

QUARTERLY REPORT
4th QUARTER
APRIL 2010 – JUNE 2010



STEVE TSHWETE
LOCAL MUNICIPALITY
MP 313

AGENDA ITEM FOR MAYORAL COMMITTEE MEETING

HEADING: QUARTERLY REPORT: 1 APRIL 2010 UNTIL 30 JUNE 2010

Town Clerk Number:
Town Secretary Reference Number: MF: 9/2/1
Contact Person: L. Prinsloo

ITEM TRANSFERRED TO: File: 0000R15208.MM
Date initiated: 5 July, 2010

Annexures attached as **ANNEXURE A page 1-6; ANNEXURE B page 1-4;**
ANNEXURE C page 1-6;

Report by the Executive Manager Finance

1. Section 52(d) of the Municipal Finance Management Act, Act 56 of 2003 stipulates:

“The mayor of a municipality, must within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality”.

2. New draft quarterly reporting documents were drawn up in line with the monthly reporting formats of National Treasury. This will ensure a uniform basis for all in-year reporting to Council. The draft reports are attached as **ANNEXURES**.

3. **ANNEXURE A**
Quarterly Budget Statement – Operating

- a) Table C1 – Quarterly budget statement summary

This table provides an overview of quarterly performance for both the operating and capital budgets, and also provides an overview of debtors and creditors at the end of the quarter.

- b) Table C2 – Financial performance by vote

This table compares the actual revenue and expenditure per vote per quarter, as well as measures year to date, actual revenue and expenditure with planned figures.

- c) Table C4 – Financial performance by categories

This table provides the quarterly detail for revenue by source and expenditure by type. Detail explanations on deviations have been provided in the April to June 2010 monthly reports, where percentages differ with more / less than 10%.

Furthermore, it can be said that the actual year to date revenue at the end of the third quarter was 3% more than the planned figure, whilst the actual year to date expenditure was 2% higher than the planned figure.

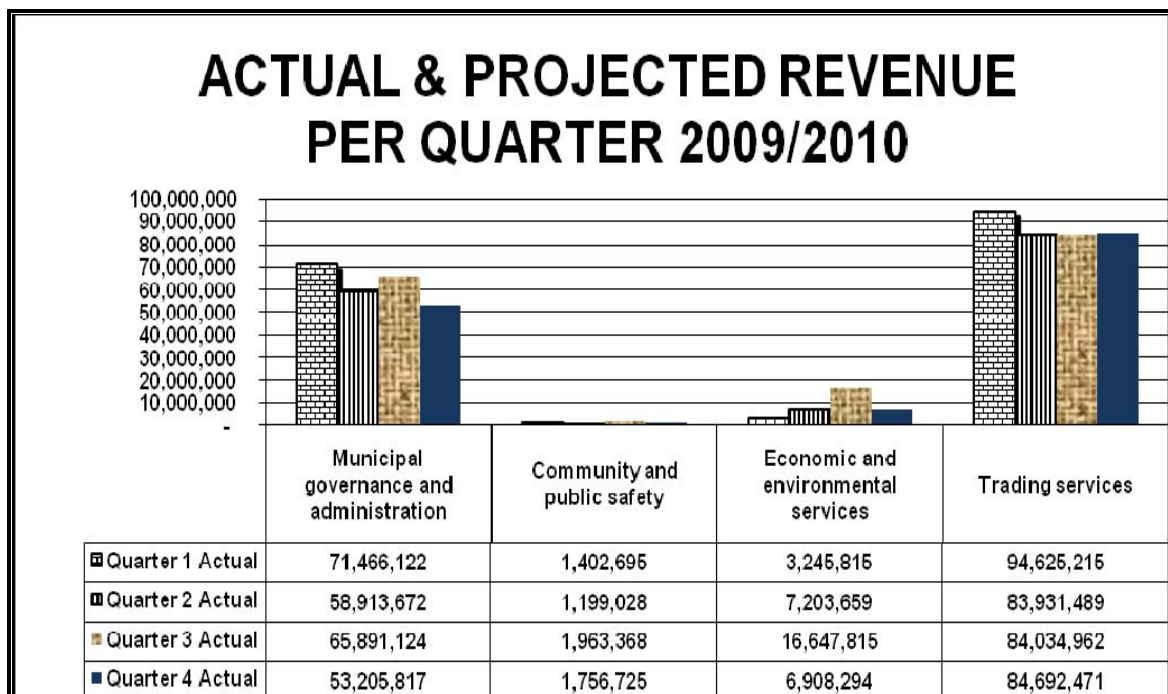
d) Table SC 13c – Expenditure on repairs and maintenance by asset class

This table presents the repairs and maintenance performed per asset class. The expenditure for the quarter amounts to R12,4-million. The year to date spending deviates with -9,5% from the planning.

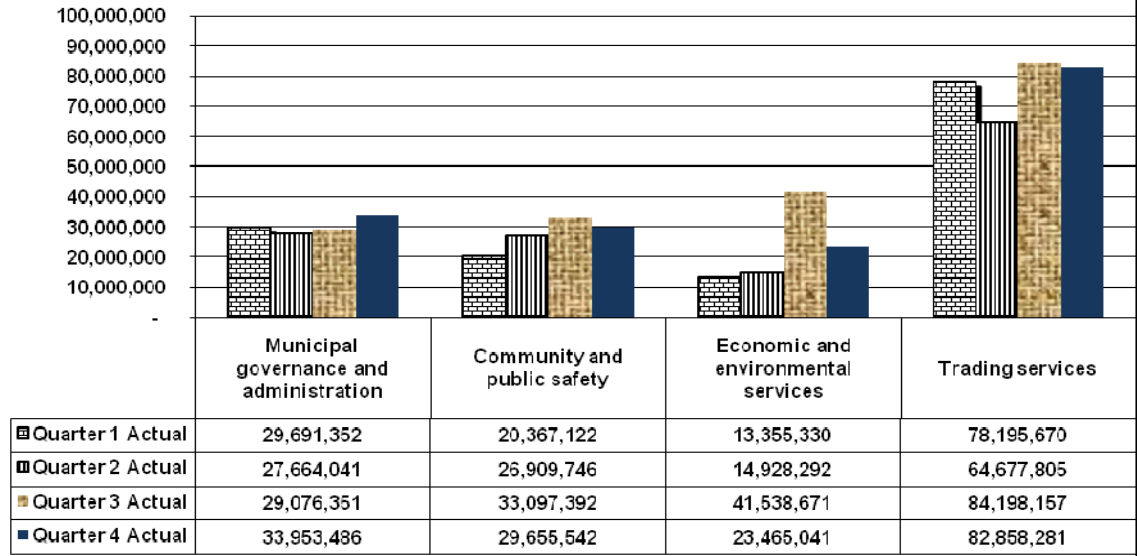
The implementation of the total budget for the fourth quarter 1 April 2010 to 30 June 2010 of the 2009/2010 financial year, is as follows:

	Total Adjustment Budget	Actual Q4	SDBIP Q4	Variance Amount	Actual / SDBIP Variance %
Operating Revenue	639 993 497	146 563 307	149 468 534	(2 905 227)	-2%
Operating Expenditure	663 046 012	169 932 351	199 346 084	(29 413 733)	-17%
Surplus (Deficit)	(23 052 515)	(23 369 044)	(49 877 550)	26 508 506	(-113%)

Graphical presentations of the revenue and expenditure to supplement the above tables, are as follows:



ACTUAL & PROJECTED OPERATING EXPENDITURE PER QUARTER 2009/2010



4. ANNEXURE B Quarterly Budget Statement – Capital Expenditure

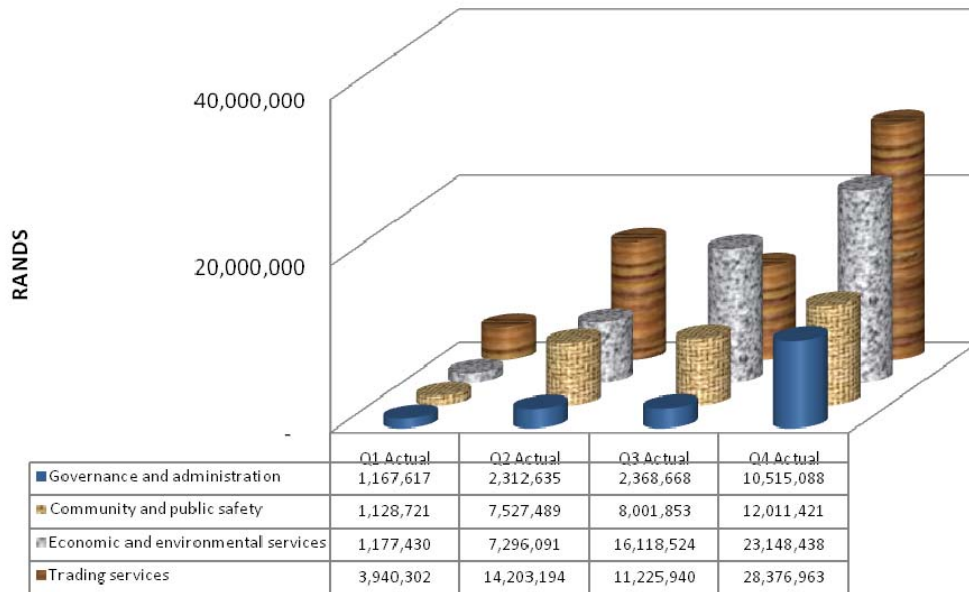
a) Table C5 – Capital expenditure by vote

This table measures the actual capital expenditure by vote against the planned capital expenditure (SDBIP).

The actual capital expenditure for the fourth quarter of the financial year amounts to R74,0-million. There is a -58% deviation between the actual year to date expenditure of R150,5-million and the planning of R355,4-million.

The capital expenditure can be graphically presented as follows:

**CAPITAL EXPENDITURE
ACTUAL & PROJECTED EXPENDITURE PER QUARTER
2009/2010**



b) Table SC12 – Capital expenditure by trend

Table SC12 provides information on the quarterly trends of capital expenditure. In the first three quarters, a total capex of R76,5-million realised, whereas only the last quarter has a total capital expenditure of R74,0-million.

c) Table SC 13a & SC 13b – Capital expenditure by asset type (for new and renewal of existing assets)

These tables provide the detail of capital expenditure by asset classification for the past quarter.

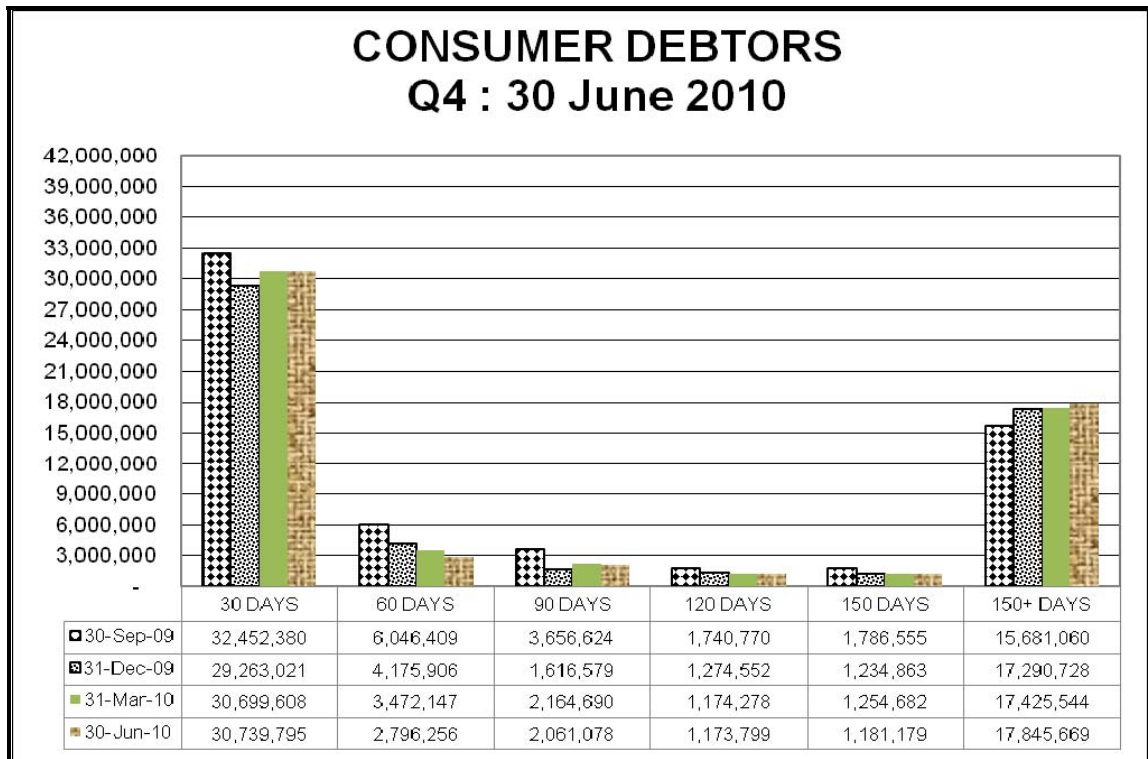
For new assets the capital expenditure in the fourth quarter amounts to R58,8-million. It was planned that R119,5-million would have been spent to date which indicates a deviation of 60,4%. The renewal of assets indicates a 42,2% deviation between the actual year to date figure of R30,9-million measured against the year to date planning of R53,6-million.

5. **ANNEXURE C**
Quarterly Budget Statement – Supporting Tables

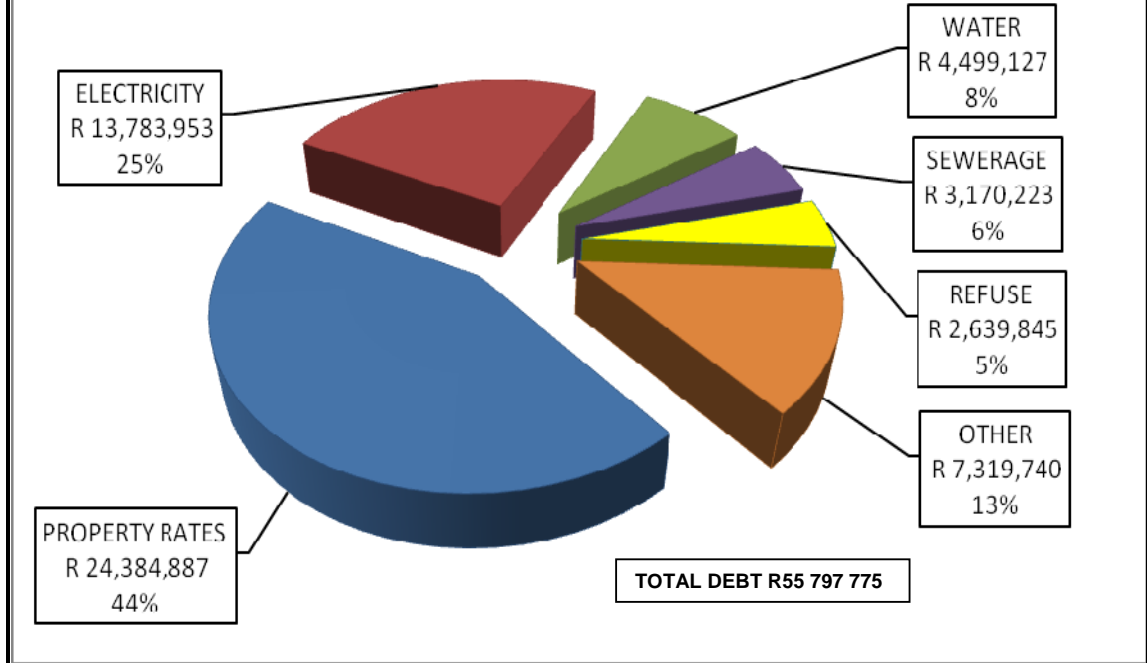
a) Table SC 3 – Ageing on debtors

Table SC 3 provides a breakdown of consumer debtors at the end of the quarter. The outstanding debtors at the end of the previous quarter of 2009/2010 amounted to R56-2-million, whilst the figure for the fourth quarter amounts to R55,8-million. (The quarterly figures are measured prior to the final payment date which falls within the next quarter).

The debtor's ageing and debt per service type can be graphically presented as follows:



CONSUMER DEBTORS PER CATEGORY Q4 : 1 APR 2010 - 30 JUN 2010



b) Table SC2 – Performance indicators

The average collection rates are in the region of 100%. This is achieved through continuous strict credit control measures. The following summary will provide more detail:

	April 2010	May 2010	June 2010	Average Q4
Debtors collection rate	96,61%	94,77%	107,25%	99,54%
Debtors days	21,66 days	21,26 days	19,63 days	20,85 days
Debtors turnover ratio	7,01%	7,00%	6,55%	6,85%

c) Table SC 5 – Investment portfolio

This table provides a summary of the cash investment activities of Council for the fourth quarter of the financial year. Investments to the value of R306,0-million matured and new investments to the amount of R252,0-million were made. The total invested cash at the end of this quarter amounts to R481,9-million.

d) Table SC 8 – Councillor and staff benefits

Table SC 8 provides more detail on councillor and employee benefits for the past quarter. The actual year to date expenditure compared to the planned figure for councillor remuneration has a variance of -2%. The remuneration of senior managers is 15% lower than planned, whilst year to date employee cost of other municipal staff is R3,7-million lower than planned (-2%). 139 vacant positions existed at the end of the fourth quarter, and has a direct influence on the under-expenditure.

e) Table SC6 – Transfers and grant receipts

The total transfers and grants received for the fourth quarter amounts to R12,2-million which mainly consisted of the MSIG funds.

The health subsidy for operational expenditure is however still outstanding at 30 June 2010.

f) Table SC7 – Transfers and grant expenditure

The total expenditure on operating grants and transfers for the fourth quarter amounts to R23,3-million, whilst the total expenditure on capital grants and transfers amounts to R8,9-million. This figure mainly relates to expenditure on capital projects funded by MIG and INEP.

6. During the fourth quarter, loans totalling R8,6-million were redeemed. Council's External Finance responsibility can be summarised as follows:

Institution	Redeemable	Balance at 31 May 2010	Received during the month	Redeemed	Interest Paid	Balance at 30 June 2010
ABSA	30-11-2011	17 582 037,27	-	4 060 075,70	1 255 501,97	13 521 961,57
INCA	31-12-2012	13 289 925,17	-	1 892 734,78	843 564,35	11 397 190,39
INCA	30-06-2019	24 405 076,16	-	717 460,75	1 512 780,41	23 687 615,41
SCMB	01-09-2015	21 191 095,54	-	-	-	21 191 095,54
INCA	30-06-2022	31 999 468,59	-	702 285,45	1 521 763,22	31 297 183,41
INCA	30-06-2023	33 244 692,63	-	654 258,40	1 531 523,79	32 590 434,23
INCA	30-06-2024	34 431 259,55	-	611 478,45	1 540 086,66	33 819 781,10
		176 143 554,91	-	8 638 293,53	8 205 220,40	167 505 261,38

7. Section 11 (4) (a) of the Municipal Finance Management Act, Act 56 of 2003 stipulates:

“The accounting officer must within 30 days after the end of each quarter, table in the municipal Council a consolidated report of all withdrawals made in terms of subsection (1)(b) to (j) during that quarter.”

WITHDRAWALS FROM MUNICIPAL BANK ACCOUNTS

Category	Amount
a) Expenditure appropriated in terms of an approved budget: <ul style="list-style-type: none"> • Capital Budget Expenditure • Operating Budget Expenditure 	74 051 910 157 854 493
b) Expenditure authorised in terms of Section 26(4) of the MFMA (Failure to approve a budget)	None
c) Unforeseeable and unavoidable expenditure authorised in terms of Section 29(1)	None
d) Relief, charitable, trust or other funds	None
e) i) Payment of money collected on behalf of a person or organ of state	None
ii) Insurance or other payments received on behalf of a person or organ of state	None
f) Refund money incorrectly paid into bank account	None
g) Refund guarantees, sureties and security deposits.	784 764
h) Cash management and investments for purposes in accordance with Section 13 of MFMA	252 000 000
i) Increased expenditure in terms of Section 31 of MFMA	None
j) Expenditure for other purposes as may be prescribed: <ul style="list-style-type: none"> • External loans repaid 	8 638 294
Total:	493 329 461

8. Disposal and losses on assets

In terms of Section 75 (1) (h), an information statement which contains a list of assets which have been disposed of in terms of Section 14 of the MFMA, must be placed on Council's website and therefore, the following must be noted:

Reported assets lost by accident or theft and claimed from the Council's Insurers for the period 1 April 2010 to 30 June 2010:

Date	Department	Description	Amount
			R
30/05/2010	Executive Manager Finance	Burglary Komati Paypoint	3 000,00
21/06/2010	Senior Manager Civil Engineering Services	Vandalism at Extension 24 Water Pump Station	10 000,00
30/06/2010	Senior Manager Fire & Rescue Services	Fire engine DXN566MP collided with FDK370MP	350 000,00
Total			363 000,00

9. It is recommended:
- 9.1 That the quarterly report on financial management for the period 1 April 2010 to 30 June 2010 be noted.
 - 9.2 That the report be submitted to the Council by end July 2010.
 - 9.3 That the report be sent to National and Provincial Treasury, accompanied by prescribed electronic documentation.
 - 9.4 That the report be placed on Council's website, as per Section 75(1)(k) of the MFMA.

Yours faithfully

EXECUTIVE MANAGER FINANCE

ANNEXURE A

MP313 Steve Tshwete - Table C1 Quarterly Budget Statement Summary - Q01 September

Description	2008/09	Budget Year 2009/10										
	Audited Outcome	Original Budget	Adjusted Budget	Q1 Actual	Q2 Projected	Q3 Projected	Q4 Projected	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands												
Financial Performance												
Property rates	116,970	122,307	122,307	34,242	29,952	30,391	30,651	34,242	31,312	2,930	9%	125,237
Service charges	259,970	296,698	296,698	76,932	75,749	74,382	73,836	76,932	72,731	4,201	6%	300,899
Investment revenue	57,357	37,863	37,863	11,633	7,797	9,151	12,114	11,633	8,802	2,831	32%	40,694
Transfers recognised - operational	56,809	60,825	60,825	23,821	19,561	14,801	372	23,821	26,091	(2,271)	-9%	58,554
Other own revenue	64,921	46,370	46,370	15,543	10,650	9,826	16,992	15,543	8,902	6,641	75%	53,010
Total Revenue (excluding capital transfers and contributions)	556,028	564,063	564,063	162,170	143,709	138,551	133,965	162,170	147,837	14,332	10%	578,395
Employee costs	152,570	185,131	185,131	41,940	47,618	46,223	45,832	41,940	45,458	(3,518)	-8%	181,613
Remuneration of Councillors	10,501	11,692	11,692	2,572	2,923	2,923	2,923	2,572	2,923	(351)	-12%	11,341
Depreciation & asset impairment	-	73,243	73,243	18,249	18,311	18,311	18,311	18,249	18,311	(62)	-0%	73,181
Finance charges	122	20,190	20,190	5,048	5,047	5,047	5,048	5,048	5,047	1	0%	20,190
Materials and bulk purchases	109,548	146,884	146,884	48,239	36,653	29,853	36,503	48,239	43,875	4,364	10%	151,248
Transfers and grants	1,494	1,505	1,505	115	393	598	203	115	310	(195)		1,310
Other expenditure	127,923	139,603	139,603	25,562	34,533	33,514	38,997	25,562	32,558	(6,996)	-21%	132,607
Total Expenditure	402,158	578,248	578,248	141,724	145,479	136,470	147,816	141,724	148,482	(6,758)	-5%	571,490
Surplus/(Deficit)	153,870	(14,185)	(14,185)	20,445	(1,770)	2,081	(13,851)	20,445	(645)	21,090	-3270%	6,905
Transfers recognised - capital	17,338	33,010	33,010	8,570	4,950	9,186	5,700	8,570	8,034	537	7%	28,407
Contributions & Contributed assets	-	20,000	20,000	-	-	-	20,000	-	-	-		20,000
Surplus/(Deficit) after capital transfers & contributions	171,207	38,825	38,825	29,015	3,180	11,267	11,849	29,015	7,389	21,627	293%	55,312
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	171,207	38,825	38,825	29,015	3,180	11,267	11,849	29,015	7,389	21,627	293%	55,312
Capital expenditure & funds sources												
Capital expenditure												
Capital transfers recognised	20,310	33,010	33,010	396	8,960	10,284	11,266	396	2,250	(1,854)	-82%	33,010
Public contributions & donations	-	-	-	-	-	-	-	-	-	-		-
Borrowing	28,966	81,701	78,044	2,921	12,733	25,677	33,254	2,921	2,856	65	2%	78,044
Internally generated funds	83,515	253,373	248,982	4,097	82,518	60,318	83,690	4,097	9,796	(5,699)	-58%	248,982
Total sources of capital funds	132,791	368,084	360,035	7,414	104,211	96,280	128,210	7,414	14,902	(7,488)	-50%	360,035
Financial position												
Total current assets	-	-	-	-	-	-	-	-	-	-		-
Total non current assets	-	-	-	-	-	-	-	-	-	-		-
Total current liabilities	-	-	-	-	-	-	-	-	-	-		-
Total non current liabilities	-	-	-	-	-	-	-	-	-	-		-
Community wealth/Equity	-	-	-	-	-	-	-	-	-	-		-
Cash flows												
Net cash from (used) operating	-	-	-	-	-	-	-	-	-	-		-
Net cash from (used) investing	-	-	-	-	-	-	-	-	-	-		-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-		-
Cash/cash equivalents at the month/year end	-	-	-	-	-	-	-	-	-	-		-
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 Revenue Source	32,452	6,046	3,657	1,741	1,787	15,681	-	-	61,364			
Creditors Age Analysis												
Total Creditors	42,812	-	-	-	-	-	-	-	42,812			

ANNEXURE A

MP313 Steve Tshwete - Table C2 Quarterly Budget Statement - Financial Performance (standard classification) - Q04 June

Description	Ref	Budget Year 2009/10											
		2008/09 Audited Outcome	Original Budget	Adjusted Budget	Q1 Actual	Q2 Actual	Q3 Actual	Q4 Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1												
Revenue - Standard													
<i>Governance and administration</i>		260,227	215,894	233,444	71,466	58,914	65,891	53,206	249,477	233,444	16,033	7%	233,444
Executive and council		17,290	19,680	30,497	8,203	4,927	17,351	129	30,610	30,497	113	0%	30,497
Budget and treasury office		190,511	175,147	170,053	52,048	45,774	40,931	48,197	186,950	170,053	16,897	10%	170,053
Corporate services		52,426	21,068	32,893	11,215	8,213	7,609	4,880	31,917	32,893	(977)	-3%	32,893
<i>Community and public safety</i>		15,910	13,995	12,000	1,403	1,199	1,963	1,757	6,322	12,000	(5,678)	-47%	12,000
Community and social services		1,313	2,463	2,482	791	228	213	186	1,418	2,482	(1,063)	-43%	2,482
Sport and recreation		1,978	1,341	1,384	134	220	232	735	1,321	1,384	(63)	-5%	1,384
Public safety		7,894	5,219	3,144	426	706	1,492	635	3,259	3,144	115	4%	3,144
Housing		208	409	402	49	39	(6)	(19)	63	402	(339)	-84%	402
Health		4,517	4,563	4,588	3	6	33	219	260	4,588	(4,328)	-94%	4,588
<i>Economic and environmental services</i>		46,495	24,676	34,429	3,246	7,204	16,648	6,908	34,006	34,389	(383)	-1%	34,429
Planning and development		795	1,153	1,018	215	257	245	300	1,018	1,018	(0)	0%	1,018
Road transport		45,700	23,523	33,411	3,031	6,946	16,403	6,608	32,988	33,371	(383)	-1%	33,411
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		326,428	362,507	360,120	94,625	83,931	84,035	84,692	347,284	360,120	(12,836)	-4%	360,120
Electricity		219,332	232,466	236,933	66,887	57,384	58,099	63,350	245,719	236,933	8,787	4%	236,933
Water		43,777	57,766	54,508	9,718	10,929	8,832	8,978	38,456	54,508	(16,052)	-29%	54,508
Waste water management		34,469	40,554	34,701	8,617	7,598	8,508	6,304	31,028	34,701	(3,673)	-11%	34,701
Waste management		28,850	31,721	33,978	9,403	8,020	8,596	6,061	32,080	33,978	(1,898)	-6%	33,978
Other	4	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	649,060	617,073	639,993	170,740	151,248	168,537	146,563	637,088	639,953	(2,865)	0%	639,993
Expenditure - Standard													
<i>Governance and administration</i>		124,882	129,618	131,054	29,691	27,664	29,076	33,953	120,385	131,064	(10,678)	-8%	131,054
Executive and council		44,974	40,199	41,746	9,283	8,331	9,605	10,695	37,913	41,746	(3,832)	-9%	41,746
Budget and treasury office		22,229	24,509	24,903	6,202	6,345	5,759	6,523	24,828	24,903	(74)	0%	24,903
Corporate services		57,679	64,910	64,405	14,207	12,988	13,713	16,736	57,643	64,415	(6,772)	-11%	64,405
<i>Community and public safety</i>		94,505	104,059	116,592	20,367	26,910	33,097	29,656	110,030	116,580	(6,551)	-6%	116,592
Community and social services		12,628	14,659	17,050	3,107	3,691	4,868	4,146	15,811	17,050	(1,239)	-7%	17,050
Sport and recreation		31,537	31,426	35,830	4,651	7,797	12,273	8,454	33,176	35,828	(2,652)	-7%	35,830
Public safety		34,273	40,000	43,191	8,457	10,581	10,446	11,840	41,324	43,181	(1,858)	-4%	43,191
Housing		1,999	2,686	3,089	688	682	701	629	2,699	3,089	(390)	-13%	3,089
Health		14,069	15,289	17,431	3,464	4,159	4,809	4,587	17,020	17,431	(411)	-2%	17,431
<i>Economic and environmental services</i>		90,237	61,605	96,776	13,355	14,928	41,539	23,465	93,287	96,776	(3,488)	-4%	96,776
Planning and development		6,560	8,369	8,244	1,780	1,934	1,502	2,050	7,266	8,244	(978)	-12%	8,244
Road transport		83,677	53,236	88,531	11,575	12,994	40,037	21,415	86,021	88,531	(2,510)	-3%	88,531
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>		277,062	281,460	318,624	78,196	64,678	84,198	82,858	309,930	318,626	(8,697)	-3%	318,624
Electricity		181,047	197,453	210,959	59,980	42,131	48,526	56,759	207,396	210,959	(3,563)	-2%	210,959
Water		38,078	29,707	41,589	6,100	7,624	15,870	9,842	39,435	41,589	(2,153)	-5%	41,589
Waste water management		29,680	25,777	33,256	6,003	7,109	11,030	7,994	32,136	33,258	(1,122)	-3%	33,256
Waste management		28,258	28,523	32,821	6,112	7,814	8,772	8,263	30,962	32,821	(1,859)	-6%	32,821
Other		-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	586,687	576,743	663,046	141,609	134,180	187,911	169,932	633,632	663,046	(29,414)	-4%	663,046
Surplus/ (Deficit) for the year		62,373	40,330	(23,053)	29,130	17,068	(19,373)	(23,369)	3,456	(23,093)	(32,279)	140%	(23,053)

Description	Ref	Budget Year 2009/10													
		2008/09	Budget Year 2009/10												Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Q1 Actual	Q2 Actual	Q3 Actual	Q4 Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast		
R thousands	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	
Expenditure - Standard															
<i>Municipal governance and administration</i>		124,882	129,618	131,054	29,691	27,664	29,076	33,953	120,385	131,064	(10,678)	-8%	131,054		
Executive and council		44,974	40,199	41,746	9,283	8,331	9,605	10,695	37,913	41,746	(3,832)	-9%	41,746		
Mayor and Council		30,988	20,200	21,921	5,524	4,240	5,025	5,263	20,051	21,921	(1,870)	-9%	21,921		
Municipal Manager		13,986	19,999	19,825	3,759	4,091	4,580	5,432	17,862	19,825	(1,963)	-10%	19,825		
Budget and treasury office		22,229	24,509	24,903	6,202	6,345	5,759	6,523	24,828	24,903	(74)	0%	24,903		
Corporate services		57,679	64,910	64,405	14,207	12,988	13,713	16,736	57,643	64,415	(6,772)	-11%	64,405		
Human Resources		4,458	6,501	6,656	1,360	1,573	1,441	1,673	6,047	6,656	(609)	-9%	6,656		
Information Technology		5,143	7,741	6,670	1,708	1,643	866	1,514	5,730	6,670	(940)	-14%	6,670		
Property Services		17,031	18,338	17,194	3,488	3,599	5,174	5,218	17,479	17,194	285	2%	17,194		
Other Admin		31,047	32,331	33,885	7,651	6,173	6,231	8,331	28,387	33,895	(5,508)	-16%	33,885		
Community and public safety		94,505	104,059	116,592	20,367	26,910	33,097	29,656	110,030	116,580	(6,551)	-6%	116,592		
Community and social services		12,628	14,659	17,050	3,107	3,691	4,868	4,146	15,811	17,050	(1,239)	-7%	17,050		
Libraries and Archives		5,579	5,991	6,847	1,363	1,500	1,914	1,897	6,674	6,847	(172)	-3%	6,847		
Museums & Art Galleries etc		-	-	-	-	-	-	-	-	-	-	-	-		
Community halls and Facilities		2,178	3,186	4,033	854	957	1,197	999	4,007	4,033	(27)	-1%	4,033		
Cemeteries & Crematoriums		3,642	3,209	4,116	577	827	1,511	915	3,830	4,116	(287)	-7%	4,116		
Child Care		-	-	-	-	-	-	-	-	-	-	-	-		
Aged Care		260	361	305	67	125	10	77	279	305	(25)	-8%	305		
Other Community		-	-	-	-	-	-	-	-	-	-	-	-		
Other Social		969	1,912	1,749	245	282	235	259	1,021	1,749	(728)	-42%	1,749		
Sport and recreation		31,537	31,426	35,830	4,651	7,797	12,273	8,454	33,176	35,828	(2,652)	-7%	35,830		
Public safety		34,273	40,000	43,191	8,457	10,581	10,446	11,840	41,324	43,181	(1,858)	-4%	43,191		
Police		15,175	18,389	17,900	3,884	4,319	4,261	4,390	16,854	17,890	(1,036)	-6%	17,900		
Fire		15,173	17,763	20,476	3,969	5,106	4,891	6,171	20,138	20,476	(338)	-2%	20,476		
Civil Defence		-	-	-	-	-	-	-	-	-	-	-	-		
Street Lighting		3,925	3,848	4,815	604	1,155	1,294	1,279	4,332	4,815	(483)	-10%	4,815		
Other		-	-	-	-	-	-	-	-	-	-	-	-		
Housing		1,999	2,686	3,089	688	682	701	629	2,699	3,089	(390)	-13%	3,089		
Health		14,069	15,289	17,431	3,464	4,159	4,809	4,587	17,020	17,431	(411)	-2%	17,431		
Clinics		11,302	11,623	13,503	2,758	3,253	3,942	3,458	13,412	13,503	(91)	-1%	13,503		
Ambulance		-	-	-	-	-	-	-	-	-	-	-	-		
Other		2,767	3,666	3,928	706	906	867	1,129	3,607	3,928	(321)	-8%	3,928		
Economic and environmental services		90,237	61,605	96,776	13,355	14,928	41,539	23,465	93,287	96,776	(3,488)	-4%	96,776		
Planning and development		6,560	8,369	8,244	1,780	1,934	1,502	2,050	7,266	8,244	(978)	-12%	8,244		
Economic Development/Planning		1,311	1,776	2,227	338	409	455	436	1,637	2,227	(590)	-26%	2,227		
Town Planning/Building enforcement		5,249	6,593	6,017	1,442	1,525	1,047	1,615	5,629	6,017	(388)	-6%	6,017		
Licensing & Regulation		-	-	-	-	-	-	-	-	-	-	-	-		
Road transport		83,677	53,236	88,531	11,575	12,994	40,037	21,415	86,021	88,531	(2,510)	-3%	88,531		
Roads		75,404	43,330	78,505	9,398	10,414	37,438	18,923	76,173	78,505	(2,332)	-3%	78,505		
Public Buses		-	-	-	-	-	-	-	-	-	-	-	-		
Parking Garages		-	-	-	-	-	-	-	-	-	-	-	-		
Vehicle Licensing and Testing		7,051	8,757	8,647	1,908	2,232	2,151	2,139	8,430	8,647	(217)	-3%	8,647		
Other		1,222	1,148	1,380	269	348	448	353	1,418	1,380	38	3%	1,380		
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-		
Pollution Control		-	-	-	-	-	-	-	-	-	-	-	-		
Biodiversity & Landscape		-	-	-	-	-	-	-	-	-	-	-	-		
Other		-	-	-	-	-	-	-	-	-	-	-	-		
Trading services		277,062	281,460	318,624	78,196	64,678	84,198	82,858	309,930	318,626	(8,697)	-3%	318,624		
Electricity		181,047	197,453	210,959	59,980	42,131	48,526	56,759	207,396	210,959	(3,563)	-2%	210,959		
Electricity Distribution		181,047	197,453	210,959	59,980	42,131	48,526	56,759	207,396	210,959	(3,563)	-2%	210,959		
Electricity Generation		-	-	-	-	-	-	-	-	-	-	-	-		
Water		38,078	29,707	41,589	6,100	7,624	15,870	9,842	39,435	41,589	(2,153)	-5%	41,589		
Water Distribution		21,570	18,889	22,530	4,131	4,890	7,361	5,365	21,748	22,529	(781)	-3%	22,530		
Water Storage		16,507	10,818	19,059	1,969	2,733	8,509	4,477	17,687	19,060	(1,372)	-7%	19,059		
Waste water management		29,680	25,777	33,256	6,003	7,109	11,030	7,994	32,136	33,258	(1,122)	-3%	33,256		
Sewerage		28,635	24,627	31,947	5,750	6,766	10,654	7,669	30,839	31,949	(1,110)	-3%	31,947		
Storm Water Management		-	-	-	-	-	-	-	-	-	-	-	-		
Public Toilets		1,045	1,150	1,309	253	343	375	326	1,297	1,309	(12)	-1%	1,309		
Waste management		28,258	28,523	32,821	6,112	7,814	8,772	8,263	30,962	32,821	(1,859)	-6%	32,821		
Solid Waste		28,258	28,523	32,821	6,112	7,814	8,772	8,263	30,962	32,821	(1,859)	-6%	32,821		
Other		-	-	-	-	-	-	-	-	-	-	-	-		
Air Transport		-	-	-	-	-	-	-	-	-	-	-	-		
Abattoirs		-	-	-	-	-	-	-	-	-	-	-	-		
Tourism		-	-	-	-	-	-	-	-	-	-	-	-		
Forestry		-	-	-	-	-	-	-	-	-	-	-	-		
Markets		-	-	-	-	-	-	-	-	-	-	-	-		
Total Expenditure - Standard	3	586,687	576,743	663,046	141,609	134,180	187,911	169,932	633,632	663,046	(29,414)	-4%	663,046		
Surplus/ (Deficit) for the year		62,373	40,330	(23,053)	29,130	17,068	(19,373)	(23,369)	3,456	(23,093)	26,549	-115%	(23,053)		

ANNEXURE A

MP313 Steve Tshwete - Table C4 Quarterly Budget Statement - Financial Performance (revenue and expenditure) - Q04 June

Description	Ref	2008/09	Budget Year 2009/10												
		Audited Outcome	Original Budget	Adjusted Budget	Q1	Actual	Q2	Actual	Q3	Actual	Q4 Projected	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands															
Revenue By Source															
Property rates		116,655	122,307	132,822	34,242	34,345	35,286	34,057	137,930,634	132,822,425	5,108	4%	132,822		
Property rates - penalties & collection charges															
Service charges - electricity revenue		182,530	216,388	220,246	56,512	55,332	55,364	61,798	229,005,970	220,246,394	8,760	4%	220,246		
Service charges - water revenue		34,920	35,105	35,516	8,744	9,960	8,370	8,213	35,287,630	35,515,808	(228)	-1%	35,516		
Service charges - sanitation revenue		21,164	23,286	23,436	5,837	5,833	5,869	6,044	23,583,279	23,435,551	148	1%	23,436		
Service charges - refuse revenue		21,051	21,919	23,309	5,839	5,805	5,841	5,865	23,349,659	23,309,410	40	0%	23,309		
Service charges - other															
Rental of facilities and equipment		1,639	8,735	4,978	485	511	498	3,650	5,144,475	4,938,009	206	4%	4,978		
Interest earned - external investments		57,012	35,750	30,400	11,174	7,314	9,140	13,060	40,689,087	30,400,000	10,289	34%	30,400		
Interest earned - outstanding debtors		2,709	2,113	1,762	458	413	427	406	1,704,714	1,761,500	(57)	-3%	1,762		
Dividends received															
Fines		4,843	5,000	3,079	440	700	1,402	654	3,195,514	3,078,500	117	4%	3,079		
Licences and permits		5,477	5,067	5,067	1,163	1,238	1,369	1,203	4,972,452	5,066,700	(94)	-2%	5,067		
Agency services		6,810	6,500	7,000	1,264	2,033	1,768	1,746	6,811,357	7,000,000	(189)	-3%	7,000		
Transfers recognised - operational		57,383	60,825	63,203	23,821	13,495	19,115	518	56,948,888	63,203,212	(6,254)	-10%	63,203		
Other revenue		55,998	20,818	37,116	12,123	10,470	9,606	5,193	37,392,096	37,115,916	276	1%	37,116		
Gains on disposal of PPE		36	250	450	68	-	1,265	13	1,345,884	450,000	896	199%	450		
Total Revenue (excluding capital transfers and contributions)		568,228	564,063	588,384	162,170	147,451	155,319	142,422	607,362	588,343	19,018	3%	588,384		
Expenditure By Type															
Employee related costs		153,828	185,131	188,191	41,940	48,777	47,273	45,938	183,929	187,826	(3,897)	-2%	188,191		
Remuneration of councillors		10,501	11,692	11,288	2,572	2,421	3,048	2,817	10,859	11,118	(259)	-2%	11,288		
Debt impairment		5,456	3,893	3,893	973	973	973	973	3,893	3,893	-		3,893		
Depreciation & asset impairment		145,952	73,243	147,576	18,249	18,249	74,185	36,894	147,576	147,576	-		147,576		
Finance charges		18,503	20,190	20,190	5,048	5,048	5,048	5,048	20,190	20,190	-		20,190		
Bulk purchases		109,725	146,884	148,227	48,239	30,360	28,581	38,898	146,078	148,229	(2,151)	-1%	148,227		
Other materials		-	-	-	-	-	-	-	-	-	-		-		
Contracted services		11,190	14,689	18,554	3,065	4,083	4,218	7,176	18,542	19,757	(1,215)	-6%	18,554		
Transfers and grants		1,494	1,505	1,132	115	306	-	170	591	1,132	(541)	-48%	1,132		
Other expenditure		130,038	119,516	123,995	21,409	23,963	24,584	31,874	101,830	123,324	(21,494)	-17%	123,995		
Loss on disposal of PPE		-	-	-	-	-	-	144	144	-	144	#DIV/0!	-		
Total Expenditure		586,687	576,743	663,046	141,609	134,180	187,911	169,932	633,632	663,046	(29,414)	-4%	663,046		
Surplus/(Deficit)															
Transfers recognised - capital		19,400	33,010	31,610	8,570	3,797	13,218	4,142	29,727	31,610			31,610		
Contributions recognised - capital															
Contributed assets		61,432	20,000	20,000	-	-	-	-	-	20,000			20,000		
Surplus/(Deficit) after capital transfers & contributions		62,373	40,330	(23,053)	29,130	17,068	(19,373)	(23,369)	3,456	(23,093)			(23,053)		
Taxation															
Surplus/(Deficit) after taxation		62,373	40,330	(23,053)	29,130	17,068	(19,373)	(23,369)	3,456	(23,093)			(23,053)		
Attributable to minorities															
Surplus/(Deficit) attributable to municipality		62,373	40,330	(23,053)	29,130	17,068	(19,373)	(23,369)	3,456	(23,093)			(23,053)		
Share of surplus/ (deficit) of associate															
Surplus/ (Deficit) for the year		62,373	40,330	(23,053)	29,130	17,068	(19,373)	(23,369)	3,456	(23,093)			(23,053)		

ANNEXURE B

MP313 Steve Tshwete - Table C5 Quarterly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - Q04 June

Vote Description	Ref	2008/2009		Budget Year 2009/10													
		Audited Outcome	Original Budget	Adjusted Budget	Q1	Actual	Q2	Actual	Q3	Actual	Q4	Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1																
Capital Expenditure - Standard Classification																	
<i>Governance and administration</i>		11,340	23,120	25,605	1,168	2,313	2,369	10,515	16,364	25,605	(9,241)	-36%	25,605				
Executive and council		1,409	2,788	3,188	414	621	174	846	2,055	3,188	(1,133)	-36%	3,188				
Budget and treasury office		306	140	140	-	7	122	7	135	140	(5)	-4%	140				
Corporate services		9,625	20,192	22,276	753	1,685	2,073	9,662	14,174	22,276	(8,103)	-36%	22,276				
<i>Community and public safety</i>		18,946	81,899	79,565	1,129	7,527	8,002	12,011	28,669	79,565	(50,896)	-64%	79,565				
Community and social services		3,360	58,710	56,375	408	4,659	4,012	5,186	14,265	56,375	(42,111)	-75%	56,375				
Sport and recreation		5,259	10,963	10,465	334	1,289	2,324	4,596	8,543	10,465	(1,922)	-18%	10,465				
Public safety		9,663	9,949	10,456	103	1,218	1,400	1,953	4,674	10,456	(5,782)	-55%	10,456				
Housing		39	55	55	-	-	0	53	53	55	(2)	-4%	55				
Health		625	2,222	2,214	284	362	266	223	1,135	2,214	(1,079)	-49%	2,214				
<i>Economic and environmental services</i>		58,280	56,623	68,678	1,177	7,296	16,119	23,148	47,740	68,678	(20,937)	-30%	68,678				
Planning and development		970	1,300	1,300	-	-	-	320	320	1,300	(980)	-75%	1,300				
Road transport		57,310	55,323	67,378	1,177	7,296	16,119	22,829	47,421	67,378	(19,957)	-30%	67,378				
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-				
<i>Trading services</i>		105,582	206,442	181,552	3,940	14,203	11,226	28,377	57,746	181,552	(123,805)	-68%	181,552				
Electricity		75,571	147,633	130,250	2,453	10,077	7,641	23,260	43,430	130,250	(86,820)	-67%	130,250				
Water		11,569	25,791	22,832	775	1,814	1,306	1,516	5,411	22,832	(17,421)	-76%	22,832				
Waste water management		15,850	28,928	24,920	713	2,138	850	2,863	6,564	24,920	(18,356)	-74%	24,920				
Waste management		2,592	4,090	3,550	0	174	1,429	739	2,342	3,550	(1,208)	-34%	3,550				
Other		-	-	-	-	-	-	-	-	-	-	-	-				
Total Capital Expenditure - Standard Classification	3	194,148	368,084	355,399	7,414	31,339	37,715	74,052	150,520	355,399	(204,879)	-58%	355,399				
Funded by:																	
National Government		18,785	30,510	29,510	396	4,830	15,759	8,332	29,317	29,510	(193)	-1%	29,510				
Provincial Government		453	1,280	410	-	130	-	266	396	410	(14)	-3%	410				
District Municipality		910	-	-	-	-	-	-	-	-	-	-	-				
Other transfers and grants		306	1,220	460	-	-	-	322	322	460	(138)	-30%	460				
Transfers recognised - capital		20,454	33,010	30,380	396	4,960	15,759	8,920	30,034	30,380	(345)	-1%	30,380				
Public contributions & donations	5	60,301	-	-	-	-	-	-	-	-	-	-	-				
Borrowing	6	29,774	81,701	58,797	2,921	7,867	2,025	9,812,481	22,624,453	58,797,299	(36,173)	-62%	58,797				
Internally generated funds		83,619	253,373	266,222	4,097	18,513	19,932	55,319,917	97,861,586	266,222,313	(168,361)	-63%	266,222				
Total Capital Funding		194,148	368,084	355,399	7,414	31,339	37,715	74,052	150,520	355,399	(204,879)	-58%	355,399				

ANNEXURE B

MP313 Steve Tshwete - Supporting Table SC12 Quarterly Budget Statement - capital expenditure trend - Q04 June

Month	2008/09	Budget Year 2009/10							
	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	4,634	2,067	564	564	564	564	(0)	0.0%	0%
August	8,401	20,359	2,392	2,392	2,956	2,956	(0)	0.0%	1%
September	7,065	13,417	4,458	4,458	7,414	7,414	(0)	0.0%	2%
Quarter 1	20,099	35,843	7,414	7,414	7,414	7,414	(0)	0.00%	2.09%
October	16,264	50,263	7,525	7,525	14,939	14,939	(0)	0.0%	4%
November	8,254	33,143	9,554	9,555	24,494	24,493	(1)	0.0%	7%
December	8,263	20,028	14,259	14,260	38,753	38,753	(1)	0.0%	11%
Quarter 2	32,781	103,434	31,339	31,339	38,753	38,753	(1)	0.00%	10.90%
January	4,295	28,398	32,501	9,595	48,348	71,254	22,906	32.1%	13%
February	13,580	27,387	30,971	11,418	59,766	102,225	42,458	41.5%	16%
March	5,836	43,449	40,745	16,702	76,468	142,970	66,502	46.5%	21%
Quarter 3	23,711	99,234	104,217	37,715	76,468	142,970	66,502	46.51%	21.52%
April	20,880	29,422	55,225	22,559	99,028	198,195	99,167	50.0%	0
May	5,315	44,168	46,951	20,410	119,438	245,146	125,708	51.3%	0
June	91,361	55,983	110,253	31,082	150,520	355,399	204,879	57.6%	0
Quarter 4	117,557	129,574	212,429	74,052	368,986	355,399	429,754	158.96%	103.82%
Total Capital expenditure	194,148	368,084	355,399	150,520					

Steve Tshwete Local Municipality: Quarterly Budget Statement-Capital Expenditure by Funding Source Q04 June

Vote Description	2008/09	Budget Year 2009/10										
	Audited Outcome	Original Budget	Adjusted Budget	Q1 Actual	Q2 Actual	Q3 Actual	Q4 Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands												
Capital Expenditure - Funding Sources												
INS (Insurance Fund)	-	-	400	-	-	-	-	-	400	(400)	-100%	400
CRR (Capital Replacement Reserve)	83,515	253,873	265,822	4,097	18,513	19,932	55,320	97,862	265,822	(167,960)	-63%	265,822
CTC (Cleanest Town Competition)	306	1,220	460	-	-	-	322	322	460	(138)	-30%	460
DAC (Department of Arts & Culture)	309	1,280	410	-	130	-	266	396	410	(14)	-3%	410
EFF (External Financing Fund)	28,966	81,201	58,797	2,921	7,867	2,025	9,812	22,624	58,797	(36,173)	-62%	58,797
FMG (Finance Management Grant)	1,000	-	-	-	-	-	-	-	-	-	-	-
INEP (Integrated National Electricity Program)	1,020	7,624	7,624	-	1,033	2,541	4,050	7,624	7,624	-	-	7,624
MIG (Municipal Infrastructure Grant)	17,315	21,886	21,886	396	3,797	13,218	4,282	21,693	21,886	(193)	-1%	21,886
MSIG (Municipal Systems Improvement Grant)	450	-	-	-	-	-	-	-	-	-	-	-
NDM (Nkangala District Municipality)	910	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Funding Sources	132,791	368,084	355,399	7,414	31,339	37,715	74,052	150,520	355,399	(204,879)	-58%	355,399

ANNEXURE B

MP313 Steve Tshwete - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Q04 June

Description	Ref	Budget Year 2009/10																
		Sep-08 Audited Outcome	Original Budget	Adjusted Budget	Q1 Actual	Q2 Actual	Q3 Actual	Q4 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		145,986	214,544	206,206	2,729	16,274	22,787	44,189	85,863	206,206	120,343	58.4%	206,203					
Infrastructure - Road transport		56,003	41,711	54,325	865	6,022	14,796	18,752	40,435	54,325	13,890	25.6%	54,322					
<i>Roads, Pavements & Bridges</i>		41,622	29,056	41,237	865	5,025	11,744	13,769	31,404	41,237	9,833	23.8%	41,234					
<i>Storm water</i>		14,381	12,655	13,088	-	996	3,052	4,983	9,031	13,088	4,057	31.0%	13,088					
Infrastructure - Electricity		68,025	124,788	112,622	1,122	6,689	6,916	21,892	36,618	112,622	76,004	67.5%	112,622					
<i>Generation</i>		-	-	-	-	-	-	-	-	-	-	-	-					
<i>Transmission & Reticulation</i>		63,455	123,191	111,048	1,122	6,689	6,867	21,679	36,357	111,048	74,691	67.3%	111,048					
<i>Street Lighting</i>		4,570	1,597	1,574	-	0	48	213	261	1,574	1,313	83.4%	1,574					
Infrastructure - Water		8,928	20,015	16,465	472	702	723	1,062	2,959	16,465	13,506	82.0%	16,465					
<i>Dams & Reservoirs</i>		78	-	-	-	-	-	-	-	-	-	-	-					
<i>Water purification</i>		-	510	310	16	19	67	168	270	310	40	12.8%	310					
<i>Reticulation</i>		8,850	19,505	16,155	456	684	656	894	2,689	16,155	13,466	83.4%	16,155					
Infrastructure - Sanitation		11,790	25,270	21,470	270	1,968	353	2,331	4,806	21,470	16,664	77.6%	21,470					
<i>Reticulation</i>		10,993	8,820	5,020	270	247	336	597	1,450	5,020	3,571	71.1%	5,020					
<i>Sewerage purification</i>		797	16,450	16,450	-	1,604	18	1,734	3,357	16,450	13,093	79.6%	16,450					
Infrastructure - Other		1,239	2,760	1,324	0	893	(1)	152	1,044	1,324	279	21.1%	1,324					
<i>Waste Management</i>		282	1,000	180	-	-	-	152	152	180	28	15.7%	180					
<i>Transportation</i>		-	1,510	894	0	893	(1)	(0)	892	894	1	0.1%	894					
<i>Gas</i>		-	-	-	-	-	-	-	-	-	-	-	-					
<i>Other</i>		957	250	250	0	-	-	-	0	250	250	100.0%	250					
Community		7,327	64,491	62,887	79	4,019	4,772	8,530	17,400	62,887	45,487	72.3%	62,885					
Parks & gardens		1,095	4,080	3,860	0	170	584	2,655	3,409	3,860	451	11.7%	3,860					
Sportsfields & stadia		1,574	1,844	1,885	-	0	173	800	973	1,885	912	48.4%	1,883					
Swimming pools		59	60	60	0	-	-	30	30	60	30	49.9%	60					
Community halls		1,605	56,006	54,401	0	3,571	3,914	4,703	12,188	54,401	42,213	77.6%	54,401					
Libraries		-	200	200	-	-	-	75	75	200	125	62.4%	200					
Recreational facilities		35	50	-	0	-	(0)	-	-	-	-	-	-					
Fire, safety & emergency		-	-	-	-	-	-	-	-	-	-	-	-					
Security and policing		2,664	360	598	0	118	51	261	430	598	168	28.1%	598					
Buses		-	-	-	-	-	-	-	-	-	-	-	-					
Clinics		8	1,202	1,194	79	51	32	-	162	1,194	1,032	86.4%	1,194					
Museums & Art Galleries		-	-	-	-	-	-	-	-	-	-	-	-					
Cemeteries		287	690	690	-	109	18	6	133	690	557	80.7%	690					
Social rental housing		-	-	-	-	-	-	-	-	-	-	-	-					
Other		-	-	-	-	-	-	-	-	-	-	-	-					
Heritage assets		-	-	-	-	-	-	-	-	-	-	-	-					
Buildings		-	-	-	-	-	-	-	-	-	-	-	-					
Other		-	-	-	-	-	-	-	-	-	-	-	-					
Investment properties		-	-	-	-	-	-	-	-	-	-	-	-					
Housing development		-	-	-	-	-	-	-	-	-	-	-	-					
Other		-	-	-	-	-	-	-	-	-	-	-	-					
Other assets		15,078	29,510	30,551	1,598	3,375	4,665	5,300	14,937	30,551	15,614	51.1%	30,428					
General vehicles		2,534	3,065	3,407	403	320	587	343	1,653	3,407	1,754	51.5%	3,395					
Specialised vehicles		1,760	890	1,090	-	-	352	-	352	1,090	738	67.7%	1,090					
Plant & equipment		5,052	11,417	11,930	612	1,752	2,941	2,246	7,551	11,930	4,379	36.7%	11,930					
Computers - hardware/equipment		3,288	5,390	5,301	546	616	570	1,702	3,435	5,301	1,866	35.2%	5,187					
Furniture and other office equipment		1,373	1,447	1,545	37	569	201	345	1,153	1,545	392	25.4%	1,547					
Abattoirs		-	-	-	-	-	-	-	-	-	-	-	-					
Markets		-	-	-	-	-	-	-	-	-	-	-	-					
Civic Land and Buildings		706	6,002	5,979	0	118	13	344	474	5,979	5,505	92.1%	5,979					
Other Buildings		365	-	-	-	-	-	-	-	-	-	-	-					
Other Land		-	1,300	1,300	-	-	-	320	320	1,300	980	75.4%	1,300					
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-	-	-	-					
Other		-	-	-	-	-	-	-	-	-	-	-	-					
Agricultural assets		-	-	-	-	-	-	-	-	-	-	-	-					
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-	-	-	-					
Biological assets		-	-	-	-	-	-	-	-	-	-	-	-					
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-	-	-	-					
Intangibles		-	3,470	2,121	-	502	98	742	1,342	2,121	779	36.7%	2,148					
Computers - software & programming		-	3,470	2,121	-	502	98	742	1,342	2,121	779	36.7%	2,148					
Other		-	-	-	-	-	-	-	-	-	-	-	-					
Total Capital Expenditure on new assets	1	168,390	312,016	301,766	4,406	24,170	32,323	58,760	119,543	301,766	182,223	60.4%	301,664					

ANNEXURE C

MP313 Steve Tshwete - Supporting Table SC3 Quarterly Budget Statement - aged debtors - Q04 June

Description	NT Code	Budget Year 2009/10									Total	Bad Debts
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr			
R thousands												
Debtors Age Analysis By Revenue Source												
Rates	1200	9,691	1,179	1,036	678	666	11,135				24,385	
Electricity	1300	12,190	619	177	88	63	646				13,784	
Water	1400	2,513	246	262	98	88	1,292				4,499	
Sewerage / Sanitation	1500	1,760	228	169	78	57	877				3,170	
Refuse Removal	1600	1,572	186	142	65	47	628				2,640	
Housing (Rental Revenue)	1700										-	
Other	1900	3,013	338	276	166	259	3,268				7,320	
Total By Revenue Source	2000	30,740	2,796	2,061	1,174	1,181	17,846	-	-	55,798	-	
Previous Quarter March 2010		30,700	3,472	2,165	1,174	1,255	17,426	-	-	56,191	-	
Debtors Age Analysis By Customer Category												
Government	2200	557	254	103	92	87	521				1,614	
Business	2300	10,586	845	296	176	198	2,264				14,366	
Households	2400	13,283	1,159	1,204	477	482	7,598				24,202	
Other	2500	6,314	538	459	429	414	7,462				15,616	
Total By Customer Category	2600	30,740	2,796	2,061	1,174	1,181	17,846	-	-	55,798	-	

ANNEXURE C

MP313 Steve Tshwete - Supporting Table SC2 Monthly Budget Statement - performance indicators - M09 June 2010

Description of financial indicator	Basis of calculation	Ref	2009/10	Budget Year 2010/11			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Percentage							
<u>Borrowing Management</u>							
Borrowing to Asset Ratio	Total Long-term Borrowing/ Total Assets		0.0%	0.0%	0.0%	0.0%	0.0%
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		28.0%	16.2%	25.3%	3.2%	4.7%
Borrowed funding of capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>							
Current Ratio 1	Current assets/current liabilities	1	0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Reduction Due To Recovery	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	100.0%	100.0%	100.0%
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		27.1%	32.8%	32.0%	30.3%	32.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		5.8%	6.8%	6.5%	0.3%	3.6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		28.9%	16.6%	28.5%	3.3%	5.3%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

ANNEXURE C

MP313 Steve Tshwete - Supporting Table SC5 Quarterly Budget Statement - investment portfolio - Q03 June 2010

Investments by maturity Name of institution & investment ID	Ref	Type of Investment	Market value at beginning of the quarter	Change in market value	Market value at end of the quarter
R thousands					
Absa Bank		Fixed	108,000	-	108,000
Nedcor Bank		Fixed	108,000	(36,000)	72,000
First National Bank		Fixed	90,000	(18,000)	72,000
Standard Bank		Fixed	108,000	-	108,000
Investec Bank		Fixed	108,000	-	108,000
Absa Bank		Zero Bond	13,871		13,871
Municipality sub-total			535,871	(54,000)	481,871
TOTAL INVESTMENTS AND INTEREST	2		535,871	(54,000)	481,871

Summary of Employee and Councillor remuneration	Ref	Budget Year 2009/10													
		2008/09													
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Q1 Actual	Q2 Actual	Q3 Actual	Q4 Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast		
	1	A	B	C									D		
Councillors (Political Office Bearers plus Other)															
Salary		6,254	6,841	6,536	1,531	1,437	1,839	1,698	6,505	6,520	(15)	0%	6,536		
Pension Contributions		907	1,207	1,196	223	209	263	240	935	1,096	(161)	-15%	1,196		
Medical Aid Contributions		268	302	245	67	64	62	67	259	261	(2)	-1%	245		
Motor vehicle allowance		2,479	2,683	2,658	606	568	711	653	2,538	2,608	(70)	-3%	2,658		
Cell phone and other allowances		526	582	577	129	126	157	142	553	557	(3)	-1%	577		
Housing allowance		-	-	-	-	-	-	-	-	-	-	-	-		
Sub Total - Councillors		10,434	11,616	11,212	2,555	2,405	3,031	2,799	10,790	11,042	(252)	-2%	11,212		
% increase	4		11.3%	7.5%									7.5%		
Senior Managers of the Municipality	3														
Salary		1,995,566	3,375,203	3,375,203	750,745	769,511	763,512	1,091,435	3,047,434	3,093,936	(47)	-2%	3,375		
Pension Contributions		45,832	85,282	85,282	18,384	18,384	18,384	30,130	73,536	78,175	(5)	-6%	85		
Medical Aid Contributions		158,844	320,537	320,537	50,391	50,391	57,108	162,647	214,998	293,826	(79)	-27%	321		
Motor vehicle and cell phone		546,606	853,500	853,500	170,248	174,621	169,431	339,200	683,389	782,375	(99)	-13%	854		
Housing allowance		-	-	-	-	-	-	-	-	-	-	-	-		
Performance Bonus		-	548,284	548,284	-	-	-	548,284	-	502,594	(503)	-100%	548		
Other benefits or allowances		19,423	31,447	31,447	6,839	6,481	5,763	12,364	24,692	28,826	(4)	-14%	31		
In-kind benefits	2	-	-	-	-	-	-	-	-	-	-	-	-		
Sub Total - Senior Managers of Municipality		2,766	5,214	5,214	997	1,019	1,014	2,184	4,044	4,780	(736)	-15%	5,214		
% increase	4		88.5%	88.5%									88.5%		
Other Municipal Staff															
Basic Salaries and Wages		106,745	129,612	127,946	28,172	33,808	31,885	30,221	124,087	127,682	(3,595)	-3%	127,946		
Pension Contributions		18,460	23,430	23,238	5,354	5,580	5,636	5,686	22,256	22,785	(529)	-2%	23,238		
Medical Aid Contributions		6,457	8,858	8,051	1,837	1,945	2,226	2,237	8,245	8,301	(56)	-1%	8,051		
Motor vehicle and cell phone		5,132	6,689	6,422	1,371	1,448	1,561	1,602	5,983	6,353	(370)	-6%	6,422		
Housing allowance		1,739	1,995	1,628	388	360	356	352	1,456	1,579	(124)	-8%	1,628		
Overtime		16,934	15,891	21,900	4,608	5,747	6,302	6,325	22,983	21,876	1,106	5%	21,900		
Performance Bonus		-	-	-	-	-	-	-	-	-	-	-	-		
Other benefits or allowances		3,200	3,650	3,735	880	936	904	894	3,614	3,725	(110)	-3%	3,735		
In-kind benefits	2	-	-	-	-	-	-	-	-	-	-	-	-		
Sub Total - Other Municipal Staff		158,667	190,126	192,919	42,609	49,826	48,870	47,318	188,623	192,301	(3,678)	-2%	192,919		
% increase	4		19.8%	21.6%									21.6%		
Total Parent Municipality		171,868	206,956	209,345	46,161	53,250	52,915	52,301	203,457	208,122	(4,665)	-2%	209,345		
			20.4%	21.8%									21.8%		
Unpaid salary, allowances & benefits in arrears:															
TOTAL SALARY, ALLOWANCES & BENEFITS		171,868	206,956	209,345	46,161	53,250	52,915	52,301	203,457	208,122	(4,665)	-2%	209,345		
% increase	4		20.4%	21.8%									21.8%		
TOTAL MANAGERS AND STAFF		161,434	195,340	198,133	43,606	50,845	49,884	49,502	192,667	197,081			198,133		

ANNEXURE C

MP313 Steve Tshwete - Supporting Table SC6 Quarterly Budget Statement - transfers and grant receipts - Q04 June

Description	Ref	Budget Year 2009/10														
		2008/09 Audited Outcome	Original Budget	Adjusted Budget	Q1 Actual	Q2 Actual	Q3 Actual	Q4 Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast			
R thousands																
RECEIPTS:																
Operating Transfers and Grants	1,2															
National Government:		52,003	56,526	57,685	23,821	13,495	19,115	258	56,689	57,685	(996)	-1.7%	57,685			
Equitable share		47,394	53,235	54,393	22,181	13,291	18,921	-	54,393	54,393	-	-	54,393			
Finance Management grant	3	500	1,394	1,394	750	-	-	-	750	1,394	(644)	-46.2%	1,394			
Municipal Systems Improvement		735	735	735	735	-	-	-	735	735	-	-	735			
Other transfers and grants - MIG (PMU)		3,375	1,162	1,162	154	204	194	258	810	1,162	(352)	-30.3%	1,162			
Provincial Government:		4,443	4,793	4,944	-	-	-	-	-	4,944	(4,944)	-100.0%	4,944			
Health		4,443	4,443	4,443	-	-	-	-	-	4,443	(4,443)	-100.0%	4,443			
Local Government Transition Grant	4		350	350	-	-	-	-	-	350	(350)	-100.0%	350			
				151	-	-	-	-	-	151	(151)	-100.0%	151			
Other transfers and grants [insert description]																
District Municipality:		-	-	-	-	-	-	-	-	-	-	-	-			
[insert description]																
Other grant providers:		-	150	1,218	-	-	-	-	-	1,218	(1,218)	-100.0%	1,218			
Cleanest Town Competition				1,091	-	-	-	-	-	1,091	(1,091)	-100.0%	1,091			
Umsobomvu Youth Fund			150	128	-	-	-	-	-	128	(128)	-100.0%	128			
Total Operating Transfers and Grants	5	56,446	61,469	63,848	23,821	13,495	19,115	258	56,689	63,848	(7,159)	-11.2%	63,848			
Capital Transfers and Grants																
National Government:		15,277	30,510	29,510	13,071	3,781	9,230	12,000	38,083	29,510	8,573	29.1%	29,510			
Municipal Infrastructure Grant (MIG)		15,277	21,886	21,886	5,448	3,781	9,230	12,000	30,459	21,886	8,573	39.2%	21,886			
Finance Management Grant (FMG)			1,000	-	-	-	-	-	-	-	-	-	-			
Integrated National Electricity Program (INEP)			7,624	7,624	7,624	-	-	-	7,624	7,624	(0)	0.0%	7,624			
Provincial Government:		770	1,280	410	550	-	-	-	550	410	140	34.2%	410			
Department of Arts & Culture (DAC)		320	1,280	410	550	-	-	-	550	410	140	34.2%	410			
Municipal Systems Improvement Grant (MSIG)		450														
District Municipality:		-	-	-	-	-	-	-	-	-	-	-	-			
Nkangala District Municipality																
Other grant providers:		-	1,220	460	-	-	-	-	-	460	(460)	-100.0%	460			
Cleanest Town Competition			1,220	460	-	-	-	-	-	460	(460)	-100.0%	460			
Total Capital Transfers and Grants	5	16,047	33,010	30,380	13,621	3,781	9,230	12,000	38,633	30,380	8,253	27.2%	30,380			
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	72,493	94,479	94,227	37,442	17,276	28,345	12,258	95,322	94,227	1,094	1.2%	94,227			

ANNEXURE C

MP313 Steve Tshwete - Supporting Table SC7 Quarterly Budget Statement - transfers and grant expenditure - Q04 June 2010

Description	Ref	Budget Year 2009/10												
		2008/09 Audited Outcome	Original Budget	Adjusted Budget	Q1 Actual	Q2 Actual	Q3 Actual	Q4 Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands														
EXPENDITURE														
Operating expenditure of Transfers and Grants														
National Government:		52,634	56,526	57,685	11,144	11,470	12,900	21,541	57,055	57,685	(630)	-1.1%	57,685	
Equitable share		47,768	53,235	54,393	10,745	10,912	11,947	20,790	54,393	54,393	(0)	0.0%	54,393	
Finance Management grant		858	1,394	1,394	244	354	241	350	1,189	1,394	(205)	-14.7%	1,394	
Municipal Systems Improvement		633	735	735	-	0	518	143	662	735	(73)	-10.0%	735	
-		-	-	-	-	-	-	-	-	-	-	-	-	
-		-	-	-	-	-	-	-	-	-	-	-	-	
-		-	-	-	-	-	-	-	-	-	-	-	-	
Other transfers and grants - MIG (PMU)		3,375	1,162	1,162	154	204	194	258	810	1,162	(352)	-30.3%	1,162	
Provincial Government:		4,810	4,793	4,944	1,116	1,176	1,180	1,326	4,798	4,944	(146)	-3.0%	4,944	
Health		4,810	4,443	4,443	1,111	1,111	1,111	1,111	4,443	4,443	0	0.0%	4,443	
Local Government Transition Grant		-	350	350	5	66	70	66	206	350	(144)	-41.2%	350	
Department of Arts & Culture (DAC)		-	-	151	-	-	0	149	149	151	(2)	-1.5%	151	
-		-	-	-	-	-	-	-	-	-	-	-	-	
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-	-	-	-	
District Municipality:		-	-	-	-	-	-	-	-	-	-	-	-	
[insert description]		-	-	-	-	-	-	-	-	-	-	-	-	
Other grant providers:		-	150	1,218	47	60	20	442	570	1,218	(648)	-53.2%	1,218	
Cleanest Town Competition		-	-	1,091	-	-	-	442	442	1,091	(648)	-59.4%	1,091	
Umsobomvu Youth Fund		-	150	128	47	60	20	-	128	128	0	0.0%	128	
Total operating expenditure of Transfers and Grants:		57,444	61,469	63,848	12,306	12,706	14,101	23,309	62,423	63,848	(1,425)	-2.2%	63,848	
Capital expenditure of Transfers and Grants														
National Government:		17,044	30,510	29,510	396	4,830	15,759	8,332	29,317	29,510	(193)	-0.7%	29,510	
Municipal Infrastructure Grant (MIG)		16,024	21,886	21,886	396	3,797	13,218	4,282	21,693	21,886	(193)	-0.9%	21,886	
Finance Management Grant (FMG)		-	1,000	-	-	-	-	-	-	-	-	-	-	
Integrated National Electricity Program (INEP)		1,020	7,624	7,624	-	1,033	2,541	4,050	7,624	7,624	(0)	0.0%	7,624	
-		-	-	-	-	-	-	-	-	-	-	-	-	
-		-	-	-	-	-	-	-	-	-	-	-	-	
-		-	-	-	-	-	-	-	-	-	-	-	-	
Provincial Government:		753	1,280	410	-	130	-	266	396	410	(14)	-3.5%	410	
Department of Arts & Culture (DAC)		303	1,280	410	-	130	-	266	396	410	(14)	-3.5%	410	
Municipal Systems Improvement Grant (MSIG)		450	-	-	-	-	-	-	-	-	-	-	-	
District Municipality:		-	-	-	-	-	-	-	-	-	-	-	-	
Nkangala District Municipality		-	-	-	-	-	-	-	-	-	-	-	-	
Other grant providers:		306	1,220	460	-	-	-	322	322	460	(138)	-30.0%	460	
Cleanest Town Competition		306	1,220	460	-	-	-	322	322	460	(138)	-30.0%	460	
-		-	-	-	-	-	-	-	-	-	-	-	-	
Total capital expenditure of Transfers and Grants		18,104	33,010	30,380	396	4,960	15,759	8,920	30,034	30,380	(345)	-1.1%	30,380	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		75,547	94,479	94,227	12,703	17,666	29,859	32,229	92,457	94,227	(1,770)	-1.9%	94,227	

Recommendation by the Municipal Manager

- 1 **THAT** the quarterly report on financial management for the period 1 April 2010 to 30 June 2010, be noted.
- 2 **THAT** permission be granted to the Executive Manager Finance to send the report to National and Provincial Treasury, accompanied by prescribed electronic documentation.
- 3 **THAT** permission be granted to the Executive Manager Finance to place the report on Council's website, as per Section 75(1)(k) of the MFMA.

C44/07/2010

FINANCES : QUARTERLY REPORT : 1 APRIL 2010 UNTIL 30 JUNE 2010

9/2/1 (W)

RECOMMENDATION BY THE EXECUTIVE MAYOR

- 1 **THAT** the quarterly report on financial management for the period 1 April 2010 to 30 June 2010, be noted.
- 2 **THAT** permission be granted to the Executive Manager Finance to send the report to National and Provincial Treasury, accompanied by prescribed electronic documentation.
- 3 **THAT** permission be granted to the Executive Manager Finance to place the report on Council's website, as per Section 75(1)(k) of the MFMA.

C44/07/2010

FINANCES : QUARTERLY REPORT : 1 APRIL 2010 UNTIL 30 JUNE 2010

9/2/1 (W)

RESOLVED BY COUNCIL

- 1 **THAT** the quarterly report on financial management for the period 1 April 2010 to 30 June 2010, be noted.
- 2 **THAT** permission be granted to the Executive Manager Finance to send the report to National and Provincial Treasury, accompanied by prescribed electronic documentation.
- 3 **THAT** permission be granted to the Executive Manager Finance to place the report on Council's website, as per Section 75(1)(k) of the MFMA.