

Harry Gwala District Municipality

MFMA s71 report for the period ending 31 July 2016.

10/8/2016

Budget & Treasury Office

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REPORT ON S71 OF THE MFMA FOR THE PERIOD ENDING 31 JULY 2016

1. PART 1 – MONTHLY REPORT

1.1 PURPOSE

To table the monthly expenditure report in terms of s71 of the MFMA for the period ending 31 July 2016 to Finance and Corporate Services Committee.

LEGAL FRAMEWORK

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

1.2 EXECUTIVE SUMMARY

Legislative Requirements

In terms of the section 71 of the MFMA the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a)* Actual revenue, per revenue source;
- (b)* actual borrowings;
- (c)* actual expenditure, per vote;

- (d)* actual capital expenditure, per vote;
- (e)* the amount of any allocations received;
- (f)* actual expenditure on those allocations, excluding expenditure on—
 - (i) its share of the local government equitable share; and
 - (ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and
- (g)* when necessary, an explanation of—
 - (i) any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
 - (ii) any material variances from the service delivery and budget implementation plan; and
 - (iii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's

DELIBERATION

The discussion that follows, in terms of MFMA Section 71 above, intends to inform the Finance & Corporate services committee and Executive committee on the progress made thus far in terms of implementing the 2016/2017 budget for the period ending 31 July 2016.

1.3 Resolutions

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

1.4 Monthly Budget Statement Tables

Monthly Budget Statements Summary

Table C1 below provides a summary of the overall performance in the Municipality and is unpacked in the sections that follow.

DC43 Harry Gwala - Table C1 Monthly Budget Statement Summary - M01 July

Description	2015/16	Budget Year 2016/17						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Financial Performance								
Property rates	-	-	-	-	-	-		-
Service charges	55 822	60 553	1 236	1 236	5 046	(3 810)	-76%	60 553
Investment revenue	3 375	3 500	183	183	292	(108)	-37%	3 500
Transfers recognised - operational	260 403	277 632	108 362	108 362	23 136	85 226	368%	277 632
Other own revenue	9 098	9 109	1 145	1 145	759	386	51%	9 109
Total Revenue (excluding capital transfers and contributions)	328 699	350 794	110 927	110 927	29 233	81 694	279%	350 794
Employee costs	116 031	125 313	10 685	10 685	10 443	243	2%	125 313
Remuneration of Councillors	7 321	7 906	497	497	659	(162)	-25%	7 906
Depreciation & asset impairment	30 000	31 874	-	-	2 656	(2 656)	-100%	31 874
Finance charges	1 114	1 926	-	-	160	(160)	-100%	1 926
Materials and bulk purchases	9 852	10 709	-	-	892	(892)	-100%	10 709
Transfers and grants	18 096	20 000	6 667	6 667	1 667	5 000	300%	20 000
Other expenditure	204 636	184 675	6 149	6 149	15 390	(9 240)	-60%	184 675
Total Expenditure	387 050	382 404	23 998	23 998	31 867	(7 869)	-25%	382 404
Surplus/(Deficit)	(58 351)	(31 610)	86 928	86 928	(2 634)	89 562	-3400%	(31 610)
Transfers recognised - capital	244 290	335 772	-	-	27 981	(27 981)	-100%	335 772
Contributions & Contributed assets	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	185 939	304 163	86 928	86 928	25 347	61 581	243%	304 163
Surplus/ (Deficit) for the year	185 939	304 163	86 928	86 928	25 347	61 581	243%	304 163
Capital expenditure & funds sources								
Capital expenditure	250 238	348 054	8	8	29 005	(28 997)	-100%	348 054
Capital transfers recognised	244 290	335 772	-	-	27 981	(27 981)	-100%	335 772
Internally generated funds	5 948	12 282	8	8	1 024	(1 016)	-99%	12 282
Total sources of capital funds	250 238	348 054	8	8	29 005	(28 997)	-100%	348 054
Financial position								
Total current assets	65 577	96 627		43 645				96 627
Total non current assets	1 572 358	1 914 112		1 669 183				1 914 112
Total current liabilities	108 886	60 999		204 256				60 999
Total non current liabilities	31 018	29 859		41 445				29 859
Community wealth/Equity	1 498 031	1 919 882		1 467 126				1 919 882
Cash flows								
Net cash from (used) operating	263 590	329 265	158 614	158 614	27 439	(131 175)	-478%	329 265
Net cash from (used) investing	(276 912)	(310 943)	(8)	(8)	(25 912)	(25 904)	100%	(310 943)
Net cash from (used) financing	(2 694)	(2 822)	-	-	(235)	(235)	100%	178
Cash/cash equivalents at the month/year end	9 855	35 377	-	178 483	21 168	(157 315)	-743%	38 377
Debtors & creditors analysis	0-30 Days	31-60 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis								
Total By Income Source	-	-	-	-	-	-	-	-
Creditors Age Analysis								
Total Creditors	-	-	-	-	-	-	-	-

Financial Performance

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

DC43 Harry Gwala - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M01 July

Description	2015/16	Budget Year 2016/17						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue - Standard								
<i>Governance and administration</i>	255 059	274 973	109 636	109 636	22 914	86 722	378%	274 973
Executive and council	-	-	-	-	-	-	-	-
Budget and treasury office	255 059	274 973	109 636	109 636	22 914	86 722	378%	274 973
Corporate services	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	1 100	400	-	-	33	(33)	-100%	400
Planning and development	1 100	400	-	-	33	(33)	-100%	400
<i>Trading services</i>	316 829	411 194	1 291	1 291	34 266	(32 976)	-96%	411 194
Electricity	-	-	-	-	-	-	-	-
Water	56 539	60 550	1 291	1 291	5 046	(3 755)	-74%	60 550
Waste water management	260 290	350 644	-	-	29 220	(29 220)	-100%	350 644
Waste management	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-
Total Revenue - Standard	572 988	686 567	110 927	110 927	57 214	53 713	94%	686 567
Expenditure - Standard								
<i>Governance and administration</i>	131 608	143 616	6 512	6 512	11 968	(5 456)	-46%	143 616
Executive and council	24 484	29 224	1 371	1 371	2 435	(1 064)	-44%	29 224
Budget and treasury office	63 444	64 031	1 834	1 834	5 336	(3 502)	-66%	64 031
Corporate services	43 680	50 362	3 307	3 307	4 197	(889)	-21%	50 362
<i>Economic and environmental services</i>	52 428	58 937	8 878	8 878	4 911	3 966	81%	58 937
Planning and development	52 428	58 937	8 878	8 878	4 911	3 966	81%	58 937
<i>Trading services</i>	203 013	179 851	8 608	8 608	14 988	(6 379)	-43%	179 851
Electricity	-	-	-	-	-	-	-	-
Water	159 142	146 344	7 307	7 307	12 195	(4 888)	-40%	146 344
Waste water management	43 872	33 506	1 301	1 301	2 792	(1 491)	-53%	33 506
Waste management	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-
Total Expenditure - Standard	387 050	382 404	23 998	23 998	31 867	(7 869)	-25%	382 404
Surplus/ (Deficit) for the year	185 939	304 163	86 928	86 928	25 347	61 581	243%	304 163

This table assess the revenue by department and then the expenditure for the period ending 31 July 2016. Revenue receipts in July have largely constituted of equitable share followed by service charges which is water and sanitation. The overall budgeted revenue cash receipt for the month of July is 78%.

Expenditure by standard classification presents the expenditures by the departments. Waste Water Management (Water Services) has largest expenditure by

60% in the period ending 31 July 2016. This being largely attributable to the backlog demand of operations and maintenance of water schemes in the District.

Table C3 presents the same information as the table above, the difference being that it's by Municipal vote.

DC43 Harry Gwala - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description	2015/16	Budget Year 2016/17						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue by Vote								
Vote 1 - Mayor	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager Admin	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury Administration	255 059	274 973	109 636	109 636	22 914	86 722	378,5%	274 973
Vote 4 - Corporate services admin	-	-	-	-	-	-	-	-
Vote 5 - Social economic & development planning admin	1 100	400	-	-	33	(33)	-100,0%	400
Vote 6 - Infrastructure services admin	260 290	350 644	-	-	29 220	(29 220)	-100,0%	350 644
Vote 7 - Water services admin	56 539	60 550	1 291	1 291	5 046	(3 755)	-74,4%	60 550
Total Revenue by Vote	572 988	686 567	110 927	110 927	57 214	53 713	93,9%	686 567
Expenditure by Vote								
Vote 1 - Mayor	12 024	12 382	607	607	1 032	(425)	-41,2%	12 382
Vote 2 - Municipal Manager Admin	12 460	16 841	764	764	1 403	(639)	-45,6%	16 841
Vote 3 - Budget & Treasury Administration	63 444	64 031	1 834	1 834	5 336	(3 502)	-65,6%	64 031
Vote 4 - Corporate services admin	43 680	50 362	3 307	3 307	4 197	(889)	-21,2%	50 362
Vote 5 - Social economic & development planning admin	52 428	58 937	8 878	8 878	4 911	3 966	80,8%	58 937
Vote 6 - Infrastructure services admin	43 872	34 982	1 301	1 301	2 915	(1 614)	-55,4%	34 982
Vote 7 - Water services admin	159 142	144 869	7 307	7 307	12 072	(4 765)	-39,5%	144 869
Total Expenditure by Vote	387 050	382 404	23 998	23 998	31 867	(7 869)	-24,7%	382 404
Surplus/ (Deficit) for the year	185 939	304 163	86 928	86 928	25 347	61 581	243,0%	304 163

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 31 July 2016.

DC43 Harry Gwala - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	2015/16	Budget Year 2016/17						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Service charges - water revenue	38 329	40 714	865	865	3 393	(2 528)	-75%	40 714
Service charges - sanitation revenue	16 461	17 449	371	371	1 454	(1 083)	-75%	17 449
Service charges - refuse revenue	-	-	-	-	-	-	-	-
Service charges - other	1 032	2 391	-	-	199	(199)	-100%	2 391
Interest earned - external investments	3 375	3 500	183	183	292	(108)	-37%	3 500
Interest earned - outstanding debtors	8 000	8 500	1 303	1 303	708	595	84%	8 500
Transfers recognised - operational	260 403	277 632	108 362	108 362	23 136	85 226	368%	277 632
Other revenue	1 098	609	(158)	(158)	51	(209)	-411%	609
Total Revenue (excluding capital transfers and contributions)	328 699	350 794	110 927	110 927	29 233	81 694	279%	350 794
Expenditure By Type								
Employee related costs	116 031	125 313	10 685	10 685	10 443	243	2%	125 313
Remuneration of councillors	7 321	7 906	497	497	659	(162)	-25%	7 906
Debt impairment	24 692	25 394	-	-	2 116	(2 116)	-100%	25 394
Depreciation & asset impairment	30 000	31 874	-	-	2 656	(2 656)	-100%	31 874
Finance charges	1 114	1 926	-	-	160	(160)	-100%	1 926
Bulk purchases	9 852	10 709	-	-	892	(892)	-100%	10 709
Contracted services	53 356	44 923	1 026	1 026	3 744	(2 717)	-73%	44 923
Transfers and grants	18 096	20 000	6 667	6 667	1 667	5 000	300%	20 000
Other expenditure	126 589	114 358	5 123	5 123	9 530	(4 407)	-46%	114 358
Loss on disposal of PPE	-	-	-	-	-	-	-	-
Total Expenditure	387 050	382 404	23 998	23 998	31 867	(7 869)	-25%	382 404
Surplus/(Deficit)	(58 351)	(31 610)	86 928	86 928	(2 634)	89 562	(0)	(31 610)
Transfers recognised - capital	244 290	335 772	-	-	27 981	(27 981)	(0)	335 772
Contributions recognised - capital	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	185 939	304 163	86 928	86 928	25 347			304 163
Surplus/(Deficit) after taxation	185 939	304 163	86 928	86 928	25 347			304 163
Attributable to minorities	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	185 939	304 163	86 928	86 928	25 347			304 163
Surplus/ (Deficit) for the year	185 939	304 163	86 928	86 928	25 347			304 163

Capital Expenditure

Table C5 below reports on the capital expenditures by departments (municipal vote) and also by standard classification. The bottom part of the schedule looks at the funding sources of the capital projects.

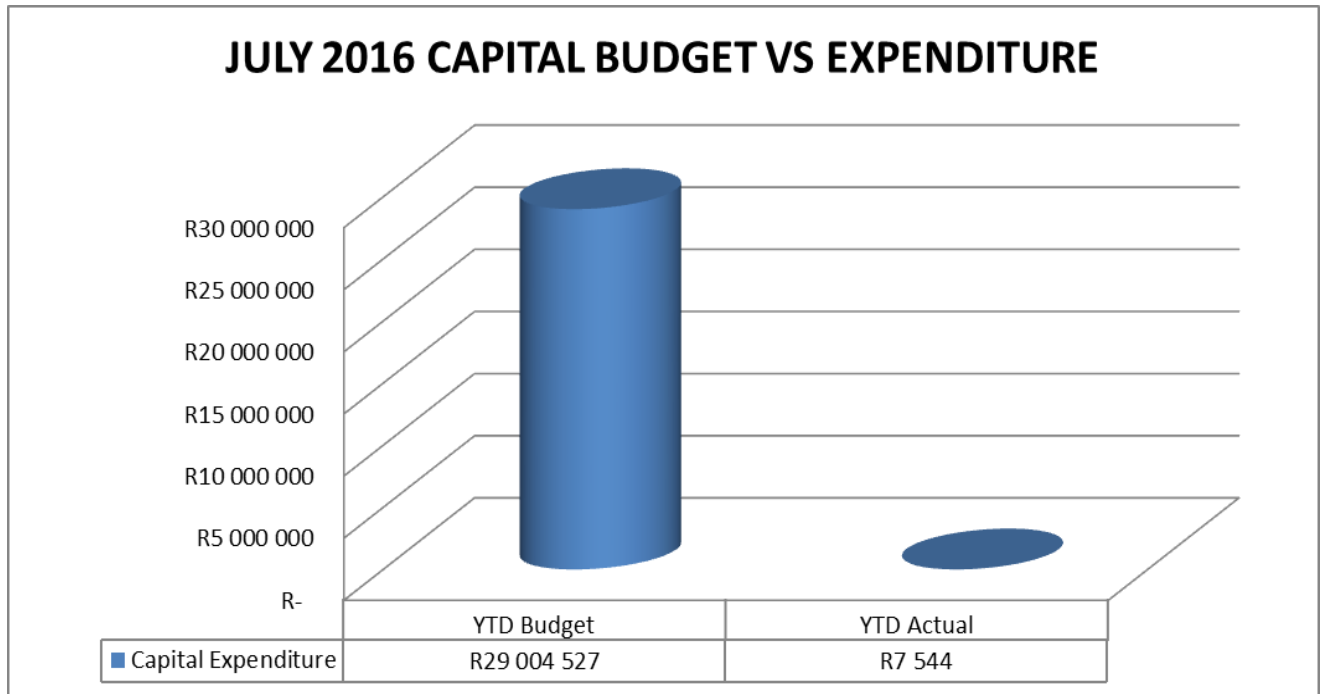
DC43 Harry Gwala - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M01 July

Vote Description	2015/16	Budget Year 2016/17						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Multi-Year expenditure appropriation								
Vote 1 - Mayor	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager Admin	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury Administration	-	-	-	-	-	-	-	-
Vote 4 - Corporate services admin	1 643	4 624	8	8	385	(378)	-98%	4 624
Vote 5 - Social economic & development planning admin	400	1 117	-	-	93	(93)	-100%	1 117
Vote 6 - Infrastructure services admin	244 590	337 272	-	-	28 106	(28 106)	-100%	337 272
Vote 7 - Water services admin	3 605	5 042	-	-	420	(420)	-100%	5 042
Total Capital Multi-year expenditure	250 238	348 054	8	8	29 005	(28 997)	-100%	348 054
Total Capital Expenditure	250 238	348 054	8	8	29 005	(28 997)	-100%	348 054
Capital Expenditure - Standard Classification								
Governance and administration	1 643	4 624	8	8	385	(378)	-98%	4 624
Executive and council						-		
Budget and treasury office						-		
Corporate services	1 643	4 624	8	8	385	(378)	-98%	4 624
Economic and environmental services	400	1 117	-	-	93	(93)	-100%	1 117
Planning and development	400	1 117	-	-	93	(93)	-100%	1 117
Trading services	248 195	342 314	-	-	28 526	(28 526)	-100%	342 314
Electricity						-		
Water	3 605	5 042			420	(420)	-100%	5 042
Waste water management	244 590	337 272			28 106	(28 106)	-100%	337 272
Total Capital Expenditure - Standard Classification	250 238	348 054	8	8	29 005	(28 997)	-100%	348 054
Funded by:								
National Government	244 290	335 772			27 981	(27 981)	-100%	335 772
Provincial Government						-		
Transfers recognised - capital	244 290	335 772	-	-	27 981	(27 981)	-100%	335 772
Internally generated funds	5 948	12 282	8	8	1 024	(1 016)	-99%	12 282
Total Capital Funding	250 238	348 054	8	8	29 005	(28 997)	-100%	348 054

As alluded to above, the capital expenditure programme for the month ending 31 July was R7 051k of capital expenditure against year to date budget and thus shows poor performance on expenditures reflected on National grant funding.

The chart below presents a high level analysis of YTD capital expenditure budget against the YTD actual expenditure.

Chart 1: 2015/2016 CAPEX YTD BUDGET & YTD ACTUAL



As at 31 July 2016, the year to date actual expenditure was R7 544K against a YTD budget of R29million. In monetary terms, these figures represent 0% per cent performance against the capital development programme as at 31 July 2016.

Table C6 displays the financial position of the municipality as at 31 July 2016.

DC43 Harry Gwala - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	2015/16	Budget Year 2016/17		
	Audited Outcome	Original Budget	YearTD actual	Full Year Forecast
R thousands				
ASSETS				
Current assets				
Cash	9 855	35 377	5 819	35 377
Call investment deposits	-	-	-	-
Consumer debtors	39 061	48 078	25 026	48 078
Other debtors	12 065	12 789	16 732	12 789
Current portion of long-term receivables	4 246	-	-	-
Inventory	349	384	193	384
Total current assets	65 577	96 627	47 770	96 627
Non current assets				
Property, plant and equipment	1 571 174	1 912 816	1 668 875	1 912 816
Intangible assets	1 184	1 296	307	1 296
Other non-current assets	-	-	-	-
Total non current assets	1 572 358	1 914 112	1 669 183	1 914 112
TOTAL ASSETS	1 637 935	2 010 739	1 716 952	2 010 739
LIABILITIES				
Current liabilities				
Borrowing	3 592	3 330	5 463	3 330
Consumer deposits	1 415	1 593	1 346	1 593
Trade and other payables	95 710	51 770	189 489	51 770
Provisions	8 169	4 305	2 557	4 305
Total current liabilities	108 886	60 999	198 854	60 999
Non current liabilities				
Borrowing	16 683	12 353	15 683	12 353
Provisions	14 334	17 506	21 615	17 506
Total non current liabilities	31 018	29 859	37 298	29 859
TOTAL LIABILITIES	139 904	90 858	236 153	90 858
NET ASSETS	1 498 031	1 919 882	1 480 800	1 919 882
COMMUNITY WEALTH/EQUITY				
Accumulated Surplus/(Deficit)	1 498 031	1 919 882	1 480 800	1 919 882
Reserves				
TOTAL COMMUNITY WEALTH/EQUITY	1 498 031	1 919 882	1 480 800	1 919 882

Table C7 below display the Cash Flow Statement for the period ending 31 July 2016.

DC43 Harry Gwala - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	2015/16	Budget Year 2016/17						Full Year Forecast
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands								
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates, penalties & collection charges	-	-	-	-	-	-	-	-
Service charges	30 746	32 408	1 990	1 990	2 701	(711)	-26%	32 408
Other revenue	2 034	305	(158)	(158)	25	(183)	-722%	305
Government - operating	260 403	277 632	108 362	108 362	23 136	85 226	368%	277 632
Government - capital	244 290	335 772	172 835	172 835	27 981	144 854	518%	335 772
Interest	8 294	3 500	1 487	1 487	292	1 195	410%	3 500
Dividends	-	-	-	-	-	-	-	-
Payments								
Suppliers and employees	(262 968)	(298 426)	(119 235)	(119 235)	(24 869)	94 366	-379%	(298 426)
Finance charges	(1 114)	(1 926)	-	-	(160)	(160)	100%	(1 926)
Transfers and Grants	(18 096)	(20 000)	(6 667)	(6 667)	(1 667)	5 000	-300%	(20 000)
NET CASH FROM/(USED) OPERATING ACTIVITIES	263 590	329 265	158 614	158 614	27 439	(131 175)	-478%	329 265
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Decrease (increase) other non-current receivables						-		
Payments								
Capital assets	(276 912)	(310 943)	(8)	(8)	(25 912)	(25 904)	100%	(310 943)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(276 912)	(310 943)	(8)	(8)	(25 912)	(25 904)	100%	(310 943)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Borrowing long term/refinancing	-	-	-	-		-		-
Increase (decrease) in consumer deposits	151	178			15	(15)	-100%	178
Payments								
Repayment of borrowing	(2 845)	(3 000)			(250)	(250)	100%	
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2 694)	(2 822)	-	-	(235)	(235)	100%	178
NET INCREASE/ (DECREASE) IN CASH HELD	(16 016)	15 500	158 606	158 606	1 292			18 500
Cash/cash equivalents at beginning:	25 871	19 877		19 877	19 877			19 877
Cash/cash equivalents at month/year end:	9 855	35 377		178 483	21 168			38 377

The billing vs Collection ratio for the month of July was 67% (June: 66%) showing an increase in collection by 1% as compared to previous month

PART 2 – SUPPORTING DOCUMENTATION

2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 31 July 2016.

Table 2.1.1: Debtors Age Analysis by Income Source

DC43 Sisonke - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	Budget Year 2014/15									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	4 013	2 782	2 635	2 261	2 011	1 976	11 202	51 785	78 666	69 235
Receivables from Exchange Transactions - Waste Water Management	1 568	1 087	1 029	883	786	772	4 376	20 230	30 732	27 048
Interest on Arrear Debtor Accounts	671	465	441	378	336	330	1 873	8 656	13 150	11 573
Total By Income Source	6 251	4 334	4 105	3 522	3 133	3 079	17 451	80 672	122 547	107 856
Debtors Age Analysis By Customer Group										
Organs of State	2 419	1 203	1 172	694	406	300	1 700	4 904	12 798	8 005
Commercial	774	465	377	240	228	245	1 592	6 097	10 016	8 401
Households	3 059	2 667	2 557	2 588	2 499	2 534	14 159	69 671	99 733	91 451
Total By Customer Group	6 251	4 334	4 105	3 522	3 133	3 079	17 451	80 672	122 547	107 856

The municipal consumer debt is currently increasing citing rigorous actions to ensure that this trend is prevented from continuing as it has a direct negative impact on municipal cash flows.

Chart 2: Debtors Age Analysis by Customer Group

The information presented in the chart above ranks total debt owed to the municipality from highest to the lowest,

- ✓ Households: 84%
- ✓ Government 08%
- ✓ Business 08%

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

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

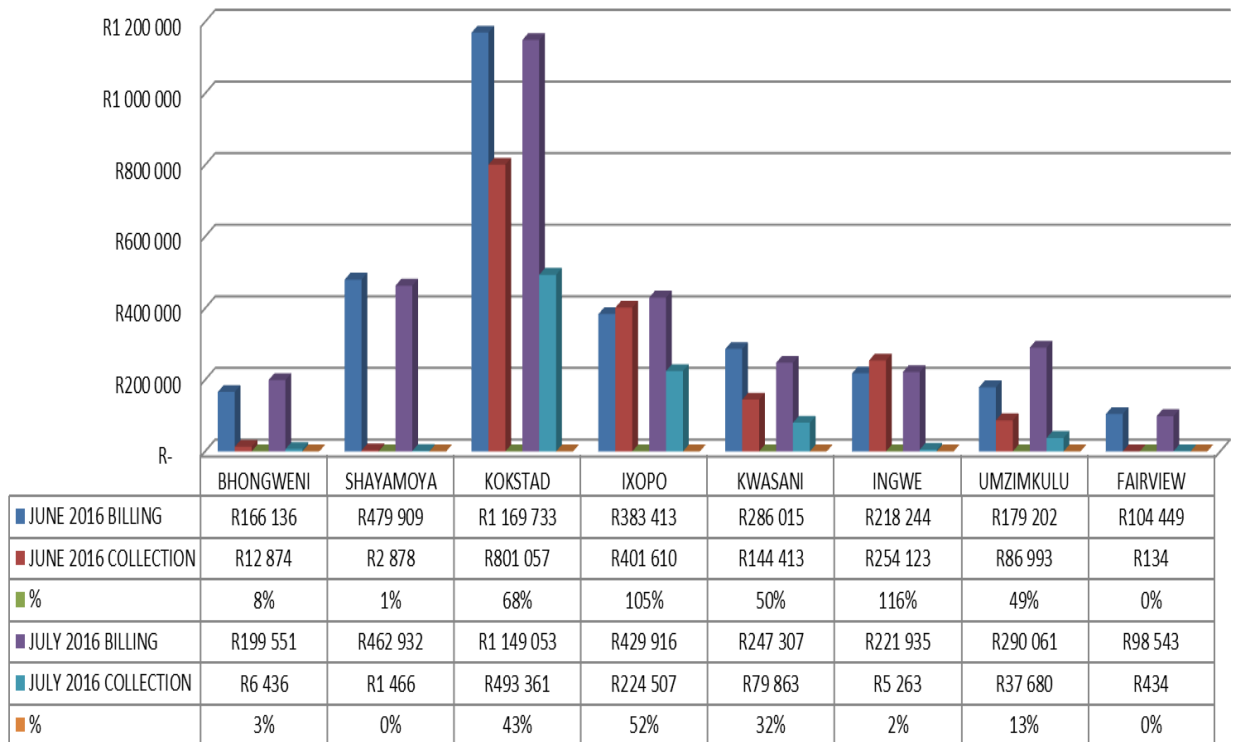
REVENUE RECEIPTS

Revenue receipts per Area

AREA	AMOUNT		
		JULY 2016	JUNE 2016
Unallocated receipts	R 285 778,62	14%	43%
Kokstad	R 801 056,51	40%	33%
Bhongweni	R 12 874,34	1%	0%
Shayamoya	R 2 877,82	0%	0%
Ixopo	R 401 609,65	20%	15%
Fairview	R 134,00	0%	0%
Kwasani	R 144 412,50	7%	5%
Ingwe	R 254 123,42	13%	0%
Umzimkhulu	R 86 992,98	4%	3%
TOTAL RECEIPTS INCL VAT	R 1 989 859,84	100%	100%

The table above presents the cash receipts from consumer debtors in each of the detailed areas as well as the comparative receipts for the previous month. The total cash collected for July is R1.9million. It is evident from the figures presented above that the largest percentage receipts of the revenue per local municipality as was the previous month in June is from Kokstad at 40% followed by Ixopo at 20%. These statistics confirm dependency on Kokstad as the greatest contributor to the District Municipality's revenue. The Unallocated receipts for the month of July amounting to 14% which still need to be allocated according to the local municipalities.

BILLING VS COLLECTION TREND



2.2 Creditors Analysis

Table SC presents the aged creditors as at 31 July 2016.

DC43 Sisonke - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	Budget Year 2014/15								Total
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands									
Creditors Age Analysis By Customer Type									
Bulk Electricity									-
Bulk Water									-
PAYE deductions									-
VAT (output less input)									-
Pensions / Retirement deductions									-
Loan repayments									-
Trade Creditors	266								266
Auditor General									-
Other									-
Total By Customer Type	266	-	-	-	-	-	-	-	266

2.3 Investment Portfolio Analysis

The following information presents the cash at bank and short term investments balances broken down per investment type as at 31 July 2016.

Cash and Bank Balances (Investments)

DC43 Harry Gwala - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

Investments by maturity Name of institution & investment ID R thousands	Period of Investment Yrs/Months	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Municipality								
FIRST NATIONAL BANK		CALL ACCOUNT		24		232	35 362	35 617
FIRST NATIONAL BANK		CALL ACCOUNT		0		47	82 782	82 830
FIRST NATIONAL BANK		ADMIN CALL		44		2	8 318	8 365
INVESTEC		FIXED DEPOSIT		29		5 200		5 228
FIRST NATIONAL BANK		FIXED DEPOSIT		0		10	3 187	3 197
FIRST NATIONAL BANK		CALL ACCOUNT		50		9	28 330	28 389
FIRST NATIONAL BANK		CALL ACCOUNT		0		5		5
FIRST NATIONAL BANK		CALL ACCOUNT		0		12		12
FIRST NATIONAL BANK		FIXED DEPOSIT		0		3		3
Municipality sub-total				148		5 519	157 979	163 646
TOTAL INVESTMENTS AND INTEREST				148		5 519	157 979	163 646

2.4 Allocation and Grant receipts and Expenditure

Table SC 6 displays information relating to grant receipts.

DC43 Harry Gwala - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

Description	2015/16	Budget Year 2016/17						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
RECEIPTS:								
Operating Transfers and Grants								
National Government:	259 223	277 232	108 362	108 362	23 103	86 690	375,2%	277 232
Local Government Equitable Share	241 033	260 069	108 362	108 362	21 672	86 690	400,0%	260 069
Finance Management	1 250	1 250	-	-	104	-	-	1 250
Municipal Systems Improvement	940	1 041	-	-	87	-	-	1 041
Municipal Infrastructure Grant (PMU)	9 460	4 777	-	-	398	-	-	4 777
Energy Efficiency And Demand Side Management Grant	-	8 000	-	-	667	-	-	8 000
Water Services Operating Subsidy	-	-	-	-	-	-	-	-
Rural Roads Asset Management Grant	2 040	2 095	-	-	175	-	-	2 095
Rural Household Infrastructure Grant	4 500	-	-	-	-	-	-	-
Energy Efficiency and Demand Management Grant	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-
Provincial Government:	1 180	400	-	-	33	(33)	-100,0%	400
Infrastructure Sport Facilities	-	-	-	-	-	-	-	-
LG Seta	80	-	-	-	-	-	-	-
Development Planning Shared Services	1 100	400	-	-	33	(33)	-100,0%	400
Total Operating Transfers and Grants	260 403	277 632	108 362	108 362	23 136	86 656	374,6%	277 632
Capital Transfers and Grants								
National Government:	244 290	335 772	172 835	172 835	27 981	101 476	362,7%	335 772
Municipal Infrastructure Grant (MIG)	183 324	186 290	117 000	117 000	15 524	101 476	653,7%	186 290
Regional Bulk Infrastructure	14 000	60 000	30 000	30 000	5 000	-	-	60 000
Municipal Water Infrastructure Grant	43 500	86 118	25 835	25 835	7 177	-	-	86 118
Expanded public works programme incentive grant	3 466	3 364	-	-	280	-	-	3 364
Rural Household Infrastructure Grant	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	244 290	335 772	172 835	172 835	27 981	101 476	362,7%	335 772
TOTAL RECEIPTS OF TRANSFERS & GRANTS	504 693	613 404	281 197	281 197	51 117	188 132	368,0%	613 404

It is clear from the chart above that the bulk of the grants received by the municipality are from the National Treasury.

Table SC7 track the expenditure on Conditional grant funding.

DC43 Harry Gwala - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

Description	2015/16	Budget Year 2016/17						Full Year Forecast
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands								
EXPENDITURE								
Operating expenditure of Transfers and Grants								
National Government:	259 223	277 232	108 362	108 362	23 103	86 515	374,5%	277 232
Local Government Equitable Share	241 033	260 069	108 362	108 362	21 672	86 690	400,0%	260 069
Finance Management	1 250	1 250	-	-	104			1 250
Municipal Systems Improvement	940	1 041	-	-	87			1 041
Municipal Infrastructure Grant (PMU)	9 460	4 777	-	-	398			4 777
Energy Efficiency And Demand Side Management Grant	-	8 000	-	-	667			8 000
Water Services Operating Subsidy	-	-	-	-	-	-		-
Rural Roads Asset Management Grant	2 040	2 095	-	-	175	(175)	-100,0%	2 095
Rural Household Infrastructure Grant	4 500	-	-	-	-	-		-
Energy Efficiency and Demand Management Grant	-	-	-	-	-	-		-
Other transfers and grants [insert description]	-	-	-	-	-	-		-
Provincial Government:	1 180	400	-	-	33	-		400
Infrastructure Sport Facilities	-	-	-	-	-	-		-
LG Seta	80	-	-	-	-	-		-
Community Development Project	-	-	-	-	-	-		-
Development Planning Shared Services	1 100	400	-	-	33			400
Total operating expenditure of Transfers and Grants:	260 403	277 632	108 362	108 362	23 136	86 515	373,9%	277 632
Capital expenditure of Transfers and Grants								
National Government:	244 290	335 772	172 835	172 835	27 981	101 476	362,7%	335 772
Municipal Infrastructure Grant (MIG)	183 324	186 290	117 000	117 000	15 524	101 476	653,7%	186 290
Regional Bulk Infrastructure	14 000	60 000	30 000	30 000	5 000			60 000
Municipal Water Infrastructure Grant	43 500	86 118	25 835	25 835	7 177			86 118
Expanded public works programme incentive grant	3 466	3 364	-	-	280			3 364
Rural Household Infrastructure Grant	-	-	-	-	-			-
Total capital expenditure of Transfers and Grants	244 290	335 772	172 835	172 835	27 981	101 476	362,7%	335 772
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	504 693	613 404	281 197	281 197	51 117	187 991	367,8%	613 404

2.5 Councillor and Staff Benefits

Table SC8 presents the expenditure of councillor and staff benefits at 31 July 2016.

DC43 Harry Gwala - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	2015/16	Budget Year 2016/17						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B					%	D
Councillors (Political Office Bearers plus Other)								
Basic Salaries and Wages	621	5 361	337	337	447	(110)	-25%	5 361
Pension and UIF Contributions	311	399	25	25	33	(8)	-25%	399
Medical Aid Contributions	771	94	6	6	8	(2)	-25%	94
Motor Vehicle Allowance	621	1 178	74	74	98	(24)	-25%	1 178
Cellphone Allowance	2 636	259	16	16	22	(5)	-25%	259
Housing Allowances	1 618	-	-	-	-	-	-	-
Other benefits and allowances	742	616	39	39	51	(13)	-25%	616
Sub Total - Councillors	7 321	7 906	497	497	659	(162)	-25%	7 906
% increase		8,0%						8,0%
Senior Managers of the Municipality								
Basic Salaries and Wages	5 551	5 995	449	449	500	(50)	-10%	5 995
Pension and UIF Contributions	3	3	0	0	0	0	2%	3
Medical Aid Contributions	5	6	0	0	0	0	2%	6
Overtime	-	-	-	-	-	-	-	-
Performance Bonus	-	-	62	62	-	62	#DIV/0!	-
Motor Vehicle Allowance	3 049	3 293	281	281	274	6	2%	3 293
Cellphone Allowance	143	154	13	13	13	0	2%	154
Housing Allowances	-	-	-	-	-	-	-	-
Other benefits and allowances	4	5	0	0	0	0	2%	5
Post-retirement benefit obligations	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	8 755	9 455	806	806	788	18	2%	9 455
% increase		8,0%						8,0%
Other Municipal Staff								
Basic Salaries and Wages	77 494	83 693	7 137	7 137	6 974	162	2%	83 693
Pension and UIF Contributions	13 103	14 151	1 207	1 207	1 179	27	2%	14 151
Medical Aid Contributions	1 811	1 955	167	167	163	4	2%	1 955
Overtime	1 618	1 747	149	149	146	3	2%	1 747
Performance Bonus	7 180	7 755	661	661	646	15	2%	7 755
Motor Vehicle Allowance	3 300	3 564	304	304	297	7	2%	3 564
Cellphone Allowance	563	608	52	52	51	1	2%	608
Housing Allowances	49	53	5	5	4	0	2%	53
Other benefits and allowances	2 158	2 331	199	199	194	5	2%	2 331
Sub Total - Other Municipal Staff	107 276	115 858	9 879	9 879	9 655	224	2%	115 858
% increase		8,0%						8,0%
Total Parent Municipality	123 351	133 219	11 182	11 182	11 102	81	1%	133 219
		8,0%						8,0%
TOTAL SALARY, ALLOWANCES & BENEFITS	123 351	133 219	11 182	11 182	11 102	81	1%	133 219
% increase		8,0%						8,0%
TOTAL MANAGERS AND STAFF	116 031	125 313	10 685	10 685	10 443	243	2%	125 313

2.6 Material Variances to the SDBIP

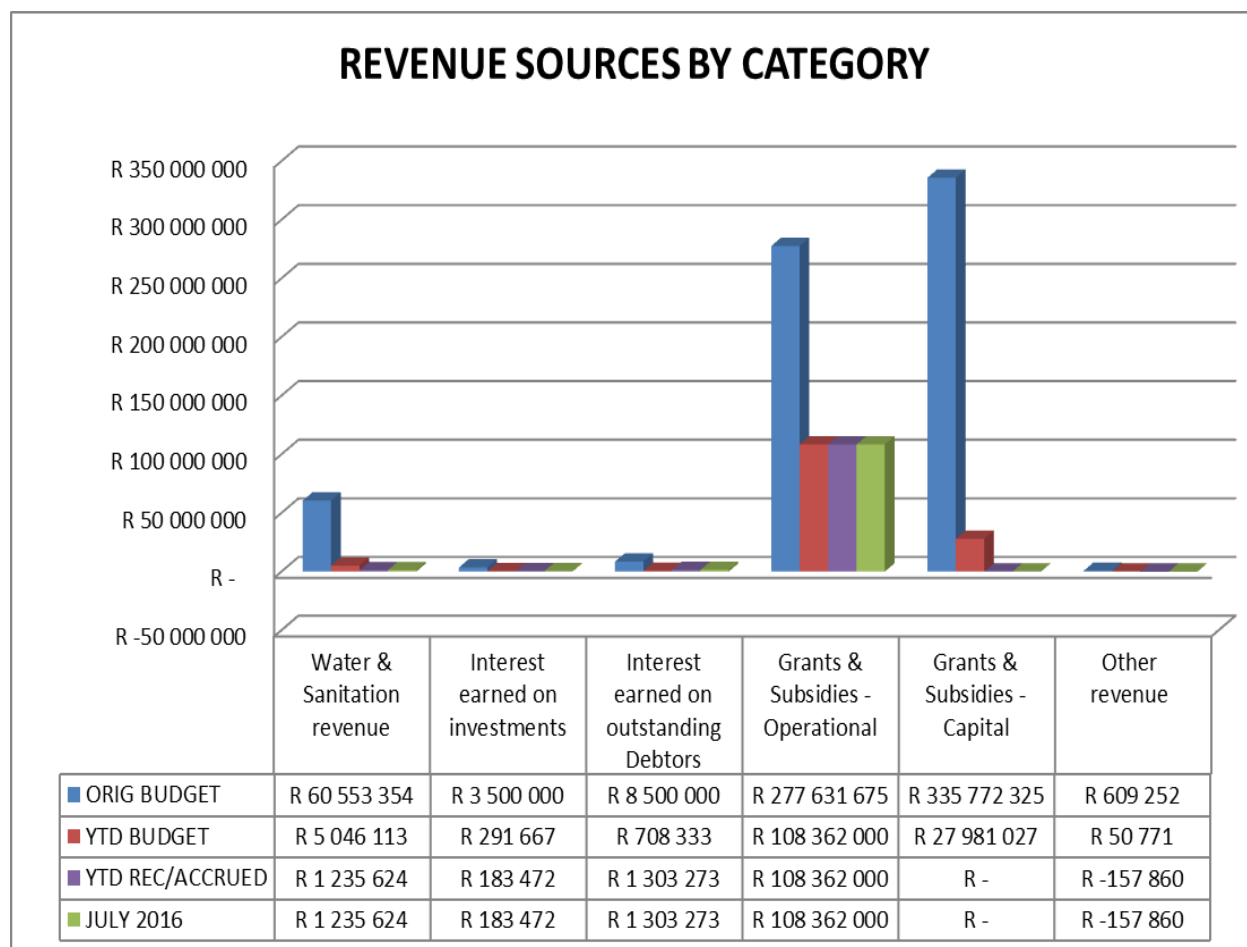
The following section analyses material variances between the actual targets as at 31 July 2016 and the budget for the same period. This report analyses each major component under following headings;

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

REVENUE

The chart displays a comparison between the 2016/17 financial year revenue budget and the performance against this budget as depicted in the form of Year to date (YTD) Actual figures. It should be emphasised that the information presented relates to "performance" rather than "cash movements" in terms of the revenue items listed below. This accounting principle relating to municipal performance is best illustrated in the analysis that follows.

Chart 3: Revenue Analysis



Water & Sanitation Charges

The year to date **actual** water & sanitation charges (**billing**) as at 31 July 2016 was R1, 2million against a year to date **budget** of R5million.

Interest Earned on External Investments

The actual interest earned on external investments as at 31 July 2016 is R 183 472k against year to date budget of R291 667. This represent 63% of monthly received against year to date budget.

Transfers Recognised – Operational

One operational grant received for the month of July 2016 namely;

- Equitable Share- R108 362 000

Transfers Recognised – Capital

The low expenditure trends on grant funded expenditure had resulted in a rather lower than expected recognition of Income against the set targets. The actual R91 558 (against a YTD budget of R22million) represent the conditions met in capital expenditures against the conditional grant allocation received. This amount represents 1% under performance in Conditional Capital grant funding expenditures.

Three Capital grants received namely:

- Municipal Water Infrastructure Grant- R117 000 000
- Water Services Infrastructure Grant- R 30 000 000
- Rural Bulk Infrastructure Grant- R 25 835 000

Other Revenue

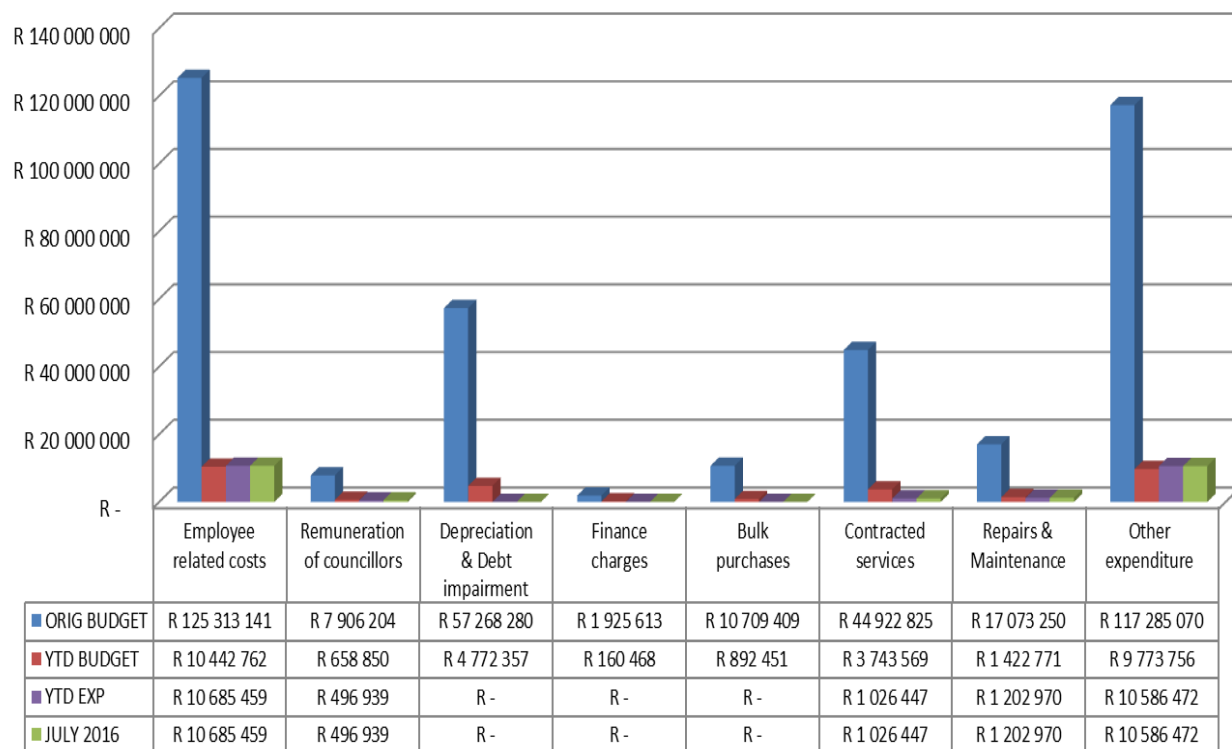
The YTD performance of other revenue is R157 860 against YTD budget of R50 771k of YTD budget.

OPERATIONAL EXPENDITURE

The chart below presents the YTD operational expenditure movements against the YTD budgets. An analysis of each expenditure line item category is discussed below.

Chart 4: 2016/17 Financial year Opex

OPERATIONAL EXPENDITURE BY TYPE



Employee Related Costs

The YTD budget for employee related costs is R10, 4million against a YTD actual of R10, 6million which is 101% of the YTD budget.

Remuneration of Councillors

The remuneration of councillor’s expenditure as at 31 July 2016 was R496 939 against a YTD budget of R658 850.

Finance Charges

As at 31 July 2016, the finance charges YTD budget is R160 468k and there was no movement on YTD actual.

Bulk Purchases

There was no expenditure for the month of July for the Bulk Water purchases and the YTD budget of R892 451.

Other Expenditure

The YTD budget for other expenditure was at R9, 7million against a YTD expenditure of R10, 5million.

Performance assessment

The Performance Assessment Report will be available on the second quarter of 2016/2017 financial year in terms of mid-term performance assessment in accordance with the Municipal Finance Management Act.

Actual and revised targets for cash receipts

DC43 Harry Gwala - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M01 July

Description	Budget Year 2016/17												2016/17 Medium Term Revenue & Expenditure Framework			
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	
R thousands																
Cash Receipts By Source																
Service charges - electricity revenue												-	-	-	-	-
Service charges - water revenue	1 393											21 593	22 985	23 306	24 703	
Service charges - sanitation revenue	597											8 825	9 422	9 988	10 587	
Interest earned - external investments	183											3 317	3 500	3 710	3 933	
Interest earned - outstanding debtors	1 303											(1 303)	-	-	-	-
Dividends received																
Transfer receipts - operating	108 362											169 270	277 632	294 948	317 863	
Other revenue	(158)											462	305	323	342	
Cash Receipts by Source	111 681	-	-	-	-	-	-	-	-	-	-	202 163	313 844	332 273	357 428	
Other Cash Flows by Source																
Transfer receipts - capital	172 635											162 937	335 772	401 643	373 080	
Increase in consumer deposits												178	178	200	226	
Total Cash Receipts by Source	284 516	-	-	-	-	-	-	-	-	-	-	365 279	649 794	734 117	730 733	
Cash Payments by Type																
Employee related costs	10 685											114 628	125 313	135 338	146 165	
Remuneration of councillors	497											7 409	7 906	8 539	9 222	
Interest paid												1 926	1 926	1 595	1 229	
Bulk purchases - Water & Sewer												10 709	10 709	11 641	12 654	
Other materials																
Contracted services	1 026											43 896	44 923	46 016	50 272	
Grants and subsidies paid - other municipalities	6 667											(6 667)				
Grants and subsidies paid - other												20 000	20 000	22 218	23 551	
General expenses	107 026											2 549	109 575	109 032	114 494	
Cash Payments by Type	125 902	-	-	-	-	-	-	-	-	-	-	194 450	320 352	334 380	357 588	
Other Cash Flows/Payments by Type																
Capital assets												310 943	310 943	365 496	340 017	
Repayment of borrowing												3 000	3 000	3 330	3 697	
Other Cash Flows/Payments	8											(8)				
Total Cash Payments by Type	125 909	-	-	-	-	-	-	-	-	-	-	508 385	634 294	703 206	701 302	
NET INCREASE/(DECREASE) IN CASH HELD	158 606	-	-	-	-	-	-	-	-	-	-	(143 107)	15 500	30 910	29 431	
Cash/cash equivalents at the monthly/year beginning	5 819	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	5 819	21 319	52 229
Cash/cash equivalents at the monthly/year end:	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	164 425	21 319	21 319	52 229	81 661	

Parent Municipal financial performance

DC43 Harry Gwala - NOT REQUIRED - municipality does not have entities or this is the parent municipality's budget - M01 July

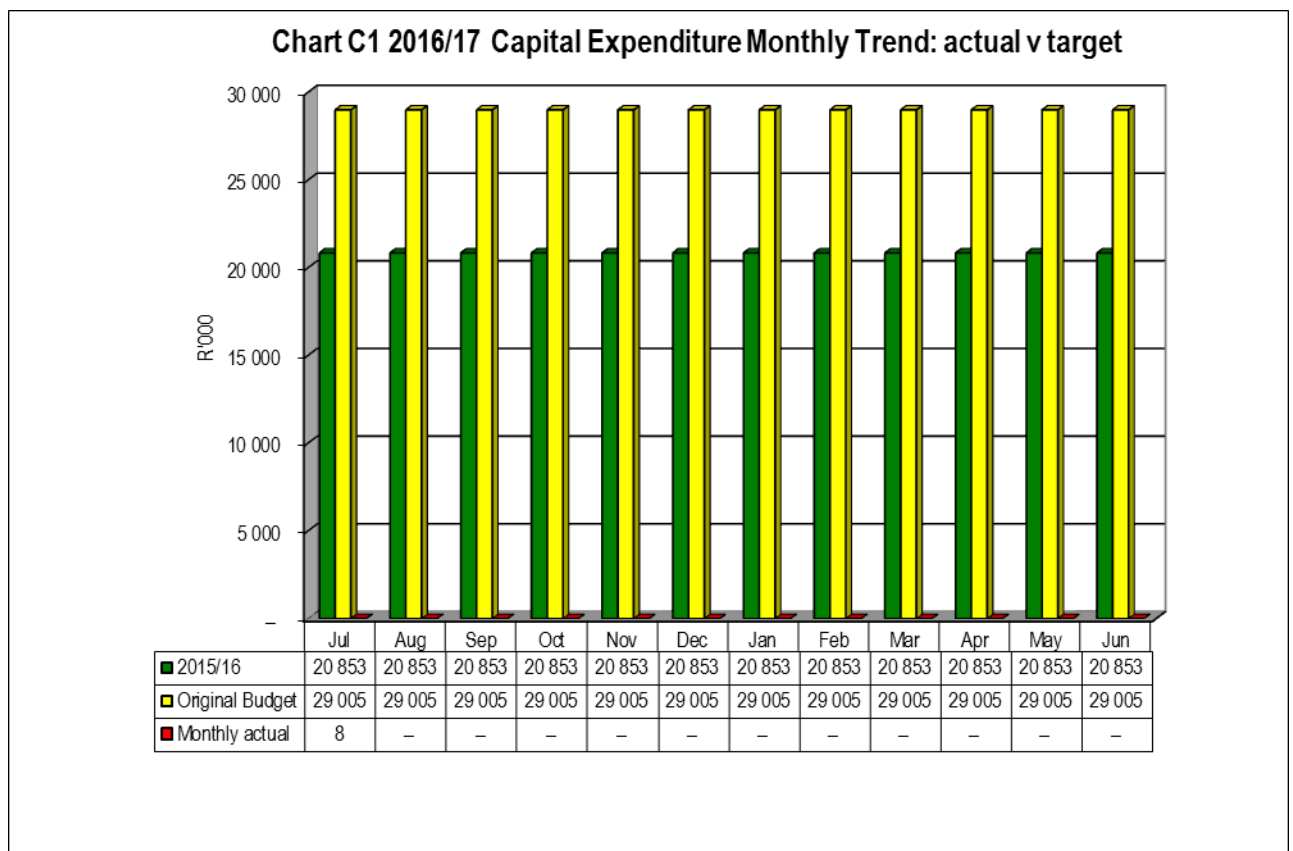
Description	2015/16	Budget Year 2016/17						Full Year Forecast
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands								
Revenue By Source								
Property rates						-		
Service charges - water revenue	38 329	40 714	865	865	3 393	(2 528)	-75%	40 714
Service charges - sanitation revenue	16 461	17 449	371	371	1 454	(1 083)	-75%	17 449
Service charges - refuse revenue	-	-			-	-		-
Service charges - other	1 032	2 391			199	(199)	-100%	2 391
Rental of facilities and equipment					-	-		
Interest earned - external investments	3 375	3 500	183	183	292	(108)	-37%	3 500
Interest earned - outstanding debtors	8 000	8 500	1 303	1 303	708	595	84%	8 500
Transfers recognised - operational	260 403	277 632	108 362	108 362	23 136	85 226	368%	277 632
Other revenue	1 098	609	(158)	(158)	51	(209)	-411%	609
Gains on disposal of PPE						-		
Total Revenue (excluding capital transfers and co	328 699	350 794	110 927	110 927	29 233	81 694	279%	350 794
Expenditure By Type								
Employee related costs	116 031	125 313	10 685	10 685	10 443	243	2%	125 313
Remuneration of councillors	7 321	7 906	497	497	659	(162)	-25%	7 906
Debt impairment	24 692	25 394			2 116	(2 116)	-100%	25 394
Depreciation & asset impairment	30 000	31 874			2 656	(2 656)	-100%	31 874
Finance charges	1 114	1 926			160	(160)	-100%	1 926
Bulk purchases	9 852	10 709			892	(892)	-100%	10 709
Contracted services	53 356	44 923	1 026	1 026	3 744	(2 717)	-73%	44 923
Transfers and grants	18 096	20 000	6 667	6 667	1 667	5 000	300%	20 000
Other expenditure	126 589	114 358	5 123	5 123	9 530	(4 407)	-46%	114 358
Loss on disposal of PPE						-		
Total Expenditure	387 050	382 404	23 998	23 998	31 867	(7 869)	-25%	382 404
Surplus/(Deficit)	(58 351)	(31 610)	86 928	86 928	(2 634)	89 562	-3400%	(31 610)
Transfers recognised - capital	244 290	335 772			27 981	(27 981)	-100%	335 772
Surplus/(Deficit) after capital transfers & contributions	185 939	304 163	86 928	86 928	25 347	61 581	243%	304 163
Surplus/(Deficit) after taxation	185 939	304 163	86 928	86 928	25 347	61 581	243%	304 163

Capital Expenditure Trend

DC43 Harry Gwala - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	20 853	29 005		8	8	29 005	28 997	100,0%	0%
August	20 853	29 005				58 009	-		
September	20 853	29 005				87 014	-		
October	20 853	29 005				116 018	-		
November	20 853	29 005				145 023	-		
December	20 853	29 005				174 027	-		
January	20 853	29 005				203 032	-		
February	20 853	29 005				232 036	-		
March	20 853	29 005				261 041	-		
April	20 853	29 005				290 045	-		
May	20 853	29 005				319 050	-		
June	20 853	29 005				348 054	-		
Total Capital expenditure	250 238	348 054	-	8					

CAPITAL EXPENDITURE MONTHLY TREND



Capital Expenditure on New Assets by Asset Class

DC43 Harry Gwala - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M01 July

Description	2015/16	Budget Year 2016/17						Full Year Forecast
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands								
Capital expenditure on new assets by Asset Class/Sub-class								
Infrastructure	232 188	331 272	-	-	27 606	27 606	100,0%	331 272
Infrastructure - Road transport	-	500	-	-	42	42	100,0%	500
<i>Roads, Pavements & Bridges</i>	-	500			42	42	100,0%	500
<i>Storm water</i>	-	-						-
Infrastructure - Water	203 688	297 107	-	-	24 759	24 759	100,0%	297 107
<i>Reticulation</i>	203 688	297 107			24 759	24 759	100,0%	297 107
Infrastructure - Sanitation	28 500	33 666	-	-	2 805	2 805	100,0%	33 666
<i>Reticulation</i>	-	-						-
<i>Sewerage purification</i>	28 500	33 666			2 805	2 805	100,0%	33 666
Other								
Other assets	9 950	10 533	8	8	878	870	99,1%	10 533
General vehicles		4 642			387	387	100,0%	4 642
Specialised v vehicles	-	-	-	-	-	-		-
Plant & equipment	4 600	2 600			217	217	100,0%	2 600
Computers - hardware/equipment	-	-						-
Furniture and other office equipment	1 450	1 791	8	8	149	142	94,9%	1 791
Other Buildings	600	-						-
Surplus Assets - (Investment or Inventory)	-	-						-
Other	3 300	1 500			125	125	100,0%	1 500
Intangibles	1 100	1 250	-	-	104	104	100,0%	1 250
Computers - software & programming	1 100	1 250			104	104	100,0%	1 250
Total Capital Expenditure on new assets	243 238	343 054	8	8	28 588	28 580	100,0%	343 054
Specialised vehicles	-	-	-	-	-	-		-
Refuse								
Fire								
Conservancy								
Ambulances								

Capital Expenditure on Renewal of Existing Assets by Asset Class

DC43 Harry Gwala - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - 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
R thousands									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	7 000	5 000	-	-	-	417	417	100,0%	5 000
Infrastructure - Water	7 000	5 000	-	-	-	417	417	100,0%	5 000
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	7 000	5 000	-	-	-	417	417	100,0%	5 000
Infrastructure - Sanitation	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	7 000	5 000	-	-	-	417	417	100,0%	5 000
Specialised vehicles									
Refuse	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-
Conservancy	-	-	-	-	-	-	-	-	-
Ambulances	-	-	-	-	-	-	-	-	-

2.7 Municipal Manager's Quality's Certificate

Quality Certificate

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

- The monthly budget statement

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

Print name: Adelaide Nomnandi Dlamini

Municipal Manager of: Harry Gwala District Municipality

Signed_____

Date_____