



*“An improved quality
of life for all residents”*

In-Year Report

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

Monthly Budget Statement November 2015

**JOE GQABI
DISTRICT
MUNICIPALITY**

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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.

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – The financial plan of the Joe Gqabi District Municipality.

Budget related policy – Policy of the municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

Capital expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as a non-current asset on the Municipality's balance sheet.

Cash flow statement – A statement including only actual receipts and expenditure by the Municipality. Cash payments and receipts do not always coincide with budgeted timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period. The same principle applies with the cash receipts. The Municipality recognise the revenue on date of billing whilst payment may not appear in the same period; the receipt is recognised at date of receipt.

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

Equitable share – A general grant paid to Municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between Municipalities.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting; this Municipality will need to fully comply by the end of June 2012.

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 piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

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

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages and general expenses.

Rates – Local Government tax levied in terms of the Local Government: Municipal Property Rates Act; Act 6 of 2004. The tax is based on the assessed market value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

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

Unauthorised expenditure – Generally, is spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

Virement policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

MIG – Municipal Infrastructure Grant

MWIG – Municipal Water Infrastructure Grant

WSOS – Water Services Operating Subsidy

Vote – One of the main segments into which a budget. In Joe Gqabi District Municipality this means at directorate level. The votes for Joe Gqabi therefore are:

- Management Services;
- Financial Services;
- Corporate Services;
- Technical Services; and
- Community Services.

PART 1 – IN-YEAR REPORT

Section 1 – Mayor’s Report

1.1 PURPOSE

The purpose of this report is to comply with the section 71 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 April 2009.

1.2 BACKGROUND

In terms of section 71(1) of the Municipal Finance Management Act (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 have 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 approved budget.

2.1 In-Year Report - Monthly Budget Statement

2.1.1 The progress in implementation of budget in terms of SDBIP can be seen from the tables below.

Table 1: Operating Revenue per category

	July Actual	Aug Actual	Sept. Actual	Oct Actual	Nov Actual	YTD Actual	YTD Budget
Revenue by Source							
Government grants and subsidies	(89,255,123)	(7,608,128)	(15,749,825)	(48,072,511)	(115,983,361)	(276,668,947)	(310,329,000)
Public Contributions and Donations	0	0	0	0	0	0	.
Government Services	0	0	0	0	0	0	-
Interest earned - external investments	(242,444)	0	(1,479,126)	(404,930)	(244,243)	(2,370,743)	(1,648,000)
Other income	(23,384)	(19,647)	(38,248)	(87,273)	(19,787)	(188,339)	(2,012,000)
Service Charges: Water & Sanitation	(1,367,383)	(895,180)	(1,227,081)	(1,565,708)	(1,606,162)	(6,661,514)	(43,920,000)
TOTAL	(90,888,333)	(8,522,955)	(18,494,279)	(50,130,423)	(117,853,553)	(285,889,543)	(357,909,000)

The municipality has raised actual revenue of R285, 889 million which represents 80% of total operating revenue against the year to date budget of R357, 909 million as at 30 November 2015.

The actual revenue raised for the month of November is R117, 853 million, this has increased when compared to the R50.120 million collected in November due to government grants and service charges received this month and this is highest amount of revenue received for the municipality in all the past five month of the current financial year.

The Government grant is the major contributor in the municipality's revenue as it constitutes 96 % of the total revenue.

Table 2: Operating Expenditure per category

	July Actual	Aug Actual	Sept. Actual	Oct Actual	Nov Actual	YTD Actual	YTD Budget
Expenditure by Nature (GFS Function)							
Employee related costs	11,503,789	11,839,002	14,128,327	12,701,613	20,776,019	70,948,750	74,738,713
Remuneration of Councillors	423,426	419,350	419,341	419,336	419,345	2,100,798	2,512,742
Debt Impairment	0	0	0	0	0	0	10,881,322
Depreciation and Amortisation	0	0	11,059,957	3,686,652	0	14,746,609	90,325,448
Finance charges	0	0	258,528	0	0	258,528	260,850
Contracted services	0	0	0	0	0	0	-
Grants and Subsidies paid	0	0	656,737	1,013,095	885,612	2,555,444	3,289,473
General expenses	6,386,874	3,860,831	18,908,950	23,842,244	20,256,041	73,254,941	77,430,000
TOTAL	18,314,089	16,119,184	45,431,839	41,662,939	42,337,018	163,865,069	259,438,548

The municipality has actual spent 68% of its operating expenditure when compared to year to date budget of R259.438 million as at end of November 2015, of which R163.528 million is the actual expenditure as to date.

The Actual expenditure of the municipality for the month is R42, 337 million.

Detailed analysis follows:

Operating Expenditure by Nature

The figures in this section should represent the accrued amounts; in other words when the goods has been ordered; received or the invoice has been completed (reconciled with goods received and prices quoted) it should be captured as an expense. Currently the setup of the financial system does not cater for it in this manner. Shadow figures are reflected on the financial system once an order is issued. This action serves as a budgetary control mechanism and no actual financial entries are past. These figures cannot be used for reporting purposes. The amounts included as expenditure is currently only those for which a payment run has been completed.

- Depreciation for the month of November was not accounted for as this report was prepared and will be corrected and reported for in the month of December report to ensure that the monthly figures reported on are more reliable.

- **Employee related costs**

In this line item the municipality has spent R70, 948 million which constitutes 105 % when compared to year to date budget of R74, 738 million.

The variance of 5% in this line item is due to salary bonuses paid out for the month.

- **Remuneration of Councillors**

The year-to-date budget for remuneration of councillors is R2.512 million off which R2.100 million is the year to date actual expenditure.

More detail with regard to the breakdown of the employee related cost and Remuneration of councillors is provided in table SC8 in Page 28.

- **Grants And Subsidies Paid**

In this line item, the municipality is spending on behalf of its entity, Jogeda. The year to date actual expenditure on this line item is R2, 555 million against a year to date budget of R3, 289 million and this represents 78% of expenditure.

The expenditure for the month of November is R885, 612.

- **General Expenses**

In this line item, the municipality has reported an expenditure of R20, 256 million for the month of November 2015 and the year to date budget is R77.430 million against the actual year to date expenditure of R73,234 million. This figure includes R700, 000 for Repairs and Maintenance.

Table 3: Capital Expenditure by Municipal Vote**Capital Expenditure**

The detail of this section can be found in Section 4 of this report Table C5 and also in Supporting table SC12; SC13a and SC13b.

	July Actual	Aug Actual	Sept. Actual	Oct Actual	Nov Actual	YTD Actual	YTD Budget
Capital Expenditure by GFS							
Executive & Council	-	-	-	-	-	-	-
Budget & Treasury	-	-	-	-	-	-	83,330.00
Corporate Services	-	23,000	12,800	11,750	31,772	79,322	1,614,665.00
Planning & Development	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Community & Social Services	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	5,000,000.00
Environmental Protection	-	-	-	-	-	-	-
Road Transport	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Waste Management	645,830	1,187,351	-	8,788,850	1,288,485	11,910,516	25,777,135.00
Water	2,265,897	266,786	2,659,751	28,508,292	13,517,236	47,217,963	97,775,667.00
TOTAL	2,911,728	1,477,136	2,672,551	37,308,893	14,837,493	59,207,801	130,250,797

Capital Expenditure by Vote

The capital expenditure recognised for the month of November is R14, 837 million being the actual money spent on provision of service delivery in water and sanitation.

The monthly ratio of capital expenditure to total expenditure is at 26 % which is slightly above the acceptable norm of 10% - 20%, this range reflects the higher spending of the municipality on infrastructure and acceleration in service delivery prioritising its expenditure towards current operations versus future capacity in terms of Municipal services, but could also hold financial sustainability risks if the infrastructure do not include both economic (revenue generating) and social type infrastructure.

MIG grant is the main contributor of JGDM's capital budget.

2.1.2 Other information

Additional clarity on the content of this report or answers to any questions posed will be given at the committee meetings by the Chief Financial Officer.

Section 2 - Resolutions

Recommended resolution to Council with regard to November 2015 in-year report is:

RESOLVED

- (a) That the Council take note of contents in the in-year monthly report for November 2015 as set out in the schedules contained in Section 4:
- a. Table C1 – Monthly Budget Statement Summary;
 - b. Table C2 – Monthly Budget Statement – Financial Performance (Standard classification);
 - c. Table C3 – Monthly Budget Statement – Financial Performance Standard classification (Revenue and expenditure by Municipal Vote)
 - d. Table C4 – Monthly Budget Statement – Financial Performance (Revenue by Source and Expenditure by Type)
 - e. Table C5 – Monthly Budget Statement – Capital Expenditure;
 - f. Table C6 – Monthly Budget statement – Financial Position; and
 - g. Table C7 – Monthly Budget statement – Cash Flows.
- (b) That the Council take note that the report was submitted to the Executive Mayor on 14 December 2015.
- (c) Any other resolutions required by the Council.

Section 3 – Executive Summary

3.1 Introduction

This Budget statement report for November 2015 of Joe Gqabi District Municipality was prepared via the SAMRAS financial system to comply with the Budget and Reporting Regulations and guidelines as issued by NT.

3.2 Financial Performance; Position and Cash flow

Section 4 of this report includes the tables with the detail figures.

3.2.1 Financial Performance

The detail of this section can be found in Section 4 of this report Table C2 (Summary per GFS); Table C3 (Summary per Municipal Vote) and Table C4 (Summary by Revenue Source and Expenditure Type). The latter is used to provide the executive summary.

3.2.1.1 Revenue by Source

It must be pointed out that in this section the figures represent the accrued amount and not actual cash receipts; in other words the amounts billed. The transfers recognised represents only that portion of the grants and subsidies of which the conditions has been met; in otherwise only reflect the expenditure and not the receipts.

The other sources of revenue that have material variances in rand value are:

- **Interest Earned – External investments**

The actual amount for Interest on Investments is R2, 371 million and this amount constitutes 144% of the year to date budget amount which is R1,648 million.

- **Other revenue**

Other Revenue is made up of contribution from LG Seta and revenue generated from Photostats.

3.2.2 Financial Position

The detail of this section can be found in Section 4 of this report Table C6 (Financial Position) below:

The financial position indicates what position Joe Gqabi District Municipality is considering things like the assets, liabilities and the equity at the end of November 2015.

The current accumulated surplus of the municipality as at 30 November 2015 is R1. 326 billion.

3.2.2.1 Current Assets

- **Cash**

The amount of R16 000 also includes cash floats in the form of petty cash and cashier floats. The rest is the “cashbook balance” of the primary bank account.

- **Call Investment Deposits**

Call investment deposits consist of investments made with various institutions when there is surplus cash available in the main bank account. These monies are then transferred to the general bank account and as when needed. The investment policy is used to determine what bank to invest money into.

A monthly investment register is submitted to management.

- **Other debtors**

The other debtors represent the movement which is due to monthly deductions from the staff member’s salaries and ex staff members.

- **Inventory**

-The year to date value of inventory as at 30 November 2015 is R3.373 million.

The current ratio of the month is 0.92 of which is below the norm of 1.5 – 2.1, and this highlights serious financial challenges of the municipality and likely liquidity problems *i.e.* insufficient cash to meet short-term financial obligations. Current assets must therefore be increased to appropriately cover current liabilities otherwise there is a risk that non-current assets will need to be liquidated to settle current liabilities

3.2.2.2 Non-Current Assets

The year to date non-current assets is R1.377 billion which constitutes 93% of the adjustment budget of R 1.479 billion and this reflects that the municipality is still in line with its budget for this line item.

3.2.2.3 Current Liabilities

- **Trade and other payables**

The detail of this section can be found in Section 6 of this report Table C6 (Statement of Financial Position and SC4 (Aged Creditors)).

The amount of the trade and other payables as at 30 November 2015 is R162,701 million and this amount includes creditors, provisions, and unspent conditional grants.

The actual total amount of creditors as at 30 November 2015 is R6, 296 million.

It must be noted that the age analysis is based on invoice date not invoice received. So in terms of the MFMA requirements the DM is complying.

3.2.2 Cash Flow

The detail of this section can be found in Section 4 of this report Table C7 (Cash Flow)

The cash flow statement of the month indicates that the municipality has ended the month with a negative cash balance of R1, 432 million.

3.3 Remedial or corrective steps

The remedial or corrective steps are listed in order of importance below:

3.3.1 *Bank reconciliation*

The daily automated bank reconciliation is functioning but we have faced challenges with it which led to us reverting back to the manual bank reconciliation. However, the information is derived from the system and the necessary journals are identified early and processed as and when they occur.

3.3.2 Monthly Procedures

To get the in-year figures more accurate the monthly actions with regard to the following have been instituted:

- Contributions of medical aid for pensioners;
- Creditors and Debtors reconciliations
- VAT reconciliation;
- Depreciation;
- Short term portion of long-term liabilities; and
- Recognition of interest earned both for call deposits and non-current investments
- Identifying incorrect allocations and wrong vote classifications

3.3.3 Recognition of Trade payables

There is a monthly integrity report that is throwing exceptions on the creditor's module. This matter has been reported to the relevant manager and is being addressed.

3.5 Conclusion

JGDM had many challenges during the last financial year due to the effects of taking over the water and sanitation services from the local municipalities. SCM issues like getting suppliers and making new arrangements have had challenges. These are expected to normalise.

The daily cash flow analysis is an issue that together with the daily bank reconciliations is assisting the Finance Department to continue with its determined goal of turning the cash flow crisis around. However, an aim for the finance department is to have the daily cash flow generated directly from the system and not to be done manually.

The fact that the asset module and the payroll module of SAMRAS are not being used results in the SAMRAS system not being utilized to its full potential. Management is in the process of investigating this matter. The use of these two modules has many benefits and will eliminate any integration errors. A project plan is in place to implement these.

The audit for 2014/2015 has been completed and the municipality received a clean audit results.

Section 4 – In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1: Monthly Budget Statement Summary (This table provide a summary of the most important information by pulling its information from the other tables to follow.)

DC14 Joe Gqabi - Table C1 Monthly Budget Statement Summary - M05 November

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	42,865	62,281	62,281	1,606	6,662	43,920	(37,259)	-85%	71,801
Investment revenue	3,901	3,368	3,368	244	2,371	1,648	722	44%	7,262
Transfers recognised - operational	235,192	351,410	351,410	69,929	167,521	214,472	(46,951)	-22%	298,005
Other own revenue	7,404	4,756	4,756	20	188	2,012	(1,824)	-91%	7,583
Total Revenue (excluding capital transfers and contributions)	289,362	421,815	421,815	71,800	176,741	262,053	(85,311)	-33%	384,652
Employee costs	153,749	179,963	179,373	20,776	70,949	74,739	(3,790)	-5%	173,353
Remuneration of Councillors	5,263	6,031	6,031	419	2,101	2,513	(412)	-16%	4,946
Depreciation & asset impairment	44,240	47,867	47,867	–	14,747	90,325	(75,579)	-84%	32,758
Finance charges	4,462	2,294	2,294	–	259	261	(2)	-1%	2,081
Materials and bulk purchases	3,004	10,480	10,480	371	371	4,367	(3,996)	-92%	5,525
Transfers and grants	–	26,316	26,316	886	2,555	5,482	(2,927)	-20%	20,202
Other expenditure	275,813	194,704	195,297	19,885	72,884	81,751	(8,867)	-11%	170,378
Total Expenditure	486,531	467,654	467,657	42,337	163,865	259,438	(95,573)	-37%	409,243
Surplus/(Deficit)	(197,169)	(45,839)	(45,842)	29,463	12,876	2,614	10,262	393%	(24,591)
Transfers recognised - capital	209,242	238,814	238,814	46,054	109,148	95,856	13,292	14%	277,269
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	12,073	192,975	192,972	75,517	122,024	98,470	23,554	24%	252,678
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	12,073	192,975	192,972	75,517	122,024	98,470	23,554	24%	252,678
Capital expenditure & funds sources									
Capital expenditure	–	234,661	234,661	14,837	59,208	130,251	(71,043)	-55%	234,661
Capital transfers recognised	–	122,644	122,644	12,481	38,812	69,869	(31,057)	-44%	–
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	–	22,500	22,500	1,443	2,611	22,500	(19,889)	-88%	22,500
Internally generated funds	–	89,517	89,517	913	17,785	37,882	(20,097)	-53%	212,161
Total sources of capital funds	–	234,661	234,661	14,837	59,208	130,251	(71,043)	-55%	234,661
Financial position									
Total current assets	112,939	87,350	87,350	–	206,018	–	–	–	87,350
Total non current assets	1,288,280	1,479,021	1,479,021	–	1,377,974	–	–	–	1,479,021
Total current liabilities	159,975	36,770	36,770	–	224,889	–	–	–	36,770
Total non current liabilities	35,866	72,173	72,173	–	32,485	–	–	–	72,173
Community wealth/Equity	1,205,438	1,270,200	1,270,200	–	1,133,644	–	–	–	1,270,200
Cash flows									
Net cash from (used) operating	101,449	105,576	(149)	(17,518)	24,030	230,404	(206,374)	-90%	105,576
Net cash from (used) investing	(94,743)	(120,433)	107	(14,780)	(59,038)	(50,181)	(8,858)	18%	(120,433)
Net cash from (used) financing	(229)	(1,001)	–	–	(216)	(417)	201	-48%	(1,001)
Cash/cash equivalents at the month/year end	23,846	(48,974)	(60)	–	(1,432)	146,690	(148,123)	-101%	17,934
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	16,907	10,787	7,072	25,441	8,429	95,056	–	–	163,694
Creditors Age Analysis									
Total Creditors	1,839	585	1,124	333	2,414	–	–	–	6,236

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

(This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions.)

DC14 Joe Gqabi - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - MD5 November

Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		202,935	226,453	226,453	70,193	160,201	168,802	(8,602)	-5%	221,907
Executive and council		5,490	6,800	6,800	-	-	3,020	(3,020)	-100%	4,300
Budget and treasury office		196,187	219,153	219,153	70,192	160,127	165,459	(5,332)	-3%	217,505
Corporate services		1,258	500	500	1	73	323	(249)	-77%	102
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		204,229	222,695	222,695	28,726	99,504	92,903	6,601	7%	262,281
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		199,980	211,729	211,729	28,726	99,504	90,992	8,512	9%	253,187
Environmental protection		4,249	10,966	10,966	-	-	1,911	(1,911)	-100%	9,094
<i>Trading services</i>		132,570	211,481	211,481	18,934	26,185	96,203	(70,018)	-73%	175,291
Electricity		-	-	-	-	-	-	-	-	-
Water		110,230	199,471	199,471	18,934	25,217	86,735	(61,518)	-71%	159,800
Waste water management		22,280	12,010	12,010	-	968	9,469	(8,500)	-90%	15,491
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	539,735	660,629	660,629	117,854	285,890	357,909	(72,019)	-20%	659,479
Expenditure - Standard										
<i>Governance and administration</i>		157,063	151,265	151,268	10,403	42,602	66,945	(24,342)	-36%	138,985
Executive and council		32,719	37,831	37,834	4,815	15,136	17,263	(2,128)	-12%	30,851
Budget and treasury office		82,190	66,297	66,297	2,881	14,831	31,416	(16,585)	-53%	63,256
Corporate services		42,154	47,137	47,137	2,707	12,636	18,266	(5,630)	-31%	44,878
<i>Community and public safety</i>		13,851	14,087	14,087	1,564	6,243	5,892	351	6%	13,913
Community and social services		2,911	2,208	2,208	161	1,071	932	139	15%	2,487
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		10,940	11,879	11,879	1,403	5,172	4,960	212	4%	11,425
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		141,862	149,646	149,646	17,222	63,774	64,831	(1,057)	-2%	118,915
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		125,639	126,614	126,614	15,539	57,317	45,723	11,594	25%	103,197
Environmental protection		16,223	23,032	23,032	1,684	6,457	19,109	(12,652)	-66%	15,718
<i>Trading services</i>		173,755	152,656	152,656	13,148	51,246	121,770	(70,524)	-58%	137,431
Electricity		-	-	-	-	-	-	-	-	-
Water		128,997	132,225	131,925	11,673	42,359	83,275	(40,915)	-49%	117,961
Waste water management		44,758	20,431	20,731	1,474	8,887	38,496	(29,609)	-77%	19,469
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	486,531	467,654	467,657	42,337	163,865	259,438	(95,573)	-37%	409,243
Surplus/ (Deficit) for the year		53,204	192,975	192,972	75,517	122,024	98,470	23,554	24%	250,236

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

(The budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality. As part of Table C3; a table with the sub-votes is also prepared.)

DC14 Joe Gqabi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M05 November

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - MANAGEMENT SERVICES		5,490	6,800	6,800	-	-	3,020	(3,020)	-100.0%	4,300
Vote 2 - FINANCIAL SERVICES		280,182	281,434	281,434	71,798	166,789	209,379	(42,591)	-20.3%	289,306
Vote 3 - CORPORATE SERVICES		1,258	500	500	1	73	323	(249)	-77.2%	102
Vote 4 - TECHNICAL SERVICES		248,555	360,929	360,929	46,054	119,027	143,275	(24,248)	-16.9%	366,677
Vote 5 - COMMUNITY SERVICES		4,249	10,966	10,966	-	-	1,911	(1,911)	-100.0%	9,094
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	539,735	660,629	660,629	117,854	285,890	357,909	(72,019)	-20.1%	659,479
Expenditure by Vote	1									
Vote 1 - MANAGEMENT SERVICES		32,719	37,831	37,834	4,815	15,136	17,263	(2,128)	-12.3%	30,851
Vote 2 - FINANCIAL SERVICES		82,190	66,297	66,297	2,881	14,831	31,416	(16,585)	-52.8%	63,256
Vote 3 - CORPORATE SERVICES		42,154	47,137	47,137	2,707	12,636	18,266	(5,630)	-30.8%	44,878
Vote 4 - TECHNICAL SERVICES		286,723	263,986	263,986	27,551	103,891	160,894	(57,003)	-35.4%	228,566
Vote 5 - COMMUNITY SERVICES		42,746	52,403	52,403	4,383	17,372	31,600	(14,228)	-45.0%	41,692
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	486,531	467,654	467,657	42,337	163,865	259,438	(95,573)	-36.8%	409,243
Surplus/ (Deficit) for the year	2	53,204	192,975	192,972	75,517	122,024	98,470	23,554	23.9%	250,236

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

(This table reflects the operating budget and actual figures of the financial performance. The revenue is specifically set out by source due to the fact that Council approves the revenue budget by source and the expenditure budget by vote.)

DC14 Joe Gqabi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-
Service charges - water revenue		24,734	50,271	50,271	1,606	6,662	34,451	(27,790)	-81%	56,310
Service charges - sanitation revenue		18,131	12,010	12,010	-	-	9,469	(9,469)	-100%	15,491
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-
Interest earned - external investments		3,901	3,368	3,368	244	2,371	1,648	722	44%	4,820
Interest earned - outstanding debtors		5,808	2,704	2,704	-	-	1,471	(1,471)	-100%	2,442
Dividends received		-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-
Agency services		-	112	112	-	-	39	(39)	-100%	112
Transfers recognised - operational		236,192	351,410	351,410	69,929	167,521	214,472	(46,951)	-22%	298,005
Other revenue		1,668	1,940	1,940	20	188	503	(314)	-63%	5,029
Gains on disposal of FFE		(72)	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		289,362	421,815	421,815	71,800	176,741	262,053	(85,311)	-33%	382,210
Expenditure By Type										
Employee related costs		153,749	179,963	179,373	20,776	70,949	74,739	(3,790)	-5%	173,363
Remuneration of councillors		5,263	6,031	6,031	419	2,101	2,513	(412)	-16%	4,946
Debt impairment		74,777	19,583	19,583	-	-	10,881	(10,881)	-100%	18,812
Depreciation & asset impairment		44,240	47,867	47,867	-	14,747	90,325	(75,579)	-84%	32,758
Finance charges		4,462	2,294	2,294	-	259	261	(2)	-1%	2,081
Bulk purchases		3,004	10,480	10,480	371	371	4,367	(3,996)	-92%	5,525
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		-	-	-	-	-	-	-	-	-
Transfers and grants		-	26,316	26,316	886	2,555	5,482	(2,927)	-53%	20,202
Other expenditure		196,880	175,121	175,714	19,885	72,884	70,870	2,014	3%	151,566
Loss on disposal of FFE		4,156	-	-	-	-	-	-	-	-
Total Expenditure		486,531	467,654	467,657	42,337	163,865	259,438	(95,573)	-37%	409,243
Surplus/(Deficit)		(197,169)	(45,839)	(45,842)	29,463	12,876	2,614	10,262	0	(27,033)
Transfers recognised - capital		209,242	238,814	238,814	46,054	109,148	96,856	13,292	0	277,269
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		12,073	192,975	192,972	75,517	122,024	98,470			250,236
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		12,073	192,975	192,972	75,517	122,024	98,470			250,236
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		12,073	192,975	192,972	75,517	122,024	98,470			250,236
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		12,073	192,975	192,972	75,517	122,024	98,470			250,236

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

DC14 Joe Gqabi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M05 November

Vote Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - MANAGEMENT SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - MANAGEMENT SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - FINANCIAL SERVICES		-	200	200	-	-	83	(83)	-100%	200
Vote 3 - CORPORATE SERVICES		-	2,475	2,475	32	79	1,615	(1,535)	-95%	2,475
Vote 4 - TECHNICAL SERVICES		-	226,986	226,986	14,806	59,128	123,553	(64,424)	-52%	226,986
Vote 5 - COMMUNITY SERVICES		-	5,000	5,000	-	-	5,000	(5,000)	-100%	5,000
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	234,661	234,661	14,837	59,208	130,251	(71,043)	-55%	234,661
Total Capital Expenditure		-	234,661	234,661	14,837	59,208	130,251	(71,043)	-55%	234,661
Capital Expenditure - Standard Classification										
Governance and administration		-	2,675	2,675	32	79	1,698	(1,619)	-95%	2,675
Executive and council		-	-	-	-	-	-	-	-	-
Budget and treasury office		-	200	200	-	-	83	(83)	-100%	200
Corporate services		-	2,475	2,475	32	79	1,615	(1,535)	-95%	2,475
Community and public safety		-	5,000	5,000	-	-	5,000	(5,000)	-100%	5,000
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	5,000	5,000	-	-	5,000	(5,000)	-100%	5,000
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	226,986	226,986	14,806	59,128	123,553	(64,424)	-52%	226,986
Electricity		-	-	-	-	-	-	-	-	-
Water		-	170,258	174,258	13,517	47,218	97,776	(50,558)	-52%	174,258
Waste water management		-	56,728	52,728	1,288	11,911	25,777	(13,857)	-54%	52,728
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	-	234,661	234,661	14,837	59,208	130,251	(71,043)	-55%	234,661
Funded by:										
National Government		-	122,644	122,644	12,481	38,812	69,869	(31,057)	-44%	131,281
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	(131,281)
Transfers recognised - capital		-	122,644	122,644	12,481	38,812	69,869	(31,057)	-44%	-
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	22,500	22,500	1,443	2,611	22,500	(19,889)	-88%	22,500
Internally generated funds		-	89,517	89,517	913	17,785	37,882	(20,097)	-53%	212,161
Total Capital Funding		-	234,661	234,661	14,837	59,208	130,251	(71,043)	-55%	234,661

4.1.6 Table C6: Monthly Budget Statement - Financial Position

DC14 Joe Gqabi - Table C6 Monthly Budget Statement - Financial Position - M05 November

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		38,102	3,505	3,505	16	3,505
Call investment deposits		35,091	17,469	17,469	124,032	17,469
Consumer debtors		43,602	52,808	52,808	67,278	52,808
Other debtors		(6,814)	10,000	10,000	11,319	10,000
Current portion of long-term receivables		–	–	–	–	–
Inventory		3,018	3,568	3,568	3,373	3,568
Total current assets		112,999	87,350	87,350	206,018	87,350
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		3,195	3,402	3,402	3,305	3,402
Investment property		2,621	2,894	2,894	2,560	2,894
Investments in Associate		–	–	–	–	–
Property, plant and equipment		1,280,256	1,469,379	1,469,379	1,370,661	1,469,379
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		2,208	3,346	3,346	1,448	3,346
Other non-current assets		–	–	–	–	–
Total non current assets		1,288,280	1,479,021	1,479,021	1,377,974	1,479,021
TOTAL ASSETS		1,401,279	1,566,371	1,566,371	1,583,992	1,566,371
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	33,080	–
Borrowing		(878)	1,350	1,350	936	1,350
Consumer deposits		–	1,250	1,250	–	1,250
Trade and other payables		143,960	4,153	4,153	162,701	4,153
Provisions		16,893	30,017	30,017	28,171	30,017
Total current liabilities		159,975	36,770	36,770	224,889	36,770
Non current liabilities						
Borrowing		5,740	42,723	42,723	5,653	42,723
Provisions		30,126	29,450	29,450	26,832	29,450
Total non current liabilities		35,866	72,173	72,173	32,485	72,173
TOTAL LIABILITIES		195,841	108,943	108,943	257,374	108,943
NET ASSETS	2	1,205,438	1,457,428	1,457,428	1,326,618	1,457,428
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1,205,438	1,270,200	1,270,200	1,326,618	1,270,200
Reserves		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	1,205,438	1,270,200	1,270,200	1,326,618	1,270,200

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

DC14 Joe Gqabi - Table C7 Monthly Budget Statement - Cash Flow - M05 November

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		47,817	81,939	29	1,836	6,130	34,141	(28,011)	-82%	81,939
Government - operating		311,264	254,204	244	91,736	297,327	297,327	-		254,204
Government - capital		96,876	209,478	-	50,020	240,674	87,283	153,391	176%	209,478
Interest		4,535	2,394	3	12	133	997	(864)	-87%	2,394
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(345,992)	(348,588)	(361)	(161,122)	(519,884)	(151,957)	367,928	-242%	(348,588)
Finance charges		(764)	(4,121)	(8)	-	(350)	-	350	#DIV/0!	(4,121)
Transfers and Grants		(12,286)	(89,730)	(56)	-	-	(37,388)	(37,388)	100%	(89,730)
NET CASH FROM/(USED) OPERATING ACTIVITIES		101,449	105,576	(149)	(17,518)	24,030	230,404	(206,374)	-90%	105,576
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		150	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-	-	25	115	-	115	#DIV/0!	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		219	231	-	-	-	96	(96)	-100%	231
Payments										
Capital assets		(95,112)	(120,664)	107	(14,806)	(59,153)	(50,277)	8,876	-18%	(120,664)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(94,743)	(120,433)	107	(14,780)	(59,038)	(50,181)	8,858	-18%	(120,433)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		171	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		(399)	(1,001)	-	-	(216)	(417)	(201)	48%	(1,001)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(229)	(1,001)	-	-	(216)	(417)	(201)	48%	(1,001)
NET INCREASE/ (DECREASE) IN CASH HELD		6,478	(15,858)	(43)	(32,299)	(35,224)	179,806			(15,858)
Cash/cash equivalents at beginning		17,368	(33,116)	(17)		33,792	(33,116)			33,792
Cash/cash equivalents at month/year end		23,846	(48,974)	(60)		(1,432)	146,690			17,934

PART 2 – IN-YEAR REPORT

Section 5 – Debtors' analysis

5.1 Supporting Table SC3

The table below shows debtor's listing from Local Municipalities and billing information is journalised monthly. The debtors are very high as no bad debts have been written off.

Debtors are not being managed by means of the SAMRAS system. The figures on the table below are not accurate as the debtor's list is also not being balanced to the General Ledger. The municipality is in the process of resolving this issue.

DC14.Joe Gqabi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November

Description	NT Code	Budget Year 2015/16									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dye-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	6,477	8,940	5,442	6,897	6,879	62,538	-	-	97,173	76,314	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	2,026	1,847	1,630	1,621	1,551	32,518	-	-	41,193	35,690	-	-
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	8,404	-	-	16,923	-	-	-	-	25,327	16,923	-	-
Total By Income Source	2000	16,907	10,787	7,072	25,441	8,429	95,056	-	-	163,694	128,927	-	-
2014/15 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-	-
Commercial	2300	-	-	-	-	-	-	-	-	-	-	-	-
Households	2400	8,503	10,787	7,072	8,518	8,429	95,056	-	-	138,367	112,004	-	-
Other	2500	8,404	-	-	16,923	2,669	-	-	2,886	31,082	22,678	-	-
Total By Customer Group	2600	16,907	10,787	7,072	25,441	11,298	95,056	-	2,886	169,448	134,681	-	-

Section 6 – Creditors' analysis

6.1 Supporting Table SC4

The table below is the reflection of the creditor's age analysis as at 30 November 2015 with the total creditors of R6.296 million.

DC14 Joe Gqabi - Supporting Table SC4 Monthly Budget Statement - aged creditors - MD5 November

Description	NT Code	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	
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	1	23	-	-	-	-	-	-	24
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	1,838	562	1,124	333	2,414	-	-	-	6,272
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	1,839	585	1,124	333	2,414	-	-	-	6,296

Section 7 – Investment portfolio analysis

7.1 Supporting Table SC5

The investments of Joe Gqabi are represented by the investment in the entity Jogeda and a zero coupon investment at DBSA. The current investment register will be changed to make provision for call investment deposits (Deposits shorter than 90 days); Short term investments (Deposits longer than 90 days but shorter than 12 months) and non-current investments.

Table SC5 correctly represent only the non current investments to the value of R 3.305 million.

DC14 Joe Gqabi - Supporting Table SC5 Monthly Budget Statement - investment portfolio - MD5 November

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
R thousands									
Municipality									
JOGEDA		NA	Entity	NA	NA	NA	2,226	(332)	1,894
DBSA			Zero coupon		8		1,385	16	1,411
Municipality sub-total					8		3,622	(317)	3,305
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				8		3,622	(317)	3,305

Section 8 – Allocation and grant receipts and expenditure

8.1 Supporting Table SC6 – Grants

This table below shows the status of grants transfer and expenditure to date

Grant Reconciliation JULY 2015 TO JUNE 2016											
Name of Grant		Opening Balance	Receipts YTD	Transferred to I/S July	Transferred to I/S August	Transferred to I/S September	Transferred to I/S October	Transferred to I/S November	TOTAL YTD Transferred to I/S	Closing Balance-UNSPENT	% spent
DWAF	OPEX	(5,749.63)	-	-	-	-	-	-	-	(5,749.63)	#DIV/0!
Environmental Health Practitioner	OPEX	(2,023,389.68)	-	-	-	-	-	-	-	(2,023,389.68)	#DIV/0!
Finance Management Grant	OPEX	35.70	1,250,000.00	(46,520.73)	(35,745.18)	(58,984.15)	(38,938.38)	(109,407.37)	(289,595.81)	960,439.89	76.84
MIG	CAPEX	23,634,898.00	116,520,000.00	-	(5,301,084.97)	(13,120,384.72)	(42,476,876.44)	(28,726,268.09)	(89,624,614.22)	50,530,283.78	43.37
MSIG	OPEX	1,122.00	940,000.00	(5,883.04)	(112,860.00)	(70,496.20)	(6,641.07)	-	(195,880.31)	745,241.69	79.28
Rural Roads Asset Management	OPEX	29,463.00	2,080,000.00	-	-	-	(845,907.41)	-	(845,907.41)	1,263,555.59	60.75
Expanded Public Works Programs	OPEX	(437.42)	552,000.00	-	(108,135.78)	(126,499.24)	(126,445.28)	(143,642.98)	(504,723.28)	46,839.30	8.49
Public Works Special Programs	OPEX	(5,193,332.94)	5,193,332.94	(1,866,718.93)	(2,050,301.75)	(2,373,460.64)	(2,381,888.96)	(3,132,008.32)	(11,804,378.60)	(11,804,378.60)	(227.30)
Water Services Operating Subsidy	CAPEX	34,433.00	3,750,000.00	-	-	-	-	-	-	3,784,433.00	100.92
LGSETA	OPEX	(242,960.00)	204,654.47	-	-	(57,000.00)	(65,509.80)	(52,145.00)	(174,654.80)	(212,960.33)	(104.06)
MWIG	CAPEX	14,110.00	18,758,000.00	-	-	-	(1,227,340.90)	(4,025,467.86)	(5,252,808.76)	13,519,301.24	72.07
RBIG	CAPEX	(1,723,229.00)	-	-	-	-	(1,029,523.30)	-	(1,029,523.30)	(2,752,752.30)	#DIV/0!
Drought Relief	CAPEX	-	12,993,528.64	-	-	-	-	(12,993,528.63)	(12,993,528.63)	0.01	0.00
Department of Human Settlement	CAPEX	(5,134,499.00)	-	-	-	-	-	(308,688.68)	(308,688.68)	(5,443,187.68)	#DIV/0!
										-	#DIV/0!
		16,248,192.03	149,247,987.41	(1,919,122.70)	(7,608,127.68)	(15,806,824.95)	(47,169,548.24)	(36,188,939.62)	(108,692,563.19)	56,803,616.25	

Grant Reconciliation JULY 2015 TO JUNE 2016											
Name of Grant		Opening Balance	Receipts YTD	Transferred to I/S July	Transferred to I/S August	Transferred to I/S September	Transferred to I/S October	Transferred to I/S November	TOTAL YTD Transferred to I/S	Closing Balance-UNSPENT	% spent
DWAF	OPEX	(5,749.63)	-	-	-	-	-	-	-	(5,749.63)	#DIV/0!
Environmental Health Practitioner	OPEX	(2,023,389.68)	-	-	-	-	-	-	-	(2,023,389.68)	#DIV/0!
Finance Management Grant	OPEX	35.70	1,250,000.00	(46,520.73)	(35,745.18)	(58,984.15)	(38,938.38)	(109,407.37)	(289,595.81)	960,439.89	76.84
MIG	CAPEX	23,634,898.00	116,520,000.00	-	(5,301,084.97)	(13,120,384.72)	(42,476,876.44)	(28,726,268.09)	(89,624,614.22)	50,530,283.78	43.37
MSIG	OPEX	1,122.00	940,000.00	(5,883.04)	(112,860.00)	(70,496.20)	(6,641.07)	-	(195,880.31)	745,241.69	79.28
Rural Roads Asset Management	OPEX	29,463.00	2,080,000.00	-	-	-	(845,907.41)	-	(845,907.41)	1,263,555.59	60.75
Expanded Public Works Programs	OPEX	(437.42)	552,000.00	-	(108,135.78)	(126,499.24)	(126,445.28)	(143,642.98)	(504,723.28)	46,839.30	8.49
Public Works Special Programs	OPEX	(5,193,332.94)	5,193,332.94	(1,866,718.93)	(2,050,301.75)	(2,373,460.64)	(2,381,888.96)	(3,132,008.32)	(11,804,378.60)	(11,804,378.60)	(227.30)
Water Services Operating Subsidy	CAPEX	34,433.00	3,750,000.00	-	-	-	-	-	-	3,784,433.00	100.92
LGSETA	OPEX	(242,960.00)	204,654.47	-	-	(57,000.00)	(65,509.80)	(52,145.00)	(174,654.80)	(212,960.33)	(104.06)
MWIG	CAPEX	14,110.00	18,758,000.00	-	-	-	(1,227,340.90)	(4,025,467.86)	(5,252,808.76)	13,519,301.24	72.07
RBIG	CAPEX	(1,723,229.00)	-	-	-	-	(1,029,523.30)	-	(1,029,523.30)	(2,752,752.30)	#DIV/0!
Drought Relief	CAPEX	-	12,993,528.64	-	-	-	-	(12,993,528.63)	(12,993,528.63)	0.01	0.00
Department of Human Settlement	CAPEX	(5,134,499.00)	-	-	-	-	-	(308,688.68)	(308,688.68)	(5,443,187.68)	#DIV/0!
										-	#DIV/0!
		16,248,192.03	149,247,987.41	(1,919,122.70)	(7,608,127.68)	(15,806,824.95)	(47,169,548.24)	(36,188,939.62)	(108,692,563.19)	56,803,616.25	

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

9.1 Supporting Table C8

Table SC8 seeks to comply with the reporting requirements of Sect 66 of the MFMA regarding disclosure of expenditure on staff benefits.

DC14 Joe Gqabi - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M05 November

Summary of Employee and Councillor remuneration	Ref	2014/15		Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		3,573	2,972	2,972	283	1,415	1,238	177	14%	2,972
Pension and UIF Contributions		441	453	453	38	192	189	4	2%	453
Medical Aid Contributions		108	111	111	9	46	46	(0)	-1%	110
Motor Vehicle Allowance		864	1,341	1,341	67	335	559	(224)	-40%	1,062
Cellphone Allowance		222	580	580	17	90	242	(151)	-63%	280
Housing Allowances		12	518	518	1	5	216	(211)	-98%	15
Other benefits and allowances		43	57	57	3	17	24	(6)	-27%	55
Sub Total - Councillors		5,263	6,031	6,031	419	2,101	2,513	(412)	-16%	4,946
% increase	4		14.6%	14.6%						-6.0%
Senior Managers of the Municipality										
Basic Salaries and Wages		5,702	6,307	6,307	394	1,971	2,628	(657)	-25%	6,307
Pension and UIF Contributions		199	213	213	18	88	89	(1)	-1%	213
Medical Aid Contributions		107	121	121	7	33	50	(18)	-35%	121
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		1,202	1,321	1,321	-	-	551	(551)	-100%	1,321
Motor Vehicle Allowance		600	664	664	40	198	277	(79)	-29%	624
Cellphone Allowance		83	91	91	8	38	38	(0)	-1%	91
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		141	161	161	12	44	67	(23)	-34%	161
Payments in lieu of leave		183	492	492	171	171	205	(34)	-17%	363
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		8,219	9,370	9,370	648	2,542	3,904	(1,362)	-35%	9,201
% increase	4		14.0%	14.0%						11.9%
Other Municipal Staff										
Basic Salaries and Wages		93,710	108,594	108,004	8,569	42,177	45,002	(2,825)	-6%	102,680
Pension and UIF Contributions		12,332	11,267	11,267	1,205	5,854	4,694	1,160	25%	11,213
Medical Aid Contributions		5,386	5,749	5,749	501	2,497	2,395	102	4%	5,749
Overtime		4,509	4,378	4,378	769	2,751	1,824	927	51%	4,354
Performance Bonus		8,683	17,595	17,595	7,477	7,923	7,331	592	8%	18,077
Motor Vehicle Allowance		4,525	7,302	7,302	594	2,783	3,042	(259)	-9%	6,756
Cellphone Allowance		1,157	1,279	1,279	106	539	533	6	1%	1,202
Housing Allowances		730	783	783	86	427	326	101	31%	780
Other benefits and allowances		6,719	8,020	8,020	815	3,358	3,342	17	1%	7,641
Payments in lieu of leave		4,548	5,628	5,628	6	97	2,345	(2,248)	-96%	5,689
Long service awards		680	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		2,542	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		145,530	170,593	170,003	20,128	68,407	70,835	(2,428)	-3%	164,152
% increase	4		17.2%	16.8%						12.8%
Total Parent Municipality		159,012	185,993	185,403	21,195	73,050	77,251	(4,202)	-5%	178,299

Section 10 – Capital programme performance

10. Supporting Table C13

Supporting Tables SC13 include the following:

- SC13a: Capital expenditure on new assets by asset class
- SC13b: Capital expenditure on renewal of existing assets by asset class

These two tables total to Table C5.

DC14 Joe Gqabi - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M05 November

Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
1										
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		-	124,871	124,871	13,302	45,150	62,067	16,917	27.3%	124,871
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges		-	-	-	-	-	-	-	-	-
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	79,897	83,897	12,013	32,618	47,020	14,402	30.6%	83,897
Dams & Reservoirs		-	4,386	4,386	-	-	1,827	1,827	100.0%	4,386
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	75,511	79,511	12,013	32,618	45,193	12,575	27.8%	79,511
Infrastructure - Sanitation		-	44,974	40,974	1,288	12,532	15,046	2,515	16.7%	40,974
Reticulation		-	44,974	40,944	1,288	12,532	15,046	2,515	16.7%	40,974
Sewerage purification		-	-	30	-	-	-	-	-	-
Infrastructure - Other		-	-	-	0	0	-	(0)	#DIV/0!	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	0	0	-	(0)	#DIV/0!	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		-	109,315	109,315	1,536	14,068	67,986	53,928	79.3%	109,315
General vehicles		-	12,754	12,754	-	-	11,731	11,731	100.0%	12,754
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	95,361	95,361	1,504	13,979	55,755	41,777	74.9%	95,361
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-
Furniture and other office equipment		-	1,200	1,000	-	13	417	404	96.9%	1,000
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	-	200	32	67	83	17	20.2%	200
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	(0)	(0)	-	0	#DIV/0!	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	-	234,186	234,186	14,837	59,208	130,053	70,845	54.9%	234,186

- SC13c: Expenditure on repairs and maintenance by asset class

The capital budget projects or items should be split between new and replacement. The original approved budget did not provide the detail in order to do this. At present all capital projects/items is captured as if it is new assets.

DC14 Joe Gqabi - Supporting Table SC13c: Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M05 November

Description	Ref	2014/15		Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		12,198	9,582	10,582	692	2,877	5,079	2,202	43.3%	6,554
Infrastructure - Road transport		3,894	1,283	2,283	251	1,318	707	(610)	-86.2%	2,089
Roads, Pavements & Bridges		3,894	1,283	2,283	251	1,318	707	(610)	-86.2%	2,089
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		8,305	8,299	8,299	441	1,560	4,372	2,812	64.3%	4,465
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		8,305	8,299	8,299	441	1,560	4,372	2,812	64.3%	4,465
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		815	930	810	8	71	446	375	84.1%	197
General vehicles		64	280	160	-	0	67	66	99.7%	35
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-
Furniture and other office equipment		92	50	50	-	7	60	54	89.0%	7
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		659	600	600	8	64	319	255	79.8%	155
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure		13,013	10,512	11,392	700	2,949	5,525	2,577	46.6%	6,751

Section 11 – Material variances to the SDBIP

11.1 Overview

No comments apart from those already mentioned in the executive summary.

Section 12 – Other supporting documentation

12.1 Other information

None

Section 13 – Municipal Manager’s quality certification

QUALITY CERTIFICATE

I, ZA Williams, the Municipal Manager of Joe Gqabi District Municipality, hereby certifies that:

the monthly budget statement;

quarterly report on the implementation of the budget;

mid-year budget and performance assessment;

For the month November 2015 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act.

Print Name: _____

Municipal Manager of Joe Gqabi District Municipality (DC14)

Signature: _____

Date: 14.12.2015_____