

#### 4.1.4 Table C4: S71 Monthly Budget Statement -Financial Performance (revenue and expenditure)

This table shows the revenue by source as well as the expenditure by type

EC136 Emalahleni (Ec) - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - 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 Year Forecast
R thousands										
Revenue By Source										
Property rates		4,146	4,302		(0)	3,006	2,151	854	40%	4,302
Service charges - electricity revenue		9,079	10,765		675	4,236	5,383	(1,146)	-21%	10,765
Service charges - water revenue		-	-		-	-	-	-	-	-
Service charges - sanitation revenue		-	-		-	-	-	-	-	-
Service charges - refuse revenue		3,777	3,500		291	1,742	1,750	(8)	0%	3,500
Service charges - other		-	-		-	-	-	-	-	-
Rental of facilities and equipment		727	815		67	413	408	6	1%	815
Interest earned - external investments		2,313	2,538		16	479	1,269	(790)	-62%	2,538
Interest earned - outstanding debtors		4,709	5,216		415	2,378	2,608	(230)	-9%	5,216
Dividends received		-	-		-	-	-	-	-	-
Fines, penalties and forfeits		124	337		4	33	169	(135)	-80%	337
Licences and permits		1,073	1,700		97	883	850	33	4%	1,700
Agency services		(0)	958		-	-	479	(479)	-100%	958
Transfers and subsidies		135,173	123,838		38,914	90,334	61,919	28,415	46%	123,838
Other revenue		731	622		511	606	311	295	95%	622
Gains on disposal of PPE		490	-	-	-	115	-	115	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		162,341	154,592	-	40,989	104,226	77,296	26,930	35%	154,592
Expenditure By Type										
Employee related costs		65,850	78,926		5,494	34,127	39,463	(5,336)	-14%	78,926
Remuneration of councillors		11,185	12,071		943	5,656	6,036	(379)	-6%	12,071
Debt impairment		7,406	7,500		625	3,750	3,750	-	-	7,500
Depreciation & asset impairment		20,768	24,729		2,044	12,265	12,365	(99)	-1%	24,729
Finance charges		1,363	657		-	-	329	(329)	-100%	657
Bulk purchases		12,948	16,550		29	3,082	8,275	(5,193)	-63%	16,550
Other materials		691	6,571		500	812	3,286	(2,473)	-75%	6,571
Contracted services		11,247	5,882		453	6,250	2,941	3,309	113%	5,882
Transfers and subsidies		872	435		0	0	218	(217)	-100%	435
Other expenditure		50,474	41,501	-	3,828	19,954	20,750	(796)	-4%	41,501
Loss on disposal of PPE		1,244	-	-	-	-	-	-	-	-
Total Expenditure		184,049	194,822	-	13,917	85,897	97,411	(11,514)	-12%	194,822
Surplus/(Deficit)		(21,708)	(40,230)	-	27,072	18,329	(20,115)	38,444	(0)	(40,230)
Transfers and subsidies - capital (municipal only)										
(National / Provincial and District)		23,170	32,358		4,445	12,567	16,179	(3,612)	(0)	32,358
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)								-		
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/(Deficit) after capital transfers & contributions		1,463	(7,872)	-	31,517	30,897	(3,936)			(7,872)
Taxation				-				-		
Surplus/(Deficit) after taxation		1,463	(7,872)	-	31,517	30,897	(3,936)			(7,872)
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		1,463	(7,872)	-	31,517	30,897	(3,936)			(7,872)
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		1,463	(7,872)	-	31,517	30,897	(3,936)			(7,872)



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

The year-to-date revenue, excluding capital transfers and contributions, reflects a negative variance of 10% or R1,5 million under the year-to-date budget. Interest on investment and Electricity revenue are the main contributors to this negative variance with 62% and 21% negative variances over this period.

Overall the expenditure for the period 2017 is 12% or R11,5 million below year-to-date budget projections. Most expenditure types are under spent at this time except for contracted services which are above the projected budget to date.

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

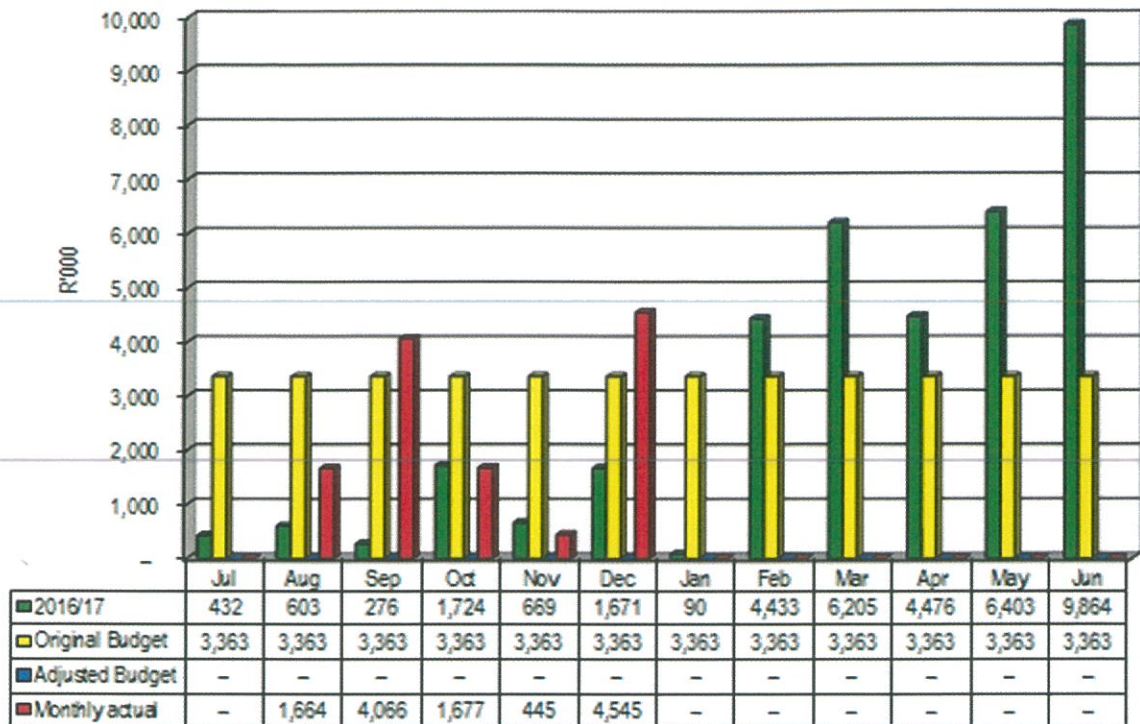
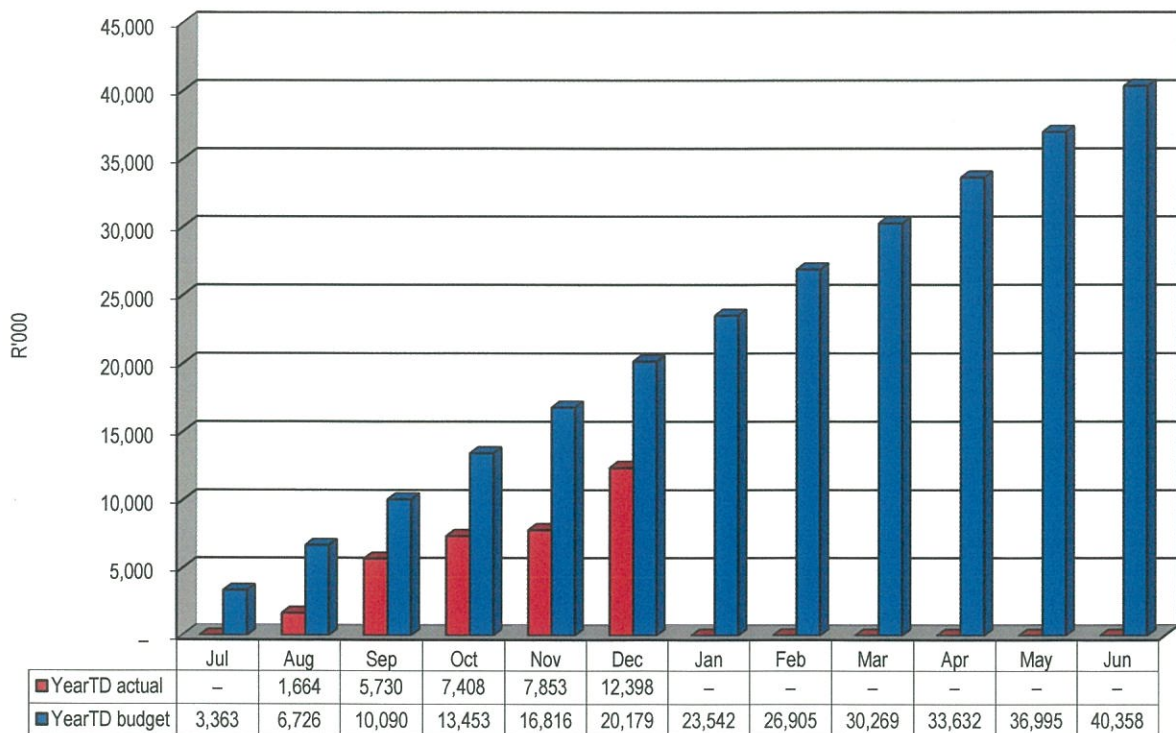
EC136 Emalahleni (Ec) - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q2 Second Quarter

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
<b>R thousands</b>	<b>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Executive and Council		4,881	4,000	-	-	-	2,000	(2,000)	-100%	4,000
Vote 2 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 3 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-
Vote 4 - Economic Development Tourism and Agriculture		978	1,569	-	(16)	597	785	(188)	-24%	1,569
Vote 5 - Community and Social Services		417	600	-	-	-	300	(300)	-100%	600
Vote 6 - Infrastructure Development and Human Settlement		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>4,7</b>	<b>6,276</b>	<b>6,169</b>	<b>-</b>	<b>(16)</b>	<b>597</b>	<b>3,085</b>	<b>(2,488)</b>	<b>-81%</b>	<b>6,169</b>
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Executive and Council		-	100	-	-	-	50	(50)	-100%	100
Vote 2 - Corporate Services		2,752	1,550	-	175	500	775	(275)	-36%	1,550
Vote 3 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-
Vote 4 - Economic Development Tourism and Agriculture		-	280	-	-	234	140	94	67%	280
Vote 5 - Community and Social Services		5,416	3,679	-	1,357	1,573	1,839	(266)	-14%	3,679
Vote 6 - Infrastructure Development and Human Settlement		22,824	28,580	-	3,029	9,495	14,290	(4,795)	-34%	28,580
<b>Total Capital single-year expenditure</b>	<b>4</b>	<b>30,992</b>	<b>34,189</b>	<b>-</b>	<b>4,561</b>	<b>11,802</b>	<b>17,094</b>	<b>(5,293)</b>	<b>-31%</b>	<b>34,189</b>
<b>Total Capital Expenditure</b>		<b>37,267</b>	<b>40,358</b>	<b>-</b>	<b>4,545</b>	<b>12,398</b>	<b>20,179</b>	<b>(7,781)</b>	<b>-39%</b>	<b>40,358</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		<b>7,633</b>	<b>5,650</b>	<b>-</b>	<b>175</b>	<b>500</b>	<b>2,825</b>	<b>(2,325)</b>	<b>-82%</b>	<b>5,650</b>
Executive and council		4,881	4,100	-	-	-	2,050	(2,050)	-100%	4,100
Finance and administration		2,752	1,550	-	175	500	775	(275)	-36%	1,550
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>5,416</b>	<b>3,259</b>	<b>-</b>	<b>1,357</b>	<b>1,573</b>	<b>1,629</b>	<b>(56)</b>	<b>-3%</b>	<b>3,259</b>
Community and social services		5,416	3,259	-	1,357	1,573	1,629	(56)	-3%	3,259
Sport and recreation		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>21,092</b>	<b>18,924</b>	<b>-</b>	<b>2,711</b>	<b>10,023</b>	<b>9,462</b>	<b>561</b>	<b>6%</b>	<b>18,924</b>
Planning and development		978	1,849	-	(16)	830	925	(95)	-10%	1,849
Road transport		20,114	17,075	-	2,727	9,193	8,537	656	8%	17,075
<b>Trading services</b>		<b>3,127</b>	<b>12,525</b>	<b>-</b>	<b>302</b>	<b>302</b>	<b>6,263</b>	<b>(5,960)</b>	<b>-95%</b>	<b>12,525</b>
Energy sources		2,709	9,664	-	302	302	4,832	(4,529)	-94%	9,664
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	1,842	-	-	-	921	(921)	-100%	1,842
Waste management		417	1,020	-	-	-	510	(510)	-100%	1,020
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>37,267</b>	<b>40,358</b>	<b>-</b>	<b>4,545</b>	<b>12,398</b>	<b>20,179</b>	<b>(7,781)</b>	<b>-39%</b>	<b>40,358</b>
<b>Funded by:</b>										
National Government		20,841	32,358	-	3,838	11,133	16,179	(5,046)	-31%	32,358
Provincial Government		2,640	-	-	-	-	-	-	-	-
Transfers recognised - capital		23,481	32,358	-	3,838	11,133	16,179	(5,046)	-31%	32,358
Borrowing	<b>6</b>	-	8,000	-	-	-	4,000	(4,000)	-100%	8,000
Internally generated funds		13,786	-	-	707	1,265	-	1,265	#DIV/0!	-
<b>Total Capital Funding</b>		<b>37,267</b>	<b>40,358</b>	<b>-</b>	<b>4,545</b>	<b>12,398</b>	<b>20,179</b>	<b>(7,781)</b>	<b>-39%</b>	<b>40,358</b>

**Table C5 consists of three distinct sections:**

- **Appropriations by vote:**
  - Which are the budget allocations that are approved by Council in the annual and adjustment budgets (similar to the expenditure by vote in Table C3).
  - If any of these annual budgets (either for Council as a whole or any individual vote) is overspent, then unauthorized expenditure will have occurred. There was no unauthorized expenditure incurred in the first half of the year and no budget adjustment is necessary in that regard, however there has been a lot of under expenditures and management will need to compare progress of each capital expenditure vote determine whether a downward adjustment budget is necessary.
- **Standard classification:**
  - Similar to Table C2 this portion reflects the capital budget 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.
- **Funding portion:**
  - This section reflects how the capital budget has been funded by the different sources of capital revenue.
  - It is very important that national government grants especially MIG, are fully spent by year end otherwise they will have to be repaid to the national revenue fund.
  - Provincial grants should also be utilized but should any unspent portion remain then the provincial departments do not at this time require repayment.



**Chart C1 2017/18 Capital Expenditure Monthly Trend: actual v target****Chart C2 2017/18 Capital Expenditure: YTD actual v YTD target**

## 4.1.6: Table C6: Monthly Budget Statement-Financial Position

EC136 Emalahleni (Ec) - Table C6 Monthly Budget Statement - Financial Position - Q2 Second Quarter

Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		2,874	1,072		23,008	1,0
Call investment deposits		10,260			22,090	
Consumer debtors		7,340	17,906		5,488	17,9
Other debtors		13,233	0		9,508	
Current portion of long-term receivables			-			
Inventory			-			
<b>Total current assets</b>		<b>33,707</b>	<b>18,979</b>	<b>-</b>	<b>60,094</b>	<b>18,9</b>
<b>Non current assets</b>						
Long-term receivables						
Investments						
Investment property		4,154	3,972		(72)	3,9
Investments in Associate					-	
Property, plant and equipment		411,828	436,925		416,534	436,9
Agricultural					-	
Biological assets					-	
Intangible assets		309	191		350	1
Other non-current assets		183	183			1
<b>Total non current assets</b>		<b>416,474</b>	<b>441,271</b>	<b>-</b>	<b>416,811</b>	<b>441,2</b>
<b>TOTAL ASSETS</b>		<b>450,181</b>	<b>460,250</b>	<b>-</b>	<b>476,905</b>	<b>460,2</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft					-	
Borrowing		295	310		99	3
Consumer deposits			-		47	
Trade and other payables		20,840	26,501		18,757	26,5
Provisions		20,243	20,401		25,121	20,4
<b>Total current liabilities</b>		<b>41,378</b>	<b>47,212</b>	<b>-</b>	<b>44,025</b>	<b>47,2</b>
<b>Non current liabilities</b>						
Borrowing			8,283			8,2
Provisions		6,878	8,210		-	8,2
<b>Total non current liabilities</b>		<b>6,878</b>	<b>16,494</b>	<b>-</b>	<b>-</b>	<b>16,4</b>
<b>TOTAL LIABILITIES</b>		<b>48,256</b>	<b>63,705</b>	<b>-</b>	<b>44,025</b>	<b>63,7</b>
<b>NET ASSETS</b>	<b>2</b>	<b>401,925</b>	<b>396,545</b>	<b>-</b>	<b>432,881</b>	<b>396,5</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		401,925	396,545		432,881	396,5
Reserves						
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>401,925</b>	<b>396,545</b>	<b>-</b>	<b>432,881</b>	<b>396,5</b>

The value reflected in the Financial Position will not reconcile to the Debtors Age Analysis shown on Table C1 and SC3.

The financial position considers the irrecoverability of the debtors whilst the age analysis will include the total debtors outstanding to date.