



**STEVE
TSHWETE**

- LOCAL MUNICIPALITY
- MP313

**BUDGET &
ASSESSMENT**

- REPORT

**DECEMBER
2015**

PART 1

MID YEAR BUDGET AND PERFORMANCE ASSESSMENT REPORT

1. Executive Summary

Table C1: Monthly Budget Statement Summary – Mid Year Assessment

For the first six months ending December 2015, revenue to the amount of R696,4-million realized. The year to date budgeted revenue amounts to R683,7-million which reflects a favorable deviation of 2%. A total of 51,1% of the original budgeted revenue realized at the end of December 2015 mainly due to more property rates, electricity revenue, water revenue, interest on investments and interest on outstanding debtors which supplements the lesser amounts received for fines, licenses and permits government transfers, and other revenue. Other revenue consists mainly of sale of land which is recognised at the end of the financial year.

Based on the first six months, the forecasted revenue amounts to R1 355,3-billion which is R7,7-million less than the adjusted budgeted which is mainly due to the R13,8-million which is projected to be received less on other revenue than the adjusted budget. The projection on service charges and property rates and however R5,8-million more than the adjustment budget. The deviation of 2% basically means that the municipality is on track to meet its total revenue targets regardless the movement between the various sources of revenues.

Operating expenditure to the amount of R603,8-million was spend against the year to date budgeted expenditure of R633-million. This reflects a unfavorable deviation of 5% and are mainly

The forecasted operating expenditure amounts to R1 401,8-billion which is R1,0-million less than the adjusted budget. This decrease is mainly on salaries and other expenditure but bulk purchases are projected to be more. In essence it is projected that the total operating expenditure targets will be achieved.

Capital expenditure for the first six months amounts to R70,4-million which is a deviation of 29% against the SDBIP figure of R54,7-million. Although the capital expenditure is projected to amount to R274,3-million at 30 June 2016 as indicated by the various departments. From a financial point of view it is likely that an amount of R5,5-million will probably be rolled over to the next financial year, based on past performance trends.

Taking the above into consideration the net operating surplus forecast for the year amounts to R65,5-million whilst it is projected that the net cash position will increase to R131,6-million, compared to June 2015 which was R72,2.

2. In-Year Budget Statements Tables – Mid Year Assessment

Table C2: Monthly Financial Performance by Vote

Table C2 measures the actual performance against the year to date SDBIP figures which realized by vote for revenue and expenditure. The 30 June 2016 forecasted figures by vote are reflected in the last column, mid-year assessment.

The difference in revenue variations between Table C2 and Table C1 is the result of capital grants received, which are included Table C2.

The main revenue deviation per vote is for Executive & Council, Budget & Treasury, with increased revenue on property rates, and a slight decrease in revenue for Corporate Services and Community and Public Services. On the expenditure side, a lower expenditure is projected for all services except for trading services where a higher expenditure on bulk purchases is projected.

Table C4: Monthly Financial Performance by Revenue Source and Expenditure Type.

This table provides the actual performance details for revenue by source and expenditure by type. For the purpose of reporting, Table C4 will be used to provide explanations on deviations. Reasons for the full year forecasted deviations will only be provided in cases where the percentages differ with more than 10% of the original budgeted figures and can be viewed in Supporting Table SC1.

As a result of interim valuations, increased property rates to the amount of R4,1-million is projected. It is further projected that fines will decrease with R11,3-million which is contributed to a lower payment rate on traffic fines.

The actual performance details for revenue by source and expenditure by type with the full year forecasted figures is graphically presented in:

- Chart 1 – Revenue by major source;
- Chart 2 - Revenue by minor source;
- Chart 3 – Expenditure by major type;
- Chart 4 – Expenditure by minor type;

Table C5: Monthly Capital Expenditure by Vote

Table C5 indicates the actual performance details on capital expenditure for all votes, whilst the 30 June 2016 forecasted figures are reflected in the last column.

Capital expenditure for the first six months amounts to R70,4-million which deviates with R15,7-million against the planned figure of R54,7-million and reflects deviation of 29%. This is an indication that that planning and actual spending is not completely aligned yet.

The full year forecasted capital expenditure amounts to R274,3-million, which is R3,8-million less than the adjusted budget based on the

projections by the various departments. This projection, if realized will be an exceptional improvement and achievement on the implementation of capital projects.

The actual performance detail for capital expenditure by vote is graphically presented in:

Chart 5 – Capex by major vote.

Chart 6 – Capex by minor vote.

Table C6: Monthly Budget Statement Financial Position

In general the community wealth of the municipality is projected to amount to R6 621,4-billion. Total liabilities amounts to R548,1-million, whilst total assets amounts to R7 169,5-billion.

Table C7: Monthly Budget Statement Cash Flow

Table C7 provides detail of the projected cash in- and outflow. A net cash inflow from operating activities of R273,8-million is forecasted, whilst a cash outflow from investing activities to the amount of R328,1-million is projected. The projected in flow from financing activities amounts to R8,7-million. The forecasted cash held on 30 June 2016 amounts to R131,6-million. Based on the mid-year assessment it is projected that sufficient cash will be available to fund the budget.

PART 2

MID YEAR BUDGET AND PERFORMANCE ASSESSMENT REPORT- SUPPORTING DOCUMENTATIONS

1. **Debtors analysis**

Supporting Table SC3 provides a breakdown of the consumer debtors. The outstanding debtors at the end of December 2015 amounts to R87,3-million compared to R83,8-million as at 30 June 2015 and reflects a decrease of R3,5-million. The decrease in debtors which realize in the first quarter is partially the government rates accounts which are paid in advance.

The debtor analysis is graphically presented in:

- Chart 7 – Debtor analysis

2. **Creditors analysis**

Supporting Table SC4 provides detail on aged creditors. In terms of the MFMA all creditors are paid within 30 days of receiving the invoice or statement. For the month of December 2015 creditors to the amount of R106,8-million were paid.

3. **Investment portfolio analysis**

Supporting Table SC5 display the Council's Investment Portfolio and indicates that R410-million is invested at the end of December 2015. It is projected that investments will increase to R464-million by 30 June 2016 should the total capital budget realize as projected.

4. **Allocation and grant receipts and expenditure**

Supporting Tables SC6, SC7(2)(Roll-over grants) provide detail of grants separately as income and expenditure, as far as revenue is recognized and expenditure is appropriated. Grants to the amount of R115,7-million was received during the first half of the financial year whilst expenditure to the amount of R85,3-million realized for the first six months. It is forecasted that all grants as gazette for the 2015/2016 financial year will be received and spent by 30 June 2016 with the exception of the INEP and grant. The unspent portions should be committed and will be requested to be rolled over. The main projects which might not be fully spent is the cabling between Nasaret and Rockdale switching station, new water and sewer network at and Kwazamokuhle extension 8 & 9, purchasing of land for Doornkop resettlement, Township Development for Doornkop, Proclamation of Newtown and electrification of Rockdale Extension 2.

It is projected that the grant revenue will remain as promulgated in the DORA.

5. **Councillor allowances and employee benefits**

Supporting Table SC8 provides the detail for Councilor and employee benefits paid.

The deviation on councilor allowances of -9% is mainly due to the new determination which is not implemented yet. The notice for the increase of Councillor allowance has not been received yet.

Employee related costs paid for the first six months ending 31 December 2015 amounts to R163,2-million, which is 47,4% of the budgeted amount. This lower spending is mainly due to the turnover of personnel. As a result, the full year forecast indicates a decrease of R3,9-million on employee related cost.

6. **Material variances to the service delivery and budget implementation plan**

Supporting Table SC9 provides the detail of the cash inflow for the budget setting out receipts by source and payments by type per month. The projected cash receipts by source amounts to R1 467,2-million and for cash payments by type to R1 434,5-million which resulted in a net increase in cash held of R32,6-million.

The implementation of the operating budget against the service delivery targets are on track with the exception of the following:

i) Traffic fines – R4,9-million

The revenue for the first six months is 63% lower than budgeted for which will result in R8,2-million less revenue than the previous financial year..

ii) License and permits R0,5-million

It is projected that there will be a slight decrease in licenses and permits revenue.

iii) Other expenditure – R27,1-million

The main contributor to the under spending is the internet commission which did not realize, office cleaning which was not allocated, maintenance on computer hardware, insurance premium which are less due to lesser claims submitted and Eskom connection fees which will only be paid during the second half of the year.

In total both revenue and expenditure forecasts reflect a deviation of less than 5%. It should however be noted that deviations from the SDBIP realize between the various sources of revenue and expenditures types. Therefore the SDBIP targets for the next six months needs to be adjusted accordingly.

The actual performance against the SDBIP for the first half of the financial year is graphically presented in:

- Chart 8 – Revenue vs. monthly SDBIP
- Chart 9 – Expenditure vs. monthly SDBIP

7. **Capital programme performance**

Supporting Table SC12 provides information on the actual monthly capital expenditure against the SDBIP targets for the first half of the financial year.

The expenditure on capital deviates with 29% from the SDBIP. This remains a big concern as departments continue to struggle to align the planning of projects with the actual spending.

Reasons for these deviations remain the lengthy procurement processes, bad planning and SDBIP's which are not sensibly compiled. Despite the capital projections, early indications are that about 20% of the forecasted capital budget will be rolled over to the 2016/17 financial year, based on past trends.

It is imperative that the implementation of the capital budget according to the SDBIP be improved as it informs the cash flow projections. The SDBIP targets need to be adjusted and will be closely monitored to ensure implementation thereof.

The actual performance on capital expenditure against the SDBIP is graphically presented in:

- Chart 10 – Capital expenditure vs. monthly SDBIP

Supporting Tables SC13a and SC13b provide the detail of capital expenditure by asset classification for both new and replacement of assets separately, whilst supporting Table SC13c measures the extent to which Council's assets are maintained.

The year to date expenditure on new assets is reflected in table SC13a and amounts to R56,9-million compared to the year to date planned budget of R27,1-million. This is a deviation of R29,8-million which is 110%. The projected capital spending on new assets amounts to R151.7-million, which is R7,4-million less than the adjusted budget.

In table SC13b, the year to date expenditure on replacement of assets amounts to R13,5-million against the year to date planned budget of R28,1-million. This is a 51% deviation and amounts to R14,5-million. The projected capital spending on the replacement of assets amounts to R122,6-million which is R3,6-million more than the adjusted budget.

The year to date actual expenditure on repairs and maintenance amounts to R24-million against the planned figure of R27,9-million. This indicates a deviation in expenditure of R3,9-million on repairs and maintenance. The full year forecast amounts to R78,4-million which is 15,7-million more than the adjusted budget.

8. **Performance indicators**

Supporting table SC2 provides detail on the financial performance indicators. The average payment rate for the past financial year was at 100,4% and the current year to date is at 100,64%. The collection period remains healthy at 32 days with a debtors turnover rate of 8,13%. The financial performance indicators for the first six months are well within the targets set.

9. **Municipal Managers quality certification**

**QUALITY CERTIFICATE
31 DECEMBER 2014**

*I, **STANLEY MANDLA MNGUNI**, acting municipal manager of **STEVE TSHWETE LOCAL MUNICIPALITY**, hereby certify that the mid-year budget and performance assessment report for the first half of the financial year ending December 2015 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.*

S.M. MNGUNI, ACTING MUNICIPAL MANAGER of STEVE TSHWETE LOCAL MUNICIPALITY (MP313)

SIGNATURE

DATE 16 January 2016

MP313 Steve Tshwete - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Mid-Year Assessment

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue - Standard										
<i>Governance and administration</i>		452 671	488 019	488 019	58 045	245 702	242 697	3 005	1%	492 249
Executive and council		46 912	57 503	57 503	19 176	44 669	43 125	1 544	4%	59 913
Budget and treasury office		324 973	339 904	339 904	35 180	179 382	172 676	6 706	4%	344 334
Corporate services		80 786	90 612	90 612	3 688	21 651	26 896	(5 245)	-20%	88 002
<i>Community and public safety</i>		31 012	32 468	32 468	1 258	4 965	13 787	(8 822)	-64%	20 857
Community and social services		3 264	4 494	4 494	122	845	2 351	(1 507)	-64%	4 579
Sport and recreation		4 772	3 902	3 902	456	776	2 116	(1 341)	-63%	3 824
Public safety		14 586	22 666	22 666	660	2 952	9 191	(6 239)	-68%	11 189
Housing		8 095	1 107	1 107	16	356	97	259	267%	1 107
Health		294	300	300	3	37	32	5	17%	159
<i>Economic and environmental services</i>		73 267	56 724	56 724	3 528	23 391	21 286	2 104	10%	54 663
Planning and development		1 792	6 073	6 073	105	761	805	(43)	-5%	6 040
Road transport		71 475	50 651	50 651	3 423	22 629	20 482	2 148	10%	48 624
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		811 403	897 732	897 732	55 805	445 249	433 338	11 912	3%	899 514
Electricity		521 399	569 682	569 682	20 151	283 224	269 913	13 312	5%	570 551
Water		94 322	118 332	118 332	9 719	53 832	54 961	(1 128)	-2%	118 391
Waste water management		103 005	103 874	103 874	12 785	52 767	50 236	2 531	5%	104 728
Waste management		92 676	105 844	105 844	13 149	55 425	58 228	(2 803)	-5%	105 844
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	1 368 353	1 474 943	1 474 943	118 636	719 307	711 108	8 199	1%	1 467 283
Expenditure - Standard										
<i>Governance and administration</i>		299 141	298 378	298 378	23 259	131 367	136 828	(5 461)	-4%	302 502
Executive and council		80 262	95 333	95 333	6 887	37 604	43 344	(5 740)	-13%	93 746
Budget and treasury office		57 434	68 767	68 767	6 284	33 023	33 672	(649)	-2%	68 521
Corporate services		161 444	134 278	134 278	10 089	60 740	59 813	927	2%	140 235
<i>Community and public safety</i>		217 920	217 013	217 013	15 915	88 892	101 525	(12 632)	-12%	213 481
Community and social services		30 461	35 885	35 885	2 836	15 932	17 492	(1 560)	-9%	35 911
Sport and recreation		55 306	64 296	64 296	5 427	25 811	30 932	(5 121)	-17%	62 749
Public safety		84 758	99 118	99 118	6 471	39 580	44 674	(5 094)	-11%	97 873
Housing		41 580	13 028	13 028	848	5 687	6 278	(591)	-9%	12 819
Health		5 815	4 686	4 686	334	1 882	2 148	(266)	-12%	4 129
<i>Economic and environmental services</i>		103 696	124 890	124 890	8 501	49 208	61 197	(11 989)	-20%	120 934
Planning and development		13 022	18 741	18 741	1 053	6 550	8 587	(2 037)	-24%	18 199
Road transport		90 674	106 148	106 148	7 447	42 659	52 610	(9 951)	-19%	102 734
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		642 180	762 549	762 549	41 758	334 320	333 407	913	0%	764 889
Electricity		406 688	485 408	485 408	33 980	211 921	199 976	11 945	6%	487 400
Water		75 196	95 671	95 671	(1 210)	40 835	45 854	(5 019)	-11%	98 324
Waste water management		68 405	88 599	88 599	548	38 540	42 696	(4 157)	-10%	89 094
Waste management		91 890	92 873	92 873	8 440	43 024	44 881	(1 857)	-4%	90 072
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	1 262 937	1 402 830	1 402 830	89 433	603 788	632 957	(29 169)	-5%	1 401 807
Surplus/ (Deficit) for the year		105 416	72 113	72 113	29 203	115 520	78 151	37 369	48%	65 476

MP313 Steve Tshwete - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Mid-Year Assessment

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Municipal governance and administration</i>		452 671	488 019	488 019	58 045	245 702	242 697	3 005	1%	492 249
Executive and council		46 912	57 503	57 503	19 176	44 669	43 125	1 544	4%	59 913
Mayor and Council		46 912	57 503	57 503	19 166	44 407	43 125	1 281	3%	59 513
Municipal Manager		-	-	-	11	263	-	263	#DIV/0!	400
Budget and treasury office		324 973	339 904	339 904	35 180	179 382	172 676	6 706	4%	344 334
Corporate services		80 786	90 612	90 612	3 688	21 651	26 896	(5 245)	-20%	88 002
Human Resources		610	672	672	188	374	316	57	18%	679
Information Technology		20	967	967	2	13	953	(940)	-99%	967
Property Services		65 493	77 236	77 236	2 814	17 138	19 378	(2 240)	-12%	77 199
Other Admin		14 663	11 736	11 736	685	4 127	6 249	(2 122)	-34%	9 156
<i>Community and public safety</i>		31 012	32 468	32 468	1 258	4 965	13 787	(8 822)	-64%	20 857
Community and social services		3 264	4 494	4 494	122	845	2 351	(1 507)	-64%	4 579
Libraries and Archives		99	96	96	5	47	43	4	9%	86
Museums & Art Galleries etc		-	-	-	-	-	-	-	-	-
Community halls and Facilities		2 450	1 165	1 165	61	380	582	(202)	-35%	1 260
Cemeteries & Crematoriums		412	2 921	2 921	32	263	1 570	(1 307)	-83%	2 921
Child Care		-	-	-	-	-	-	-	-	-
Aged Care		295	312	312	25	154	155	(1)	-1%	312
Other Community		-	-	-	-	-	-	-	-	-
Other Social		8	-	-	-	-	-	-	-	-
Sport and recreation		4 772	3 902	3 902	456	776	2 116	(1 341)	-63%	3 824
Public safety		14 586	22 666	22 666	660	2 952	9 191	(6 239)	-68%	11 189
Police		13 630	16 770	16 770	649	2 926	7 793	(4 867)	-62%	5 456
Fire		242	2 895	2 895	11	26	48	(22)	-46%	2 734
Civil Defence		-	-	-	-	-	-	-	-	-
Street Lighting		714	3 000	3 000	-	-	1 350	(1 350)	-100%	3 000
Other		-	-	-	-	-	-	-	-	-
Housing		8 095	1 107	1 107	16	356	97	259	267%	1 107
Health		294	300	300	3	37	32	5	17%	159
Clinics		-	-	-	-	-	-	-	-	-
Ambulance		-	-	-	-	-	-	-	-	-
Other		294	300	300	3	37	32	5	17%	159
<i>Economic and environmental services</i>		73 267	56 724	56 724	3 528	23 391	21 286	2 104	10%	54 663
Planning and development		1 792	6 073	6 073	105	761	805	(43)	-5%	6 040
Economic Development/Planning		-	2 000	2 000	-	-	-	-	-	2 000
Town Planning/Building enforcement		1 792	4 073	4 073	105	761	805	(43)	-5%	4 040
Licensing & Regulation		-	-	-	-	-	-	-	-	-
Road transport		71 475	50 651	50 651	3 423	22 629	20 482	2 148	10%	48 624
Roads		46 302	26 443	26 443	1 375	11 500	8 909	2 591	29%	26 443
Public Buses		-	-	-	-	-	-	-	-	-
Parking Garages		-	-	-	-	-	-	-	-	-
Vehicle Licensing and Testing		25 152	24 182	24 182	2 047	11 120	11 559	(439)	-4%	22 154
Other		21	26	26	1	9	13	(4)	-32%	26
Environmental protection		-	-	-	-	-	-	-	-	-
Pollution Control		-	-	-	-	-	-	-	-	-
Biodiversity & Landscape		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		811 403	897 732	897 732	55 805	445 249	433 338	11 912	3%	899 514
Electricity		521 399	569 682	569 682	20 151	283 224	269 913	13 312	5%	570 551
Electricity Distribution		521 399	569 682	569 682	20 151	283 224	269 913	13 312	5%	570 551
Electricity Generation		-	-	-	-	-	-	-	-	-
Water		94 322	118 332	118 332	9 719	53 832	54 961	(1 128)	-2%	118 391
Water Distribution		92 778	101 309	101 309	9 719	53 832	54 961	(1 128)	-2%	101 368
Water Storage		1 544	17 023	17 023	-	-	-	-	-	17 023
Waste water management		103 005	103 874	103 874	12 785	52 767	50 236	2 531	5%	104 728
Sewerage		103 005	103 874	103 874	12 785	52 767	50 236	2 531	5%	104 728
Storm Water Management		-	-	-	-	-	-	-	-	-
Public Toilets		-	-	-	-	-	-	-	-	-
Waste management		92 676	105 844	105 844	13 149	55 425	58 228	(2 803)	-5%	105 844
Solid Waste		92 676	105 844	105 844	13 149	55 425	58 228	(2 803)	-5%	105 844
Other		-	-	-	-	-	-	-	-	-
Air Transport		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Tourism		-	-	-	-	-	-	-	-	-
Forestry		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	1 368 353	1 474 943	1 474 943	118 636	719 307	711 108	8 199	1%	1 467 283

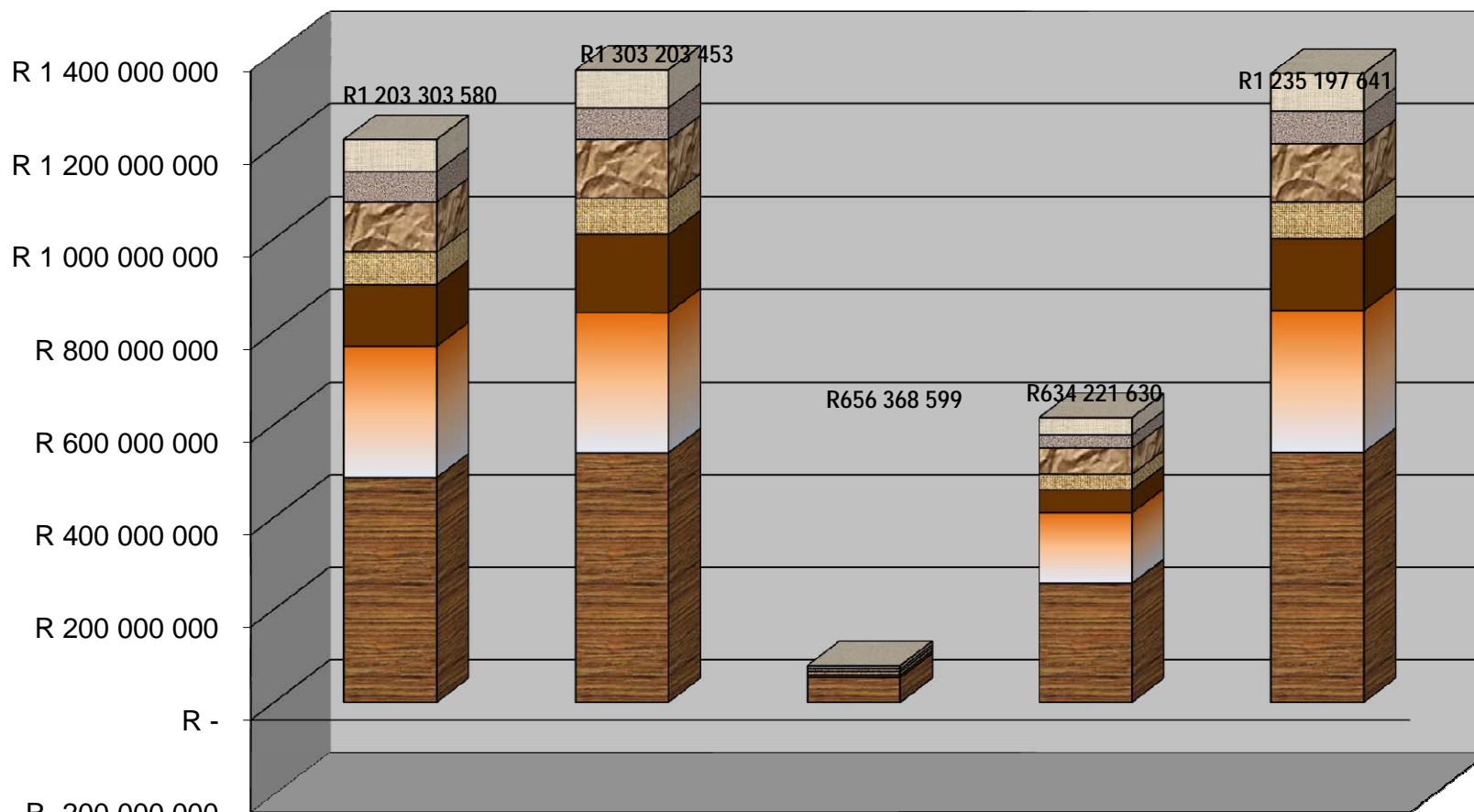
MP313 Steve Tshwete - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Mid-Year Assessment

Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Expenditure - Standard										
<i>Municipal governance and administration</i>		299 141	298 378	298 378	23 259	131 367	136 828	(5 461)	-4%	302 502
Executive and council		80 262	95 333	95 333	6 887	37 604	43 344	(5 740)	-13%	93 746
<i>Mayor and Council</i>		45 760	45 880	45 880	3 518	18 985	20 985	(2 000)	-10%	46 377
<i>Municipal Manager</i>		34 503	49 453	49 453	3 368	18 619	22 358	(3 739)	-17%	47 370
Budget and treasury office		57 434	68 767	68 767	6 284	33 023	33 672	(649)	-2%	68 521
Corporate services		161 444	134 278	134 278	10 089	60 740	59 813	927	2%	140 235
<i>Human Resources</i>		10 762	13 282	13 282	1 232	6 445	6 709	(263)	-4%	13 282
<i>Information Technology</i>		15 239	17 497	17 497	1 114	7 090	6 771	319	5%	19 789
<i>Property Services</i>		88 632	51 344	51 344	2 970	17 208	19 966	(2 758)	-14%	51 883
<i>Other Admin</i>		46 811	52 156	52 156	4 772	29 997	26 367	3 629	14%	55 281
<i>Community and public safety</i>		217 920	217 013	217 013	15 915	88 892	101 525	(12 632)	-12%	213 481
Community and social services		30 461	35 885	35 885	2 836	15 932	17 492	(1 560)	-9%	35 911
<i>Libraries and Archives</i>		10 583	12 594	12 594	902	5 510	6 222	(712)	-11%	12 570
<i>Museums & Art Galleries etc</i>		-	-	-	-	-	-	-	-	-
<i>Community halls and Facilities</i>		10 234	11 452	11 452	932	4 948	5 509	(561)	-10%	10 945
<i>Cemeteries & Crematoriums</i>		5 394	6 649	6 649	435	2 650	3 043	(393)	-13%	6 629
<i>Child Care</i>		-	-	-	-	-	-	-	-	-
<i>Aged Care</i>		811	855	855	70	476	457	19	4%	855
<i>Other Community</i>		-	-	-	-	-	-	-	-	-
<i>Other Social</i>		3 438	4 335	4 335	497	2 347	2 260	86	4%	4 913
Sport and recreation		55 306	64 296	64 296	5 427	25 811	30 932	(5 121)	-17%	62 749
Public safety		84 758	99 118	99 118	6 471	39 580	44 674	(5 094)	-11%	97 873
<i>Police</i>		38 631	47 804	47 804	2 698	16 219	19 413	(3 194)	-16%	46 088
<i>Fire</i>		36 286	38 739	38 739	3 166	18 729	19 157	(428)	-2%	39 259
<i>Civil Defence</i>		-	-	-	-	-	-	-	-	-
<i>Street Lighting</i>		9 841	12 574	12 574	607	4 632	6 104	(1 471)	-24%	12 526
<i>Other</i>		-	-	-	-	-	-	-	-	-
Housing		41 580	13 028	13 028	848	5 687	6 278	(591)	-9%	12 819
Health		5 815	4 686	4 686	334	1 882	2 148	(266)	-12%	4 129
<i>Clinics</i>		2 326	-	-	21	147	-	147	#DIV/0!	37
<i>Ambulance</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		3 489	4 686	4 686	313	1 736	2 148	(413)	-19%	4 092
<i>Economic and environmental services</i>		103 696	124 890	124 890	8 501	49 208	61 197	(11 989)	-20%	120 934
Planning and development		13 022	18 741	18 741	1 053	6 550	8 587	(2 037)	-24%	18 199
<i>Economic Development/Planning</i>		3 773	4 804	4 804	337	1 868	2 408	(540)	-22%	4 616
<i>Town Planning/Building enforcement</i>		9 249	13 937	13 937	716	4 682	6 179	(1 497)	-24%	13 584
<i>Licensing & Regulation</i>		-	-	-	-	-	-	-	-	-
Road transport		90 674	106 148	106 148	7 447	42 659	52 610	(9 951)	-19%	102 734
<i>Roads</i>		70 919	82 419	82 419	5 771	32 620	41 121	(8 501)	-21%	79 514
<i>Public Buses</i>		-	-	-	-	-	-	-	-	-
<i>Parking Garages</i>		-	-	-	-	-	-	-	-	-
<i>Vehicle Licensing and Testing</i>		17 688	21 305	21 305	1 479	8 949	10 310	(1 361)	-13%	20 884
<i>Other</i>		2 067	2 425	2 425	198	1 090	1 179	(89)	-8%	2 337
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Pollution Control</i>		-	-	-	-	-	-	-	-	-
<i>Biodiversity & Landscape</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		642 180	762 549	762 549	41 758	334 320	333 407	913	0%	764 889
Electricity		406 688	485 408	485 408	33 980	211 921	199 976	11 945	6%	487 400
<i>Electricity Distribution</i>		406 688	485 408	485 408	33 980	211 921	199 976	11 945	6%	487 400
<i>Electricity Generation</i>		-	-	-	-	-	-	-	-	-
Water		75 196	95 671	95 671	(1 210)	40 835	45 854	(5 019)	-11%	98 324
<i>Water Distribution</i>		42 091	55 511	55 511	5 742	22 384	26 366	(3 982)	-15%	57 781
<i>Water Storage</i>		33 105	40 160	40 160	(6 952)	18 451	19 488	(1 037)	-5%	40 544
Waste water management		68 405	88 599	88 599	548	38 540	42 696	(4 157)	-10%	89 094
<i>Sewerage</i>		66 352	86 201	86 201	361	37 462	41 508	(4 046)	-10%	86 754
<i>Storm Water Management</i>		-	-	-	-	-	-	-	-	-
<i>Public Toilets</i>		2 053	2 397	2 397	187	1 077	1 188	(111)	-9%	2 340
Waste management		91 890	92 873	92 873	8 440	43 024	44 881	(1 857)	-4%	90 072
<i>Solid Waste</i>		91 890	92 873	92 873	8 440	43 024	44 881	(1 857)	-4%	90 072
<i>Other</i>		-	-	-	-	-	-	-	-	-
Air Transport		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Tourism		-	-	-	-	-	-	-	-	-
Forestry		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	1 262 937	1 402 830	1 402 830	89 433	603 788	632 957	(29 169)	-5%	1 401 807
Surplus/ (Deficit) for the year		105 416	72 113	72 113	29 203	115 520	78 151	37 369	48%	65 476

MP313 Steve Tshwete - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

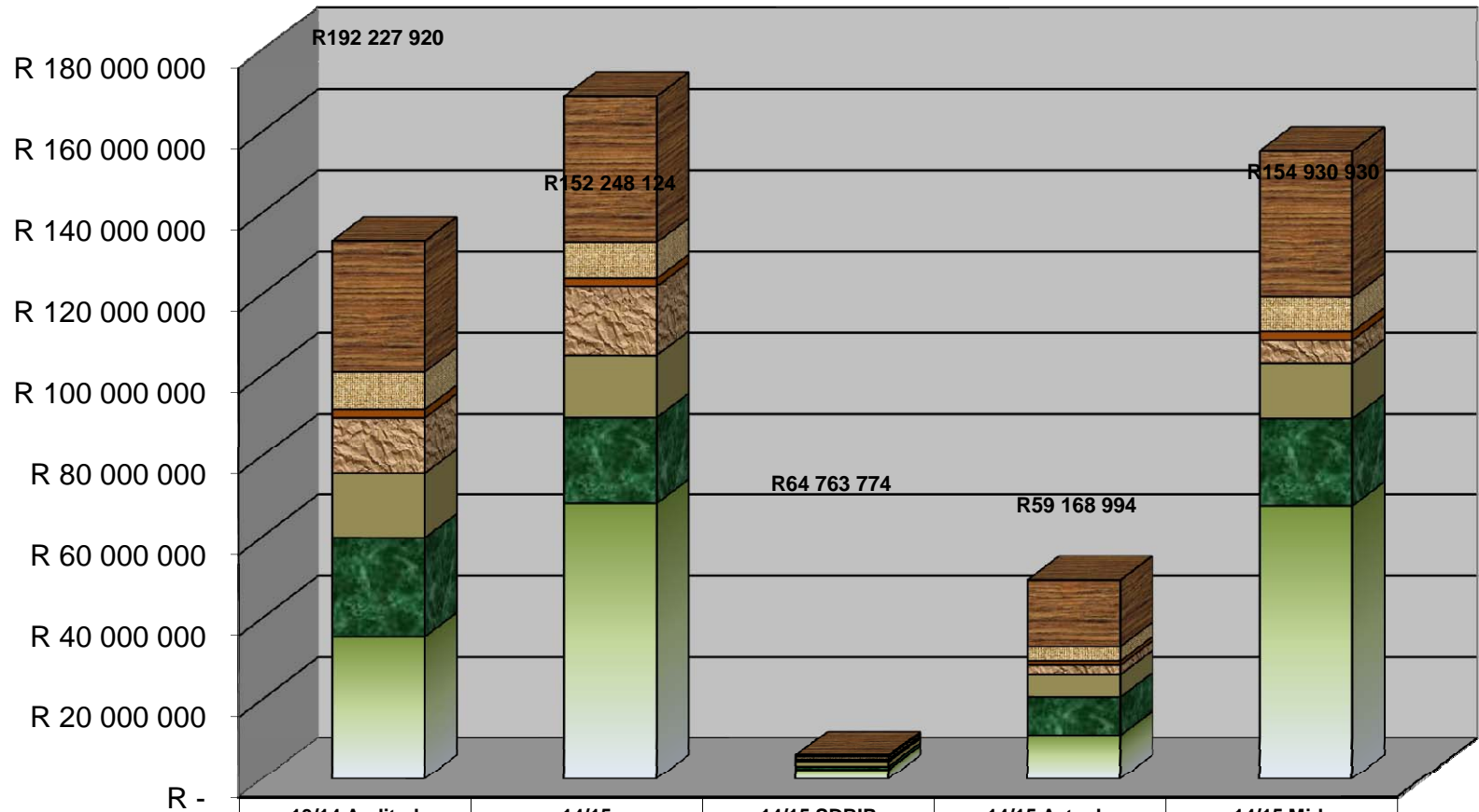
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		282 793	301 306	301 306	25 822	153 863	150 669	3 194	2%	305 306
Property rates - penalties & collection charges		-						-		-
Service charges - electricity revenue		485 127	538 664	538 664	17 356	273 001	260 310	12 691	5%	539 533
Service charges - water revenue		69 267	81 422	81 422	6 463	43 415	42 311	1 104	3%	81 659
Service charges - sanitation revenue		65 267	68 301	68 301	5 799	34 568	34 170	399	1%	68 983
Service charges - refuse revenue		69 904	78 402	78 402	6 636	39 903	39 201	702	2%	78 402
Service charges - other		-						-		-
Rental of facilities and equipment		32 125	35 868	35 868	2 988	17 977	17 811	166	1%	35 864
Interest earned - external investments		24 305	21 381	21 381	4 534	13 990	10 497	3 493	33%	21 753
Interest earned - outstanding debtors		2 111	1 968	1 968	178	1 130	959	171	18%	2 087
Dividends received		-	-	-	-	-	-	-		-
Fines		13 869	16 949	16 949	632	2 961	7 903	(4 942)	-63%	5 676
Licences and permits		9 225	8 909	8 909	753	4 314	4 867	(554)	-11%	8 549
Agency services		15 909	15 295	15 295	1 290	6 793	6 705	88	1%	13 586
Transfers recognised - operational		115 806	126 295	126 295	40 159	91 923	94 031	(2 108)	-2%	126 295
Other revenue		67 537	68 021	68 021	1 813	12 588	14 324	(1 736)	-12%	67 426
Gains on disposal of PPE		2 589	150	150	-	-	-	-		150
Total Revenue (excluding capital transfers and contributions)		1 255 834	1 362 931	1 362 931	114 424	696 427	683 758	12 669	2%	1 355 270
Expenditure By Type										
Employee related costs		330 847	385 662	385 612	29 874	177 443	187 224	(9 781)	-5%	378 987
Remuneration of councillors		17 894	19 698	19 698	1 516	9 085	9 656	(571)	-6%	19 698
Debt impairment		2 060	17 323	17 323	760	4 562	4 562	0	0%	17 323
Depreciation & asset impairment		169 616	157 228	157 228	13 092	78 549	78 614	(65)	0%	157 228
Finance charges		9 719	30 890	30 890	-	116	16 734	(16 618)	-99%	30 890
Bulk purchases		326 862	380 168	380 168	28 241	174 702	149 402	25 300	17%	385 330
Other materials		-	-	-	-	-	-	-		-
Contracted services		34 761	43 385	43 615	4 687	16 769	19 991	(3 222)	-16%	38 237
Transfers and grants		63 791	67 663	67 663	5 987	36 012	33 108	2 904	9%	71 252
Other expenditure		305 043	300 807	300 627	5 276	106 550	133 665	(27 116)	-20%	302 857
Loss on disposal of PPE		2 344	5	5	-	-	-	-		5
Total Expenditure		1 262 937	1 402 830	1 402 830	89 433	603 788	632 957	(29 169)	-5%	1 401 807
Surplus/(Deficit)		(7 103)	(39 899)	(39 899)	24 992	92 639	50 801	41 838	0	(46 537)
Transfers recognised - capital		58 991	62 170	62 170	4 212	22 880	27 350	(4 470)	(0)	62 170
Contributions recognised - capital		-	-	-	-	-	-	-		-
Contributed assets		53 528	49 842	49 842	-	-	-	-		49 842
Surplus/(Deficit) after capital transfers & contributions		105 416	72 113	72 113	29 203	115 520	78 151			65 476
Taxation								-		
Surplus/(Deficit) after taxation		105 416	72 113	72 113	29 203	115 520	78 151			65 476
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		105 416	72 113	72 113	29 203	115 520	78 151			65 476
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		105 416	72 113	72 113	29 203	115 520	78 151			65 476

REVENUE BY MAJOR SOURCE: 2015/2016



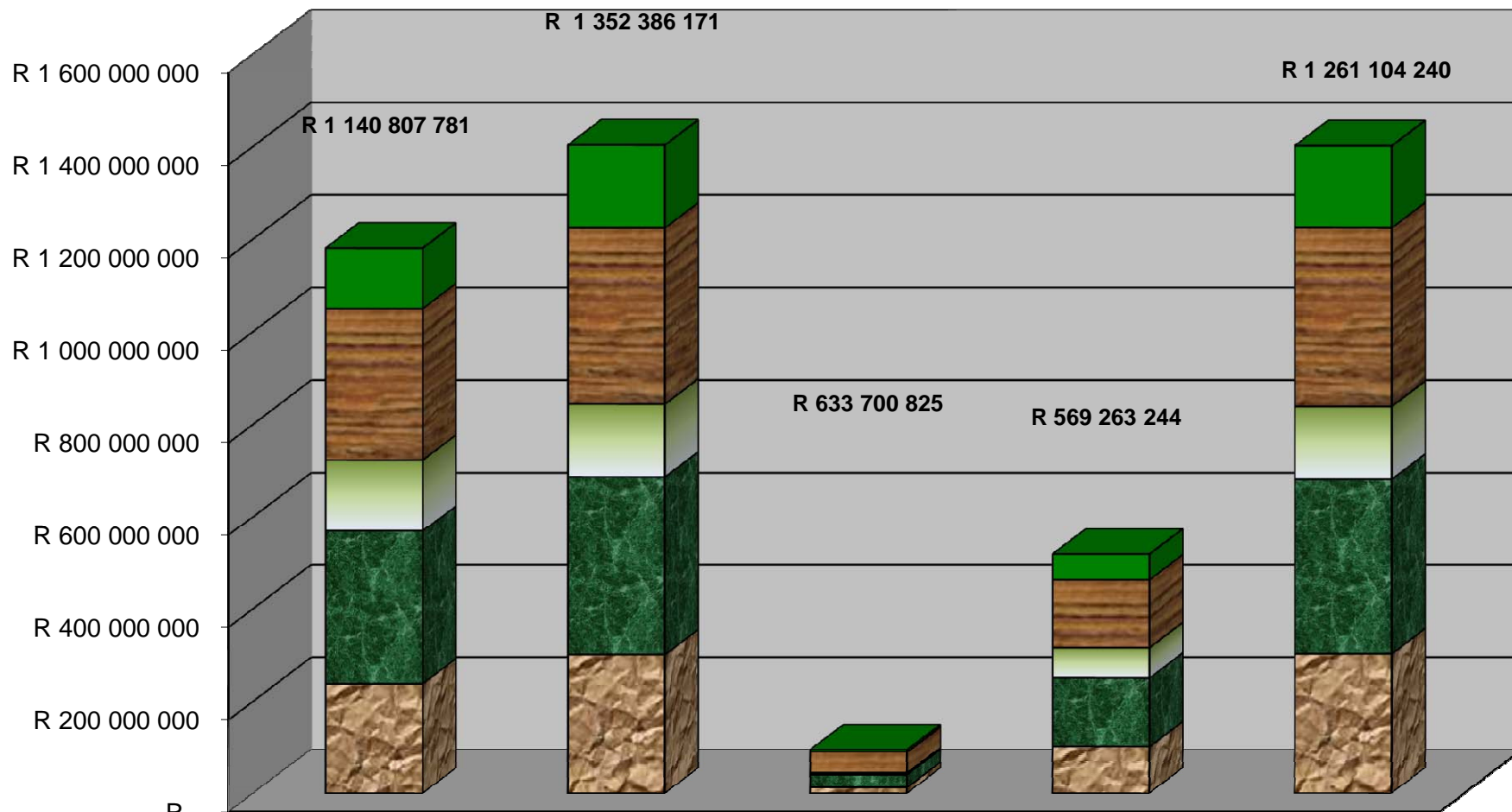
	14/15 Audited Actual	15/16 Approved Budget	15/16 SDBIP 31/12/2015	145/16 Actuals 31/12/2015	15/16 Mid- Year Assessment
□ Water tariffs	69 267 051	81 422 403	6 787 869	36 951 917	81 659 347
■ Sanitation tariffs	65 266 509	68 300 892	5 778 006	28 769 360	68 983 367
□ Grants & subsidies	107 821 081	126 295 300	633 000	56 466 077	126 295 300
■ Refuse tariffs	69 904 155	78 401 695	6 615 261	33 267 898	78 401 695
■ Other Revenue	132 935 151	168 541 033	5 994 026	49 314 875	155 092 642
■ Property rates	282 793 098	301 305 502	-75 379	153 863 114	305 305 502
■ Electricity tariffs	485 127 055	538 663 982	52 494 935	255 645 228	539 532 583

REVENUE BY MINOR SOURCE: 2015/2016



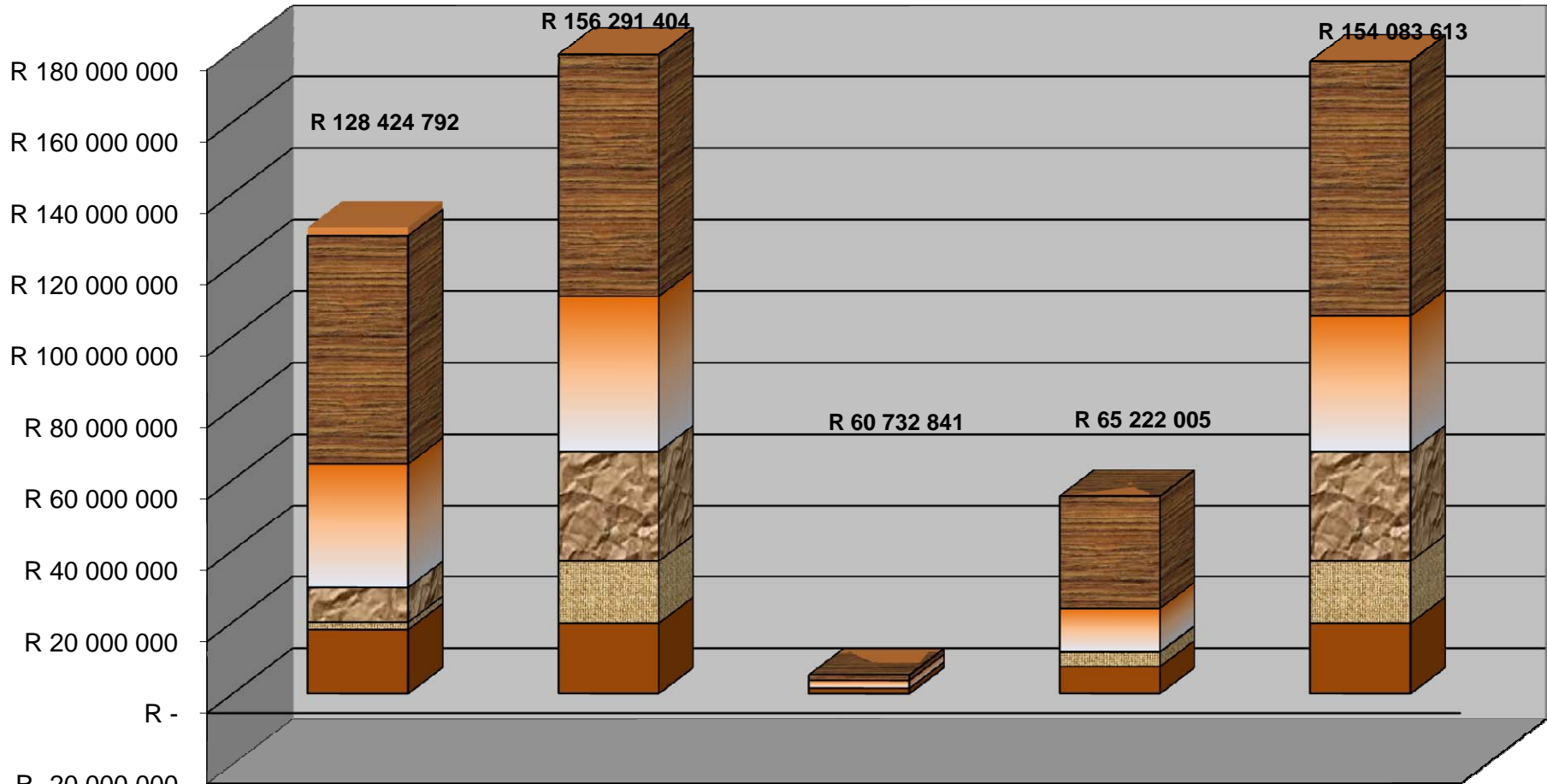
	13/14 Audited Actual	14/15 Approved Budget	14/15 SDBIP 31/12/2014	14/15 Actuals 31/12/2014	14/15 Mid-Year Assessment
■ Rental of facilities and equipment	32 125 451	35 867 521	373 751	16 306 448	35 864 192
■ Licenses and permits	9 225 372	8 909 130	655 867	3 560 289	8 549 150
■ Interest earned - outstanding debtors	2 111 143	1 967 516	132 648	1 039 864	2 087 410
■ Fines	13 868 678	16 949 165	500 715	2 329 054	5 676 025
■ Income from Agency Services	15 909 082	15 295 120	1 160 236	5 503 143	13 586 416
■ Interest earned - external investments	24 304 500	21 381 260	757 654	9 455 520	21 753 247
■ Other Charges	35 390 925	68 171 321	2 413 157	11 120 558	67 576 202

OPERATING EXPENDITURE BY MAJOR TYPE: 2015/2016



	14/15 Audited Actual	15/16 Approved Budget	15/16 SDBIP 31/12/2015	15/16 Actuals 31/12/2015	15/16 Mid-Year Assessment
■ Minor expenditure	130 568 980	178 964 775	5 232 700	55 389 012	177 076 005
■ Bulk purchases	326 861 937	380 168 395	45 636 652	146 461 259	385 329 598
■ Depreciation & asset impairment	153 726 168	157 228 228	3 897 663	65 572 056	157 228 228
■ Employee related costs	330 840 937	385 662 127	27 814 846	148 229 354	378 986 594
■ Other expenditure	238 211 943	300 806 577	12 547 215	102 081 895	302 417 920

OPERATING EXPENDITURE BY MINOR TYPE: 2015/2016



	14/15 Audited Actual	15/16 Approved Budget	15/16 SDBIP 31/12/2015	15/16 Actuals 31/12/2015	15/16 Mid- Year Assessment
■ Loss on disposal of PPE	2 344 275	5 000	0	0	5 000
■ Transfers and grants	63 791 396	67 662 998	1 512 015	31 495 682	71 252 040
■ Contracted services	34 760 583	43 384 859	2 196 003	12 180 145	37 907 047
■ Finance charges	9 718 817	30 890 224	-203	116 276	30 890 224
■ Debt impairment	2 060 164	17 323 239	0	4 028 295	17 323 239
■ Remuneration of councillors	17 893 744	19 698 455	1 524 884	7 568 614	19 698 455

MP313 Steve Tshwete - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - Mid-Year Assessment

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Total Capital Expenditure		-	-	-	-	-	-	-	-	-
Capital Expenditure - Standard Classification										
<i>Governance and administration</i>		16 400	14 466	21 502	2 200	5 316	11 024	(5 707)	-52%	22 514
Executive and council		343	1 087	1 827	(0)	849	977	(128)	-13%	1 827
Budget and treasury office		911	120	120	-	4	50	(46)	-91%	120
Corporate services		15 147	13 260	19 556	2 201	4 463	9 997	(5 534)	-55%	20 568
<i>Community and public safety</i>		23 403	31 104	31 663	1 059	4 180	4 763	(583)	-12%	31 529
Community and social services		5 701	6 293	6 293	19	1 564	993	571	57%	5 752
Sport and recreation		10 950	8 873	9 012	1 050	2 072	2 508	(436)	-17%	8 991
Public safety		6 187	15 438	15 858	(11)	544	1 262	(718)	-57%	16 287
Housing		125	500	500	-	-	-	-	-	500
Health		440	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		94 279	53 468	60 799	12 502	35 247	14 959	20 288	136%	55 516
Planning and development		868	1 158	5 675	103	158	485	(327)	-67%	391
Road transport		93 411	52 310	55 123	12 399	35 089	14 473	20 615	142%	55 126
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		132 083	137 331	164 164	5 866	25 683	23 961	1 722	7%	164 712
Electricity		60 754	56 936	63 284	2 098	6 372	6 967	(595)	-9%	62 858
Water		26 999	33 377	43 650	1 976	8 669	6 611	2 058	31%	38 169
Waste water management		38 549	32 078	41 539	1 691	9 490	7 933	1 557	20%	49 016
Waste management		5 781	14 941	15 691	101	1 151	2 450	(1 299)	-53%	14 669
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	266 165	236 369	278 127	21 627	70 426	54 707	15 719	29%	274 272
Funded by:										
National Government		58 991	62 170	62 170	4 212	22 880	5 700	17 180	301%	54 094
Provincial Government		5	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		58 996	62 170	62 170	4 212	22 880	5 700	17 180	301%	54 094
Public contributions & donations	5	53 337	-	-	-	-	-	-	-	-
Borrowing	6	85 237	97 976	130 253	7 982	20 808	24 134	(3 325)	-14%	133 162
Internally generated funds		68 595	76 223	85 704	9 433	26 737	24 873	1 864	7%	87 016
Total Capital Funding		266 165	236 369	278 127	21 627	70 426	54 707	15 719	29%	274 272

MP313 Steve Tshwete - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		98 935	72 176	72 176	161 906	131 571
Call investment deposits		410 000	508 000	508 000	410 000	464 000
Consumer debtors		60 533	53 372	53 372	44 320	43 951
Other debtors		61 009	34 136	34 136	7 809	51 721
Current portion of long-term receivables		2 433	-	-	-	-
Inventory		172 198	49 601	49 601	192 242	384 483
Total current assets		805 108	717 286	717 286	816 277	1 075 726
Non current assets						
Long-term receivables		48	-	-	-	-
Investments		-	-	-	-	-
Investment property		24 937	-	-	-	-
Investments in Associate		5 974 833	6 141 354	6 141 354	6 032 221	6 091 877
Property, plant and equipment		-	-	-	-	-
Agricultural		-	-	-	-	-
Biological assets		1 896	1 097	1 097	1 832	1 896
Intangible assets		-	-	-	-	-
Other non-current assets		-	-	-	-	-
Total non current assets		6 001 713	6 142 451	6 142 451	6 034 052	6 093 773
TOTAL ASSETS		6 806 821	6 859 737	6 859 737	6 850 329	7 169 498
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		11 904	19 019	19 019	6 935	16 770
Consumer deposits		71 952	76 462	76 462	51 958	77 718
Trade and other payables		189 581	165 175	165 175	106 846	165 175
Provisions		6 170	12 365	12 365	12 365	12 365
Total current liabilities		279 607	273 022	273 022	178 104	272 029
Non current liabilities						
Borrowing		77 219	295 617	295 617	-	175 195
Provisions		100 232	100 829	100 829	100 829	100 829
Total non current liabilities		177 451	396 446	396 446	100 829	276 025
TOTAL LIABILITIES		457 058	669 468	669 468	278 934	548 054
NET ASSETS	2	6 349 763	6 190 269	6 190 269	6 571 396	6 621 445
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6 342 702	5 904 531	5 904 531	6 564 334	6 335 707
Reserves		7 062	285 738	285 738	7 062	285 738
TOTAL COMMUNITY WEALTH/EQUITY	2	6 349 763	6 190 269	6 190 269	6 571 396	6 621 445

MP313 Steve Tshwete - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		1 236 713	1 213 287	1 213 287	151 898	864 100	578 271	285 830	49%	1 204 984
Government - operating		115 806	126 295	126 295	40 159	91 923	94 031	(2 108)	-2%	126 295
Government - capital		58 991	62 170	62 170	4 212	27 009	27 350	(341)	-1%	62 170
Interest		22 193	23 349	23 349	4 713	15 138	11 456	3 682	32%	23 841
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(1 006 697)	(1 129 725)	(1 129 725)	(141 779)	(799 263)	(499 939)	299 324	-60%	(1 041 320)
Finance charges		(9 719)	(30 890)	(30 890)	-	(116)	(16 734)	(16 618)	99%	(30 890)
Transfers and Grants		(63 791)	(67 663)	(67 663)	(5 987)	(36 012)	(33 108)	2 904	-9%	(71 252)
NET CASH FROM/(USED) OPERATING ACTIVITIES		353 497	196 822	196 822	53 215	162 779	161 327	1 452	1%	273 828
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		129	150	150	-	-	-	-	-	150
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		(60 000)	(54 000)	(54 000)	(36 000)	-	(246 000)	246 000	-100%	(54 000)
Payments										
Capital assets		(265 980)	(236 369)	(236 369)	(21 627)	(70 426)	33 484	103 909	310%	(274 272)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(325 852)	(290 219)	(290 219)	(57 627)	(70 426)	(212 517)	(142 091)	67%	(328 122)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		1 890	97 976	97 976	-	-	97 976	(97 976)	-100%	97 976
Increase (decrease) in consumer deposits		-	5 766	5 766	889	(19 994)	4 148	(24 143)	-582%	5 766
Payments										
Repayment of borrowing		(12 955)	(16 770)	(16 770)	(6 935)	(9 346)	2 411	11 757	488%	(16 770)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(11 064)	86 972	86 972	(6 046)	(29 340)	104 535	133 875	128%	86 972
NET INCREASE/ (DECREASE) IN CASH HELD		16 580	(6 425)	(6 425)	(10 458)	63 013	53 346			32 678
Cash/cash equivalents at beginning:		82 355	78 600	78 600		98 893	78 600			98 893
Cash/cash equivalents at month/year end:		98 935	72 176	72 176		161 906	131 946			131 571

MP313 Steve Tshwete - Supporting Table SC1 Material variance explanations - Mid-Year Assessment

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	<u>Revenue By Source</u>			
	Fines	(4 942)	Less revenue received on traffic fines than planned due to non payment from traffic offenders.	
	Other Revenue	(1 736)	The main deviation is on departmental revenue for the cleaning of offices.	Correct the auto journal
2	<u>Expenditure By Type</u>			
	Finance charges	(16 618)	Interest paid is reflecting under suspense vote	Journal must be done to correct it
	Contracted Services	(3 222)	The main deviation is for bulk meter management, collection commission traffic and garden removal service	Correct it with the adjustment budget.
	Other expenditure	(27 116)	The main deviation is for office cleaning, hardware maintenance, insurance premium, consultant fees and meter inspections.	Correct auto journal for office cleaning. Correct it with the adjustment budget.
3	<u>Capital Expenditure</u>			
	Executive & Council	(128)	P1000118 - Bulk filing cabinets - No comments received P1400129 - Furniture & office equipment - No comments received P1200003 - Office furniture - No comments received	
	Corporate Services	(5 534)	P1200019- Two way radios for all departments - No comments received P0007526 -UPS - No comments received P0000001 - Upgrade network backbone and VOIP - No comments received	
	Sport & Recreation	(436)	P1200088 - Upgrade rugby stadium lights - No comments received P1600025 - Upgrade sport facilities - No comments received P1000050 - Replace playing equipment - No comments received	
	Public Safety	(718)	P1200110 - Streetlights main entrance roads - No comments received P1300071 - Equipment Traffic - No comments received	
	Town Planning	(327)	P1300093 - Township development at Kwaza extention 9 on Vaalbank 1771 - No comments received P1500031 - Township development at Somaphepha - No comments received	
	Waste management	(1 299)	P1600018 - Extention of Middelburg Landfill site. - No comments received. P1400083 - Construction of transfer station at Sikhuliwe - No comments received	

MP313 Steve Tshwete - Supporting Table SC2 Monthly Budget Statement - performance indicators - Mid-Year Assessment

Description of financial indicator	Basis of calculation	Ref	2014/15	Budget Year 2015/16			
			Unaudited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-0.3%	13.4%	13.4%	0.0%	3.6%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		4.4%	7.8%	7.8%	1.7%	5.4%
Gearing	Long Term Borrowing/ Funds & Reserves		1093.5%	103.5%	103.5%	0.0%	61.3%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	287.9%	262.7%	262.7%	458.3%	395.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		182.0%	212.5%	212.5%	321.1%	218.9%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		9.9%	6.4%	6.4%	7.5%	7.1%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	100.0%	100.0%	100.0%
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	6.8%				
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	22.0%				
Employee costs	Employee costs/Total Revenue - capital revenue		26.3%	28.3%	28.3%	25.5%	28.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		4.0%	4.6%	4.6%	0.5%	5.8%
Interest & Depreciation	I&D/Total Revenue - capital revenue		14.3%	13.8%	13.8%	0.0%	3.7%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		50.3%	25.9%	25.9%	63.9%	25.8%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		5.6%	8.8%	8.8%	7.5%	0.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		4.8%	5.0%	5.0%	5.7%	5.1%

MP313 Steve Tshwete - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment

Description	NT Code	Budget Year 2015/16										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o 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	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	4 518	689	405	248	235	2 251	-	-	8 347	2 734		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	16 949	792	365	193	70	856	-	-	19 223	1 119		
Receivables from Non-exchange Transactions - Property Rates	1400	14 520	1 885	1 280	1 032	962	8 021	-	-	27 701	10 015		
Receivables from Exchange Transactions - Waste Water Management	1500	3 122	405	215	155	138	1 146	-	-	5 182	1 440		
Receivables from Exchange Transactions - Waste Management	1600	3 169	410	213	153	129	1 164	-	-	5 237	1 446		
Receivables from Exchange Transactions - Property Rental Debtors	1700	232	87	132	59	50	1 932	-	-	2 493	2 041		
Interest on Arrear Debtor Accounts	1810	(4)	158	131	115	106	1 578	-	-	2 084	1 798		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	393	880	1 091	509	6 414	7 823	-	-	17 110	14 745		
Total By Income Source	2000	42 900	5 307	3 832	2 465	8 103	24 770	-	-	87 377	35 338	-	-
2014/15 - totals only		54 209	6 931	3 263	2 567	8 105	23 911	0	0	98 986	34 583		
Debtors Age Analysis By Customer Group													
Organs of State	2200	(4 674)	928	633	447	380	1 467	-	-	(818)	2 293		
Commercial	2300	20 435	1 435	1 137	645	487	10 014	-	-	34 153	11 146		
Households	2400	25 803	2 760	1 725	1 212	1 110	13 289	-	-	45 899	15 611		
Other	2500	1 336	184	337	161	6 126	-	-	8 144	6 287			
Total By Customer Group	2600	42 900	5 307	3 832	2 465	8 103	24 770	-	-	87 377	35 338	-	-

MP313 Steve Tshwete - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Mid-Year Assessment

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Market value at beginning of the January	Change in market value	Market value at end of the month
		Yrs/Months				
R thousands						
Municipality						
Investec Bank		4	Fixed	36 000	-	36 000
Investec Bank		3	Fixed	-	36 000	36 000
Absa Bank		5	Fixed	-	36 000	36 000
Absa Bank		6	Fixed	36 000	(36 000)	-
Absa Bank		6	Fixed	36 000	-	36 000
Nedcor Bank		3	Fixed	36 000	-	36 000
Nedcor Bank		6	Fixed	36 000	(36 000)	-
Nedcor Bank		4	Fixed	-	36 000	36 000
Standard Bank		6	Fixed	36 000	(36 000)	-
Standard Bank		5	Fixed	-	36 000	36 000
Standard Bank		4	Fixed	36 000	-	36 000
First National Bank		6	Fixed	36 000	-	36 000
First National Bank		5	Fixed	36 000	-	36 000
Investec Corporate Money Market		Call	Fixed	30 000	-	30 000
Investec Corporate Money Market		Call	Fixed	20 000	-	20 000
TOTAL INVESTMENTS AND INTEREST	2			374 000	36 000	410 000

MP313 Steve Tshwete - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Mid-Year Assessment

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		96 994	125 382	125 382	-	74 334	52 054	22 812	43.8%	125 382
Equitable share		92 630	119 935	119 935	-	70 786	47 974	22 812	47.6%	119 935
Finance Management grant		1 410	1 600	1 600	-	1 600	1 600			1 600
Municipal Systems Improvement		145	940	940	-	940	940			940
EPWP incentive		1 139	983	983	-	508	620			983
Other transfers and grants - MIG (PMU)		1 670	1 924	1 924	-	501	920			1 924
Other transfers and grants [insert description]	3							-		
								-		
								-		
								-		
Other transfers and grants [insert description]								-		
Provincial Government:		24 500	914	914	-	-	-	-		914
Municipal Accredited Capacity Enhancement	4	24 500	914	914	-	-	-	-		914
District Municipality:		-	-	-	-	-	-	-		-
<i>Nkangala District Municipality</i>								-		
Other grant providers:		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		
Total Operating Transfers and Grants	5	121 494	126 295	126 295	-	74 334	52 054	22 812	43.8%	126 295
Capital Transfers and Grants										
National Government:		64 107	62 170	62 170	4 000	41 338	24 250	17 088	70.5%	62 170
Municipal Infrastructure Grant (MIG)		40 086	46 170	46 170	-	34 738	23 850	10 888	45.7%	46 170
Finance Management Grant (FMG)		140			-					
Integrated National Electricity Program (INEP)		6 000	15 400	15 400	4 000	6 000		6 000	#DIV/0!	15 400
<i>Neighbourhood Development PartnershiQGrant</i>		11 637			-					
EPWP		500	600	600	-	600	400	200	50.0%	600
EEDSM		5 000			-					
Municipal Systems Improvement Grant (MSIG)		745			-					
Provincial Government:		-	-	-	-	-	-	-		-
<i>Department of Arts & Culture (DAC)</i>		-	-	-	-	-	-	-		
<i>Municipal Accredited Capacity Enhancement</i>		-	-	-	-	-	-	-		
<i>Municipal Systems Improvement Grant (MSIG)</i>		-	-	-	-	-	-	-		
District Municipality:		-	-	-	-	-	-	-		-
<i>Nkangala District Municipality</i>								-		
Other grant providers:		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		
Total Capital Transfers and Grants	5	64 107	62 170	62 170	4 000	41 338	24 250	17 088	70.5%	62 170
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	185 602	188 466	188 466	4 000	115 673	76 304	39 900	52.3%	188 466

MP313 Steve Tshwete - Supporting Table SC7 Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		97 438	125 397	125 397	10 699	62 166	61 399	767	1.2%	125 397
Equitable share		92 630	119 935	119 935	10 460	60 391	59 189	1 202	2.0%	119 935
Finance Management grant		1 957	1 600	1 600	51	725	913	(188)	-20.6%	1 600
Municipal Systems Improvement		104	940	940	-	-	80	(80)	-100.0%	940
EPWP incentive		1 137	983	983	59	550	364	186	51.0%	983
Other transfers and grants - MIG (PMU)		1 610	1 939	1 939	129	500	852	(352)	-41.3%	1 939
Other transfers and grants [insert description]								-		-
Other transfers and grants [insert description]								-		-
Provincial Government:		22 619	1 108	1 108	-	255	383	(128)	-33.4%	1 108
Municipal Accredited Capacity Enhancement		22 619	1 108	1 108	-	255	383	(128)	-33.4%	1 108
District Municipality:		-	-	-	-	-	-	-		-
<i>Nkangala District Municipality</i>								-		-
Other grant providers:		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		-
Total operating expenditure of Transfers and Grants:		120 057	126 506	126 506	10 699	62 421	61 782	639	1.0%	126 506
Capital expenditure of Transfers and Grants										
National Government:		60 188	62 170	62 170	4 212	22 880	5 700	17 180	301.4%	62 170
Municipal Infrastructure Grant (MIG)		37 548	46 170	46 170	4 201	21 647	5 700	15 947	279.8%	46 170
Finance Management Grant (FMG)		122	-	-	-	-	-	-		-
Integrated National Electricity Program (INEP)		5 961	15 400	15 400	11	635	-	635	#DIV/0!	15 400
Neighbourhood Development Partnership Grant		14 784	-	-	-	-	-	-		-
EPWP		485	600	600	-	599	-	599	#DIV/0!	600
Municipal Systems Improvement Grant (MSG)		929	-	-	-	-	-	-		-
EEDSM		358	-	-	-	-	-	-		-
Provincial Government:		34	-	-	-	-	-	-		-
Department of Arts & Culture (DAC)		-	-	-	-	-	-	-		-
Municipal Accredited Capacity Enhancement		34	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Restitution Grant								-		-
Municipal Accredited Capacity Enhancement								-		-
Total capital expenditure of Transfers and Grants		60 222	62 170	62 170	4 212	22 880	5 700	17 180	301.4%	62 170
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		180 279	188 676	188 676	14 911	85 302	67 482	17 820	26.4%	188 676

MP313 Steve Tshwete - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Mid-Year Assessment

Summary of Employee and Councillor remuneration	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		10 753	11 739	11 739	909	5 377	5 987	(610)	-10%	11 753
Pension and UIF Contributions		754	708	708	53	323	361	(38)	-11%	677
Medical Aid Contributions		422	460	460	35	214	235	(21)	-9%	460
Motor Vehicle Allowance		3 749	4 302	4 302	326	1 942	2 194	(252)	-11%	4 093
Cellphone Allowance		1 411	1 608	1 608	116	905	820	85	10%	1 811
Housing Allowances		-	-	-	-	-	-	-		-
Other benefits and allowances		-	-	-	-	-	-	-		-
Sub Total - Councillors		17 088	18 818	18 818	1 439	8 761	9 597	(836)	-9%	18 794
% increase	4		10.1%	10.1%						10.0%
Senior Managers of the Municipality										
Basic Salaries and Wages		4 961	6 194	6 194	412	2 712	3 097	(385)	-12%	6 194
Pension and UIF Contributions		-	-	-	-	-	-	-		-
Medical Aid Contributions		-	-	-	-	-	-	-		-
Overtime		-	-	-	-	-	-	-		-
Performance Bonus		-	959	959	-	-	480	(480)	-100%	959
Motor Vehicle Allowance		810	851	851	71	437	426	11	3%	851
Cellphone Allowance		-	-	-	-	-	-	-		-
Housing Allowances		-	-	-	-	-	-	-		-
Other benefits and allowances		-	-	-	-	-	-	-		-
Payments in lieu of leave		-	-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-	-		-
Post-retirement benefit obligations		-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality		5 771	8 004	8 004	483	3 148	4 002	(854)	-21%	8 004
% increase	4		38.7%	38.7%						38.7%
Other Municipal Staff										
Basic Salaries and Wages		197 457	219 565	219 565	17 199	102 891	111 633	(8 741)	-8%	215 062
Pension and UIF Contributions		35 827	41 031	41 031	3 215	19 131	20 883	(1 752)	-8%	39 896
Medical Aid Contributions		14 784	15 932	15 932	1 322	7 888	7 935	(47)	-1%	16 742
Overtime		47 943	52 523	52 523	4 512	26 502	26 783	(280)	-1%	52 932
Performance Bonus		-	-	-	-	-	-	-		-
Motor Vehicle Allowance		-	-	-	-	-	-	-		-
Cellphone Allowance		503	639	639	44	275	322	(46)	-14%	614
Housing Allowances		1 565	1 596	1 596	134	817	814	3	0%	1 915
Other benefits and allowances		4 867	5 142	5 142	436	2 593	2 595	(2)	0%	5 326
Payments in lieu of leave		-	-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-	-		-
Post-retirement benefit obligations		-	-	-	-	-	-	-		-
Sub Total - Other Municipal Staff		302 945	336 428	336 428	26 861	160 098	170 964	(10 865)	-6%	332 486
% increase	4		11.1%	11.1%						9.8%
TOTAL SALARY, ALLOWANCES & BENEFITS		325 804	363 250	363 250	28 782	172 008	184 563	(12 555)	-7%	359 284
% increase	4		11.5%	11.5%						10.3%
TOTAL MANAGERS AND STAFF		308 717	344 432	344 432	27 343	163 247	174 966	(11 719)	-7%	340 491

MP313 Steve Tshwete - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Mid-Year Assessment

Description	Ref	Budget Year 2015/16												2015/16 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		25 466	25 556	25 694	25 660	25 665	25 822	25 110	25 121	25 121	25 122	25 121	25 849	305 306	288 801	312 723
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		43 133	52 495	50 279	42 809	66 930	17 356	42 633	42 568	42 826	44 542	44 993	48 969	539 533	527 187	570 799
Service charges - water revenue		7 978	6 788	7 152	7 655	7 379	6 463	7 319	6 725	6 669	6 928	6 810	3 793	81 659	75 833	82 758
Service charges - sanitation revenue		5 810	5 778	5 755	5 661	5 764	5 799	5 697	5 689	5 704	5 690	5 690	5 945	68 983	70 170	77 640
Service charges - refuse		6 628	6 615	6 748	6 639	6 637	6 636	6 534	6 534	6 533	6 533	6 533	5 831	78 402	73 462	78 606
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 371	1 354	11 938	5 416	(5 089)	2 988	2 945	3 012	2 997	2 984	2 994	2 955	35 864	37 345	39 421
Interest earned - external investments		1 641	758	1 033	2 133	3 891	4 534	2 178	2 580	1 196	1 396	1 595	(1 182)	21 753	21 109	21 606
Interest earned - outstanding debtors		202	214	184	186	184	178	174	171	178	181	158	78	2 087	1 534	1 573
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		484	501	373	448	523	632	1 412	1 293	1 732	1 451	1 285	(4 458)	5 676	7 032	7 379
Licences and permits		740	656	682	757	726	753	789	954	744	724	527	497	8 549	8 541	8 958
Agency services		-	1 160	1 716	1 385	1 241	1 290	1 308	1 213	1 257	1 360	1 316	340	13 586	14 494	15 509
Transfer receipts - operating		50 913	2 233	(2 401)	824	195	40 159	1 120	41 977	-	363	30 988	(40 076)	126 295	125 399	141 368
Other revenue		2 202	23 171	21 950	56 206	99 617	84 158	2 749	2 734	2 813	2 809	2 496	(233 479)	67 426	67 763	71 619
Cash Receipts by Source		146 568	127 277	131 102	155 782	213 663	196 770	99 968	140 570	97 772	100 082	130 505	(184 938)	1 355 120	1 318 671	1 429 957
Other Cash Flows by Source																
Transfer receipts - capital		25 119	-	(22 859)	16 833	3 705	4 212	15 550	-	-	1 500	17 920	191	62 170	58 399	63 799
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	150	150	150	158
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	97 976	97 976	110 000	130 000
Increase in consumer deposits		681	(209)	(212)	(21 657)	515	889	856	520	(156)	250	320	23 970	5 766	4 875	4 631
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	36 000	36 000	72 000	(108 000)	(36 000)	-	-	-	-	-	(54 000)	(54 000)	(54 000)	(45 000)
Total Cash Receipts by Source		172 368	163 068	144 030	222 957	109 883	165 870	116 374	141 090	97 615	101 832	148 745	(116 651)	1 467 183	1 438 095	1 583 546
Cash Payments by Type																
Employee related costs		27 303	26 926	33 865	29 243	30 232	29 874	31 512	33 608	32 583	32 340	33 424	38 076	378 987	370 441	399 984
Remuneration of councillors		1 512	1 525	1 496	1 519	1 516	1 516	1 569	1 840	1 646	1 642	1 767	2 150	19 698	20 229	21 847
Interest paid		-	-	-	116	-	-	-	16 734	-	-	-	14 040	30 890	35 264	43 115
Bulk purchases - Electricity		96	45 446	44 461	26 197	27 250	-	25 243	25 854	23 113	24 618	32 927	87 563	362 768	359 897	395 920
Bulk purchases - Water & Sewer		-	191	1 479	1 133	209	-	1 559	1 673	1 652	1 548	1 508	6 449	17 401	11 891	13 018
Other materials		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services		1 980	2 271	2 956	3 095	1 780	4 687	3 390	2 877	3 391	3 277	3 844	3 381	36 928	41 283	44 358
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		5 654	5 486	6 000	6 423	6 463	5 987	5 824	5 534	5 419	6 791	5 476	6 196	71 252	67 769	72 772
General expenses		10 726	17 592	26 150	19 347	27 458	(1 132)	22 848	26 641	23 047	22 903	29 871	(1 573)	223 879	264 922	283 457
Cash Payments by Type		47 271	99 437	116 408	87 072	94 908	40 931	91 945	114 760	90 852	93 119	108 817	156 284	1 141 802	1 171 696	1 274 471
Other Cash Flows/Payments by Type																
Capital assets		580	6 215	15 896	9 620	16 488	21 627	13 741	15 745	22 171	30 475	54 662	67 053	274 272	236 185	284 081
Repayment of borrowing		-	-	2 411	-	-	4 524	-	-	14 359	-	-	(4 524)	16 770	21 140	21 879
Other Cash Flows/Payments		117 731	23 177	(6 480)	4 316	103 785	109 246	4 443	7 621	3 340	6 813	3 067	(375 399)	1 660	-	-
Total Cash Payments by Type		165 582	128 829	128 235	101 008	215 181	176 328	110 128	138 126	130 722	130 407	166 546	(156 586)	1 434 505	1 429 021	1 580 431
NET INCREASE/(DECREASE) IN CASH HELD																
Cash/cash equivalents at the month/year beginning:		6 786	34 239	15 795	121 949	(105 298)	(10 458)	6 247	2 964	(33 107)	(28 575)	(17 801)	39 936	32 678	9 074	3 115
Cash/cash equivalents at the month/year end:		98 893	105 679	139 917	155 713	277 662	172 364	161 906	168 153	171 117	138 010	109 436	91 635	98 893	131 571	140 645
Cash/cash equivalents at the month/year end:		105 679	139 917	155 713	277 662	172 364	161 906	168 153	171 117	138 010	109 436	91 635	131 571	131 571	140 645	143 760

MP313 Steve Tshwete - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Mid-Year Assessment

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	1 005	102	102	580	580	102	(478)	-471.2%	0%
August	6 760	815	3 009	6 215	6 795	3 111	(3 684)	-118.4%	3%
September	12 367	2 970	7 235	15 896	22 691	10 345	(12 346)	-119.3%	10%
October	10 472	6 533	10 598	9 620	32 311	20 943	(11 368)	-54.3%	14%
November	18 036	12 629	15 948	16 488	48 799	36 890	(11 909)	-32.3%	21%
December	25 131	10 436	17 816	21 627	70 426	54 707	(15 719)	-28.7%	30%
January	10 057	13 741	16 496	-	-	71 202	-	-	-
February	19 159	24 324	28 503	-	-	95 526	-	-	-
March	25 176	33 054	39 216	-	-	134 742	-	-	-
April	8 252	30 527	32 818	-	-	167 559	-	-	-
May	8 196	33 049	34 197	-	-	201 756	-	-	-
June	121 553	68 192	72 192	-	-	273 948	-	-	-
Total Capital expenditure	266 165	236 369	278 127	70 426					

