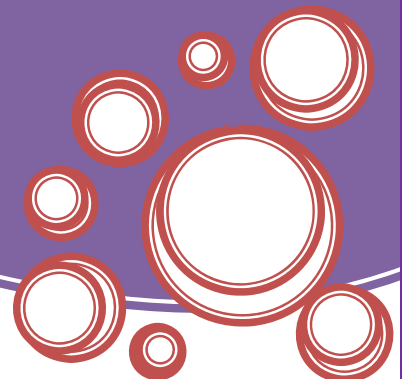


**STEVE TSHWETE
LOCAL MUNICIPALITY**

**MID YEAR BUDGET AND
PERFORMANCE ASSESSMENT
REPORT**

DECEMBER 2011



PART 1

MID YEAR BUDGET AND PERFORMANCE ASSESSMENT REPORT

1. Executive Summary

Table C1: Monthly Budget Statement Summary – Mid Year Assessment

For the first six months ending December, revenue to the amount of R428,0-million realized. The year to date budgeted revenue amounts to R419,0-million which reflects a favorable deviation of 2%. 50,3% of the budgeted revenue realized at the end of December 2011 whilst the projected forecasted revenue amounts to R837,2-million which is R14,6-million less than original budgeted.

Operating expenditure to the amount of R431,7-million was spend against the year to date budgeted expenditure of R478,2-million. This reflects a deviation of 10%. The forecasted operating expenditure amounts to R898,2-million which is a deviation of 2,1% of the original budget.

Capital expenditure for the first six months amounts to R84,2-million which is a deviation of 44% against the SDBIP figure of R149,6-million. The projected capital expenditure for 30 June 2012 amounts to R359,2-million with a likely hood that about R104,7-milion will probably be rolled over to the next financial year.

Taking the above into consideration the net operating surplus forecast for the year amounts to R13,3-million whilst it is projected that the cash and cash equivalents might decreased to R41,3-million.

2. In-Year Budget Statements Tables – Mid Year Assessment

Table C2: Monthly Financial Performance by Vote

Table C2 measures the actual performance against the year to date SDBIP figures which realized by vote for revenue and expenditure. The 30 June 2012 forecasted figures by vote are reflected in the last column, full year forecast.

The difference in revenue variations between Table C2 and Table C1 is the result of capital grants received, which are included Table C2.

Table C4: Monthly Financial Performance by Revenue Source and Expenditure Type.

This table provides the actual performance details for revenue by source and expenditure by type. For the purpose of reporting, Table C4

will be used to provide explanations on deviations. Reasons for the full year forecasted deviations will only be provided in cases where the percentages differ with more than 5% of the original budgeted figures and can be viewed in Supporting Table SC1.

The actual performance details for revenue by source and expenditure by type with the full year forecasted figures is graphically presented in:

- Chart 1 – Revenue by major source;
- Chart 2 - Revenue by minor source;
- Chart 3 – Expenditure by major type;
- Chart 4 – Expenditure by minor type;

Table C5: Monthly Capital Expenditure by Vote

Table C5 indicates the actual performance details on capital expenditure for all votes, whilst the 30 June 2012 forecasted figures are reflected in the last column, full year forecast.

Capital expenditure for the first six months amounts to R84,2-million which deviates with R65,4-million against the planned figure of R149,6-million and reflects deviation of 44%. The full year forecasted capital expenditure amounts to R359,2-million. Which is R3,2-million less than original planned.

The deviation with the SDBIP figures is spread over the whole vote structure of the Municipality. Reasons for deviations can be viewed in Supporting Table SC1.

The actual performance detail for capital expenditure by vote is graphically presented in:

- Chart 5 – Capex by major vote.
- Chart 6 – Capex by minor vote.

Table C6: Monthly Budget Statement Financial Position

In general the community wealth of the municipality is projected to amount to R6 394, 0-million. Total liabilities amounts to R453,7-million, whilst total assets amounts to R6 847,7-million.

Table C7: Monthly Budget Statement Cash Flow

Table C7 provides detail of the projected cash in- and outflow. A net cash inflow from operating activities of R150,8-million is forecasted, whilst a cash outflow from investing activities to the amount of R238,7-million is projected. The forecasted cash held on 30 June 2012 amounts to R41,4-million.

MP313 Steve Tshwete - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment

Description	2010/11	Budget Year 2011/12							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	171,197	195,806	195,806	16,468	98,253	97,903	350	0%	197,150
Service charges	401,546	480,029	480,029	40,214	244,395	241,067	3,327	1%	472,867
Investment revenue	28,024	29,476	29,476	778	6,950	8,087	(1,136)	-14%	18,976
Transfers recognised - operational	75,717	83,320	83,320	18,751	51,789	40,242	11,547	29%	83,320
Other own revenue	57,304	63,150	63,150	4,255	26,639	31,658	(5,019)	-16%	64,915
Total Revenue (excluding capital transfers and contributions)	733,788	851,781	851,781	80,466	428,026	418,957	9,069	2%	837,228
Employee costs	225,929	261,162	261,162	24,502	123,677	135,956	(12,279)	-9%	251,128
Remuneration of Councillors	11,934	15,364	15,364	1,168	7,038	7,927	(888)	-11%	15,744
Depreciation & asset impairment	157,081	156,887	156,887	13,074	78,443	78,442	2	0%	156,887
Finance charges	14,162	26,451	26,451	2,204	13,226	13,226	0	0%	26,451
Materials and bulk purchases	192,109	240,571	240,571	2,256	117,630	133,935	(16,305)	-12%	240,684
Transfers and grants	35,145	45,196	45,196	3,650	21,496	22,514	(1,017)		44,573
Other expenditure	195,037	171,988	171,988	11,443	70,151	86,159	(16,008)	-19%	162,699
Total Expenditure	831,397	917,619	917,619	58,298	431,661	478,158	(46,496)	-10%	898,166
Surplus/(Deficit)	(97,609)	(65,838)	(65,838)	22,169	(3,635)	(59,200)	55,565	-94%	(60,938)
Transfers recognised - capital	35,976	48,827	48,827	1,775	22,663	16,630	6,033	36%	48,827
Contributions & Contributed assets	13,809	25,376	25,376	-	-	-	-		25,376
Surplus/(Deficit) after capital transfers & contributions	(47,824)	8,365	8,365	23,944	19,027	(42,570)	61,598	-145%	13,265
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(47,824)	8,365	8,365	23,944	19,027	(42,570)	61,598	-145%	13,265
Capital expenditure & funds sources									
Capital expenditure	257,568	208,480	362,479	17,521	84,186	149,633	(65,447)	-44%	359,224
Capital transfers recognised	36,947	48,827	56,687	2,428	24,186	26,218	(2,032)	-8%	56,387
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	72,058	91,800	171,267	4,729	24,805	36,441	(11,636)	-32%	169,702
Internally generated funds	148,563	67,853	134,525	10,363	35,194	86,974	(51,780)	-60%	133,135
Total sources of capital funds	257,568	208,480	362,479	17,521	84,186	149,633	(65,447)	-44%	359,224
Financial position									
Total current assets	613,472	350,231	350,231		484,302				235,258
Total non current assets	6,142,465	6,458,320	6,458,320		6,411,864				6,612,448
Total current liabilities	147,067	103,478	103,478		127,131				104,229
Total non current liabilities	208,046	349,482	349,482		245,499				349,446
Community wealth/Equity	6,400,824	6,355,591	6,355,591		6,523,536				6,394,031
Cash flows									
Net cash from (used) operating	26,955	143,364	143,364	31,485	138,213	38,261	99,952	261%	150,824
Net cash from (used) investing	(141,503)	(190,000)	(190,000)	48,479	(66,186)	(47,302)	(18,883)	40%	(238,744)
Net cash from (used) financing	72,350	69,739	69,739	(4,988)	(8,412)	78,569	(86,981)	-111%	69,954
Cash/cash equivalents at the month/year end	14,907	38,045	38,045	74,976	122,944	84,469	38,475	46%	41,362
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	24,743	4,058	2,707	1,986	1,873	21,455	-	0%	56,822
Creditors Age Analysis									
Total Creditors	62,826	-	-	-	-	-	-	0%	62,826

MP313 Steve Tshwete - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Mid-Year Assessment

Description	Ref	2010/11	Budget Year 2011/12							
		Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		271,905	316,314	316,314	29,596	148,393	149,133	(740)	0%	307,457
Executive and council		39,441	38,921	38,921	9,328	25,112	19,455	5,657	29%	38,921
Budget and treasury office		204,790	232,259	232,259	18,742	109,253	109,577	(324)	0%	223,163
Corporate services		27,674	45,134	45,134	1,526	14,027	20,101	(6,074)	-30%	45,373
<i>Community and public safety</i>		20,696	29,325	29,325	864	8,570	10,546	(1,976)	-19%	29,628
Community and social services		3,716	5,577	5,577	78	1,581	2,102	(521)	-25%	5,577
Sport and recreation		8,370	13,673	13,673	69	3,473	5,137	(1,663)	-32%	13,673
Public safety		5,685	6,235	6,235	703	3,432	2,652	779	29%	6,538
Housing		212	1,165	1,165	12	77	585	(508)	-87%	1,165
Health		2,714	2,674	2,674	2	7	70	(63)	-91%	2,674
<i>Economic and environmental services</i>		37,547	37,859	37,859	2,984	22,097	14,549	7,548	52%	37,859
Planning and development		2,765	3,875	3,875	73	1,769	700	1,069	153%	3,875
Road transport		34,782	33,984	33,984	2,911	20,328	13,849	6,479	47%	33,984
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		453,425	542,486	542,486	48,797	271,629	261,359	10,269	4%	536,487
Electricity		303,467	357,560	357,560	31,477	181,904	178,284	3,619	2%	350,102
Water		49,798	67,425	67,425	4,800	31,002	27,239	3,762	14%	67,944
Waste water management		52,588	62,814	62,814	6,118	29,502	28,902	600	2%	62,946
Waste management		47,572	54,686	54,686	6,402	29,222	26,934	2,288	8%	55,495
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	783,573	925,983	925,983	82,241	450,688	435,587	15,101	3%	911,431
Expenditure - Standard										
<i>Governance and administration</i>		174,754	178,998	178,998	13,012	83,041	92,600	(9,559)	-10%	175,835
Executive and council		57,950	57,910	57,910	4,273	25,961	30,143	(4,182)	-14%	56,325
Budget and treasury office		38,006	43,256	43,256	3,046	20,188	21,886	(1,698)	-8%	42,922
Corporate services		78,798	77,833	77,833	5,693	36,892	40,571	(3,679)	-9%	76,589
<i>Community and public safety</i>		134,610	152,834	152,834	12,676	69,320	77,964	(8,644)	-11%	142,348
Community and social services		18,902	22,774	22,774	2,012	10,875	11,369	(494)	-4%	22,130
Sport and recreation		38,926	44,263	44,263	3,868	17,431	22,191	(4,760)	-21%	36,704
Public safety		49,019	54,377	54,377	4,290	26,691	28,415	(1,724)	-6%	54,027
Housing		7,500	8,751	8,751	686	3,875	4,271	(396)	-9%	8,221
Health		20,263	22,668	22,668	1,819	10,448	11,718	(1,270)	-11%	21,266
<i>Economic and environmental services</i>		101,242	104,100	104,100	9,153	49,516	52,419	(2,903)	-6%	101,525
Planning and development		8,110	9,818	9,818	990	4,080	5,052	(972)	-19%	9,465
Road transport		93,132	94,281	94,281	8,163	45,437	47,367	(1,931)	-4%	92,060
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		420,791	481,687	481,687	23,457	229,784	255,174	(25,391)	-10%	478,457
Electricity		276,737	315,427	315,427	8,619	151,308	171,231	(19,923)	-12%	312,590
Water		50,077	55,499	55,499	4,580	24,127	27,430	(3,303)	-12%	54,919
Waste water management		45,545	57,899	57,899	5,141	27,455	29,479	(2,023)	-7%	56,911
Waste management		48,431	52,862	52,862	5,117	26,894	27,035	(141)	-1%	54,038
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	831,397	917,619	917,619	58,298	431,661	478,158	(46,496)	-10%	898,166
Surplus/ (Deficit) for the year		(47,824)	8,365	8,365	23,944	19,027	(42,570)	61,598	-145%	13,265

MP313 Steve Tshwete - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Mid-Year Assessment

Description	Ref	Budget Year 2011/12								
		2010/11	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Municipal governance and administration</i>		271,905	316,314	316,314	29,596	148,393	149,133	(740)	0%	307,457
Executive and council		39,441	38,921	38,921	9,328	25,112	19,455	5,657	29%	38,921
<i>Mayor and Council</i>		39,325	38,921	38,921	9,328	25,107	19,455	5,652	29%	38,921
<i>Municipal Manager</i>		116				5		5	#DIV/0!	
Budget and treasury office		204,790	232,259	232,259	18,742	109,253	109,577	(324)	0%	223,163
Corporate services		27,674	45,134	45,134	1,526	14,027	20,101	(6,074)	-30%	45,373
<i>Human Resources</i>		649	1,031	1,031		416	425	(9)	-2%	1,031
<i>Information Technology</i>		1						0	32%	
<i>Property Services</i>		19,694	33,308	33,308	960	8,667	14,926	(6,259)	-42%	33,433
<i>Other Admin</i>		7,330	10,795	10,795	567	4,944	4,749	195	4%	10,910
<i>Community and public safety</i>		20,696	29,325	29,325	864	8,570	10,546	(1,976)	-19%	29,628
Community and social services		3,716	5,577	5,577	78	1,581	2,102	(521)	-25%	5,577
<i>Libraries and Archives</i>		159	139	139	2	57	74	(17)	-23%	139
<i>Museums & Art Galleries etc</i>								-		
<i>Community halls and Facilities</i>		343	2,800	2,800	20	611	968	(357)	-37%	2,800
<i>Cemeteries & Crematoriums</i>		2,931	2,350	2,350	34	778	915	(137)	-15%	2,350
<i>Child Care</i>								-		
<i>Aged Care</i>		278	288	288	23	135	145	(10)	-7%	288
<i>Other Community</i>								-		
<i>Other Social</i>		5						-		
Sport and recreation		8,370	13,673	13,673	69	3,473	5,137	(1,663)	-32%	13,673
Public safety		5,685	6,235	6,235	703	3,432	2,652	779	29%	6,538
<i>Police</i>		4,916	5,157	5,157	435	3,110	2,605	504	19%	5,168
<i>Fire</i>		195	197	197	268	322	47	275	587%	490
<i>Civil Defence</i>								-		
<i>Street Lighting</i>		573	880	880				-		880
<i>Other</i>								-		
Housing		212	1,165	1,165	12	77	585	(508)	-87%	1,165
Health		2,714	2,674	2,674	2	7	70	(63)	-91%	2,674
<i>Clinics</i>		2,409	2,510	2,510				-		2,510
<i>Ambulance</i>								-		
<i>Other</i>		305	164	164	2	7	70	(63)	-91%	164
<i>Economic and environmental services</i>		37,547	37,859	37,859	2,984	22,097	14,549	7,548	52%	37,859
Planning and development		2,765	3,875	3,875	73	1,769	700	1,069	153%	3,875
<i>Economic Development/Planning</i>		5						-		
<i>Town Planning/Building enforcement</i>		2,760	3,875	3,875	73	1,769	700	1,069	153%	3,875
<i>Licensing & Regulation</i>								-		
Road transport		34,782	33,984	33,984	2,911	20,328	13,849	6,479	47%	33,984
<i>Roads</i>		20,486	20,956	20,956	1,535	13,308	7,548	5,760	76%	20,956
<i>Public Buses</i>								-		
<i>Parking Garages</i>								-		
<i>Vehicle Licensing and Testing</i>		13,623	12,991	12,991	1,373	7,002	6,282	719	11%	12,991
<i>Other</i>		673	37	37	3	18	18	0	0%	37
Environmental protection								-		
<i>Pollution Control</i>								-		
<i>Biodiversity & Landscape</i>								-		
<i>Other</i>								-		
<i>Trading services</i>		453,425	542,486	542,486	48,797	271,629	261,359	10,269	4%	536,487
Electricity		303,467	357,560	357,560	31,477	181,904	178,284	3,619	2%	350,102
<i>Electricity Distribution</i>		303,467	357,560	357,560	31,477	181,904	178,284	3,619	2%	350,102
<i>Electricity Generation</i>								-		
Water		49,798	67,425	67,425	4,800	31,002	27,239	3,762	14%	67,944
<i>Water Distribution</i>		49,795	67,425	67,425	4,800	31,002	27,239	3,762	14%	67,944
<i>Water Storage</i>		3						-		
Waste water management		52,588	62,814	62,814	6,118	29,502	28,902	600	2%	62,946
<i>Sewerage</i>		52,588	62,814	62,814	6,118	29,502	28,902	600	2%	62,946
<i>Storm Water Management</i>								-		
<i>Public Toilets</i>								-		
Waste management		47,572	54,686	54,686	6,402	29,222	26,934	2,288	8%	55,495
<i>Solid Waste</i>		47,572	54,686	54,686	6,402	29,222	26,934	2,288	8%	55,495
Other								-		
<i>Air Transport</i>								-		
<i>Abattoirs</i>								-		
<i>Tourism</i>								-		
<i>Forestry</i>								-		
<i>Markets</i>								-		
Total Revenue - Standard	2	783,573	925,983	925,983	82,241	450,688	435,587	15,101	3%	911,431

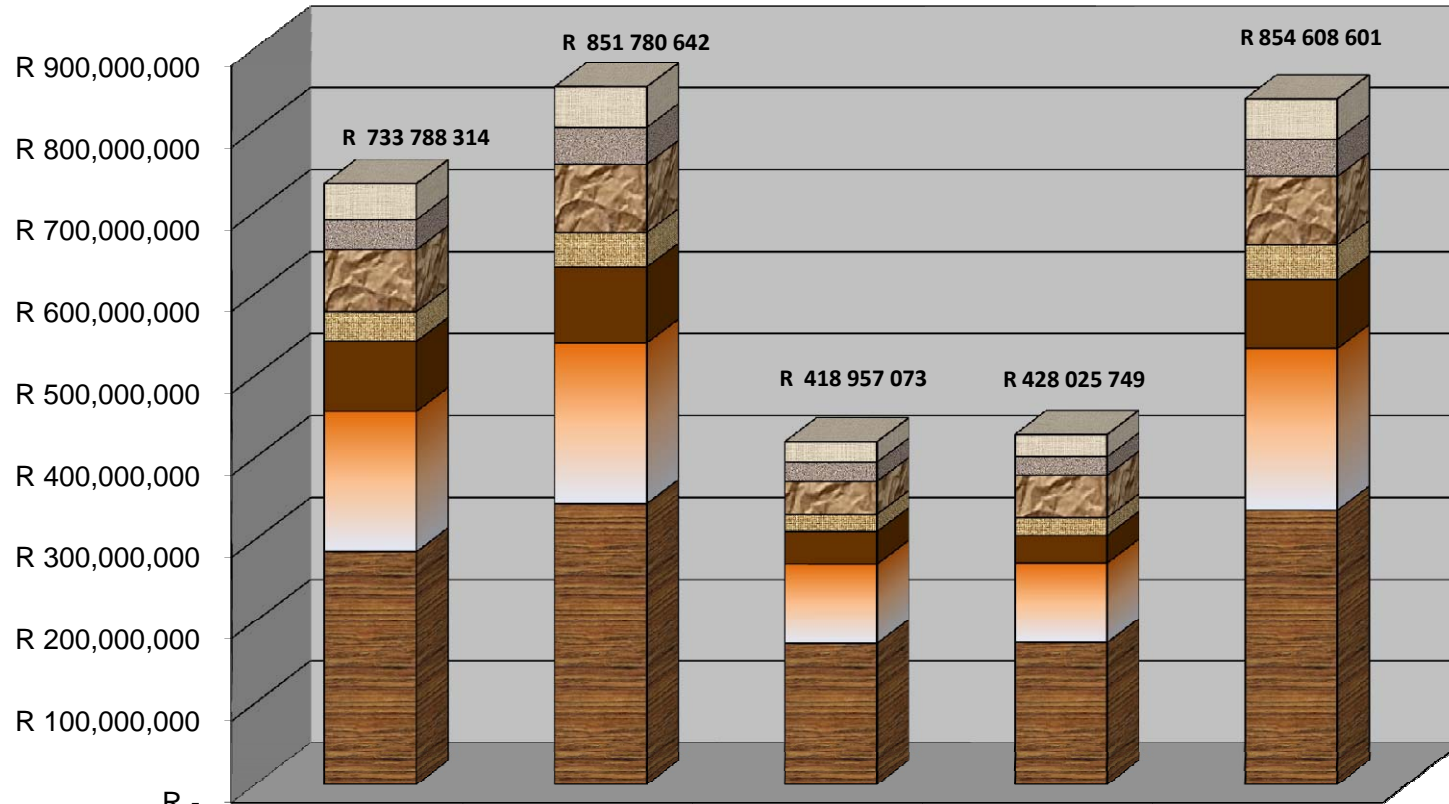
MP313 Steve Tshwete - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Mid-Year Assessment

Description	Ref	Budget Year 2011/12								
		2010/11	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Expenditure - Standard										
<i>Municipal governance and administration</i>		174,754	178,998	178,998	13,012	83,041	92,600	(9,559)	-10%	175,835
Executive and council		57,950	57,910	57,910	4,273	25,961	30,143	(4,182)	-14%	56,325
<i>Mayor and Council</i>		36,636	30,607	30,607	2,178	14,504	16,336	(1,831)	-11%	29,648
<i>Municipal Manager</i>		21,313	27,303	27,303	2,095	11,457	13,808	(2,351)	-17%	26,677
Budget and treasury office		38,006	43,256	43,256	3,046	20,188	21,886	(1,698)	-8%	42,922
Corporate services		78,798	77,833	77,833	5,693	36,892	40,571	(3,679)	-9%	76,589
<i>Human Resources</i>		7,206	9,584	9,584	763	3,984	5,076	(1,092)	-22%	8,812
<i>Information Technology</i>		8,750	11,752	11,752	815	4,389	5,950	(1,561)	-26%	10,751
<i>Property Services</i>		32,348	20,952	20,952	1,674	9,880	10,393	(513)	-5%	20,748
<i>Other Admin</i>		30,495	35,545	35,545	2,441	18,639	19,152	(513)	-3%	36,277
<i>Community and public safety</i>		134,610	152,834	152,834	12,676	69,320	77,964	(8,644)	-11%	142,348
Community and social services		18,902	22,774	22,774	2,012	10,875	11,369	(494)	-4%	22,130
<i>Libraries and Archives</i>		7,481	8,498	8,498	752	4,420	4,211	209	5%	8,908
<i>Museums & Art Galleries etc</i>								-		
<i>Community halls and Facilities</i>		4,170	5,933	5,933	480	2,743	2,901	(158)	-5%	5,536
<i>Cemeteries & Crematoriums</i>		4,682	5,108	5,108	452	2,154	2,717	(562)	-21%	4,497
<i>Child Care</i>								-		
<i>Aged Care</i>		885	851	851	53	474	400	75	19%	970
<i>Other Community</i>								-		
<i>Other Social</i>		1,684	2,383	2,383	275	1,084	1,142	(58)	-5%	2,219
Sport and recreation		38,926	44,263	44,263	3,868	17,431	22,191	(4,760)	-21%	36,704
Public safety		49,019	54,377	54,377	4,290	26,691	28,415	(1,724)	-6%	54,027
<i>Police</i>		21,292	23,848	23,848	1,831	11,142	12,614	(1,472)	-12%	22,864
<i>Fire</i>		23,572	25,482	25,482	2,050	13,072	13,282	(210)	-2%	26,227
<i>Civil Defence</i>								-		
<i>Street Lighting</i>		4,155	5,048	5,048	409	2,476	2,518	(42)	-2%	4,936
<i>Other</i>								-		
Housing		7,500	8,751	8,751	686	3,875	4,271	(396)	-9%	8,221
Health		20,263	22,668	22,668	1,819	10,448	11,718	(1,270)	-11%	21,266
<i>Clinics</i>		15,826	17,628	17,775	1,462	8,141	9,433	(1,292)	-14%	16,514
<i>Ambulance</i>								-		
<i>Other</i>		4,437	5,040	4,893	357	2,307	2,285	22	1%	4,752
<i>Economic and environmental services</i>		101,242	104,100	104,100	9,153	49,516	52,419	(2,903)	-6%	101,525
Planning and development		8,110	9,818	9,818	990	4,080	5,052	(972)	-19%	9,465
<i>Economic Development/Planning</i>		1,864	2,597	2,597	288	970	1,319	(349)	-26%	2,199
<i>Town Planning/Building enforcement</i>		6,246	7,222	7,222	703	3,110	3,732	(623)	-17%	7,266
<i>Licensing & Regulation</i>								-		
Road transport		93,132	94,281	94,281	8,163	45,437	47,367	(1,931)	-4%	92,060
<i>Roads</i>		81,144	80,287	80,287	6,988	38,719	39,937	(1,217)	-3%	78,425
<i>Public Buses</i>								-		
<i>Parking Garages</i>								-		
<i>Vehicle Licensing and Testing</i>		10,363	12,182	12,182	978	5,783	6,496	(713)	-11%	11,729
<i>Other</i>		1,624	1,813	1,813	197	934	935	(1)	0%	1,905
Environmental protection								-		
<i>Pollution Control</i>								-		
<i>Biodiversity & Landscape</i>								-		
<i>Other</i>								-		
<i>Trading services</i>		420,791	481,687	481,687	23,457	229,784	255,174	(25,391)	-10%	478,457
Electricity		276,737	315,427	315,427	8,619	151,308	171,231	(19,923)	-12%	312,590
<i>Electricity Distribution</i>		276,737	315,427	315,427	8,619	151,308	171,231	(19,923)	-12%	312,590
<i>Electricity Generation</i>								-		
Water		50,077	55,499	55,499	4,580	24,127	27,430	(3,303)	-12%	54,919
<i>Water Distribution</i>		31,224	33,321	33,321	2,792	13,985	16,385	(2,400)	-15%	33,040
<i>Water Storage</i>		18,853	22,178	22,178	1,787	10,142	11,045	(903)	-8%	21,878
Waste water management		45,545	57,899	57,899	5,141	27,455	29,479	(2,023)	-7%	56,911
<i>Sewerage</i>		43,958	56,191	56,191	4,974	26,550	28,595	(2,046)	-7%	55,125
<i>Storm Water Management</i>								-		
<i>Public Toilets</i>		1,588	1,708	1,708	168	906	883	22	3%	1,785
Waste management		48,431	52,862	52,862	5,117	26,894	27,035	(141)	-1%	54,038
<i>Solid Waste</i>		48,431	52,862	52,862	5,117	26,894	27,035	(141)	-1%	54,038
Other								-		
<i>Air Transport</i>								-		
<i>Abattoirs</i>								-		
<i>Tourism</i>								-		
<i>Forestry</i>								-		
<i>Markets</i>								-		
Total Expenditure - Standard	3	831,397	917,619	917,619	58,298	431,661	478,158	(46,496)	-10%	898,166
Surplus/ (Deficit) for the year		(47,824)	8,365	8,365	23,944	19,027	(42,570)	61,598	-145%	13,265

MP313 Steve Tshwete - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

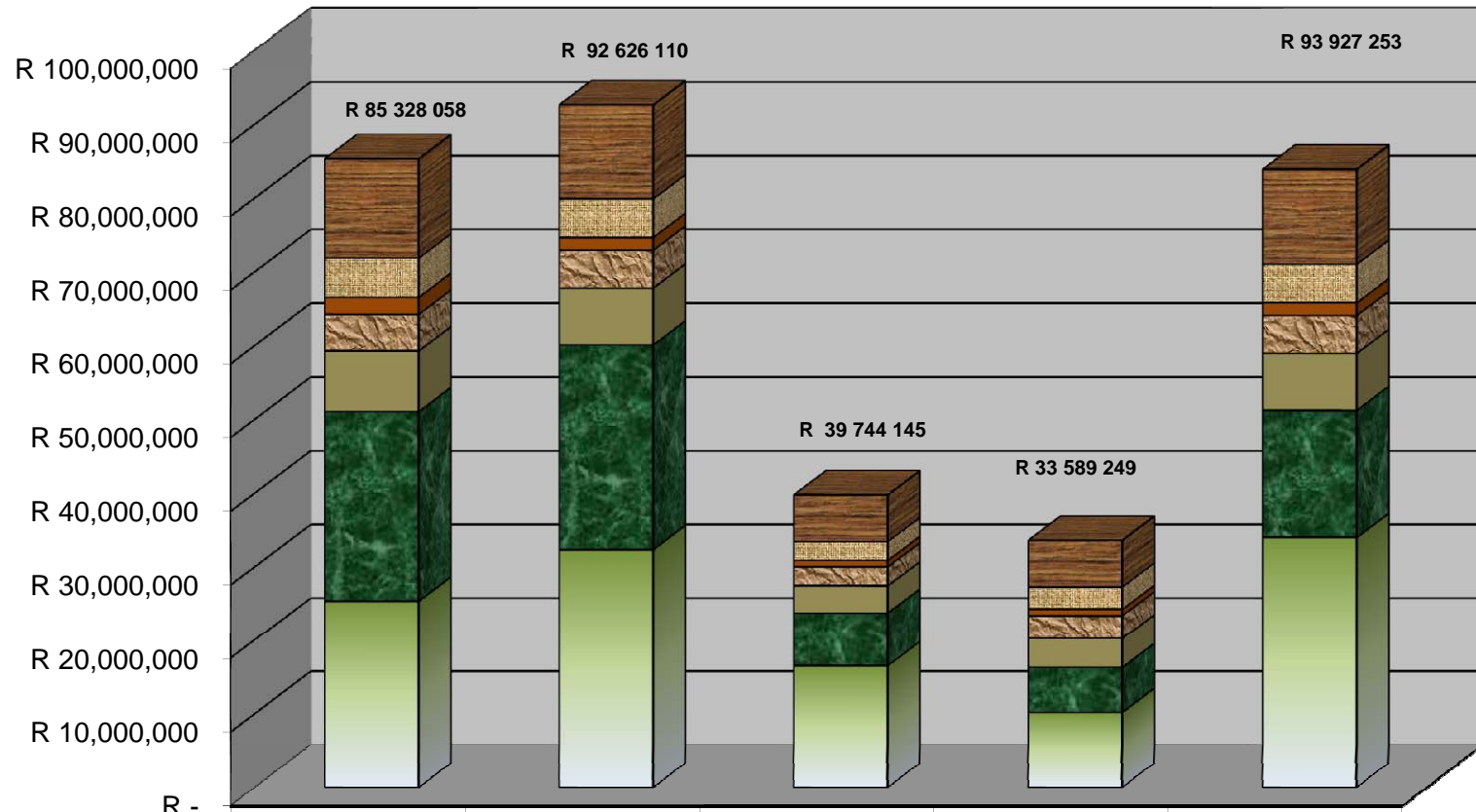
Description	Ref	2010/11	Budget Year 2011/12							
		Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		171,197	195,806	195,806	16,468	98,253	97,903	350	0%	197,150
Property rates - penalties & collection charges								-		
Service charges - electricity revenue		285,065	343,705	343,705	29,177	173,103	171,902	1,201	1%	335,603
Service charges - water revenue		43,882	49,456	49,456	3,834	27,250	24,731	2,519	10%	49,456
Service charges - sanitation revenue		36,371	44,888	44,888	3,574	22,435	23,444	(1,009)	-4%	45,019
Service charges - refuse revenue		36,228	41,980	41,980	3,629	21,607	20,990	617	3%	42,789
Service charges - other								-		
Rental of facilities and equipment		13,445	12,704	12,704	1,044	6,323	6,305	19	0%	12,828
Interest earned - external investments		25,708	27,740	27,740	630	6,067	7,223	(1,156)	-16%	17,240
Interest earned - outstanding debtors		2,316	1,736	1,736	149	883	864	20	2%	1,736
Dividends received								-		
Fines		4,962	5,140	5,140	457	3,132	2,589	543	21%	5,140
Licences and permits		5,329	5,247	5,247	428	3,040	2,563	477	19%	5,247
Agency services		8,217	7,704	7,704	943	3,961	3,705	256	7%	7,704
Transfers recognised - operational		75,717	83,320	83,320	18,751	51,789	40,242	11,547	29%	83,320
Other revenue		25,350	31,875	31,875	1,383	10,183	16,195	(6,013)	-37%	33,516
Gains on disposal of PPE			480	480			300	(300)	-100%	480
Total Revenue (excluding capital transfers and contributions)		733,788	851,781	851,781	80,466	428,026	418,957	9,069	2%	837,228
Expenditure By Type										
Employee related costs		225,929	261,162	261,162	24,502	123,677	135,956	(12,279)	-9%	251,128
Remuneration of councillors		11,934	15,364	15,364	1,168	7,038	7,927	(888)	-11%	15,744
Debt impairment		4,088	4,778	4,778	369	2,214	2,389	(175)	-7%	4,778
Depreciation & asset impairment		157,081	156,887	156,887	13,074	78,443	78,442	2	0%	156,887
Finance charges		14,162	26,451	26,451	2,204	13,226	13,226	0	0%	26,451
Bulk purchases		192,109	240,571	240,571	2,256	117,630	133,935	(16,305)	-12%	240,684
Other materials								-		
Contracted services		19,259	22,015	22,168	1,522	7,918	10,514	(2,596)	-25%	18,791
Transfers and grants		35,145	45,196	45,196	3,650	21,496	22,514	(1,017)	-5%	44,573
Other expenditure		170,051	145,195	145,042	9,552	60,019	73,255	(13,237)	-18%	139,129
Loss on disposal of PPE		1,640						-		
Total Expenditure		831,397	917,619	917,619	58,298	431,661	478,158	(46,496)	-10%	898,166
Surplus/(Deficit)		(97,609)	(65,838)	(65,838)	22,169	(3,635)	(59,200)	(37,428)	0	(60,938)
Transfers recognised - capital		35,976	48,827	48,827	1,775	22,663	16,630			48,827
Contributions recognised - capital										
Contributed assets		13,809	25,376	25,376						25,376
Surplus/(Deficit) after capital transfers & contributions		(47,824)	8,365	8,365	23,944	19,027	(42,570)			13,265
Taxation										
Surplus/(Deficit) after taxation		(47,824)	8,365	8,365	23,944	19,027	(42,570)			13,265
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(47,824)	8,365	8,365	23,944	19,027	(42,570)			13,265
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(47,824)	8,365	8,365	23,944	19,027	(42,570)			13,265

REVENUE BY MAJOR SOURCE: 2011/2012



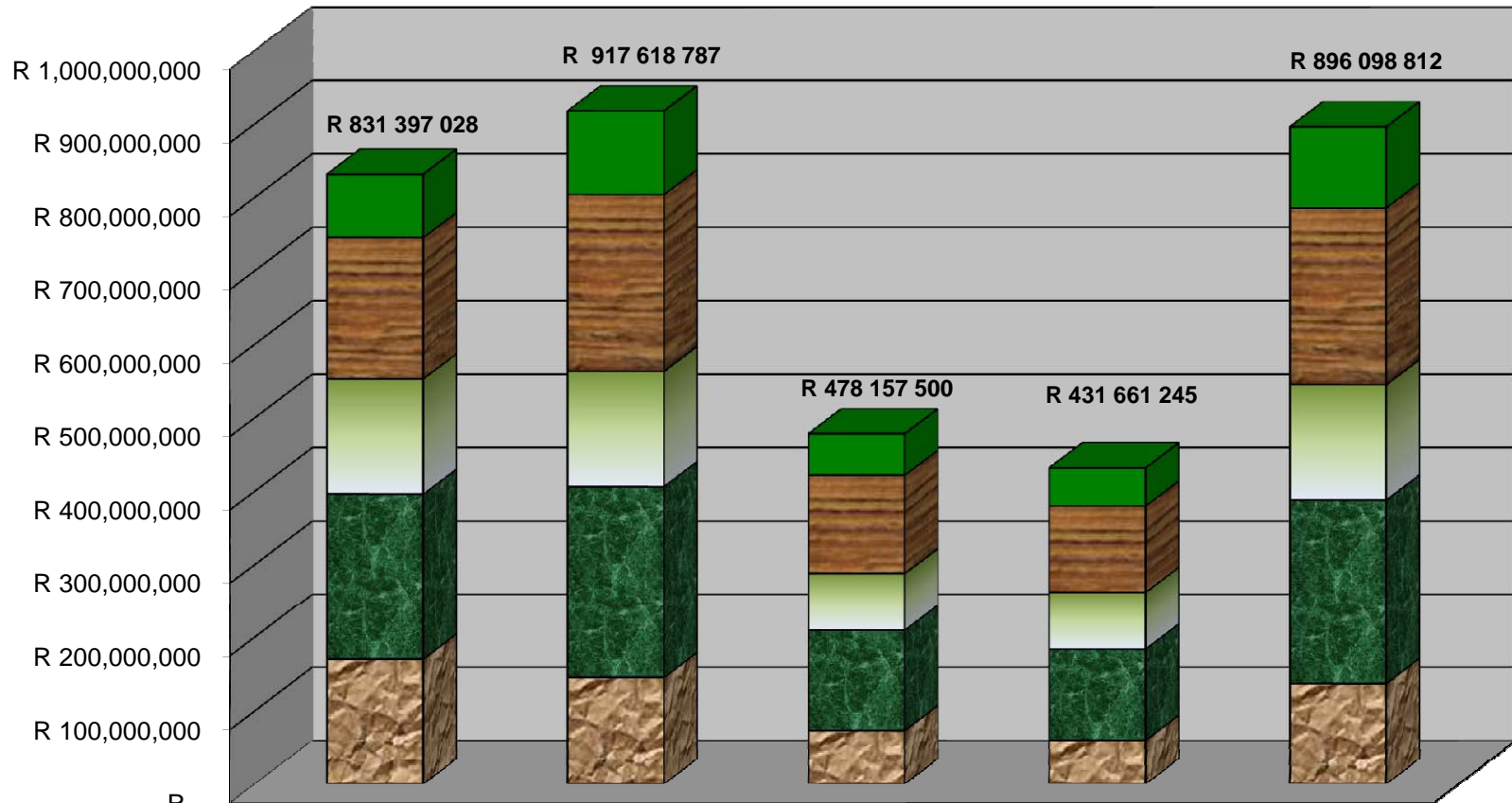
	10/11 Audited Actual	11/12 Approved Budget	11/12 SDBIP 31/12/2011	11/12 Actuals 31/12/2011	11/12 Full Year Forecast
□ Water tariffs	43,882,232	49,456,202	24,731,276	27,250,087	49,456,202
■ Sanitation tariffs	36,370,621	44,887,528	23,443,750	22,434,788	45,019,164
□ Grants & subsidies	75,717,114	83,319,950	40,242,460	51,788,963	83,319,950
■ Refuse tariffs	36,227,716	41,980,088	20,990,058	21,606,728	42,789,216
■ Other Revenue	85,328,058	92,626,110	39,744,145	33,589,249	83,891,157
□ Property rates	171,197,184	195,806,049	97,903,044	98,252,816	197,149,654
■ Electricity tariffs	285,065,389	343,704,715	171,902,340	173,103,119	335,602,915

REVENUE BY MINOR SOURCE: 2011/2012



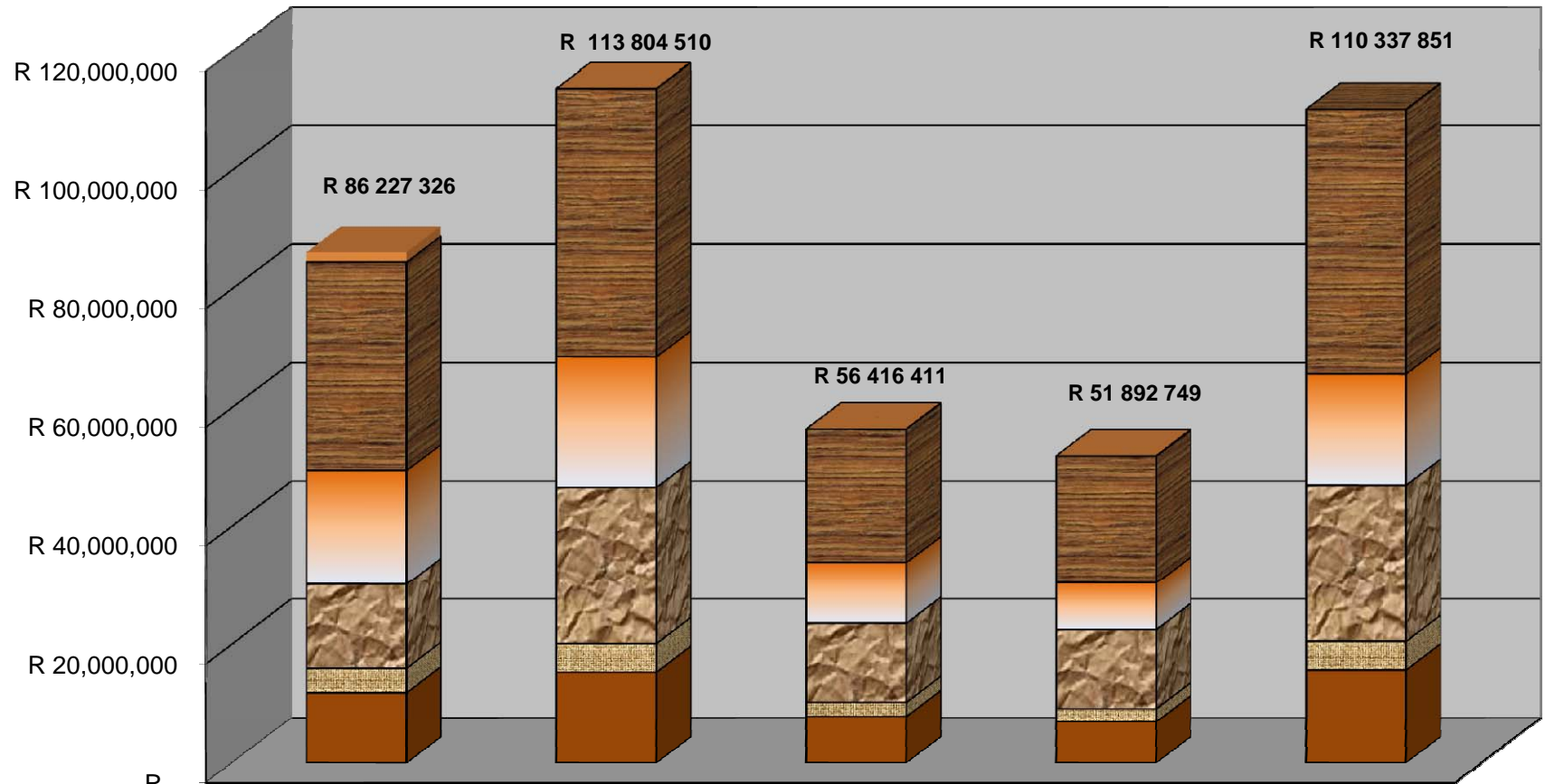
	10/11 Audited Actual	11/12 Approved Budget	11/12 SDBIP 31/12/2011	11/12 Actuals 31/12/2011	11/12 Full Year Forecast
■ Rental of facilities and equipment	13,444,832	12,703,862	6,304,670	6,323,181	12,828,259
■ Licenses and permits	5,328,683	5,246,500	2,563,490	3,040,014	5,246,500
■ Interest earned - outstanding debtors	2,316,139	1,736,315	863,613	883,334	1,736,315
■ Fines	4,962,419	5,140,100	2,588,800	3,132,038	5,140,100
■ Income from Agency Services	8,217,313	7,704,000	3,705,145	3,961,011	7,704,000
■ Interest earned - external investments	25,708,206	27,740,000	7,222,931	6,067,090	17,240,000
■ Other Charges	25,350,467	32,355,333	16,495,496	10,182,581	33,995,983

OPERATING EXPENDITURE BY MAJOR TYPE: 2011/2012



	10/11 Audited Actual	11/12 Approved Budget	11/12 SDBIP	11/12 Actuals	11/12 Full Year Forecast
■ Minor expenditure	86,227,326	113,804,510	56,416,411	51,892,749	110,337,851
■ Bulk purchases	192,108,764	240,570,671	133,935,116	117,629,641	240,684,171
■ Depreciation & asset impairment	157,081,460	156,886,900	78,441,894	78,443,465	156,886,923
■ Employee related costs	225,928,745	261,161,906	135,955,672	123,676,568	251,127,643
■ Other expenditure	170,050,734	145,194,800	73,408,407	60,018,823	137,062,224

OPERATING EXPENDITURE BY MINOR TYPE: 2011/2012

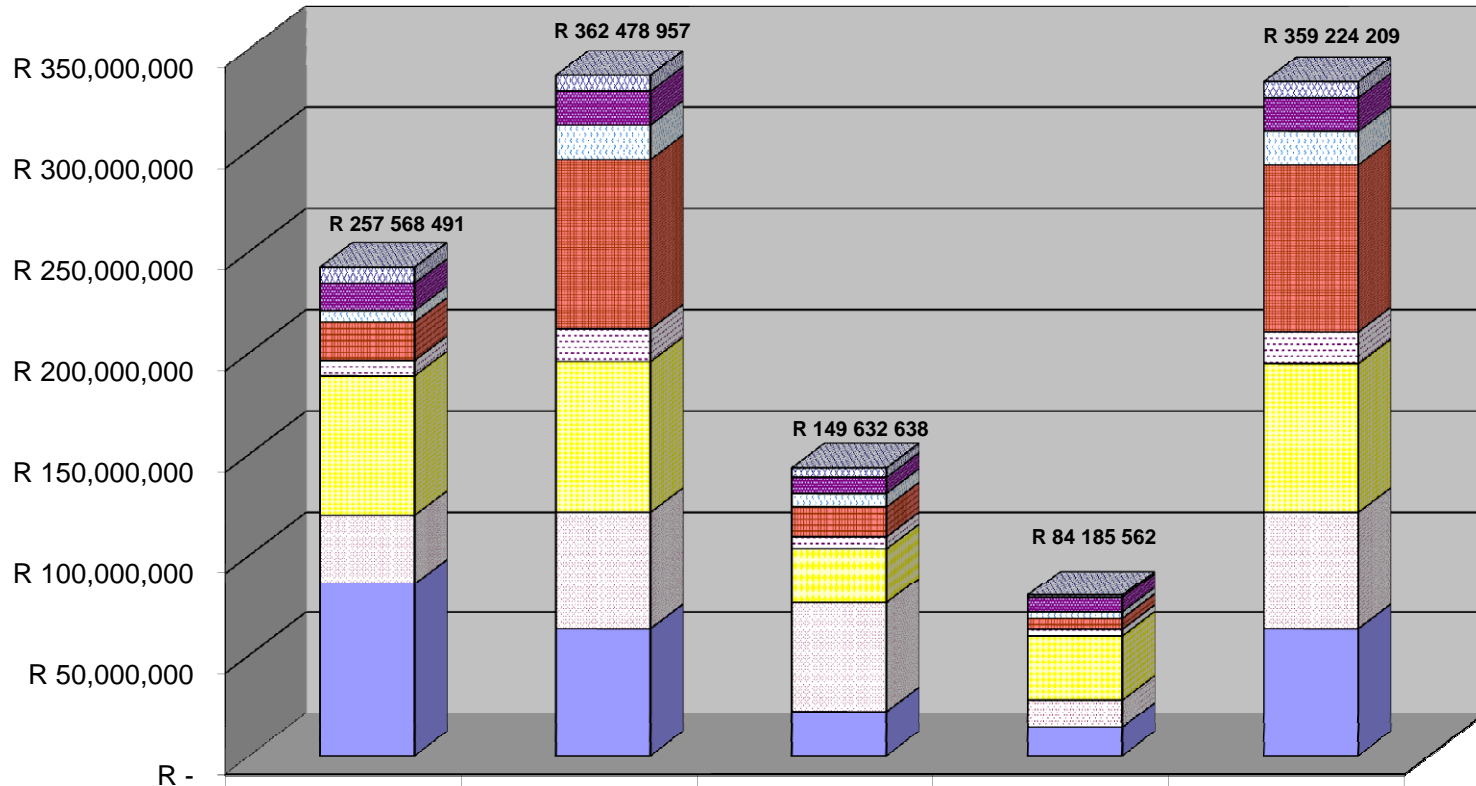


	10/11 Audited Actual	11/12 Approved Budget	11/12 SDBIP	11/12 Actuals	11/12 Full Year Forecast
Loss on disposal of PPE	1,639,819	0	0	0	0
Transfers and grants	35,145,197	45,195,750	22,513,651	21,496,311	44,572,698
Contracted services	19,258,757	22,015,115	10,361,324	7,918,170	18,791,460
Finance charges	14,161,969	26,451,492	13,225,740	13,225,746	26,451,490
Debt impairment	4,087,657	4,778,240	2,389,116	2,214,120	4,778,240
Remuneration of councillors	11,933,927	15,363,913	7,926,580	7,038,402	15,743,963

MP313 Steve Tshwete - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - Mid-Year Assessment

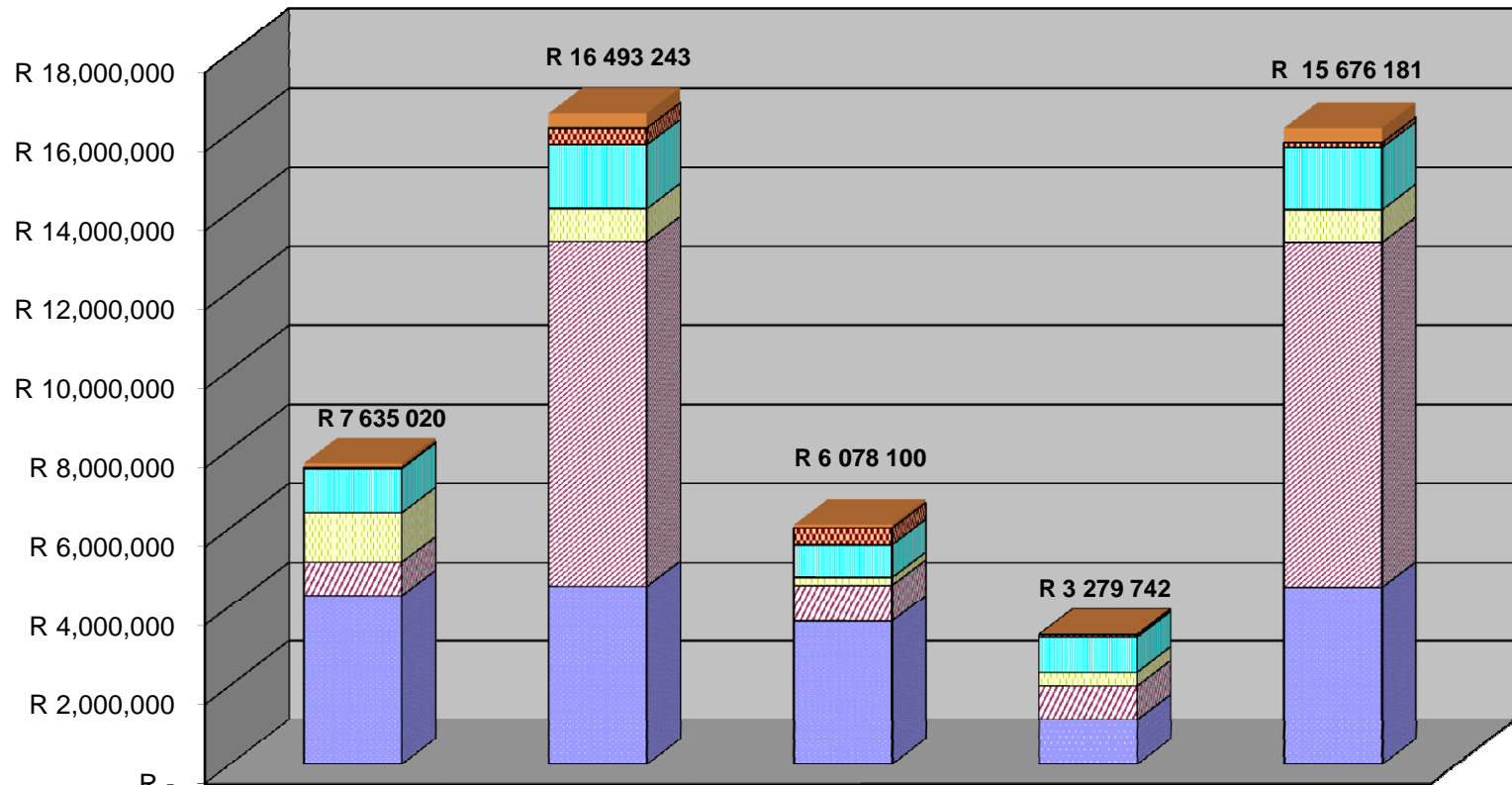
Vote Description	Ref	Budget Year 2011/12								
		2010/11 Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Standard Classification										
<i>Governance and administration</i>		16,636	21,986	26,398	371	4,925	6,743	(1,818)	-27%	26,349
Executive and council		1,253	834	834	105	345	202	144	71%	832,088
Budget and treasury office		109	372	372	0	9	82	(73)	-89%	372,000
Corporate services		15,274	20,780	25,193	267	4,571	6,459	(1,889)	-29%	25,145,176
<i>Community and public safety</i>		56,615	32,916	84,935	5,304	22,785	67,842	(45,056)	-66%	84,400
Community and social services		33,999	7,240	58,260	3,046	13,503	54,040	(40,537)	-75%	58,246
Sport and recreation		13,532	17,814	16,687	1,138	7,304	7,920	(616)	-8%	16,521
Public safety		7,942	6,541	7,946	426	1,037	4,626	(3,589)	-78%	7,937
Housing		23	425	425	25	60	425	(365)	-86%	122
Health		1,119	896	1,618	668	882	831	51	6%	1,574
<i>Economic and environmental services</i>		69,756	69,495	83,088	8,819	32,530	28,088	4,442	16%	82,067
Planning and development		853	4,850	8,726	111	854	920	(66)	-7%	8,726
Road transport		68,903	64,645	74,362	8,708	31,676	27,168	4,508	17%	73,341
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		114,562	84,083	168,057	3,026	23,945	46,960	(23,015)	-49%	166,408
Electricity		85,728	31,680	62,963	1,110	14,228	21,956	(7,728)	-35%	62,963
Water		5,622	6,500	17,061	1,093	3,130	6,638	(3,508)	-53%	16,606
Waste water management		18,934	42,579	83,514	428	5,458	14,747	(9,290)	-63%	82,344
Waste management		4,278	3,324	4,519	395	1,130	3,619	(2,489)	-69%	4,495
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	257,568	208,480	362,479	17,521	84,186	149,633	(65,447)	-44%	359,224
Funded by:										
National Government		35,893	48,527	56,387	2,428	24,186	25,918	(1,732)	-7%	56,387
Provincial Government		16	300	300	-	-	300	(300)	-100%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		1,038	-	-	-	-	-	-	-	-
Transfers recognised - capital		36,947	48,827	56,687	2,428	24,186	26,218	(2,032)	-8%	56,387
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	72,058	91,800	171,267	4,729	24,805	36,441	(11,636)	-32%	169,702
Internally generated funds		148,563	67,853	134,525	10,363	35,194	86,974	(51,780)	-60%	133,135
Total Capital Funding		257,568	208,480	362,479	17,521	84,186	149,633	(65,447)	-44%	359,224

CAPITAL EXPENDITURE BY MAJOR VOTE: 2011/2012



	10/11 - Audited Actual	11/12 - Approved Budget	11/12 - SDBIP 31/12/2011	11/12 - Actuals 31/12/2011	11/12 - Forecast
Public Safety	7,942,205	7,945,900	4,626,000	1,036,647	7,936,781
Sport and Recreation	13,531,705	16,686,505	7,919,805	7,303,872	16,521,185
Water	5,621,662	17,061,000	6,638,000	3,129,907	16,606,000
Waste Water Management	18,934,215	83,513,685	14,747,249	5,457,660	82,343,685
Other	7,525,956	16,121,243	5,996,100	3,270,352	15,749,181
Road Transport	68,903,068	74,362,203	27,167,873	31,676,282	73,340,789
Community & Social Services	33,998,755	58,260,146	54,040,146	13,503,128	58,246,027
Electricity	85,727,601	62,963,385	21,956,085	14,227,754	62,963,385

CAPITAL EXPENDITURE BY MINOR VOTE: 2011/2012



	10/11 - Audited Actual	11/12 - Approved Budget	11/12 - SDBIP 31/12/2011	11/12 - Actuals 31/12/2011	11/12 - Forecast
■ Budget & Treasury Office	109,064	372,000	82,000	9,390	372,000
■ Housing	22,840	425,000	425,000	59,864	122,447
■ Health	1,119,443	1,617,900	830,600	881,661	1,573,784
■ Executive & Council	1,252,744	833,500	201,500	345,097	832,088
■ Planning & Development	852,791	8,725,843	920,000	853,654	8,725,843
■ Waste Management (Refuse)	4,278,138	4,519,000	3,619,000	1,130,076	4,495,019

MP313 Steve Tshwete - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

Description	Ref	2009/10	2010/11	Budget Year 2011/12			
		Audited Outcome	Unaudited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1						
ASSETS							
Current assets							
Cash		57,139	14,941	39,335	39,335	122,944	41,362
Call investment deposits		468,000	214,000	211,000	211,000	267,773	94,000
Consumer debtors		33,619	37,626	42,564	42,564	39,775	42,564
Other debtors		15,062	14,334	16,892	16,892	17,047	16,892
Current portion of long-term receivables		3,926	-	-	-	-	-
Inventory		35,727	36,763	40,440	40,440	36,763	40,440
Total current assets		613,472	317,665	350,231	350,231	484,302	235,258
Non current assets							
Long-term receivables		384	-	-	-	-	-
Investments		15,000	15,000	-	-	-	-
Investment property		-	-	-	-	-	-
Property, plant and equipment		6,123,881	6,406,121	6,455,094	6,455,094	6,407,729	6,606,874
Agricultural		-	-	-	-	-	-
Biological assets		-	-	-	-	-	-
Intangible assets		2,593	3,989	3,226	3,226	4,135	5,575
Other non-current assets		606	34	-	-	-	-
Total non current assets		6,142,465	6,425,145	6,458,320	6,458,320	6,411,864	6,612,448
TOTAL ASSETS		6,755,937	6,742,810	6,808,551	6,808,551	6,896,166	6,847,706
LIABILITIES							
Current liabilities							
Bank overdraft		-	-	-	-	-	-
Borrowing		22,303	23,180	20,716	20,716	34,663	20,716
Consumer deposits		26,677	22,864	25,783	25,783	25,936	26,534
Trade and other payables		93,301	65,768	53,272	53,272	62,826	53,272
Provisions		4,787	3,616	3,707	3,707	3,707	3,707
Total current liabilities		147,067	115,429	103,478	103,478	127,131	104,229
Non current liabilities							
Borrowing		146,065	213,212	282,533	282,533	178,550	282,497
Provisions		61,981	66,196	66,949	66,949	66,949	66,949
Total non current liabilities		208,046	279,408	349,482	349,482	245,499	349,446
TOTAL LIABILITIES		355,113	394,837	452,960	452,960	372,630	453,675
NET ASSETS	2	6,400,824	6,347,974	6,355,591	6,355,591	6,523,536	6,394,031
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)		6,388,387	6,267,211	6,292,182	6,292,182	6,442,773	6,330,622
Reserves		12,437	80,763	63,409	63,409	80,763	63,409
TOTAL COMMUNITY WEALTH/EQUITY	2	6,400,824	6,347,974	6,355,591	6,355,591	6,523,536	6,394,031

MP313 Steve Tshwete - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

Description	Ref	2010/11	Budget Year 2011/12							
		Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		646,132	723,357	723,357	98,063	530,104	370,628	159,476	43%	734,484
Government - operating		75,738	83,320	83,320	18,751	51,789	40,242	11,547	29%	83,320
Government - capital		73,405	52,033	52,033	1,775	22,663	16,630	6,033	36%	48,827
Interest		26,095	29,476	29,476	778	6,950	8,087	(1,136)	-14%	18,976
Dividends								-		
Payments										
Suppliers and employees		(772,373)	(718,371)	(718,371)	(85,678)	(460,068)	(384,101)	75,967	-20%	(708,332)
Finance charges		(22,041)	(26,451)	(26,451)	(2,204)	(13,226)	(13,226)	0	0%	(26,451)
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		26,955	143,364	143,364	31,485	138,213	38,261	99,952	261%	150,824
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	480	480	-	-	300	(300)	-100%	480
Decrease (Increase) in non-current debtors		50					-	-		-
Decrease (increase) other non-current receivables		-					-	-		-
Decrease (increase) in non-current investments		296,000	18,000	18,000	66,000	18,000	36,000	(18,000)	-50%	120,000
Payments										
Capital assets		(437,553)	(208,480)	(208,480)	(17,521)	(84,186)	(83,602)	583	-1%	(359,224)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(141,503)	(190,000)	(190,000)	48,479	(66,186)	(47,302)	18,883	-40%	(238,744)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		-
Borrowing long term/refinancing		90,067	90,000	90,000			90,000	(90,000)	-100%	90,000
Increase (decrease) in consumer deposits		6,000	2,919	2,919	318	3,071	1,467	1,604	109%	3,670
Payments										
Repayment of borrowing		(23,716)	(23,180)	(23,180)	(5,305)	(11,483)	(12,898)	(1,415)	11%	(23,716)
NET CASH FROM/(USED) FINANCING ACTIVITIES		72,350	69,739	69,739	(4,988)	(8,412)	78,569	86,981	111%	69,954
NET INCREASE/ (DECREASE) IN CASH HELD		(42,197)	23,103	23,103	74,976	63,616	69,527			(17,967)
Cash/cash equivalents at beginning:		57,104	14,941	14,941		59,328	14,941			59,328
Cash/cash equivalents at month/year end:		14,907	38,045	38,045	74,976	122,944	84,469			41,362

PART 2

MID YEAR BUDGET AND PERFORMANCE ASSESSMENT REPORT- SUPPORTING DOCUMENTATIONS

1. **Debtors analysis**

Supporting Table SC3 provides a breakdown of the consumer debtors. The outstanding debtors at the end of December 2011 amounted to R56,8-million and reflects an decrease of R6,4-million from the previous financial year. The debtor analysis is graphically presented in:

- Chart 7 – Debtor analysis

2. **Creditors analysis**

Supporting Table SC4 provides detail on aged creditors. In terms of the MFMA all creditors are paid within 30 days of receiving the invoice or statement. For the month of December 2011 creditors to the amount of R62,8-million were paid and no creditors were outstanding for more than 30 days.

3. **Investment portfolio analysis**

Supporting Table SC5 display the Council's Investment Portfolio and indicates that R267,7-million is invested at the end of December 2011.

4. **Allocation and grant receipts and expenditure**

Supporting Tables SC 6 & SC7 provide detail of grants separately as income and expenditure, as far as revenue is recognized and expenditure is appropriated. On the receipt of grants R86,4-million was received during the first half of the financial year whilst. On the other hand grant expenditure to the amount of R64,6-million was spent. It is forecasted that all grants as gazette for the 2011/2012 financial year will be received and fully spent by 30 June 2012.

5. **Councillor allowances and employee benefits**

Supporting Table SC8 provides the detail for Councilor and employee benefits paid. The total salaries, allowances and benefits paid for the first six months ending 31 December 2011 amounts to R124,0 –million, which is 47% of the budgeted amount. This lower spending is mainly due to the fact that Councilor allowance were not adjusted as at 31 December 2011. The full year forecast indicates that R10,8-million less employee related cost will realise for the financial year than budgeted.

6. **Material variances to the service delivery and budget implementation plan**

Supporting Table SC9 provides the detail of the cash inflow for the budget setting out receipts by source and payments by type per month. The projected cash receipts by source amounts to R1 099,7-million and for cash payments by type to R1 117,7-million which resulted in a net decrease in cash held of R18,0-million.

The implementation of the budget against the service delivery targets are on track with no major deviations. Revenue reflect a favorable deviation of 2%. It is projected that slightly more revenue on property rates will realise but less revenue on service charges for electricity. Although expenditure reflects a under spending of 10% it is forecasted that the expenditure targets will reduce with R19,4-million, which is mainly due to savings identified on employee related cost, contracted services and other expenditure.

The actual performance against the SDBIP for the first half of the financial year is graphically presented in:

- Chart 8 – Revenue vs. monthly SDBIP
- Chart 9 – Expenditure vs. monthly SDBIP

7. **Capital programme performance**

Supporting Table SC12 provides information on the actual monthly capital expenditure against the SDBIP targets for the first half of the financial year.

The expenditure on capital deviates with 44% from the SDBIP. The main reasons for this deviation are mainly the lengthy procurement processes and lack of proper planning in the SDBIP process. The early indications are that about 70,9% of the capital budget will be spent by 30 June 2012 and that approximately R104,7-million will be rolled over to the 2012/13 financial year. The implementation of the capital budget according to the SDBIP will be closely monitored.

Supporting Tables SC13a and SC13b provide the detail of capital expenditure by asset classification for both new and replacement of assets separately, whilst supporting Table SC13c measures the extent to which Council's assets are maintained.

The year to date actual expenditure on repairs and maintenance amounts to R19,3-million against the planned figure of R22,6-million. This indicates a

deviation in expenditure of R3,3-million on repairs and maintenance. The full year forecast amounts to R46,9-million which is R0,4-million less than the original budget.

The actual performance on capital expenditure against the SDBIP is graphically presented in:

- Chart 10 – Capital expenditure vs. monthly SDBIP

8. **Performance indicators**

Supporting table SC2 provides detail on the financial performance indicators. The average payment rate for the past financial year was 100,3% and for the current year to date amounts to 100,92%. The collection period remains healthy at 20 days with a debtors turnover rate of 51%. The financial performance indicators for the first six months are well within the targets.

9. **Municipal Managers quality certification**

**QUALITY CERTIFICATE
31 DECEMBER 2011**

*I, **WILHELM DIEDERICK FOUCHÉ**, municipal manager of **STEVE TSHWETE LOCAL MUNICIPALITY**, hereby certify that the mid-year budget and performance assessment report for the first half of the financial year end of December 2011 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.*

**W.D. FOUCHÉ
MUNICIPAL MANAGER**

of

**STEVE TSHWETE LOCAL MUNICIPALITY
MP313**

A handwritten signature in black ink, appearing to read 'W.D. Fouché', is written over a light grey rectangular background.

**SIGNATURE
DATE 16 January 2012**

MP313 Steve Tshwete - Supporting Table SC1 Material variance explanations - Mid-Year Assessment

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Interest earned- External Investment	(10,500)	The forecast for interest received is less due to less investments made and lower interest rates.	
	Other revenue	(1,641)	It is projected that the main services contributions will be less than originally budgeted for.	
2	Expenditure By Type			
	Contracted services	(3,377)	The projected expenditure for security services and cleaning services are less than originally planned for.	
	Other expenditure	(9,582)	The largest contributing factors to this deviations are legal fees, skills development training, consulting fees, Eskom connection fees for maximum demand, which did not realised as planned.	
3	Capital Expenditure			
	Corporate Services	(2,596)	The following projects are possible roll-overs: P 0900166 - Self services terminals for vending and account payments R596 000 P 1100194 - Extension of Civic Centre R1 500 000 P 1100234 - Upgrade Access control at Civic Centre R500 000.	
	Public safety	(825)	The following projects are possible roll-overs: P 0007474 - 227 Stands Aerorand Streetlights R825 000	
	Health	(722)	The following projects are possible roll-overs: P 1000231 - Extension of waiting room at Nasaret clinic R721 900	
	Planning & Development	(1,253)	The following projects are possible roll-overs: P 1000245 - Township Development- New developments R 1253 000	
	Road Transport	(5,500)	The following projects are possible roll-overs: P 0008140 - Stormwater Villages R1 000 000 P 0008181 - Roads new - Industrial area ext 11 R3 000 000 P 1000076 - Stormwater Middelburg R1 500 000	
	Electricity	(24,732)	The following projects are possible roll-overs: P 0000111 - Sipress supply area R1 499 984 P 0000162 - Provision elect Rockdale (500 stands) R2 364 984 P 0008077 - Install ring main units R911 000 P 0008080 - HT Links R2 000 000 P 0008174 - Aerorand electrification R3 683 500 P 0008176 - Extension 11: Industrial erf connections and mini sub R1 150 000 P 0008206 - Replace mini sub stations R1 800 000 P 0900192 - RTU replacements R450 000 P 0900237 - Nasaret new substation R6 732 090 P 1000309 - Lang supply area R2 000 000 P 1200094 - 88kv Cable R1 500 000 P 1200095 - Banquet hall - Medium firm supply R640 000	
	Water	(350)	The following projects are possible roll-overs: P 1100155 - Construction of sludge dams R350 000	
	Waste Water Management	(62,289)	The following projects are possible roll-overs: P 1000260 - Sanitation Mafube Village R1 388 700 P 1200064 - Sanitation Mafube Village R900 000 P 0900244 - Upgrade Boskrans sewer plant R60 000 000	
	Waste management	(445)	The following projects are possible roll-overs: P 0007168 - Develop further phases of landfill site R445 000	

MP313 Steve Tshwete - Supporting Table SC2 Monthly Budget Statement - performance indicators - Mid-Year Assessment

Description of financial indicator	Basis of calculation	Ref	2010/11	Budget Year 2011/12			
			Unaudited 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		3.2%	4.1%	4.1%	2.6%	4.1%
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		22.1%	20.0%	20.0%	24.6%	20.4%
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		4.8%	5.6%	5.6%	4.2%	5.6%
Gearing	Long Term Borrowing/ Funds & Reserves		264.0%	445.6%	445.6%	221.1%	445.5%
<u>Liquidity</u>							
Current Ratio 1	Current assets/current liabilities	1	275.2%	338.5%	338.5%	380.9%	225.7%
Liquidity Ratio	Monetary Assets/Current Liabilities		211.3%	241.9%	241.9%	307.3%	129.9%
<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		6.1%	7.0%	7.0%	13.3%	7.1%
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	10.1%				
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	23.7%				
Employee costs	Employee costs/Total Revenue - capital revenue		30.7%	30.7%	30.7%	28.9%	30.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		5.1%	5.6%	5.6%	0.9%	5.4%
Interest & Depreciation	I&D/Total Revenue - capital revenue		21.5%	21.5%	21.5%	21.4%	21.9%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		15.5%	15.5%	15.5%	15.2%	15.0%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		17.0%	8.1%	8.1%	4.3%	8.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		3.5%	3.3%	3.3%	12.6%	1.8%

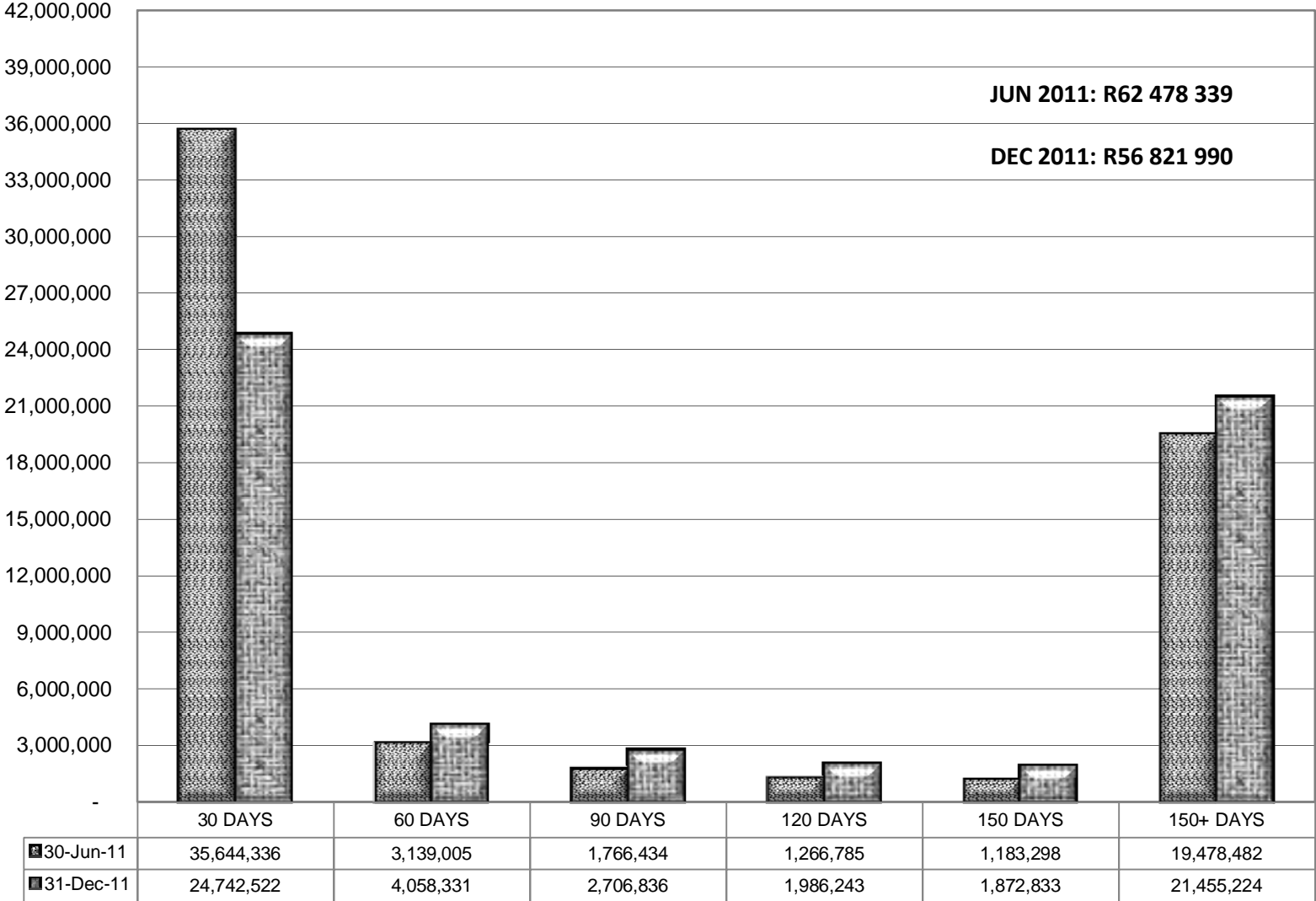
MP313-Steve Tshwete-Supporting Table SC2 Mid-Year Budget Statement - Performance Indicators- M06 December

Description of financial indicator	Basis of calculation	2011						2012						YTD Average
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	
Revenue Management Debtors Collection Rate (Payment Level %, matured at above 95%)	a) Payments received/ Actual amount levied x 100	89.73%	108.97%	97.51%	98.29%	108.42%	102.58%							100.92%
b) Debtors days to remain under 45 days	Total Outstanding Debtors to Annual Revenue	18.95	19.72	19.06	19.97	19.50	19.67							19.48
c) Outstanding debtors to revenue at below 15%	Outstanding debtors / Total budgeted levies x 100	4.71%	4.98%	4.91%	5.21%	5.19%	5.33%							5.06%
d) Total number of ratepayers/consumers liable for service charges	% of Creditors Paid Within Terms (within MFMA s 65(e))	54,098	54,215	54,371	54,581	55,166	56,140							54,762
e) Disconnections • Electricity	Number of consumers where services were disconnected due to non-payment	167	401	207	143	194	317							238
• Water		30	78	58	36	31	38							45
e) Reconnections Electricity	Number of consumers where services were reconnected after payment was received	110	320	175	95	164	254							186
• Water		6	15	12	7	9	6							9
g) Consumers not reconnected • Electricity	Number of consumers where services were not reconnected or no reaction was received	57	81	32	48	30	63							52
• Water		24	63	46	29	22	32							36

MP313 Steve Tshwete - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment

Description	NT Code	Budget Year 2011/12									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	7,588	1,881	1,454	1,273	1,224	14,140				27,560	
Electricity	1300	10,027	789	488	228	152	861				12,545	
Water	1400	2,141	444	232	137	98	1,560				4,612	
Sewerage / Sanitation	1500	1,437	282	150	92	77	1,090				3,130	
Refuse Removal	1600	1,313	226	126	80	63	905				2,713	
Housing (Rental Revenue)	1700										-	
Other	1900	2,236	436	256	177	258	2,899				6,263	
Total By Revenue Source	2000	24,743	4,058	2,707	1,986	1,873	21,455				56,822	-
2010/11 - totals only	30-Nov	28,251	4,231	2,670	2,201	1,956	20,341				59,650	
Debtors Age Analysis By Customer Category												
Government	2200	(288)	1,057	843	664	642	2,669				5,587	
Business	2300	10,878	1,179	846	588	530	8,861				22,882	
Households	2400	13,999	1,783	987	715	690	9,746				27,920	
Other	2500	154	40	30	20	10	178				433	
Total By Customer Category	2600	24,743	4,058	2,707	1,986	1,873	21,455				56,822	-

CONSUMER DEBTORS 31 December 2011



MP313 Steve Tshwete - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Mid-Year Assessment

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
R thousands									
Absa		3	Fixed	2012/01/18	168	5.50%	36,000		36,000
Nedcor		4	Fixed	2012/02/20	171	5.60%	36,000		36,000
Standard Bank		6	Fixed	2011/12/27	130	5.88%	30,000	(30,000)	-
Standard Bank		5	Fixed	2012/03/19	175	5.73%	36,000		36,000
Standard Bank		6	Fixed	2012/04/18	177	5.80%	36,000		36,000
First National Bank		5	Fixed	2012/03/21	176	5.75%	36,000		36,000
First National Bank		6	Fixed	2012/04/21	178	5.82%	36,000		36,000
Investec Bank		2	Fixed	2011/12/20	108	5.45%	36,000	(36,000)	-
Investec Bank		4	Fixed	2012/02/20	172	5.62%	36,000		36,000
Absa Bank		120	Zero Bond	2011/11/30	End of term		15,773		15,773
Municipality sub-total		161			1,455		333,773	(66,000)	267,773

MP313 Steve Tshwete - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Mid-Year Assessment

Description	Ref	2010/11	Budget Year 2011/12							Full Year Forecast
		Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:	1,2	73,201	80,110	80,110	18,751	51,789	40,042	11,747	29.3%	80,110
Equitable share	3	70,395	77,312	77,312	18,535	49,848	38,152	11,696	30.7%	77,312
Finance Management grant		1,535	1,250	1,250	-	1,250	1,250	-	-	1,250
Municipal Systems Improvement		216	-	-	-	-	-	-	-	-
Other transfers and grants - MIG (PMU)		1,054	1,548	1,548	216	691	640	51	8.0%	1,548
Provincial Government:		2,400	3,210	3,210	-	-	200	(200)	-100.0%	3,210
Health		2,400	2,510	2,510	-	-	-	-	-	2,510
Local Government Transition Grant		-	-	-	-	-	-	-	-	-
Department of Arts & Culture (DAC)	4	-	-	-	-	-	-	-	-	-
Municipal Accredited Capacity Enhancement		-	700	700	-	-	200	(200)	-100.0%	700
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		107	-	-	-	-	-	-	-	-
<i>Cleanest Town Competition</i>		107	-	-	-	-	-	-	-	-
Umsobomvu Youth Fund		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	75,708	83,320	83,320	18,751	51,789	40,242	11,547	28.7%	83,320
Capital Transfers and Grants										
National Government:		35,036	45,849	45,849	240	32,753	15,540	17,213	110.8%	45,849
Municipal Infrastructure Grant (MIG)		22,683	29,409	29,409	-	25,313	11,790	13,523	114.7%	29,409
Finance Management Grant (FMG)		-	-	-	-	-	-	-	-	-
Integrated National Electricity Program (INEP)		7,594	1,440	1,440	240	1,440	-	1,440	#DIV/0!	1,440
Neighbourhood Development PartnershiQGrant		4,612	15,000	15,000	-	6,000	3,750	2,250	60.0%	15,000
Restitution Grant		148	-	-	-	-	-	-	-	-
Department of Environmental affairs and tourism		-	-	-	-	-	-	-	-	-
Provincial Government:		16	1,090	1,090	-	790	790	-	-	1,090
Department of Arts & Culture (DAC)		16	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant (MSIG)		-	790	790	-	790	790	-	-	790
Municipal Accredited Capacity Enhancement		-	300	300	-	-	-	-	-	300
District Municipality:		-	-	-	-	-	-	-	-	-
<i>Nkangala District Municipality</i>										
Other grant providers:		1,895	1,888	1,888	-	1,057	-	1,057	#DIV/0!	1,888
<i>Cleanest Town Competition</i>		68	-	-	-	-	-	-	-	-
<i>National Lottery Distribution Trust Fund</i>		970	-	-	-	-	-	-	-	-
EPWP		856	1,888	1,888	-	1,057	-	1,057	#DIV/0!	1,888
Other Grants		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	36,947	48,827	48,827	240	34,600	16,330	18,270	111.9%	48,827
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	112,655	132,147	132,147	18,991	86,389	56,572	29,816	52.7%	132,147

MP313 Steve Tshwete - Supporting Table SC7 Monthly Budget Statement - transfers and grant expenditure - Mid-Year Assessment

Description	Ref	2010/11	Budget Year 2011/12							
		Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		32,177	80,110	80,110	6,857	39,204	40,135	(932)	-2.3%	80,110
Equitable share		29,155	77,312	77,312	6,484	38,279	38,643	(364)	-0.9%	77,312
Finance Management grant		1,535	1,250	1,250	157	234	671	(437)	-65.2%	1,250
Municipal Systems Improvement		433	-	-	-	-	-	-	-	-
Other transfers and grants - MIG (PMU)		1,054	1,548	1,548	216	691	822	(131)	-15.9%	1,548
Provincial Government:		2,400	3,210	3,210	209	1,255	1,491	(236)	-15.8%	3,210
Health		2,400	2,510	2,510	209	1,255	1,255	-	-	2,510
Local Government Transition Grant		-	700	700	-	-	236	(236)	-100.0%	700
Department of Arts & Culture (DAC)		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
Other transfers and grants (insert description)		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		107	-	-	-	-	-	-	-	-
Cleanest Town Competition		107	-	-	-	-	-	-	-	-
Umsobomvu Youth Fund		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		34,684	83,320	83,320	7,066	40,459	41,626	(1,168)	-2.8%	83,320
Capital expenditure of Transfers and Grants										
National Government:		35,036	45,849	53,092	2,422	24,180	24,901	(721)	-2.9%	53,092
Municipal Infrastructure Grant (MIG)		22,683	29,409	25,840	1,535	14,336	16,124	(1,788)	-11.1%	25,840
Finance Management Grant (FMG)		-	-	-	-	-	-	-	-	-
Integrated National Electricity Program (INEP)		7,594	1,440	5,286	-	3,846	2,846	1,000	35.1%	5,286
Neighbourhood Development Partnership Grant		4,612	15,000	20,388	887	5,343	5,931	(588)	-9.9%	20,388
Restitution Grant		148	-	1,577	-	654	-	654	#DIV/0!	1,577
0		-	-	-	-	-	-	-	-	-
Provincial Government:		16	1,090	1,707	6	6	917	(911)	-99.3%	1,707
Department of Arts & Culture (DAC)		16	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant (MSIG)		-	790	1,407	6	6	617	-	-	1,407
Municipal Accredited Capacity Enhancement		-	300	300	-	-	300	(300)	-100.0%	300
District Municipality:		-	-	-	-	-	-	-	-	-
<i>Nkangala District Municipality</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		1,895	1,888	1,888	-	-	400	(400)	-100.0%	1,888
Cleanest Town Competition		68	-	-	-	-	-	-	-	-
National Lottery Distribution Trust Fund		970	-	-	-	-	-	-	-	-
EPWP		856	1,888	1,888	-	-	400	(400)	-100.0%	1,888
Total capital expenditure of Transfers and Grants		36,947	48,827	56,687	2,428	24,186	26,218	(2,032)	-7.7%	56,687
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		71,631	132,147	140,007	9,495	64,645	67,845	(3,200)	-4.7%	140,007

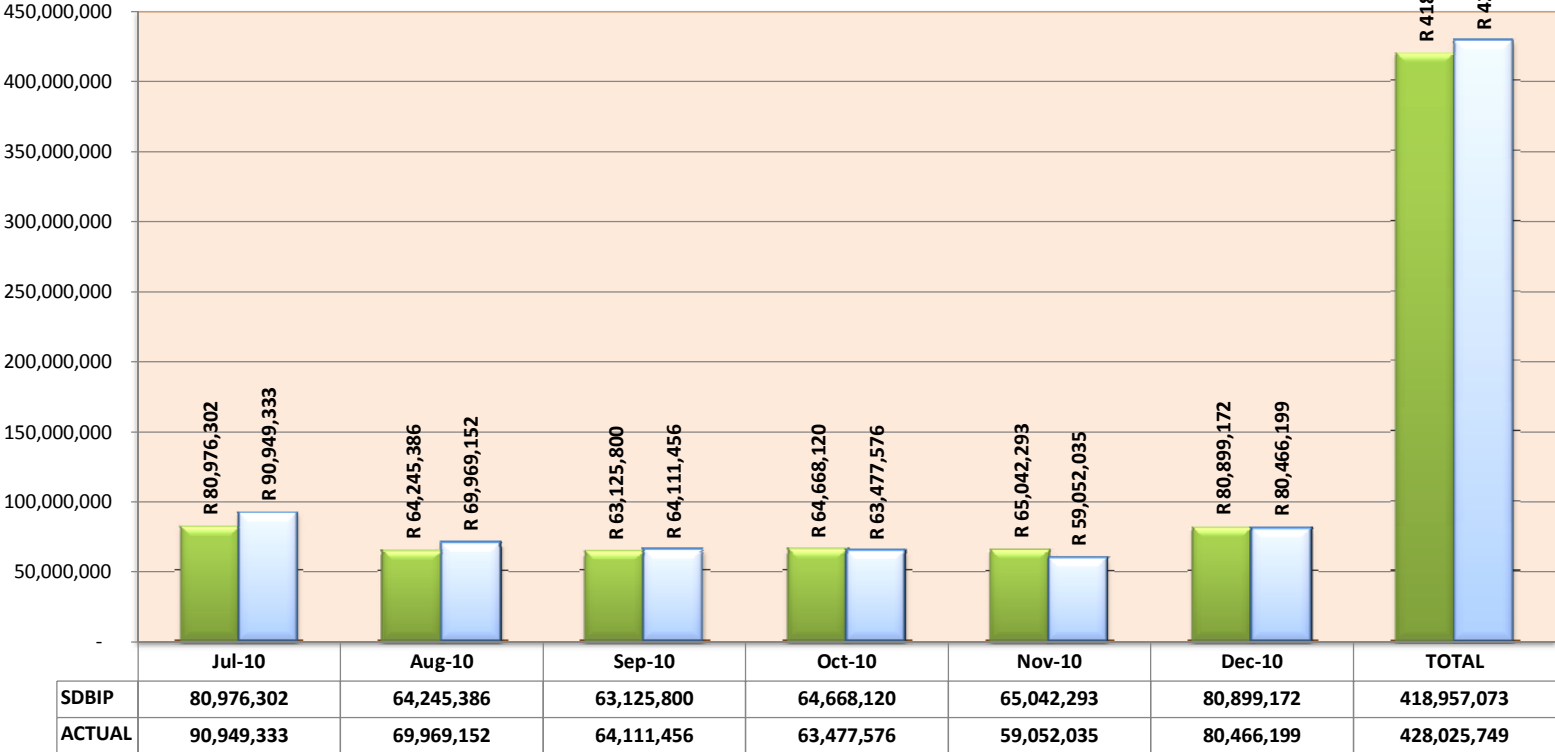
MP313 Steve Tshwete - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Mid-Year Assessment

Summary of Employee and Councillor remuneration	Ref	2010/11	Budget Year 2011/12							
		Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Salary		7,379	8,859	8,859	759	4,613	4,634	(21)	0%	9,239
Pension Contributions		942	1,625	1,625	45	272	836	(563)	-67%	1,625
Medical Aid Contributions		226	480	480	14	66	228	(161)	-71%	480
Motor vehicle allowance		2,787	3,610	3,610	289	1,713	1,825	(112)	-6%	3,610
Cell phone and other allowances		599	790	790	61	373	404	(31)	-8%	790
Housing allowance		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		11,934	15,364	15,364	1,168	7,038	7,927	(888)	-11%	15,744
% increase	4		28.7%	28.7%						31.9%
Senior Managers of the Municipality										
Salary		3,456	4,197	4,197	268	1,581	2,099	(518)	-25%	4,197
Pension Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor vehicle and cell phone		630	670	670	46	275	335	(60)	-18%	670
Housing allowance		-	-	-	-	-	-	-	-	-
Performance Bonus		347	504	504	-	-	252	(252)	-100%	504
Other benefits or allowances		-	-	-	-	-	-	-	-	-
In-kind benefits	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		4,432	5,371	5,371	314	1,856	2,685	(829)	-31%	5,371
% increase	4		21.2%	21.2%						21.2%
Other Municipal Staff										
Basic Salaries and Wages		151,035	177,237	177,237	17,360	82,531	92,112	(9,581)	-10%	167,553
Pension Contributions		26,807	31,770	31,770	2,393	14,209	16,825	(2,615)	-16%	28,664
Medical Aid Contributions		10,325	11,523	11,523	950	5,638	6,142	(503)	-8%	11,356
Motor vehicle and cell phone		65	510	510	23	137	255	(118)	-46%	326
Housing allowance		1,462	1,714	1,714	135	804	912	(108)	-12%	1,632
Overtime		30,269	30,938	30,938	2,999	16,672	15,759	913	6%	33,443
Performance Bonus		-	-	-	-	-	-	-	-	-
Other benefits or allowances		3,854	4,336	4,336	373	2,103	2,341	(238)	-10%	4,237
In-kind benefits	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		223,816	258,028	258,028	24,234	122,096	134,345	(12,250)	-9%	247,211
% increase	4		15.3%	15.3%						10.5%
Total Parent Municipality		240,182	278,763	278,763	25,716	130,990	144,957	(13,967)	-10%	268,326
			16.1%	16.1%						11.7%
Unpaid salary, allowances & benefits in arrears:										
TOTAL SALARY, ALLOWANCES & BENEFITS		240,182	278,763	278,763	25,716	130,990	144,957	(13,967)	-10%	268,326
% increase	4		16.1%	16.1%						11.7%
TOTAL MANAGERS AND STAFF		228,249	263,399	263,399	24,548	123,952	137,031			252,582

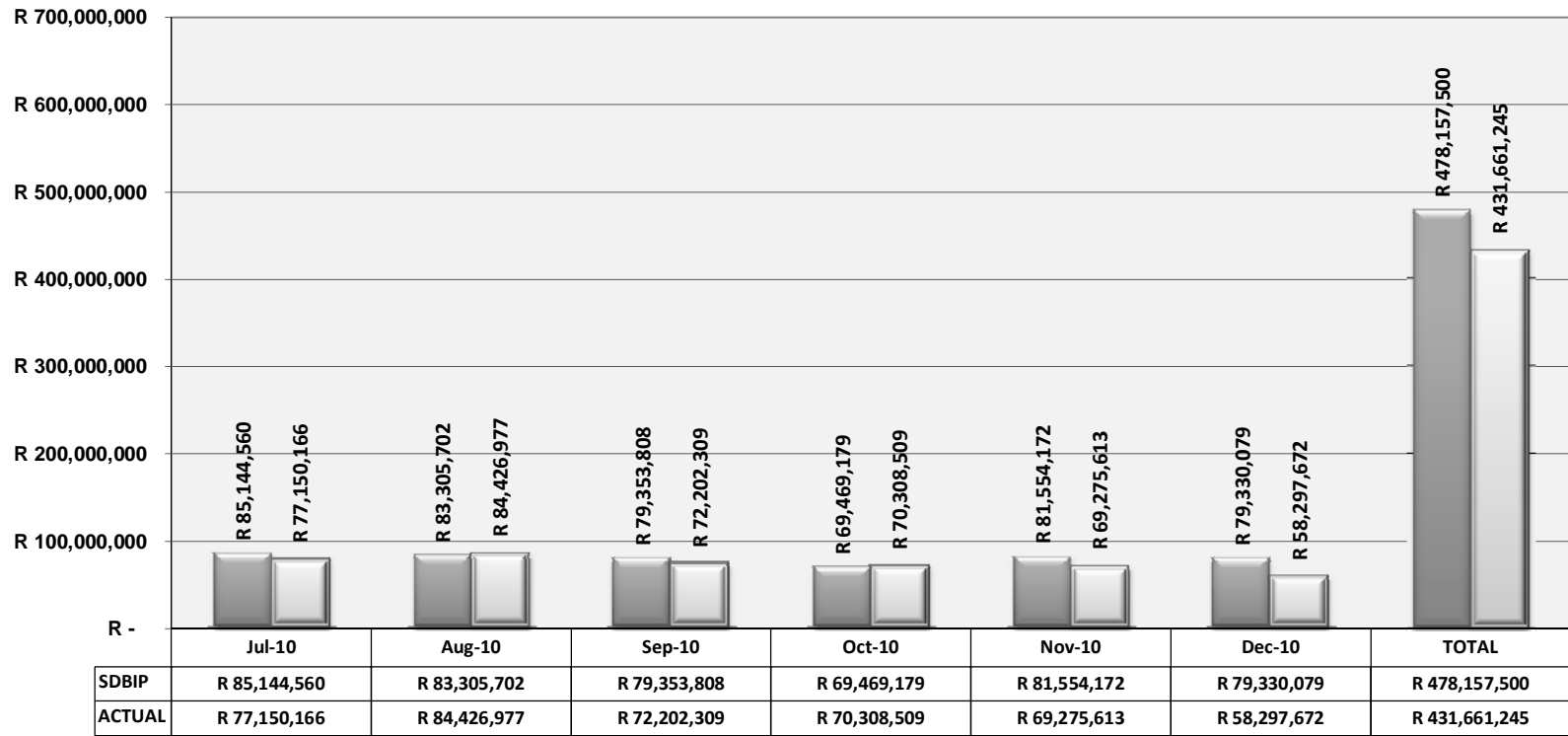
MP313 Steve Tshwete - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Mid-Year Assessment

Description	Ref	Budget Year 2011/12												2011/12 Medium Term Revenue & Expenditure Framework			
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14	
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast				
R thousands	1																
Cash Receipts By Source																	
Property rates		16,315	16,334	16,366	16,375	16,395	16,468	16,317	16,317	16,317	16,317	16,317	17,311	197,150	213,089	231,628	
Property rates - penalties & collection charges													-				
Service charges - electricity revenue		25,183	33,113	29,931	27,753	27,946	29,177	26,651	25,651	26,651	27,651	27,651	28,245	335,603	395,260	465,431	
Service charges - water revenue		3,687	4,354	4,885	4,833	5,656	3,834	3,821	3,819	3,824	3,512	3,602	3,627	49,456	56,433	63,585	
Service charges - sanitation revenue		3,694	3,750	3,751	3,753	3,913	3,574	3,741	3,741	3,741	3,741	3,741	3,881	45,019	53,529	62,819	
Service charges - refuse		3,599	3,584	3,600	3,588	3,606	3,629	3,498	3,498	3,498	3,498	3,498	3,691	42,789	46,120	50,917	
Service charges - other													-				
Rental of facilities and equipment		1,120	940	1,018	1,045	1,156	1,044	1,065	1,063	1,073	1,072	1,046	1,186	12,828	13,496	14,251	
Interest earned - external investments		2,371	2,476	1,907	2,513	(3,829)	630	1,677	1,770	1,703	1,859	2,006	2,158	17,240	26,759	27,232	
Interest earned - outstanding debtors		139	170	142	145	138	149	159	129	141	141	150	133	1,736	1,754	1,771	
Dividends received													-				
Fines		724	497	288	576	589	457	367	364	367	328	299	284	5,140	5,356	5,574	
Licences and permits		490	530	397	639	556	428	381	378	370	361	357	360	5,247	5,503	5,783	
Agency services			740	737	824	718	943	627	582	568	574	503	888	7,704	7,781	7,859	
Transfer receipts - operating		31,371	1,306	64	77	220	18,751	616	853	19,146	190	210	10,516	83,320	92,872	98,608	
Other revenue		21,968	17,361	6,613	62,147	24,403	38,509	1,556	948	994	668	884	(142,503)	33,548	46,379	80,296	
Cash Receipts by Source		110,660	85,153	69,701	124,268	81,469	117,592	60,476	59,113	78,393	59,911	60,264	(70,221)	836,780	964,332	1,115,754	
Other Cash Flows by Source																	
Transfer receipts - capital		4,466	4,312	7,647	504	3,959	1,775	4,080	5,630	4,900	6,010	2,150	3,394	48,827	55,758	67,725	
Contributions & Contributed assets													-				
Proceeds on disposal of PPE											80		400	480	482	484	
Short term loans													-				
Borrowing long term/refinancing													90,000	90,000	80,910	98,750	
Increase in consumer deposits		501	643	423	771	415	318	47	25	163	122	120	122	3,670	3,270	3,300	
Receipt of non-current debtors													-				
Receipt of non-current receivables													-				
Change in non-current investments		72,000	102,000	36,000	(258,000)		66,000		9,000	(9,000)			102,000	120,000	(36,000)	(63,000)	
Total Cash Receipts by Source		187,628	192,108	113,770	(132,457)	85,843	185,685	64,603	73,768	74,456	66,124	62,534	125,695	1,099,758	1,068,752	1,223,014	
Cash Payments by Type																	
Employee related costs		18,518	18,590	21,086	20,514	20,467	24,502	21,328	21,124	20,971	22,520	20,854	20,654	251,128	281,742	304,737	
Remuneration of councillors		1,175	1,159	1,171	1,168	1,197	1,168	1,307	1,328	1,377	1,498	1,574	1,622	15,744	16,593	17,920	
Interest paid		2,204	2,204	2,204	2,204	2,204	2,204	2,204	2,204	2,204	2,204	2,204	2,204	26,451	32,197	40,021	
Bulk purchases - Electricity		30,495	31,956	19,382	15,732	15,692	1,790	23,607	14,790	16,615	18,378	20,388	22,867	231,692	277,170	331,457	
Bulk purchases - Water & Sewer			229	132	1,290	465	466	1,037	942	936	989	989	1,517	8,992	10,172	10,717	
Other materials													-				
Contracted services		849	1,117	1,196	1,523	1,599	1,553	1,866	1,827	1,834	1,865	1,860	1,703	18,791	23,632	26,273	
Grants and subsidies paid - other municipalities													-				
Grants and subsidies paid - other		3,320	3,419	3,979	3,493	3,636	3,650	3,831	3,772	3,711	3,964	3,692	4,107	44,573	49,312	52,861	
General expenses		5,060	9,529	5,872	7,314	6,664	5,610	10,650	12,981	16,532	19,329	18,968	18,903	137,412	152,593	160,216	
Cash Payments by Type		61,621	68,203	55,022	53,238	51,924	40,944	65,831	58,968	64,180	70,748	70,528	73,577	734,783	843,412	944,203	
Other Cash Flows/Payments by Type																	
Capital assets		1,483	10,922	21,014	14,160	19,087	17,521	16,519	17,206	18,508	18,161	19,771	184,873	359,224	212,992	257,180	
Repayment of borrowing				1,649		4,528	5,305			1,738			10,496	23,716	20,715,649.00	22,792	
Other Cash Flows/Payments		28,925	17,589	22,777	18,150	7,962	46,939						(142,342)				
Total Cash Payments by Type		92,029	96,714	100,461	85,547	83,501	110,709	82,350	76,175	84,425	88,909	90,299	126,604	1,117,724	1,077,120	1,224,175	
NET INCREASE/(DECREASE) IN CASH HELD		95,598	95,394	13,309	(218,004)	2,342	74,976	(17,747)	(2,407)	(9,969)	(22,785)	(27,766)	(910)	(17,967)	(8,368)	(1,162)	
Cash/cash equivalents at the month/year beginning:		59,328	154,927	250,321	263,630	45,626	47,968	122,944	105,197	102,791	92,822	70,037	42,271	59,328	41,362	32,993	
Cash/cash equivalents at the month/year end:		154,927	250,321	263,630	45,626	47,968	122,944	105,197	102,791	92,822	70,037	42,271	41,362	41,362	32,993	31,832	

REVENUE VS SDBIP TARGETS 31 DECEMBER 2011



EXPENDITURE VS SDBIP TARGETS 31 DECEMBER 2011



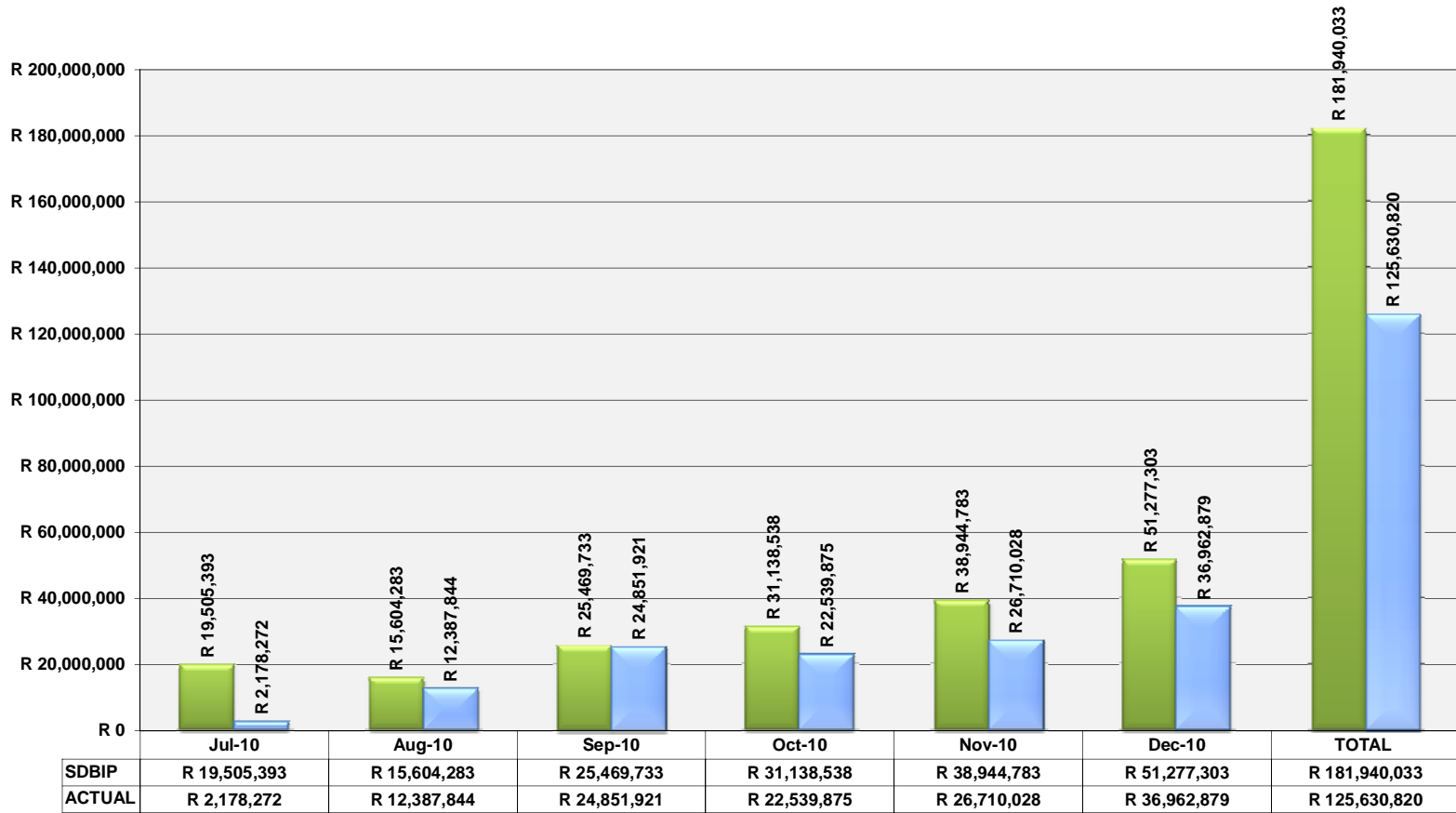
MP313 Steve Tshwete - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Mid-Year Assessment

Month	2010/11	Budget Year 2011/12							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	2,178	3,634	3,634	1,483	1,483	3,634	2,150	59.2%	1%
August	12,388	8,969	8,969	10,922	12,405	12,602	197	1.6%	6%
September	24,852	16,669	20,725	21,014	33,419	33,327	(91)	-0.3%	16%
October	22,540	16,056	36,532	14,160	47,578	69,860	22,281	31.9%	23%
November	26,710	17,724	45,348	19,087	66,665	115,207	48,542	42.1%	32%
December	36,963	20,551	34,425	17,521	84,186	149,633	65,447	43.7%	40%
January	6,008	16,519	24,611	-	-	174,244	-	-	-
February	18,627	17,206	31,865	-	-	206,109	-	-	-
March	20,301	23,508	38,293	-	-	244,401	-	-	-
April	13,754	23,161	38,324	-	-	282,726	-	-	-
May	18,540	19,771	36,616	-	-	319,342	-	-	-
June	54,707	24,712	43,137	-	-	362,479	-	-	-
Total Capital expenditure	257,568	208,480	362,479	84,186					

Steve Tshwete Local Municipality: Monthly Budget Statement-Capital Expenditure by Funding Source

Vote Description	2010/2011	Budget Year 2011/2012							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Capital Expenditure - Funding Sources</u>									
INS (Insurance Fund)	-	-	-	-	-	-	-	-	-
CRR (Capital Replacement Reserve)	148,563	67,853	134,525	10,363	35,194	86,974	(51,780)	-59.5%	133,135
CTC (Cleanest Town Competition)	68	-	-	-	-	-	-	-	-
COG (COGTA)	-	-	-	-	-	-	-	-	-
DAC (Department of Arts & Culture)	16	-	-	-	-	-	-	-	-
EFF (External Financing Fund)	72,058	91,800	171,267	4,729	24,805	36,441	(11,636)	-31.9%	169,702
FIN (FINANCE LEASE)	-	-	-	-	-	-	-	-	-
EPWP	856	1,888	1,888	-	-	400	-	-	1,888
FMG (Finance Management Grant)	-	-	-	-	-	-	-	-	-
INEP (Integrated National Electricity Program)	7,594	1,440	5,286	-	3,846	2,846	1,000	35.1%	5,286
MACEF (Municipal Accreditation Capacity Enhancement Funding)	-	300	300	-	-	300	(300)	-100.0%	-
MIG (Municipal Infrastructure Grant)	22,683	29,409	25,840	1,535	14,336	16,124	(1,788)	-11.1%	25,840
MSIG (Municipal Systems Improvement Grant)	-	790	1,407	6	6	617	(611)	-99.0%	1,407
NDM (Nkangala District Municipality)	-	-	-	-	-	-	-	-	-
NDPG	4,612	15,000	20,388	887	5,343	5,931	-	-	20,388
NLDTF	970	-	-	-	-	-	-	-	-
RG(Town Planning)	148	-	1,577	-	654	-	654	#DIV/0!	1,577
Total Capital Expenditure - Funding Sources	257,568	208,480	362,479	17,521	84,186	149,633	(64,459)	-43.1%	359,224,209

CAPEX VS SDBIPTARGETS 31 DECEMBER 2011



MP313 Steve Tshwete - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Mid-Year Assessment

Description	Ref	2010/11	Budget Year 2011/12							
		Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		152,562	126,428	203,574	8,273	43,541	57,702	14,161	24.5%	201,738
Infrastructure - Road transport		61,354	56,113	60,705	7,108	25,326	25,197	(129)	-0.5%	59,740
<i>Roads, Pavements & Bridges</i>		41,433	41,523	46,115	5,455	19,061	18,057	(1,004)	-5.6%	45,265
<i>Storm water</i>		19,920	14,590	14,590	1,653	6,264	7,140	876	12.3%	14,475
Infrastructure - Electricity		72,234	23,810	45,492	584	11,798	14,825	3,028	20.4%	45,492
<i>Generation</i>		-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>		69,838	21,630	43,218	584	11,798	13,252	1,454	11.0%	43,218
<i>Street Lighting</i>		2,396	2,180	2,274	-	-	1,574	1,574	100.0%	2,274
Infrastructure - Water		2,038	5,390	13,447	136	1,641	5,015	3,374	67.3%	12,537
<i>Dams & Reservoirs</i>		-	-	-	-	-	-	-	-	-
<i>Water purification</i>		220	200	8,050	-	19	850	832	97.8%	8,050
<i>Reticulation</i>		1,818	5,190	5,397	136	1,623	4,165	2,542	61.0%	4,487
Infrastructure - Sanitation		15,688	38,465	79,244	376	4,556	11,412	6,856	60.1%	79,261
<i>Reticulation</i>		2,018	4,530	7,070	73	216	2,907	2,691	92.6%	7,087
<i>Sewerage purification</i>		13,670	33,935	72,173	303	4,340	8,505	4,165	49.0%	72,173
Infrastructure - Other		1,249	2,650	4,686	69	221	1,253	1,032	82.4%	4,708
<i>Waste Management</i>		1,082	600	1,345	-	35	445	410	92.2%	1,345
<i>Transportation</i>		-	50	50	-	30	50	20	41.0%	50
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		167	2,000	3,291	69	157	758	601	79.3%	3,313
Community		40,836	18,674	69,026	4,438	19,816	58,725	38,910	66.3%	69,000
Parks & gardens		2,209	2,320	2,915	215	1,650	2,225	575	25.8%	2,912
Sportsfields & stadia		5,058	10,689	8,254	923	4,880	3,515	(1,365)	-38.8%	8,254
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		28,863	2,500	52,925	2,718	11,724	51,975	40,250	77.4%	52,925
Libraries		239	-	-	-	-	-	-	-	-
Recreational facilities		74	135	135	-	0	135	135	100.0%	128
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		721	680	1,530	25	64	180	116	64.4%	1,525
Buses		-	-	-	-	-	-	-	-	-
Clinics		520	-	722	557	557	-	(557)	#DIV/0!	722
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		3,152	2,350	2,546	-	940	696	(244)	-35.1%	2,535
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		20,148	23,982	31,781	1,404	5,719	11,491	5,772	50.2%	31,498
General vehicles		2,771	2,160	2,160	25	60	2,160	2,100	97.2%	2,240
Specialised vehicles		655	300	300	-	-	300	300	100.0%	300
Plant & equipment		8,718	6,566	7,981	940	3,166	6,043	2,877	47.6%	7,508
Computers - hardware/equipment		2,383	1,896	2,455	23	725	1,175	450	38.3%	2,588
Furniture and other office equipment		947	950	950	131	477	591	114	19.3%	907
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		3,647	1,750	4,952	257	609	640	31	4.9%	4,972
Other Buildings		321	8,090	8,090	0	0	583	583	100.0%	8,090
Other Land		706	2,270	4,893	29	683	-	(683)	#DIV/0!	4,893
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-
Intangibles		1,106	969	1,586	85	145	682	537	78.7%	1,585
Computers - software & programming		1,106	969	1,586	85	145	682	537	78.7%	1,585
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	214,652	170,053	305,966	14,199	69,221	128,600	59,379	46.2%	303,821

