

Sisonke District Municipality

MFMA s71 and s52 (d) report for the period ending 30 September 2013.

10/15/2013

Budget & Treasury Office

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Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

AFS – Annual Financial Statements

Budget – The financial plan of the Municipality.

Capital expenditure - Spending on assets such as infrastructure, land & buildings minor assets etc. Any capital expenditure must be reflected as an asset on the Municipality's statement of financial position.

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

Equitable share – An unconditional grant paid to municipalities. It is predominantly targeted towards funding the Indigent Policy.

FMG – Financial Management Grant.

GRAP – Generally Recognised Accounting Practice. The standard for municipal accounting.

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

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle legislation relating to municipal financial management.

MIG – Municipal Infrastructure Grant.

MTREF – Medium Term Revenue and Expenditure Framework (MTREF). The medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes financial information of the previous and current year.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages, repairs and maintenance etc.

SDBIP – Service Delivery and Budget Implementation Plan (SDBIP). A detailed plan comprising annual and quarterly performance information. Sisonke District Municipality MFMA s71 Monthly Report Page 4

Strategic objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

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

YTD – Year to date

YoY – Year on Year

DBSA – Development Bank of South Africa

PART 1 – MONTHLY REPORT

1.1 Mayors Report

1.2.1 Implementation of the budget in accordance with the SDBIP

A comprehensive report detailing the implementation for the first quarter ended 30 September 2013 will be tabled in a separate report to council.

1.2.2 Financial problems or risks facing the municipality

The cash flow position as at 30 September 2013 of the Municipality shows an improvement when compared to the previous financial year. However, the municipality will seek to improve more in order for the municipality to be stable and continue to show great improvements in this regard by continuing to implement the “belt-tightening” measures as resolved by Council.

The municipality also need to improve in collection in order to reduce consumer debts because it will contribute towards the municipality’s cash flow. Improving the debt collection will continue to rank high in the municipality’s priorities as we seek to improve financial sustainability.

1.2 Executive Summary

Legislative Requirements

In terms of the section 71 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:

- (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, excluding expenditure on—
 - (i) its share of the local government equitable share; and
 - (ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and
- (g) when necessary, an explanation of—
 - (i) any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
 - (ii) any material variances from the service delivery and budget implementation plan; and
 - (iii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's

DELIBERATION

The discussion that follows, in terms of MFMA Section 71 & Section 52 (d) above, intends to inform the Finance & Planning committee on the progress made thus far in terms of implementing the 2013/2014 budget for the period ending 30 September 2013.

Revenue by Source

The Year-to-Date actual revenue is 1% below the YTD budget.

Borrowings

The balance of borrowings amounts to R28m at the end of September 2013. This balance is made up of R25m due to ABSA Bank and R3m due to the DBSA.

Operating expenditure by vote & type

Operating expenditure is at 21% of the original budget for the period ending September 2013, this figure being 4% less than the average norm at the end of the first quarter.

Capital expenditure

The YTD expenditure on capital amounts to R50 million, or 22%, of a total budget of R227million. Capital expenditure is mainly funded by means of national grants in the form of Municipal Infrastructure Grant.

Cash flows

The municipality started the year with a positive cashbook balance of R19, 9 million and the closing cash and cash equivalents as at the end of September was R91 million. Refer to Supporting Table SC6 for more detail on the cash position.

Allocations received (National & Provincial Grants)

All DORA allocations for 2013/2014 first Quarter have been received as per payment schedule. Details of the grants have been presented in SC6.

Spending on Grants

Spending on grants amounted to R49 million or 23% for 2013/14 first quarter.

1.3 Resolutions

The following recommendations are linked to the responsibilities of the Mayor as contained in s54 of the MFMA.

It is recommended that the Mayor;

1. Notes the monthly budget statement and any other supporting documentation
2. Notes the quarterly report on the implementation of the budget in terms of s52 (d) of the MFMA

1.4 Monthly Budget Statement Tables

Monthly Budget Statements Summary

Table C1 below provides a summary of the overall performance in the Municipality and is unpacked in the sections that follow.

DC43 Sisonke - Table C1 Consolidated Monthly Budget Statement Summary - M03 September									
Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Service charges	41 037	44 748	-	2 473	9 935	9 935	-		44 748
Investment revenue	-	-	-	(46)	493	493	-		-
Transfers recognised - operational	217 640	220 563	-	-	90 073	90 073	-		220 563
Other own revenue	6 567	500	-	594	1 832	1 832	-		500
Total Revenue (excluding capital transfers and contributions)	-	-	-	3 020	102 333	102 333	-		265 811
Employee costs	81 571	90 434	-	8 151	23 809	23 809	-		90 434
Remuneration of Councillors	4 622	6 181	-	481	1 162	1 162	-		6 181
Depreciation & asset impairment	18 000	20 000	-	-	-	-	-		20 000
Finance charges	3 680	3 500	-	0	0	0	-		3 500
Materials and bulk purchases	9 422	7 800	-	529	1 007	1 007	-		7 800
Transfers and grants	9 569	12 000	-	-	4 000	4 000	-		12 000
Other expenditure	149 206	115 081	-	10 859	22 654	22 654	-		115 081
Total Expenditure	276 070	254 996	-	20 020	52 632	52 632	-		254 996
Surplus/(Deficit)	-	-	-	(17 000)	49 701	49 701	-		10 816
Transfers recognised - capital	178 591	210 486	-	-	49 764	15 449	34 315	222%	210 486
Contributions & Contributed assets	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	-	-	-	(17 000)	99 465	65 149	34 315	53%	221 302
Surplus/ (Deficit) for the year	-	-	-	(17 000)	99 465	65 149	34 315	53%	221 302
Capital expenditure & funds sources									
Capital expenditure	148 388	227 234	-	13 839	50 763	37 872	12 891	34%	227 234
Capital transfers recognised	148 388	210 486	-	13 839	50 764	37 872	12 892	34%	210 486
Internally generated funds	-	16 748	-	-	-	-	-		16 748
Total sources of capital funds	148 388	227 234	-	13 839	50 764	37 872	12 892	34%	227 234
Financial position									
Total current assets	26 042	63 318	-	-	112 031				63 318
Total non current assets	1 083 502	1 517 343	-	-	1 129 369				1 517 343
Total current liabilities	81 782	34 740	-	-	118 187				34 740
Total non current liabilities	38 018	33 101	-	-	34 356				33 101
Community wealth/Equity	989 745	1 512 820	-	-	1 088 858				1 512 820
Cash flows									
Net cash from (used) operating	167 559	253 556	-	(13 306)	129 187	21 129	108 058	511%	253 556
Net cash from (used) investing	(148 471)	(226 772)	-	(21 379)	(58 303)	18 899	(77 201)	-409%	(226 772)
Net cash from (used) financing	(2 652)	(2 482)	-	-	-	-	-		-
Cash/cash equivalents at the month/ye	19 970	54 303	-	-	91 070	70 027	21 043	30%	46 970
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	4 527	3 284	3 601	2 561	2 333	3 078	14 155	48 764	82 303
Creditors Age Analysis									
Total Creditors	2 203	-	-	-	-	-	-	-	2 203

Financial Performance

Table C2 provides the statement of financial performance by standard classification.

DC43 Sisonke - Table C2 Consolidated Monthly Budget Statement - Financial Performance (standard classification) - M03 September									
Description	2012/13	Budget Year 2013/14							
	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>	214 469	220 696	-	465	92 177	36 783	55 394	151%	220 696
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	214 469	220 696	-	465	92 177	36 783	55 394	151%	220 696
<i>Economic and environmental services</i>	90	-	-	-	-	-	-	-	-
Planning and development	90	-	-	-	-	-	-	-	-
<i>Trading services</i>	229 276	255 601	-	2 556	25 605	42 600	(16 996)	-40%	56 748
Water	44 642	56 748	-	2 556	10 156	9 458	698	7%	56 748
Waste water management	184 635	198 853	-	-	15 449	33 142	(17 694)	-53%	-
Total Revenue - Standard	443 835	476 297	-	3 020	117 781	79 383	38 398	48%	277 444
Expenditure - Standard									
<i>Governance and administration</i>	100 756	121 481	-	7 572	20 457	100 221	(79 764)	-80%	121 481
Executive and council	12 415	18 956	-	1 951	3 924	12 169	(8 245)	-68%	18 956
Budget and treasury office	54 930	63 431	-	2 568	6 731	55 636	(48 904)	-88%	63 431
Corporate services	33 411	39 094	-	3 052	9 802	32 416	(22 614)	-70%	39 094
<i>Economic and environmental services</i>	35 122	45 047	-	3 313	11 004	45 092	(34 088)	-76%	45 047
Planning and development	35 122	33 047	-	3 313	11 004	43 092	(32 088)	-74%	33 047
Environmental protection	-	12 000	-	-	-	2 000	(2 000)	-100%	12 000
<i>Trading services</i>	140 192	88 467	-	9 136	21 170	161 181	(140 011)	-87%	88 467
Electricity	-	-	-	-	-	-	-	-	-
Water	34 630	78 651	-	7 691	18 243	100 569	(82 326)	-82%	78 651
Waste water management	105 562	9 816	-	1 445	2 927	60 612	(57 684)	-95%	9 816
Total Expenditure - Standard	276 070	254 996	-	20 020	52 632	306 494	(253 862)	-83%	254 996
Surplus/ (Deficit) for the year	167 766	221 302	-	(17 000)	65 149	(227 111)	292 261	-129%	22 449

This table assess the revenue by department and then the expenditure for the period ending 30 September 2013. Revenue receipts in September has largely constituted of service charges which is water and sanitation. The overall budgeted revenue cash receipt for the month of September is 7%.

Expenditure by standard classification presents the expenditures by the departments. Waste Water Management (Water Services) has largest expenditure by 30% in the period ending 30 September 2013. This being largely attributable to the backlog demand of operations and maintenance of water schemes in the District.

Table C3 presents the same information as the table above, the difference being that it's by Municipal vote.

DC43 Sisonke - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

Vote Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue by Vote									
Vote 1 - Executive & Council	-	-	-	-	-	-	-		-
Vote 2 - Finance	214 469	220 696	-	465	92 177	36 783	55 394	150.6%	220 696
Vote 3 - Corporate Services	-	-	-	-	-	-	-		-
Vote 4 - Economic &Community Services	90	-	-	-	-	-	-		-
Vote 5 - Infrastructure Services	184 635	198 853	-	-	15 449	33 142	(17 694)	-53.4%	198 853
Vote 6 - Water Services	44 642	56 748	-	2 556	10 156	9 458	698	7.4%	56 748
Total Revenue by Vote	443 835	476 297	-	3 020	117 781	79 383	38 398	48.4%	476 297
Expenditure by Vote									
Vote 1 - Executive & Council	12 415	18 956	-	1 951	3 924	12 169	(8 245)	-67.8%	18 956
Vote 2 - Finance	54 930	63 431	-	2 568	6 731	55 636	(48 904)	-87.9%	63 431
Vote 3 - Corporate Services	33 411	39 094	-	3 052	9 802	32 416	(22 614)	-69.8%	39 094
Vote 4 - Economic &Community Services	35 122	45 047	-	3 313	11 004	45 092	(34 088)	-75.6%	45 047
Vote 5 - Infrastructure Services	34 630	78 651	-	1 445	2 927	60 612	(57 684)	-95.2%	78 651
Vote 6 - Water Services	105 562	9 816	-	7 691	18 243	100 569	(82 326)	-81.9%	9 816
Total Expenditure by Vote	276 070	254 996	-	20 020	52 632	306 494	(253 862)	-82.8%	254 996
Surplus/ (Deficit) for the year	167 766	221 302	-	(17 000)	65 149	(227 111)	292 261	-128.7%	221 302

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 30 September 2013.

DC43 Sisonke - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September									
Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Service charges - water revenue	26 799	30 697	-	1 731	6 955	6 955	-		30 697
Service charges - sanitation revenue	11 485	12 052	-	742	2 981	2 981	-		12 052
Service charges - other			-				-		2 000
Interest earned - external investments	2 753	2 000		(46)	493	493	-		
Interest earned - outstanding debtors				352	1 223	1 223	-		
Transfers recognised - operational	217 640	220 563	-	-	90 073	90 073	-		220 563
Other revenue	6 567	500	-	242	609	609	-		500
Gains on disposal of PPE							-		
Total Revenue (excluding capital transfers and contributions)	265 244	265 811	-	3 020	102 333	102 333	-		265 811
Expenditure By Type									
Employee related costs	81 571	90 434	-	8 151	23 809	23 809	-		90 434
Remuneration of councillors	4 622	6 181	-	481	1 162	1 162	-		6 181
Debt impairment	8 000	12 000	-	-	-	-	-		12 000
Depreciation & asset impairment	18 000	20 000	-	-	-	-	-		20 000
Finance charges	3 680	3 500	-	0	0	0	-		3 500
Bulk purchases	9 422	7 800	-	529	1 007	1 007	-		7 800
Contracted services	17 492	36 317	-	1 500	3 186	3 186	-		36 317
Transfers and grants	9 569	12 000	-	-	4 000	4 000	-		12 000
Other expenditure	123 714	66 763	-	9 359	19 468	19 468	-		66 763
Total Expenditure	276 070	254 996	-	20 020	52 632	52 632	-		254 996
Surplus/(Deficit)	(10 825)	10 816	-	(17 000)	49 701	49 701	-		10 816
Transfers recognised - capital	178 591	210 486	-	-	49 764	15 449	34 315	0	210 486
Surplus/(Deficit) after capital transfers & contributions	167 766	221 302	-	(17 000)	99 465	65 149			221 302
Surplus/(Deficit) after taxation	167 766	221 302	-	(17 000)	99 465	65 149			221 302
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	167 766	221 302	-	(17 000)	99 465	65 149			221 302
Surplus/ (Deficit) for the year	167 766	221 302	-	(17 000)	99 465	65 149			221 302

Capital Expenditure

Table C5 below reports on the capital expenditures by departments (municipal vote) and also by standard classification. The bottom part of the schedule looks at the funding sources of the capital projects.

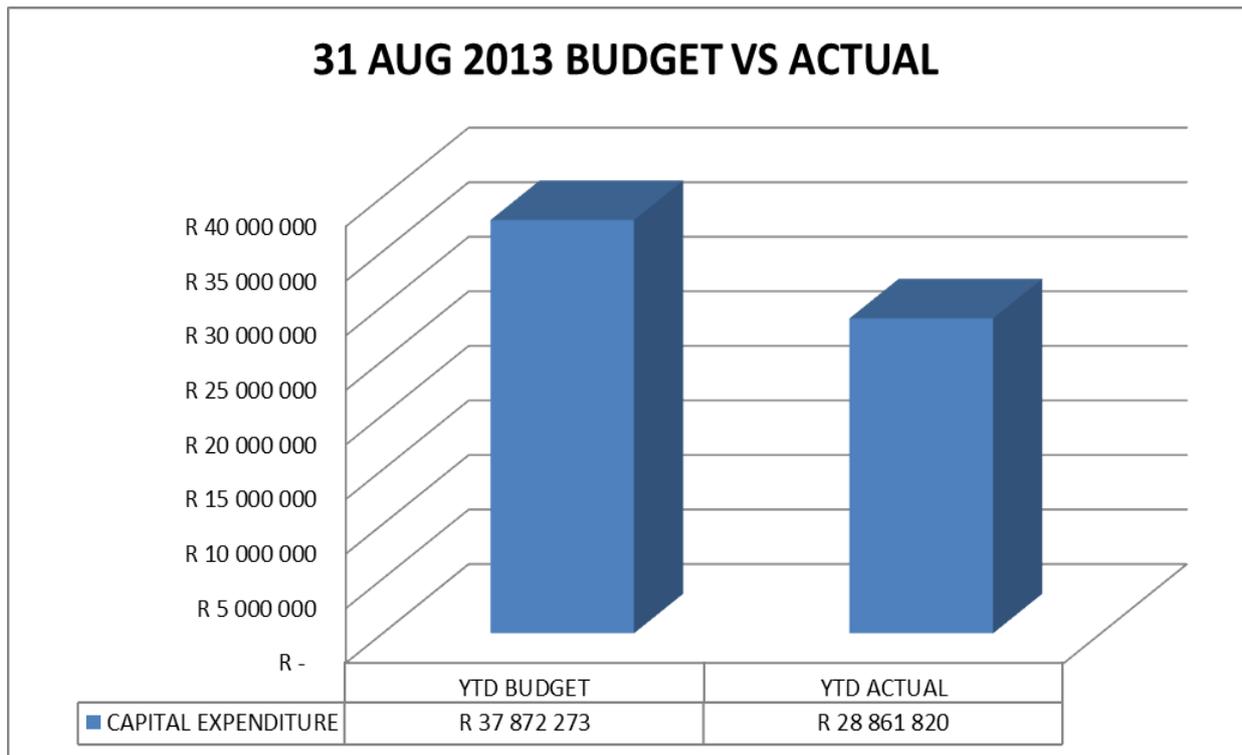
DC43 Sisonke - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding - M03 September

Vote Description	2012/13	Budget Year 2013/14							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
Multi-Year expenditure appropriation									
Vote 2 - Finance	136	130	-	-	-	22	(22)	-100%	130
Vote 3 - Corporate Services	368	3 256	-	1 006	1 013	543	471	87%	3 256
Vote 5 - Infrastructure Services	147 884	223 248	-	12 833	49 750	37 208	12 542	34%	223 248
Total Capital Multi-year expenditure	148 388	227 234	-	13 839	50 763	37 872	12 891	34%	227 234
Total Capital Expenditure	148 388	227 234	-	13 839	50 763	37 872	12 891	34%	227 234
Capital Expenditure - Standard Classification									
Governance and administration	504	3 386	-	1 006	1 013	564	449	80%	3 386
Budget and treasury office	136	130	-	-	-	22	(22)	-100%	130
Corporate services	368	3 256	-	1 006	1 013	543	471	87%	3 256
Community and public safety	-	-	-	-	-	-	-	-	-
Trading services	147 884	223 848	-	12 833	49 750	37 308	12 442	33%	223 848
Water	-	600	-	-	-	100	(100)	-100%	600
Waste water management	147 884	223 248	-	12 833	49 750	37 208	12 542	34%	223 248
Total Capital Expenditure - Standard Classification	148 388	227 234	-	13 839	50 763	37 872	12 891	34%	227 234
Funded by:									
National Government	128 865	210 486	-	12 052	44 971	30 298	14 673	48%	210 486
Provincial Government	19 523	-	-	787	4 794	7 574	(2 781)	-37%	-
District Municipality	-	-	-	1 000	1 000	-	1 000	#DIV/0!	-
Transfers recognised - capital	148 388	210 486	-	13 839	50 764	37 872	12 892	34%	210 486
Internally generated funds	-	16 748	-	-	-	-	-	0%	16 748
Total Capital Funding	148 388	227 234	-	13 839	50 764	37 872	12 892	34%	227 234

As alluded to above, the capital expenditure programme for the month ending 31 September was R24, 8m which represent 78% of capital expenditure and thus shows the improvement on expenditures reflected on National grant funding.

The chart below presents a high level analysis of YTD capital expenditure budget against the YTD actual expenditure.

Chart 1: 2012/2013 YEAR END CAPEX



As at 31 September 2013, the year to date actual expenditure was R28, 8million against a YTD budget of R37, 8million. In monetary terms, these figures represent 76% per cent performance against the capital development programme as at 31 September 2013.

Table C6 displays the financial position of the municipality as at 31 September 2013.

DC43 Sisonke - Table C6 Consolidated Monthly Budget Statement - Financial Position - M03					
Description	2012/13	Budget Year 2013/14			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	19 970	54 303	-	91 070	54 303
Consumer debtors	5 957	2 505	-	8 882	2 505
Other debtors		6 510	-	11 963	6 510
Inventory	116	-	-	116	
Total current assets	26 042	63 318	-	112 031	63 318
Non current assets					
Property, plant and equipment	1 083 316	1 516 798	-	1 129 183	1 516 798
Intangible assets	186	545	-	186	545
Total non current assets	1 083 502	1 517 343	-	1 129 369	1 517 343
TOTAL ASSETS	1 109 545	1 580 661	-	1 241 400	1 580 661
LIABILITIES					
Current liabilities					
Borrowing	3 333	3 174	-	3 297	3 174
Consumer deposits	949	1 012	-	1 010	1 012
Trade and other payables	71 899	30 555	-	107 138	30 555
Provisions	5 600	-	-	6 742	
Total current liabilities	81 782	34 740	-	118 187	34 740
Non current liabilities					
Borrowing	30 591	25 384	-	24 987	25 384
Provisions	7 427	7 717	-	9 369	7 717
Total non current liabilities	38 018	33 101	-	34 356	33 101
TOTAL LIABILITIES	119 800	67 841	-	152 542	67 841
NET ASSETS	989 745	1 512 820	-	1 088 858	1 512 820
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	989 745	1 512 820	-	1 088 858	1 512 820
TOTAL COMMUNITY WEALTH/EQUITY	989 745	1 512 820	-	1 088 858	1 512 820

Table C7 below display the Cash Flow Statement for the period ending 31 September 2013.

DC43 Sisonke - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M03 September									
Description	2012/13	Budget Year 2013/14							
	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	30 752	30 424	-	3 682	7 531	2 535	4 996	197%	30 424
Government - operating	231 660	220 563	-	-	95 915	18 380	77 535	422%	220 563
Government - capital	168 745	210 486	-	-	108 501	17 541	90 960	519%	210 486
Interest	2 456	2 000	-	46	1 653	166	1 487	897%	2 000
Payments									
Suppliers and employees	(264 286)	(194 417)	-	(17 034)	(80 413)	(16 201)	64 212	-396%	(194 417)
Finance charges	(1 768)	(3 500)	-	(0)	-	(292)	(292)	100%	(3 500)
Transfers and Grants	-	(12 000)	-	-	(4 000)	(1 000)	3 000	-300%	(12 000)
NET CASH FROM/(USED) OPERATING ACTIVITIES	167 559	253 556	-	(13 306)	129 187	21 129	108 058	511%	253 556
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Decrease (Increase) in non-current debtors							1	(1)	-100%
Payments									
Capital assets	(148 471)	(226 772)	-	(21 379)	(58 303)	18 898	77 200	409%	(226 772)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(148 471)	(226 772)	-	(21 379)	(58 303)	18 899	77 201	409%	(226 772)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Increase (decrease) in consumer deposits	-	12	-		-	-	-		-
Payments									
Repayment of borrowing	(2 652)	(2 494)	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2 652)	(2 482)	-	-	-	-	-		-
NET INCREASE/ (DECREASE) IN CASH HELD	16 436	24 303	-	(34 685)	70 884	40 027		-	26 784
Cash/cash equivalents at beginning:	3 535	30 000	-	-	20 186	30 000	-	-	20 186
Cash/cash equivalents at monthly/year end:	19 970	54 303	-	-	91 070	70 027	-	-	46 970

There has been a decrease in collection levels signalled by a collection ratio of 27% (July 2013: 73%). The interest earned on investments for the period ending 31 September is R822 000 which is 43% of total budget.

2. PART 2 – SUPPORTING DOCUMENTATION

2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 31 September 2013.

Table 2.1.1: Debtors Age Analysis by Income Source

DC43 Sisonke - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September										
Description	Budget Year 2013/14									
	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	3 410	2 332	2 783	1 894	1 583	2 427	10 515	32 433	57 378	48 852
Receivables from Exchange Transactions - Waste Water Management	1 116	951	818	668	750	651	3 639	13 269	21 862	18 976
Other	-	-	-	-	-	-	1	3 063	3 063	3 063
Total By Income Source	4 527	3 284	3 601	2 561	2 333	3 078	14 155	48 764	82 303	70 892
2012/13 - totals only									-	-
Debtors Age Analysis By Customer Group										
Organs of State	1 973	961	1 428	742	481	1 287	3 860	5 600	16 333	11 971
Commercial	596	438	372	190	200	169	1 050	4 682	7 697	6 291
Households	1 958	1 884	1 801	1 630	1 652	1 622	9 244	38 483	58 273	52 630
Total By Customer Group	4 527	3 284	3 601	2 561	2 333	3 078	14 155	48 764	82 303	70 892

The municipal consumer debt is currently increasing citing rigorous actions to ensure that this trend is prevented from continuing as it has a direct negative impact on municipal cash flows.

Table 2.1.2: Debtors Age Analysis By Customer Category

DESCRIPTION	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	TOTAL
DEBTORS AGE ANALYSIS BY CUSTOMER CATEGORY									
Government	R 1 973 124	R 1 181 426	R 739 096	R 1 098 676	R 570 630	R 370 358	R 990 113	R 5 090 624	R 12 014 045
Business	R 595 715	R 438 470	R 372 125	R 189 695	R 199 941	R 169 136	R 1 050 152	R 4 682 109	R 7 697 342
Households	R 1 957 796	R 1 884 267	R 1 800 783	R 1 629 963	R 1 651 886	R 1 621 664	R 9 244 283	R 38 482 501	R 58 273 142
Other	R 42 596	R 51 355	R 42 163	R 33 831	R 31 954	R 27 201	R 129 812	R 97 992	R 455 479
TOTAL BY CUSTOMER CATEGORY	R 4 585 907	R 3 542 953	R 2 949 221	R 2 955 448	R 2 450 973	R 2 189 269	R 11 413 109	R 48 353 717	R 78 440 008

Table 2.1.2 analyses consumer debt by Category. A further analysis in the form of a chart is provided below.

Chart 2: Debtors Age Analysis by Customer Group

The information presented in the chart above ranks total debt owed to the municipality from highest to the lowest,

- ✓ Households: 74%
- ✓ Government 16%
- ✓ Business 10%
- ✓ Other 1%

The chart above shows that for each debtor type the amounts owing to the municipality have increased on a year to year basis.

2.2 Creditors Analysis

Table SC presents the aged creditors as at 31 September 2013

Description	Budget Year 2013/14								
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
R thousands									
Creditors Age Analysis By Customer Type									
Bulk Electricity									-
Bulk Water	438								438
PAYE deductions	1 241								1 241
Trade Creditors	511								511
Auditor General	13								13
Total By Customer Type	2 203	-	-	-	-	-	-	-	2 203

2.3 Investment Portfolio Analysis

The following information presents the cash at bank and short term investments balances broken down per investment type as at 31 September 2013.

Cash and Bank Balances (Investments)

Investments by maturity Name of institution & investment ID	Period of Investment Yrs/Months	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning	Change in market value	Market value at end of the
Municipality								
FIRST NATIONAL BANK		MONEY MARKET		118		39 674	(12 442)	27 350
FIRST NATIONAL BANK		CALL ACCOUNT		106		2	54 171	54 279
FIRST NATIONAL BANK		CALL ACCOUNT		105		40 770	(18 590)	22 284
INVESTEC		FIXED DEPOSIT		41		10 502		10 543
FIRST NATIONAL BANK		CALL ACCOUNT		5		2 287	(76)	2 216
FIRST NATIONAL BANK		CALL ACCOUNT		5		1 814	255	2 074
Municipality sub-total				379		95 050	23 318	118 747
TOTAL INVESTMENTS AND INTEREST				379		95 050	23 318	118 747

2.4 Allocation and Grant receipts and Expenditure

Table SC 6 displays information relating to grant receipts.

DC43 Sisonke - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M02 August									
Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	217 200	220 310	-	890	94 937	92 163	1 814	2.0%	220 010
Local Government Equitable Share	203 556	216 056	-	-	90 023	90 023	-		216 056
Finance Management	1 250	1 250	-	-	1 250	1 250			1 250
Municipal Systems Improvement	1 000	890	-	890	890	890			890
WATER SERVICES OPERATING SUBSIDY GRANT	9 618	-	-	-	-	-			-
WATER SERVICES OPERATING SUBSIDY	-	300	-	-	960				
Rural Transport Services and Infrastructure Grant	1 776	1 814	-	-	1 814		1 814	#DIV/0!	1 814
Provincial Government:	600	253	-	-	-	253	(253)	-100.0%	253
Infrastructure Sport Facilities		253	-	-	-	253	(253)	-100.0%	253
District Growth Development Summit	400								
Accredited Councillors Training	200								
Total Operating Transfers and Grants	217 800	220 563	-	890	94 937	92 416	1 561	1.7%	220 263
Capital Transfers and Grants									
National Government:	173 813	210 486	-	4 575	93 784	86 243	-		210 486
Municipal Infrastructure Grant (MIG)	165 717	173 618	-	-	83 368	83 368	-		173 618
Regional Bulk Infrastructure	302	15 429	-	3 060	8 901	938			15 429
Neighbourhood Development Partnership	-	-	-	-	-	-			-
ENERGY EFFICIENCY AND DEMAND SIDE MANAGEMENT G	-	5 000	-	-	-	422			5 000
MUNICIPAL WATER INFRASTRUCTURE GRANT	-	13 700	-	1 515	1 515	1 515			13 700
Expanded public works programme incentive grant	4 594	2 739	-	-	-	-			2 739
Farmers Market	3 200	-	-	-	-	-			-
Provincial Government:	21 420	-	-	935	-	-	-		-
ACIP Grant	620	-	-	935	-	-	-		-
Massification	20 800	-	-	-	-	-			-
Total Capital Transfers and Grants	195 233	210 486	-	5 510	93 784	86 243	-		210 486
TOTAL RECEIPTS OF TRANSFERS & GRANTS	413 033	431 049	-	6 400	188 721	178 659	1 561	0.9%	430 749

It is clear from the chart above that the bulk of the grants received by the municipality are from the National Treasury.

Table SC7 track the expenditure on Conditional grant funding.

DC43 Sisonke - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 August									
Description	2012/13	Budget Year 2013/14							
	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:	213 282	220 310	-	36 059	36 843	37 249	(406)	-1.1%	217 246
Local Government Equitable Share	203 556	216 056	-	36 009	36 009	36 009	-		216 056
Finance Management	1 250	1 250	-	50	50	50	-		
Municipal Systems Improvement	1 000	890	-	-	-	890	(890)	-100.0%	890
WATER SERVICES OPERATING SUBSIDY GRANT	5 700	-	-	-	-	-	-		-
WATER SERVICES OPERATING SUBSIDY		300	-	-	784	300	484	161.4%	300
Rural Transport Services and Infrastructure Grant	1 776	1 814	-	-	-	-	-		-
Other transfers and grants [insert description]									
Provincial Government:	90	253	-	-	-	-	-	-	253
Infrastructure Sport Facilities		253	-	-	-	-	-		253
Accredited Councillors Training	90	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	213 372	220 563	-	36 059	36 843	37 249	(406)	-1.1%	217 499
Capital expenditure of Transfers and Grants									
National Government:	172 982	210 486	-	14 418	22 481	42 959	(18 700)	-43.5%	195 057
Municipal Infrastructure Grant (MIG)	165 717	173 618	-	13 457	21 520	21 520	-		173 618
Regional Bulk Infrastructure	302	15 429	-	-	-	-	-		-
ENERGY EFFICIENCY AND DEMAND SIDE MANAGEMENT GRANT		5 000	-	-	-	5 000	(5 000)	-100.0%	5 000
MUNICIPAL WATER INFRASTRUCTURE GRANT		13 700	-	-	-	13 700	(13 700)	-100.0%	13 700
Expanded public works programme incentive grant	3 763	2 739	-	961	961	2 739			2 739
Farmers Market	3 200								
Provincial Government:	1 125	-	-	-	4 006	4 006	-	-	-
ACIP Grant	620								
Massification	505				4 006	4 006			
Total capital expenditure of Transfers and Grants	174 107	210 486	-	14 418	26 487	46 965	(18 700)	-39.8%	195 057
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	387 479	431 049	-	50 477	63 330	84 215	(19 106)	-22.7%	412 556

2.5 Councillor and Staff Benefits

Table SC8 presents the expenditure of councillor and staff benefits at 31 September 2013.

DC43 Sisonke - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August									
Summary of Employee and Councillor remuneration	2012/13	Budget Year 2013/14							
	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	3 894	3 370	-	186	371	281	90	32%	3 370
Pension and UIF Contributions	-	441	-	24	49	37	12	32%	441
Medical Aid Contributions	-	104	-	6	11	9	3	32%	104
Motor Vehicle Allowance	498	1 301	-	72	143	108	35	32%	1 301
Cellphone Allowance	180	286	-	16	31	24	8	32%	286
Other benefits and allowances	50	680	-	37	75	57	18	32%	680
Sub Total - Councillors	4 622	6 181	-	340	681	515	166	32%	6 181
% increase		33.7%							33.7%
Senior Managers of the Municipality									
Basic Salaries and Wages	2 127	3 801	-	334	658	317	341	108%	3 801
Pension and UIF Contributions	7	2	-	0	0	0	0	108%	2
Medical Aid Contributions	47	4	-	0	1	0	0	108%	4
Performance Bonus	-	525	-	46	91	44	47	108%	525
Motor Vehicle Allowance	754	2 376	-	209	411	198	213	108%	2 376
Cellphone Allowance	65	111	-	10	19	9	10	108%	111
Housing Allowances	277	-	-	-	-	-	-	-	-
Other benefits and allowances	2	3	-	0	1	0	0	108%	3
Sub Total - Senior Managers of Municipality	3 279	6 823	-	599	1 181	569	613	108%	6 823
% increase		108.1%							108.1%
Other Municipal Staff									
Basic Salaries and Wages	53 145	60 398	-	5 307	10 458	5 033	5 424	108%	60 398
Pension and UIF Contributions	8 267	10 212	-	897	1 768	851	917	108%	10 212
Medical Aid Contributions	3 206	1 411	-	124	244	118	127	108%	1 411
Overtime	4 674	1 261	-	111	218	105	113	108%	1 261
Performance Bonus	3 301	5 596	-	492	969	466	503	108%	5 596
Motor Vehicle Allowance	3 950	2 572	-	226	445	214	231	108%	2 572
Cellphone Allowance	307	439	-	39	76	37	39	108%	439
Housing Allowances	218	38	-	3	7	3	3	108%	38
Other benefits and allowances	22	1 682	-	148	291	140	151	108%	1 682
Payments in lieu of leave	1 054	-	-	-	-	-	-	-	-
Long service awards	167	-	-	-	-	-	-	-	-
% increase									
Total Parent Municipality	7 901	13 004	-	940	1 862	1 084	779	72%	13 004
		64.6%							64.6%
TOTAL SALARY, ALLOWANCES & BENEFITS	7 901	13 004	-	940	1 862	1 084	779	72%	13 004
% increase		64.6%							64.6%
TOTAL MANAGERS AND STAFF	3 279	6 823	-	599	1 181	569	613	108%	6 823

2.6 Material Variances to the SDBIP

The following section analyses material variances between the actual targets as at 31 September 2013 and the budget for the same period. This report analyses each major component under following headings;

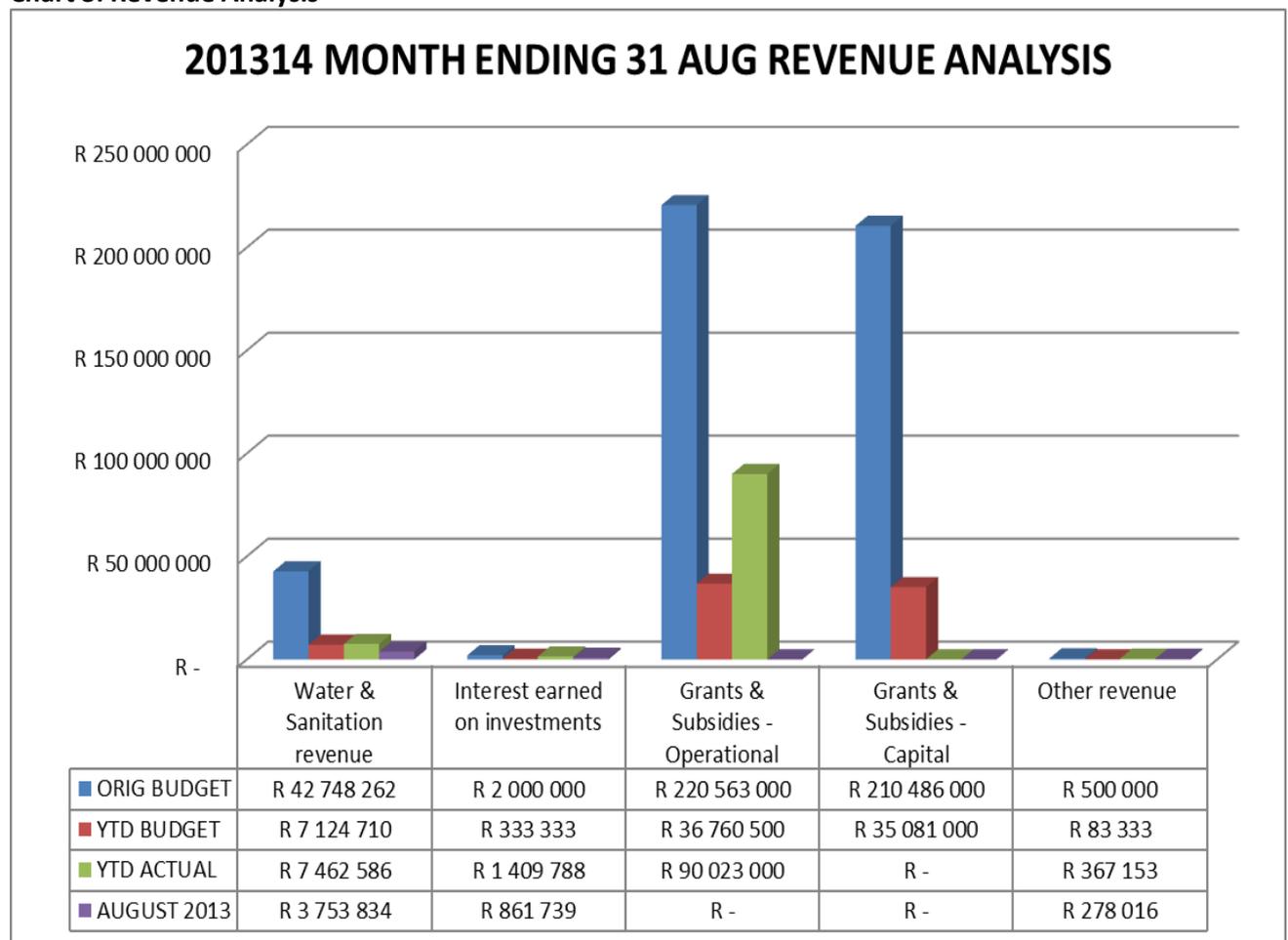
- ✓ Revenue by Source

- ✓ Operational Expenditure by Type, and
- ✓ Capital Expenditure
- ✓ Financial Position
- ✓ Cash Flows

REVENUE

The chart displays a comparison between the 2013/14 financial year revenue budget and the performance against this budget as depicted in the form of Year to date (YTD) Actual figures. It should be emphasised that the information presented relates to “performance” rather than “cash movements” in terms of the revenue items listed below. This accounting principle relating to municipal performance is best illustrated in the analysis that follows.

Chart 3: Revenue Analysis



Water & Sanitation Charges

The year to date **actual** water & sanitation charges (**billing**) as at 31 September 2013 was R3, 7million against a year to date **budget** of R3, 1million.

Interest Earned on External Investments

The actual interest earned on external investments as at 31 August 2013 is R 861 739 more than the year to date budget. This represent 43% of monthly received against original budget.

Transfers Recognised - Operational

There is no operational grants revenue received for the period ending 31 September 2013.

Transfers Recognised – Capital

The expenditure trends on grant funded expenditure had resulted in a positive way as expected against the set targets. The actual R24million (against a YTD budget of R35million) represent the conditions met in capital expenditures against the conditional grant allocation received. This amount represents 71% performance in Conditional Capital grant funding expenditures.

Other Revenue

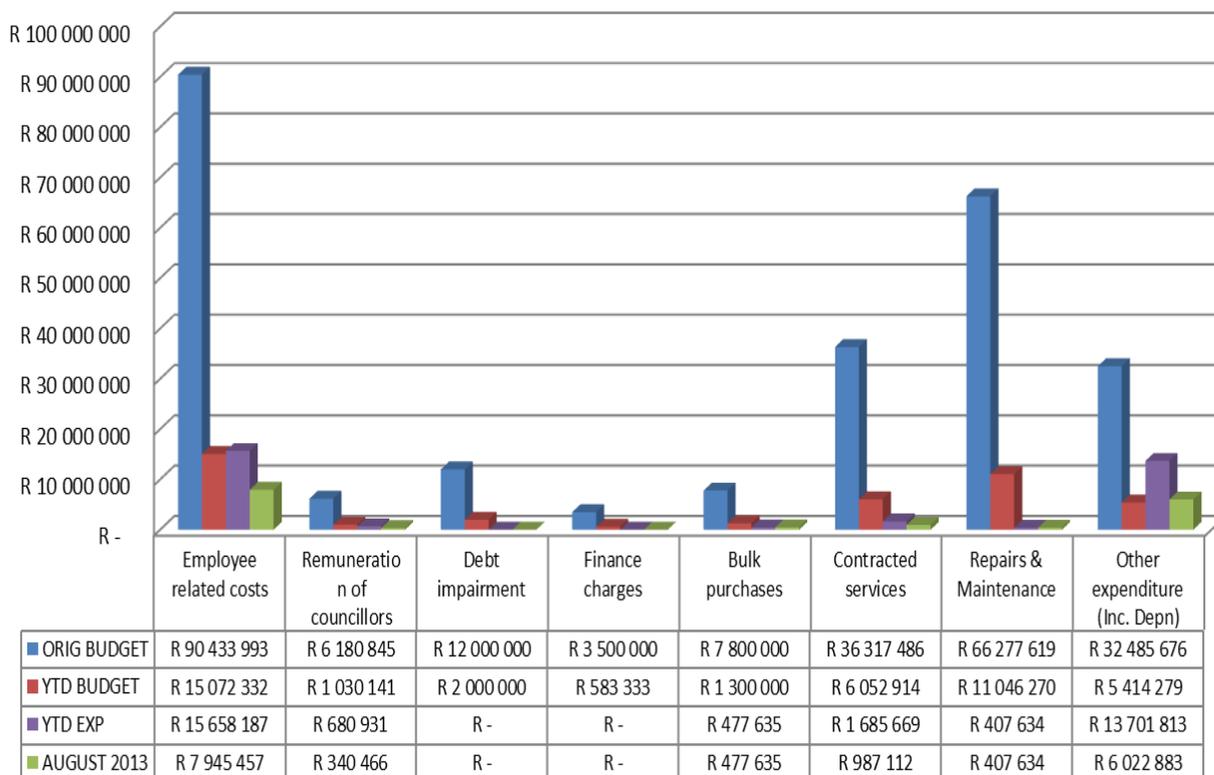
The YTD performance of other revenue is R278 016 against YTD budget of R83 333 of original budget.

OPERATIONAL EXPENDITURE

The chart below presents the YTD operational expenditure movements against the YTD budgets. An analysis of each expenditure line item category is discussed below.

Chart 4: 2013/14 Financial year Opex

OPERATIONAL EXPENDITURE BY TYPE



Employee Related Costs

The YTD budget for employee related costs is R7,9million against a YTD actual of R15million which is 53% of the YTD budget.

Remuneration of Councillors

The remuneration of councillor’s expenditure as at 31 September 2013 was R340 466 against a YTD budget of R1million.

Finance Charges

As at 31 September 2013, the finance charges budget has been R3,5m and there were no movements.

Bulk Purchases

The expenditure on Bulk Water purchases has the budget of R7,8m and the expenditure for the month ending 31 September was R477 635.

Other Expenditure

The YTD budget for other expenditure was at R5, 4million against a YTD expenditure of R13, 7million.

Performance assessment

The Performance Assessment Report will be available on the first quarter in terms of Sec 52 (d) of the Municipal Finance Management Act.

Actual and revised targets for cash receipts

DC43 Sisonke - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M02 August														2013/14 Medium Term Revenue & Expenditure Framework		
Description	Budget Year 2013/14												Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June				
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	2013/14	2014/15	2015/16	
Cash Receipts By Source																
Service charges - water revenue	2 287	842	1 746	1 746	1 746	1 746	1 746	1 746	1 746	1 746	1 746	1 746	2 107	20 947	22 622	18 054
Service charges - sanitation revenue	980	361	748	748	748	748	748	748	748	748	748	748	903	8 977	9 695	7 738
Interest earned - external investments	5	379	167	95	315	213	188	101	249	165	84	39	2 000	2 000	2 000	
Interest earned - outstanding debtors	428	442										(871)				
Transfer receipts - operating	94 047	-	-	4 640	69 182	-	4 640	-	51 582	-	-	(3 528)	220 563	242 058	252 948	
Other revenue	69	278	83	-	83	-	83	-	83	-	83	(263)	500	500	500	
Cash Receipts by Source	97 816	2 303	2 744	7 229	72 074	2 706	7 405	2 595	54 407	2 659	2 661	(1 613)	252 987	276 876	281 240	
Other Cash Flows by Source																
Transfer receipts - capital	89 209	-	-	-	60 874	-	4 296	7 155	47 747	-	989	216	210 486	243 163	274 050	
Total Cash Receipts by Source	187 025	2 303	2 744	7 229	132 948	2 706	11 701	9 750	102 154	2 659	3 650	(1 397)	463 473	520 039	555 290	
Cash Payments by Type																
Employee related costs	7 713	7 945	7 625	7 625	7 625	7 625	7 625	7 625	7 625	7 625	7 625	6 147	90 434	98 831	105 730	
Remuneration of councillors	340	340	515	515	515	515	515	515	515	515	515	864	6 181	6 576	7 037	
Interest paid	-	-	208	208	208	208	208	208	208	208	208	1 625	3 500	2 800	2 500	
Bulk purchases - Water & Sewer	-	478	650	650	650	650	650	650	650	650	650	1 472	7 800	8 221	8 665	
Contracted services	699	987	2 833	2 833	2 833	2 833	2 833	2 833	2 833	2 833	2 833	9 133	36 317	37 923	37 699	
General expenses	29 402	1 854	4 474	4 474	4 474	4 474	4 474	4 474	4 474	4 474	4 474	(17 835)	53 685	54 805	57 765	
Cash Payments by Type	38 153	11 605	16 306	16 306	16 306	16 306	16 306	16 306	16 306	16 306	16 306	1 407	197 917	209 157	219 397	
Other Cash Flows/Payments by Type																
Capital assets	12 069	24 855	18 898	18 898	18 898	18 898	18 898	18 898	18 898	18 898	18 898	19 768	226 772	252 706	285 691	
Repayment of borrowing	-	-	208	208	208	208	208	208	208	208	208	623	2 494	2 735	2 997	
Other Cash Flows/Payments	-	-	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(3)	(12)	(14)	(17)	
Total Cash Payments by Type	50 223	36 460	35 410	35 410	35 410	35 410	35 410	35 410	35 410	35 410	35 410	21 795	427 170	464 584	508 068	
NET INCREASE/(DECREASE) IN CASH HELD	136 802	(34 157)	(32 666)	(28 181)	97 538	(32 704)	(23 710)	(25 660)	66 744	(32 751)	(31 760)	(23 192)	36 303	55 455	47 222	
Cash/cash equivalents at the month/year begi	20 186	156 988	122 831	90 165	61 984	159 522	126 818	103 109	77 448	144 192	111 441	79 681	20 186	56 489	111 944	
Cash/cash equivalents at the month/year end:	156 988	122 831	90 165	61 984	159 522	126 818	103 109	77 448	144 192	111 441	79 681	56 489	56 489	111 944	159 166	

Parent Municipal financial performance

DC43 Sisonke - Supporting Table SC10 Monthly Budget Statement - Parent Municipality Financial Performance (revenue and expenditure) - M02 August

Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Service charges - water revenue	26 799	30 697	-	2 628	5 224	2 225	2 999	135%	30 697
Service charges - sanitation revenue	11 485	12 052	-	1 126	2 239	1 484	755	51%	12 052
Interest earned - external investments	2 753	2 000	-	419	539	5	534	10006%	2 000
Interest earned - outstanding debtors	-	-	-	442	871	428	442	103%	-
Transfers recognised - operational	217 640	220 563	-	-	90 023	71 192	18 831	26%	220 563
Other revenue	6 567	500	-	278	367	42	325	781%	500
Total Revenue (excluding capital transfers and contrib	265 244	265 811	-	4 894	99 263	75 376	23 886	32%	265 811
Expenditure By Type									
Employee related costs	81 571	90 434	-	7 945	15 658	17 306	(1 648)	-10%	-
Remuneration of councillors	4 622	6 181	-	340	681	2 329	(1 648)	-71%	-
Debt impairment	8 000	12 000	-	-	-	-	-	-	-
Depreciation & asset impairment	18 000	20 000	-	-	-	-	-	-	-
Finance charges	3 680	3 500	-	-	-	-	-	-	-
Bulk purchases	9 422	7 800	-	478	478	2 126	(1 648)	-78%	-
Contracted services	17 492	36 317	-	987	1 686	3 334	(1 648)	-49%	-
Transfers and grants	9 569	12 000	-	-	4 000	5 648	(1 648)	-29%	-
Other expenditure	123 714	66 763	-	6 431	10 109	11 757	(1 648)	-14%	-
Total Expenditure	276 070	254 996	-	16 181	32 612	42 499	(9 887)	-23%	-
Surplus/(Deficit)	(10 825)	10 816	-	(11 288)	66 651	32 877	33 774	103%	265 811
Transfers recognised - capital	178 591	210 486	-	-	-	4 007	(4 007)	-100%	-
Surplus/(Deficit) after capital transfers & contributions	167 766	221 302	-	(11 288)	66 651	36 884	29 767	81%	265 811
Surplus/(Deficit) after taxation	167 766	221 302	-	(11 288)	66 651	36 884	29 767	81%	265 811

Capital Expenditure Trend

DC43 Sisonke - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M02 August									
Month	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	7 595	18 898	-	12 069	12 069	18 898	6 828	36.1%	5%
August	8 947	18 898	-	24 855	36 925	37 795	871	2.3%	16%
September	8 497	18 898	-			56 693	-		
October	10 497	18 898	-			75 591	-		
November	14 172	18 898	-			94 488	-		
December	19 194	18 898	-			113 386	-		
January	11 905	18 898	-			132 283	-		
February	7 877	18 898	-			151 181	-		
March	4 980	18 898	-			170 079	-		
April	11 806	18 898	-			188 976	-		
May	24 362	18 898	-			207 874	-		
June	18 556	19 360	-			227 234	-		
Total Capital expenditure	148 388	227 234	-	36 925					

Capital Expenditure on New Assets by Asset Class

DC43 Sisonke - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M02 August									
Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	136 252	217 762	-	24 551	21 326	-	(21 326)	#DIV/0!	217 762
Infrastructure - Electricity	2 935	580	-	-	-	-	-	-	580
Transmission & Reticulation	2 935	580	-	-	-	-	-	-	580
Infrastructure - Water	96 364	166 970	-	21 785	19 850	-	(19 850)	#DIV/0!	166 970
Reticulation	96 364	166 970	-	21 785	19 850	-	(19 850)	#DIV/0!	166 970
Infrastructure - Sanitation	36 953	50 012	-	2 766	1 477	-	(1 477)	#DIV/0!	50 012
Sewerage purification	36 953	50 012	-	2 766	1 477	-	(1 477)	#DIV/0!	50 012
Infrastructure - Other	-	200	-	-	-	-	-	-	200
Other	-	200	-	-	-	-	-	-	200
Community	6 157	2 000	-	297	297	-	(297)	#DIV/0!	2 000
Other	6 157	2 000	-	297	297	-	(297)	#DIV/0!	2 000
Other assets	808	4 252	-	7	4 014	-	(4 014)	#DIV/0!	4 252
General vehicles	277	2 739	-	-	4 007	-	(4 007)	#DIV/0!	2 739
Furniture and other office equipment	230	798	-	7	7	-	(7)	#DIV/0!	798
Other Buildings	301	700	-	-	-	-	-	-	700
Other	-	15	-	-	-	-	-	-	15
Intangibles	385	572	-	-	-	-	-	-	572
Computers - software & programming	385	572	-	-	-	-	-	-	572
Total Capital Expenditure on new assets	143 601	224 587	-	24 855	25 637	-	(25 637)	#DIV/0!	224 587
Specialised vehicles	-	-	-	-	-	-	-	-	-
Refuse	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-
Conservancy	-	-	-	-	-	-	-	-	-
Ambulances	-	-	-	-	-	-	-	-	-

Capital Expenditure on Renewal of Existing Assets by Asset Class

DC43 Sisonke - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M02 August

Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	4 787	2 647	-	-	3 225	-	(3 225)	#DIV/0!	2 647
Infrastructure - Water	2 402	1 378	-	-	1 935	-	(1 935)	#DIV/0!	1 378
<i>Reticulation</i>	2 402	1 378			1 935	-	(1 935)	#DIV/0!	1 378
Infrastructure - Sanitation	2 385	1 269	-	-	1 290	-	(1 290)	#DIV/0!	1 269
<i>Sewerage purification</i>	2 385	1 269			1 290	-	(1 290)	#DIV/0!	1 269
Total Capital Expenditure on renewal of existing assets	4 787	2 647	-	-	3 225	-	(3 225)	#DIV/0!	2 647
Specialised vehicles	-	-	-	-	-	-	-		-
Refuse									
Fire									
Conservancy									
Ambulances									

2.7 Municipal Manager's Quality's Certificate

Quality Certificate

I, Adelaide Nomnandi Dlamini, the municipal manager of Sisonke District Municipality, hereby certify that-

- The monthly budget statement

For the month of September of 2013 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Adelaide Nomnandi Dlamini

Municipal Manager of: Sisonke District Municipality

Signed _____

Date _____