



# **MBIZANA LOCAL MUNICIPALITY**

## **MONTHLY REPORT**

**REPORT IN TERMS OF s71 OF THE MFMA FOR THE MONTH  
OF JULY 2016**

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## **PART 1 – IN-YEAR REPORT**

### **1. Executive Summary**

The Budget and Treasury Office as established in terms of Chapter 09 of the Municipal Finance Management Act No. 56 of 2003, has a responsibility of advising council and managers responsible of various votes in the municipality, of the performance of the municipality against the approved budget. This is done as per the requirements of section 71 of the same act.

The report as tabled herein is the report for July 2016. The report touches on all aspects of finances of the municipality, highlighting areas of significant under performance and areas where there have been major variances as opposed to the set budgets.

#### **1.1 The Political Oversight**

The Budget and Treasury Office oversight structure is constituted by the following members:

Hon. Councillor A. Maqutu	Chairperson
Hon. Councillor Twabu	His worship the Mayor
Hon. Councillor P. Booi	Supply Chain Management
Hon. Councillor S. Godi	Asset Management
Hon. Councillor I.M. Sabuka	Revenue Management
Hon. Councillor T. Mjanyelwa	Asset Management
Hon. Councillor Ngubo	Asset Management
Hon. Councillor Ndebele	Revenue Management
Hon. Councillor Magini	Budgeting, Reporting and Policy formulation
Hon. Councillor F. Matekana	Budgeting, Reporting and Policy formulation

As this is the report for July 2016, which is the last month of the term of this council, there is an expectation that this committee will be changed and replaced with the newly appointed council.

### **2. Administration**

The Budget and Treasury Office of Mbizana Local Municipality is established in terms of section 80 of the Municipal Finance Management Act No 56. of 2003. The department has four major sections that are indicated here under:-

**Revenue Management:** This section is responsible for ensuring that the revenue due to the municipality is collected and accurately accounted for. This includes ensuring that billing for all services and taxes is carried out on a monthly basis.

**Expenditure Management:** This section is responsible for all expenditure incurred by the municipality and ensuring that all service providers are paid for services rendered and goods supplied.

**Supply Chain Management:** As detailed in the SCM Section earlier, this section is responsible for demand management, acquisition, logistics and disposals. The supply chain management also has asset management as one component that it is responsible for.

**Budgeting and Reporting:** This ensures that budgets and adjustment budgets are compiled according to the legislations and approved within the prescribed timeframes, all expenditure is spent within the approved budgets, reporting to the requisite structures at the prescribed timeframes.

The organisational structure for the department has 28 positions and currently has 7 vacancies. We are currently busy with the recruitment of the Asset Management Officer. There are positions that are being currently considered for placement and these have not been finalised as yet.

The structure is shown in the diagram below with the names of the incumbents indicated as well as those positions that are currently vacant. There are also 5 positions for financial management interns where in 4 are currently filled. These are funded out of the Financial Management Grant from National Treasury.

### 3. In-year budget statement tables

#### a) Budget Statement Summary

EC443 Mbizana - Table C1 Monthly Budget Statement Summary - M01 July

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	21,057	-	12,987	12,987	1,755	11,232	640%	21,057
Service charges	-	26,742	-	3,305	3,305	2,229	1,076	48%	26,742
Investment revenue	-	5,805	-	362	362	484	(121)	-25%	5,805
Transfers recognised - operational	-	181,993	-	73,647	73,647	15,166	58,481	386%	181,993
Other own revenue	-	7,235	-	507	507	603	(96)	-16%	7,235
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>242,833</b>	-	<b>90,809</b>	<b>90,809</b>	<b>20,236</b>	<b>70,573</b>	<b>349%</b>	<b>242,833</b>
Employee costs	-	87,843	-	6,321	6,321	7,320	(999)	-14%	75,851
Remuneration of Councillors	-	23,186	-	1,318	1,318	1,932	(615)	-32%	15,811
Depreciation & asset impairment	-	39,400	-	-	-	3,283	(3,283)	-100%	-
Finance charges	-	1,500	-	-	-	125	(125)	-100%	-
Materials and bulk purchases	-	27,712	-	2,722	2,722	2,309	413	18%	32,670
Transfers and grants	-	3,881	-	-	-	323	(323)	-100%	-
Other expenditure	-	92,079	-	3,039	3,039	7,673	(4,634)	-60%	36,467
<b>Total Expenditure</b>	-	<b>275,601</b>	-	<b>13,400</b>	<b>13,400</b>	<b>22,967</b>	<b>(9,567)</b>	<b>-42%</b>	<b>160,800</b>
<b>Surplus/(Deficit)</b>	-	<b>(32,768)</b>	-	<b>77,409</b>	<b>77,409</b>	<b>(2,731)</b>	<b>80,140</b>	<b>-2935%</b>	<b>82,033</b>
Transfers recognised - capital	-	68,851	-	5,037	5,037	5,738	(701)	-12%	68,851
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>36,083</b>	-	<b>82,446</b>	<b>82,446</b>	<b>3,007</b>	<b>79,439</b>	<b>2642%</b>	<b>150,884</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>36,083</b>	-	<b>82,446</b>	<b>82,446</b>	<b>3,007</b>	<b>79,439</b>	<b>2642%</b>	<b>150,884</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>52,383</b>	-	<b>5,443</b>	<b>5,443</b>	<b>4,365</b>	<b>1,078</b>	<b>25%</b>	<b>65,319</b>
Capital transfers recognised	-	43,851	-	4,791	4,791	3,654	1,137	31%	57,494
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	578	578	-	578	#DIV/0!	6,940
Internally generated funds	-	8,532	-	74	74	711	(637)	-90%	885
<b>Total sources of capital funds</b>	-	<b>52,383</b>	-	<b>5,443</b>	<b>5,443</b>	<b>4,365</b>	<b>1,078</b>	<b>25%</b>	<b>65,319</b>
<b>Financial position</b>									
Total current assets	-	71,217	-		196,293				71,217
Total non current assets	-	555,352	-		508,412				555,352
Total current liabilities	-	32,084	-		53,281				32,084
Total non current liabilities	-	6,151	-		19,174				6,151
<b>Community wealth/Equity</b>	-	<b>588,334</b>	-		<b>632,249</b>				<b>588,334</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	80,783	-	78,525	78,250	8,320	(69,930)	-841%	80,783
Net cash from (used) investing	-	(52,383)	-	(5,443)	(5,443)	(4,365)	1,078	-25%	(52,383)
Net cash from (used) financing	-	(25,000)	-	40,400	40,400	(2,083)	(42,483)	2039%	15,400
<b>Cash/cash equivalents at the month/year end</b>	-	<b>58,718</b>	-	<b>-</b>	<b>168,524</b>	<b>57,189</b>	<b>(111,336)</b>	<b>-195%</b>	<b>99,118</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	14,848	3,145	244	(161)	(113)	24,095	-	-	42,057
<b>Creditors Age Analysis</b>									
Total Creditors	574	311	169	77	7	10	-	-	1,147

The summary given above shows the performance of the municipality against the budget for the month of July 2016. The further details of the performances against the budget are detailed in the paragraphs that follow.

b) Financial Performance by standard classification

EC443 Mbizana - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Standard</b>										
<i>Governance and administration</i>		-	207,556	-	86,960	86,960	17,296	69,664	403%	207,556
Executive and council		-	-	-	-	-	-	-	-	-
Budget and treasury office		-	207,349	-	86,960	86,960	17,279	69,681	403%	207,349
Corporate services		-	207	-	-	-	17	(17)	-100%	207
<i>Community and public safety</i>		-	776	-	12	10	65	(55)	-85%	333
Community and social services		-	333	-	8	8	28	(20)	-72%	333
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	443	-	2	2	37	(35)	-94%	-
Housing		-	-	-	2	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	50,170	-	5,554	5,554	4,181	1,373	33%	50,170
Planning and development		-	730	-	5	5	61	(56)	-92%	730
Road transport		-	49,439	-	5,549	5,549	4,120	1,429	35%	49,439
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	53,182	-	3,320	3,320	4,432	(1,112)	-25%	53,182
Electricity		-	50,061	-	3,236	3,236	4,172	(935)	-22%	50,061
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	3,121	-	83	83	260	(177)	-68%	3,121
<i>Other</i>	<b>4</b>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	<b>2</b>	-	<b>311,684</b>	-	<b>95,846</b>	<b>95,844</b>	<b>25,974</b>	<b>69,870</b>	<b>269%</b>	<b>311,241</b>
<b>Expenditure - Standard</b>										
<i>Governance and administration</i>		-	166,792	-	6,252	6,252	13,899	(7,648)	-55%	75,021
Executive and council		-	65,131	-	3,400	3,400	5,428	(2,028)	-37%	40,798
Budget and treasury office		-	63,438	-	891	891	5,287	(4,396)	-83%	10,691
Corporate services		-	38,223	-	1,961	1,961	3,185	(1,224)	-38%	23,532
<i>Community and public safety</i>		-	25,367	-	1,584	1,584	2,114	(530)	-25%	19,004
Community and social services		-	21,569	-	1,327	1,327	1,797	(470)	-26%	15,928
Sport and recreation		-	253	-	-	-	21	(21)	-100%	-
Public safety		-	3,544	-	256	256	295	(39)	-13%	3,077
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	34,923	-	1,879	1,879	2,910	(1,031)	-35%	22,549
Planning and development		-	15,416	-	734	734	1,285	(550)	-43%	8,811
Road transport		-	18,371	-	676	676	1,531	(855)	-56%	8,116
Environmental protection		-	1,137	-	469	469	95	374	394%	5,622
<i>Trading services</i>		-	48,519	-	3,685	3,685	4,043	(358)	-9%	44,224
Electricity		-	36,073	-	3,015	3,015	3,006	9	0%	36,180
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	12,446	-	670	670	1,037	(367)	-35%	8,044
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	<b>3</b>	-	<b>275,601</b>	-	<b>13,400</b>	<b>13,400</b>	<b>22,967</b>	<b>(9,567)</b>	<b>-42%</b>	<b>160,800</b>
<b>Surplus/ (Deficit) for the year</b>		-	<b>36,083</b>	-	<b>82,446</b>	<b>82,444</b>	<b>3,007</b>	<b>79,437</b>	<b>2642%</b>	<b>150,441</b>

The table above shows the same information as the first table, but considering the departments that are responsible for either the revenue or expenditure as indicated.

### c) Revenue by Source

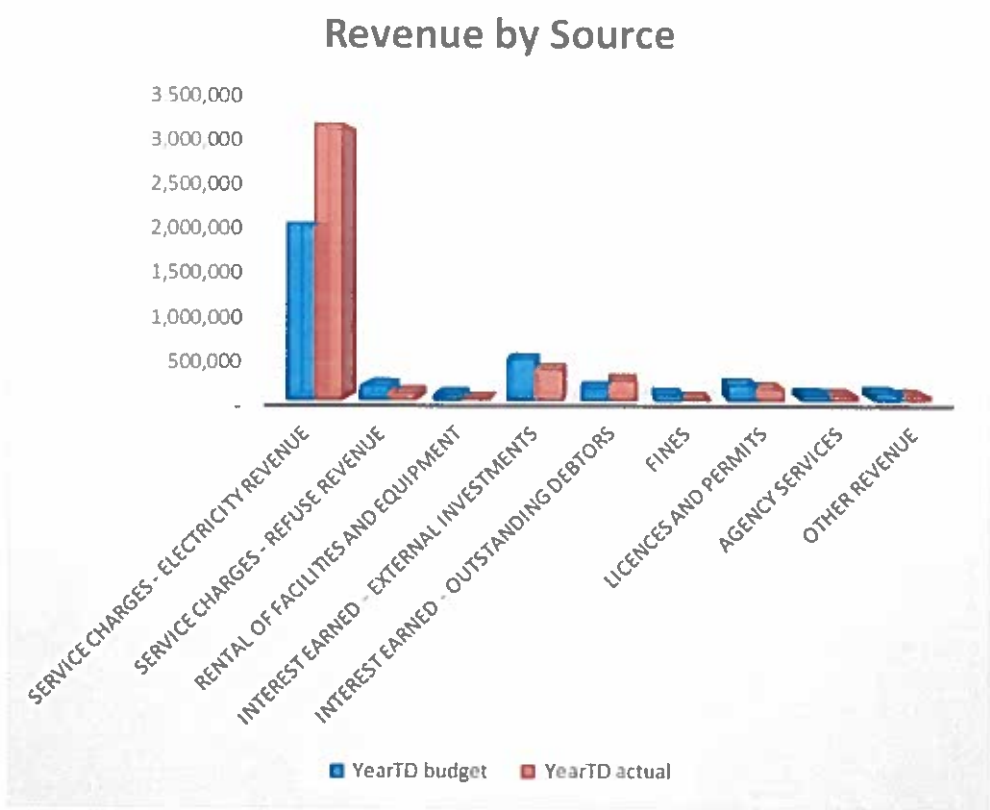
EC443 Mbizana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		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			21,057		12,987	12,987	1,755	11,232	640%	21,057
Property rates - penalties & collection charges								-		
Service charges - electricity revenue			24,731		3,222	3,222	2,061	1,161	56%	24,731
Service charges - water revenue			-					-		-
Service charges - sanitation revenue			-					-		-
Service charges - refuse revenue			2,001		83	83	167	(83)	-50%	2,001
Service charges - other			10		-	-	1	(1)	-100%	10
Rental of facilities and equipment			721		8	8	60	(52)	-87%	721
Interest earned - external investments			5,805		362	362	484	(121)	-25%	5,805
Interest earned - outstanding debtors			1,673		232	232	139	93	66%	1,673
Dividends received								-		-
Fines			775		16	16	65	(48)	-75%	775
Licences and permits			2,236		139	139	186	(47)	-25%	2,236
Agency services			814		57	57	68	(11)	-16%	814
Transfers recognised - operational			181,993		73,647	73,647	15,166	58,481	386%	181,993
Other revenue			1,016		55	55	85	(29)	-35%	1,016
Gains on disposal of PPE								-		
Total Revenue (excluding capital transfers and contributions)		-	242,833	-	90,809	90,809	20,236	70,573	349%	242,833

The municipality has various sources of revenue and these are shown in the table above. Further details and information is shared in the paragraphs that follow:-

- **PROPERTY RATES:** The municipality levies property rates as per the Municipal Property Rates Act for all rateable properties. For July 2016, the municipality billed just above R12million out of the R21million expected to be billed for the whole financial year. The high amount billed is because all government properties are billed in July only and not on a monthly basis as other properties for residents and businesses.
- **ELECTRICITY REVENUE:** Mbizana Local Municipality distributes electricity to the town area only, and for July 2016, R3.2 million was generated out of the R2 million expected to be generated as per the budgeted amount. This is showing a positive sign compared to the months in the previous financial period. This can be attributed to the initiatives that have been put in place including meter replacements for some of the large users in the town area.
- **Solid Waste Removal:** This revenue stream shows signs of strain as only 51% of the targeted monthly amounts has been achieved. The Budget and Treasury Office is in constant discussions with the relevant department in terms of what it is that can be done to remedy the situation. The main identified areas is to ensure that all properties that should be receiving the service of waste removal must be connected to the accurate tariff and that be applied correctly.
- **Interest on Investments:** This is revenue generated from call accounts and investments made with the financial institutions as per the Cash Management and Investment Policy. The call account

investments hold the funds of the municipality from various sources and grants, and these are funds that are not readily required for utilisation in service delivery. For July 2016, we have received an amount of R362 000.00.





d) Expenditure by Type

EC443 Mbizana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

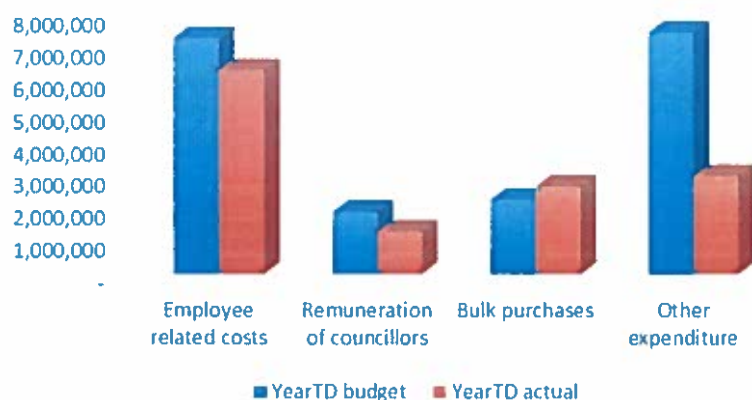
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs			87,843		6,321	6,321	7,320	(999)	-14%	75,851
Remuneration of councillors			23,186		1,318	1,318	1,932	(615)	-32%	15,811
Debt impairment			1,900		-	-	158	(158)	-100%	-
Depreciation & asset impairment			39,400		-	-	3,283	(3,283)	-100%	-
Finance charges			1,500		-	-	125	(125)	-100%	-
Bulk purchases			27,712		2,722	2,722	2,309	413	18%	32,670
Other materials								-		-
Contracted services			-			-	-			-
Transfers and grants			3,881		-	-	323	(323)	-100%	-
Other expenditure			90,179		3,039	3,039	7,515	(4,476)	-60%	36,467
Loss on disposal of PPE								-		-
Total Expenditure		-	275,601	-	13,400	13,400	22,967	(9,567)	-42%	160,800
Surplus/(Deficit)		-	(32,768)	-	77,409	77,409	(2,731)	80,140	(0)	82,033
Transfers recognised - capital			68,851		5,037	5,037	5,738	(701)	(0)	68,851
Contributions recognised - capital								-		
Contributed assets								-		
Surplus/(Deficit) after capital transfers & contributions		-	36,083	-	82,446	82,446	3,007			150,884
Taxation								-		
Surplus/(Deficit) after taxation		-	36,083	-	82,446	82,446	3,007			150,884
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		-	36,083	-	82,446	82,446	3,007			150,884
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		-	36,083	-	82,446	82,446	3,007			150,884

The expenditure incurred by the municipality during July 2016 and amounts year to date are detailed in the table above.

- **EMPLOYEE RELATED COSTS:** The employee related costs are costs incurred pay for salaries paid to employees and all management. For July 2016, the municipality spent R6.2 million out of the budgeted R7.3 million. This gives a variance of 14% of the expected expenditure. The variance can mainly be attributed to vacancies that have not as yet been filled.
- **REMUNERATION OF COUNCILORS:** The remuneration of councillors has seen an expenditure of R1.3 million for July 2016 out of the budgeted R1.9 million. This gives a variance of 32% and this can mainly be attributed to the recent changes that have happened at council and the days on which the council had not be declared according to the appointment of the mayor, the speaker, the executive committee and other committees.
- **Bulk Purchases:** The municipality purchases electricity from ESKOM which is in turn distributed mainly to the town area of Mbizana. In July 2016, an amount of R2.7 million was

on the bulk purchases of electricity and this must be seen in the light of the R2,3 million that has been budgeted for monthly purchases. This is giving an early indication of a possible adjustments budget that must be carried out.

### Expenditure By Type



### e) Revenue by Municipal Vote

EC443 Mblzana - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description		Ref	2015/16	Budget Year 2016/17							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue by Vote		1									
Vote 1 - EXECUTIVE & COUNCIL			-	-	-	-	-	-	-	-	
Vote 2 - BUDGET & TREASURY			-	207,349	-	86,960	86,960	17,279	69,681	403.3%	207,349
Vote 3 - CORPORATE SERVICES			-	207	-	-	-	17	(17)	-100.0%	207
Vote 4 - COMMUNITY & SOCIAL SERVICES			-	6,762	-	286	286	563	(277)	-49.2%	6,762
Vote 5 - ENGINEERING SERVICES			-	96,685	-	8,594	8,594	8,057	537	6.7%	96,685
Vote 6 - DEVELOPMENT PLANNING			-	680	-	5	5	57	(51)	-90.7%	680
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	-	311,684	-	95,846	95,846	25,974	69,872	269.0%	311,684

The table above shows departments of the municipality that have generated revenue as stated in the revenue by type above.

#### f) Expenditure by Municipal Vote

EC443 Mbitzana - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Expenditure by Vote</b>	<b>1</b>									
Vote 1 - EXECUTIVE & COUNCIL		-	65,131	-	3,400	3,400	5,428	(2,028)	-37.4%	40,798
Vote 2 - BUDGET & TREASURY		-	63,438	-	891	891	5,287	(4,396)	-83.1%	10,691
Vote 3 - CORPORATE SERVICES		-	38,223	-	1,981	1,981	3,185	(1,224)	-38.4%	23,532
Vote 4 - COMMUNITY & SOCIAL SERVICES		-	41,987	-	2,723	2,723	3,497	(775)	-22.2%	8,044
Vote 5 - ENGINEERING SERVICES		-	52,097	-	3,691	3,691	4,341	(650)	-15.0%	44,296
Vote 6 - DEVELOPMENT PLANNING		-	14,745	-	734	734	1,229	(494)	-40.2%	8,811
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]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	-	<b>275,601</b>	-	<b>13,400</b>	<b>13,400</b>	<b>22,967</b>	<b>(9,567)</b>	<b>-41.7%</b>	<b>136,173</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	-	<b>36,083</b>	-	<b>82,446</b>	<b>82,446</b>	<b>3,007</b>	<b>79,439</b>	<b>2641.9%</b>	<b>175,511</b>

The table above shows the expenditure by departments. The total expenditure for July 2016 amounted to just above R13.4 million. R3.6 million of this was from the Engineering Services department where most of our expenditure on service delivery is located. The Executive and Council amount spent comes to just above R3.4 million as the second highest amount spent.

#### 4. Expenditure on Councillor and board members allowances and employee benefits

##### a) Expenditure on councillor allowances

EC443 Mbitzana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages			14,046		873	873	1,170	(298)	-25%	10,472
Pension and UIF Contributions						-	-	-	-	-
Medical Aid Contributions						-	-	-	-	-
Motor Vehicle Allowance			6,424		296	296	535	(239)	-45%	3,555
Cellphone Allowance			1,426		89	89	119	(29)	-25%	1,074
Housing Allowances						-	-	-	-	-
Other benefits and allowances			1,289		59	59	107	(48)	-45%	711
<b>Sub Total - Councillors</b>		-	<b>23,186</b>	-	<b>1,318</b>	<b>1,318</b>	<b>1,932</b>	<b>(615)</b>	<b>-32%</b>	<b>15,811</b>

The table above gives further details on the breakdown of the salaries and allowances that are paid to councillors. The total amount spent on this was R1,3 million, and as shown, the amount were broken into basic salaries, car allowance, cell phone allowance and other allowances.

b) Expenditure on municipal executive allowances

EC443 Mbizana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
	1	A	B	C						D
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages			4,262		336	336	355	(19)	-5%	4,028
Pension and UIF Contributions								-		
Medical Aid Contributions								-		
Overtime								-		
Performance Bonus								-		
Motor Vehicle Allowance								-		
Cellphone Allowance			190		15	15	16	(1)	-5%	179
Housing Allowances								-		
Other benefits and allowances			2,184		172	172	182	(10)	-5%	2,064
Payments in lieu of leave								-		
Long service awards								-		
Post-retirement benefit obligations	2							-		
<b>Sub Total - Senior Managers of Municipality</b>		-	6,635	-	523	523	553	(30)	-5%	6,271

The table above shows the breakdown of the amounts paid to senior management officials of the municipality and this amounted to R523, 000.00 for July 2016.

c) Expenditure on other municipal employees

EC443 Mbizana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
	1	A	B	C						D
<b>Other Municipal Staff</b>										
Basic Salaries and Wages			52,108		3,979	3,979	4,342	(363)	-8%	47,753
Pension and UIF Contributions			6,032		418	418	503	(85)	-17%	5,013
Medical Aid Contributions			3,858		296	296	322	(25)	-8%	3,555
Overtime			761		10	10	63	(53)	-84%	124
Performance Bonus								-		
Motor Vehicle Allowance			7,534		557	557	628	(71)	-11%	6,681
Cellphone Allowance			630		27	27	53	(26)	-49%	323
Housing Allowances			3,131		234	234	261	(27)	-10%	2,810
Other benefits and allowances			7,154		277	277	596	(319)	-54%	3,321
Payments in lieu of leave								-		
Long service awards								-		
Post-retirement benefit obligations	2							-		
<b>Sub Total - Other Municipal Staff</b>		-	81,208	-	5,798	5,798	6,767	(969)	-14%	69,580
<b>Total Parent Municipality</b>		-	111,029	-	7,639	7,639	9,252	(1,614)	-17%	91,662
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		-	111,029	-	7,639	7,639	9,252	(1,614)	-17%	91,662
<b>% Increase</b>	4		#DIV/0!							#DIV/0!
<b>TOTAL MANAGERS AND STAFF</b>		-	87,843	-	6,321	6,321	7,320	(999)	-14%	75,851

The municipal employees also get remunerated for their services they provide to the municipality. The table above shows the breakdown of the amounts that have been paid to the employees for July 2016.

## 5. Municipality's financial performance

EC443 Mbizana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		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			21,057		12,987	12,987	1,755	11,232	640%	21,057
Property rates - penalties & collection charges								-		
Service charges - electricity revenue			24,731		3,222	3,222	2,061	1,161	56%	24,731
Service charges - water revenue			-					-		-
Service charges - sanitation revenue			-					-		-
Service charges - refuse revenue			2,001		83	83	167	(83)	-50%	2,001
Service charges - other			10		-	-	1	(1)	-100%	10
Rental of facilities and equipment			721		8	8	60	(52)	-87%	721
Interest earned - external investments			5,805		362	362	484	(121)	-25%	5,805
Interest earned - outstanding debtors			1,673		232	232	139	93	66%	1,673
Dividends received								-		-
Fines			775		16	16	65	(48)	-75%	775
Licences and permits			2,236		139	139	186	(47)	-25%	2,236
Agency services			814		57	57	68	(11)	-16%	814
Transfers recognised - operational			181,993		73,647	73,647	15,166	58,481	386%	181,993
Other revenue			1,016		55	55	85	(29)	-35%	1,016
Gains on disposal of PPE								-		
Total Revenue (excluding capital transfers and contributions)		-	242,833	-	90,809	90,809	20,236	70,573	349%	242,833
Expenditure By Type										
Employee related costs			87,843		6,321	6,321	7,320	(999)	-14%	75,851
Remuneration of councillors			23,186		1,318	1,318	1,932	(615)	-32%	15,811
Debt impairment			1,900		-	-	158	(158)	-100%	-
Depreciation & asset impairment			39,400		-	-	3,283	(3,283)	-100%	-
Finance charges			1,500		-	-	125	(125)	-100%	-
Bulk purchases			27,712		2,722	2,722	2,309	413	18%	32,670
Other materials								-		-
Contracted services			-			-	-	-		-
Transfers and grants			3,881		-	-	323	(323)	-100%	-
Other expenditure			90,179		3,039	3,039	7,515	(4,476)	-60%	36,467
Loss on disposal of PPE								-		-
Total Expenditure		-	275,601	-	13,400	13,400	22,967	(9,567)	-42%	160,800
Surplus/(Deficit)										
Transfers recognised - capital		-	(32,768)	-	77,409	77,409	(2,731)	80,140	(0)	82,033
Contributions recognised - capital			68,851		5,037	5,037	5,738	(701)	(0)	68,851
Contributed assets								-		
Surplus/(Deficit) after capital transfers & contributions		-	36,083	-	82,446	82,446	3,007			150,884
Taxation								-		
Surplus/(Deficit) after taxation		-	36,083	-	82,446	82,446	3,007			150,884
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		-	36,083	-	82,446	82,446	3,007			150,884
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		-	36,083	-	82,446	82,446	3,007			150,884

The table above shows the financial performance of the municipality for the period of July 2016. The table shows revenue generated as against expenditure incurred for the period that is reported on. The table shows a surplus of R82 million but this must be seen in the context that there was a significant injection from the grants, especially the Equitable Share which is received at specific times during the financial year.



## 6. Capital programme performance

### a) Capital expenditure by asset class and sub-class

EC443 Mblzana - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcomes	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		-	45,951	-	5,370	5,370	3,829	(1,540)	-40.2%	64,434
Infrastructure - Road transport		-	43,851	-	4,791	4,791	3,654	(1,137)	-31.1%	57,494
Roads, Pavements & Bridges			43,851		4,791	4,791	3,654	(1,137)	-31.1%	57,494
Storm water										
Infrastructure - Electricity		-	1,500	-	578	578	125	(453)	-302.6%	6,940
Generation										
Transmission & Reticulation			1,500		578	578	125	(453)	-302.6%	6,940
Street Lighting										
Infrastructure - Water		-	-	-	-	-	-	-		-
Dams & Reservoirs										
Water purification										
Reticulation										
Infrastructure - Sanitation		-	-	-	-	-	-	-		-
Reticulation										
Sewerage purification										
Infrastructure - Other		-	600	-	-	-	50	50	100.0%	-
Waste Management			600				50	50	100.0%	-
Transportation										
Gas										
Other										
Community		-	242	-	-	-	20	20	100.0%	-
Parks & gardens										
Sportsfields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing			242			-	20	20	100.0%	-
Buses										
Clinics										
Museums & Art Galleries										
Cemeteries										
Social rental housing										
Other										
Heritage assets		-	-	-	-	-	-	-		-
Buildings										
Other										
Investment properties		-	-	-	-	-	-	-		-
Housing development										
Other										
Other assets		-	6,191	-	74	74	516	442	85.7%	885
General vehicles			2,000			-	167	167	100.0%	-
Specialised vehicles		-	-	-	-	-	-	-		-
Plant & equipment										
Computers - hardware/equipment			1,599			-	133	133	100.0%	-
Furniture and other office equipment			533		74	74	44	(29)	-66.0%	885
Abattoirs										
Markets										
Civic Land and Buildings			500			-	42	42	100.0%	-
Other Buildings			767			-	64	64	100.0%	-
Other Land										
Surplus Assets - (Investment or Inventory)										
Other			792			-	66	66	100.0%	-
Agricultural assets		-	-	-	-	-	-	-		-
List sub-class										
Biological assets		-	-	-	-	-	-	-		-
List sub-class										
Intangibles		-	-	-	-	-	-	-		-
Computers - software & programming										
Other										
Total Capital Expenditure on new assets	1	-	52,383	-	5,443	5,443	4,365	(1,078)	-24.7%	85,319

The table above shows the capital expenditure for the month of July 2016. Roads, Bridges and pavements shows an amount spent of just over R4,7 million. This is expenditure on mainly roads and other infrastructure and is funded mainly from the Municipal Infrastructure Grant.

b) Capital Expenditure by municipal vote

EC443 Mbizana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M01 July										
Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET & TREASURY		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 5 - ENGINEERING SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - DEVELOPMENT PLANNING		-	-	-	-	-	-	-	-	-
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]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>4.7</b>	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET & TREASURY		-	500	-	-	-	42	(42)	-100%	-
Vote 3 - CORPORATE SERVICES		-	4,132	-	74	74	344	(271)	-79%	885
Vote 4 - COMMUNITY & SOCIAL SERVICES		-	1,608	-	-	-	134	(134)	-100%	-
Vote 5 - ENGINEERING SERVICES		-	45,351	-	5,370	5,370	3,779	1,590	42%	64,434
Vote 6 - DEVELOPMENT PLANNING		-	792	-	-	-	66	(66)	-100%	-
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]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>4</b>	-	52,383	-	5,443	5,443	4,365	1,078	25%	65,319
<b>Total Capital Expenditure</b>		-	52,383	-	5,443	5,443	4,365	1,078	25%	65,319
<b>Capital Expenditure - Standard Classification</b>										
<i>Governance and administration</i>		-	4,632	-	74	74	388	(312)	-81%	885
Executive and council		-	-	-	-	-	-	-	-	-
Budget and treasury office		-	500	-	-	-	42	(42)	-100%	-
Corporate services		-	4,132	-	74	74	344	(271)	-79%	885
<i>Community and public safety</i>		-	1,068	-	-	-	84	(84)	-100%	-
Community and social services		-	787	-	-	-	64	(64)	-100%	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	242	-	-	-	20	(20)	-100%	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	44,643	-	4,791	4,791	3,720	1,071	29%	57,494
Planning and development		-	792	-	-	-	66	(66)	-100%	-
Road transport		-	43,851	-	4,791	4,791	3,654	1,137	31%	57,494
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	2,100	-	578	578	175	403	230%	6,940
Electricity		-	1,500	-	578	578	125	453	363%	6,940
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	600	-	-	-	50	(50)	-100%	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Standard Classification</b>	<b>3</b>	-	52,383	-	5,443	5,443	4,365	1,078	25%	65,319
<b>Funded by:</b>										
National Government		-	43,851	-	4,791	4,791	3,654	1,137	31%	57,494
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	43,851	-	4,791	4,791	3,654	1,137	31%	57,494
Public contributions & donations		-	-	-	-	-	-	-	-	-
Borrowing		-	-	-	578	578	-	578	#DIV/0!	6,940
Internally generated funds		-	8,532	-	74	74	711	(637)	-90%	885
<b>Total Capital Funding</b>		-	52,383	-	5,443	5,443	4,365	1,078	25%	65,319



This table show the departments on which the capital expenditure has occurred in the municipality.

## 7. SUPPLY CHAIN MANAGEMENT

The Supply Chain Management Unit is responsible for all the procurement of the municipality. Although the section has been established in terms of the MFMA for a long time now, it is only recently that the processes have been centralised to the SCM office only. This has seen a flood of transactions that have had to be performed by officials in this section. This has had its fair share of difficulties but it is improving as we strengthen the processes that are being followed.

## 8. ACQUISITION MANAGEMENT

To improve the system of acquisition management the following should be taken into considerations

- Goods and services must only be procured in accordance with authorized procurement processes.
- Procurement of goods and services, either through quotations or through a bidding process, must be within the threshold values as determined by National treasury and the municipality's supply chain management policy.

## 9. PROCUREMENT REQUESTS NOT ABOVE R2000.00

S13.2. (b)(1) Supply Chain Management policy states that 01 written quotation will be obtain for any procurement of transaction below an amount of R2000 including vat.

Inv Date	Creditor Name	Department Name	Value	Status	
21/07/2016	ZETHU AND DAUGHTERS	COUNCILS GENERAL EXPENSES	1 000,00	RECEIVE	PAID
12/07/2016	FAKADE CONSTRUCTION (PTY) LTD	COUNCILS GENERAL EXPENSES	1 800,00	RECEIVE	PAID
28/07/2016	COEGA DEVELOPMENT CORPORATION	MUNICIPAL MANAGER	1 809,88	OPEN	AWAITING INVOICE
28/07/2016	COEGA DEVELOPMENT CORPORATION	MUNICIPAL MANAGER	1 371,25	OPEN	AWAITING INVOICE
04/08/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	1 645,35	OPEN	AWAITING INVOICE
04/08/2016	MUNSOFT (PTY) LTD	CORPORATE SERVICES	1 425,00	OPEN	AWAITING INVOICE
28/07/2016	XABANI TRADING AND PROJECTS CC	CORPORATE SERVICES	1 200,00	RECEIVE	NOT YET PAID
28/07/2016	XABANI TRADING AND PROJECTS CC	CORPORATE SERVICES	1 200,00	RECEIVE	NOT YET PAID
28/07/2016	KWIK-FIT BIZANA	CORPORATE SERVICES	520,00	RECEIVE	PAID
20/07/2016	CHAP 07 PROJECTS PTY LTD	CORPORATE SERVICES	1 500,00	RECEIVE	PAID
29/06/2016	XEROX CAPITAL OFFICE AUTOMATI	CORPORATE SERVICES	1 529,09	RECEIVE	PAID

15/07/2016	PROGRESS SERVICE STATION	CORPORATE SERVICES	900,00	OPEN	AWAITING INVOICE
15/07/2016	PROGRESS SERVICE STATION	CORPORATE SERVICES	900,00	OPEN	AWAITING INVOICE
26/07/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	1 042,00	RECEIVE	PAID
19/07/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	1 645,35	RECEIVE	PAID
19/07/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	1 974,42	OPEN	AWAITING INVOICE
26/07/2016	COEGA DEVELOPMENT CORPORATION	COMMUNITY DEVELOPMENT	1 151,74	RECEIVE	PAID
26/07/2016	N AND P BEVERAGE TRADING	COMMUNITY DEVELOPMENT	1 875,00	RECEIVE	PAID
01/08/2016	ZONGS MTSHASVELAFUTHI	GENERAL LEDGER	2 000,00	OPEN	AWAITING INVOICE
08/08/2016	CURVES AND HUMPS CATERING	GENERAL LEDGER	2 000,00	RECEIVE	NOT YET PAID
10/08/2016	AMANDLOVU TRADING & PROJECTS	GENERAL LEDGER	1 500,00	RECEIVE	NOT YET PAID
Total			29 989,08		

## 10. PROCUREMENT REQUESTS ABOVE R2,000.00 BUT BELOW R30,000.00

Procurement of goods and services above R2000.00 but below R30 000.00 is done through a system of advertising on website and the tender notice board and reports to be evaluated using PPPFA

Inv Date	Creditor Name	Department Name	Value	Status	
27/07/2016	DAGAYA'S CONSTRUCTION PTY LTD	COUNCILS GENERAL EXPENSES	6 000,00	RECEIVE	PAID
19/07/2016	COEGA DEVELOPMENT CORPORATION	COUNCILS GENERAL EXPENSES	4 937,00	RECEIVE	PAID
14/07/2016	NDIZANOYOLO TRADING ENTERPRISE	COUNCILS GENERAL EXPENSES	18 500,00	RECEIVE	PAID
12/07/2016	ODD'S KORJA CONSTRUCTION	COUNCILS GENERAL EXPENSES	9 900,00	RECEIVE	PAID
12/07/2016	XABANI TRADING AND PROJECTS CC	COUNCILS GENERAL EXPENSES	30 000,00	RECEIVE	PAID
04/08/2016	COPY WORLD PTY LTD	MAYOR'S OFFICE	25 764,00	OPEN	AWAITING INVOICE
28/07/2016	MPITI FUNERAL UNDERTAKERS	MAYOR'S OFFICE	8 929,89	RECEIVE	NOT YET PAID
28/07/2016	MABHAHH TRADING CC	MAYOR'S OFFICE	18 900,00	OPEN	AWAITING INVOICE
08/08/2016	MAGHOLO TRADING & PROJECTS	MAYOR'S OFFICE	29 990,00	RECEIVE	NOT YET PAID
27/07/2016	LINDOH CONSTRUCTION AND PROJEC	MAYOR'S OFFICE	12 600,00	RECEIVE	PAID
26/07/2016	COPY WORLD PTY LTD	MAYOR'S OFFICE	29 974,98	RECEIVE	PAID
26/07/2016	SIPHOSAKHE TRADING	MAYOR'S OFFICE	20 260,00	RECEIVE	PAID
21/07/2016	FAKADE CONSTRUCTION (PTY) LTD	MAYOR'S OFFICE	22 007,00	RECEIVE	PAID
20/07/2016	COPY WORLD PTY LTD	MAYOR'S OFFICE	25 004,76	OPEN	AWAITING INVOICE
20/07/2016	LINDOH CONSTRUCTION AND PROJEC	MAYOR'S OFFICE	14 250,00	RECEIVE	PAID
25/07/2016	NONTSHINTSHI CONSTRUCTION CC	MAYOR'S OFFICE	23 100,00	OPEN	AWAITING INVOICE

27/07/2016	MMZZ TRADING (PTY)LTD	MAYOR'S OFFICE	29 990,00	RECEIVE	PAID
27/07/2016	ZOMBEWU TRADING	MAYOR'S OFFICE	14 000,00	RECEIVE	PAID
19/07/2016	COEGA DEVELOPMENT CORPORATION	MAYOR'S OFFICE	5 923,00	RECEIVE	PAID
26/07/2016	SHERIFF BIZANA	MUNICIPAL MANAGER	6 473,00	RECEIVE	PAID
26/07/2016	SHERIFF BIZANA	MUNICIPAL MANAGER	6 473,00	RECEIVE	PAID
26/07/2016	COEGA DEVELOPMENT CORPORATION	MUNICIPAL MANAGER	6 800,00	OPEN	AWAITING INVOICE
26/07/2016	COEGA DEVELOPMENT CORPORATION	MUNICIPAL MANAGER	13 656,40	RECEIVE	NOT YET PAID
26/07/2016	COEGA DEVELOPMENT CORPORATION	MUNICIPAL MANAGER	10 969,00	OPEN	AWAITING INVOICE
20/07/2016	COPY WORLD PTY LTD	MUNICIPAL MANAGER	25 315,60	RECEIVE	PAID
08/07/2016	COFI-BROWN	MUNICIPAL MANAGER	29 694,00	RECEIVE	PAID
06/07/2016	INGODUKO TRADING ENTERPRISE PT	MUNICIPAL MANAGER	29 910,00	RECEIVE	PAID
28/07/2016	COEGA DEVELOPMENT CORPORATION	MUNICIPAL MANAGER	5 758,72	RECEIVE	PAID
29/06/2016	PONDO NEWS	MUNICIPAL MANAGER	8 550,00	OPEN	AWAITING INVOICE
28/07/2016	COEGA DEVELOPMENT CORPORATION	MUNICIPAL MANAGER	5 758,72	RECEIVE	PAID
04/08/2016	COEGA DEVELOPMENT CORPORATION	BUDGET & TREASURY	14 698,46	OPEN	AWAITING INVOICE
28/07/2016	COEGA DEVELOPMENT CORPORATION	BUDGET & TREASURY	28 793,62	RECEIVE	PAID
19/07/2016	COEGA DEVELOPMENT CORPORATION	BUDGET & TREASURY	15 795,36	RECEIVE	PAID
19/07/2016	COEGA DEVELOPMENT CORPORATION	BUDGET & TREASURY	6 252,33	RECEIVE	PAID
19/07/2016	COEGA DEVELOPMENT CORPORATION	BUDGET & TREASURY	5 758,72	RECEIVE	PAID
04/08/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	14 698,46	OPEN	AWAITING INVOICE
28/07/2016	SAGE VIP	CORPORATE SERVICES	4 668,30	RECEIVE	NOT YET PAID
	PROGRESS SERVICE STATION	CORPORATE SERVICES	4 972,00	OPEN	AWAITING INVOICE
26/07/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	10 420,55	RECEIVE	PAID
22/07/2016	OLEW TRADING PROJECTS	CORPORATE SERVICES	29 999,20	RECEIVE	PAID
26/07/2016	OLEW TRADING PROJECTS	CORPORATE SERVICES	3 700,00	RECEIVE	PAID
28/07/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	5 758,72	RECEIVE	PAID
26/07/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	3 948,84	RECEIVE	PAID
12/07/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	5 484,50	OPEN	AWAITING INVOICE
12/07/2016	UNISA	CORPORATE SERVICES	7 000,00	RECEIVE	PAID
19/07/2016	COEGA DEVELOPMENT CORPORATION	CORPORATE SERVICES	17 276,17	RECEIVE	PAID
	TIMES MEDIA LTD	DEVELOPMENT & PLANNING	9 010,56	OPEN	AWAITING INVOICE
	TIMES MEDIA LTD	DEVELOPMENT & PLANNING	9 010,56	OPEN	AWAITING INVOICE
26/07/2016	COEGA DEVELOPMENT CORPORATION	DEVELOPMENT & PLANNING	3 290,70	OPEN	AWAITING INVOICE
01/07/2016	IUZWE TOWN AND REGIONAL PLANN	DEVELOPMENT & PLANNING	28 770,75	RECEIVE	PAID

19/07/2016	COEGA DEVELOPMENT CORPORATION	DEVELOPMENT & PLANNING	5 758,72	RECEIVE	PAID
01/08/2016	DRIVING LICENSE CARD ACCOUNT	COMMUNITY DEVELOPMENT	13 351,00	RECEIVE	NOT YET PAID
28/07/2016	NDIZANOYOLO TRADING ENTERPRISE	COMMUNITY DEVELOPMENT	3 400,00	RECEIVE	PAID
27/07/2016	MLOBOTHI'S CONSTRUCTION AND EN	COMMUNITY DEVELOPMENT	6 500,00	RECEIVE	PAID
27/07/2016	UYABONWA SECURITY SERVICES	COMMUNITY DEVELOPMENT	288 400,00	RECEIVE	PAID
26/07/2016	ODD'S KORJA CONSTRUCTION	COMMUNITY DEVELOPMENT	28 665,00	RECEIVE	PAID
27/07/2016	LINDOH CONSTRUCTION AND PROJEK	REFUSE REMOVAL & CEMETERY	17 250,00	RECEIVE	PAID
21/07/2016	CHAP 07 PROJECTS PTY LTD	REFUSE REMOVAL & CEMETERY	29 600,00	RECEIVE	PAID
20/07/2016	AMAZWETSHA TRADING CC	REFUSE REMOVAL & CEMETERY	16 660,00	RECEIVE	PAID
26/07/2016	GODLIMPI TRADING AND PROJECTS	REFUSE REMOVAL & CEMETERY	18 500,00	RECEIVE	PAID
25/07/2016	THATHU'SHLAHLA CONSTRUCTION	REFUSE REMOVAL & CEMETERY	22 200,00	RECEIVE	PAID
10/08/2016	TIMES MEDIA LTD	PLANNING AND INFRASTRUCTURE	12 397,50	OPEN	AWAITING INVOICE
08/08/2016	TIMES MEDIA LTD	PLANNING AND INFRASTRUCTURE	2 082,78	RECEIVE	NOT YET PAID
21/07/2016	ZIINZAME CONSULTING ENGINEERS	PLANNING AND INFRASTRUCTURE	216 030,00	RECEIVE	NOT YET PAID
08/08/2016	TIMES MEDIA LTD	PLANNING AND INFRASTRUCTURE	2 082,78	RECEIVE	NOT YET PAID
26/07/2016	COEGA DEVELOPMENT CORPORATION	PLANNING AND INFRASTRUCTURE	2 084,00	RECEIVE	PAID
08/08/2016	TIMES MEDIA LTD	PLANNING AND INFRASTRUCTURE	7 438,50	RECEIVE	NOT YET PAID
08/08/2016	TIMES MEDIA LTD	PLANNING AND INFRASTRUCTURE	12 397,50	RECEIVE	NOT YET PAID
08/08/2016	TIMES MEDIA LTD	PLANNING AND INFRASTRUCTURE	9 918,00	RECEIVE	NOT YET PAID
08/08/2016	TIMES MEDIA LTD	PLANNING AND INFRASTRUCTURE	9 918,00	RECEIVE	NOT YET PAID
12/07/2016	PROGRESS SERVICE STATION	PLANNING AND INFRASTRUCTURE	12 430,00	OPEN	AWAITING INVOICE
26/07/2016	COEGA DEVELOPMENT CORPORATION	PLANNING AND INFRASTRUCTURE	9 872,10	RECEIVE	PAID
08/08/2016	EVETHO TRADING 820(PTY)LTD	GENERAL LEDGER	15 000,00	OPEN	AWAITING INVOICE
10/08/2016	YONGA 87 (PTY) LTD	GENERAL LEDGER	15 000,00	RECEIVE	NOT YET PAID
10/08/2016	SIVUYISIWE PROJECTS PTY LTD	GENERAL LEDGER	5 600,00	RECEIVE	NOT YET PAID
			<b>1 511 232,75</b>		

## 11. Status of Tenders

This procurement is done through a system of competitive bidding processes advertised on the provincial paper for a minimum of 14 days as per Regulation 14 as per S19 of Treasury Regulation of MFMA.

The following appointments were made during the month of July 2016

TENDER REGISTER		2016-2017				
No	SUCCESSFUL TENDERER	AWARDED AMOUNT	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
JUL-16						
1	Click 'n Travel	As per Rates	MBIZ 26/05/16/TRAS LM	Travel Agency	01/08/2016	B.T.O
2	ihans Travelling Agency	As per Rates	MBIZ 26/05/16/TRAS LM	Travel Agency	01/08/2016	B.T.O
TOTAL						

## 12. DEVIATIONS

There were no deviations for May 2016.

## PART 2 – SUPPORTING DOCUMENTATION

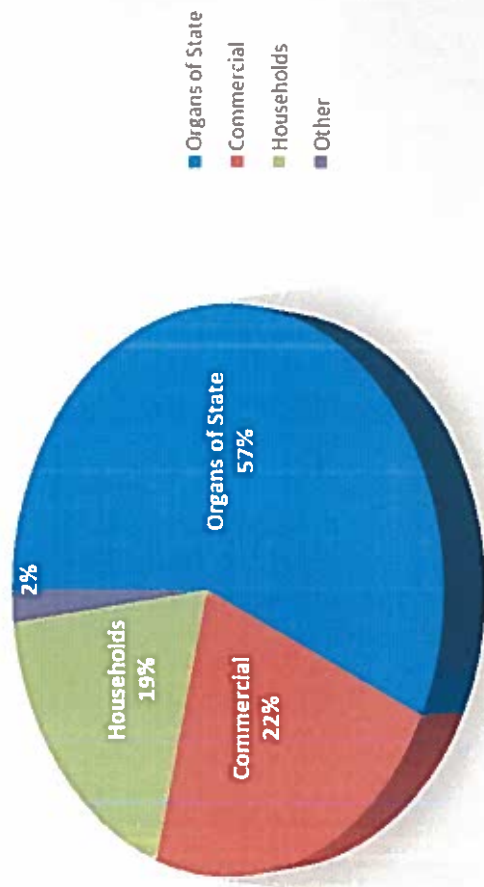
### 1. Debtors' analysis

#### Summary of all Debtors

EC443 Mbitzana - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	NT Code	Budget Year 2016/17									
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
<b>R thousands</b>											
<b>Debtors Age Analysis By Income Source</b>											
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1,746	997	363	162	90	4,234	7,592	4,486	7,592	4,486
Receivables from Non-exchange Transactions - Property Rates	1400	12,987	1,124	144	136	112	14,629	29,133	14,878	29,133	14,878
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	83	58	52	49	48	2,472	2,763	2,569	2,763	2,569
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	57	44	32	90	545	768	667	768	667
Interest on Arrear Debtor Accounts	1810	232	725	197	196	189	2,338	3,877	2,723	3,877	2,723
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-
Other	1900	(200)	183	(557)	(736)	(642)	(123)	(2,075)	(1,502)	(2,075)	(1,502)
<b>Total By Income Source</b>	<b>2000</b>	<b>14,848</b>	<b>3,145</b>	<b>244</b>	<b>(161)</b>	<b>(113)</b>	<b>24,095</b>	<b>-</b>	<b>-</b>	<b>42,057</b>	<b>23,821</b>
<b>2015/16 - totals only</b>											
<b>Debtors Age Analysis By Customer Group</b>											
Organs of State	2200	12,473	1,683	(173)	(529)	(497)	10,816	23,773	9,790	23,773	9,790
Commercial	2300	2,132	1,061	238	182	151	5,639	9,403	5,972	9,403	5,972
Households	2400	209	410	123	144	139	6,995	8,020	7,278	8,020	7,278
Other	2500	34	(9)	55	42	94	645	861	782	861	782
<b>Total By Customer Group</b>	<b>2600</b>	<b>14,848</b>	<b>3,145</b>	<b>244</b>	<b>(161)</b>	<b>(113)</b>	<b>24,095</b>	<b>-</b>	<b>-</b>	<b>42,057</b>	<b>23,821</b>

## DEBTORS



## Details of all debtors

### Households

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
<b>Debtors Age Analysis By Income Source</b>									
Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0	0
Trade and Other Receivables from Exchange Transactions - Electricity	25 202	18 253	16 710	10 707	9 306	331 674	0	0	411 852
Receivables from Non-exchange Transactions - Property Rates	103 591	188 189	37 258	62 163	61 630	3 463 538	0	0	3 916 369
Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0	0
Receivables from Exchange Transactions - Waste Management	29 143	24 733	23 788	22 585	22 474	1 331 345	0	0	1 454 068
Receivables from Exchange Transactions - Property Rental Debtors	0	0	0	0	0	0	0	0	0
Interest on Arrear Debtor Accounts	46 306	175 497	43 958	43 551	43 008	773 510	0	0	1 125 830
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	0	0	0	0	0	0	0	0	0
Other	4 258	3 650	1 574	4 776	2 373	1 095 261	0	0	1 111 892
<b>Total By Income Source</b>	<b>208 500</b>	<b>410 322</b>	<b>123 288</b>	<b>143 782</b>	<b>138 791</b>	<b>6 995 328</b>	<b>0</b>	<b>0</b>	<b>8 020 011</b>

### Businesses

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
<b>Debtors Age Analysis By Income Source</b>									
Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0	0
Trade and Other Receivables from Exchange Transactions - Electricity	1 291 724	650 766	63 538	21 961	18 472	1 447 111	0	0	3 493 562
Receivables from Non-exchange Transactions - Property Rates	578 345	123 727	105 021	92 734	69 236	2 315 059	0	0	3 284 122
Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0	0
Receivables from Exchange Transactions - Waste Management	45 152	25 789	21 051	18 753	18 281	933 501	0	0	1 062 527
Receivables from Exchange Transactions - Property Rental Debtors	0	0	0	0	0	0	0	0	0
Interest on Arrear Debtor Accounts	53 390	167 842	44 387	42 772	41 043	560 047	0	0	909 481
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	0	0	0	0	0	0	0	0	0
Other	163 586	92 704	4 345	5 629	3 841	383 366	0	0	653 481
<b>Total By Income Source</b>	<b>2 132 207</b>	<b>1 060 818</b>	<b>238 342</b>	<b>181 849</b>	<b>150 873</b>	<b>5 639 084</b>	<b>0</b>	<b>0</b>	<b>9 403 173</b>

### Government Departments



Select Category for each block		Item	Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 181 Days	Over 1 Year	Total
National: Public Works	Debtors Age Analysis By Income Source	1100	Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0
		1200	Trade and Other Receivables from Exchange Transactions - Electricity	90 759	78 567	86 893	42 770	36 283	1 636 859	0	1 970 131
		1300	Receivables from Non-exchange Transactions - Property Rates	390 312	0	0	0	0	790 353	0	1 180 665
		1400	Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0
		1500	Receivables from Exchange Transactions - Waste Water Management	5 516	5 044	5 044	5 044	5 044	171 277	0	196 969
		1600	Receivables from Exchange Transactions - Property Rental Debtors	25 589	93 416	22 019	21 601	23 918	448 771	0	635 314
		1700	Interest on Arrear Debtor Accounts	0	0	0	0	0	0	0	0
		1810	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	13 479	11 426	12 871	6 694	5 786	620 514	0	670 770
		1900	Other	525 655	186 453	126 627	76 109	71 031	3 667 774	0	4 653 849
		2000	Total By Income Source								
Provincial: Public Works, Roads and Transport	Debtors Age Analysis By Income Source	1100	Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0
		1200	Trade and Other Receivables from Exchange Transactions - Electricity	4 652	4 147	3 522	3 198	3 092	6 392	0	25 003
		1300	Receivables from Non-exchange Transactions - Property Rates	0	0	0	0	0	0	0	0
		1400	Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0
		1500	Receivables from Exchange Transactions - Waste Water Management	472	472	472	472	472	938	0	3 298
		1600	Receivables from Exchange Transactions - Property Rental Debtors	11 992 755	274 245	79 100	80 272	80 755	9 179 168	0	21 686 296
		1700	Interest on Arrear Debtor Accounts	0	0	0	0	0	0	0	0
		1810	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	-439 543	119 087	-603 324	-762 548	-654 935	-2 093 056	0	-4 434 319
		1900	Other	11 558 336	397 951	-520 230	-678 606	-570 615	7 093 442	0	17 280 278
		2000	Total By Income Source								
National: Basic Education	Debtors Age Analysis By Income Source	1100	Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0
		1200	Trade and Other Receivables from Exchange Transactions - Electricity	10 953	7 177	0	0	0	0	0	18 130
		1300	Receivables from Non-exchange Transactions - Property Rates	0	810 636	0	0	0	0	0	810 636
		1400	Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0
		1500	Receivables from Exchange Transactions - Waste Water Management	472	472	472	472	472	8 237	0	9 944
		1600	Receivables from Exchange Transactions - Property Rental Debtors	0	0	0	0	0	0	0	0
		1700	Interest on Arrear Debtor Accounts	7 842	228	0	0	0	0	0	8 070
		1810	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	1 600	1 071	0	0	0	0	0	2 671
		1900	Other	20 867	819 584	0	0	0	0	0	840 451
		2000	Total By Income Source								
National: Social Development	Debtors Age Analysis By Income Source	1100	Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0
		1200	Trade and Other Receivables from Exchange Transactions - Electricity	10 500	949	950	822	619	16 142	0	29 982
		1300	Receivables from Non-exchange Transactions - Property Rates	0	0	0	0	0	0	0	0
		1400	Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0
		1500	Receivables from Exchange Transactions - Waste Water Management	944	472	472	472	472	8 237	0	11 069
		1600	Receivables from Exchange Transactions - Property Rental Debtors	0	0	0	0	0	0	0	0
		1700	Interest on Arrear Debtor Accounts	284	1 121	234	304	355	4 379	0	6 677
		1810	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	-2 995	199	199	181	178	3 468	0	1 228
		1900	Other	8 733	2 741	1 855	1 779	1 624	32 224	0	48 956
		2000	Total By Income Source								
National: Health	Debtors Age Analysis By Income Source	1100	Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0
		1200	Trade and Other Receivables from Exchange Transactions - Electricity	309 679	236 767	189 593	60 142	0	3 274	0	799 475
		1300	Receivables from Non-exchange Transactions - Property Rates	0	0	0	0	0	0	0	0
		1400	Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0
		1500	Receivables from Exchange Transactions - Waste Water Management	710	710	710	710	238	2 171	0	5 249
		1600	Receivables from Exchange Transactions - Property Rental Debtors	0	0	0	0	0	0	0	0
		1700	Interest on Arrear Debtor Accounts	4 694	4 531	557	1 034	23	269	0	11 108
		1810	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	43 455	33 250	26 643	8 519	33	762	0	112 682
		1900	Other	358 538	275 278	217 503	70 405	294	6 476	0	928 494
		2000	Total By Income Source								
National: Agriculture, Forestry and Fisheries	Debtors Age Analysis By Income Source	1100	Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0
		1200	Trade and Other Receivables from Exchange Transactions - Electricity	333	333	333	333	333	6 780	0	8 445
		1300	Receivables from Non-exchange Transactions - Property Rates	0	0	0	0	0	0	0	0
		1400	Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0
		1500	Receivables from Exchange Transactions - Waste Water Management	472	472	472	472	472	6 139	0	8 499
		1600	Receivables from Exchange Transactions - Property Rental Debtors	155	400	127	120	113	766	0	1 681
		1700	Interest on Arrear Debtor Accounts	0	0	0	0	0	0	0	0
		1810	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	113	113	113	113	113	1 971	0	2 536
		1900	Other	1 073	1 318	1 045	1 038	1 031	15 656	0	21 161
		2000	Total By Income Source								
National: Agriculture, Forestry and Fisheries	Debtors Age Analysis By Income Source	1100	Trade and Other Receivables from Exchange Transactions - Water	0	0	0	0	0	0	0	0
		1200	Trade and Other Receivables from Exchange Transactions - Electricity	333	333	333	333	333	6 780	0	8 445
		1300	Receivables from Non-exchange Transactions - Property Rates	0	0	0	0	0	0	0	0
		1400	Receivables from Exchange Transactions - Waste Water Management	0	0	0	0	0	0	0	0
		1500	Receivables from Exchange Transactions - Waste Water Management	472	472	472	472	472	6 139	0	8 499
		1600	Receivables from Exchange Transactions - Property Rental Debtors	155	400	127	120	113	766	0	1 681
		1700	Interest on Arrear Debtor Accounts	0	0	0	0	0	0	0	0
		1810	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	113	113	113	113	113	1 971	0	2 536
		1900	Other	1 073	1 318	1 045	1 038	1 031	15 656	0	21 161
		2000	Total By Income Source								

## 2. Creditors' analysis

EC443 Mbizana - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2016/17									Prior year
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	totals for chart (same period)
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700									-	
Auditor General	0800									-	
Other	0900	574	311	169	77	7	10			1,147	
Total By Customer Type	1000	574	311	169	77	7	10	-	-	1,147	-

## 3. Investment portfolio analysis

EC443 Mbizana - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

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
R thousands		Yrs/Months							
Municipality									
FNB CALL DEPOSIT ACCOUNT		Not fixed	Call Deposit	Not fixed	10	0.5%	2,059	10	2,069
FNB CALL DEPOSIT ACCOUNT		Not fixed	Call Deposit	Not fixed	24	3.3%	722	20,676	21,398
FNB CALL DEPOSIT ACCOUNT		Not fixed	Call Deposit	Not fixed	0	0.1%	70	–	70
FNB CALL DEPOSIT ACCOUNT		Not fixed	Call Deposit	Not fixed	1	0.3%	393	–	393
FNB CALL DEPOSIT ACCOUNT		Not fixed	Call Deposit	Not fixed	2	0.3%	630	–	630
FNB CALL DEPOSIT ACCOUNT		Not fixed	Call Deposit	Not fixed	1	0.4%	332	1	333
FNB CALL DEPOSIT ACCOUNT		Not fixed	Call Deposit	Not fixed	668	0.8%	88,009	54,495	142,504
Municipality sub-total					707		92,216	75,182	167,398
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				707		92,216	75,182	167,398

## 4. Allocation and grant receipts and expenditure

### a) Transfers & Grants Receipts

EC443 Mbizana - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1.2									
Operating Transfers and Grants										
National Government:		-	203,804	-	78,295	78,295	67,935	14,658	21.6%	203,804
Local Government Equitable Share			175,910		73,295	73,295	58,637	14,658	25.0%	175,910
Finance Management			1,810		-	-	603			1,810
Municipal Systems Improvement			-		-	-	-			-
EPWP Incentive			1,084		-	-	361			1,084
Integrated National Electrification Programme			25,000		5,000	5,000	8,333			25,000
	3							-		
								-		
								-		
Other transfers and grants [insert description]								-		
Provincial Government:		-	381	-	-	-	127	(127)	-100.0%	381
Sport and Recreation			263			-	88	(88)	-100.0%	263
	4							-		
								-		
LED Assistance Grant			118			-	39	(39)	-100.0%	118
District Municipality:		-	400	-	-	-	133	(133)	-100.0%	400
Integrated Development Planning			100			-	33	(33)	-100.0%	100
Spatial Development Framework			300			-	100	(100)	-100.0%	300
Other grant providers:		-	100	-	-	-	33	(33)	-100.0%	100
GIS Shared Services			100			-	33	(33)	-100.0%	100
								-		
Total Operating Transfers and Grants	5	-	204,685	-	78,295	78,295	68,228	14,365	21.1%	204,685
Capital Transfers and Grants										
National Government:		-	46,159	-	15,666	15,666	15,386	280	1.8%	46,159
Municipal Infrastructure Grant (MIG)			46,159		15,666	15,666	15,386	280	1.8%	46,159
								-		
								-		
Other capital transfers [insert description]								-		
Provincial Government:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
Total Capital Transfers and Grants	5	-	46,159	-	15,666	15,666	15,386	280	1.8%	46,159
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	250,844	-	93,961	93,961	83,615	14,644	17.5%	250,844

## b) Transfers & Grants Expenditure

EC443 Mbizana - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		-	203,804	-	8,112	8,112	16,984	(8,872)	-52.2%	203,804
Local Government Equitable Share			175,910		8,045	8,045	14,659	(6,614)	-45.1%	175,910
Finance Management			1,810		67	67	151	(84)	-55.8%	1,810
Municipal Systems Improvement			-		-	-	-	-		-
EPWP Incentive			1,084		-	-	90	(90)	-100.0%	1,084
Integrated National Electrification Programme			25,000		-	-	2,083	(2,083)	-100.0%	25,000
								-		
Other transfers and grants [insert description]								-		
Provincial Government:		-	381	-	-	-	32	(32)	-100.0%	381
Sport and Recreation			263		-	-	22	(22)	-100.0%	263
								-		
								-		
LED Assistance Grant			118		-	-	10	(10)	-100.0%	118
District Municipality:		-	400	-	-	-	33	(33)	-100.0%	400
			100		-	-	8	(8)	-100.0%	100
Integrated Development Planning			300		-	-	25	(25)	-100.0%	300
Other grant providers:		-	100	-	-	-	8	(8)	-100.0%	100
								-		
GIS Shared Services			100		-	-	8	(8)	-100.0%	100
<b>Total operating expenditure of Transfers and Grants:</b>		-	204,685	-	8,112	8,112	17,057	(8,946)	-52.4%	204,685
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		-	46,159	-	5,288	5,288	3,847	1,442	37.5%	46,159
Municipal Infrastructure Grant (MIG)			46,159		5,288	5,288	3,847	1,442	37.5%	46,159
								-		
								-		
								-		
Other capital transfers [insert description]								-		
Provincial Government:		-	-	-	-	-	-	-		-
								-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
<b>Total capital expenditure of Transfers and Grants</b>		-	46,159	-	5,288	5,288	3,847	1,442	37.5%	46,159
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		-	250,844	-	13,400	13,400	20,904	(7,504)	-35.9%	250,844

c) Cash flow Statement

EC443 Mbizana - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates, penalties & collection charges			24,616		12,987	12,987	2,051	10,936	533%	24,616
Service charges			26,742		3,305	3,305	2,229	1,076	48%	26,742
Other revenue			5,563		275	-	2,051	(2,051)	-100%	5,563
Government - operating			204,685		73,295	73,295	17,057	56,238	330%	204,685
Government - capital			46,159		20,666	20,666	3,847	16,819	437%	46,159
Interest			7,478		594	594	623	(29)	-5%	7,478
Dividends								-		
<b>Payments</b>										
Suppliers and employees			(229,078)		(32,597)	(32,597)	(19,090)	13,508	-71%	(229,078)
Finance charges			(1,500)		-	-	(125)	(125)	100%	(1,500)
Transfers and Grants			(3,881)		-	-	(323)	(323)	100%	(3,881)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		-	80,783	-	78,525	78,250	8,320	(69,930)	-841%	80,783
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current debtors								-		
Decrease (increase) other non-current receivables								-		
Decrease (increase) in non-current investments								-		
<b>Payments</b>										
Capital assets			(52,383)		(5,443)	(5,443)	(4,365)	1,078	-25%	(52,383)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		-	(52,383)	-	(5,443)	(5,443)	(4,365)	1,078	-25%	(52,383)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans								-		
Borrowing long term/refinancing					40,400	40,400	-	40,400	#DIV/0!	40,400
Increase (decrease) in consumer deposits								-		
<b>Payments</b>										
Repayment of borrowing			(25,000)			-	(2,083)	(2,083)	100%	(25,000)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		-	(25,000)	-	40,400	40,400	(2,083)	(42,483)	2039%	15,400
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		-	3,400	-	113,482	113,207	1,871			43,800
Cash/cash equivalents at beginning:			55,317			55,317	55,317			55,317
Cash/cash equivalents at month/year end:		-	58,718	-		168,524	57,189			99,118



d) Statement of Financial Position

EC443 Mbizana - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash			2,988		1,127	2,988
Call investment deposits			55,729		167,398	55,729
Consumer debtors			8,826		24,095	8,826
Other debtors			1,592		1,592	1,592
Current portion of long-term receivables			1,617		1,617	1,617
Inventory			465		465	465
<b>Total current assets</b>		-	71,217	-	196,293	71,217
<b>Non current assets</b>						
Long-term receivables						
Investments						
Investment property			8,297		8,297	8,297
Investments in Associate						
Property, plant and equipment			544,842		497,902	544,842
Agricultural						
Biological assets						
Intangible assets			2,213		2,213	2,213
Other non-current assets						
<b>Total non current assets</b>		-	555,352	-	508,412	555,352
<b>TOTAL ASSETS</b>		-	626,568	-	704,705	626,568
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft						
Borrowing			19,400		25,000	19,400
Consumer deposits			439		441	439
Trade and other payables			10,175		17,367	10,175
Provisions			2,070		10,473	2,070
<b>Total current liabilities</b>		-	32,084	-	53,281	32,084
<b>Non current liabilities</b>						
Borrowing			-		15,400	
Provisions			6,151		3,774	6,151
<b>Total non current liabilities</b>		-	6,151	-	19,174	6,151
<b>TOTAL LIABILITIES</b>		-	38,234	-	72,456	38,234
<b>NET ASSETS</b>	<b>2</b>	-	588,334	-	632,249	588,334
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)			532,604		632,249	532,604
Reserves			55,729			55,729
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	-	588,334	-	632,249	588,334

## 5. Municipal Manager's quality certification

### Quality Certificate

I, Luvuyo MAHLAKA, the municipal manager of Mbizana Local Municipality, hereby certify that –

☒ The monthly budget statement

for the month of July 2016 has been prepared in accordance with the Municipal Finance Management Act and Regulations made under that Act.

Print name: Luvuyo MAHLAKA

Municipal manager of Mbizana Local Municipality (EC443)

Signature: 

Date: 15-08-2016