



UMZIMVUBU
— LOCAL MUNICIPALITY —

In-Year Report of the Municipality

Prepared in terms of the Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 May 2009.

Monthly Budget Statement September 2014

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PART 1 – S71 MONTHLY BUDGET STATEMENT

Section 1 – Mayor’s Report

1.1 PURPOSE

The purpose of this report is to comply with MFMA reporting requirements and the Municipal Budgeting and Reporting Regulations.

1.2 BACKGROUND

In terms of the MFMA the Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant Provincial Treasury a statement in the prescribed format on the state of the municipality’s budget reflecting the following particulars for that month and for the financial year up to the end of that month.

1.3 DISCUSSION

For the month ending 30 September 2014, the Council has operated financially as follows:

1.3.1 Monthly Budget Statement: Financial Position

The **total assets** are R 531,5m whereas the **total liabilities** are (R 108,8m) Therefore the financial position of the municipality has the **accumulated surplus** of R 422,6m as stated in the Monthly budget statement report.

1.3.2 Monthly Budget Statement: Financial Performance

The **total expenditure** for the quarter ended 30 September 2014 is R (22,5m) as compared to the **total revenue** of R 63,6m which resulted to an **operating surplus** of R 41,1m. When comparing financial performance with the approved budget as at 30 September 2014 which is three month of the financial year, the operating results have been achieved as stated in the Monthly budget statement report.

1.3.3 Monthly Budget Statement: Councillor and Staff benefits

The total councillor and staff remuneration as at end September 2014 amounted to R 9,8m

- Councillors Salaries is R 2,3m
- Senior Managers salaries is R 1m and
- Other Municipal staff salaries is R 6,4m

1.3.4. Monthly Budget Statement: Cash Flow

The cash flow statement for one month period ending 30 September 2014 reflects the positive cash and cash equivalent of R 77,2m.

Bank and cash

The opening balance as per bank statement as at 1 September 2014 has a favourable balance of R4, 369, 187.16 and the closing balance as per balance as at 31 September 2014 is R1, 473, 859.10.

Investments

The Council has investments of R93, 5 m as at 30 September 2014. The investments balance is inclusive of conditional grants funding like MIG, INEG, FMG, Housing, and MSIG etc.

1.3.5 Monthly Budget Statement: Transfers and Grants

The closing balance on transfers and grants as at the end of the September 2014 amounted to R 3, 8 m. The opening balance on transfers and grants as at July 2014 amounted to R 1, 5 m. Grants received as at September amounted to R 33,6m and expenditure incurred during the year amounted to R 31,2m.

1.3.6 Monthly Budget Statement: Borrowings

External Loans

- The external loan has a balance of R 50m as at 30 June 2014. Repayment is done yearly in August amounting to R 18,9m.
- The ending term of DBSA loan is in August 2016.

1.4. LEGAL IMPLICATIONS

Section 71 of the Municipal Finance Management Act, No 56 of 2003 reads as follows: The Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the council of the municipality and the relevant Provincial Treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a) Actual revenue, per revenue source;
- (b) Actual borrowings;
- (c) Actual expenditure, per vote;
- (d) Actual capital expenditure, per vote;
- (e) The amount of any allocations received;

(f) Actual expenditure on those allocations gazetted in terms of Division of Revenue Act

The amounts reflected in the statement must in each case be compared with the corresponding amounts budgeted for in the municipality's approved budget.

1.5 LABOUR IMPLICATIONS

There are no additional labour implications.

1.6 FINANCIAL IMPLICATIONS

Financial implications are as detailed in the report.

1.7 RISKS

The risk of non-submitting the report to the Council, Provincial and National Treasury will result to non-compliance which might lead to qualification by Auditor General and withholding of funds by National Treasury

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:

That the Monthly budget statement report of the Budget and Treasury Office in terms of the Section 71 of the Municipal Finance Management Act and Monthly financial statements for the month ending 30 September 2014 be noted and accepted by the council.

Section 3 – Executive Summary

3.1 Introduction

As stated Mayor's report May has been prepared in accordance with the Municipal Budget and Reporting Regulations.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved) Revenue by Source

The performance of revenue is good as this period under reporting we have received part of grants transfers, which resulted to an achievement of 34% for revenue.

Operating Expenditure

Current expenditure is 12%, R11, 9 million below year-to-date budget projections for the current month, which is as the result of the non-cash items.

Capital expenditure

Year-to-date expenditure on capital amounts to 23% millions which is a good performance.

3.2.2 Performance of municipal entities

The municipality has no entities

3.3 Material variances from SDBIP

Reporting against performance targets will be reported to the council by the end of September 2014

3.4 Remedial or corrective steps

No remedial or corrective steps as the situation is still as per the planned

3.5 Conclusion

Performance of revenue by source compared to budget is good.

Operating expenditure currently reflects a variance of 13% below YTD budget

Capital expenditure performance currently reflects a variance of 2% below YTD budget

Section 4 – In-year budget statement tables

4.1 Monthly budget statements

EC442 Umzimvubu - Table C1 Monthly Budget Statement Summary - M03 September

| 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 | | | | | | | | | |
| Financial Performance | | | | | | | | | |
| Property rates | 8 468 | 10 000 | 10 000 | 420 | 5 175 | 2 500 | 2 675 | 107% | 10 000 |
| Service charges | 1 326 | 2 500 | 2 500 | 118 | 366 | 625 | (259) | -42% | 2 500 |
| Investment revenue | 3 173 | 1 900 | 1 900 | 10 | 298 | 475 | (177) | -37% | 3 200 |
| Transfers recognised - operational | 122 969 | 136 804 | 136 804 | - | 53 900 | 34 201 | 19 699 | 58% | 136 804 |
| Other own revenue | 16 373 | 25 341 | 25 341 | 812 | 3 914 | 6 335 | (2 421) | -38% | 25 341 |
| Total Revenue (excluding capital transfers and contributions) | 152 309 | 176 545 | 176 545 | 1 360 | 63 654 | 44 136 | 19 517 | 44% | 177 845 |
| Employee costs | 45 599 | 52 380 | 52 380 | 3 719 | 7 515 | 13 095 | (5 580) | -43% | 52 380 |
| Remuneration of Councillors | 13 848 | 14 658 | 14 658 | - | 2 291 | 3 664 | (1 373) | -37% | 14 658 |
| Depreciation & asset impairment | 24 455 | 31 860 | 31 860 | - | - | 7 965 | (7 965) | -100% | 31 860 |
| Finance charges | 1 776 | 21 | 21 | 0 | 0 | 5 | (5) | -93% | 21 |
| Materials and bulk purchases | - | - | - | - | - | - | - | - | - |
| Transfers and grants | 3 371 | 4 559 | 4 559 | 272 | 399 | 1 140 | (740) | - | 4 559 |
| Other expenditure | 70 317 | 84 319 | 87 451 | 6 050 | 12 306 | 21 080 | (8 774) | -42% | 84 319 |
| Total Expenditure | 159 366 | 187 797 | 190 929 | 10 042 | 22 512 | 46 949 | (24 437) | -52% | 187 797 |
| Surplus/(Deficit) | (7 057) | (11 252) | (14 384) | (8 681) | 41 141 | (2 813) | 43 955 | -1563% | (9 952) |
| Transfers recognised - capital | 93 604 | 72 921 | 72 421 | - | 30 431 | 18 230 | 12 201 | 67% | 72 921 |
| Contributions & Contributed assets | - | - | - | - | - | - | - | - | - |
| | 86 547 | 61 669 | 58 037 | (8 681) | 71 572 | 15 417 | 56 155 | 364% | 62 969 |
| Surplus/(Deficit) after capital transfers & contributions | | | | | | | | | |
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | - | - |
| Surplus/ (Deficit) for the year | 86 547 | 61 669 | 58 037 | (8 681) | 71 572 | 15 417 | 56 155 | 364% | 62 969 |
| Capital expenditure & funds sources | | | | | | | | | |
| Capital expenditure | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |
| Capital transfers recognised | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |
| Public contributions & donations | - | - | - | - | - | - | - | - | - |
| Borrowing | - | - | - | - | - | - | - | - | - |
| Internally generated funds | - | - | - | - | - | - | - | - | - |
| Total sources of capital funds | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |
| Financial position | | | | | | | | | |
| Total current assets | 66 541 | 69 187 | 69 187 | - | 112 978 | - | - | - | 69 187 |
| Total non current assets | 399 019 | 263 246 | 216 902 | - | 418 544 | - | - | - | 263 246 |
| Total current liabilities | 35 915 | 33 055 | 33 055 | - | 65 473 | - | - | - | 33 055 |
| Total non current liabilities | 43 358 | 28 164 | 28 164 | - | 43 358 | - | - | - | 28 164 |
| Community wealth/Equity | 386 287 | 271 214 | 224 870 | - | 422 692 | - | - | - | 271 214 |
| Cash flows | | | | | | | | | |
| Net cash from (used) operating | 75 567 | 105 161 | 105 161 | (3 665) | 47 330 | 26 290 | 21 039 | 80% | 189 319 |
| Net cash from (used) investing | (124 980) | (80 161) | (80 161) | (13 763) | (13 082) | (20 040) | 6 958 | -35% | (52 329) |
| Net cash from (used) financing | 49 619 | (17 626) | (17 626) | (0) | (0) | (4 406) | 4 406 | -100% | (0) |
| Cash/cash equivalents at the month/year end | 49 717 | 90 470 | 90 470 | - | 77 297 | 84 939 | (7 642) | -9% | 180 040 |
| 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 | (63) | 535 | 2 705 | (31) | 437 | 423 | (80) | 28 107 | 32 035 |
| Creditors Age Analysis | | | | | | | | | |
| Total Creditors | 3 848 | 54 | 171 | 395 | 139 | - | - | - | 4 606 |

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

EC442 Umzimvubu - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M03 September

| 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 | | | | | | | | % | |
| Revenue - Standard | | | | | | | | | | |
| Governance and administration | | 139 755 | 170 057 | 170 057 | 557 | 60 288 | 42 514 | 17 774 | 42% | 170 057 |
| Executive and council | | 150 | 150 | 150 | - | - | 38 | (38) | -100% | 150 |
| Budget and treasury office | | 139 428 | 169 517 | 169 517 | 557 | 60 280 | 42 379 | 17 900 | 42% | 169 517 |
| Corporate services | | 177 | 391 | 391 | - | 9 | 98 | (89) | -91% | 391 |
| Community and public safety | | 11 416 | 5 746 | 5 246 | 371 | 1 194 | 1 436 | (242) | -17% | 5 746 |
| Community and social services | | 125 | 652 | 152 | 14 | 27 | 163 | (136) | -84% | 652 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | 11 291 | 5 094 | 5 094 | 357 | 1 168 | 1 273 | (106) | -8% | 5 094 |
| Economic and environmental services | | 86 067 | 70 913 | 70 913 | 314 | 1 805 | 17 728 | (15 923) | -90% | 70 913 |
| Planning and development | | 1 788 | 340 | 340 | 7 | 17 | 85 | (68) | -80% | 340 |
| Road transport | | 84 279 | 70 572 | 70 572 | 307 | 1 788 | 17 643 | (15 855) | -90% | 70 572 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 8 676 | 2 750 | 2 750 | 118 | 366 | 688 | (322) | -47% | 2 750 |
| Waste management | | 8 676 | 2 750 | 2 750 | 118 | 366 | 688 | (322) | -47% | 2 750 |
| Other | 4 | - | - | - | - | - | - | - | - | - |
| Total Revenue - Standard | 2 | 245 913 | 249 466 | 248 966 | 1 360 | 63 654 | 62 366 | 1 287 | 2% | 249 466 |
| Expenditure - Standard | - | | | | | | | | | |
| Governance and administration | | 91 987 | 118 318 | 120 251 | 4 531 | 12 112 | 29 579 | (17 468) | -59% | 118 318 |
| Executive and council | | 29 696 | 33 151 | 33 145 | 1 308 | 5 317 | 8 288 | (2 971) | -36% | 33 151 |
| Budget and treasury office | | 47 363 | 68 848 | 70 787 | 1 909 | 4 005 | 17 212 | (13 207) | -77% | 68 848 |
| Corporate services | | 14 929 | 16 319 | 16 319 | 1 314 | 2 790 | 4 080 | (1 290) | -32% | 16 319 |
| Community and public safety | | 29 170 | 26 196 | 26 196 | 2 177 | 4 759 | 6 549 | (1 790) | -27% | 26 196 |
| Community and social services | | 10 514 | 11 028 | 11 028 | 950 | 1 957 | 2 757 | (800) | -29% | 11 028 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | 18 656 | 15 169 | 15 169 | 1 227 | 2 802 | 3 792 | (990) | -26% | 15 169 |
| Economic and environmental services | | 27 664 | 30 574 | 30 353 | 2 287 | 3 920 | 7 643 | (3 723) | -49% | 30 574 |
| Planning and development | | 9 633 | 14 132 | 14 911 | 1 079 | 1 966 | 3 533 | (1 567) | -44% | 14 132 |
| Road transport | | 18 032 | 16 442 | 15 442 | 1 209 | 1 954 | 4 110 | (2 156) | -52% | 16 442 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 10 545 | 12 709 | 14 129 | 1 047 | 1 721 | 3 177 | (1 456) | -46% | 12 709 |
| Waste management | | 10 545 | 12 709 | 14 129 | 1 047 | 1 721 | 3 177 | (1 456) | -46% | 12 709 |
| Other | | - | - | - | - | - | - | - | - | - |
| Total Expenditure - Standard | 3 | 159 366 | 187 797 | 190 929 | 10 042 | 22 512 | 46 949 | (24 437) | -52% | 187 797 |
| Surplus/ (Deficit) for the year | | 86 547 | 61 669 | 58 037 | (8 681) | 41 141 | 15 417 | 25 724 | 167% | 61 669 |

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

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

EC442 Umzimvubu - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

| 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 | | 152 | 650 | 150 | - | - | 163 | (163) | -100.0% | 650 |
| Vote 2 - Budget and Treasury | | 139 428 | 169 517 | 169 517 | 557 | 60 280 | 42 379 | 17 900 | 42.2% | 169 517 |
| Vote 3 - Corporate Services | | 177 | 391 | 391 | - | 9 | 98 | (89) | -91.2% | 391 |
| Vote 4 - Local Economic Development | | 1 788 | 340 | 340 | 7 | 17 | 85 | (68) | -80.0% | 340 |
| Vote 5 - Infrastructure and Planning | | 84 279 | 70 572 | 70 572 | 307 | 1 788 | 17 643 | (15 855) | -89.9% | 70 572 |
| Vote 6 - Community and Social Services | | 123 | 152 | 152 | 14 | 27 | 38 | (11) | -29.3% | 152 |
| Vote 7 - Waste Management | | 8 676 | 2 750 | 2 750 | 118 | 366 | 688 | (322) | -46.8% | 2 750 |
| Vote 8 - Public Safety | | 11 291 | 5 094 | 5 094 | 357 | 1 168 | 1 273 | (106) | -8.3% | 5 094 |
| Total Revenue by Vote | 2 | 245 913 | 249 466 | 248 966 | 1 360 | 63 654 | 62 366 | 1 287 | 2.1% | 249 466 |
| Expenditure by Vote | 1 | | | | | | | | | |
| Vote 1 - Executive and Council | | 37 530 | 41 699 | 41 693 | 1 944 | 6 745 | 10 425 | (3 680) | -35.3% | 41 699 |
| Vote 2 - Budget and Treasury | | 47 363 | 68 848 | 70 787 | 1 909 | 4 005 | 17 212 | (13 207) | -76.7% | 68 848 |
| Vote 3 - Corporate Services | | 14 929 | 16 319 | 16 319 | 1 314 | 2 790 | 4 080 | (1 290) | -31.6% | 16 319 |
| Vote 4 - Local Economic Development | | 9 633 | 14 132 | 14 911 | 1 079 | 1 966 | 3 533 | (1 567) | -44.4% | 14 132 |
| Vote 5 - Infrastructure and Planning | | 18 032 | 16 442 | 15 442 | 1 209 | 1 954 | 4 110 | (2 156) | -52.5% | 16 442 |
| Vote 6 - Community and Social Services | | 2 680 | 2 479 | 2 479 | 314 | 529 | 620 | (91) | -14.6% | 2 479 |
| Vote 7 - Waste Management | | 10 545 | 12 709 | 14 129 | 1 047 | 1 721 | 3 177 | (1 456) | -45.8% | 12 709 |
| Vote 8 - Public Safety | | 18 656 | 15 169 | 15 169 | 1 227 | 2 802 | 3 792 | (990) | -26.1% | 15 169 |
| Total Expenditure by Vote | 2 | 159 366 | 187 797 | 190 929 | 10 042 | 22 512 | 46 949 | (24 437) | -52.1% | 187 797 |
| Surplus/ (Deficit) for the year | 2 | 86 547 | 61 669 | 58 037 | (8 681) | 41 141 | 15 417 | 25 724 | 166.9% | 61 669 |

The municipal votes reflect the organisational structure of the municipality which is made up of the following directorates: Executive & Council; Corporate Services; Budget & Treasury; Infrastructure and Planning, Local Economic Development; Special Programmes & Communication Community Services; Public Safety; and Waste management

EC442 Umzimvubu - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

| 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 | | 8 468 | 10 000 | 10 000 | 420 | 5 175 | 2 500 | 2 675 | 107% | 10 000 |
| Property rates - penalties & collection charges | | - | - | - | - | - | - | - | - | - |
| Service charges - electricity revenue | | - | - | - | - | - | - | - | - | - |
| Service charges - water revenue | | - | - | - | - | - | - | - | - | - |
| Service charges - sanitation revenue | | - | - | - | - | - | - | - | - | - |
| Service charges - refuse revenue | | 1 326 | 2 500 | 2 500 | 118 | 366 | 625 | (259) | -42% | 2 500 |
| Service charges - other | | - | - | - | - | - | - | - | - | - |
| Rental of facilities and equipment | | 1 804 | 1 497 | 1 497 | 9 | 23 | 374 | (351) | -94% | 1 497 |
| Interest earned - external investments | | 3 173 | 1 900 | 1 900 | 10 | 298 | 475 | (177) | -37% | 1 900 |
| Interest earned - outstanding debtors | | 1 139 | 1 300 | 1 300 | 126 | 357 | 325 | 32 | 10% | 1 300 |
| Dividends received | | - | - | - | - | - | - | - | - | - |
| Fines | | 7 011 | 800 | 800 | 22 | 88 | 200 | (112) | -56% | 800 |
| Licences and permits | | 2 681 | 2 557 | 2 557 | 189 | 663 | 639 | 24 | 4% | 2 557 |
| Agency services | | 1 393 | 1 310 | 1 310 | 103 | 340 | 328 | 13 | 4% | 1 310 |
| Transfers recognised - operational | | 122 969 | 136 804 | 136 804 | - | 53 900 | 34 201 | 19 699 | 58% | 136 804 |
| Other revenue | | 1 947 | 17 615 | 17 615 | 84 | 217 | 4 404 | (4 186) | -95% | 17 615 |
| Gains on disposal of PPE | | 397 | 262 | 262 | 280 | 2 226 | 65 | 2 160 | 3300% | 262 |
| Total Revenue (excluding capital transfers and contributions) | | 152 309 | 176 545 | 176 545 | 1 360 | 63 654 | 44 136 | 19 517 | 44% | 176 545 |
| Expenditure By Type | | | | | | | | | | |
| Employee related costs | | 45 599 | 52 380 | 52 380 | 3 719 | 7 515 | 13 095 | (5 580) | -43% | 52 380 |
| Remuneration of councillors | | 13 848 | 14 658 | 14 658 | - | 2 291 | 3 664 | (1 373) | -37% | 14 658 |
| Debt impairment | | 2 162 | 11 894 | 11 894 | - | - | 2 974 | (2 974) | -100% | 11 894 |
| Depreciation & asset impairment | | 24 455 | 31 860 | 31 860 | - | - | 7 965 | (7 965) | -100% | 31 860 |
| Finance charges | | 1 776 | 21 | 21 | 0 | 0 | 5 | (5) | -93% | 21 |
| Bulk purchases | | - | - | - | - | - | - | - | - | - |
| Other materials | | - | - | - | - | - | - | - | - | - |
| Contracted services | | 5 646 | 6 203 | 6 203 | 408 | 1 224 | 1 551 | (327) | -21% | 6 203 |
| Transfers and grants | | 3 371 | 4 559 | 4 559 | 272 | 399 | 1 140 | (740) | -65% | 4 559 |
| Other expenditure | | 62 132 | 66 222 | 69 354 | 5 642 | 11 083 | 16 555 | (5 473) | -33% | 66 222 |
| Loss on disposal of PPE | | 376 | - | - | - | - | - | - | - | - |
| Total Expenditure | | 159 366 | 187 797 | 190 929 | 10 042 | 22 512 | 46 949 | (24 437) | -52% | 187 797 |
| Surplus/(Deficit) | | (7 057) | (11 252) | (14 384) | (8 681) | 41 141 | (2 813) | 43 955 | (0) | (11 252) |
| Transfers recognised - capital | | 93 604 | 72 921 | 72 421 | - | 30 431 | 18 230 | 12 201 | 0 | 72 921 |
| Contributions recognised - capital | | - | - | - | - | - | - | - | - | - |

| | | | | | | | | | | |
|---------------------------------|--------|--------|--------|---------|--------|--------|--|--|--|--------|
| Contributed assets | | | | | | | | | | |
| Surplus/ (Deficit) for the year | 86 547 | 61 669 | 58 037 | (8 681) | 71 572 | 15 417 | | | | 61 669 |

4.1.4 Table C4: Monthly Budget Statement - Financial Performance (r

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

EC442 Umzimvubu - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M03 September

| 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 | | | | | | | | | |
| Single Year expenditure appropriation | 2 | | | | | | | | | |
| Vote 1 - Executive and Council | | 0 | 840 | 1 182 | (53) | (28) | 210 | (238) | -113% | 840 |
| Vote 2 - Budget and Treasury | | (0) | 1 300 | 1 300 | 27 | 66 | 325 | (259) | -80% | 1 300 |
| Vote 3 - Corporate Services | | (0) | 4 240 | 4 546 | 46 | 46 | 1 060 | (1 014) | -96% | 4 240 |
| Vote 4 - Local Economic Development | | 0 | 5 126 | 2 050 | 51 | 185 | 1 281 | (1 096) | -86% | 5 126 |
| Vote 5 - Infrastructure and Planning | | (0) | 62 447 | 86 297 | 14 076 | 17 940 | 15 612 | 2 329 | 15% | 62 447 |
| Vote 6 - Community and Social Services | | 0 | 30 | 30 | (0) | (0) | 8 | (8) | -100% | 30 |
| Vote 7 - Waste Management | | 0 | 3 590 | 3 590 | 7 | 42 | 898 | (855) | -95% | 3 590 |
| Vote 8 - Public Safety | | (0) | 2 851 | 2 851 | 93 | 93 | 713 | (620) | -87% | 2 851 |
| Total Capital single-year expenditure | 4 | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |
| Total Capital Expenditure | | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |
| Capital Expenditure - Standard Classification | | | | | | | | | | |
| Governance and administration | | (0) | 6 380 | 7 028 | 21 | 84 | 1 595 | (1 510) | -95% | 6 380 |
| Executive and council | | 0 | 840 | 1 182 | (53) | (28) | 210 | (238) | -113% | 840 |
| Budget and treasury office | | (0) | 1 300 | 1 300 | 27 | 66 | 325 | (259) | -80% | 1 300 |
| Corporate services | | (0) | 4 240 | 4 546 | 46 | 46 | 1 060 | (1 014) | -96% | 4 240 |
| Community and public safety | | (0) | 2 881 | 2 881 | 93 | 93 | 720 | (627) | -87% | 2 881 |
| Community and social services | | 0 | 30 | 30 | (0) | (0) | 8 | (8) | -100% | 30 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | (0) | 2 851 | 2 851 | 93 | 93 | 713 | (620) | -87% | 2 851 |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| Economic and environmental services | | (0) | 67 572 | 88 347 | 14 127 | 18 126 | 16 893 | 1 233 | 7% | 67 572 |
| Planning and development | | 0 | 5 126 | 2 050 | 51 | 185 | 1 281 | (1 096) | -86% | 5 126 |
| Road transport | | (0) | 62 447 | 86 297 | 14 076 | 17 940 | 15 612 | 2 329 | 15% | 62 447 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 0 | 3 590 | 3 590 | 7 | 42 | 898 | (855) | -95% | 3 590 |
| Electricity | | - | - | - | - | - | - | - | - | - |
| Water | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | 0 | 3 590 | 3 590 | 7 | 42 | 898 | (855) | -95% | 3 590 |
| Other | | - | - | - | - | - | - | - | - | - |
| Total Capital Expenditure - Standard Classification | 3 | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |
| Funded by: | | | | | | | | | | |
| National Government | | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |
| Provincial Government | | - | - | - | - | - | - | - | - | - |
| District Municipality | | - | - | - | - | - | - | - | - | - |
| Other transfers and grants | | - | - | - | - | - | - | - | - | - |

| | | | | | | | | | | |
|----------------------------------|---|------------|---------------|----------------|---------------|---------------|---------------|----------------|------------|---------------|
| Transfers recognised - capital | | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |
| Public contributions & donations | 5 | - | - | - | - | - | - | - | | - |
| Borrowing | 6 | - | - | - | - | - | - | - | | - |
| Internally generated funds | | - | - | - | - | - | - | - | | - |
| Total Capital Funding | | (0) | 80 423 | 101 846 | 14 247 | 18 345 | 20 106 | (1 760) | -9% | 80 423 |

4.1.6 Table C6: Monthly Budget Statement - Financial Position

EC442 Umzimvubu - Table C6 Monthly Budget Statement - Financial Position - M03 September

| Description | Ref | 2013/14 | Budget Year 2014/15 | | YearTD actual | Full Year Forecast |
|--|-----|-----------------|---------------------|-----------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | | |
| R thousands | 1 | | | | | |
| ASSETS | | | | | | |
| Current assets | | | | | | |
| Cash | | 22 661 | 32 235 | 32 235 | 2 613 | 32 235 |
| Call investment deposits | | 20 389 | 31 471 | 31 471 | 93 623 | 31 471 |
| Consumer debtors | | 4 270 | 3 479 | 3 479 | 7 839 | 3 479 |
| Other debtors | | 18 731 | 1 437 | 1 437 | 8 070 | 1 437 |
| Current portion of long-term receivables | | 121 | 113 | 113 | 121 | 113 |
| Inventory | | 369 | 452 | 452 | 712 | 452 |
| Total current assets | | 66 541 | 69 187 | 69 187 | 112 978 | 69 187 |
| Non current assets | | | | | | |
| Long-term receivables | | - | - | - | - | - |
| Investments | | - | - | - | - | - |
| Investment property | | 20 412 | 29 922 | 14 286 | 20 412 | 29 922 |
| Investments in Associate | | - | - | - | - | - |
| Property, plant and equipment | | 377 718 | 230 935 | 201 601 | 397 268 | 230 935 |
| Agricultural | | - | - | - | - | - |
| Biological assets | | - | - | - | - | - |
| Intangible assets | | 871 | 2 371 | 997 | 846 | 2 371 |
| Other non-current assets | | 18 | 18 | 18 | 18 | 18 |
| Total non current assets | | 399 019 | 263 246 | 216 902 | 418 544 | 263 246 |
| TOTAL ASSETS | | 465 559 | 332 433 | 286 089 | 531 522 | 332 433 |
| LIABILITIES | | | | | | |
| Current liabilities | | | | | | |
| Bank overdraft | | - | - | - | - | - |
| Borrowing | | 17 593 | 15 863 | 15 863 | 17 593 | 15 863 |
| Consumer deposits | | - | - | - | - | - |
| Trade and other payables | | 18 187 | 17 119 | 17 119 | 47 745 | 17 119 |
| Provisions | | 135 | 73 | 73 | 135 | 73 |
| Total current liabilities | | 35 915 | 33 055 | 33 055 | 65 473 | 33 055 |

| | | | | | | |
|--------------------------------------|---|----------------|----------------|----------------|----------------|----------------|
| Non current liabilities | | | | | | |
| Borrowing | | 32 995 | 17 375 | 17 375 | 32 995 | 17 375 |
| Provisions | | 10 363 | 10 789 | 10 789 | 10 363 | 10 789 |
| Total non current liabilities | | 43 358 | 28 164 | 28 164 | 43 358 | 28 164 |
| TOTAL LIABILITIES | | 79 273 | 61 219 | 61 219 | 108 830 | 61 219 |
| NET ASSETS | 2 | 386 287 | 271 214 | 224 870 | 422 692 | 271 214 |
| COMMUNITY WEALTH/EQUITY | | | | | | |
| Accumulated Surplus/(Deficit) | | 386 287 | 271 214 | 224 870 | 422 692 | 271 214 |
| Reserves | | - | - | - | - | - |
| TOTAL COMMUNITY WEALTH/EQUITY | 2 | 386 287 | 271 214 | 224 870 | 422 692 | 271 214 |

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

EC442 Umzimvubu - Table C7 Monthly Budget Statement - Cash Flow - M03 September

| 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 | | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Ratepayers and other | | 19 276 | 36 279 | 36 279 | 1 070 | 7 230 | 9 070 | (1 840) | -20% | 28 918 |
| Government - operating | | 116 295 | 136 804 | 136 804 | - | 53 900 | 34 201 | 19 699 | 58% | 215 600 |
| Government - capital | | 94 247 | 72 921 | 72 921 | - | - | 18 230 | (18 230) | -100% | - |
| Interest | | 3 173 | 3 200 | 3 200 | 10 | 298 | 800 | (502) | -63% | 1 193 |
| Dividends | | - | - | - | - | - | - | - | | - |
| Payments | | | | | | | | | | |
| Suppliers and employees | | (153 101) | (139 463) | (139 463) | (4 473) | (13 698) | (34 866) | (21 167) | 61% | (54 794) |
| Finance charges | | (1 776) | (21) | (21) | (0) | (0) | (5) | (5) | 93% | (1) |
| Transfers and Grants | | (2 547) | (4 559) | (4 559) | (272) | (399) | (1 140) | (740) | 65% | (1 597) |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 75 567 | 105 161 | 105 161 | (3 665) | 47 330 | 26 290 | 21 039 | 80% | 189 319 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Proceeds on disposal of PPE | | 3 030 | 262 | 262 | 485 | 5 263 | 65 | 5 198 | 7940% | 21 052 |
| Decrease (Increase) in non-current debtors | | - | - | - | - | - | - | - | | - |
| Decrease (increase) other non-current receivables | | - | - | - | - | - | - | - | | - |
| Decrease (increase) in non-current investments | | - | - | - | - | - | - | - | | - |
| Payments | | | | | | | | | | |
| Capital assets | | (128 010) | (80 423) | (80 423) | (14 247) | (18 345) | (20 106) | (1 760) | 9% | (73 381) |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (124 980) | (80 161) | (80 161) | (13 763) | (13 082) | (20 040) | (6 958) | 35% | (52 329) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Short term loans | | - | - | - | - | - | - | - | | - |
| Borrowing long term/refinancing | | 49 619 | - | - | (0) | (0) | - | (0) | #DIV/0! | (0) |
| Increase (decrease) in consumer deposits | | - | - | - | - | - | - | - | | - |
| Payments | | | | | | | | | | |
| Repayment of borrowing | | - | (17 626) | (17 626) | - | - | (4 406) | (4 406) | 100% | - |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | 49 619 | (17 626) | (17 626) | (0) | (0) | (4 406) | (4 406) | 100% | (0) |
| NET INCREASE/ (DECREASE) IN CASH HELD | | 206 | 7 374 | 7 374 | (17 428) | 34 247 | 1 844 | | | 136 990 |
| Cash/cash equivalents at beginning: | | 49 512 | 83 095 | 83 095 | | 43 050 | 83 095 | | | 43 050 |
| Cash/cash equivalents at month/year end: | | 49 717 | 90 470 | 90 470 | | 77 297 | 84 939 | | | 180 040 |

PART 2 – SUPPORTING DOCUMENTATION

EC442 Umzimvubu - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September

| Description of financial indicator | Basis of calculation | Ref | 2013/14 | Budget Year 2014/15 | | | |
|--|--|-----|-----------------|---------------------|-----------------|---------------|--------------------|
| | | | Audited Outcome | Original Budget | Adjusted Budget | YearTD actual | Full Year Forecast |
| Borrowing Management | | | | | | | |
| Capital Charges to Operating Expenditure | Interest & principal paid/Operating Expenditure | | 1.1% | 17.0% | 16.7% | 0.0% | 7.8% |
| Borrowed funding of 'own' capital expenditure | Borrowings/Capital expenditure excl. transfers and grants | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| Safety of Capital | | | | | | | |
| Debt to Equity | Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves | | 17.8% | 18.6% | 22.4% | 23.3% | 18.6% |
| Gearing | Long Term Borrowing/ Funds & Reserves | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| Liquidity | | | | | | | |
| Current Ratio | Current assets/current liabilities | 1 | 185.3% | 209.3% | 209.3% | 172.6% | 209.3% |
| Liquidity Ratio | Monetary Assets/Current Liabilities | | 119.9% | 192.7% | 192.7% | 147.0% | 192.7% |
| Revenue Management | | | | | | | |
| Annual Debtors Collection Rate (Payment Level %) | Last 12 Mths Receipts/ Last 12 Mths Billing | | | | | | |
| Outstanding Debtors to Revenue | Total Outstanding Debtors to Annual Revenue | | 15.2% | 2.8% | 2.8% | 25.2% | 2.8% |
| Longstanding Debtors Recovered | Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| Creditors Management | | | | | | | |
| Creditors System Efficiency | % of Creditors Paid Within Terms (within MFMA s 65(e)) | | | | | | |
| Funding of Provisions | | | | | | | |
| Percentage Of Provisions Not Funded | Unfunded Provisions/Total Provisions | | | | | | |
| Other Indicators | | | | | | | |
| Electricity Distribution Losses | % Volume (units purchased and generated less units sold)/units purchased and generated | 2 | | | | | |
| Water Distribution Losses | % Volume (units purchased and own source less units sold)/Total units purchased and own source | 2 | | | | | |
| Employee costs | Employee costs/Total Revenue - capital revenue | | 29.9% | 29.7% | 29.7% | 11.8% | 29.7% |
| Repairs & Maintenance | R&M/Total Revenue - capital revenue | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| Interest & Depreciation | I&D/Total Revenue - capital revenue | | 17.2% | 18.1% | 18.1% | 0.0% | 8.3% |
| IDP regulation financial viability indicators | | | | | | | |
| i. Debt coverage | (Total Operating Revenue - Operating Grants)/Debt service payments due within financial year | - | | | | | |
| ii. O/S Service Debtors to Revenue | Total outstanding service debtors/annual revenue received for services | | | | | | |
| iii. Cost coverage | (Available cash + Investments)/monthly fixed operational expenditure | | | | | | |

Section 5 – Debtors' analysis

EC442 Umzimvubu - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

| Description | NT Code | Budget Year 2014/15 | | | | | | | | | | | 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 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Trade and Other Receivables from Exchange Transactions - Electricity | 1300 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Receivables from Non-exchange Transactions - Property Rates | 1400 | 384 | 337 | 2 686 | 252 | 244 | 239 | 235 | 20 775 | 25 151 | 21 744 | | | | |
| Receivables from Exchange Transactions - Waste Water Management | 1500 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Receivables from Exchange Transactions - Waste Management | 1600 | 101 | 99 | 19 | 80 | 79 | 77 | 75 | 4 695 | 5 225 | 5 006 | | | | |
| Receivables from Exchange Transactions - Property Rental Debtors | 1700 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Interest on Arrear Debtor Accounts | 1810 | 126 | 135 | 87 | 103 | 96 | 94 | - | 1 409 | 2 051 | 1 702 | | | | |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other | 1900 | (674) | (35) | (87) | (466) | 18 | 14 | (390) | 1 228 | (392) | 404 | | | | |
| Total By Income Source | 2000 | (63) | 535 | 2 705 | (31) | 437 | 423 | (80) | 28 107 | 32 035 | 28 857 | - | - | | |
| 2013/14 - totals only | | | | | | | | | | - | - | | | | |
| Debtors Age Analysis By Customer Group | | | | | | | | | | | | | | | |
| Organs of State | 2200 | 48 | 48 | 829 | 23 | 38 | 37 | 19 | 3 648 | 4 691 | 3 765 | | | | |
| Commercial | 2300 | (306) | 208 | 1 738 | 69 | 137 | 135 | (303) | 10 034 | 11 711 | 10 071 | | | | |
| Households | 2400 | 195 | 279 | 139 | (123) | 263 | 252 | 204 | 14 425 | 15 633 | 15 020 | | | | |
| Other | 2500 | (0) | (0) | (0) | (0) | 0 | 0 | (0) | (0) | (0) | 0 | | | | |
| Total By Customer Group | 2600 | (63) | 535 | 2 705 | (31) | 437 | 423 | (80) | 28 107 | 32 035 | 28 857 | - | - | | |

Section 6 - Creditors' analysis

6.1 Supporting Table SC4

EC442 Umzimvubu - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

| Description | NT Code | Budget Year 2014/15 | | | | | | | | Total |
|--|-------------|---------------------|--------------|--------------|---------------|----------------|----------------|-------------------|-------------|--------------|
| | | 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 | |
| R thousands | | | | | | | | | | |
| 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 | 3 848 | 54 | 171 | 395 | 139 | | | | 4 606 |
| Auditor General | 0800 | | | | | | | | | - |
| Other | 0900 | | | | | | | | | - |
| Total By Customer Type | 1000 | 3 848 | 54 | 171 | 395 | 139 | - | - | - | 4 606 |

Section 7 – Investment portfolio analysis

7.1 Supporting Table C5

EC442 Umzimvubu - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

| Investments by maturity Name of institution & investment ID | 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 | | | | | | | |
| Municipality | | | | | | | | | |
| OPERATING - DROUGHT RELIEVE | | 3 Months | Call Deposit | 3 Months | - | 0.0% | - | - | - |
| OPERATING - ELECTRICAL GUARANTEE | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 247 | 0 | 247 |
| OPERATING - MUNICIPAL SUPPORT PROGRAMME | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 76 | 0 | 76 |
| OPERATING - GENERAL | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 67 059 | (19 630) | 47 430 |
| OPERATING - PLANNING & SURVEY | | 3 Months | Call Deposit | 3 Months | - | 0.0% | (0) | 0 | (0) |
| OPERATING - SERVICE DELIVERY RESERVE | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 45 035 | - | 45 035 |
| OPERATING - TESTING CENTRE | | 3 Months | Call Deposit | 3 Months | - | 0.0% | - | - | - |
| CAPITAL REPLACEMENT RESERVE (CRR) | | 3 Months | Call Deposit | 3 Months | - | 0.0% | - | - | - |
| EXTERNAL FINANCE FUND (EFF) | | 3 Months | Call Deposit | 3 Months | - | 0.0% | - | - | - |
| UNSPENT GRANTS - DEDEA PROJECTS | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 479 | - | 479 |
| UNSPENT GRANTS - FINANCIAL MANAGEMENT GRANT (FMG) | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 1 | 0 | 1 |
| UNSPENT GRANTS - MUNICIPAL INFRASTRUCTURE GRANT (MIG) | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 4 | (0) | 4 |
| UNSPENT GRANTS - MUNICIPAL SYSTEMS IMPROVEMENT GRANT (MSIG) | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 1 | (0) | 1 |
| UNSPENT GRANTS - ELECTRIFICATION PROGRAMME | | 3 Months | Call Deposit | 3 Months | - | 0.0% | 288 | - | 288 |
| OPERATING ACCOUNT | | 3 Months | Notice Deposit | 3 Months | - | 0.0% | - | - | - |
| Municipality sub-total | | | | | - | | 113 190 | (19 630) | 93 561 |
| TOTAL INVESTMENTS AND INTEREST | 2 | | | | - | | 113 190 | (19 630) | 93 561 |

Section 8 – Allocation and grant receipts & expenditure

8.1 Supporting Table SC6 – Grant receipts

| Description | Ref | 2013/14 | Budget Year 2014/15 | | | | | | |
|---|-----|--------------------|---------------------------|--------------------|-------------------|------------------|------------------|-----------------|----------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % |
| R thousands | | | | | | | | | |
| RECEIPTS: | 1,2 | | | | | | | | |
| - | | | | | | | | | |
| Operating Transfers and Grants | | | | | | | | | |
| National Government: | | 118 008 | 138 701 | 138 701 | 55 500 | 55 500 | 83 201 | (27 701) | -33.3% |
| EQUITABLE SHARE | | 115 568 | 136 167 | 136 167 | 53 900 | 53 900 | 82 267 | (28 367) | -34.5% |
| FINANCE MANAGEMENT GRANT | | 1 550 | 1 600 | 1 600 | 1 600 | 1 600 | - | 1 600 | #DIV/0! |
| MUNICIPAL SYSTEMS IMPLEMENTATION GRANT (MSIG) | | 890 | 934 | 934 | - | - | 934 | (934) | -100.0% |
| Provincial Government: | | 3 572 | - | - | - | - | - | - | |
| DEPT COOPERATIVE GOVERNMENT & TRADITIONAL AFFAIRS (COGTA) | | 1 172 | - | - | - | - | - | - | |
| DEPT OF EDUCATION & ENV. AFFAIRS (DEDEA) | | 2 400 | - | - | - | - | - | - | |
| Other grant providers: | | 727 | 2 080 | 2 080 | - | - | 2 080 | (2 080) | -100.0% |
| <i>Community Based Planning</i> | | 150 | - | - | - | - | - | - | |
| OTHER GRANTS | | 577 | - | - | - | - | - | - | |
| EPWP | | - | 1 593 | 1 593 | - | - | 1 593 | (1 593) | -100.0% |
| SPORT AND RECREATION | | - | 250 | 250 | - | - | 250 | (250) | -100.0% |
| VUNA AWARDS | | - | 125 | 125 | - | - | 125 | (125) | -100.0% |
| LED | | - | 112 | 112 | - | - | 112 | (112) | -100.0% |
| Total Operating Transfers and Grants | 5 | 122 306 | 140 781 | 140 781 | 55 500 | 55 500 | 85 281 | (29 781) | -34.9% |
| Capital Transfers and Grants | | | | | | | | | |
| National Government: | | 60 066 | 68 294 | 68 294 | 25 000 | 25 000 | 43 294 | (18 294) | -42.3% |
| MUNICIPAL INFRASTRUCTURE GRANT (MIG) | | 40 066 | 43 294 | 43 294 | - | - | 43 294 | (43 294) | -100.0% |
| DEPT MINERALS & ENERGY (DME) | | 20 000 | 25 000 | 25 000 | 25 000 | 25 000 | - | 25 000 | #DIV/0! |
| Provincial Government: | | 521 | 500 | 500 | - | - | 500 | (500) | -100.0% |
| DEPT OF EDUCATION & ENV. AFFAIRS (DEDEA) | | 521 | 500 | 500 | - | - | 500 | (500) | -100.0% |
| Total Capital Transfers and Grants | 5 | 60 587 | 68 794 | 68 794 | 25 000 | 25 000 | 43 794 | (18 794) | -42.9% |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | 5 | 182 893 | 209 575 | 209 575 | 80 500 | 80 500 | 129 075 | (48 575) | -37.6% |

8.2 Supporting Table C7 – Grant expenditure

EC442 Umzimvubu - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

| 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 | | | | | | | | | | |
| EXPENDITURE | | | | | | | | | | |
| Operating expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 138 008 | 165 294 | 165 294 | (23 083) | 58 146 | 10 331 | 47 815 | 462.8% | 165 294 |
| EQUITABLE SHARE | | 115 568 | 136 167 | 136 167 | - | 53 900 | 8 510 | 45 390 | 533.3% | 136 167 |
| FINANCE MANAGEMENT GRANT | | 1 550 | 1 600 | 1 600 | (1 550) | (100) | 100 | (200) | -200.0% | 1 600 |
| MUNICIPAL SYSTEMS IMPLEMENTATION GRANT (MSIG) | | 890 | 934 | 934 | (1 533) | (654) | 58 | (713) | -1221.0% | 934 |
| DEPT MINERALS & ENERGY (DME) | | 20 000 | 25 000 | 25 000 | (20 000) | 5 000 | 1 563 | 3 438 | 220.0% | 25 000 |
| DEPT OF PUBLIC WORKS | | - | 1 593 | 1 593 | - | - | 100 | (100) | -100.0% | 1 593 |
| Provincial Government: | | 8 122 | 862 | 862 | (8 006) | 3 759 | 72 | 3 687 | 5132.3% | 862 |
| DEPT COOPERATIVE GOVERNMENT & TRADITIONAL AFFAIRS (COGTA) | | 6 643 | - | - | (1 172) | 8 213 | - | 8 213 | #DIV/0! | - |
| DEPT OF EDUCATION & ENV. AFFAIRS (DEDEA) | | 1 479 | - | - | (6 834) | (4 454) | - | (4 454) | #DIV/0! | - |
| Other transfers and grants [insert description] | | - | 862 | 862 | - | - | 72 | (72) | -100.0% | 862 |
| District Municipality: | | 35 | - | - | - | 435 | - | 435 | #DIV/0! | - |
| LOCAL GOVERNMENT EDUCATION FUND | | 35 | - | - | - | 35 | - | 35 | #DIV/0! | - |
| ALFRED NZO DISTRICT MUNICIPALITY | | - | - | - | - | 400 | - | 400 | #DIV/0! | - |
| Other transfers and grants [insert description] | | - | - | - | - | - | - | - | - | - |
| Other grant providers: | | 7 281 | 150 | 150 | (81) | - | 9 | (9) | -100.0% | 150 |
| Community Based Planning | | 150 | 150 | 150 | - | - | 9 | (9) | -100.0% | 150 |
| OTHER GRANTS | | 7 131 | - | - | - | - | - | - | - | - |
| OTHER PUBLIC CONTRIBUTIONS | | - | - | - | (81) | - | - | - | - | - |
| Other transfers and grants [insert description] | | - | - | - | - | - | - | - | - | - |
| Total operating expenditure of Transfers and Grants: | | 153 446 | 166 306 | 166 306 | (31 170) | 62 339 | 10 412 | 51 927 | 498.7% | 166 306 |
| Capital expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 60 373 | 43 294 | 43 294 | (60 373) | 14 246 | 2 706 | 11 540 | 426.5% | 43 294 |
| MUNICIPAL INFRASTRUCTURE GRANT (MIG) | | 60 373 | 43 294 | 43 294 | (60 373) | 14 246 | 2 706 | 11 540 | 426.5% | 43 294 |
| Provincial Government: | | 3 145 | - | - | 379 | 2 490 | - | 2 490 | #DIV/0! | - |
| DEPT COOPERATIVE GOVERNMENT & TRADITIONAL AFFAIRS (COGTA) | | 1 995 | - | - | (4 976) | (3 360) | - | (3 360) | #DIV/0! | - |
| DEPT OF EDUCATION & ENV. AFFAIRS (DEDEA) | | 1 151 | - | - | 5 355 | 5 496 | - | 5 496 | #DIV/0! | - |
| DEPT TRANSPORT | | - | - | - | - | 354 | - | 354 | #DIV/0! | - |
| Other transfers and grants [insert description] | | - | - | - | - | - | - | - | - | - |
| District Municipality: | | - | - | - | - | 400 | - | 400 | #DIV/0! | - |
| LOCAL GOVERNMENT EDUCATION FUND | | - | - | - | - | - | - | - | - | - |
| ALFRED NZO DISTRICT MUNICIPALITY | | - | - | - | - | 400 | - | 400 | #DIV/0! | - |
| Other transfers and grants [insert description] | | - | - | - | - | - | - | - | - | - |
| Total capital expenditure of Transfers and Grants | | 63 518 | 43 294 | 43 294 | (59 994) | 17 135 | 2 706 | 14 429 | 533.3% | 43 294 |
| TOTAL EXPENDITURE OF TRANSFERS AND GRANTS | | 216 965 | 209 600 | 209 600 | (91 164) | 79 475 | 13 118 | 66 357 | 505.8% | 209 600 |

Section 9 – Expenditure on councillor and board members allowances and employee benefits

9.1 Supporting Table SC8

EC442 Umzimvubu - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

| Summary of Employee and Councillor remuneration | 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 | | A | B | C | | | | | | D |
| Councillors (Political Office Bearers plus Other) | | | | | | | | | | |
| Basic Salaries and Wages | | 7 121 | 7 292 | 7 292 | – | 1 172 | 1 823 | (652) | -36% | 7 292 |
| Pension and UIF Contributions | | 1 003 | 1 087 | 1 087 | – | 168 | 272 | (104) | -38% | 1 087 |
| Medical Aid Contributions | | 343 | 394 | 394 | – | 75 | 98 | (23) | -23% | 394 |
| Motor Vehicle Allowance | | 3 191 | 3 375 | 3 375 | – | 510 | 844 | (334) | -40% | 3 375 |
| Cellphone Allowance | | 57 | – | – | 5 | 16 | – | 16 | #DIV/0! | – |
| Housing Allowances | | 2 024 | 2 437 | 2 437 | – | 347 | 609 | (262) | -43% | 2 437 |
| Other benefits and allowances | | 119 | 73 | 73 | – | 20 | 18 | 1 | 7% | 73 |
| Sub Total - Councillors | | 13 857 | 14 658 | 14 658 | 5 | 2 307 | 3 664 | (1 358) | -37% | 14 658 |
| % increase | 4 | | 5.8% | 5.8% | | | | | | 5.8% |
| Senior Managers of the Municipality | | | | | | | | | | |
| Basic Salaries and Wages | | 3 912 | 4 230 | 4 230 | 275 | 594 | 1 057 | (463) | -44% | 4 230 |
| Pension and UIF Contributions | | 306 | 491 | 491 | 24 | 50 | 123 | (73) | -59% | 491 |
| Medical Aid Contributions | | 47 | 121 | 121 | 4 | 8 | 30 | (22) | -74% | 121 |
| Overtime | | – | – | – | – | – | – | – | – | – |
| Performance Bonus | | 367 | – | – | – | – | – | – | – | – |
| Motor Vehicle Allowance | | 980 | 999 | 999 | 71 | 155 | 250 | (95) | -38% | 999 |
| Cellphone Allowance | | – | – | – | – | – | – | – | – | – |
| Housing Allowances | | 837 | 691 | 691 | 62 | 133 | 173 | (40) | -23% | 691 |
| Other benefits and allowances | | 264 | 348 | 348 | 34 | 64 | 87 | (23) | -27% | 348 |
| Sub Total - Senior Managers of Municipality | | 6 712 | 6 880 | 6 880 | 470 | 1 004 | 1 720 | (716) | -42% | 6 880 |
| % increase | 4 | | 2.5% | 2.5% | | | | | | 2.5% |
| Other Municipal Staff | | | | | | | | | | |
| Basic Salaries and Wages | | 23 941 | 26 329 | 26 329 | 2 226 | 4 359 | 6 582 | (2 223) | -34% | 26 329 |
| Pension and UIF Contributions | | 3 011 | 3 428 | 3 428 | 282 | 567 | 857 | (291) | -34% | 3 428 |
| Medical Aid Contributions | | 2 061 | 6 953 | 6 953 | 185 | 373 | 1 738 | (1 365) | -79% | 6 953 |
| Overtime | | – | – | – | – | – | – | – | – | – |
| Performance Bonus | | 478 | – | – | – | – | – | – | – | – |
| Motor Vehicle Allowance | | 2 805 | 2 617 | 2 617 | 232 | 445 | 654 | (209) | -32% | 2 617 |
| Cellphone Allowance | | – | – | – | – | – | – | – | – | – |
| Housing Allowances | | 1 241 | 2 160 | 2 160 | 118 | 223 | 540 | (317) | -59% | 2 160 |
| Other benefits and allowances | | 3 043 | 3 160 | 3 160 | 109 | 252 | 790 | (538) | -68% | 3 160 |
| Payments in lieu of leave | | 2 265 | 669 | 669 | 94 | 276 | 167 | 109 | 65% | 669 |
| Long service awards | | 34 | 185 | 185 | – | – | 46 | (46) | -100% | 185 |
| Post-retirement benefit obligations | | – | – | – | – | – | – | – | – | – |
| Sub Total - Other Municipal Staff | | 38 878 | 45 500 | 45 500 | 3 245 | 6 495 | 11 375 | (4 880) | -43% | 45 500 |
| % increase | 4 | | 17.0% | 17.0% | | | | | | 17.0% |
| Total Parent Municipality | | 59 447 | 67 038 | 67 038 | 3 719 | 9 806 | 16 760 | (6 953) | -41% | 67 038 |
| | | | 12.8% | 12.8% | | | | | | 12.8% |
| TOTAL SALARY, ALLOWANCES & BENEFITS | | 59 447 | 67 038 | 67 038 | 3 719 | 9 806 | 16 760 | (6 953) | -41% | 67 038 |
| % increase | 4 | | 12.8% | 12.8% | | | | | | 12.8% |
| TOTAL MANAGERS AND STAFF | | 45 590 | 52 380 | 52 380 | 3 715 | 7 500 | 13 095 | (5 596) | -43% | 52 380 |

Section 10 – Capital programme Performance

10.2 Supporting Table C13

Supporting Tables SC13 include the following:

- SC13a: Capital expenditure on new assets by asset class
- SC13b: Capital expenditure on renewal of existing assets by asset class
These two tables total to Table C5.
- SC13c: Expenditure on repairs and maintenance by asset class

1021 Supporting Table SC13c

EC442 Umzimvubu - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September

| 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 | | | | | | | | | |
| Repairs and maintenance expenditure by Asset Class/Sub-class | | | | | | | | | | |
| - | | | | | | | | | | |
| Infrastructure | | 1 074 | 1 200 | 1 200 | - | - | 300 | 300 | 100.0% | 1 200 |
| Infrastructure - Road transport | | 1 074 | 1 200 | 1 200 | - | - | 300 | 300 | 100.0% | 1 200 |
| Roads, Pavements & Bridges | | 1 074 | 1 200 | 1 200 | - | - | 300 | 300 | 100.0% | 1 200 |
| Storm water | | - | - | - | - | - | - | - | | - |
| Community | | 473 | 262 | 262 | - | 10 | 66 | 56 | 84.7% | 262 |
| Fire, safety & emergency | | 17 | 32 | 32 | - | 10 | 8 | (2) | -25.7% | 32 |
| Other | | 456 | 231 | 231 | - | - | 58 | 58 | 100.0% | 231 |
| Other assets | | 785 | 1 312 | 1 312 | 83 | 86 | 328 | 242 | 73.8% | 1 312 |
| General vehicles | | 95 | 397 | 397 | - | - | 99 | 99 | 100.0% | 397 |
| Specialised vehicles | | - | - | - | - | - | - | - | | - |
| Plant & equipment | | 67 | 114 | 114 | 75 | 75 | 28 | (46) | -162.6% | 114 |
| Computers - hardware/equipment | | 81 | 147 | 147 | - | - | 37 | 37 | 100.0% | 147 |
| Furniture and other office equipment | | - | 5 | 5 | - | - | 1 | 1 | 100.0% | 5 |
| Civic Land and Buildings | | 541 | 650 | 650 | 9 | 11 | 163 | 151 | 93.1% | 650 |
| Total Repairs and Maintenance Expenditure | | 2 332 | 2 775 | 2 775 | 83 | 96 | 694 | 598 | 86.2% | 2 775 |

Section 11 – Material variances to the SDBIP

11.1 Overview

All SDBIP and/or performance related reporting will be tabled to council by the end of August 2014

Section 12 – Municipal entity summary

12.1 Supporting Table SC11

The municipality has no entity

Section 13 - Other supporting documentation

13.1 Main Tables

- Tables C1 - C7

13.2 Supporting Tables

- SC1 – SC13d

Municipal manager's quality certification

I, GPT Nota, the Municipal Manager of Umzimvubu Municipality, hereby certify that –

- the July budget statement

for the month of September 2014 of 2014 / 2015 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print Name _____

Municipal Manager of Umzimvubu Municipality (EC442)

Signature _____

Date _____