-	-	-	-	-	9 156	9 156
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	5 738
Total By Customer Type	1000	9 156	-	-	-	-	-	-	-	9 156	14 893



**Chart C5 Aged Creditors Analysis**



## Section 7 - Investment Portfolio Analysis

### Investment Portfolio Analysis

The investment portfolio analysis must include information consistent with the requirements of the Municipal Investment Regulations, 2005 issued by the National Treasury.

### 7.1 Supporting Table SC5: Investment Portfolio Analysis

EC136 Emalahleni (Ec) - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
<b>Municipality</b>									
Investec Bank: SUFFIX 451		32 day s	Fixed deposit		113		12 012	15 108	27 120
Standard Bank: 088799697-001		32 day s	Call deposit		-		-	-	-
First National Bank: 74366334164		32 day s	Fixed deposit		186		35 499	(7 774)	27 725
Standard Bank: 088799697-011		32 day s	Fixed deposit		9		572	(32)	540
<b>Municipality sub-total</b>					307		48 083	7 302	55 385
<b>Entities</b>									
Entities sub-total					-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	2				307		48 083	7 302	55 385



## **Section 8- Allocation and grant receipts and expenditure**

### **Allocation and grant receipts and expenditure**

The disclosure an allocation and grant expenditure must reflect particulars of-

- (a) allocation and grant receipts and expenditure against each allocation or grant; and
- (b) any change in allocations as result of-
  - (i) an adjustments budget of the national or provincial government or district or local municipality; and
  - (ii) changes in grants from other providers

## 8.1 Supporting Table SC6 -Grants receipts

EC136 Emalahleni (Ec) - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

R thousands	Description	Ref	2013/14	Budget Year 2014/15						Full Year Forecast		
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance		YTD variance %	
RECEIPTS:  Operating Transfers and Grants  National Government: Local Government Equitable Share EPWP Incentive Finance Management Municipal Systems Improvement Integrated National Electrification Programme EPWP Incentive Municipal Infrastructure Grant (MIG) Provincial Government:  Other transfers and grants [insert description] District Municipality: [insert description]  Other grant providers: [insert description] LGSETA		1,2										
			102 471	127 353	-	476	78 235	54 114	20 746	38.3%	127 353	
			78 749	92 038	-	-	67 110	46 019	21 091	45.8%	92 038	
			1 000	1 217	-	46	604	609			1 217	
			1 771	1 800	-	261	1 102	900			1 800	
			954	934	-	48	457	467			934	
			19 996	30 000	-	-	8 187	5 000			30 000	
			-	-	-	-	-	-	-		-	
			-	1 364	-	120	775	1 120	(345)	-30.8%	1 364	
			1 529	932	-	44	305	466	(161)	-34.5%	932	
			1 529	932	-	44	305	466	(161)	-34.5%	932	
			3 594	103	-	-	-	51	(51)	-100.0%	103	
			-	-	-	-	-	-	-		-	
			3 594	103	-	-	-	51	(51)	-100.0%	103	
			106	-	-	-	-	-	-		-	
			-	-	-	-	-	-	-		-	
			106	-	-	-	-	-	-		-	
	5	Total Operating Transfers and Grants		107 699	128 388	-	520	78 540	54 632	20 533	37.6%	128 388
		Capital Transfers and Grants										
		National Government:										
Municipal Infrastructure Grant (MIG)			30 716	30 970	-	2 916	8 670	15 485	(6 815)	-44.0%	30 970	
Municipal Infrastructure Grant (MIG)			-	-	-	-	-	-	-		-	
Provincial Government:			30 716	30 970	-	2 916	8 670	15 485	(6 815)	-44.0%	30 970	
[insert description]			-	-	-	-	-	-	-		-	
			-	-	-	-	-	-	-		-	
			-	-	-	-	-	-	-		-	
			-	-	-	-	-	-	-		-	
			-	-	-	-	-	-	-		-	
			-	-	-	-	-	-	-		-	
			-	-	-	-	-	-	-		-	
5	Total Capital Transfers and Grants		30 716	30 970	-	2 916	8 670	15 485	(6 815)	-44.0%	30 970	
5	TOTAL RECEIPTS OF TRANSFERS & GRANTS		138 415	159 358	-	3 436	87 210	70 117	13 718	19.6%	159 358	



## 8.2 Supporting Table SC7 (1)-Grants expenditure

EC136 Emalahleni (Ec) - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

R thousands	Description	Ref	2013/14	Budget Year 2014/15							Full Year Forecast
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>EXPENDITURE</b>											
<b>Operating expenditure of Transfers and Grants</b>											
<b>National Government:</b>											
	Local Government Equitable Share		82 270	127 353	93 409	428	77 778	53 064	24 714	46.6%	127 353
	EPWP Incentive		69 797	92 038	78 749	—	67 110	38 349	28 761	75.0%	92 038
	Finance Management		1 379	1 800	1 650	261	1 102	750	352	46.9%	1 800
	Municipal Systems Improvement		736	934	890	—	—	389	(389)	-100.0%	934
	Integrated National Electrification Programme		9 000	30 000	10 000	—	8 187	12 500	(4 313)	-34.5%	30 000
	EPWP Incentive		1 358	1 217	1 000	46	604	507	97	19.2%	1 217
	Municipal Infrastructure Grant (MIG)		—	1 364	1 120	120	775	568	206	36.3%	1 364
	<b>Provincial Government:</b>		<b>356</b>	<b>932</b>	<b>1 184</b>	<b>—</b>	<b>—</b>	<b>388</b>	<b>(388)</b>	<b>-100.0%</b>	<b>932</b>
	Other transfers and grants [insert description]		356	932	1 184	—	—	388	(388)	-100.0%	932
	District Municipality:		2 705	103	3 957	—	—	43	(43)	-100.0%	103
	[insert description]		2 705	103	3 957	—	—	43	(43)	-100.0%	103
	Other grant providers:		84	—	—	—	—	—	—	—	—
	<b>LGSETA</b>		<b>84</b>								
	<b>Total operating expenditure of Transfers and Grants:</b>		<b>85 415</b>	<b>128 388</b>	<b>98 550</b>	<b>428</b>	<b>77 778</b>	<b>53 495</b>	<b>24 283</b>	<b>45.4%</b>	<b>128 388</b>
<b>Capital expenditure of Transfers and Grants</b>											
<b>National Government:</b>											
	Municipal Infrastructure Grant (MIG)		20 793	30 970	28 138	2 445	7 499	12 904	(5 405)	-41.9%	30 970
	Municipal Infrastructure Grant (MIG)		20 793	30 970	28 138	2 445	7 499	12 904	(5 405)	-41.9%	30 970
	Provincial Government:		—	—	—	—	—	—	—	—	—
	District Municipality:		—	—	—	—	—	—	—	—	—
	Other grant providers:		—	—	—	—	—	—	—	—	—
	<b>Total capital expenditure of Transfers and Grants</b>		<b>20 793</b>	<b>30 970</b>	<b>28 138</b>	<b>2 445</b>	<b>7 499</b>	<b>12 904</b>	<b>(5 405)</b>	<b>-41.9%</b>	<b>30 970</b>
	<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>106 208</b>	<b>159 358</b>	<b>126 688</b>	<b>2 873</b>	<b>85 277</b>	<b>66 399</b>	<b>18 878</b>	<b>28.4%</b>	<b>159 358</b>

### 8.3 Supporting Table SC7 (2)-Grants expenditure approved rollovers

EC136 Emalahleni (Ec) - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M06 December

		Budget Year 2014/15				
Description	Ref	Approved Rollover 2013/14	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>						
<b>EXPENDITURE</b>						
<b>Operating expenditure of Approved Roll-overs</b>						
National Government:						
Local Government Equitable Share		—	—	—	—	
EPWP Incentive						
Finance Management						
Municipal Systems Improvement						
Integrated National Electrification Programme						
Municipal Infrastructure Grant (MIG)						
Provincial Government:						
Other transfers and grants [insert description]						
District Municipality:						
[insert description]						
Other grant providers:						
[insert description]						
<b>Total operating expenditure of Approved Roll-overs</b>						
<b>Capital expenditure of Approved Roll-overs</b>						
National Government:						
Municipal Infrastructure Grant (MIG)						
Municipal Infrastructure Grant (MIG)						
Municipal Infrastructure Grant (MIG)						
Provincial Government:						
Municipal Infrastructure Grant (MIG)						
District Municipality:						
Other grant providers:						
<b>Total capital expenditure of Approved Roll-overs</b>						
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>						



EC136 Emalaheni (Ec) - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

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# MONTHLY & QUARTERLY BUDGET STATEMENT FOR DECEMBER 2014

EC136 Emalahleni (Ec) - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

Description	Ref	Budget Year 2014/15												2014/15 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<b>R thousands</b>																
<b>Cash Receipts By Source</b>																
Property rates		170	170	170	170	170	170	170	170	170	170	170	(1 865)	2 132	2 214	
Service charges - penalties & collection charges		618	618	618	618	618	618	618	618	618	618	618	(6 801)	7 775	8 077	
Service charges - water revenue		31	31	31	31	31	31	31	31	31	31	31	(1 872)	2 140	2 223	
Service charges - sanitation revenue		235	235	235	235	235	235	235	235	235	235	235	(2 398)	386	401	
Service charges - refuse		50	50	50	50	50	50	50	50	50	50	50	(553)	2 955	3 070	
Rental of facilities and equipment		174	174	174	174	174	174	174	174	174	174	174	(1 912)	633	657	
Interest earned - external investments		425	425	425	425	425	425	425	425	425	425	425	(4 674)	2 186	2 271	
Dividends received		9	9	9	9	9	9	9	9	9	9	9	(104)	5 343	5 550	
Licences and permits		42	42	42	42	42	42	42	42	42	42	42	(457)	119	123	
Agency services		103	103	103	103	103	103	103	103	103	103	103	(1 133)	522	542	
Transfer receipts - operating		9 015	9 015	9 015	9 015	9 015	9 015	9 015	9 015	9 015	9 015	9 015	(99 163)	1 295	1 345	
Other revenue		2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	(32 993)	143 222	149 843	
<b>Cash Receipts by Source</b>		<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>14 041</b>	<b>(154 448)</b>	<b>206 762</b>	<b>216 558</b>	
<b>Other Cash Flows by Source</b>																
Transfer receipts - capital		2 581	2 581	2 581	2 581	2 581	2 581	2 581	2 581	2 581	2 581	2 581	(28 389)	32 508	33 835	
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Receipts by Source</b>		<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>16 622</b>	<b>(182 837)</b>	<b>239 290</b>	<b>250 393</b>	
<b>Cash Payments by Type</b>																
Employee related costs		5 137	5 137	5 137	5 137	5 137	5 137	5 137	5 137	5 137	5 137	5 137	(56 503)	61 750	67 726	
Remuneration of councillors		852	852	852	852	852	852	852	852	852	852	852	(9 375)	10 718	11 134	
Interest paid		15	15	15	15	15	15	15	15	15	15	15	(161)	184	191	
Bulk purchases - Electricity		1 434	1 434	1 434	1 434	1 434	1 434	1 434	1 434	1 434	1 434	1 434	(15 779)	18 040	18 740	
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other materials		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contracted services		480	480	480	480	480	480	480	480	480	480	480	(5 281)	6 038	6 272	
Grants and subsidies paid - other municipalities		1 492	1 492	1 492	1 492	1 492	1 492	1 492	1 492	1 492	1 492	1 492	(16 406)	28 286	33 660	
Grants and subsidies paid - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
General expenses		5 288	5 288	5 288	5 288	5 288	5 288	5 288	5 288	5 288	5 288	5 288	(58 165)	62 073	64 482	
<b>Cash Payments by Type</b>		<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>(161 673)</b>	<b>187 099</b>	<b>202 203</b>	
<b>Other Cash Flows/Payments by Type</b>																
Capital assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Payments by Type</b>		<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>14 698</b>	<b>(161 673)</b>	<b>187 099</b>	<b>202 203</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>1 924</b>	<b>(161 673)</b>	<b>52 192</b>	<b>48 190</b>	
Cash/cash equivalents at the month/year beginning:		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Cash/cash equivalents at the month/year end:		<b>1 924</b>	<b>3 848</b>	<b>5 772</b>	<b>7 696</b>	<b>9 620</b>	<b>11 544</b>	<b>13 468</b>	<b>15 392</b>	<b>17 317</b>	<b>19 241</b>	<b>21 165</b>	<b>21 165</b>	<b>52 192</b>	<b>100 382</b>	



## Section 13 – Municipal Manager's quality certification

### QUALITY CERTIFICATE

I, Dr SW Vatala, the Municipal Manager of Emalahleni Municipality, hereby certifies that:

- ☒ the monthly budget statement;
- ☒ quarterly report on the implementation of the budget;
- ☐ mid-year budget and performance assessment;

for the month of December 2014 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act.

Print Name: SITEMBELE W VATALA

Municipal Manager of Emalahleni Municipality (EC136)

Signature: 

Date: 12/01/2015