



CAPITAL EXPENDITURE

Year-to-date expenditure on capital amounts to R12.398 million (Excl. VAT) as at end of December 2017 compared to a year to date budget of R20.179 million of the approved capital budget of R 40.358 million this results in overall underspending of R7.781 million or 39%.

MIG (MUNICIPAL INFRASTRUCTURE GRANTS)

Capital funded from capital transfers recognised amounts to R13.443 million (Incl. VAT) compared to the year to date budget of R16.179 million resulting in a 17% (R2.735 million) underspending. Overall outlook reflects 52% spending of the received amount and 39.5% spending of the total allocation as at the end of the second quarter.

The following projects did not yet start for the 2017/2018 Financial Year:

	BUDGET
• LANDFILL SITE	R 1 000 000
• REHABILITATN OF STRTLIGHTS	R 4 054 800
• COUNCIL; BUILDING NEW	R 4 000 000

Section 4-In Year Budget Tables

4.1 Monthly Budget Statement

In year-budget statement

If a municipality does not have any municipal entities, the in-year budget statement tables must consist of the tables in the First Attachment to this Schedule, namely-

- (a) Table C1 s71 Monthly Budget Statement
- (b) Table C2 Monthly Budget Statement -Financial Performance (standard classification)
- (c) Table C3 Monthly Budget Statement- Financial Performance (revenue and expenditure)
- (d) Table C4 Monthly Budget Statement- (revenue and expenditure)
- (e) Table C5 Monthly Budget Statement-Capital Expenditure (municipal vote, standard classification and funding)
- (f) Table C6 Monthly Budget Statement-Financial Position
- (f) Table C7 Monthly Budget Statement-Cash-flow

The tables included in section 4 to the end of this report are from the ' Schedule Monthly Budget Statement'

4.1.1 Table C1: S71 Monthly Budget Statement Summary

EC136 Emalahleni (Ec) - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	4,146	4,302	–	(0)	3,006	2,151	854	40%	4,30
Service charges	12,856	14,265	–	966	5,978	7,133	(1,154)	-16%	14,26
Investment revenue	2,313	2,538	–	16	479	1,269	(790)	-62%	2,53
Transfers and subsidies	135,173	123,838	–	38,914	90,334	61,919	28,415	46%	123,83
Other own revenue	7,853	9,649	–	1,093	4,429	4,825	(395)	-8%	9,64
Total Revenue (excluding capital transfers and contributions)	162,341	154,592	–	40,989	104,226	77,296	26,930	35%	154,59
Employee costs	65,850	78,926	–	5,494	34,127	39,463	(5,336)	-14%	78,92
Remuneration of Councillors	11,185	12,071	–	943	5,656	6,036	(379)	-6%	12,07
Depreciation & asset impairment	20,768	24,729	–	2,044	12,265	12,365	(99)	-1%	24,72
Finance charges	1,363	657	–	–	–	329	(329)	-100%	65
Materials and bulk purchases	13,639	23,121	–	529	3,894	11,561	(7,667)	-66%	23,12
Transfers and subsidies	872	435	–	0	0	218	(217)	-100%	43
Other expenditure	70,371	54,883	–	4,907	29,954	27,441	2,513	9%	54,88
Total Expenditure	184,049	194,822	–	13,917	85,897	97,411	(11,514)	-12%	194,82
Surplus/(Deficit)	(21,708)	(40,230)	–	27,072	18,329	(20,115)	38,444	-191%	(40,23)
Transfers and subsidies - capital (monetary alloc	23,170	32,358	–	4,445	12,567	16,179	(3,612)	-22%	32,35
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	1,463	(7,872)	–	31,517	30,897	(3,936)	34,832	-885%	(7,87)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	1,463	(7,872)	–	31,517	30,897	(3,936)	34,832	-885%	(7,87)
Capital expenditure & funds sources									
Capital expenditure	37,267	40,358	–	4,545	12,398	20,179	(7,781)	-39%	40,35
Capital transfers recognised	23,481	32,358	–	3,838	11,133	16,179	(5,046)	-31%	32,35
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	–	8,000	–	–	–	4,000	(4,000)	-100%	8,00
Internally generated funds	13,786	–	–	707	1,265	–	1,265	#DIV/0!	–
Total sources of capital funds	37,267	40,358	–	4,545	12,398	20,179	(7,781)	-39%	40,35
Financial position									
Total current assets	33,707	18,979	–	–	60,094	–	–	–	18,97
Total non current assets	416,474	441,271	–	–	416,811	–	–	–	441,27
Total current liabilities	41,378	47,212	–	–	44,025	–	–	–	47,21
Total non current liabilities	6,878	16,494	–	–	–	–	–	–	16,49
Community wealth/Equity	401,925	396,545	–	–	432,881	–	–	–	396,54
Cash flows									
Net cash from (used) operating	21,911	15,177	–	31,285	26,434	7,589	(18,845)	-248%	15,17
Net cash from (used) investing	(36,844)	(40,358)	–	(4,545)	(12,398)	(20,179)	(7,781)	39%	(40,35)
Net cash from (used) financing	(353)	8,000	–	269	136	4,047	3,911	97%	8,00
Cash/cash equivalents at the month/year end	13,134	(4,047)	–	–	27,305	4,591	(22,714)	-495%	(4,04)
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	1,463	1,320	1,239	2,359	829	844	5,168	51,653	64,87
Creditors Age Analysis									
Total Creditors	15,323	–	–	–	–	–	–	–	15,32

4.1.2 Table C2: S71 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 organizational structures used by the different institutions.

The main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and lastly the Trading Services

EC136 Emalahleni (Ec) - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q2 Second Quarter

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full YTD Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		125,997	127,468	–	39,359	93,076	63,734	29,342	46%	127
Executive and council		6,794	6,675	–	2,223	5,002	3,338	1,665	50%	6
Finance and administration		119,203	120,793	–	37,135	88,074	60,396	27,677	46%	120
Internal audit		–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		4,364	1,617	–	73	557	809	(251)	-31%	1
Community and social services		1,249	1,570	–	67	515	785	(270)	-34%	1
Sport and recreation		3,102	23	–	7	42	11	31	271%	–
Public safety		–	–	–	–	–	–	–	–	–
Housing		14	24	–	–	–	12	(12)	-100%	–
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		28,398	37,359	–	4,667	14,728	18,680	(3,951)	-21%	37
Planning and development		27,677	36,403	–	4,591	14,268	18,202	(3,934)	-22%	36
Road transport		722	956	–	77	460	478	(18)	-4%	–
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		29,397	17,687	–	1,588	9,427	8,843	583	7%	17
Energy sources		20,597	11,187	–	881	5,171	5,593	(422)	-8%	11
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		8,800	6,500	–	707	4,255	3,250	1,005	31%	6
<i>Other</i>	4	1,184	2,819	–	97	891	1,410	(518)	-37%	2
Total Revenue - Functional	2	189,342	186,950	–	45,785	118,679	93,475	25,204	27%	186
Expenditure - Functional										
<i>Governance and administration</i>		97,966	95,352	–	8,076	49,329	47,676	1,653	3%	95
Executive and council		33,230	32,520	–	2,337	15,012	16,260	(1,248)	-8%	32
Finance and administration		64,342	60,917	–	5,739	34,108	30,458	3,650	12%	60
Internal audit		394	1,916	–	–	209	958	(749)	-78%	1
<i>Community and public safety</i>		9,504	20,976	–	1,067	4,483	10,488	(6,005)	-57%	20
Community and social services		5,335	13,148	–	610	2,344	6,574	(4,230)	-64%	13
Sport and recreation		1,694	5,037	–	292	1,038	2,519	(1,481)	-59%	5
Public safety		–	–	–	–	–	–	–	–	–
Housing		2,475	2,791	–	166	1,101	1,395	(295)	-21%	2
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		41,240	38,255	–	3,625	22,713	19,128	3,585	19%	38
Planning and development		37,802	29,650	–	3,311	20,011	14,825	5,186	35%	29
Road transport		3,438	8,605	–	314	2,702	4,303	(1,601)	-37%	8
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		37,403	37,099	–	1,380	10,503	18,550	(8,047)	-43%	37
Energy sources		26,995	21,636	–	444	5,538	10,818	(5,280)	-49%	21
Water management		–	–	–	–	–	–	–	–	–
Waste water management		52	1,345	–	–	8	672	(665)	-99%	1
Waste management		10,357	14,118	–	936	4,957	7,059	(2,102)	-30%	14
<i>Other</i>		1,766	3,140	–	120	756	1,570	(814)	-52%	3
Total Expenditure - Functional	3	187,879	194,822	–	14,268	87,783	97,411	(9,628)	-10%	194
Surplus/ (Deficit) for the year		1,463	(7,872)	–	31,517	30,897	(3,936)	34,832	-885%	(7)

4.1.3 Table C3: S71 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 organizational structure of the municipality which is made up of the following Directorates:

- (a) Executive and Council
- (b) Corporate Services
- (c) Budget and Treasury
- (d) Economic Development Tourism and Agriculture
- (e) Community and Social Services
- (f) Infrastructure Development and Human Settlements

EC136 Emalahleni (Ec) - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q2 Second

Vote Description	Ref	2016/17	Budget Year 2017/18							
		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		6,794	6,675	-	2,223	5,002	3,338	1,665	49.9%	6,675
Vote 2 - Corporate Services		98	90	-	-	-	45	(45)	-100.0%	90
Vote 3 - Budget and Treasury Office		118,407	120,703	-	37,135	88,074	60,351	27,722	45.9%	120,703
Vote 4 - Economic Development Tourism and Agriculture		2	550	-	-	2	275	(273)	-99.3%	550
Vote 5 - Community and Social Services		15,054	11,319	-	954	6,163	5,659	503	8.9%	11,319
Vote 6 - Infrastructure Development and Human Settlement		48,288	47,614	-	5,472	19,439	23,807	(4,368)	-18.3%	47,614
Total Revenue by Vote	2	188,642	186,950	-	45,785	118,679	93,475	25,204	27.0%	186,950
Expenditure by Vote	1									
Vote 1 - Executive and Council		33,624	34,869	-	2,337	15,232	17,434	(2,203)	-12.6%	34,869
Vote 2 - Corporate Services		19,123	21,269	-	1,442	8,346	10,635	(2,289)	-21.5%	21,269
Vote 3 - Budget and Treasury Office		34,711	30,641	-	3,256	19,895	15,321	4,574	29.9%	30,641
Vote 4 - Economic Development Tourism and Agriculture		5,640	6,688	-	536	3,324	3,344	(19)	-0.6%	6,688
Vote 5 - Community and Social Services		29,748	44,546	-	3,097	15,376	22,273	(6,897)	-31.0%	44,546
Vote 6 - Infrastructure Development and Human Settlement		64,334	56,809	-	3,600	25,610	28,404	(2,794)	-9.8%	56,809
Total Expenditure by Vote	2	187,180	194,822	-	14,268	87,783	97,411	(9,628)	-9.9%	194,822
Surplus/ (Deficit) for the year	2	1,463	(7,872)	-	31,517	30,897	(3,936)	34,832	-885.0%	(7,872)