

Harry Gwala District Municipality

MFMA s71 report for the period ending 31 October 2015.

11/17/2015

Budget & Treasury Office

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1. PART 1 – MONTHLY REPORT

1.1 PURPOSE

To table the monthly expenditure report in terms of s71 of the MFMA for the period ending 31 October 2015 to Finance and Corporate Services Committee.

LEGAL FRAMEWORK

- Local Government: Municipal Finance Management Act, 56 of 2003
- SCM Regulations
- SCM Policy
- Municipal Budget Reporting Regulation
- Division of Revenue Act

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 above, intends to inform the Finance & Corporate services committee and Executive committee on the progress made thus far in terms of implementing the 2015/2016 budget for the period ending 31 October 2015.

1.3 Resolutions

This report will be tabled to Executive committee and therefore the resolution will be available once it tabled to council in terms of Sec 52 (d) of the MFMA.

Revenue by Source

The original approved revenue for the 2015/16 budget amounts to R588, 2m. The year to date actual revenue for the period ended 31 October 2015 amounted to R122m which is 63% of the Year to Date (YTD) budget. The year to date revenue is largely constituted of the Operational & Capital grant receipts with the Water & Sanitation Revenue contributing to the balance.

Borrowings

The balance of borrowings amounts to R21m at the end of October 2015 for ABSA loan. There was no movement in October 2015.

Operating expenditure by vote & type

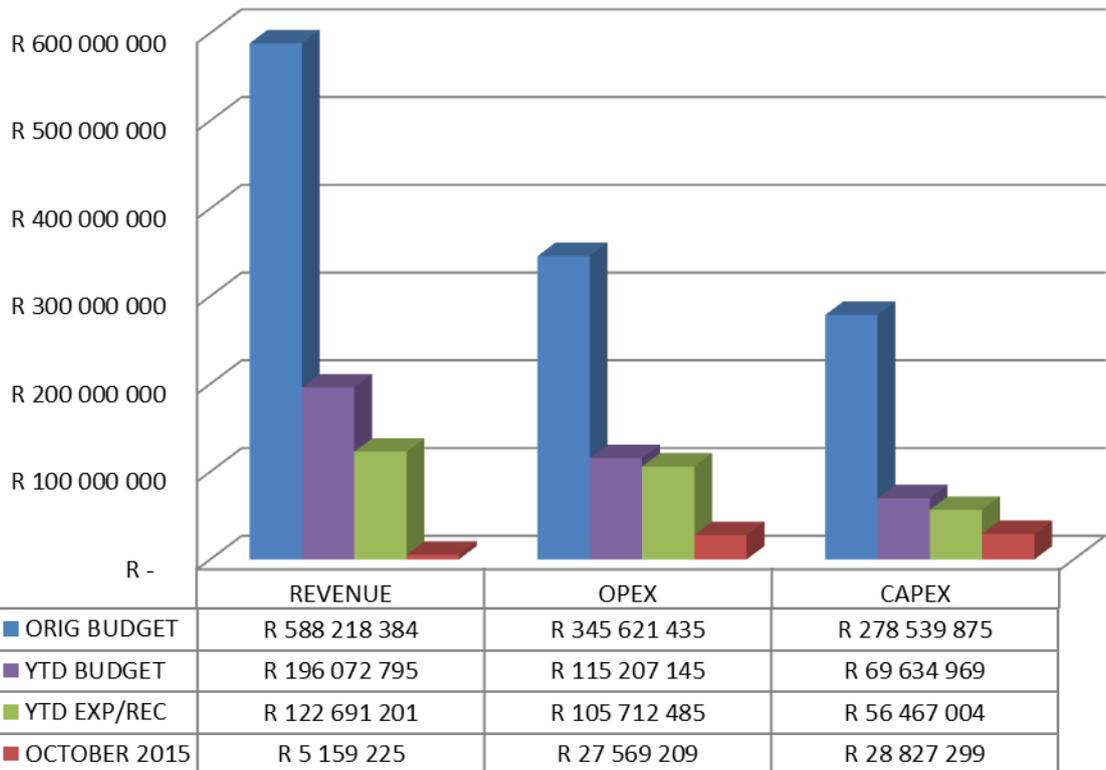
The total operating budget for the current year amounts to R345, 6m. The YTD Operating expenditure for the month ended 30 October amounted to R105, 7m against a year to date (YTD) budget of R115, 2m. The actual YTD expenditure represented 92% of the planned expenditure.

Capital expenditure

The total capital budget for the current year amounts to R278, 5m. The YTD expenditure on capital amounts to R56, 4million, or 81% of the planned expenditure. Capital expenditure is mainly funded by means of national grants in the form of Municipal Infrastructure Grant.

Chart 1: Budget vs. Expenditure Summary

BUDGET SUMMARY OCTOBER 2015



Cash flows

The municipality started the year with a positive cashbook balance of R25, 8 million and the closing cash and cash equivalents as at the end of October 2015 was R92 million. Refer to Supporting Table C6 for more detail on the cash position.

Allocations received (National & Provincial Grants)

All DORA and provincial grants allocations for 2015/2016 first Quarter have been received as per payment schedule. Total grants receipts amounted to R301, 6million, being made up of R104, 7million operational and R196, 9million capital grants. Operational grants are largely defined by the Equitable Share while capital grants are largely constituted of the Municipal Infrastructure Grant.

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 Monthly Budget Statement Summary - M04 October

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	52 603	55 902	-	4 047	17 545	18 634	(1 089)	-6%	-
Investment revenue	3 500	4 375	-	349	1 513	1 458	55	4%	-
Transfers recognised - operational	263 824	249 823	-	-	100 431	83 274	17 157	21%	-
Other own revenue	16 229	7 328	-	764	3 202	2 443	759	31%	-
Total Revenue (excluding capital transfers and contributions)	336 155	317 429	-	5 159	122 691	105 810	16 882	16%	-
Employee costs	104 700	114 031	-	9 356	37 264	38 010	(746)	-2%	-
Remuneration of Councillors	6 655	7 321	-	478	1 895	2 440	(545)	-22%	-
Depreciation & asset impairment	35 000	30 000	-	-	-	10 000	(10 000)	-100%	-
Finance charges	3 200	2 228	-	-	29	743	(713)	-96%	-
Materials and bulk purchases	8 009	8 706	-	754	2 939	2 902	37	1%	-
Transfers and grants	21 400	20 000	-	-	8 144	6 667	1 477	22%	-
Other expenditure	197 317	163 336	-	16 981	55 441	54 445	996	2%	-
Total Expenditure	376 281	345 621	-	27 569	105 712	115 207	(9 495)	-8%	-
Surplus/(Deficit)	(40 126)	(28 193)	-	(22 410)	16 979	(9 398)	26 376	-281%	-
Transfers recognised - capital	252 033	270 790	-	-	-	69 635	(69 635)	-100%	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	211 907	242 597	-	(22 410)	16 979	60 237	(43 259)	-72%	-
Surplus/ (Deficit) for the year	211 907	242 597	-	(22 410)	16 979	60 237	(43 259)	-72%	-
Capital expenditure & funds sources									
Capital expenditure	528 685	557 080	-	57 655	112 934	185 693	(72 759)	-39%	-
Capital transfers recognised	257 533	270 790	-	28 827	56 467	69 635	(13 168)	-19%	-
Internally generated funds	6 809	7 750	-	-	-	-	-	-	-
Total sources of capital funds	264 342	278 540	-	28 827	56 467	69 635	(13 168)	-19%	-
Financial position									
Total current assets	41 940	85 442	-	-	244 076	-	-	-	-
Total non current assets	1 540 924	1 600 660	-	-	1 531 671	-	-	-	-
Total current liabilities	64 952	56 886	-	-	243 813	-	-	-	-
Total non current liabilities	31 936	31 018	-	-	41 566	-	-	-	-
Community wealth/Equity	1 485 976	1 598 198	-	-	1 490 368	-	-	-	-
Cash flows									
Net cash from (used) operating	290 047	268 665	-	(22 872)	71 266	89 555	18 289	20%	-
Net cash from (used) investing	(279 846)	(248 610)	-	(28 827)	(56 467)	(82 870)	(26 403)	32%	-
Net cash from (used) financing	(3 356)	(3 684)	-	-	-	(1 228)	(1 228)	100%	-
Cash/cash equivalents at the month/year end	32 717	16 371	-	-	14 799	5 457	(9 342)	-171%	-
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	5 325	3 955	4 115	3 834	3 122	3 094	17 485	87 224	128 155
Creditors Age Analysis									
Total Creditors	509	-	-	-	-	-	-	-	509

Financial Performance

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

DC43 Sisonke - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M04 October

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Standard									
<i>Governance and administration</i>	252 538	249 598	-	1 077	104 895	83 199	21 696	26%	-
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	252 538	249 598	-	1 077	104 895	83 199	21 696	26%	-
<i>Economic and environmental services</i>	750	1 100	-	-	-	367	(367)	-100%	-
Planning and development	750	1 100	-	-	-	367	(367)	-100%	-
<i>Trading services</i>	334 901	337 520	-	4 082	17 796	89 483	(71 687)	-80%	-
Water	52 600	61 230	-	4 082	17 796	20 410	(2 614)	-13%	-
Waste water management	282 301	276 290	-	-	-	69 073	(69 073)	-100%	-
Total Revenue - Standard	588 189	588 218	-	5 159	122 691	173 049	(50 357)	-29%	-
Expenditure - Standard									
<i>Governance and administration</i>	123 447	133 932	-	10 723	33 108	44 644	(11 536)	-26%	-
Executive and council	23 099	28 719	-	1 758	7 102	9 573	(2 471)	-26%	-
Budget and treasury office	58 787	59 527	-	4 244	12 554	19 842	(7 288)	-37%	-
Corporate services	41 561	45 686	-	4 722	13 452	15 229	(1 777)	-12%	-
<i>Economic and environmental services</i>	52 368	54 286	-	2 016	16 706	18 095	(1 390)	-8%	-
Planning and development	52 368	54 286	-	2 016	16 706	18 095	(1 390)	-8%	-
<i>Trading services</i>	200 466	157 403	-	14 829	55 899	52 468	3 432	7%	-
Water	150 528	134 197	-	12 154	49 363	44 732	4 630	10%	-
Waste water management	49 938	23 206	-	2 676	6 536	7 735	(1 199)	-15%	-
Total Expenditure - Standard	376 281	345 621	-	27 569	105 712	115 207	(9 495)	-8%	-
Surplus/ (Deficit) for the year	211 907	242 597	-	(22 410)	16 979	57 841	(40 863)	-71%	-

This table assess the revenue by department and then the expenditure for the period ending 31 October 2015. Revenue receipts in October have largely constituted of service charges which is water and sanitation. The overall budgeted revenue cash receipt for the month of October is 3%.

Expenditure by standard classification presents the expenditures by the departments. Waste Water Management (Water Services) has largest expenditure by 20% in the period ending 31 October 2015. 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 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

Vote Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue by Vote									
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury Office	252 538	249 598	-	1 077	104 895	83 199	21 696	26,1%	-
Vote 4 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 5 - Social & Development Planning	750	1 100	-	-	-	367	(367)	-100,0%	-
Vote 6 - Infrastructure Services	282 301	276 290	-	-	-	92 097	(92 097)	-100,0%	-
Vote 7 - Water Services	52 600	61 230	-	4 082	17 796	20 410	(2 614)	-12,8%	-
Total Revenue by Vote	588 189	588 218	-	5 159	122 691	196 073	(73 382)	-37,4%	-
Expenditure by Vote									
Vote 1 - Council	10 517	13 164	-	478	1 895	4 388	(2 493)	-56,8%	-
Vote 2 - Municipal Manager	12 582	15 555	-	1 280	5 207	5 185	22	0,4%	-
Vote 3 - Budget & Treasury Office	58 787	59 527	-	4 244	12 554	19 842	(7 288)	-36,7%	-
Vote 4 - Corporate Services	41 561	45 686	-	4 722	13 452	15 229	(1 777)	-11,7%	-
Vote 5 - Social & Development Planning	52 368	54 286	-	2 016	16 706	18 095	(1 390)	-7,7%	-
Vote 6 - Infrastructure Services	49 938	23 206	-	2 676	6 536	7 735	(1 199)	-15,5%	-
Vote 7 - Water Services	150 528	134 197	-	12 154	49 363	44 732	4 630	10,4%	-
Total Expenditure by Vote	376 281	345 621	-	27 569	105 712	115 207	(9 495)	-8,2%	-
Surplus/ (Deficit) for the year	211 907	242 597	-	(22 410)	16 979	80 866	(63 887)	-79,0%	-

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 31 October 2015.

DC43 Sisonke - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	2014/15	Budget Year 2015/16							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
Revenue By Source									
Property rates							-		
Property rates - penalties & collection charges							-		
Service charges - electricity revenue							-		
Service charges - water revenue	36 235	38 409		2 833	12 281	12 803	(522)	-4%	
Service charges - sanitation revenue	15 529	16 461		1 214	5 263	5 487	(224)	-4%	
Service charges - other	839	1 032		-	-	344	(344)	-100%	
Interest earned - external investments	3 500	4 375		349	1 513	1 458	55	4%	
Interest earned - outstanding debtors	6 000	6 360		687	2 691	2 120	571	27%	
Transfers recognised - operational	263 824	249 823		-	100 431	83 274	17 157	21%	
Other revenue	10 229	968		76	511	323	189	58%	
Gains on disposal of PPE							-		
Total Revenue (excluding capital transfers and contributions)	336 155	317 429	-	5 159	122 691	105 810	16 882	16%	-
Expenditure By Type									
Employee related costs	104 700	114 031		9 356	37 264	38 010	(746)	-2%	
Remuneration of councillors	6 655	7 321		478	1 895	2 440	(545)	-22%	
Debt impairment	23 000	24 692		-	-	8 231	(8 231)	-100%	
Depreciation & asset impairment	35 000	30 000		-	-	10 000	(10 000)	-100%	
Finance charges	3 200	2 228			29	743	(713)	-96%	
Bulk purchases	8 009	8 706		754	2 939	2 902	37	1%	
Other materials				-	-	-	-		
Contracted services	37 057	32 015		5 100	17 611	10 672	6 939	65%	
Transfers and grants	21 400	20 000		-	8 144	6 667	1 477	22%	
Other expenditure	137 260	106 629		11 881	37 830	35 543	2 287	6%	
Loss on disposal of PPE							-		
Total Expenditure	376 281	345 621	-	27 569	105 712	115 207	(9 495)	-8%	-
Surplus/(Deficit)	(40 126)	(28 193)	-	(22 410)	16 979	(9 398)	26 376	(0)	-
Transfers recognised - capital	252 033	270 790				69 635	(69 635)	(0)	
Contributions recognised - capital							-		
Contributed assets							-		
Surplus/(Deficit) after capital transfers & contributions	211 907	242 597	-	(22 410)	16 979	60 237			-
Taxation							-		
Surplus/(Deficit) after taxation	211 907	242 597	-	(22 410)	16 979	60 237			-
Attributable to minoritiles									
Surplus/(Deficit) attributable to municipality	211 907	242 597	-	(22 410)	16 979	60 237			-
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	211 907	242 597	-	(22 410)	16 979	60 237			-

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.

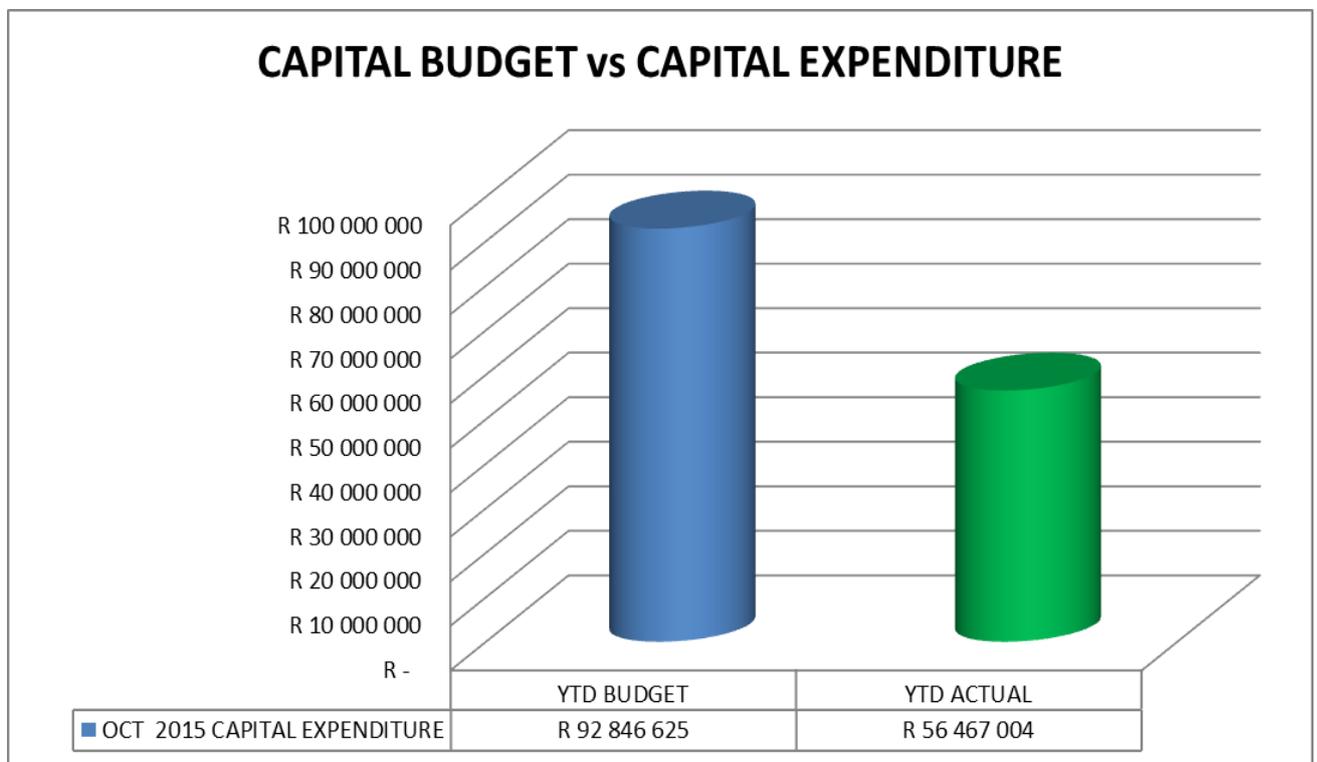
DC43 Sisonke - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M04 October

Vote Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Multi-Year expenditure appropriation									
Vote 4 - Corporate Services	2 104	2 650	-	22	310	883	(573)	-65%	-
Vote 5 - Social & Development Planning	800	800	-	-	400	267	133	50%	-
Vote 6 - Infrastructure Services	257 533	270 790	-	26 181	52 779	90 263	(37 485)	-42%	-
Vote 7 - Water Services	3 905	4 300	-	2 625	2 978	1 433	1 545	108%	-
Total Capital Multi-year expenditure	264 342	278 540	-	28 827	56 467	92 847	(36 380)	-39%	-
Single Year expenditure appropriation									
Vote 4 - Corporate Services	2 104	2 650	-	22	310	883	(573)	-65%	-
Vote 5 - Social & Development Planning	800	800	-	-	400	267	133	50%	-
Vote 6 - Infrastructure Services	257 533	270 790	-	26 181	52 779	90 263	(37 485)	-42%	-
Vote 7 - Water Services	3 905	4 300	-	2 625	2 978	1 433	1 545	108%	-
Total Capital single-year expenditure	264 342	278 540	-	28 827	56 467	92 847	(36 380)	-39%	-
Total Capital Expenditure	528 685	557 080	-	57 655	112 934	185 693	(72 759)	-39%	-
Capital Expenditure - Standard Classification									
Governance and administration	2 104	2 650	-	22	310	883	(573)	-65%	-
Corporate services	2 104	2 650	-	22	310	883	(573)	-65%	-
Community and public safety	-	-	-	-	-	-	-	-	-
Economic and environmental services	800	800	-	-	400	267	133	50%	-
Planning and development	800	800	-	-	400	267	133	50%	-
Trading services	261 438	275 090	-	28 805	55 757	91 697	(35 940)	-39%	-
Water	3 905	4 300	-	2 625	2 978	1 433	1 545	108%	-
Waste water management	257 533	270 790	-	26 181	52 779	90 263	(37 485)	-42%	-
Total Capital Expenditure - Standard Classific	264 342	278 540	-	28 827	56 467	92 847	(36 380)	-39%	-
Funded by:									
National Government	257 533	270 790	-	28 827	56 467	69 635	(13 168)	-19%	-
Transfers recognised - capital	257 533	270 790	-	28 827	56 467	69 635	(13 168)	-19%	-
Internally generated funds	6 809	7 750	-	-	-	-	-	-	-
Total Capital Funding	264 342	278 540	-	28 827	56 467	69 635	(13 168)	-19%	-

As alluded to above, the capital expenditure programme for the month ending 31 October was R28, 8m which represents 31% of capital expenditure against year to date budget and thus shows a great 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: 2015/2016 CAPEX YTD BUDGET & YTD ACTUAL



As at 31 October 2015, the year to date actual expenditure was R56, 4m against a YTD budget of R92, 8million. In monetary terms, these figures represent 31% per cent performance against the capital development programme as at 31 October 2015.

Table C6 displays the financial position of the municipality as at 31 October 2015.

DC43 Sisonke - Table C6 Monthly Budget Statement - Financial Position - M04 October

Description	2014/15	Budget Year 2015/16			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
<u>ASSETS</u>					
Current assets					
Cash	30 347	52 691		92 288	
Consumer debtors	307	16 091		46 185	
Other debtors	10 968	12 065		105 334	
Current portion of long-term receivables	–	4 246		–	
Inventory	318	349		269	
Total current assets	41 940	85 442	–	244 076	–
Non current assets					
Property, plant and equipment	1 539 540	1 599 476		1 530 814	
Intangible assets	1 384	1 184		857	
Total non current assets	1 540 924	1 600 660	–	1 531 671	–
TOTAL ASSETS	1 582 864	1 686 102	–	1 775 747	–
<u>LIABILITIES</u>					
Current liabilities					
Borrowing	3 266	3 592		3 415	
Consumer deposits	1 265	1 415		1 295	
Trade and other payables	53 128	43 710		231 392	
Provisions	7 293	8 169		7 711	
Total current liabilities	64 952	56 886	–	243 813	–
Non current liabilities					
Borrowing	18 683	16 683		22 871	
Provisions	13 253	14 334		18 694	
Total non current liabilities	31 936	31 018	–	41 566	–
TOTAL LIABILITIES	96 888	87 904	–	285 379	–
NET ASSETS	1 485 976	1 598 198	–	1 490 368	–
<u>COMMUNITY WEALTH/EQUITY</u>					
Accumulated Surplus/(Deficit)	1 485 976	1 598 198		1 490 368	
TOTAL COMMUNITY WEALTH/EQUITY	1 485 976	1 598 198	–	1 490 368	–

Table C7 below display the Cash Flow Statement for the period ending 31 October 2015.

DC43 Sisonke - Table C7 Monthly Budget Statement - Cash Flow - M04 October

Description	2014/15	Budget Year 2015/16							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges							-		
Service charges	37 270	30 746		1 821	17 545	10 249	7 296	71%	
Other revenue	844	581		76	511	194	318	164%	
Government - operating	263 824	249 823		1 764	106 425	83 274	23 151	28%	
Government - capital	252 033	270 790		-	56 467	90 263	(33 796)	-37%	
Interest	6 636	7 654		1 036	4 204	2 551	1 653	65%	
Dividends							-		
Payments									
Suppliers and employees	(245 959)	(268 701)		(27 569)	(105 712)	(89 567)	16 145	-18%	
Finance charges	(3 200)	(2 228)		-	(29)	(743)	(713)	96%	
Transfers and Grants	(21 400)	(20 000)		-	(8 144)	(6 667)	1 477	-22%	
NET CASH FROM/(USED) OPERATING ACTIVITIES	290 047	268 665	-	(22 872)	71 266	89 555	18 289	20%	-
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Decrease (Increase) in non-current debtors							-		
Payments									
Capital assets	(279 846)	(248 610)		(28 827)	(56 467)	(82 870)	(26 403)	32%	
NET CASH FROM/(USED) INVESTING ACTIVITIES	(279 846)	(248 610)	-	(28 827)	(56 467)	(82 870)	(26 403)	32%	-
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Increase (decrease) in consumer deposits	130	151				50	(50)	-100%	
Payments									
Repayment of borrowing	(3 486)	(3 835)	-			(1 278)	(1 278)	100%	
NET CASH FROM/(USED) FINANCING ACTIVITIES	(3 356)	(3 684)	-	-	-	(1 228)	(1 228)	100%	-
NET INCREASE/ (DECREASE) IN CASH HELD	6 846	16 371	-	(51 700)	14 799	5 457			-
Cash/cash equivalents at beginning:	25 871					-			-
Cash/cash equivalents at month/year end:	32 717	16 371	-		14 799	5 457			-

The billing vs Collection ratio for the month of October was 53% (Sept: 49%) showing an increase in collection by 4% as compared to previous month

PART 2 – SUPPORTING DOCUMENTATION

2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 31 October 2015.

Table 2.1.1: Debtors Age Analysis by Income Source

DC43 Sisonke - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description	Budget Year 2015/16									
	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	3 418	2 539	2 642	2 461	2 004	1 986	11 224	55 991	82 265	73 667
Receivables from Exchange Transactions - Waste Water Management	1 335	992	1 032	962	783	776	4 385	21 873	32 138	28 779
Interest on Arrear Debtor Accounts	571	424	442	411	335	332	1 876	9 359	13 751	12 314
Total By Income Source	5 325	3 955	4 115	3 834	3 122	3 094	17 485	87 224	128 155	114 759
2014/15 - totals only										
Debtors Age Analysis By Customer Group										
Organs of State	1 605	931	1 324	966	434	365	1 836	5 596	13 056	9 197
Commercial	829	330	290	282	279	328	1 317	6 523	10 179	8 730
Households	2 891	2 695	2 501	2 586	2 410	2 401	14 332	75 104	104 919	96 833
Other									-	-
Total By Customer Group	5 325	3 955	4 115	3 834	3 122	3 094	17 485	87 224	128 155	114 759

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.

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: 82%
- ✓ Government 10%
- ✓ Business 8%

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

The table that follows below unpacks the revenue receipts per Local Municipality in the District

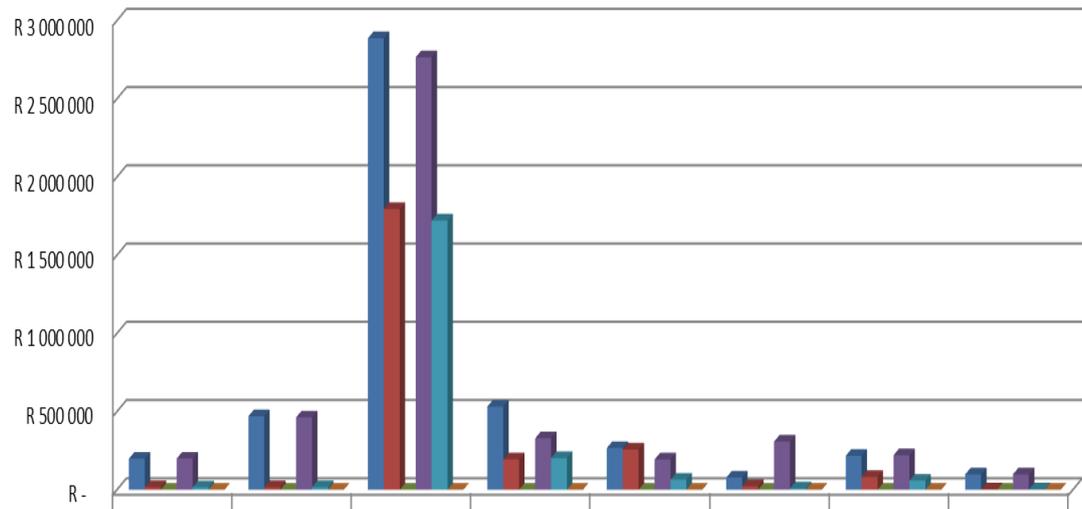
REVENUE RECEIPTS

Revenue receipts per Area

AREA	AMOUNT	OCTOBER 2015	SEPTEMBER 2015
Unallocated receipts	R 127 232,64	5%	6%
Kokstad	R 1 795 118,81	71%	77%
Bhongweni	R 16 055,73	1%	1%
Shayamoya	R 16 055,73	1%	1%
Ixopo	R 193 640,06	8%	9%
Fairview	R 2 396,70	0%	0%
Kwasani	R 257 395,11	10%	3%
Ingwe	R 22 461,48	1%	0%
Umzimkhulu	R 82 214,70	3%	3%
TOTAL RECEIPTS INCL VAT	R 2 512 570,96	100%	100%

The table above presents the cash receipts from consumer debtors in each of the detailed areas as well as the comparative receipts for the previous month. The total cash collected for October is R2, 5million. It is evident from the figures presented above that the largest percentage receipts of the revenue per local municipality as was the previous month in June is from Kokstad at 71% followed by KwaSani at 10%. These statistics confirm dependency on Kokstad as the greatest contributor to the District Municipality's revenue. The Unallocated receipts for the month of October amounting to 5% which still need to be allocated according to the local municipalities.

BILLING VS COLLECTION FOR THE PERIOD ENDING 31 OCTOBER 2015



	BHONGWENI	SHAYAMOYA	KOKSTAD	IXOPO	KWASANI	INGWE	UMZIMKULU	FAIRVIEW
■ OCTOBER 2015 BILLING	R 198 928	R 470 092	R 2 886 606	R 531 325	R 266 575	R 77 851	R 217 189	R 98 543
■ OCTOBER 2015 COLLECTION	R 16 056	R 16 056	R 1 795 119	R 193 640	R 257 395	R 22 461	R 82 215	R 2 397
■ PERCENTAGE	8%	3%	62%	36%	97%	29%	38%	2%
■ SEPTEMBER 2015 BILLING	R 199 551	R 462 932	R 2 765 037	R 328 483	R 193 535	R 307 952	R 220 978	R 98 543
■ SEPTEMBER 2015 COLLECTION	R 15 286	R 15 929	R 1 721 192	R 202 614	R 64 357	R 8 412	R 58 522	R 1 594
■ PERCENTAGE	8%	3%	62%	62%	33%	3%	26%	2%

2.2 Creditors Analysis

Table SC presents the aged creditors as at 31 October 2015.

DC43 Sisonke - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description	Budget Year 2015/16								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									-
Bulk Water									-
PAYE deductions									-
VAT (output less input)									-
Pensions / Retirement deductions									-
Loan repayments									-
Trade Creditors	509								509
Auditor General									-
Other									-
Total By Customer Type	509	-	-	-	-	-	-	-	509

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 October 2015.

Cash and Bank Balances (Investments)

DC43 Sisonke - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October

Investments by maturity Name of institution & investment ID R thousands	Ref	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 of the month	Change in market value	Market value at end of the month
Municipality									
FIRST NATIONAL BANK	62095523281	N/a	MONEY MARKET	N/a	153	0,4%	36 406	(11 541)	28 524
FIRST NATIONAL BANK	62138538692	N/a	CALL ACCOUNT	N/a	184	0,3%	54 661	(17 528)	37 317
FIRST NATIONAL BANK	62032587331	N/a	CALL ACCOUNT	N/a	43	1,9%	10 604	(15 237)	4 357
INVESTEC	50006688425	N/a	FIXED DEPOSIT	N/a	54	0,5%	11 685		11 739
FIRST NATIONAL BANK	62398395204	N/a	CALL ACCOUNT	N/a	5	0,4%	1 185	(731)	459
FIRST NATIONAL BANK	62414264797	N/a	CALL ACCOUNT	N/a	0	0,4%	9		9
FIRST NATIONAL BANK	62434151239	N/a	CALL ACCOUNT	N/a	11	0,3%	3 395		3 407
FIRST NATIONAL BANK	62434147072	N/a	CALL ACCOUNT	N/a	7	0,2%	2 051		2 058
FIRST NATIONAL BANK	62434145331	N/a	CALL ACCOUNT	N/a	4	0,3%	1 257		1 261
Municipality sub-total					462		121 255	(45 036)	89 131
TOTAL INVESTMENTS AND INTEREST	2				462		121 255	(45 036)	89 131

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 - M04 October

Description	2014/15	Budget Year 2015/16							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	263 074	248 723	-	442	106 819	82 908	23 604	28,5%	-
Local Government Equitable Share	230 622	241 033		-	100 431	80 344	20 087	25,0%	
Finance Management	1 250	1 250		-	1 250	417			
Municipal Systems Improvement	934	940		-	940	313			
Municipal Infrastructure Grant (PMU)	18 724	3 460		-		1 153			
Water Services Operating Subsidy	-	-		-		-			
Rural Roads Asset Management Grant	2 044	2 040		-	2 040	680	1 360	200,0%	
Rural Household Infrastructure Grant	4 500			-		-	-		
Energy Efficiency and Demand Management Grant	5 000			-		-	-		
Drought Relief				442	2 158		2 158	#DIV/0!	
Provincial Government:	750	1 100	-	-	48	367	(319)	-87,0%	-
Development Planning Shared Services	250	1 100		-		367	(367)	-100,0%	
Tourism route	500			-	48		48	#DIV/0!	
LGSETA				-			-		
Total Operating Transfers and Grants	263 824	249 823	-	442	106 867	83 274	23 286	28,0%	-
Capital Transfers and Grants									
National Government:	267 611	270 790	-	59 973	194 526	90 263	94 642	104,9%	-
Municipal Infrastructure Grant (MIG)	183 882	189 324		37 000	157 000	63 108	93 892	148,8%	
Regional Bulk Infrastructure	58 200	30 000		1 223	1 265	10 000			
Municipal Water Infrastructure Grant	22 800	43 500		21 750	32 625	14 500			
Expanded public works programme incentive grant	2 729	3 466		-	1 386	1 155			
Rural Household Infrastructure Grant		4 500		-	2 250	1 500	750	50,0%	
Total Capital Transfers and Grants	267 611	270 790	-	59 973	194 526	90 263	94 642	104,9%	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	531 435	520 613	-	60 415	301 392	173 538	117 928	68,0%	-

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 - M04 October

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	263 074	248 723	-	442	106 819	82 908	23 911	28,8%	-
Local Government Equitable Share	230 622	241 033		-	100 431	80 344	20 087	25,0%	
Finance Management	1 250	1 250		-	1 250	417	833	200,0%	
Municipal Systems Improvement	934	940		-	940	313	627	200,0%	
Municipal Infrastructure Grant (PMU)	18 724	3 460		-		1 153	(1 153)	-100,0%	
Water Services Operating Subsidy	4 500	-		-		-	-		
Rural Roads Asset Management Grant	2 044	2 040		-	2 040	680	1 360	200,0%	
Energy Efficiency and Demand Management Grant	5 000			-		-	-		
Drought Relief				442	2 158	-	2 158	#DIV/0!	
Provincial Government:	750	1 100	-	-	48	275	(227)	-82,6%	-
Development Planning Shared Services	250	1 100		-		275	(275)	-100,0%	
Tourism route	500			-		-	-		
LGSETA				-	48		48	#DIV/0!	
Total operating expenditure of Transfers and Grants:	263 824	249 823	-	442	106 867	83 183	23 684	28,5%	-
Capital expenditure of Transfers and Grants									
National Government:	293 140	313 256	-	59 973	194 526	104 419	102 126	97,8%	-
Municipal Infrastructure Grant (MIG)	183 882	189 324		37 000	157 000	63 108	93 892	148,8%	
Rural Household Infrastructure Grant	58 200	30 000		1 223	1 265	10 000	(8 735)	-87,4%	
Regional Bulk Infrastructure	22 800	43 500		-		14 500	(14 500)	-100,0%	
Rural Household Infrastructure Grant	2 729	3 466		21 750	32 625	1 155	31 470	2723,9%	
Municipal Water Infrastructure Grant	22 800	43 500		-	1 386	14 500			
Expanded public works programme incentive grant	2 729	3 466		-	2 250	1 155			
Total capital expenditure of Transfers and Grants	293 140	313 256	-	59 973	194 526	104 419	102 126	97,8%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	556 964	563 079	-	60 415	301 392	187 601	125 810	67,1%	-

2.5 Councillor and Staff Benefits

Table SC8 presents the expenditure of councillor and staff benefits at 31 October 2015.

DC43 Sisonke - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C					%	D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	3 351	621		425	1 699	207	1 492	720%	
Pension and UIF Contributions	441	311			-	104	(104)	-100%	
Medical Aid Contributions	104	771			-	257	(257)	-100%	
Motor Vehicle Allowance	1 301	621		30	103	207	(104)	-50%	
Cellphone Allowance	286	2 636		23	91	879	(788)	-90%	
Housing Allowances	-	1 618		-	-	539	(539)	-100%	
Other benefits and allowances	680	742			2	247	(246)	-99%	
Sub Total - Councillors	6 162	7 321	-	478	1 895	2 440	(545)	-22%	-
% increase		18,8%							
Senior Managers of the Municipality									
Basic Salaries and Wages	3 828	4 159		437	1 173	1 386	(213)	-15%	
Pension and UIF Contributions	2	3		0	1	1	(0)	-15%	
Medical Aid Contributions	4	4		0	1	1	(0)	-15%	
Performance Bonus	525	-		60	162	-	162	#DIV/0!	
Motor Vehicle Allowance	2 376	2 600		273	733	867	(133)	-15%	
Cellphone Allowance	111	122		13	34	41	(6)	-15%	
Other benefits and allowances	3	4		0	1	1	(0)	-15%	
Sub Total - Senior Managers of Municipality	6 850	6 892	-	784	2 106	2 297	(192)	-8%	-
% increase		0,6%							
Other Municipal Staff									
Basic Salaries and Wages	71 041	78 009		6 381	26 764	19 502	7 261	37%	
Pension and UIF Contributions	11 674	12 724		1 174	3 152	3 181	(30)	-1%	
Medical Aid Contributions	1 613	1 758		162	435	440	(4)	-1%	
Overtime	1 441	1 779		145	3 515	445	3 071	691%	
Performance Bonus	6 397	6 973		643	1 727	1 743	(16)	-1%	
Motor Vehicle Allowance	2 940	3 205		296	794	801	(7)	-1%	
Cellphone Allowance	502	547		50	135	137	(1)	-1%	
Housing Allowances	44	48		4	12	12	(0)	-1%	
Other benefits and allowances	1 923	2 096		193	519	524	(5)	-1%	
Sub Total - Other Municipal Staff	97 575	107 138	-	9 050	37 053	26 785	10 269	38%	-
% increase		9,8%							
Total Parent Municipality	110 587	121 351	-	10 312	41 054	31 522	9 532	30%	-
		9,7%							
Unpaid salary, allowances & benefits in arrears:									
TOTAL SALARY, ALLOWANCES & BENEFITS	110 587	121 351	-	10 312	41 054	31 522	9 532	30%	-
% increase		9,7%							
TOTAL MANAGERS AND STAFF	104 425	114 030	-	9 834	39 159	29 082	10 077	35%	-

2.6 Material Variances to the SDBIP

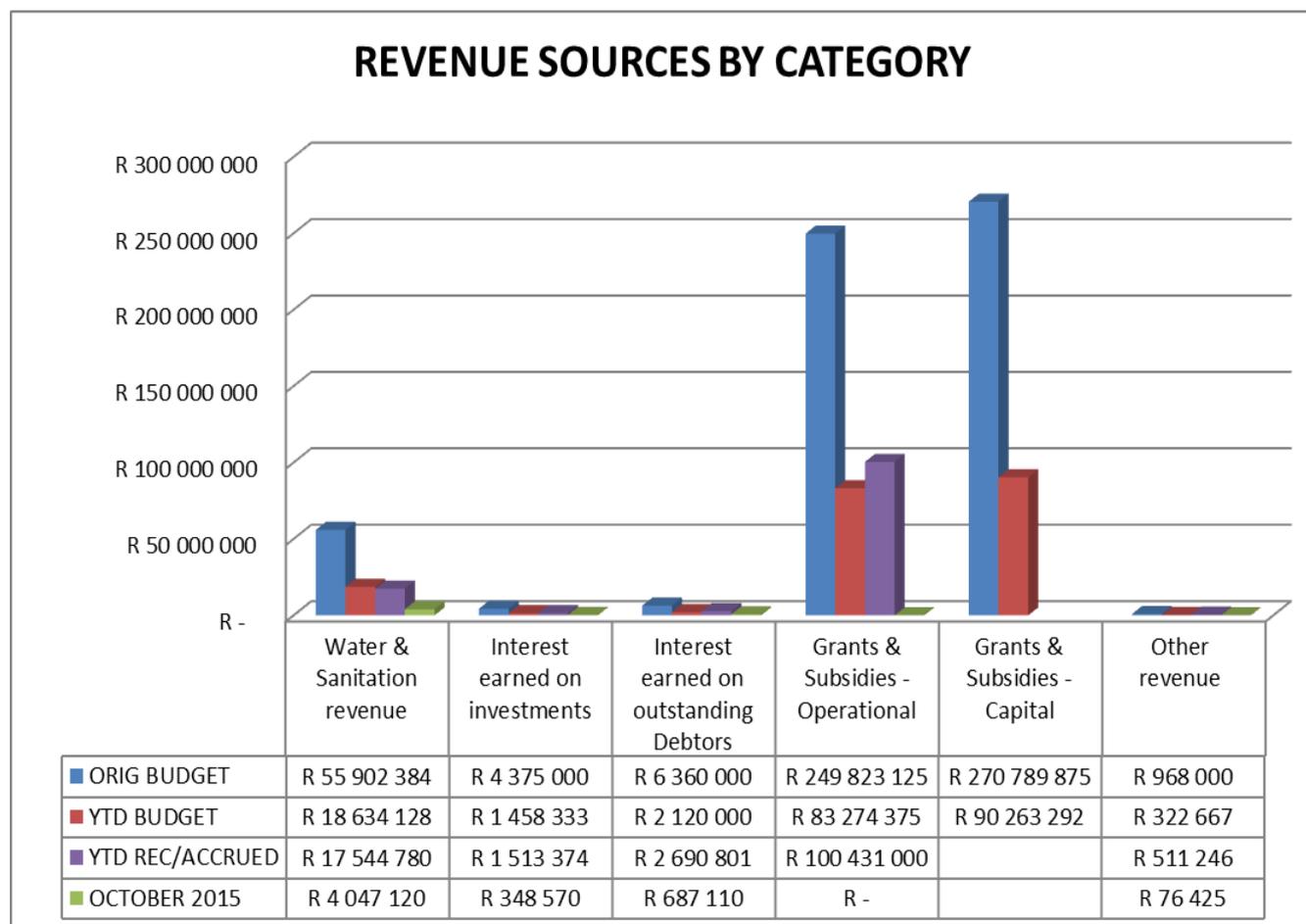
The following section analyses material variances between the actual targets as at 31 October 2015 and the budget for the same period. This report analyses each major component under following headings;

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

REVENUE

The chart displays a comparison between the 2015/16 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 October 2015 was R17, 5million against a year to date **budget** of R18, 6million.

Interest Earned on External Investments

The year to date actual interest earned on external investments as at 31 October 2015 is R 1,5m against year to date budget of R1, 4m. This represents 104% of actual against year to date budget. The interest received is more by 4% against to what was projected.

Transfers Recognised – Operational

No operational grants received for the month of October 2015

Transfers Recognised – Capital

The low expenditure trends on grant funded expenditure had resulted in a rather lower than expected recognition of Income against the set targets, however there is

25% expenditure for capital grants that was spent on current financial year's budget. The actual R56, 4m (against a YTD budget of R90million) represent the conditions met in capital expenditures against the conditional grant allocation received. This amount represents 61% performance in Conditional Capital grant funding expenditures.

Three Capital grants received namely:

- Municipal Infrastructure Grant- R37 000 000
- Municipal Water Infrastructure Grant – R 21 750 000
- Rural Bulk Infrastructure Grant- R1 223 372

Other Revenue

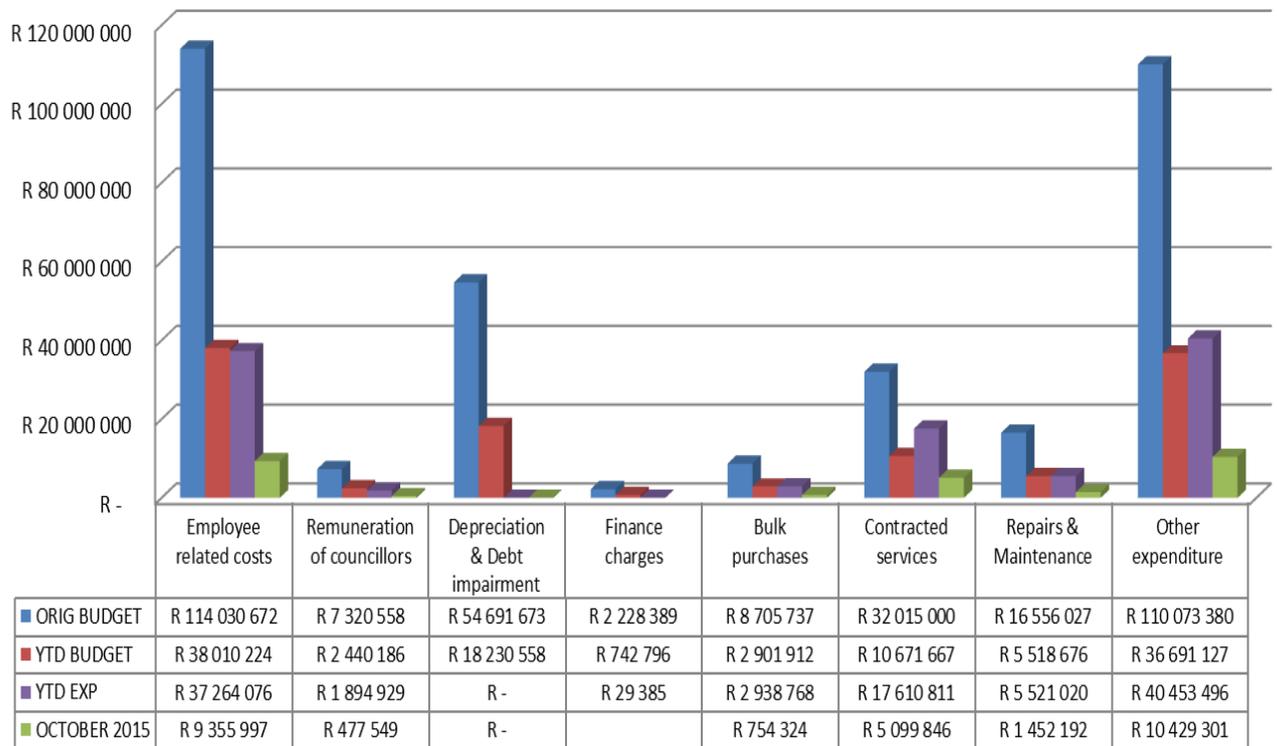
The YTD performance of other revenue is R 511 246k against YTD budget of R 322 667k of YTD budget.

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: 2015/16 Financial year Opex

OPERATIONAL EXPENDITURE BY TYPE



Employee Related Costs

The YTD budget for employee related costs is R38million against a YTD actual of R37, 2million which is 98% of the YTD budget.

Remuneration of Councillors

The remuneration of councillor’s expenditure as at 31 October 2015 was R477 549 against a YTD budget of R2, 4m.

Finance Charges

As at 31 October 2015, year to date budget for finance charges is R742 796 against year to actual of R29 385.

Bulk Purchases

The YTD budget for bulk purchases was at R2, 9m against a YTD expenditure of R2, 9m.

Other Expenditure

The YTD budget for other expenditure was at R36, 6million against a YTD expenditure of R40, 4million. The other expenditure for the month of October is more than what was planned by 10%.

Performance assessment

The Performance Assessment Report will be available on the second quarter of 2015/2016 financial year in terms of mid-term performance assessment in accordance with 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 - M04 October

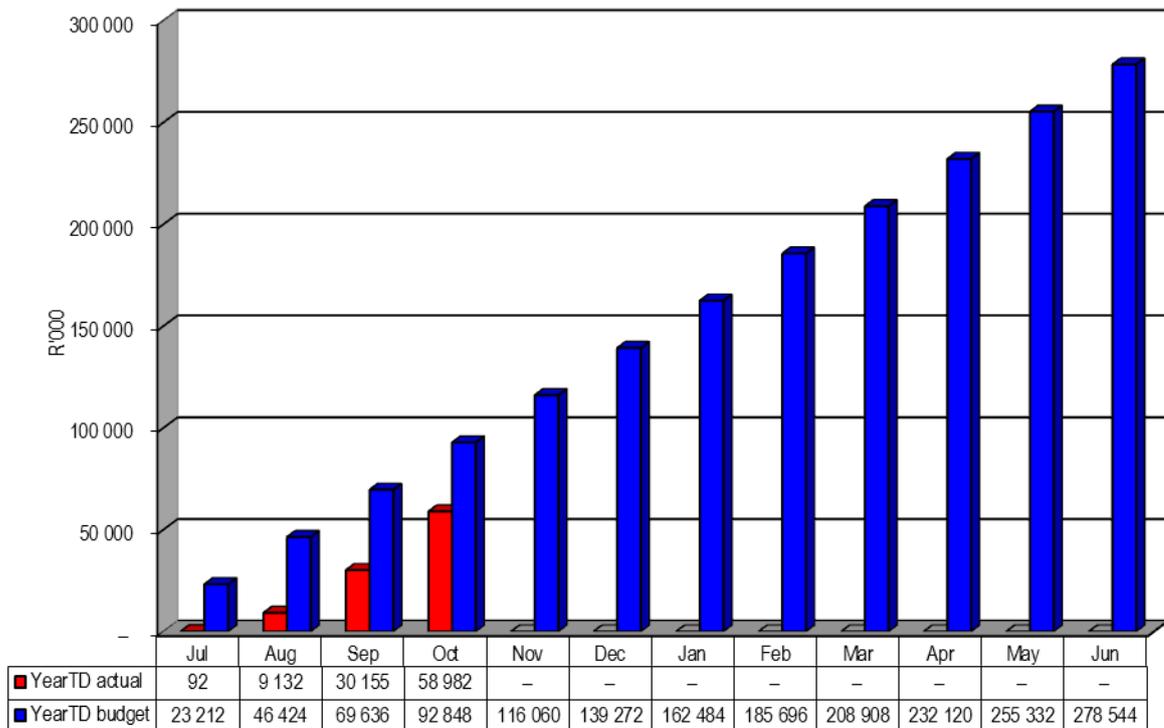
Description	Budget Year 2015/16												2015/16 Medium Term Revenue & Expenditure Framework			
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18	
Cash Receipts By Source																
Service charges - water revenue	3 183	3 502	1 560	1 275	1 431	1 431	1 431	1 431	1 431	1 431	1 431	1 587	21 125	22 757	24 516	
Service charges - sanitation revenue	1 364	1 501	669	546	613	613	613	613	613	613	613	680	9 054	9 753	10 507	
Service charges - other	-	-	-	63	63	63	63	63	63	63	63	63	568	611	659	
Interest earned - external investments	163	534	468	349	332	332	332	332	332	332	332	316	4 156	4 571	5 029	
Interest earned - outstanding debtors	656	668	680	687	166	166	166	166	166	166	166	(355)	3 498	3 708	3 930	
Transfer receipts - operating	104 661	-	1 764	-	15 933	15 933	15 933	15 933	15 933	15 933	15 933	31 867	249 823	265 226	283 723	
Other revenue	158	102	172	76	65	65	65	65	65	65	65	(379)	581	613	646	
Cash Receipts by Source	110 185	6 307	5 312	2 997	18 603	33 780	288 804	307 240	329 009							
Other Cash Flows by Source																
Transfer receipts - capital	10 875	123 677	-	59 973	15 138	15 138	15 138	15 138	15 138	15 138	15 138	(29 699)	270 790	321 768	424 117	
Increase in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	151	151	166	166	
Total Cash Receipts by Source	121 060	129 984	5 312	62 970	33 741	4 232	559 745	629 174	753 283							
Cash Payments by Type																
Employee related costs	8 602	8 905	10 397	9 356	9 570	9 570	9 570	9 570	9 570	9 570	9 570	9 783	114 030	122 747	131 339	
Remuneration of councillors	472	471	474	478	656	656	656	656	656	656	656	834	7 321	7 723	8 133	
Interest paid	-	-	29	-	244	244	244	244	244	244	244	489	2 228	1 905	1 595	
Bulk purchases - Water & Sewer	-	894	1 291	754	725	725	725	725	725	725	725	695	8 706	9 463	10 286	
Contracted services	2 095	8 367	2 049	5 100	2 167	2 167	2 167	2 167	2 167	2 167	2 167	(766)	32 015	33 528	35 067	
Grants and subsidies paid - other	8 144	-	-	-	1 317	1 317	1 317	1 317	1 317	1 317	1 317	2 635	20 000	21 100	22 218	
General expenses	4 533	84 865	2 525	11 881	11 344	11 344	11 344	11 344	11 344	11 344	11 344	(76 583)	106 629	108 843	113 645	
Cash Payments by Type	23 847	103 501	16 765	27 569	26 023	(62 913)	290 930	305 330	322 284							
Other Cash Flows/Payments by Type																
Capital assets	92	9 040	21 024	28 827	24 273	24 273	24 273	24 273	24 273	24 273	24 273	19 718	248 610	294 380	385 851	
Repayment of borrowing	-	-	569	-	362	362	362	362	362	362	362	362	3 835	4 218	4 640	
Total Cash Payments by Type	23 938	112 541	38 357	56 397	50 658	(42 462)	543 374	603 929	712 774							
NET INCREASE/(DECREASE) IN CASH HELD	97 122	17 443	(33 045)	6 573	(16 917)	46 694	16 371	25 246	40 518							
Cash/cash equivalents at the monthly ear beginning:	25 871	122 993	140 435	107 390	113 964	97 047	80 130	63 214	46 297	29 381	12 464	(4 452)	25 871	42 242	67 487	
Cash/cash equivalents at the monthly ear end:	122 993	140 435	107 390	113 964	97 047	80 130	63 214	46 297	29 381	12 464	(4 452)	42 242	42 242	67 487	108 006	

Capital Expenditure Trend

DC43 Sisonke - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M04 October

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	21 563	23 212		92	92	23 212	23 120	99,6%	0%
August	21 563	23 212		9 040	9 132	46 424	37 292	80,3%	3%
September	21 563	23 212		21 024	30 155	69 636	39 481	56,7%	11%
October	21 563	23 212		28 827	58 982	92 848	33 866	36,5%	21%
November	21 563	23 212				116 060	-		
December	21 563	23 212				139 272	-		
January	21 563	23 212				162 484	-		
February	22 680	23 212				185 696	-		
March	22 680	23 212				208 908	-		
April	22 680	23 212				232 120	-		
May	22 680	23 212				255 332	-		
June	22 680	23 212				278 544	-		
Total Capital expenditure	264 342	278 544	-	58 982					

Chart C2 2015/16 Capital Expenditure: YTD actual v YTD target



Capital Expenditure on New Assets by Asset Class

DC43 Sisonke - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M04 October

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	258 462	260 490	-	26 181	52 779	86 830	34 051	39,2%	-
Infrastructure - Electricity	1 830	-	-	-	-	-	-	-	-
Transmission & Reticulation	1 830	-	-	-	-	-	-	-	-
Infrastructure - Water	222 520	231 990	-	23 982	48 913	77 330	28 417	36,7%	-
Dams & Reservoirs	28 200	-	-	-	-	-	-	-	-
Water purification	3 000	-	-	-	-	-	-	-	-
Reticulation	191 320	231 990	-	23 982	48 913	77 330	28 417	36,7%	-
Infrastructure - Sanitation	34 112	28 500	-	2 198	3 866	9 500	5 634	59,3%	-
Reticulation	28 169	-	-	-	-	-	-	-	-
Sewerage purification	5 943	28 500	-	2 198	3 866	9 500	5 634	59,3%	-
Other assets	18 162	9 950	-	2 295	3 688	3 317	(372)	-11,2%	-
General v vehicles									
Plant & equipment	6 025	4 600	-	1 352	2 057	1 533	(524)	-34,2%	-
Computers - hardware/equipment	1 380	-	-	14	276	-	(276)	#DIV/0!	-
Furniture and other office equipment	2 179	1 450	-	8	434	483	50	10,3%	-
Other Buildings	8 578	600	-	-	-	200	200	100,0%	-
Other		3 300	-	921	921	1 100	179	16,3%	-
Intangibles	200	1 100	-	-	-	367	367	100,0%	-
Computers - software & programming	200	1 100	-	-	-	367	367	100,0%	-
Total Capital Expenditure on new assets	276 825	271 540	-	28 476	56 467	90 513	34 046	37,6%	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Refuse									
Fire									
Conservancy									
Ambulances									

Capital Expenditure on Renewal of Existing Assets by Asset Class

DC43 Sisonke - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M04 October

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	4 580	7 000	-	-	-	1 750	1 750	100,0%	-
Infrastructure - Water	4 580	7 000	-	-	-	1 750	1 750	100,0%	-
Reticulation	4 580	7 000	-	-	-	1 750	1 750	100,0%	-
Total Capital Expenditure on renewal of existing assets	4 580	7 000	-	-	-	1 750	1 750	100,0%	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Refuse									
Fire									
Conservancy									
Ambulances									

2.7 Municipal Manager's Quality's Certificate

Quality Certificate

I, Adelaide Nomnandi Dlamini, the Municipal Manager of Harry Gwala District Municipality, hereby certify that-

- The monthly budget statement

For the month of October 2015 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: Harry Gwala District Municipality

Signed_____

Date_____