

9856

MID-YEAR BUDGET REVIEW AS AT 31 DECEMBER 2014

PURPOSE

To submit to Council the Mid-Year Assessment of the uMhlathuze Municipality as at 31 December 2014, as required in terms of Section 72 of the Municipal Finance Management Act, 2003 (Act No 56 of 2003). The monthly and quarterly requirements in terms of Section 71 and Section 52(d) respectively are also included in this report.

IDP STRATEGY AND OBJECTIVES

DEVELOPMENT STRATEGY 5: SOUND FINANCIAL MANAGEMENT	
Goal	Objective
1. Compliance with financial legislation and policies	<ul style="list-style-type: none"> • Ensure GRAP compliance • Ongoing review of SCM policies and procedures • Ongoing internal and external capacity building in Supply Chain Management and Budgeting Models
2. Sustainable Financial Management	<ul style="list-style-type: none"> • Improve internal communication on budget matters • Maintenance of fixed asset register • Credit control and debt collection • Compliant internal controls • Compliant grant reporting • Obtain targeted cash-backed statutory reserves • Development and appropriate training and assistance to employees • Identify and redress water and electricity tampering

BACKGROUND

The Mid-year report, although framed principally in terms of Section 72 of the Municipal Finance Management Act, also simultaneously addresses the Section 71 reporting as allowed in terms of Section 72(2).

In addition, the quarterly reporting as required by the Mayor in terms of Section 52(d) as well as the additional monthly reporting as required by Council is also included herein.

A. SECTION 72 - MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT

“(1) The accounting officer of a municipality must by 25 January of each year

- (a) *assess the performance of the municipality during the first half of the financial year, taking into account —*
 - (i) *the monthly statements referred to in section 71 for the first half of the financial year;*

- (ii) *the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;*
- (iii) *the past year's annual report, and progress on resolving problems identified in the annual report; and*
- (iv) *the performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and*

(b) *submit a report on such assessment to—*

- (i) *the mayor of the municipality;*
- (ii) *the National Treasury; and*
- (iii) *the relevant provincial treasury.”*

In the discussion that follows, the sections of this report will be divided in order of the prescriptions above.

B. Section 66 of the Municipal Finance Management Act further prescribes that all expenditure incurred by the Municipality on staff salaries, allowances and benefits be reported upon in a format and for the prescribed period. It is considered appropriate to report on this section of the Act on a monthly basis, to coincide with the reporting requirements of Section 71(1) of the Act.

And Section 52 (d) of the Municipal Finance Management Act prescribes that the Mayor of a municipality must within 30 days of the end of each quarter submit a report to the Council on the implementation of the budget and the financial state of affairs of the municipality.

The additional monthly reporting as required by Council is also included herein. The MFMA requires that the reporting of the budget (Annual, monthly, mid-year and Adjustment) be in terms of a prescribed format.

As mentioned above, the MFMA Section 71 (1) refers to a prescribed format according to which the annual budget is required to be prepared. National Treasury has issued MFMA Circular No 51 (**DMS 633560**) in which this prescribed format has been set out.

Furthermore, National Treasury has issued Municipal Budget and Reporting Regulations in terms of Government Gazette Number 32141 dated 17 April 2009. These regulations set out the manner in which Municipalities are required to prepare the 2010/2011 Budget as well as the in-year reporting effective from July 2010.

The objectives of the budget formats reforms in terms of these regulations are:

- ❖ To ensure that the municipal budget and financial reporting formats support the other financial management reforms introduced by the Municipal Finance Management Act (MFMA).
- ❖ To formalise the norms and standards governing municipal budget and financial reporting formats, so as to improve the credibility, sustainability, transparency, accuracy and reliability of budgets and in-year reports of Municipalities.
- ❖ To improve Council's ability to deliver basic services to all by addressing issues of financial sustainability.

- ❖ To facilitate informed policy choices by Council and medium term planning of service delivery by aligning targets to achieve backlog elimination.

Section 1 of the MFMA defines the Service Delivery and Budget Implementation Plan (SDBIP) as:

“A detailed plan approved by the mayor of a municipality in terms of section 53(l)(c)(ii) for implementing the municipality's delivery of municipal services and its annual budget, and which must indicate:

- (a) *Projections for each month of:*
 - (i) *Revenue to be collected, by source; and*
 - (ii) *Operational and capital expenditure, by vote.*
- (b) *service delivery targets and performance indicators for each quarter.”*

The Service Delivery and Budget Implementation Plan (SDBIP) have been segmented into five components. These are:

- ❑ Component 1: Monthly projections of revenue (including capital grants) to be collected for each source **Annexure Z (DMS 1011314)**;
- ❑ Component 2: Monthly projections of expenditure (operating and capital) and revenue for each vote **Annexure AA (DMS 1011314)**;
- ❑ Component 3: Quarterly projections of service delivery targets and performance indicators for each vote **Annexure AB - AG (DMS 1011314)**:
 - Component 3 for Departments Infrastructure and Technical Service and Corporate Service included as **Annexure AD and AF (DMS 1011314)** are incomplete.
 - The two mentioned Departments are in a process of reviewing their performance targets.
 - PMS have already met with Infrastructure and Technical Service to discuss a way forward with regards to their targets.
 - PMS has been in consultation with Corporate Service to review their performance Targets.
 - It should be noted that there will be gaps on reported information for Infrastructure and Technical Services and Corporate Services for Quarters 1 and 2, once the targets have been reviewed and finalised, Component 3 will be updated according.
- ❑ Component 4: Ward information for expenditure and service delivery **Annexure AH and AI (DMS 1011314)**; and
- ❑ Component 5: Detailed capital works plan broken down by ward over three years **Annexure AJ (DMS 1011314)**.

DISCUSSION

This report and the supporting schedules will be forwarded to National and Provincial Treasury as required in terms of Section 71 and Section 74 of the MFMA in both printed and electronic formats.

TABLE OF CONTENTS

PART 1 - IN-YEAR REPORT	
1.	Mayor's Report
2.	Resolutions
3.	Executive Summary
4.	Exception Reporting - General
5.	Exception Reporting - Departmental
6.	Proposed Adjusted Budget
7.	In-year budget statement tables
PART 2 - SUPPORTING DOCUMENTATION	
8.	Debtors' Analysis
9.	Creditors' Analysis
10.	Investment portfolio analysis
11.	Allocation and grant receipts and expenditure
12.	Councillor allowances and employee benefits
13.	Material variances to the Service Delivery and Budget Implementation Plan (SDBIP Component 5 summarised)
14.	Capital programme performance
15.	Municipal Manager's quality certification
PART 3 - OTHER LEGISLATIVE REQUIREMENTS	
16.	Withdrawals
17.	Supply Chain Management Policy
PART 4 - ADDITIONAL REPORTING REQUESTED BY COUNCIL	
18.	Bursaries - Personnel
19.	Bursaries - Dependants
20.	Professional Fees
21.	Legal fees
22.	Loan of Council equipment and material
23.	Courses, seminars and workshops
24.	Losses to Council Property
25.	Assets written off
26.	Bad debts written off
27.	Proceeds from Land Sales

1. **MAYOR'S REPORT**

In terms of the Budget Regulations, Part 1 in-year reporting, the Mayor is required to provide a report / comments on:

- “(a) a summary of whether the Municipality’s budget is being implemented in accordance with the service delivery and budget implementation plan and any service delivery agreements with municipal entities;*
- “(b) a summary of any financial problems or risks facing the municipality or any such entity; and*
- “(c) any other information considered relevant by the Mayor.”*

Monthly Report - December 2014

The monthly budget statement summary (Table C1) for the month of December 2014 (year to date actual), shows a surplus of R21,1 million. This implies that the municipality has been able to raise its budgeted income and has successfully collected such billed income as well.

Capital Expenditure

Council approved a Capital Budget of R 420 million in May 2014. Included in the Adopted Capital Budget were Roll over / Additional projects that amounted to R160 million. Capital spending on these projects continued in the subsequent months therefore the Draft Adjusted Capital Budget for the 2014/15 financial year has been reduced by R36 million to R383 million.

Council is at the middle of the financial year and capital expenditure is at R173 million (45,16%). This is based on the Revised Adopted Capital Budget of R383 million. At the end of December 2014 an amount of R108 million is shown for orders that have been placed, but payment will only take place in the subsequent months.

Supply Chain Management Matters

The table below sets out the objections and complaints in terms clause 49 of the Supply Chain Management Policy.

OCTOBER 2014 TO DECEMBER 2014	
REPORT ON OBJECTIONS AND COMPLAINTS <i>(In terms of SCMP, clause 49)</i>	
Details of objections or complains	Letters received during the quarter
Against the procurement process	0
Against the decision or action	03
Appellant : Naidu Consulting PTY LTD Tender 8/2/1/973 - Conceptual Redesign of the Richards Bay Waterfront Steel Bridge Vote: UMHURBAN/1/0 Budget: R492 936,00	Resolved

REPORT ON OBJECTIONS AND COMPLAINTS (In terms of SCMP, clause 49)	
Details of objections or complains	Letters received during the quarter
Appellant: Royal Haskoningdhv Tender 8/2/1/994 - Electrical Network Master Plan For City of uMhlathuze Vote 255/672/29 Budget: R1 500 000,00	Unresolved, received in 19 December 2014
Appellant : Dickinson Markerting CC Tender 8/2/1/974 - Supply And Delivery of 240 Litre Trolley Bin to uMhlathuze Supply Chain Management Unit From 1 September 2014 to 31 May 2016 Vote: 033/136/0 Budget: R655 800	Resolved

RESOLUTION OF DISPUTES, OBJECTIONS, COMPLAINTS AND QUERIES (In terms of SCMP, clause 50)	
Details of decision or action and queries.	Cases during the quarter
taken in the implementation of the procurement process in terms of the supply chain management system; or	01
Objector: Delca Systems TENDER 8/2/1/825 Development of A Comprehensive Integrated Transport Implementation Programme For The City of uMhlathuze Vote: 222/672/76 Budget: R496 000	Bidder contends that they were appointed by way of a tender yet the appointment was by way of quotation
any matter arising from a contract awarded in the course of the supply chain management system;	0

MUNICIPAL BID APPEALS TRIBUNAL (In terms of SCMP, clause 50A)	
Case referred by Bidder	03
Objector: Projecon 1. Tender 8/2/1/916: Appointment of On Time Projects for the Second KwaDube Rural Housing Project Vote: Department of Human Settlement Budget: R84 600 000, 00 2. Tender 8/2/1/918: Appointment of Fezeka Business Services for the Second Mkhwanazi Rural Housing Project Vote: Department of Human Settlement Budget: R80 050 000, 00 3. Tender 8/2/1/919: Appointment of Chushisanani Mzansi Trading for the Second Madlebe Rural Housing Project Vote: Department of Human Settlement Budget: R76 800 000, 00	Letter of objection was received from the objector copied to the Bid Tribunal. Enquiries have been made with the Bid Tribunal (last one being Jan 2015) but have not received any response.

Proposed Adjusted Budget

As part of the Adjusted Budget process, additional capital projects including Grant Roll-over funds have been included in the Proposed Adjusted Budget therefore increasing the capital budget to R 498 million. A full report on the Adjusted Budget will serve at Council during the course of February 2015.

However, when capital expenditure at 31 December 2014 is based on the Revised Proposed Adjusted Capital Budget of R498 million, the percentage spent is 34,73%.

The report is noted with appreciation and it is requested that administration continues to report progress on Council's finances.

2. RESOLUTIONS

Refer to the recommendations contained in this report.

3. EXECUTIVE SUMMARY

3.1 Operating Budget

The following table represents an executive summary for the financial period ended 31 December 2014:

DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	TARGET ACHIEVED
	R'000	R'000	R'000	%
Revenue (excluding capital grants)	2 370 558 500	1 185 279 250	1 194 948 076	101%
Expenditure	2 363 247 300	1 181 623 650	1 173 801 023	99%
	7 311 200	3 655 600	21 147 053	

As can be seen from the table above, Actual Surplus for the month ended 31 December 2014 is higher than the Budgeted Surplus.

Actual revenue to Budgeted revenue has exceeded the budget. Actual expenditure to Budgeted expenditure is below its budgetary limits.

Actual expenditure has increased primarily due to Bulk Purchases – Electricity and the same is applicable to Actual Revenue. Refer to section 3.4 and 3.5 further on in this report for explanations.

3.2 Cash Flow Situation

Details of Bank Balances

DESCRIPTION	CASH ON HAND AT 31 DECEMBER 2014	CASH OBLIGATIONS	POLICY TARGET	(SHORTFALL)/ SURPLUS AT 31 DECEMBER 2014
	R'000	R'000	R'000	%
Conditional Grants and unspent loans	110 857 000	110 857 000	110 857 000	-
Workings Capital	346 715 000	191 729 000	383 458 000	(36 743 000)
Total (incl. investments)	457 572 000	302 586 000	494 315 000	(36 743 000)

Council's Working Capital Policy

In terms of Council's Adopted Working Capital Policy the objective is for Working Capital to be two (2) times the average monthly creditors of the municipality. This ratio sits currently at 1,80:1 (346 715/191 729).

MFMA Circular 71

The Cash/Cost Coverage ratio in terms of MFMA circular 71 is [(Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) plus Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, and Provision for Bad Debts, Impairment and Loss on Disposal of Assets)] **and the norm is one (1) to three (3) times the average monthly creditors.**

The calculation for the above ratio is as follows: [(177 572 – 107 530 + 280 000) / (2 363 247 - 182 390 – 3 050)/12] which currently sits at 1,93:1

It therefore needs to be noted that both in terms of Council's Policy and the National Treasury MFMA Circular 71, the City of uMhlathuze has suitable cash coverage.

The table below reflects the grants gazetted and received as at 31 December 2014 from National and Provincial Treasury:

DESCRIPTION OF GRANT	AMOUNT GAZETTED FOR JULY 2014	AMOUNT GAZETTED FOR AUGUST 2014	AMOUNT GAZETTED FOR SEPTEMBER 2014	AMOUNT GAZETTED FOR OCTOBER 2014	AMOUNT GAZETTED FOR NOVEMBER 2014	AMOUNT GAZETTED FOR DECEMBER 2014	TOTAL TO BE RECEIVED AS AT 31/12/2014	AMOUNT RECEIVED AS AT 31/12/2014	DIFFERENCE	ACTUAL EXPENDITURE AS AT 31/12/2014	% SPENT	COMMENTS
NATIONAL TREASURY												
Equitable Share	81 066 000	-	-	-	68 267 000	-	81 066 000	81 066 000	-	81 066 000	100%	
Municipal Infrastructure Grant	30 377 000	-	-	-	29 250 000	-	59 627 000	59 627 000	-	61 848 555	104%	This expenditure is as per claims submitted to COGTA.
Municipal Systems Improvement Grant	-	930 000	-	-	-	-	930 000	930 000	-	201 094	22%	
Financial Management Grant	1 600 000	-	-	-	-	-	1 600 000	1 600 000	-	688 034	43%	
Municipal Water Infrastructure Grant	-	4 712 000	-	9 426 000	-	-	14 138 000	14 138 000	-	5 050 120	36%	
Water Services Operating Subsidy	-	3 500 000	-	7 000 000	-	-	10 500 000	10 500 000	-	2 939 377	28%	
Integrated National Electrification Grant	5 775 000	2 225 000	-	-	-	-	8 000 000	8 000 000	-	14 698 101	184%	Expenditure was incurred in the 2013/2014 financial year.
Rural Households Infrastructure Grant	2 000 000	-	-	-	2 500 000	-	4 500 000	-	4 500 000	-	0%	Advised by National Treasury delays have been experienced. Transfer to take place soon.
Extended Public Works Programme	-	758 000	-	-	569 000	-	1 327 000	1 327 000	-	636 291	48%	
Infrastructure Skills Development Grant	4 036 000	-	-			-	4 036 000	4 036 000	-	3 820 721	95%	The 2013/2014 grant was over-spent by R989 400. This expenditure has been recovered from the 2014/2015 allocation.
TOTAL NATIONAL TREASURY GRANTS	124 854 000	12 125 000	-	16 426 000	100 586 000	-	185 724 000	181 224 000	4 500 000	170 948 293	94%	

NOTES:

OFFICIAL FINAL VERSION

RPT 157397
Page 9 of 147

DESCRIPTION OF GRANT	AMOUNT GAZETTED FOR JULY 2014	AMOUNT GAZETTED FOR AUGUST 2014	AMOUNT GAZETTED FOR SEPTEMBER	AMOUNT GAZETTED FOR OCTOBER	AMOUNT GAZETTED FOR NOVEMBER	AMOUNT GAZETTED FOR DECEMBER	TOTAL TO BE RECEIVED AS AT 31/10/2014	AMOUNT RECEIVED AS AT 30/11/2014	DIFFERENCE	ACTUAL EXPENDITURE AS AT 31/11/2014	% SPENT	COMMENTS
PROVINCIAL TREASURY												
Provincialisation of Libraries	-	-	6 080 000	-	-	-	6 080 000	6 080 000	-	8 081 558	0%	The SLA has not been finalised. Grant funding expected in August 2014. Expenditure shown is the total operating cost of the Libraries for the period.
Community Library Services Grant (Cyber cadets)	-	-	756 000	-	-	-	756 000	756 000	-	367 625	49%	The SLA has not been finalised. Grant funding expected in August 2014. Expenditure shown is the total operating cost of the Libraries for the period.
Housing Operating Account	1 073 120	-	-	6 202 880	-	-	1 073 120	1 073 120	-	5 336 870	497%	Expenditure shown is the total operating cost of the Human Settlements Section excluding Hostel Operating costs.
Museum Subsidy	-	-	299 000	-	-	-	299 000	-	299 000	831 478	0%	Grant funding expected in August 2014. Expenditure shown is the total operating cost of the Museum.
Clinic Services	-	-	7 290 300	-	-	-	7 290 300	-	7 290 300	11 287 598	0%	The SLA has not been finalised. Grant funding expected in August 2014. Expenditure shown is the total operating cost of the clinics for the period.
Informal Traders	-	-	-	-	-	-	-	3 000 000	(3 000 000)	2 646 094	88%	Funds were to be received in 2013/2014 financial year. Only received in August 2014
Tourism Development	-	-	-	-	-	-	-	3 000 000	(3 000 000)	-	0%	Funds were to be received in 2013/2014 financial year. Only received in August 2014
TOTAL PROVINCIAL TREASURY GRANTS	1 073 120	-	14 425 300	6 202 880	-	-	15 498 420	13 909 120	1 589 300	28 551 222	205%	
TOTAL GRANTS AND SUBSIDIES	125 927 120	12 125 000	14 425 300	22 628 880	100 586 000	-	201 222 420	195 133 120	6 089 300	199 499 515	102%	

NOTES:

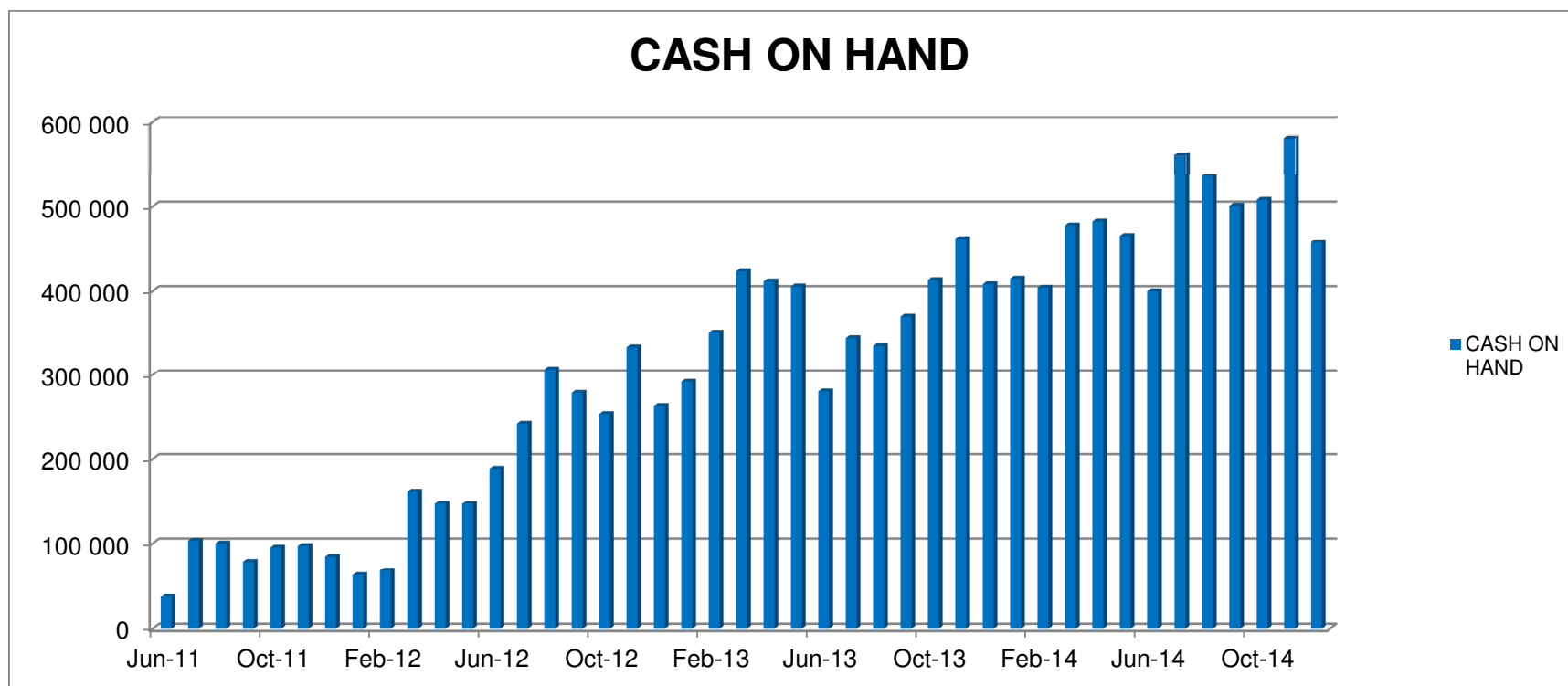
OFFICIAL FINAL VERSION

RPT 157397
Page 10 of 147

Bank Balance Trend since June 2011

Table:

	Jun-11	Sept-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	June-14	July-14	Aug-14	Sept-14	Oct-14	Nov-14	Dec-14
	R' 000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Cash On Hand	37 142	368 944	412 940	462 070	408 143	414 642	404 080	478 000	482 637	465 696	399 897	561 308	536 244	501 032	508 007	580 872	457 572



The cash flow situation is still a critical aspect for the municipality and is being constantly monitored. As mentioned previously the situation is gradually improving. However, the liquidity ratios have almost reached the acceptable standard norms but still need to be monitored on a continuous basis.

The cash on hand as at 30 November 2014 amounted to R581 million, whereas the cash on hand as at 31 December 2014 amounts to R458 million as indicated on the graph above. This huge decrease is attributed mainly to the following:

- Loan repayments of R88 million
- Capital payments of R58 million

3.3 Capital Budget Summary

The table below represents Capital Expenditure incurred as at 31 December 2014 (45,16%) of the Revised Adopted budget:

FUNCTION	ADOPTED BUDGET 2014/2015	REVISED ADOPTED BUDGET 2014/2015	CASH FLOW PROJECTED BUDGET (YTD) AS PER COMPONENT 5	ACTUAL DEC 2014 (YTD)	% OF DRAFT ADJUSTMENT BUDGET SPENT	% OF CASH FLOW PROJECTED BUDGET AS PER COMPONENT 5
Executive and Council	211 300	211 300	188 600	315	0.15%	0%
Budget and Treasury Office	5 463 900	5 065 500	-	1 865 393	36.83%	0%
Corporate Services	47 487 200	45 100 400	31 901 799	22 041 743	48.87%	69%
Community and Social Services	26 937 700	24 227 700	15 490 700	7 705 786	31.81%	50%
Sport and Recreation	32 162 000	20 801 500	18 662 000	3 176 809	15.27%	17%
Public Safety	27 662 500	26 235 100	15 570 821	7 675 072	29.25%	49%
Housing	22 441 700	21 888 500	12 800 000	5 395 472	24.65%	42%
Health	8 115 000	8 033 900	4 849 200	448 506	5.58%	9%
Planning and Development	168 000	107 400	35 000	45 616	42.47%	130%
Road Transport	20 607 100	20 357 500	11 572 700	12 470 705	61.26%	108%
Electricity	56 030 600	44 893 200	35 377 437	25 118 074	55.95%	71%
Water	88 124 800	84 623 800	47 818 200	48 728 548	57.58%	102%
Waste Water Management (Sanitation)	79 451 700	76 668 500	40 556 798	38 044 880	49.62%	94%
Waste Management (Solid Waste)	4 998 300	4 998 400	3 478 000	332 696	6.66%	10%
TOTAL	419 861 800	383 212 700	238 301 255	173 049 615	45.16%	73%

The Adopted Budget of R419 861 800 has decreased by R36 649 100 to a Revised Adopted Budget amount of R383 212 700. This decrease is due to projects that were rolled-over from 2013/2014 to the 2014/2015 financial year with the anticipation that these projects were to be spent in the 2014/2015 financial year. However, a portion of these projects were spent in the 2013/2014 financial year thus reducing the available funds for the 2014/2015 financial year.

Budget and Treasury Office

An amount of R4,6 million has been earmarked for the Standard Chart of Accounts. This project has commenced and funding will be re-allocated to the operating budget during the adjustment budget processes, the capital budget will therefore be reduced.

The table below sets out the capital budget and expenditure for the function, Community and Social Services and Public Safety:

DESCRIPTION	ADOPTED BUDGET 2014/2015	REVISED ADOPTED BUDGET 2014/2015	CASH FLOW PROJECTED BUDGET (YTD) AS PER COMPONENT 5	ACTUAL DEC 2014 (YTD)	% OF DRAFT ADJUSTMENT BUDGET SPENT	% OF CASH FLOW PROJECTED BUDGET AS PER COMPONENT 5
Cemetaries	2 100 000	2 100 000	2 100 000	10 770	1%	1%
Community Halls	6 722 300	5 862 700	4 485 000	2 410 938	41%	54%
Libraries	9 387 900	9 187 400	4 005 000	3 467 199	38%	87%
Museums	19 000	7 200	19 000	1 295	18%	0%
Municipal Buildings	5 166 700	7 070 400	2 381 700	576 419	8%	24%
Commuter Facilities	3 541 800	-	2 500 000	1 239 165	0%	50%
COMMUNITY AND SOCIAL SERVICES	26 937 700	24 227 700	15 490 700	7 705 786	32%	50%
Fire	16 538 900	15 282 300	10 500 200	3 236 282	21%	31%
Traffic	-	98 600	-	86 342	88%	0%
Security Services	64 000	57 000	64 000	18 347	32%	0%
Street Lighting	11 059 600	10 797 200	5 006 621	4 334 101	40%	87%
PUBLIC SAFETY	27 662 500	26 235 100	15 570 821	7 675 072	29%	49%

The total adopted capital budget funding structure is as follows:

SOURCE OF FUNDING	ADOPTED BUDGET 2014/2015	REVISED ADOPTED BUDGET 2014/2015	ACTUAL DEC 2014 (YTD)	% OF DRAFT ADJUSTMENT BUDGET SPENT
External Loans	144 191 000	131 746 000	53 746 546	40.80%
Capital Replacement Reserve	104 458 300	97 323 100	29 827 274	30.65%
MIG	88 106 100	88 106 100	63 376 261	71.93%
Other National Government Grants	31 350 000	31 350 000	13 296 181	42.41%
Provincial Government Grants	37 764 800	25 877 200	6 855 473	26.49%
Public Contributions	11 182 000	7 407 400	5 184 254	69.99%
Reserves	2 809 600	1 402 900	763 309	54.41%
TOTAL	419 861 800	383 212 700	173 049 298	45.16%

External loan

Included in the Capital Budget that Council approved in term of CR 9327 dated 27 May 2014, was a R85,5 million external loan. **To date this loan has not been taken up.** It is envisaged that the Section 46 process required for the taking up of the loan will commence when required.

As at 30 June 2014, the unspent balance of the 2013/14 external loan was R 57 million.

The table below reflects a list of all tenders awarded in December 2014:

Tender Number	RPT Number	Project Description	Date Awarded	Amount (excl VAT)	Vote Number	Budget
				R		R
8/2/1/858	157124	Vulindlela Sewer Upgrade Phase 1 - Extension Of Scope Of Works	03/12/2014	3 997 886,30	234/632/29 234/632/26	3 668 000,00 200 000,00
8/2/1/944	157145	Supply of hot pre-mix asphalt and self-priming cold tar	05/12/2014	59,95 per 25 kg bag	022/254/A2	511 700,00
8/2/1/825	157152	Appointment Of Consultants To Compile A Comprehensive Integrated Transport Plan (Citp) For The City Of Umhlathuze	10/12/2014	Due to the unavailability of the funds, be cancelled		
8/2/1/1000	157129	Labour Content For The Replacement Of Existing 120 Mm ² Mv Pex Cables With 240 Mm ² X 3 Core MV AL Pilc Cable Per Kilometre In Esikhaleni H-Section (Part A) And Esikhaleni J-Section (Part B)	10/12/2014	3 212 568,00 2 510 080,00	255/632/27	14 500 000,00
8/2/1/963	156690	Appointment of consulting engineer for implementation of upgrades to Ngwelezane reticulation and outfall sewer	10/12/2014	Referred back to the Evaluation Committee		
8/2/1/957	155347	Appointment of consulting engineer for implementation of upgrades to Empangeni sewer reticulation	10/12/2014	Referred back to the Evaluation Committee		
8/2/1/1030	156488	Proposals for consultancy services for the implementation of an enterprise resource planning solution (ERP)	10/12/2014	3 338 000,00	282/532/27	1 500 000,00
8/2/1/931	156359	Richards Bay water improvements phase 1 - portion 2: water pipeline replacement and remedial works	10/12/2014	20 711 918.60	260/684/20 260/884/21 234/632/28	4 020 000,00 4 000 000,00 5 200 000,00

3.4 Expenditure per Category

EXPENDITURE BY TYPE	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO- RATA BUDGET
Employee related costs	583 140 900	291 570 450	275 497 579	94%
Remuneration of Councillors	23 176 400	11 588 200	10 715 634	92%
Debt Impairment	3 050 000	1 525 000	1 525 000	100%
Depreciation and Offsetting of depreciation	182 389 600	91 194 800	91 194 751	100%
Finance Charges	77 614 000	38 807 000	38 807 000	100%
Bulk Purchases - Electricity	1 006 862 700	503 431 350	488 816 443	97%
Bulk Purchases - Water	89 639 700	44 819 850	72 171 044	161%
Other Materials	34 702 200	17 351 100	19 379 183	112%
Contracted Services	159 668 900	79 834 450	92 684 892	116%
Transfers and grants	13 749 100	6 874 550	2 810 714	41%
Other Expenditure	189 253 800	94 626 900	80 198 783	85%
TOTAL	2 363 247 300	1 181 623 650	1 173 801 023	99%

The above table represents operating expenditure per category incurred as at 31 December 2014.

Bulk Purchases – Electricity: Electricity purchases are higher in July and August due to the increase tariff charged by Eskom in the winter months. Tata Steel did not operate during the month of July 2014 and August 2014. Included in Electricity purchases are the following amounts in terms of the Generation Purchase agreement with Mondi:

- July 2014 = R30 million
- August 2014 = R25 million
- September 2014 = R20 million
- October 2014 = R13 million
- November 2014 = R16 million
- December 2014 = R15 million

A corresponding increase in Revenue is apparent under Service Charges – Electricity.

Bulk Purchases – Water: A surcharge on Water amounting to R17,1 million was charged by Mhlathuze Water for water purchased for the quarter ended 31 December 2014 as Council extracted more water than normal.

The City of uMhlathuze is experiencing a drought and thus resulted in low lake levels. As at 31 December 2014, the levels were as follows Lake Mzingazi 33.2% and Lake Cubhu 32%, Mhlathuze Water supplement about 55 ML/day potable water and 15 ML/day raw water respectively. For Lake Cubhu no raw water supplement was done from Mhlathuze Water for

the November month. For December 2014, Lake Cubhu level drop drastically and supplement was done for 15ML/day. Refer to Section 3.6 for further explanations.

3.5 **Revenue per Category**

The source of funding for the above comprises the following revenue categories:

REVENUE BY SOURCE	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	% OF PRO- RATA BUDGET
Rates	314 000 000	157 000 000	169 416 924	108%
Service Charges – Electricity revenue	1 385 000 000	692 500 000	695 299 459	100%
Service Charges – Water revenue	204 600 000	102 300 000	102 007 302	100%
Service Charges – Sanitation revenue	78 000 000	39 000 000	38 848 192	100%
Service Charges – Refuse revenue	62 000 000	31 000 000	30 588 070	99%
Service Charges – Other revenue	12 561 200	6 280 600	6 918 416	110%
Rental of facilities and equipment	8 233 800	4 116 900	7 175 018	174%
Interest earned – external investments	10 605 000	5 302 500	8 239 418	155%
Interest earned – outstanding debtors	1 542 000	771 000	764 199	99%
Fines	8 877 200	4 438 600	5 379 820	121%
Licences and permits	1 727 700	863 850	818 831	95%
Agency services	6 350 000	3 175 000	3 422 202	108%
Operating Grants and Subsidies	260 508 600	130 254 300	116 394 735	89%
Other Revenue	16 553 000	8 276 500	9 675 490	117%
TOTAL	2 370 558 500	1 185 279 250	1 194 948 076	101%

The above table represents operating revenue per category as at 31 December 2014.

3.6 Surplus and Deficit by Service Category

SERVICE CATEGORY	ADOPTED BUDGET 2014/2015			ACTUAL AS AT 31 DECEMBER 2014		
	REVENUE	EXPENDITURE	SURPLUS/ (DEFICIT)	REVENUE	EXPENDITURE	SURPLUS/ (DEFICIT)
	R'000	R'000	R'000	R'000	R'000	R'000
Rates and General Services						
Executive and Council	165 300	414 200	(248 900)	80 900	3 766 786	(3 685 886)
Budget and Treasury Office	335 480 400	1 348 600	334 131 800	183 655 846	(3 588 241)	187 244 087
Corporate Services	8 671 000	50 241 500	(41 570 500)	3 471 073	16 721 941	(13 250 868)
Community and Social Services	9 764 500	49 704 564	(39 940 064)	7 741 286	24 501 995	(16 760 709)
Sport and Recreation	2 310 600	117 103 688	(114 793 088)	2 959 101	57 571 177	(54 612 076)
Public Safety	9 727 300	113 527 700	(103 800 400)	5 776 296	53 887 347	(48 111 051)
Housing	8 226 100	15 312 900	(7 086 800)	2 548 443	6 791 270	(4 242 827)
Health	12 166 400	37 705 948	(25 539 548)	5 866 066	16 669 986	(10 803 920)
Planning and Development	1 411 800	38 151 300	(36 739 500)	954 078	18 792 910	(17 838 832)
Road Transport	10 883 500	156 143 900	(145 260 400)	5 229 691	78 576 805	(73 347 114)
Water (Portion of PMU funded by Rates & General Services)	2 505 350	5 617 050	(3 111 700)	24 821	2 586 418	(2 561 597)
Waste Water Management (Sanitation) (Portion of PMU funded by Rates & General Services)	2 505 350	7 329 050	(4 823 700)	24 821	3 184 493	(3 159 672)
Total Rates and General Services	403 817 600	592 600 400	(188 782 800)	218 332 422	279 462 887	(61 130 465)
Airport	441 300	902 700	(461 400)	544 830	312 900	231 930
Trading Services						
Electricity	1 392 658 000	1 215 022 900	177 635 100	698 851 622	597 087 891	101 763 731
Water	287 304 800	318 264 600	(30 959 800)	132 486 344	187 443 451	(54 957 107)
Clarified Water	15 250 000	15 107 800	142 200	9 712 856	7 802 872	1 909 984
Sewerage	167 811 800	124 756 100	43 055 700	83 790 903	55 091 694	28 699 209
Refuse Removal	103 275 000	96 592 800	6 682 200	51 229 101	46 599 333	4 629 768
Total Trading Services	1 966 299 600	1 769 744 200	196 555 400	976 070 826	894 025 241	82 045 585
Total Service Category	2 370 558 500	2 363 247 300	7 311 200	1 194 948 078	1 173 801 028	21 147 050

NOTES:

OFFICIAL FINAL VERSION

RPT 157397
Page 17 of 147

The table above sets out the surplus and deficit for each service category. It is important to note that although the trading services namely Electricity, Water, Sewerage and Refuse Removal are expected to be profitable, only Electricity, Sewer and Refuse services are making surpluses.

As part of Council's revenue enhancement policy approved in July 2013, a considerable effort needs to be made to improve the surplus for the remaining trading services by reducing expenditure or increasing revenue.

The main aim of this table is to provide information to departments in order for them to manage their respective services and ensure that revenue and expenditure is in line with budget expectations.

TRADING SERVICE - WATER

Revenue

The Revenue enhancement strategy initiative for the 2014/5 budget year had critical water tariff changes approved for implementation by Council. The first key change was that the first 6 KL would only be free for those households that consumed 6KL and less per billing cycle. This was a change from the historic norm where all household received the first 6KL for free.

The households who consume 6KL and more are billed at a discounted tariff from the first KL consumed in order to cushion the customers from the change in policy by Council. The tiered tariffs for the business customers were also increased above inflation percentages on the last two scales of business tariffs. Customer behaviours have been in line with the budgeted revenues for the sale of water and hence the pro-rata budget has been met and the budget will be increased by R1, 9 million from R204, 6 million to R206, 5 million.

Council presently does not have tariffs for drought conditions which makes the recovery of the extra ordinary costs associated with a drought disaster impossible at present. The tariff of charges for the 2015/16 year will have water tariffs for drought periods with the severity of drought also taken into consideration.

Expenditure

The bulk purchase budget of R89, 6 million was based on the assumption of a water source combination between Mhlathuze water and the lakes as per historic water source combination.

Unfortunately the City of uMhlathuze is still experiencing a drought during and thus resulted in low Lake Levels. As at 31 December 2014, the levels were as follows: Lake Mzingazi 33.2% and Lake Cubhu 32%. Mhlathuze Water presently supplement about 55 ML/day potable water and 15 ML/day raw water respectively. Lake Cubhu no raw water supplement was done from Mhlathuze Water for the November month but in December 2014, Lake Cubhu's level drop drastically and a supplement was done for 15ML/day.

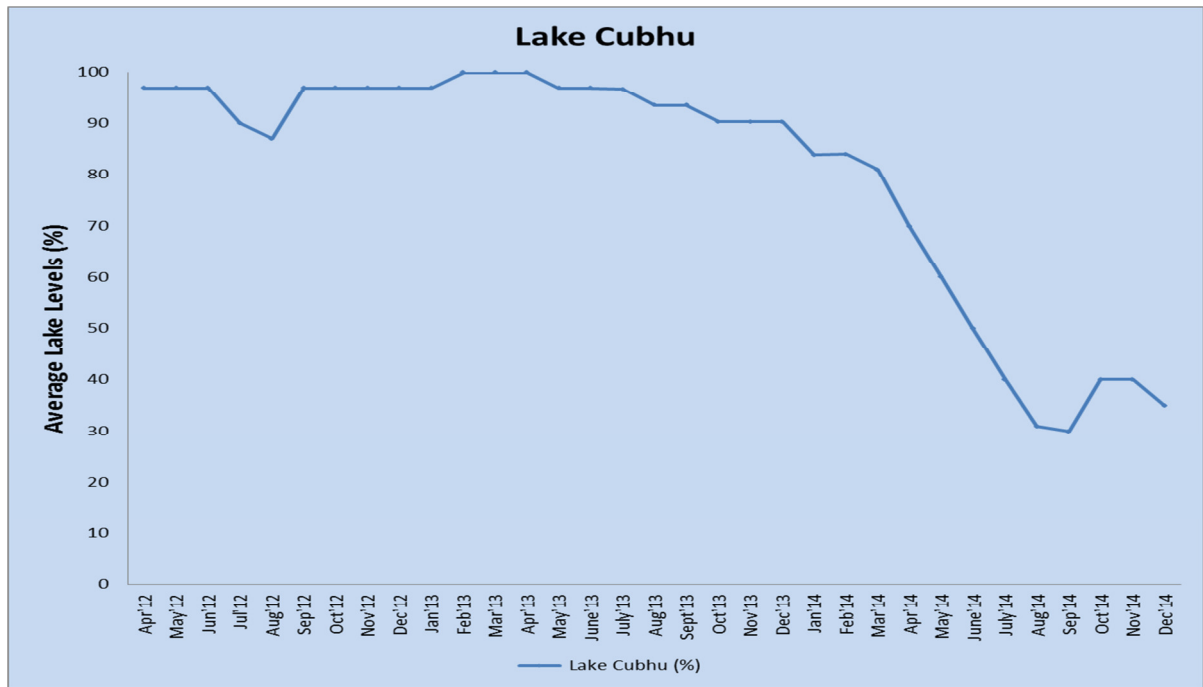


Fig 1: Monthly Lake Cubhu level as at 31 December 2014

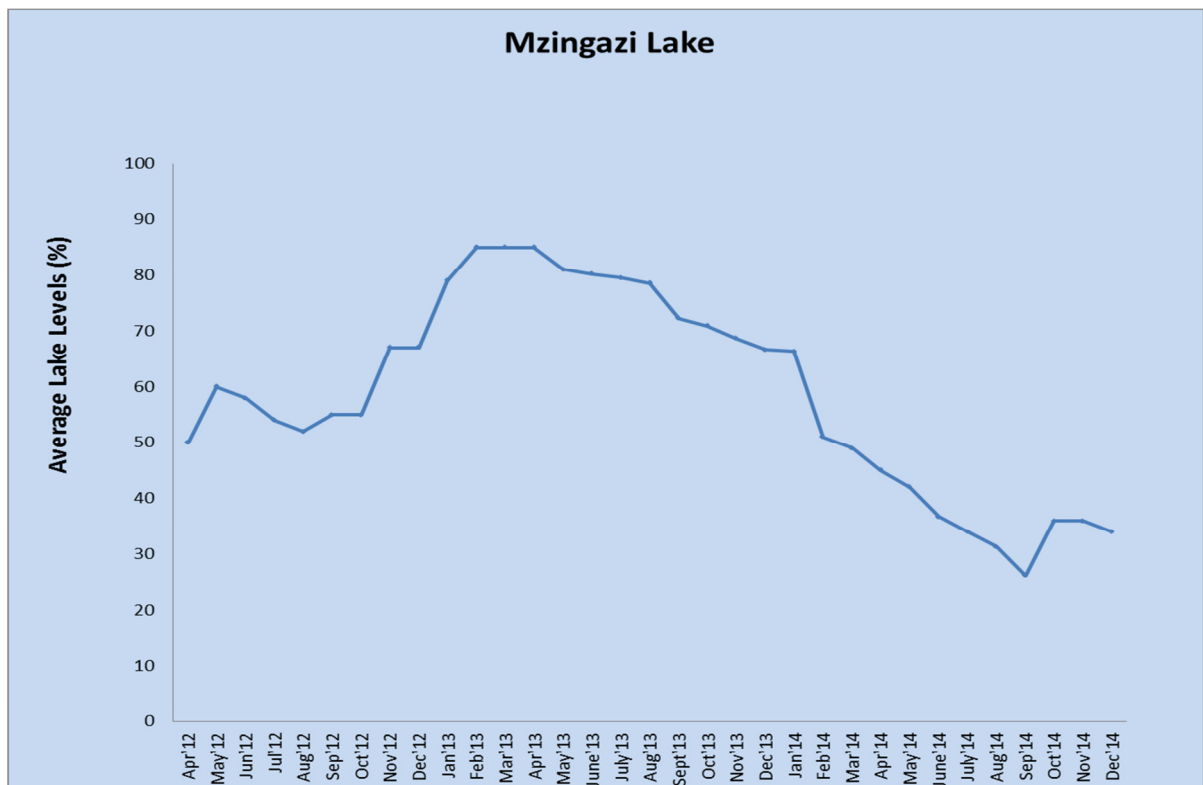


Fig 2: Monthly Lake Mzingazi level as at 31 December 2014

Table 1: Mhlathuze Water volumes supplemented to Lake Cubhu system

Day	Oct-14	Nov-14	Dec-14
1	14 990	-	-
2	14 988	-	-
3	14 999	-	4 202
4	14 837	-	6 899
5	14 661	-	6 944
6	14 998	-	6 999
7	14 999	-	6 951
8	14 998	-	6 899
9	14 993	-	6 898
10	14 822	-	6 990
11	14 997	-	-
12	14 977	-	14 333
13	14 996	-	13 531
14	14 998	-	13 426
15	14 900	-	9 347
16	14 899	-	7 994
17	14 858	-	8 129
18	14 909	-	8 247
19	14 967	-	8 246
20	14 967	-	12 236
21	14 980	-	14 964
22	14 995	-	14 970
23	14 999	-	14 951
24	14 995	-	14 992
25	14 999	-	14 999
26	14 995	-	14 800
27	-	-	14 996
28	-	-	14 909
29	-	-	14 988
30	-	-	14 818
31	-	-	15 215
Total	386 716	-	312 873
No of Days	31	30	31
Daily Average	12 475	-	10 093

24	52 484	56 243	56 143
25	45 199	42 115	54 905
26	50 661	48 840	55 248
27	47 359	53 465	56 526
28	54 727	46 958	55 142
29	48 716	48 355	56 039
30	41 302	47 263	56 110
31	56 597		56 285
Total	1 552 322	1 466 705	1 693 428
No of Days	31	30	31
Daily Average	50 075	48 890	54 627

Table 2: Mhlathuze Water volumes supplemented to Lake Mzingazi system

Day	Oct-14	Nov-14	Dec-14
1	52 993	51 399	47 775
2	54 736	41 708	53 188
3	50 347	53 026	55 116
4	50 862	54 785	52 655
5	48 195	44 506	56 336
6	45 061	53 197	55 931
7	54 894	49 039	53 920
8	55 007	55 048	53 023
9	55 027	51 719	54 629
10	42 254	50 848	56 460
11	50 617	53 262	53 601
12	41 225	46 501	52 109
13	51 852	40 169	54 116
14	54 861	52 824	55 445
15	57 079	54 235	53 766
16	44 282	39 432	55 514
17	41 722	52 510	54 057
18	54 280	52 044	54 451
19	44 292	52 643	54 475
20	53 361	8 702	53 518
21	48 006	55 655	55 094
22	51 954	54 422	55 882
23	52 370	55 792	55 969

The above climate conditions therefore have created the bulk purchases actual expenditure to be significantly higher than anticipated. The bulk water agreement with Mhlathuze water also presently has a punitive clause for when Council exceeds the demand capacity historically agreed upon. The total expenditure to date for this surcharge is R 17, 1 million.

The adjustments budget will therefore have to cater for an additional expenditure of R 42,5 million under present conditions yet this could even increase if the drought conditions become more severe.

An application must be made through the Provincial CoGTA to the National Department for drought relief funding by the Municipality championed by Infrastructure and Technical Services Department. There is a need to create more awareness amongst residents of uMhlathuze about the drought and for municipal restrictions and punitive measures to be implemented.

3.7 Debtors Age Analysis

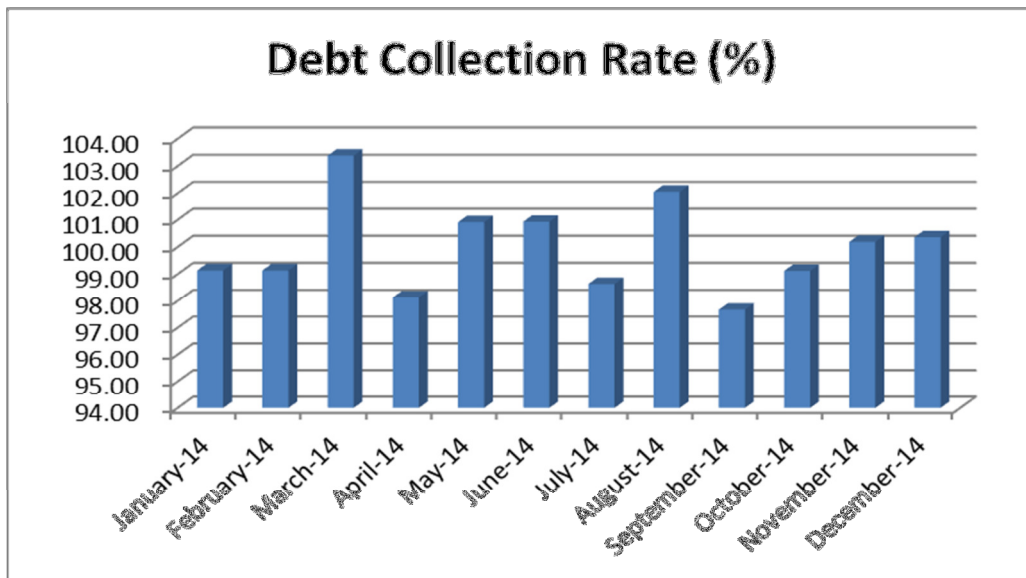
➤ Debtors age analysis by category

DEBTORS AGE ANALYSIS BY CATEGORY	0-30 DAYS	31-60 DAYS	61-90 DAYS	OVER 90 DAYS	TOTAL
Government	7 671 324	85 315	195 739	4 812 784	12 765 162
Business	148 098 403	2 571 264	3 848 226	38 216 019	192 733 912
Households	44 358 450	2 404 137	2 111 714	40 155 217	89 029 518
Other	-865 630	783 245	580 459	10 385 916	10 883 990
Total	199 262 547	5 843 961	6 736 138	93 569 936	305 412 582
%	65.24%	1.91%	2.21%	30.64%	

➤ Debt Collection Rate

The debt collection rate for the previous 12 months is as follows:

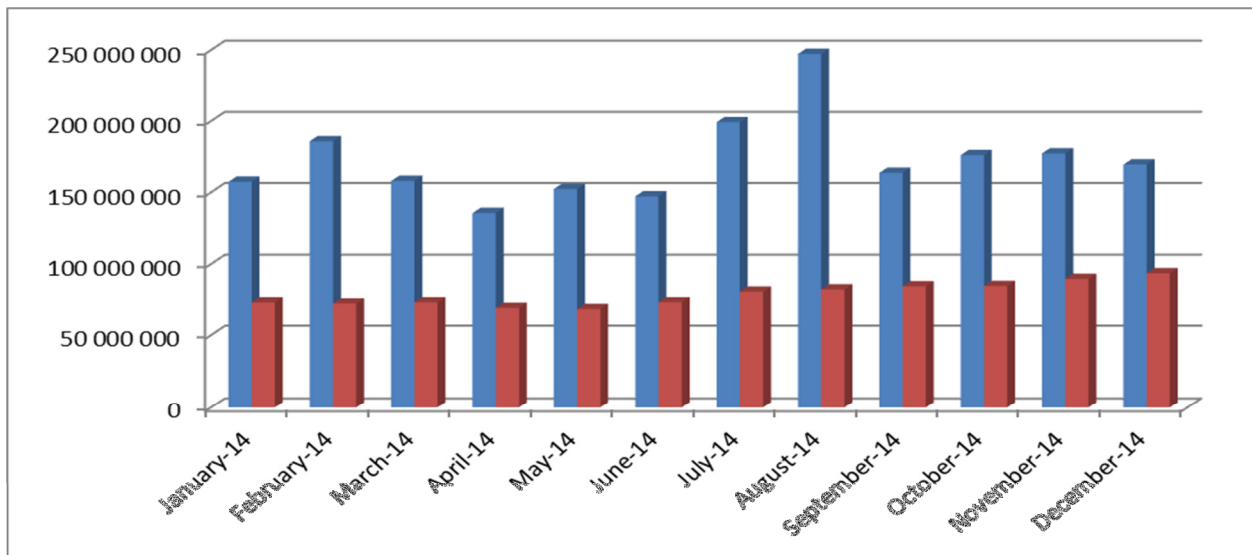
DEBT COLLECTION RATE PER MONTH	PERCENTAGE %
December 2014	100.36
November 2014	100.19
October 2014	99.12
September 2014	97.67
August 2014	102.05
July 2014	98.64
June 2014	100.93
May 2014	100.91
April 2014	98.14
March 2014	100.72
February 2014	103.38
January 2014	99.14



➤ **Monthly Billing Compared to Total Debtors 90 Days+**

MONTH	MONTHLY BILLING	DEBTORS 90 DAYS +	PERCENTAGE %
December 2014	169 766 329	93 569 932	55.12%
November 2014	177 574 145	89 696 475	50.51%
October 2014	176 327 531	84 775 434	48.08%
September 2014	163 364 936	84 495 709	51.72%
August 2014	247 284 105	82 292 466	33.28%
July 2014	199 251 720	80 766 372	40.53%
June 2014	147 236 509	73 400 699	49.85%
May 2014	152 315 415	68 741 436	45.13%
April 2014	135 785 677	69 584 920	51.25%
March 2014	157 793 152	73 400 699	46.52%
February 2014	186 009 773	72 603 303	39.03%
January 2014	157 178 445	73 297 807	46.63%

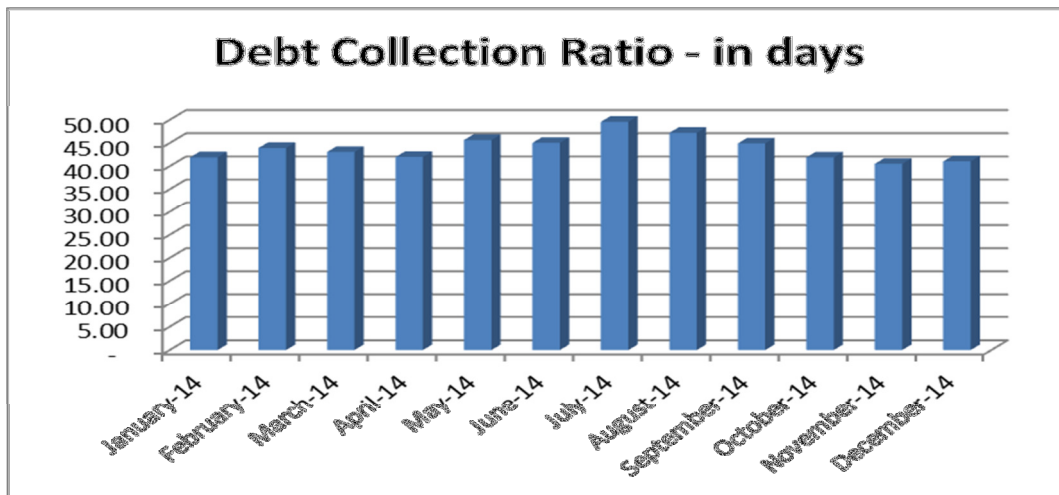
Monthly Billing Compared to Total Debtors 90 Days+.



➤ **Debt Collection Rate**

The debt collection ratio in days should be below 60 days. If the ratio is at 60 days it means that your debt older than 30 days is equal to your monthly billing.

MONTH	COLLECTION IN DAYS
December 2014	41.05
November 2014	40.52
October 2014	41.91
September 2014	44.93
August 2014	47.22
July 2014	49.59
June 2014	45.06
May 2014	45.66
April 2014	42.00
March 2014	43.09
February 2014	43.94
January 2014	41.93

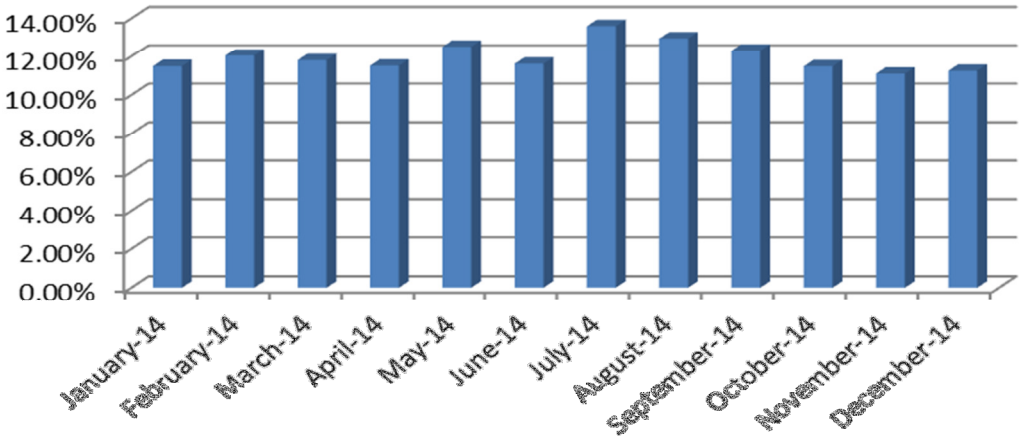


➤ **Turnover Rate of Debtors (%)**

In terms of the key performance indicators, the turnover rate should be below 20%. If everybody in town pays their debt fully, the turnover rate will be 8.33%. Council's turnover rate is listed below and it is better than the required key performance indicator.

MONTH	TURNOVER RATE
December 2014	11.25%
November 2014	11.10%
October 2014	11.48%
September 2014	12.31%
August 2014	12.94%
July 2014	13.59%
June 2014	11.61%
May 2014	12.51%
April 2014	11.51%
March 2014	11.80%
February 2014	12.04%
January 2014	11.49%

Ration for Turnover Rate



➤ **Summary of Credit Control Technical Actions Performed**

DESCRIPTION	Jul-14	Aug-14	Sep-14	Oct-14	Nov-14	Dec-14
SMS Notification	6 354	9 501	7 883	6 533	9 835	8 024
SMS Notification - IT & S	-	-	24 493	5 717	167 523	108 600
Final Request - Residential	3 399	3 387	3 832	4 477	3 083	3 265
Final Request - Business	365	252	329	480	187	268
Electricity Disconnection Level 1 (Switch Off Supply)	92	130	114	127	163	127
Electricity Disconnection Level 2. Remove Circuit Breaker	7	-	3	7	3	2
Illegal Consumption Inspection (Water or Electricity)	835	1 060	1 266	1 396	1 571	2 122
Water Restriction Level 1. (Restrict supply with a water flow restriction device)	648	741	933	1 190	825	815
Water Restriction Level 2. (Install water pressure reducing valve)	17	9	17	10	18	14
Water Disconnection (Business accounts)	68	24	24	33	26	13
Finals (New Consumers, moving in or out, readings taken, disconnected/reconnected)	243	267	188	182	146	167

➤ **Comments for Government Accounts**

The arrears 90 days+ for government accounts is restricted to just a few accounts on which there are either a dispute regarding ownership or the property is not verified yet by respective departments. The high amount in the current column is due to the annual rates being charged in July every year.

TOP 10 GOVERNMENT ACCOUNTS				
ACCOUNT NUMBER	NAME OF DEPARTMENT	90 DAYS +	TOTAL	COMMENTS
		R	R	
392615	Department of Health	5 050 597.00	5 050 597.00	Primary Health Grant. There has been follow up correspondence from the department and payment is expected soon.
1552325	RSA (Dept of Public Works)	476 806.18	476 806.18	Primary Health Grant. There has been follow up correspondence from the department and payment is expected soon.
38519	RSA (Dept of Public Works)	252 948.62	252 948.62	Invoices submitted payment pending
993567	Dept of Public Works	219 088.64	219 088.64	Under investigation/verification by the dept. Property in Ngwelezane
1317057	Dept of Public Works	173 857.56	173 857.56	Invoices submitted payment pending
1552318	RSA (Dept of Public Works)	155 634.34	155 634.34	Under investigation/verification by the department
1991812	Province of KZN	133 016.36	133 016.36	Rates in respect property on which a municipal pumpstation is situated. Account under investigation / verification
1016966	Dept of Public Works	126 474.32	126 474.32	Invoices submitted payment pending
893918	Dept of Education	105 084.36	105 084.36	Invoices submitted payment pending
40927	Administrator Natal	57 339.25	57 339.25	Invoices submitted payment pending
1009849	Dept of Public Works	35 826.81	35 826.81	Vacant Property, Ngwelezane. Property under investigation / verification by Department.

NOTES:

OFFICIAL FINAL VERSION

RPT 157397
Page 27 of 147

➤ **The Top 10 Arrear Business Accounts**

ACCOUNT NUMBER	NAME OF BUSINESS	90 DAYS +	TOTAL	COMMENTS
1854904	Basfour 3721 (Pty) Ltd	21 773 283	22 092 483	Basfour 3721 (Pty) Ltd / Indlovu Dev Trust Trustees is the account for some of the commission in respect of the 40% on sales above the agreed threshold in respect of the Golf Estate. The developer is currently disputing the amount. The matter has been handed over to Council's attorneys. Summons has been issued and the case is defended. The setting down of the court date by the Registrar of the High Court is awaited.
1929003	Zotec development (Pty) Ltd	4 012 410	4 012 410	Zotec Development (Pty) Ltd refers to an account for contribution charges after the development of the Old Mill Security Estate. The contribution charges in respect of electricity could not be supported and was written back after the report date. The new balance is R984,593.01
1623456	Richards Bay IDZ	3 788 017	3 788 017	Richards Bay IDZ is in respect of the rental charged to the IDZ for the vacant site that they fenced in but did not utilise. The monthly rental was stopped, the outstanding balance is included in the sale price and should accordingly be written back
483703	Zululand Chamber of Business Foundation	3 949 128	4 604 332	Zululand Chamber of Business Foundation is for rental charged. The matter is currently also in dispute in court and awaiting a court date. A separate report is being submitted by Legal Section with proposals to settle the matter. RPT 157039
1610626	Tisand (Pty) Ltd	2 200 196	2 412 831	Tisand (Pty) Ltd is in respect of the water surcharge being levied against the debtor. The matter is under dispute and is with Council's attorneys.
416383	River Rock Invest (Pty) Ltd	1 164 970	1 370 040	River Rock Investments is in respect of unpaid charges in respect of rental that are under dispute. Matter still under consideration by legal services. They are paying their monthly charges excluding the disputed charge

NOTES:

OFFICIAL FINAL VERSION

RPT 157397
Page 28 of 147

ACCOUNT NUMBER	NAME OF BUSINESS	90 DAYS +	TOTAL	COMMENTS
392020	River Rock Invest (Pty) Ltd	523 804	1 142 149	River Rock Investments is in respect of unpaid charges in respect of rates that are under dispute. Matter still under consideration by legal services. They are paying their monthly charges excluding the disputed charge
1941346	Mcclelland Prop Dev	681 362	785 434	The account is in respect of rates and basic services to an industrial property behind the Ngwelezane Hospital. The property previously belonged to Ithala. There is a dispute between the new owner and Ithala because it appears as if a large portion of the property was incorrectly deemed to be part of the traditional area and several private houses were constructed on the property, even over the property's access to the main road. The matter is currently under discussion with the debtor and his attorneys. The debtor now wants to settle the account in installments and final agreement on the terms are being negotiated.
1929028	PSE Development Initiatives (Pty) Ltd	629 149	629 149	PSE Dev Initiatives refers to an account for contribution charges after the development of certain low cost housing initiatives around Ngwelezane. The debtor paid R300 000 towards the debt and requested some leniency for the balance. A separate report will serve in this regard.
982886	Ithala Dev Finance	589 773	589 773	After the sale of the property at 67 Tanner Road by Ithala, several charges kept on being charged to Ithala. Several corrections were made but the rest of the account are in dispute. The matter is being handled by staff from the Finance department - metered services. This account has been cleared since the report date.

3.8 Employee Debt / Councillor Debt

At a previous Financial Services Portfolio Committee meeting, Councillors requested that Official's and Councillor's debt be submitted to Council.

Employee debt amounts to R173 410,99 as per **Annexure AK - DMS 1011314**.

Councillor's debt amounts to R8 118,51 as per **Annexure AL - DMS 1011314**.

3.9 Outstanding Creditors

At a previous Financial Services Portfolio Committee meeting, Councillors requested that creditors greater than R100 000 outstanding for 90 days and longer be submitted to Council.

Creditor	90 Days	120 Days	120 Days +	Explanation
	R			
Strauss Daly	825 952	0	0	Invoices in dispute by the Legal Department.

4. EXCEPTION REPORTING ON OPERATING EXPENSES – FOR ENTIRE MUNICIPALITY

The Chief Financial Officer will highlight what he deems are important observations on the operating expenditure in this Section, where after Departments will provide specific comment on their own sections.

It is very important for Council and the Administration to understand that although the liquidity situation is improving and there is a surplus on the current figures, expenditure has to take place in accordance with the approved budget. **If not, the objective of attempting to create internal reserves for future Capital Expenditure from accumulated cash reserves is not going to materialise.**

4.1 Employee related costs

Although total employee related expenditure is within budgetary limits, overtime expenditure has exceeded its budgetary limits. Below is a table indicating overtime expenditure at the request of Council, which allows this expenditure to be monitored and managed on a monthly basis:

EXPENDITURE PER CATEGORY	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	(OVER) EXPENDITURE	% OF PRO-RATA BUDGET SPENT
	R'000	R'000	R'000	R'000	%
Overtime	30 740 100	15 370 050	16 655 450	(1 285 400)	108%

The table below indicates the total number of overtime hours worked and the total number of temporary and permanent employees:

EMPLOYEES	JULY 2014		AUGUST 2014		SEPTEMBER 2014	
	Total Hours	Total Employees	Total Hours	Total Employees	Total Hours	Total Employees
Permanent	25 402	731	29 857	728	24 802	710
Temporary	2 150	105	416	33	530	35
	27 552	836	30 272	761	25 332	745

EMPLOYEES	OCTOBER 2014		NOVEMBER 2014		DECEMBER 2014	
	Total Hours	Total Employees	Total Hours	Total Employees	Total Hours	Total Employees
Permanent	30 387	768	31 979	768	25 529	732
Temporary	1 034	108	210	106	139	15
	31 421	876	32 189	874	25 668	747

Planned Repairs and Maintenance programmes should be standard practice for both infrastructure and movable assets such as Plant and Vehicles.

The table below represents the expenditure incurred on overtime for each department for the month December 2014. The relevant departments have supplied the comments for the over-expenditures incurred on overtime.

DEPARTMENT	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	(OVER) EXPENDITURE	% OF PRO- RATA BUDGET SPENT
	R	R	R	R	%
City Development	-	-	-	-	0%
Community Services	15 653 500	7 826 750	8 409 081	(582 331)	107%
Corporate Services	309 900	154 950	309 587	(154 637)	200%
Financial Services	114 200	57 100	42 561	14 539	75%
Infrastructure and Technical Services	14 662 500	7 331 250	7 894 220	(562 970)	108%
Office of the Municipal Manager	-	-	-	-	0%
Total	30 740 100	15 370 050	16 655 449	(1 285 399)	108%

Detailed explanations that have been provided by the departments on the over-expenditure reflected in the table above have been included below (5. Exception Reporting - Departmental).

4.2 Volume of Transfers

Council has only commenced the financial year – and during the months July and December a total of 260 transfers of funds forms have been received by the budget office from the departments. Over the previous financial years the excessive use of the Virement Policy (transfer of funds), it is anticipated that the number and value of transfers will increase as the year progresses. This practice is a risk to proper planning and service delivery. Departments are therefore urged to refrain from this practice. Unnecessary and nice-to have items should be avoided at all costs. Managers and Deputy Municipal Managers should scrutinise the transfers that are received for approval.

Type of Transfer of Funds	July 2014	August 2014	September 2014	October 2014	November 2014	December 2014	Total Number of Transfers
Capital	10	20	16	9	29	19	103
Operating	13	27	25	27	32	33	157
Total	23	47	41	36	61	52	260

The table below reflects the value of transfer of funds per department:

Department	July 2014	August 2014	September 2014	October 2014	November 2014	December 2014	Total Value of Transfers
Corporate Services	30 900	290 100	179 000	547 800	967 000	52 700	2 067 500
Community Services	133 300	306 000	1 187 200	455 500	578 400	146 500	2 806 900
Office of The Municipal Manager	1 100	-	-	-	25 000	110 000	136 100
City Development	-	312 000	8 600	3 000	-	60 000	383 600
Financial Services	-	11 200	4 094 100	261 100	300	-	4 366 700
IT S - Electrical Supply Services	65 600	3 817 000	472 100	804 700	329 100	-	5 488 500
IT S - Engineering Support Services	130 600	50 200	1 025 900	-	2 000	-	1 208 700
IT S - Roads and Stormwater	830 000	1 586 800	12 000	92 400	309 900	904 000	3 735 100
IT S - Water and Sanitation Services	97 000	212 500	620 000	537 000	447 400	2 123 900	4 037 800
Total	1 288 500	6 585 800	7 598 900	2 701 500	2 659 100	3 397 100	24 230 900

4.3 Over-expenditure of line items

In terms of Council Resolution 8260 dated 4 December 2012, Council requested that:

- “4. *a Municipal Manager submits to Council, on a quarterly basis, a comprehensive report on all over expenditure incurred within the organisation.*”

In order to provide financial information to Council, the finance department has prepared a table showing over-expenditure of certain line items. In order to provide relevant information only line items with an over-expenditure of the budget **exceeding 10%** has been shown. Line items for which an annual expense is paid in a lump sum as a once-off payment, for example SALGA annual levies, have also not been included.

The Chief Financial Officer will not comment on the specific reasons for over expenditures as this will be provided by the Departments themselves. However, with regards to line items highlighted in bold the Chief Financial Officer is able to provide comments. Departments will be expected to provide comments relating to other over expenditure line items.

EXPENDITURE PER LINE ITEM	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO- RATA BUDGET
	R	R	R	%
Chemicals	375 200	187 600	235 815	20
Cleaning Services	1 820 700	910 350	1 094 972	17
Delegation Fees	412 800	206 400	275 792	25
Tourism Development	53 000	26 500	32 211	18
External Audit Fees	2 809 000	1 404 500	2 005 843	30
Entertainment and Catering Municipal Activities	792 000	396 000	1 066 765	63
Emergency Subsistence	248 700	124 350	365 332	66
Legal Fees	1 200 000	600 000	4 209 044	86
Tea and Coffee Allocation	788 500	394 250	506 641	22
Membership Fees	5 663 500	2 831 750	5 369 792	47
Bulk Purchases - Water	72 000 000	36 000 000	66 617 246	46
Occupational Safety	442 600	221 300	595 548	63
Preferential Premium	250 000	125 000	315 341	60
Rent of Equipment and Vehicles	2 929 600	1 464 800	7 567 516	81
Reward	-	-	1 732	100
Events and Promotions	100 000	50 000	168 125	70
Security	22 000 000	11 000 000	15 305 163	28
Service/Retirement Recognition	155 600	77 800	180 885	57
Sport Development	500 000	250 000	904 588	72
Stores and Material	1 307 400	653 700	851 582	23
Subsistence and Travelling	1 678 600	839 300	1 560 051	46
Repairs and Maintenance - Buildings Structural	7 440 700	3 720 350	4 466 642	17
Repairs and Maintenance - Meters	9 954 200	4 977 100	6 137 869	19
Repairs and Maintenance - Reticulation Maintenance	112 026 300	56 013 150	66 587 998	16
Repairs and Maintenance - Road Resealing	12 000 000	6 000 000	10 370 109	42
Repairs and Maintenance - Pedestrian Bridges and walkways	2 084 400	1 042 200	2 326 874	55
Repairs and Maintenance - Stormwater Network (Internal Drain Ditches)	3 656 500	1 828 250	3 122 559	41
Repairs and Maintenance - Street Names and Traffic Signs	10 700	5 350	106 638	95
Repairs and Maintenance - Street Light Poles	4 955 500	2 477 750	3 849 339	36
Repairs and Maintenance - Telemetry	7 923 000	3 961 500	5 657 674	30
Repairs and Maintenance - Traffic Signs and Road Marking	1 718 400	859 200	1 132 191	24
Repairs and Maintenance - Vehicles	17 191 200	8 595 600	12 501 701	31

External Audit Fees – Payments made to the Office of the Auditor-General in terms of their statutory appointment. The Office of the Auditor-General was conducting the 2013/2014 Audit. In terms of the MFMA the audit report was completed at the end of November 2014 after which expenditure dropped. It is anticipated that planning for the 2014/2015 audit will commence in March 2015 which could result in increased expenditure for 2014/2015 financial year.

Bulk Purchases – Water - A surcharge on Water amounting to R17,1 million was charged by Mhlathuze Water for water purchased for the quarter ended 31 December 2014 as Council extracted more water than normal. See further comments under 3.4 above.

Legal Fees – The line item 030/088 is over-spent in totality. Payments to date including outstanding invoices amount to R4 020 189,64. Refer to Section 20 in this report for a detailed breakdown of all legal fees paid during the quarter.

Membership fees – The Annual payment of SALGA membership fees is made in July 2014. The fees are based on 1% of the Total Wage Bill. The over expenditure will be recovered over the remainder of the financial year.

Rent of Equipment and vehicles – Expenditure incurred under this line item includes payments made to service providers for Gas Cylinder rentals as well costs incurred for the hire of water tankers for both Rural and Urban water sections. Council awarded the tender for the supply of 5 water tankers on 27 May 2014. The water tankers were delivered in December 2014. The acquisition of the water tankers has however not resolved the issue of water tanker hire fully. Council needs to be aware of the risks involved in the plant hire environment where the scope is very difficult to manage therefore the related financial risk to Council.

Sport Development - Expenditure has been incurred on the SALGA/Mayoral games that have already taken place. In terms of Resolution 9524 dated 26 August 2014, Council resolved that:

“the Chief Financial Officer and the Deputy Municipal Manager: Community Services be tasked to identify the sourcing of R1.2 million to be utilised towards sports and recreation development and the outcome be reported to the Executive Committee.”

Provision for additional funds has been provided for on the proposed Adjusted Budget.

Roads Resealing – Council awarded Tender 8/2/1/935 - Rehabilitation of North Central Arterial (NCA) in May 2014. Expenditure of R10 million will be incurred in the 2014/2015 financial year, of which R10,3 million has already been paid. The over expenditure will be recovered over the remainder of the financial year.

Subsistence and Travelling – The table below indicates the pro-rata budget and actual expenditure for the line item. It is clearly evident that the expenditure is increasing at an alarming rate over the years.

LINE ITEM	2011/2012		2012/2013		2013/2014		2014/2015	
	ADJUSTED BUDGET	ACTUAL	ADJUSTED BUDGET	ACTUAL	ADJUSTED BUDGET	ACTUAL	PRO-RATA BUDGET	ACTUAL DECEMBER 2014 (YTD)
	R	R	R	R	R	R	R	R
164 - SUBS AND TRAVELLING	898 000	1 234 638	1 621 200	1 717 714	1 916 200	1 998 134	839 300	1 560 051

The spending patterns per department are as follows:

DEPARTMENT	ORIGINAL BUDGET 2014/2015	PRO-RATA BUDGET	ACTUAL DECEMBER 2014 (YTD)	UNDER/(OVER) EXPENDITURE	% OF BUDGET SPENT
	R	R	R	R	%
CITY DEVELOPMENT	103 400	51 700	76 212	(24 512)	147%
COMMUNITY SERVICES	301 800	150 900	448 482	(297 582)	297%
CORPORATE SERVICES	496 600	248 300	462 407	(214 107)	186%
FINANCIAL SERVICES	55 900	27 950	38 428	(10 478)	137%
INFRASTRUCTURE AND TECHNICAL SERVICES	452 200	226 100	312 644	(86 544)	138%
OFFICE OF THE MUNICIPAL MANAGER	268 700	134 350	221 879	(87 529)	165%
GRAND TOTAL	1 678 600	839 300	1 560 052	(720 752)	186%

Security - The table below indicates the pro-rata budget and actual expenditure for the line item. It is clearly evident that the expenditure is increasing at an alarming rate over the years.

	2011/2012		2012/2013		2013/2014		2014/2015	
LINE ITEM	ADJUSTED BUDGET	ACTUAL	ADJUSTED BUDGET	ACTUAL	ADJUSTED BUDGET	ACTUAL	PRO-RATA BUDGET	ACTUAL DECEMBER 2014 (YTD)
	R	R	R	R	R	R	R	R
150 - SECURITY	15 606 300	20 267 420	20 319 900	20 908 176	23 509 200	24 679 748	11 000 000	15 305 163

The spending patterns per department are as follows:

DEPARTMENT	ORIGINAL BUDGET 2014/2015	PRO-RATA BUDGET	ACTUAL DECEMBER 2014 (YTD)	UNDER/(OVER) EXPENDITURE	% OF BUDGET SPENT
	R	R	R	R	%
CITY DEVELOPMENT	1 823 100	911 550	1 159 953	(248 403)	127%
COMMUNITY SERVICES	7 859 300	3 929 650	4 765 687	(836 037)	121%
CORPORATE SERVICES	5 507 500	2 753 750	2 813 849	(60 099)	102%
FINANCIAL SERVICES	1 968 000	984 000	1 219 658	(235 658)	124%
INFRASTRUCTURE AND TECHNICAL SERVICES	4 842 100	2 421 050	5 346 016	(2 924 966)	221%
OFFICE OF THE MUNICIPAL MANAGER	-	-	-	-	0%
GRAND TOTAL	22 000 000	11 000 000	15 305 163	(4 305 163)	139%

Entertainment and Catering Municipal Activities – The table below indicates the pro-rata budget and actual expenditure for the line item. It is clearly evident that the expenditure is increasing at an alarming rate over the years:

	2011/2012		2012/2013		2013/2014		2014/2015	
LINE ITEM	ADJUSTED BUDGET	ACTUAL	ADJUSTED BUDGET	ACTUAL	ADJUSTED BUDGET	ACTUAL	PRO-RATA BUDGET	ACTUAL DECEMBER 2014 (YTD)
	R	R	R	R	R	R	R	R
060 - ENTERTAINMENT AND RECEPTION	535 000	674 208	915 888	949 909	609 113	1 062 113	396 000	1 066 765

The spending patterns per department are as follows:

DEPARTMENT	ORIGINAL BUDGET 2014/2015	PRO-RATA BUDGET	ACTUAL DECEMBER 2014 (YTD)	UNDER/(OVER) EXPENDITURE	% OF BUDGET SPENT
	R	R	R	R	%
CITY DEVELOPMENT	-	-	5 429	(5 429)	0%
COMMUNITY SERVICES	-	-	147 544	(147 544)	0%
CORPORATE SERVICES	792 000	396 000	722 544	(326 544)	182%
FINANCIAL SERVICES	-	-	3 510	(3 510)	0%
INFRASTRUCTURE AND TECHNICAL SERVICES	-	-	157 782	(157 782)	0%
OFFICE OF THE MUNICIPAL MANAGER	-	-	29 956	(29 956)	0%
GRAND TOTAL	792 000	396 000	1 066 765	(670 765)	269%

5. EXCEPTION REPORTING - DEPARTMENTAL

5.1 CITY DEVELOPMENT

5.1.1 OTHER OVER-EXPENDITURE ON LINE ITEMS

CITY DEVELOPMENT					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
013/047	City Development - Tourism Development	53 000	26 500	32 211	22
013/162	City Development - Stores and Material	4 200	2 100	3 028	44
013/186	City Development - Transport	167 800	83 900	131 987	57
013/046	City Development - Delegation Fees	15 000	7 500	15 998	113
013/122	City Development - Post, Stamps	2 700	1 350	3 318	146
013/044	City Development - Contracted Services	31 800	15 900	50 732	219
013/145	City Development - Events and Promotions	100 000	50 000	168 125	236
028/164	Human Settlements - Subsistence and Travelling	10 000	5 000	40 229	705
045/150	Township Establishment - Security	1 823 100	911 550	1 086 637	19

5.2 **COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY AND RECREATIONAL AND ENVIRONMENTAL SERVICES**

5.2.1 **OVERTIME**

COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY					
OVERTIME					
VOTE	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	UNDER/(OVER) EXPENDITURE
		R	R	R	R
COMMUNITY SERVICES AND HEALTH					
005	Fire Brigade	1 947 200	973 600	1 258 354	(284 754)
006	Traffic	3 126 600	1 563 300	1 590 140	(26 840)
009	Clinic	31 800	15 900	109 873	(93 973)
029	Commuter Facilities	73 500	36 750	54 107	(17 357)
032	Street Cleaning	4 426 900	2 213 450	2 365 769	(152 319)
033	Refuse Removal	4 050 400	2 025 200	1 970 132	55 068
037	Public Conveniences	141 600	70 800	70 453	347
Total		13 798 000	6 899 000	7 418 828	(519 828)

□ **Vote 005 – Fire Brigade**

The over-expenditure incurred by the Fire Department is due to 16 staff members who were called in for overtime as a result of shift shortages. December had three Public Holidays and four Sundays as well that pay higher than normal pay rate.

□ **Vote 006 – Traffic**

It is important to take note that a considerable effort has been made to reduce the over-expenditure which occurred under this section over the past six months. For some deferent reasons - reasons of unplanned overtime or call-outs, sick personnel's returning to the overtime roster, filling in of some vacant posts within the Section and the early cut-off dates which resulted to some overtime hours being carried over to be paid on the following month, are main causes for the Traffic Section to exceeding the estimate for the abovementioned period.

The over-expenditure occurred during the three months, which was the month of July 2014, August 2014 and November 2014. It is also noted that the Department was able to pay overtimes within the monthly estimate in the past i.e. September 2014, October 2014 and in December 2014

□ **Vote 009 – Clinic**

Contract workers are paid overtime on Saturday's and Sunday's for work done. It happens that a contract worker takes leave or is sick when they are due to work. A request has been made for a replacement contract worker to work the extra hours. It is important to note that with

effect from the 1 January 2015, the Primary Health Clinic has been transferred to Provincial Health Services. The overtime expenditure for January 2015 will be minimal.

❑ **Vote 029 - Commuter Facilities, Vote 032 - Street Cleaning and Vote 037 - Public Conveniences**

November had 5 full weekends in which the street cleaning, ranks cleaning and ablution facilities had to be performed as overtime. There had been no staff increase and overtime has not been abused by the Section. This over expenditure shows that there is under budgeting for this service, particular during holidays and weekends, yet the service had to be performed in order to clean and protect the environment.

COMMUNITY SERVICES - ENVIRONMENTAL AND RECREATION SERVICES					
OVERTIME					
VOTE	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	UNDER/(OVER) EXPENDITURE
		R	R	R	R
COMMUNITY SERVICES AND HEALTH					
002	Cemetery	729 500	364 750	428 528	(63 778)
024	Sport Development and Sports Field	203 400	101 700	104 963	(3 263)
027	Beach Facilities	400 000	200 000	200 251	(251)
042	Swimming Pools	455 600	227 800	217 710	10 090
073	Parks Distribution Account	67 000	33 500	38 802	(5 302)
Total		1 855 500	927 750	990 254	(62 504)

❑ **Vote 002 – Cemetery**

Burials fluctuate from month to month. Due to the high volume of internments over weekends and public holidays it is necessary for the staff to perform such duties. The focus has lately changed for internments from weekdays to weekends.

❑ **Vote 24 - Sport Development and Sportsfield**

Work could not be completed during working hours due to a number of public holidays in December. There were many community sports events at various sport facilities and officials had to prepare playing fields accordingly and this could not be completed during normal working hours. Some officials went on leave while others were sick thus reducing the numbers of personnel on duty.

❑ **Vote 027 – Beach Facilities**

The warm weather experienced during this period resulted in public flocking to the beaches. Facilities being available 7 days a week, resulted in the increased overtime expenditure. The Blue Flag Status awarded to the City also requires that staff be present at all times to ensure that the facility is kept to the required standard at all times and thus, contributing to the over-expenditure.

□ **Vote 073 – Parks Distribution Account**

Most of the overtime worked during this period was due to trucks being at the Mechanical Workshop for a long period of time. The department had trucks that had been standing at the Workshop 6 months and beyond, and that resulted in a backlog in collection of vegetation debris and overtime was scheduled to improve or clear vegetation debris as per the operational requirements.

5.2.2 OTHER OVER-EXPENDITURE ON LINE ITEMS

COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
HEALTH AND PUBLIC SAFETY					
005/150	Fire Brigade - Security	370 000	185 000	213 767	16
005/182	Fire Brigade - Training Running Costs	17 100	8 550	10 649	25
005/162	Fire Brigade - Stores and Material	32 200	16 100	20 306	26
005/158	Fire Brigade - Small Tools	19 200	9 600	15 330	60
005/046	Fire Brigade - Delegation Fees	7 200	3 600	5 800	61
005/110	Fire Brigade - Occupational Safety	1 600	800	1 313	64
005/124	Fire Brigade - Subsisitence and Travelling	34 000	17 000	37 222	119
005/186	Fire Brigade - Subsisitence and Travelling	2 062 500	1 031 250	3 065 963	197
005/164	Fire Brigade - Transport	47 600	23 800	75 273	216
005/198	Fire Brigade - Repairs and Maintenance -Building Structural	55 000	27 500	134 771	390
005/066	Fire Brigade - Emergency Subsistence	2 500	1 250	7 250	480
006/222	(Repairs To)	19 800	9 900	12 185	23
006/124	Traffic - Printing and Stationery	84 000	42 000	66 970	59
006/164	Traffic - Subsistence and Travelling	13 200	6 600	10 656	61
006/110	Traffic - Occupational Safety	2 000	1 000	1 794	79
007/124	Disaster Management - Printing and Stationery	300	150	261	74
009/222	Clinics - Repairs and Maintenance - Machine Tools (Repairs To)	5 400	2 700	3 130	16
009/186	Clinics - Subsistence and Travelling	139 400	69 700	82 860	19
009/150	Clinics - Security	424 600	212 300	344 569	62
009/170	Clinics - Telephone	41 400	20 700	33 949	64
009/158	Clinics - Small Tools	14 900	7 450	14 099	89
009/022	Clinics - Advertisements	7 500	3 750	8 479	126
009/164	Clinics - Subsistence and Travelling	2 500	1 250	9 948	696

COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
HEALTH AND PUBLIC SAFETY					
012/170	Licenses - Telephone	17 900	8 950	12 351	38
012/162	Licenses -Stores and Material	200	100	140	40
029/198	Buildings Structural	26 700	13 350	34 246	157
032/162	Commuter Facilities -Stores and Material	54 900	27 450	36 113	32
032/124	Commuter Facilities -Stationery	1 400	700	1 241	77
032/010	Commuter Facilities -Uniforms	225 800	112 900	203 752	80
032/186	Commuter Facilities -Transport	561 000	280 500	1 700 741	506
033/150	Refuse Removal - Security	325 400	162 700	187 744	15
033/022	Refuse Removal - Advertising	5 300	2 650	4 307	63
033/010	Refuse Removal - PPE	291 100	145 550	266 448	83
033/164	Refuse Removal - Subsistence and Travelling	2 200	1 100	5 095	363
033/222	Machine Tools (Repairs To)	4 500	2 250	12 283	446
036/150	Waste Disposal Site - Security	199 900	99 950	116 417	16

RECREATION AND ENVIRONMENTAL SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
RECREATION AND ENVIRONMENTAL SERVICES					
002/170	Cemetery - Telephone	8 100	4 050	4 497	11
002/150	Cemetery - Security	310 900	155 450	179 330	15
002/196	Cemetery - Repairs and Maintenance - Building Equipment Electrical	9 300	4 650	5 958	28
002/010	Cemetery -Uniform	28 000	14 000	20 017	43
002/208	Cemetery - Fire Extinguishers	600	300	455	52
002/086	Cemetery - Laundry Services	200	100	226	126
004/150	Libraries - Security	1 253 400	626 700	715 128	14
004/164	Libraries - Subsistence and Travelling	34 500	17 250	20 225	17
004/232	Libraries - Plumbing	92 700	46 350	54 378	17
004/036	Libraries - Cleaning Services	176 800	88 400	144 206	63
004/194	Libraries - Building Structural	96 000	48 000	92 227	92
004/158	Libraries - Small Tools	1 100	550	7 910	1338
018/010	Parks Sport and Recreation -Uniforms	500	250	393	57
023/164	Parks and Gardens - Subsistence and Travelling	67 500	33 750	83 421	147
024/010	Sport Development and Facilities - PPE	25 200	12 600	15 215	21

RECREATION AND ENVIRONMENTAL SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
RECREATION AND ENVIRONMENTAL SERVICES					
024/161	Sport Development and Facilities - Marketing Projects	60 000	30 000	45 252	51
024/162	Sport Development and Facilities - Stores and Material	51 600	25 800	42 323	64
024/222	Sport Development and Facilities - Machine Repairs	130 300	65 150	111 870	72
024/158	Sport Development and Facilities - Small Tools	3 100	1 550	2 680	73
024/196	Sport Development and Facilities -Building Equipment	186 300	93 150	185 777	99
024/122	Sport Development and Facilities - Postage and Stamps	500	250	734	194
024/160	Sport Development and Facilities - Sports Development	500 000	250 000	904 588	262
024/164	Sport Development and Facilities - Subsistence and Travelling	56 700	28 350	111 559	294
024/186	Sport Development and Facilities - Transport	1 800	900	5 932	559
025/198	Stadium - Building Structural	57 300	28 650	34 239	20
025/068	Stadium - Fuel and Oil	2 200	1 100	1 978	80
027/158	Beach Facilities - Small Tools	5 600	2 800	4 780	71
027/150	Beach Facilities - Security	783 000	391 500	672 789	72
027/162	Beach Facilities - Stores and Material	27 900	13 950	26 312	89
042/124	Swimming Pools - Printing and Stationery	5 900	2 950	3 377	14
042/150	Swimming Pools - Security	1 295 100	647 550	767 829	19
042/035	Swimming Pools - Chemicals	375 200	187 600	235 815	26
042/086	Swimming Pools - Laundry	400	200	354	77
042/158	Swimming Pools - Small Tools	14 100	7 050	12 510	77
042/010	Swimming Pools - PPE	22 000	11 000	19 704	79
042/198	Swimming Pools - Building Structures	257 600	128 800	283 331	120
064/150	Museum - Security	188 700	94 350	112 381	19
064/162	Museum - Stores and Material	700	350	546	56
064/124	Museum - Printing and Stationery	600	300	662	121
064/198	Museum - Building Structural	26 100	13 050	72 692	457
064/164	Museum - Subsistence and Travelling	3 500	1 750	30 393	1637
073/222	Parks Distribution - Repairs and Maintenance - Machine Tools (Repairs To)	929 700	464 850	512 170	10
073/150	Parks Distribution - Security	390 400	195 200	232 093	19
073/162	Parks Distribution - Store and Material	47 100	23 550	32 408	38
073/110	Parks Distribution - Occupational Safety	49 000	24 500	42 963	75
073/158	Parks Distribution - Small Tools	18 100	9 050	17 213	90
073/010	Parks Distribution - PPE	330 000	165 000	319 250	93
073/170	Parks Distribution - Telephone	7 300	3 650	8 704	138

NOTES:

OFFICIAL FINAL VERSION

RPT 157397
Page 42 of 147

5.3. **CORPORATE SERVICES**

5.3.1 **OVERTIME**

CORPORATE SERVICES					
OVERTIME					
VOTE	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	UNDER/(OVER) EXPENDITURE
		R	R	R	R
ADMINISTRATION					
001	Administration	65 000	32 500	203 470	(170 970)
016	Municipal Halls	60 500	30 250	45 856	(15 606)
030	Council General Expenditure	85 600	42 800	34 012	8 788
078	Printing and Photocopying	42 000	21 000	26 249	(5 249)
082	IT Services	56 800	28 400	-	28 400
Total		309 900	154 950	309 587	(154 637)

□ **Vote 001 – Administration**

Over expenditure is firstly because of overtime worked doing the deliveries of different agendas. The late items result in deliveries being made after hours if is during the week and on Saturdays if it on weekends. On Fridays when the agenda for Executive Committee and Council as well as other Committees of Council are to be delivered, at times the staff finish at around 19:30 which makes delivering on the same evening impossible.

Secondly, the Call Centre has an incomplete staff complement which means a Call Centre Operator off duty has to come to work should one of their colleagues be either on sick or vacation leave or time off.

□ **Vote 016 – Municipal Halls**

The standard routine for cleaning is that if there is a big function (especially Empangeni) there is need for the municipal officials to be on duty responsible for cleaning and operating other municipal resources needed for that function.

With most of the halls, there are generally unavoidable situations where there are two big functions in a row (e.g. Weddings and Funerals), officials need to clean up before the next hirer moves in.

□ **Vote 078 – Printing and Photocopying**

Overtime in the Committee Section remains a constant given. Memory sticks continue to be the main vehicle for the delivery of Council, EXCO and Portfolio Committee agendas due to the size thereof. This means the processing of the agendas and there delivery thereof still costs Council until there is improvement on the late items as well as the improvement on possibility of sending the items electronically.

5.3.2 OTHER OVER-EXPENDITURE ON LINE ITEMS

CORPORATE SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
ADMINISTRATION					
001/158	Administration - Small Tools	2 300	1 150	1 958	70
001/046	Administration - Delegation Fees	7 000	3 500	7 929	127
001/164	Administration - Subsistence and Travelling	31 700	15 850	43 547	175
016/186	Municipal Halls - Transport	572 000	286 000	340 140	19
016/124	Municipal Halls - Printing and Stationery	10 700	5 350	6 736	26
016/170	Municipal Halls - Telephone	26 200	13 100	18 111	38
016/158	Municipal Halls - Small Tools	1 700	850	1 288	51
016/150	Municipal Halls - Security	1 715 600	857 800	1 536 563	79
016/010	Municipal Halls - Uniforms	20 300	10 150	19 469	92
016/198	Municipal Halls - Repairs and Maintenance - Buildings Structural	421 400	210 700	695 500	230
019/150	Municipal Buildings - Security	1 747 800	873 900	962 376	10
019/010	Municipal Buildings - Uniforms	14 300	7 150	8 111	13
019/036	Municipal Buildings - Cleaning Services	1 608 800	804 400	931 839	16
019/198	Municipal Buildings - Repairs and Maintenance - Buildings Structural	3 883 100	1 941 550	2 563 168	32
019/022	Municipal Buildings - Advertisements	16 500	8 250	16 483	100
030/094	Council General Expenditure - Tea and Coffee	788 500	394 250	506 641	29
030/162	Council General Expenditure - Stores and Material	3 600	1 800	2 370	32
030/053	Council General Expenditure - Tea and Coffee	2 809 000	1 404 500	2 005 843	43
030/060	Council General Expenditure - Entertainment and Reception	792 000	396 000	581 944	47
030/046	Council General Expenditure - Delegation Fees	79 900	39 950	61 599	54
030/164	Council General Expenditure - Subs and Travelling	297 500	148 750	232 415	56
030/158	Council General Expenditure - Small Tools	4 100	2 050	3 553	73
030/102	Council General Expenditure - Membership Fees	5 569 500	2 784 750	5 369 792	93
030/155	Council General Expenditure - Service/Retirement Recognition	155 600	77 800	180 885	132
030/074	Council General Expenditure - Grant in Aid	1 200 000	600 000	1 614 327	169
030/088	Council General Expenditure - Legal fees	1 000 000	500 000	4 203 288	741
082/010	IT Services - PPE	1 100	550	1 067	94
082/022	IT Services - Advertisements	48 500	24 250	81 181	235
082/164	IT Services - Subsistence and Travelling	35 000	17 500	80 311	359
082/046	IT Services - Delegation Fees	7 200	3 600	28 564	693
082/124	IT Services - Printing and Stationery	25 400	12 700	227 448	1691
082/162	IT Services - Stores and Material	400	200	12 200	6000

CORPORATE SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
HUMAN RESOURCES					
014/164	Management Service - Subsistence and Travelling	13 900	6 950	15 353	121
014/170	Management Service - Telephone	3 700	1 850	5 546	200
021/099	Human Resources and Loss Control - Testing	50 000	25 000	30 709	23
021/164	Human Resources and Loss Control - Subsistence and Travelling	76 900	38 450	71 031	85
077/124	Training and Industrial Relations - Printing and Stationery	47 300	23 650	28 591	21
077/186	Training and Industrial Relations - Transport	60 200	30 100	38 791	29
077/010	Training and Industrial Relations - PPE	5 300	2 650	3 442	30
077/088	Training and Industrial Relations - Legal Fees	100 000	50 000	73 897	48
077/090	Training and Industrial Relations - Testing	300	150	232	55
077/170	Training and Industrial Relations - Telephone	32 100	16 050	27 194	69

5.4 FINANCIAL SERVICES

5.4.1 OVERTIME

FINANCIAL SERVICES					
OVERTIME					
VOTE	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	UNDER/(OVER) EXPENDITURE
		R	R	R	R
040	Financial Services	34 400	17 200	-	17 200
066	Supply Chain Management Unit	79 800	39 900	42 561	(2 661)
Total		114 200	57 100	42 561	14 539

□ Vote 066 - Supply Chain Management Unit

The Supply Chain Management Unit (SCMU) provides support service to various user departments that must ensure that municipal services are provided 24 hours a day. The unit personnel are therefore required on rotation basis to be on standby in order to issue breakdown materials after hours to ensure the continuity of service delivery. The only planned overtime is the issuing of fuel every Saturday and some public holidays. The unit's overtime is inherent to the needs of user departments and it is therefore difficult to ascertain and budget for the number of breakdowns during the year.

5.4.2 OTHER OVER-EXPENDITURE ON LINE ITEMS

FINANCIAL SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
040/170	Financial Services - Telephone	214 000	107 000	123 956	16
040/150	Financial Services - Security	1 704 100	852 050	1 066 003	25
040/158	Financial Services - Small Tools	19 700	9 850	13 792	40
040/164	Financial Services - Subsistence and Travelling	44 900	22 450	32 781	46
040/162	Financial Services - Stores and Material	9 700	4 850	8 185	69
040/186	Financial Services - Transport	412 500	206 250	349 868	70
066/150	SCM - Security	263 900	131 950	153 655	16
066/158	SCM - Small Tools	2 700	1 350	1 870	38
066/170	SCM - Telephone	43 000	21 500	33 033	54
066/010	SCM - Uniforms	17 500	8 750	14 683	68
066/125	SCM - Preferential Premiims	250 000	125 000	315 341	152

5.5 **INFRASTRUCTURE AND TECHNICAL SERVICES**

5.5.1 **OVERTIME**

INFRASTRUCTURE AND TECHNICAL SERVICES					
OVERTIME					
VOTE	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	UNDER/(OVER) EXPENDITURE
		R	R	R	R
ELECTRICAL SUPPLY SERVICES					
057	Electricity Marketing and Customer Service	50 000	25 000	22 887	2 113
072	Electricity Distribution	3 883 700	1 941 850	2 203 606	(261 756)
079	Traffic Technical Distribution	-	-	13 314	(13 314)
081	Electrical Planning & Dev	-	-	-	-
083	Electrical Support Services	51 400	25 700	61 142	(35 442)
Total		3 985 100	1 992 550	2 300 949	(308 399)

□ **072 - Electricity Distribution**

Electricity Supply Services overspent by 15% for the month of November with Operations and Maintenance at 12%. The section did not experience any major faults during this month, however a lot of faults were attributed to single customer complaints, faulty meters, LV cable faults etc. Load shedding was also a major contributor. Electricians were required to switch off substations as per Eskom request/schedule. A lot of faulty meters were experienced due to power surges each time power was restored.

□ **Vote 079 – Traffic Technical Distribution**

As this accumulative the over expenditure shown is for end of October 2014 which the reason was the section experienced quite a large number of traffic signals malfunctioning due to accidents over the weekends, which led to overtime to countermeasure and prevent fatal occurrences. For the month of December there was no overtime under Process Control and Telecommunications Section.

□ **Vote 083 – Electricity Support Services**

Electricity Support Services staff is on standby for OPS and Maintenance, therefore the section is overspent. At public lighting the section does not have planned overtime or unplanned since August 2014.

INFRASTRUCTURE AND TECHNICAL SERVICES					
OVERTIME					
VOTE	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	UNDER/(OVER) EXPENDITURE
		R	R	R	R
ENGINEERING SUPPORT SERVICES					
038	Engineering Support	-	-	7 733	(7 733)
067	Mechanical Services	607 100	303 550	262 273	41 277
Total		607 100	303 550	270 006	33 544

□ **038 – Engineering Support Services**

The GMS Section had two vacancies since May 2014 thus the increase in workload and the need to work overtime. The time sheets backlog needed to be rectified before the financial year end for ease of complying with the finance requirements.

INFRASTRUCTURE AND TECHNICAL SERVICES					
OVERTIME					
VOTE	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	UNDER/(OVER) EXPENDITURE
		R	R	R	R
TRANSPORT, ROADS AND STORMWATER					
068	Roads and Stormwater	-	-	64 601	(64 601)
Total		-	-	64 601	(64 601)

□ **Vote 068 – Roads and Stormwater**

Provision was made in the 2013/2014 financial for overtime to be performed that was of an urgent and critical nature. This overtime was worked in June 2014 and paid in July 2014. Therefore the over-expenditure on overtime in July 2014, however, a savings arose in the 2013/14 financial year.

INFRASTRUCTURE AND TECHNICAL SERVICES					
OVERTIME					
VOTE	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC 2014 (YTD)	UNDER/(OVER) EXPENDITURE
		R	R	R	R
WATER AND SANITATION SERVICES					
062	Scientific Services	23 800	11 900	24 353	(12 453)
074	Water & sewerage distribution	9 484 100	4 742 050	5 007 765	(265 715)
087	Sewerage & Pumpstations Distribution	562 400	281 200	226 546	54 654
Total		10 070 300	5 035 150	5 258 664	(223 514)

□ **Vote 062 Scientific Services**

Council approved the phased implementation of ISO 17025, Council Resolution 5549. The Scientific Services currently has ISO 17025 Project, with a set project plan, with CSIR. The Scientific Services personnel had to work overtime due to limited human resources and comprehensive daily activities, in order to keep to the project time plan.

□ **Vote – 074 Water and Sewerage Distribution**

Due to the interruptions of electricity supply (including load shedding) to our pumps at the pump stations, the pumps would trip and as a result of air pockets entering the water pipe network, the pipes would burst, especially because the pipes are aged AC pipes. And with regards to sewer networks, the same electricity dips or load shedding result in pumps tripping, causing sewer levels to rise and overflow in sewer sumps (within the pump station) and in some manholes of lower levels as some of the sewer would back flow. The encounters with regards to cable theft also resulted in pumps tripping and sewer over-spilling. As a result of the above comments provided an over-expenditure on overtime has occurred.

5.5.2 OTHER OVER-EXPENDITURE ON LINE ITEMS

INFRASTRUCTURE AND TECHNICAL SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
ELECTRICAL SUPPLY SERVICES					
041/252	Street Lighting - Repairs and Maintenance - Street Light Poles	4 955 500	2 477 750	3 849 339	55
054/164	Electricity Administration - Subsistence and Travelling	144 300	72 150	122 963	70
054/046	Electricity Administration - Delegation Fees	22 500	11 250	33 826	201
055/238	Electricity Distribution - Retic Maintenance	49 925 300	24 962 650	27 671 965	11
055/150	Electricity Distribution - Security	2 356 500	1 178 250	1 485 059	26
055/224	Electricity Distribution - Meters	192 900	96 450	146 947	52
055/198	Electricity Distribution - Buildings Structural	91 100	45 550	153 442	237
057/158	Electricity Marketing and Customer Services - Small Tools	10 600	5 300	5 881	11
057/110	Electricity Marketing and Customer Services - Occupational safety	5 000	2 500	3 140	26
057/170	Electricity Marketing and Customer Services - Telephone	21 900	10 950	16 561	51
057/238	Electricity Marketing and Customer Services - Retic Maintenance	1 070 600	535 300	958 224	79
057/162	Electricity Marketing and Customer Services - Stores and Material	4 000	2 000	3 976	99
057/124	Electricity Marketing and Customer Services - Stationery	12 100	6 050	12 507	107
072/150	Electricity Distribution Account - Security	101 300	50 650	58 589	16
072/158	Electricity Distribution Account - Small Tools	88 000	44 000	65 659	49
072/170	Electricity Distribution Account - Telephone	19 300	9 650	15 739	63
072/124	Electricity Distribution Account - Printing and Stationery	35 400	17 700	32 231	82
081/170	Electrical Planning and Development - Telephone	25 700	12 850	18 719	46
081/010	Electrical Planning and Development - PPE	18 300	9 150	15 281	67
081/124	Electrical Planning and Development - Printing and Stationery	37 100	18 550	59 707	222
083/158	Electrical Support Services - Small Tools	17 500	8 750	11 157	28
083/010	Electrical Support Services - PPE	53 400	26 700	38 239	43
083/162	Electrical Support Services - Stores and Material	8 600	4 300	6 723	56

INFRASTRUCTURE AND TECHNICAL SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
ENGINEERING SUPPORT SERVICES					
038/186	Engineering Support Services - Transport	600	300	2 488	729
065/170	Project Management Services - Telephone	8 550	4 275	4 921	15
065/158	Project Management Services - Small Tools	550	275	418	52
065/046	Project Management Services - Delegation Fees	2 850	1 425	2 975	109
065/164	Project Management Services - Subs and Travelling	7 450	3 725	12 753	242
065/010	Project Management Services - PPE	1 050	525	4 676	791
067/150	Mechanical Services - Security	329 100	164 550	190 114	16
067/158	Mechanical Services - Small Tools	2 600	1 300	1 868	44
067/066	Mechanical Services - Emergency Subsistence	16 000	8 000	12 714	59
067/124	Mechanical Services - Printing and Stationery	33 300	16 650	27 177	63
067/170	Mechanical Services - Telephone	27 100	13 550	24 292	79
067/010	Mechanical Services - PPE	42 500	21 250	40 314	90
070/090	Equipment Distribution Account - Licenses and Permits	47 900	23 950	31 959	33
071/090	Vehicles Distribution Account - Licenses and Permits	1 290 800	645 400	783 057	21
071/260	Vehicles Distribution Account - Vehicles	17 191 200	8 595 600	12 501 701	45
075/110	Buildings Distribution Account - Occupational Safety	9 000	4 500	6 464	44
075/158	Buildings Distribution Account - Small Tools	14 300	7 150	12 076	69
075/222	Buildings Distribution Account - Repairs and Maintenance - Machine Tools (Repairs To)	5 500	2 750	5 310	93
075/170	Buildings Distribution Account - Telephone	13 800	6 900	14 430	109
075/162	Buildings Distribution Account - Stores and Material	5 500	2 750	24 484	790

INFRASTRUCTURE AND TECHNICAL SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
TRANSPORT, ROADS AND STORMWATER					
022/202	Roads Street and Stormwater - Directional Signs	6 400	3 200	4 200	31
022/258	Roads Street and Stormwater - Repairs and Maintenance - Traffic Signs and Road Markings	1 718 400	859 200	1 132 191	32
022/164	Roads Street and Stormwater - Subsistence and Travelling	34 700	17 350	27 636	59
022/244	Roads Street and Stormwater - Repairs and Maintenance - Stormwater Network (Internal Ditches	3 656 500	1 828 250	3 122 559	71
022/241	Roads Street and Stormwater - Repairs and Maintenance - Roads Resealing	12 000 000	6 000 000	10 370 109	73
022/110	Roads Street and Stormwater - Occupational Safety	1 100	550	1 027	87
022/046	Roads Street and Stormwater - Delegation Fees	4 000	2 000	11 184	459
022/250	Roads Street and Stormwater - Repairs and Maintenance - Street Names and Traffic Signs	10 700	5 350	106 638	1893
056/010	Rural Roads - PPE	168 800	84 400	108 790	29
056/162	Rural Roads - Stores and Material	10 500	5 250	8 980	71
056/110	Rural Roads - Occupational Safety	8 000	4 000	7 774	94
056/243	Rural Roads - Pedestrian Bridges and Walkways	2 084 400	1 042 200	2 326 874	123
056/158	Rural Roads - Small Tools	2 100	1 050	5 433	417
068/162	Roads and Stormwater Distribution - Stores and Material	37 100	18 550	20 696	12
068/170	Roads and Stormwater Distribution - Telephone	64 400	32 200	36 621	14
068/124	Roads and Stormwater Distribution - Stationery	17 000	8 500	10 047	18
068/158	Roads and Stormwater Distribution - Small Tools	33 900	16 950	24 224	43
068/010	Roads and Stormwater Distribution - PPE	300 000	150 000	292 060	95

INFRASTRUCTURE AND TECHNICAL SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
WATER AND SANITATION					
034/238	Sewerage Network - Retic Mainatenance	12 570 400	6 285 200	7 528 383	20
034/066	Sewerage Network - Emergency Subsistence	47 600	23 800	44 445	87
035/040	Sewerage Purification Works - Consultancy Fees	300 000	150 000	278 543	86
043/110	Sewerage Pumpstations - Occupational Safety	1 900	950	1 250	32
043/066	Sewerage Pumpstations - Emergency Subsistence	2 700	1 350	2 101	56
043/150	Sewerage Pumpstations - Security	1 037 000	518 500	2 443 936	371
046/066	Water Rural Areas - Emergency Subsistence	23 700	11 850	13 894	17
046/170	Water Rural Areas - Telephone	2 400	1 200	2 580	115
046/138	Water Rural Areas - Rent of Equipment and Vehicles	500 000	250 000	4 578 138	1731
049/158	Water Demand Management - Small Tools	3 000	1 500	2 475	65
049/010	Water Demand Management - PPE	2 500	1 250	2 082	67
059/058	Water Purification - Bulk Purchases Electricity	7 557 000	3 778 500	4 381 551	16
059/104	Water Purification - Bulk Purchases Water	66 000 000	33 000 000	63 818 791	93
060/224	Water Distribution - Repairs and Maintenance - Meters	7 695 600	3 847 800	4 952 511	29
060/238	Water Distribution - Repairs and Maintenance - Retic Maintenance	21 703 100	10 851 550	14 094 342	30
060/066	Water Distribution - Emergency Subsistence	150 000	75 000	284 928	280
061/020	Clarified Water Supply - Abstraction Levy	5 830 000	2 915 000	3 365 518	15
062/010	Scientific Services - Uniforms	2 882	1 441	1 799	25
062/158	Scientific Services - Small Tools	5 698	2 849	8 712	206
062/040	Scientific Services - Consultancy Fees	590 634	295 317	1 259 638	327
062/257	Scientific Services - Telemetry	591 800	295 900	1 291 162	336
074/162	Water and Sewerage Distribution Account - Stores and Materials	60 150	30 075	38 205	27
074/170	Water and Sewerage Distribution Account - Telephone	40 350	20 175	25 968	29
074/090	Water and Sewerage Distribution Account - Licenses and Permits	1 500	750	1 019	36
074/158	Water and Sewerage Distribution Account - Small Tools	31 800	15 900	22 163	39
074/164	Water and Sewerage Distribution Account - Subs and Travelling	21 400	10 700	16 428	54
074/010	Water and Sewerage Distribution Account - PPE	214 100	107 050	201 353	88
074/150	Water and Sewerage Distribution Account - Security	228 450	114 225	239 893	110
074/110	Water and Sewerage Distribution Account - Occupational Safety	20 000	10 000	215 877	2059
074/138	Water and Sewerage - Rent of Equipment and Vehicles	64 600	32 300	1 138 230	3424

INFRASTRUCTURE AND TECHNICAL SERVICES					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
WATER AND SANITATION					
087/110	Sewerage Pumpstations Distribution - Occupational Safety	10 000	5 000	7 087	42
087/068	Sewerage Pumpstations Distribution - Fuel and Oil	17 100	8 550	15 888	86
087/162	Sewerage Pumpstations Distribution - Stores and Material	15 700	7 850	15 600	99

5.6 OFFICE OF THE MUNICIPAL MANAGER

5.6.1 OTHER OVER-EXPENDITURE ON LINE ITEMS

OFFICE OF THE MUNICIPAL MANAGER					
VOTE NUMBER	DESCRIPTION	ADOPTED BUDGET 2014/2015	PRO-RATA BUDGET (YTD)	ACTUAL DEC (YTD)	% OF PRO-RATA BUDGET
		R	R	R	%
011/158	Office of the MM - Small Tools	1 600	800	1 151	44
011/122	Office of the MM - Postage and Stamps	1 500	750	1 152	54
011/022	Office of the MM - Advertisements	106 000	53 000	94 711	79
011/039	Office of the MM - Community Facilitation	116 600	58 300	141 302	142
039/124	Municipal Manager - Printing and Stationery	71 700	35 850	61 801	72
039/164	Municipal Manager - Subsistence and Travelling	176 600	88 300	174 676	98
039/158	Municipal Manager - Small Tools	500	125	500	100
039/170	Municipal Manager - Telephone	28 400	14 200	105 653	644
080/164	Internal Audit - Subsistence and Travelling	27 900	13 950	19 432	39

6. PROPOSED ADJUSTED BUDGET

6.1 Capital Budget

The table below represents Capital Expenditure incurred as at 31 December 2014 (34,73%) of the Proposed Adjusted budget:

FUNCTION	ADOPTED BUDGET 2014/2015	PROPOSED ADJUSTMENT BUDGET 2014/2015	CASH FLOW PROJECTED BUDGET (YTD) AS PER COMPONENT 5	ACTUAL DEC 2014 (YTD)	% OF DRAFT ADJUSTMENT BUDGET SPENT	% OF CASH FLOW PROJECTED BUDGET AS PER COMPONENT 5
Executive and Council	211 300	167 300	188 600	315	0%	0%
Budget and Treasury Office	5 463 900	1 016 900	-	1 865 393	183%	0%
Corporate Services	47 487 200	96 738 300	31 901 799	22 041 743	23%	69%
Community and Social Services	26 937 700	29 842 400	15 490 700	7 705 786	26%	50%
Sport and Recreation	32 162 000	32 406 100	18 662 000	3 176 809	10%	17%
Public Safety	27 662 500	26 144 200	15 570 821	7 675 072	29%	49%
Housing	22 441 700	24 823 900	12 800 000	5 395 472	22%	42%
Health	8 115 000	7 837 100	4 849 200	448 506	6%	9%
Planning and Development	168 000	107 400	35 000	45 616	42%	130%
Road Transport	20 607 100	22 398 100	11 572 700	12 470 705	56%	108%
Electricity	56 030 600	64 602 000	35 377 437	25 118 074	39%	71%
Water	88 124 800	115 724 500	47 818 200	48 728 548	42%	102%
Waste Water Management (Sanitation)	79 451 700	71 505 200	40 556 798	38 044 880	53%	94%
Waste Management (Solid Waste)	4 998 300	4 994 000	3 478 000	332 696	7%	10%
TOTAL	419 861 800	498 307 400	238 301 255	173 049 615	34.73%	73%

The Adopted Budget of R419 861 800 has increased by R 78 445 600 to a Proposed Adjustment Budget amount of R498 307 400. This increase is mainly due to the inclusion of 2013/14 Grant Rollover funds as well as additional projects. A full report on the Adjusted Budget will serve at Council during the course of February 2015.

The table below sets out the capital budget and expenditure for the function, Community and Social Services and Public Safety:

DESCRIPTION	ADOPTED BUDGET 2014/2015	PROPOSED ADJUSTMENT BUDGET 2014/2015	CASH FLOW PROJECTED BUDGET (YTD) AS PER COMPONENT 5	ACTUAL DEC 2014 (YTD)	% OF DRAFT ADJUSTMENT BUDGET SPENT	% OF CASH FLOW PROJECTED BUDGET AS PER COMPONENT 5
Cemeteries	2 100 000	2 100 000	2 100 000	10 770	1%	1%
Community Halls	6 722 300	7 436 800	4 485 000	2 410 938	32%	54%
Libraries	9 387 900	9 187 400	4 005 000	3 467 199	38%	87%
Museums	19 000	5 900	19 000	1 295	22%	0%
Municipal Buildings	5 166 700	8 112 300	2 381 700	576 419	7%	24%
Commuter Facilities	3 541 800	3 000 000	2 500 000	1 239 165	0%	50%
COMMUNITY AND SOCIAL SERVICES	26 937 700	29 842 400	15 490 700	7 705 786	26%	50%
Fire	16 538 900	15 242 200	10 500 200	3 236 282	21%	31%
Traffic	-	86 400	-	86 342	100%	0%
Security Services	64 000	18 400	64 000	18 347	100%	0%
Street Lighting	11 059 600	10 797 200	5 006 621	4 334 101	40%	87%
PUBLIC SAFETY	27 662 500	26 144 200	15 570 821	7 675 072	29%	49%

The total proposed Adjusted Capital budget funding structure is as follows:

SOURCE OF FUNDING	ADOPTED BUDGET 2014/2015	PROPOSED ADJUSTMENT BUDGET 2014/2015	ACTUAL DEC 2014 (YTD)	% OF DRAFT ADJUSTMENT BUDGET SPENT
External Loans	144 191 000	142 572 300	53 746 546	37.70%
Capital Replacement Reserve	104 458 300	121 519 500	29 827 274	24.55%
MIG	88 106 100	86 289 500	63 376 261	73.45%
MIG Roll- over	-	45 651 500	-	0.00%
Other National Government Grants	31 350 000	57 647 200	13 296 181	23.06%
Provincial Government Grants	37 764 800	34 701 700	6 855 473	19.76%
Public Contributions	11 182 000	8 522 800	5 184 254	60.83%
Reserves	2 809 600	1 402 900	763 309	54.41%
TOTAL	419 861 800	498 307 400	173 049 298	34.73%

6.2 Operating Budget

The Proposed Adjustment budget 2014/2015 Operating expenditure figures are indicated below:

EXPENDITURE BY TYPE	ADOPTED BUDGET 2014/2015	PROPOSED ADJUSTMENT BUDGET 2014/2015	INCREASE/ (DECREASE)
Employee related costs	583 140 900	561 455 200	(21 685 700)
Remuneration of Councillors	23 176 400	23 176 400	-
Debt Impairment	3 050 000	3 050 000	-
Depreciation and Offsetting of depreciation	182 389 600	182 389 600	-
Finance Charges	77 614 000	77 614 000	-
Bulk Purchases - Electricity	1 006 862 700	933 779 300	(73 083 400)
Bulk Purchases - Water	89 639 700	132 139 700	42 500 000
Other Materials	34 702 200	35 938 900	1 236 700
Contracted Services	159 668 900	178 565 400	18 896 500
Transfers and grants	13 749 100	8 539 000	(5 210 100)
Other Expenditure	189 253 800	191 292 000	2 038 200
TOTAL	2 363 247 300	2 327 939 500	(35 307 800)

The Proposed Adjustment budget 2014/2015 Operating revenue figures are indicated below:

REVENUE BY SOURCE	ADOPTED BUDGET 2014/2015	PROPOSED ADJUSTMENT BUDGET 2014/2015	INCREASE/ (DECREASE)
Rates	314 000 000	326 453 200	12 453 200
Service Charges – Electricity revenue	1 385 000 000	1 295 000 000	(90 000 000)
Service Charges – Water revenue	204 600 000	206 500 000	1 900 000
Service Charges – Sanitation revenue	78 000 000	75 450 000	(2 550 000)
Service Charges – Refuse revenue	62 000 000	60 200 000	(1 800 000)
Service Charges – Other revenue	12 561 200	12 072 200	(489 000)
Rental of facilities and equipment	8 233 800	11 561 800	3 328 000
Interest earned – external investments	10 605 000	16 700 000	6 095 000
Interest earned – outstanding debtors	1 542 000	1 544 000	2 000
Fines	8 877 200	10 377 200	1 500 000
Licences and permits	1 727 700	1 753 700	26 000
Agency services	6 350 000	6 600 000	250 000
Operating Grants and Subsidies	260 508 600	246 225 800	(14 282 800)
Other Revenue	16 553 000	18 102 400	1 549 400
TOTAL (EXCLUDING CAPITAL GRANTS)	2 370 558 500	2 288 540 300	(82 018 200)

A summary of the above proposed adjustment operating budget is as follows:

DESCRIPTION	ADOPTED BUDGET 2014/2015	PROPOSED ADJUSTMENT BUDGET 2014/2015
Revenue (excluding capital grants)	2 370 558 500	2 288 540 300
Expenditure	2 363 247 300	2 327 939 500
	7 311 200	(39 399 200)
Required Surplus	-	1 500 000
Shortfall		(40 899 200)

The table below depicts further decreases and increases in revenue and expenditure:

Decreases/Increase in revenue and expenditure		
	Revenue	Expenditure
	R'000	R'000
Adopted 2014/2015 Budget (excluding capital grants)	2 370 559	2 363 247
Property Rates	12 453	
Sale of Electricity	(90 000)	
Sale of Water	1 900	
Sanitation Fees	(2 550)	
Refuse Removal Fees	(1 800)	
Agency services	250	
Transfers recognised - Operational	(14 283)	
Fines	1 500	
Interest on Investments	6 095	
Rental of facilities and equipment	3 328	
Other net effect of Increases and (Decreases) in Revenue	1 088	
Employee Related Costs		(24 652)
Employee Related Costs (Overtime)		2 967
Bulk Purchases Electricity		(73 083)
Bulk Purchases Water		42 500
Bursaries		(525)
Repairs and Maintenance - Material		1 237
Repairs and Maintenance - Contracted		9 430
Contracted Services - TMT		4 550
Contracted Services - Sewerage Purification Works		(2 904)
Contracted Services - Water Purification Works		(3 586)
Contracted Services -Cleaning Services		270
Contracted Services -IT Services		(160)
Contracted Services -Medical Services		(61)
Conditional Grant		(8 639)
Advertisements		(165)
Bank Charges		490
Commissions		200
Community Facilitation		282
Consultancy Fees		1 501
Delegation Fees		148
Entertainment		839
Events and Promotions		200
Training External		241
Fuel and Oil		187
Legal Fees		4 274
Membership Fees		9
Meter Reading		523

Decreases/Increase in revenue and expenditure		
	Revenue	Expenditure
	R'000	R'000
Printing and Stationery		(289)
Occupational Safety		468
Security		3 000
Rental of equipment and vehicles		7 940
Marketing projects and social development		61
Programming Material		(363)
Preferential Premium		250
Small Tools		60
Stores and Material		291
Subsistence and Travelling		462
Sports Development		1 200
Skills Levy		324
Telephone		34
Transfer and Grants		(5 210)
Uniforms		239
Other net effect of Increase and (Decreases)		153
Proposed Draft 2014/2015 Adjustments Budget	2 288 540	2 327 940

7. IN-YEAR BUDGET STATEMENT TABLES

The following monthly budget statement tables (**DMS 1011328**) respectively have been prepared in accordance with the Municipal Budgeting and Reporting Regulations:

TABLE NUMBER	DESCRIPTION	ANNEX
Table C1	Monthly Budget Statement Summary	A
Table C2	Monthly Budget Financial Performance (Standard Classification)	B
Table C2C	Monthly Budget Financial Performance (Detail) (Standard Classification)	C
Table C3	Monthly Budget Financial Performance (Revenue and Expenditure by Municipal Vote)	D
Table C3C	Monthly Budget Financial Performance (Detail) (Revenue and Expenditure by Municipal Vote)	E
Table C4	Monthly Budget Financial Performance (Revenue by source and Expenditure by Item)	F
Table C5	Monthly Budgeted Capital Expenditure Budget by vote, standard classification and funding	G
Table C5C	Monthly Budgeted Capital Expenditure Budget by vote, standard classification and funding	H
Table C6	Monthly Budgeted Financial Position	I
Table C7	Monthly Budgeted Cash Flows	J

Table SC1	Material variance explanations	K
TABLE NUMBER	DESCRIPTION	ANNEX
Table SC2	Monthly Performance indicators	L
Table SC3	Aged Debtors	M
Table SC4	Aged Creditors	N
Table SC5	Investment Portfolio	O
Table SC6	Transfers and grant receipts	P
Table SC7(1)	Transfers and grant expenditure	Q
Table SC7(2)	Expenditure Against Approved Rollovers	R
Table SC8	Councillor and Staff Benefits	S
Table SC9	Monthly actuals and revised targets for cash receipts (cash flow)	T
Table SC12	Monthly capital expenditure trend	U
Table SC13a	Monthly capital expenditure on new assets by asset class	V
Table SC13b	Monthly capital expenditure on the renewal of existing assets by asset class	W
Table SC13c	Monthly repairs and maintenance expenditure by asset class	X
Table SC13d	Monthly depreciation by asset class	Y

PART 2 - SUPPORTING DOCUMENTATION

8. DEBTORS ANALYSIS

Refer to supporting table SC3 - Aged Debtors (**Annexure M**) for the month ended 31 December 2014.

9. CREDITORS ANALYSIS

Refer to supporting table SC4 - Aged Creditors (**Annexure N**) for the month ended 31 December 2014..

10. INVESTMENT PORTFOLIO ANALYSIS

Refer to supporting table SC5 - Investment portfolio (**Annexure O**) for the month ended 31 December 2014.

11. ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

Refer to supporting table SC6 - Transfers and grant receipts (**Annexure P**) and supporting table SC7 - transfers and grant expenditure (**Annexure Q**) for the month ended 31 December 2014.

12. COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS

Refer to supporting table SC8 - Councillor and staff benefits (**Annexure R**) for the month ended 31 December 2014.

13. **MATERIAL VARIANCES TO THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP COMPONENT 5 SUMMARISED)**

The first quarter progress on the quarterly projections of Service Delivery Targets and performance indicators is indicated on **Annexures AJ**.

Although the detailed Component 5 **is attached as Annexure AJ**, the tables below depict a summary of the most applicable components thereof.

NB: (Please note when looking at the detailed version of Component 5 **attached as Annexure AJ** each vote is illustrated in number order on the extreme left, vote detail of which is illustrated over 3 pages).

SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (COMPONENT 5) SUMMARY						
	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTMENT BUDGET 2014/2015	ACTUAL EXPENDITURE 31 DECEMBER 2014 (YTD)	% COMPLETED / PROPOSED ADJ BUDGET
	R	R	R	R	R	%
DEPUTY MUNICIPAL MANAGER: CITY DEVELOPMENT	38 032 800	(11 887 600)	26 145 200	34 969 700	6 944 925	20%
CITY DEVELOPMENT	38 032 800	(11 887 600)	26 145 200	34 969 700	6 944 925	20%
DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES	78 796 100	(5 740 500)	73 055 600	82 633 200	18 491 048	22%
PUBLIC HEALTH AND SAFETY	44 013 600	(1 901 200)	42 112 400	43 002 200	11 940 611	28%
RECREATION AND ENVIRONMENTAL SERVICES	34 782 500	(3 839 300)	30 943 200	39 631 000	6 550 437	17%
DEPUTY MUNICIPAL MANAGER: CORPORATE SERVICES	19 777 200	(1 503 400)	18 273 800	33 606 900	6 597 224	20%
ADMINISTRATION	19 683 200	(1 503 400)	18 179 800	33 512 900	6 564 496	20%
HUMAN RESOURCES	94 000	-	94 000	94 000	32 728	35%
CHIEF FINANCIAL OFFICER	7 263 000	(9 100)	7 253 900	4 165 600	1 981 003	48%
FINANCIAL SERVICES	7 263 000	(9 100)	7 253 900	4 165 600	1 981 003	48%
DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES	275 944 000	(17 508 500)	258 435 500	342 883 300	139 035 415	41%
ELECTRICAL SUPPLY SERVICES	69 228 900	(12 916 000)	56 312 900	76 015 100	29 974 007	39%
ENGINEERING SUPPORT SERVICES	104 720 500	883 800	105 604 300	138 387 900	64 851 492	47%
TRANSPORT, ROADS AND STORMWATER	24 976 300	(614 700)	24 361 600	26 607 000	12 674 930	48%
WATER AND SANITATION SERVICES	77 018 300	(4 861 600)	72 156 700	101 873 300	31 534 986	31%
OFFICE OF THE CITY MANAGER	48 700	-	48 700	48 700	-	0%
CITY MANAGER	48 700	-	48 700	48 700	-	0%
TOTAL CAPITAL BUDGET	419 861 800	(36 649 100)	383 212 700	498 307 400	173 049 615	35%

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAG													
1	213	544	01	CITY DEVELOPMENT		168 000	(60 600)	107 400	107 400	45 616	-	42%	Spec/Rec completed,awarding of suceessful tenderer completed.
2	219	532	84	RE-DESIGNING OFFICE SPACE		100 000	-	100 000	100 000	-	-	0%	70% of the redesign to be completed.
3	227	832	05	TOURISM DEVELOPMENT		9 008 300	(7 736 400)	1 271 900	1 175 400	173 337	207 614	15%	Awaiting works plans from successful tenderer
4	227	832	05	TOURISM DEVELOPMENT			-	-	3 000 000	-		0%	
5	228	832	0	ESIKHALENI REFURBISH HOSTELS		22 441 700	(553 200)	21 888 500	22 549 000	3 718 274	-	16%	1. Refurbishment Phase 1, 78% of work has been completed. 2. Landscaping report and roof works report approved by EXCO as per RPT 157301.
6	228	832	04	CONSTRUCTION OF PARK HOME		-	-	-	2 274 900	1 677 197		74%	Landscaping:Project completed.Refurbishment Phase 2:Implementation and Construction started.Roofting:Project completed.

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAG													
7	229	832	05	CONSTRUCTION OF NEW INFORMAL TRADING STALLS		3 541 800	(3 541 800)	-	-	1 239 165	1 104 751	0%	1.1 Construction of 100 stalls at Empangeni B Rank,Project has been completed and site has been handover to the municipality . 1.2 Construction of 100 stalls at Empangeni A Rank, Tender was been advertised and closing date was the 19 December 2014.
8	229	832	05	CONSTRUCTION OF NEW INFORMAL TRADING STALLS			-	-	3 000 000	-		0%	Awaiting works plans from successful tenderer
10	245	816	02	CBD SOUTH EXTENSION SOUTH OF GULDENGRACHT		2 773 000	(56 200)	2 716 800	2 702 400	-	-	0%	1. BEC award during latter part of October 2014/November 2014. An objection was received. Progress/expenditure to be generated as from Jauary 2015. Delays in appointing engineering specialists being experienced but being attended to with City Engineers Dept. 2. An advertisement will be placed in January for public comments for zoning and su-division of proposed development
11	282	536	88	IT EQUIPMENT FOR CITY DEVELOPMENT		-	60 600	60 600	60 600	43 836	-	72%	Order D1509467 completed and goods were received.
12	282	836	12	IT EQUIPMENT FOR CITY DEVELOPMENT		-	-	-	-	47 500	-	0%	Order D1509316 completed and goods were received.
TOTAL CITY DEVELOPMENT						38 032 800	(11 887 600)	26 145 200	34 969 700	6 944 925	1 312 365	20%	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
13	205	532	05	ESIKHALENI FIRE STATION - PLAN AND CONSTRUCT	3 722 500	-	3 722 500	3 722 500	-	-	0%	This is a multi-year project that commenced in the 2013/2014 financial year and is still ongoing. The original contract awarded was terminated due to non-performance from contractor and problems experienced within the joint venture. IT&S is currently busy with a report to Council to appoint a new Contractor to complete the project.	
14	205	532	07	RICHARDS BAY FIRE BRIGADE - STRUCTURAL UPGRADES, CARPORTS AND ACCESS GATE	474 800	(290 400)	184 400	184 400	120 197	64 176	65%	80% CompleteConstruction was paused over Dec/Beg Jan due to Builders Holiday. Will resume in January 2015.	
16	205	532	09	EMPANGENI FIRE STATION -CONSTRUCTION OF ADDITIONAL THREE OFFICES	103 700	(97 600)	6 100	-	-	-		Completed Remaining funds to be utilised to supplement funding on other capital projects.	
17	205	532	11	EMPANGENI FIRE STATION - CONSTRUCTION OF LECTURE ROOM	250 000	(13 500)	236 500	236 500	127 450	-	54%	PROJECT completed Remaining funds to be utilised to supplement funding on other capital projects.	
18	205	536	31	FIRE SERVICES	150 000	-	150 000	150 000	98 280	1 955	66%	COMPLETED Remaining funds to be utilised to supplement funding on other capital projects.	
19	205	536	32	TELEVISION AND REFRIDGERATOR	22 400	(10 600)	11 800	10 200	3 510	6 580	34%	DELIVERED and completed. Remaining funds to be utilised to supplement funding on other capital projects.	
20	205	536	33	PPE WASHING MACHINE	9 000	(700)	8 300	8 200	8 157	-	99%	DELIVERED and completed.	
21	205	536	34	REDUCER FITTING	22 800	(22 800)	-	-	-	-		DELIVERED and completed.	
22	205	536	35	1 x OXY ACETYLENE EQUIPMENT	26 400	(12 700)	13 700	13 700	13 680	-	100%	DELIVERED and completed.	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
23	205	536	36	1 x HYDRAULIC JACK	27 900	-	27 900	27 900	-	17 482		0%	Delivery on Requisition no.320910 was completed. Final payment to be processed. Remainder of funds will be utilised to supplement funding on other capital projects.
24	205	536	37	1 x PITOT TUBE	30 000	-	30 000	26 300	26 242	-		100%	DELIVERED and completed.
25	205	536	38	1 x POSITIVE PRESSURE VENTILATING MACHINE	40 000	(19 100)	20 900	20 900	20 870	-		100%	DELIVERED and completed.
26	205	536	39	1 x PNEUMATIC CHISEL SETS TOOL	40 000	-	40 000	14 700	14 626	-		99%	Delivery on Requisition no.319400 was completed. Remaining funds to be utilised to supplement funding on other capital projects.
27	205	536	40	120 x BREATHING APPARATUS FACE MASK	55 000	-	55 000	55 000	47 500			86%	DELIVERED and completed.
28	205	536	41	4 x DIVIDER AND COLLECTOR KITTING's	131 800	(75 000)	56 800	56 800	54 820			97%	DELIVERED and completed.
29	205	536	42	10 x BREATHING APPARATUS SETS	170 000	(10 000)	160 000	160 000	152 075	-		95%	DELIVERED and completed.
30	205	536	43	1 x PORTABLE PUMP	175 000	(9 100)	165 900	165 900	165 890			100%	Delivery on Requisition no.319925 completed. Remaining funds to be utilised to supplement funding on other capital projects.
31	205	536	44	100 x FIRE HOSES	178 000	-	178 000	178 000	-	144 234		0%	Delivery on Requisition no.319680 completed. Final payment to be processed and remaining funds to be utilised to supplement funding on other capital projects.
32	205	536	45	REPEATERS	-	50 000	50 000	50 000	43 803			88%	DELIVERED and completed.
33	205	536	46	LPG CYLINDERS	-	10 000	10 000	10 000	6 860	-		69%	DELIVERED and completed.

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
34	205	536	47	BAR FRIDGES			9 000	9 000	9 000	1 999	-	22%	Completed Remaining funds to be utilised to supplement funding on other capital projects.
35	205	536	48	FIRE DETECTOR TESTER AND EXTENSION			10 800	10 800	10 800	-	-	0%	Project will be finalised in the 3rd quarter
45	205	544	03	FURNITURE		-	62 100	62 100	62 100	35 174	23 003	57%	Original order delivered. Awaiting delivery of additional orders placed
46	205	632	06	ESIKHALENI FIRE STATION - PLAN AND CONSTRUCT		10 541 900	(817 600)	9 724 300	9 724 300	2 277 880	2 950 000	23%	This is a multi-year project that commenced in the 2013/2014 financial year and is still ongoing. The original contract awarded was terminated due to non-performance from contractor and problems experienced within the joint venture. IT&S is currently busy with a report to Council to appoint a new Contractor to complete the project.
47	205	632	07	2 x CONTAINERS FOR STRUCTURAL FIRE FIGHTING		40 000	(40 000)	-	-	-	-		Project completed 2013/14.
48	205	632	08	RICHARDS BAY FIRE STATION - PLAN AND CONSTRUCT PHASE ONE		327 700	-	327 700	327 700	-	-	0%	Funds will be utilised to re-check Geotechnic
52	206	532	01	SAFE STORAGE FACILITY		-	93 600	93 600	82 100	82 047	-	100%	The project is completed. Remaining funds will be re-directed in the Adjustment Budget
53	206	544	02	TRAFFIC SECTION			5 000	5 000	4 300	4 295		100%	Project Completed
54	208	532	06	REPLACEMENT OF BLINDS IN OFFICES AND TOILET FACILITIES		15 000	40 000	55 000	55 000	-	55 000	0%	DPR 325629 has been awarded. The blinds have been ordered by the Contractor and installation is expected to be complete by end January.
55	208	532	07	REPLACEMENT OF 6 STAND ALONE AIRCONDITIONERS		62 000	-	62 000	62 000	-	62 000	0%	Airconditioners received and installed. Final payment to be processed by Expenditure.
56	208	536	01	HEALTH - VARIOUS		25 000	-	25 000	25 000	24 229	-	97%	Order received - Completed

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
57	208	536	02	AIR POLLUTION EQUIPMENT		4 519 800	(42 400)	4 477 400	4 477 400	8 303	4 330	0%	All equipment was received and installed. Delay in payment due to the Contractor not being listed on council's vendor list. Final payment to be processed as soon as listing is finalised.
58	208	544	03	CUPBOARDS AND CHAIRS		10 600	-	10 600	9 900	9 842	-	99%	Order received - Completed
62	209	532	04	RENOVATIONS - BRACKENHAM CLINIC		10 800	-	10 800	10 800	-	-	0%	Project Abandoned. Clinic Services transferred to Province. Funds to be re-directed to Occulational Health Clinic
63	209	532	05	PARK HOME R/BAY CLINIC - TB PATIENTS		450 000	15 000	465 000	465 000	-	-	0%	90% Complete
64	209	532	06	ALARMS : ALL CLINICS		49 000	-	49 000	49 000	-	2 850	0%	Completed. Remaining funds to be re-directed to Occulational Health Clinic
65	209	532	07	AIRCONDITIONERS : VARIOUS CLINICS		35 000	-	35 000	35 000	10 790	-	31%	Completed. Remaining funds to be re-directed to Occulational Health Clinic
66	209	532	08	FENCING : EMPANGENI CLINIC		100 000	-	100 000	100 000	-	-	0%	Project Abandoned. Clinic Services transferred to Province. Funds to be re-directed to Occulational Health Clinic
67	209	532	09	PARK HOME : EMPANGENI		700 000	-	700 000	58 500	-	58 421	0%	Project Abandoned. Clinic Services transferred to Province. Funds to be re-directed to Occulational Health Clinic
68	209	532	10	OCCUPATIONAL HEALTH CLINIC			-	-	1 388 900	-		0%	Additional project provided for on the Adjustment Budget
69	209	536	0	EQUIPMENT - ALL CLINICS		200 000	-	200 000	150 000	113 760	32 665	76%	Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
70	209	536	02	TECHNILAMPS		145 000	-	145 000	145 000	45 150	39 060	31%	Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
71	209	536	03	EQUIPMENT - MATERNITY SECTION		265 200	-	265 200	-	-	-		Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
72	209	536	04	EQUIPMENT PARK HOME (EMPANGENI)		80 000	(14 000)	66 000	-	-	-		Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
73	209	536	05	GENERATORS		600 000	(30 000)	570 000	-	-	-		Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
74	209	536	06	OCCUPATIONAL HEALTH CLINIC				-	247 800	-		0%	Additional project provided for on the Adjustment Budget
76	209	544	01	FURNITURE - RICHARDS BAY CLINIC		68 000	-	68 000	22 100	22 038	-	100%	Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
77	209	544	02	FURNITURE - EMPANGENI CLINIC		40 000	-	40 000	5 700	5 694	-	100%	Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
78	209	544	04	FURNITURE - MZINGAZI CLINIC		60 900	(59 700)	1 200	-	-	-		Project Completed
79	209	544	05	FURNITURE PARK HOME (EMPANGENI)		88 900	-	88 900	-	-	-		Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
80	209	544	06	FIXED BENCHES AT VARIOUS CLINICS		50 000	-	50 000	-	-	-		Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
81	209	632	05	PARK HOME R/BAY CLINIC - TB PATIENTS		505 000	-	505 000	505 000	208 700	-	41%	90% complete
82	209	636	01	EQUIPMENT - MATERNITY SECTION		34 800	-	34 800	-	-	-		Project Abandoned. Clinic Services transferred to Province.Remaining Funds to be re-directed to Occulational Health Clinic
83	210	532	05	UPGRADE ALARMS		64 000	(7 000)	57 000	18 400	18 347	-	100%	Completed. Remaining funds to be redirected in Adjustment Budget

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
84	212	532	03	AMENDMENTS TO STRONGROOM AND EYE ARE		50 000	(20 000)	30 000	-	-	-		Project Completed. Remaining funds will be redirected to new capital projects in the Adjustment Budget.
85	212	532	04	CUBICLES - RICHARDS BAY AND EMPANGENI		302 600	(158 600)	144 000	54 000	-	-	0%	Project Completed. Remaining funds will be redirected to new capital projects in the Adjustment Budget.
87	212	532	07	UPGRADE OF AIR CONDITIONING SYSTEM IN EMPANGENI		40 000	-	40 000	-	-	-		Project Completed. Remaining funds will be redirected to new capital projects in the Adjustment Budget
88	212	532	08	TINT WINDOWS AND GLASS DOOR		17 000	(17 000)	-	-	-	-		Project funds reallocated.
89	212	536	04	ALARM (SECURITY PROJECT)		20 000	-	20 000	-	-	-		Project Completed. Remaining funds will be redirected to new capital projects in the Adjustment Budget
90	212	544	01	FURNITURE FOR LICENSING CUBICLES		60 000	(50 600)	9 400	-	-	-		Project Completed. Remaining funds will be redirected to new capital projects in the Adjustment Budget
91	212	544	02	LICENSING		100 000	-	100 000	30 000	-	-	0%	Orders to be finalised during the 3rd Quarter
93	219	532	136	5 x AIRCONDITIONERS (REFUSE SECTION)		30 000	-	30 000	30 000	-	-	0%	Contractor has been appointed by IT&S and is currently on site for installation
94	219	532	137	EXTENSION OF TRACK WASHER ROOM (REFUSE)		50 000	-	50 000	50 000	-	-	0%	Project handed over to I&TS via handover request (received from IT&S) for execution

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
95	219	532	138	6 X AIRCONDITIONERS FIRE STATIONS (R/BAY, VULINDLELA, ENSELENI)	20 000	-	20 000	20 000	-	-	0%	Delivered and Completed. Payment to be processed	
96	219	532	141	EXTENSION OF EMPANGENI TRUCK WASH BAY (REFUSE)	80 000	-	80 000	50 000	-	-	0%	Project handed over to I&TS via handover request (received from IT&S) for execution	
97	219	532	142	ROLLER DOOR AND CARWASH FACILITY AT EMPANGENI DEPOT (REFUSE)	100 000	-	100 000	100 000	15 650	20 654	16%	Project handed over to I&TS via handover request (received from IT&S) for execution. Contractor is on site already.	
98	219	532	143	200 x LOCKERS (ESIKHALENI AND ALTON DEPOTS REFUSE)	200 000	-	200 000	180 800	180 718	-	100%	Project handed over to I&TS via handover request (received from IT&S) for execution	
99	219	532	145	CONSTRUCTION OF STORE ROOM (ALTON & EMPANGENI) (REFUSE)	200 000	-	200 000	200 000	-	-	0%	Project handed over to I&TS via handover request (received from IT&S). The contractor was appointed on the 07 January 2015.	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
100	219	532	147	CONSTRUCTION : CANTEEN (EMPANGENI AND ESIKHALENI) (REFUSE)		300 000	-	300 000	300 000	-	-	0%	Project handed over to I&TS via handover request (received from IT&S) for execution. The section was delayed by CD to get plans, but they are now available. This will be advertised.
101	219	532	150	PARTITIONING OF SUPERVISORS OFFICE : ALTON DEPOT (REFUSE)		100 000	-	100 000	100 000	-	-	0%	There were delays with plans from CD, but they are now being advertised.
102	219	532	163	REPLACEMENT OF LOCK FOR PUBLIC SAFETY		-	7 000	7 000	6 300	6 240	-	99%	Project Complete
103	219	532	165	AIRCONDITIONER FOR FIRE			20 600	20 600	17 300	17 270	-	100%	Project Complete
104	219	532	168	GATES FOR PARK HOME			60 000	60 000	-	-			In progress will be completed in the 3rd quarter
105	219	532	172	AIRCONDITIONERS FOR TRAFFIC EMPANGENI			25 000	25 000	25 000	-	14 400	0%	Project Complete, payment pending
108	233	532	11	ESTABLISHMENT TRANSFER STATION ESELENI FOR RECYCLING		500 000	-	500 000	500 000	42 000	169 500	8%	Project handed over to I&TS via handover request (received from IT&S) for execution. Site has been agreed with KwaKhoza Traditional Authority . Currently it is being levelled and will be fenced within January 2015. The Tender for construction will be tabled at the first BSC in January . This amount has to be increased as R1.2 million is required. Funds are being transfered from other votes.
109	233	532	12	ESTABLISHMENT TRANSFER STATION ESIKHALENI FOR RECYCLING		953 300	(953 300)	-	-	-	-		Funds transferred for purchase of a recycling vehicle, as this project was cancelled in line with Council Report RPT 156129..

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
110	233	532	13	ESTABLISHMENT TRANSFER STATION MZINGAZI AGRI- VILLAGE	968 000	-	968 000	968 000	95 034	-	10%	Project handed over to I&TS via handover request (received from IT&S) for execution. Currently it is being fenced January. The Tender for construction will be tabled at the first BSC in January 2015. This amount has to be increased as R1.2 million is required. Funds are being transfered form other votes.TENDER:8/2/1/1007 on 20 Oct on BSC.	
111	233	532	14	ESTABLISHMENT TRANSFER STATION NGWELEZANE	799 000	(267 600)	531 400	531 400	-	56 158	0%	New Site for Ngwelezane is A1250. It bears to note that funds are being used for drop off point project in the meantime for Meerensee and Essenwood and site meeting was on 10 October 2014. The expenditure so far has been for Drop off points. The remaining amount will be used to top up for Mzingazi and eNseleni while finalizing land issue. Transfer forms submitted already. Even if the land was to be finalized, but there would be no funds to finish this project.	
113	233	536	12	TRUCK WASHING EQUIPMENT	40 000	40 000	80 000	80 000	39 690	39 690	50%	Completed. Final payment to be processed.	
114	233	536	13	SKIPS	1 500 000	200 000	1 700 000	1 700 000	40 160	1 632 710	2%	RPT 156655 Tender number 8/2/1/1035 has been awarded for skips. To be delivered by March 2015	
115	233	536	15	2 x BASE TWO WAY RADIOS	15 000	(15 000)	-	-	-	-		Completed	
116	233	536	16	2 x DEEP FREEZERS	60 000	(24 000)	36 000	31 600	31 560	-	100%	Completed	
117	233	536	17	80 PORTABLE TWO WAY RADIOS	90 000	(41 000)	49 000	49 000	-	-	0%	Awaiting Deliver	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
118	233	544	01	REPLACEMENT OF DESKS AND CHAIRS		73 000	61 000	134 000	134 000	84 252	40 883	63%	Although order was done in July 2014, service provider through SCM failed to supply correct chairs and order was cancelled. It has been re awarded and awaiting delivery .
119	271	500	322	7 x TRAFFIC CONTROL SEDANS		236 000	4 200	240 200	240 200	-	-	0%	Vehicles delivered. Balance reflected against vote currently will fund branding of vehicles. Order currently with SCMU
120	271	500	332	2 x REFUSE TRUCKS		7 307 600	(8 700)	7 298 900	6 964 100	6 964 042	-	100%	Vehicles Delivered. Order completed
121	271	500	335	PERSONNEL CARRIER		565 000	-	565 000	564 800	564 723	-	100%	Project Completed.
122	271	500	343	REFUSE TRUCKS			900 000	900 000	557 400	-	-	0%	Tender 8/2/1/1038 closed , Evaluation in progress
123	271	500	352	SEDAN VEHICLE FOR OCCUPATIONAL HEALTH				-	200 000	-		0%	Additional project provided for on the Adjustment Budget
124	271	500	353	SEDAN FOR TRAFFIC LICENCING				-	259 400	-		0%	Additional project provided for on the Adjustment Budget
125	271	500	354	EXTENSION OF MAINTENANCE PLAN ON 10 COMPACTORS WITH 600 SAUNITS			-	-	2 047 000	-		0%	Additional project provided for on the Adjustment Budget

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY													
126	271	600	108	1 X MINI BUS (TRAFFIC)	450 000	(450 000)	-	-	-	-	-		Project completed in 2013/14
127	271	600	116	REFUSE TRUCKS	4 000 000	-	4 000 000	2 900 000	-	-	-	0%	This is being prepared for BSC in January . The report is being signed by relevant principals. BSC Tender 8/2/1/1038 RPT is 157374.
128	271	600	120	1 x DOUBLE CAB 4X4 WITH RAISED BODY		-	-	372 200	-			0%	Additional project provided for on the Adjustment Budget
129	271	600	121	1 x DOUBLE CAB 4X4 WITH RAISED BODY WITH CANOPY		-	-	386 600	-			0%	Additional project provided for on the Adjustment Budget
130	282	532	30	PARK HOME CLINIC - NETWORK INFRASTRUCTURE SERVICES	60 000	-	60 000	80 000	-	59 707		0%	Project order placed. Contractor on site to complete
131	282	532	32	CABLING FOR COMPUTERS AND TELEPHONES OCCUPATIONAL HEALTH	-	14 000	14 000	14 000	-			0%	Project to be Completed once Park Home is erected
133	282	536	53	3 X WORKSTATIONS FOR COMMUNITY SERVICES	9 200	-	9 200	9 200	-	-		0%	Workstations installed.
134	282	536	87	IT EQUIPMENT FOR AIR QUALITY MANAGEMENT	-	43 400	43 400	43 400	35 955	-		83%	Project Completed. Payment to be processed.
135	282	536	90	IT EQUIPMENT FOR AIR QUALITY MANAGEMENT	-	67 600	67 600	51 200	51 110	-		100%	Project Completed.
136	282	536	93	LAPTOP FOR CHIEF FIRE OFFICER	-	13 500	13 500	13 500	-			0%	Order Placed. Delivery and payment to be finalised during the 3rd quarter
TOTAL COMMUNITY SERVICES, HEALTH AND PUBLIC SAFETY						44 013 600	(1 901 200)	42 112 400	43 002 200	11 940 611	5 495 458	28%	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
137	202	532	04	R/BAY EXTENSION/DEVELOPMENT OF CEMETARY		2 000 000	-	2 000 000	2 000 000	-	-	0%	The project is in an evaluation process and construction will start 1 March 2015 and be completed 30 June 2015 (4 Months)
138	202	532	05	ESIKHALENI EXTENSION/DEVELOPMENT OF CEMETARY		100 000	-	100 000	100 000	10 770	-	11%	IT&S is currently calling for quotations and estimated completion date 15 March 2015
140	204	532	27	AQUADENE LIBRARY		3 000 000	-	3 000 000	3 000 000	-	-	0%	13% of actual work completed, with the following breakdown of activities:Foundation walls – 100% , Surface bed – 100% , Columns and Beams – 100% , Superstructure – 90% , Roof Covering – 40% ,
141	204	544	05	ESIK LIBRARY - REPL TABLES & CHAIRS		17 000	-	17 000	17 000	-	-	0%	Furniture will be procured inApril 2015 once the extension to the Library has been completed.
142	204	544	06	R/BAY LIBRARY - REPL TABLES AND CHAIRS		16 000	-	16 000	16 000	-	-	0%	Furniture to be procured during the 3rd Quarter

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
143	204	544	07	EMP LIBRARY - REPL TABLES, CHAIRS & FRIDGE	10 000	-	10 000	10 000	8 050	-	81%	Completed. 2 Fridges were bought for Ngwelezane and eNseleni Libraries Nov 2014 DPR335836	
144	204	544	08	BRACKENHAM LIBRARY - STUDY TABLES	7 000	-	7 000	7 000	-	-	0%	Furniture to be procured during the 3rd Quarter	
145	204	544	09	ALL LIBRARIES - BOOK TROLLEYS	10 000	(2 000)	8 000	8 000	-	-	0%	Funds will be redirected to supplement funding available for Aquadene Library	
146	204	632	03	NGWELEZANE LIBRARY - AIRCONDITIONERS, CARPETS, LIGHTING AND BURGLAR GUARDS	60 900	(22 500)	38 400	38 400	-	-	0%	Original project completed during the previous financial year. Remaining funds are being used for new airconditioners for R/Bay after the Central aircon stopped working and was found to be beyond repair.	
147	204	632	04	ESIK LIBRARY - EXTENSION	2 227 000	(176 000)	2 051 000	2 051 000	679 449	1 450 700	33%	Tender 8/2/1/923 was awarded to Luthabo Construction and Projects . 65% of actual work completed, with the following breakdown of activities: Columns & Beams – 90% , Superstructure – 90%	

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
148	204	632	05	AQUADENE LIBRARY		3 900 000	-	3 900 000	3 900 000	2 765 914	975 000	71%	13% of actual work completed, with the following breakdown of activities:Foundation walls – 100% , Surface bed – 100% , Columns and Beams – 100% , Superstructure – 90% , Roof Covering – 40% ,
149	204	632	06	AIRCONDITIONER R/BAY LIBRARY		30 000	(30 000)	-	-	-	-		Funding transferred to Aquadene Project
150	204	632	07	BRACKENHAM LIBRARY ROOF		30 000	-	30 000	30 000	-	-	0%	Project Postponed. Funds redirected to Aquadene Project
151	204	632	08	R/ BAY LIBRARY - EXTENSION AUTOMATED FRONT DOOR		80 000	30 000	110 000	110 000	13 787	89 945	13%	Utilized for RFID system DPR 320952 Glass box for RFID DPR 327095 Nov 2014
156	219	532	162	AIRCONDITIONERS FOR PARK OFFICES IN ALTON PARKS		-	105 000	105 000	105 000	67 700	-	64%	IT&S Vote for completion by IT&S

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
157	223	532	03	PARKS DEVELOPMENT		1 317 700	(411 600)	906 100	906 100	62 421	183 015	7%	The Park development at Esikhaleni will commence at the end of March 2015 due to the agricultural activities that are currently underway on the earmarked site.
158	223	532	04	EMPANGENI PARKS DEPT ABLUTIONS - REFURBISHMENT		711 700	(361 700)	350 000	350 000	-	26 620	0%	The designs have been completed and the construction of storage facilities at Empangeni Parks Depot will commence 1 March 2015 and be completed by 31 May 2015 (3 Months)
159	224	510	0	GENERAL			10 000	10 000	-	-	-		Savings transferred to Operating budget for Advertising.
160	224	532	17	PLAYGROUND EQUIPMENT		359 100	(9 500)	349 600	349 600	160 600	174 180	46%	Playground Equipment for Ward 1, 4 & 8. Site meeting was held on the 11th September 2014 and quotations closed on the 18th September 2014. Service provider will start installing the equipment in January 2015. Requisition DPR 326773.
162	224	532	21	ESIKHALENI COLLEGE COURTS UPGRADE		900 000	(202 500)	697 500	697 500	501 225	-	72%	Upgrade of two combi courts in Esikhaleni/ uMfolozi College. Tender 8/2/1/1036, RPT 156660 awaiting to serve at the Bid Specification Committee.
163	224	532	22	J2 TENNIS COURT - UPGRADE		382 500	(247 700)	134 800	134 800	-	-	0%	Project Completed, savings will be redirected.
164	224	532	23	FLOODLIGHTS - VARIOUS SPORTSFIELDS		3 761 000	-	3 761 000	3 761 000	-	-	0%	Tender 8/2/1/1026 RPT 156350 served in the Bid Specifications on the 15th October 2014.Site meeting with contractors was held on 14 November 2014.
165	224	532	25	UPGRADING SPORT & RECREATION - BRACKENHAM		48 000	(500)	47 500	-	-	-		Project completed. Savings to be used in Mandlanzini Projects.

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
166	224	532	54	2 x TRAILERS WITH RAMPS		80 500	-	80 500	80 500	-	59 300	0%	Required to transport Ride-on Mowers. A requisition has been processed,DPR 327163. Service provider has been appointed, awaiting delivery.
167	224	532	55	UPGRADE ACCESS CONTROLL AT MANDLANZINI		30 000	-	30 000	-	-	-		Upgrade access control at Mandlazini. Tender 8/2/1/1037 RPT 156659. Site meeting was held on 10 December 1nd tender closes on 19 December 2014. All Mandlazini projects will be incorporated in one tender.
168	224	532	56	UPGRADE IRRIGATION SYSTEM AT MANDLANZINI		100 000	-	100 000	100 000	25 000	-	25%	Upgrade irrigation system at Mandlazini. Tender 8/2/1/1037, RPT 156649. Site meeting was held on 10 December and tender closes on 19 December 2014. All Mandlazini projects will be incorporated in one tender.
169	224	532	57	FLOODLIGHTS -CENTRAL SPORTSFIELDS		3 200 000	-	3 200 000	3 200 000	-	72 352	0%	In the process of obtaining designs and specifications. Tender and RPT Numbers will be provided shortly.
170	224	532	58	UPGRADING RURAL SPORTSFIELDS		129 000	-	129 000	129 000	70 344	-	55%	Upgrade of Enseleni Sport field (Ablution facilities and Irrigation System). Project completed. Ndesheni project has commenced, completion anticipated to be in January 2015
171	224	532	59	CONSTRUCTION OF COMBI COURT AT MANDLAZINI		-	-	-	687 500			0%	Additional project provided for on the Adjustment Budget
175	224	536	0	SPORTS FACILITIES - EQUIPMENT		1 672 700	(1 645 000)	27 700	323 000	322 096	-	100%	Projects Completed.
176	224	536	08	SPORTSFIELD EQUIPMENT		67 200	(32 800)	34 400	34 400	-	-	0%	Project Completed. Savings to be used in Mandlazini Projects.

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
177	224	610	0	GENERAL		40 000	40 000	-	-	-			Savings
178	224	632	15	LIGHTING SPORTS GROUND	460 000	-	460 000	460 000	-	-		0%	Tender 8/2/1/1026 RPT 156350 served in the Bid Specifications on the 15th October 2014. Site meeting with contractors was held on 14 November 2014
180	224	632	17	REFURBISHMENT OF STADIUM LEAKAGES	300 000	(20 400)	279 600	279 600	-	-		0%	Service provide did a sub-standard job and has failed several times to correct it. Supply chain has since been requested to cancel the order and re-advertise
181	224	632	18	UPGRADING RURAL SPORTSFIELDS	2 028 000	(108 500)	1 919 500	1 919 500	839 807	331 430		44%	Upgrade of Enseleni Sport field (Ablution facilities and Irrigation System), the project has commenced and expected completeion date is 25th September 2014. Ndesheni Sportfield Project has been recently adjudicated and awarded. The site will be handed over to the contractor on the 5th September 2014. Ndesheni project has commenced, completion anticipated to be at the end of November.
182	224	632	19	NEW FIELD COURTS - UPGRADE	680 000	(10 000)	670 000	670 000	-	-		0%	RPT awaiting to serve in Bid Evaluation Committee.
183	224	632	20	REPLACEMENT OF CRICKET NETS AND MATS AT SPORT COMPLEX	100 000	-	100 000	100 000	-	-		0%	Requisition 326752. Site meeting held on the 12th September and closing date is on the 18th September 2014. The appointed service provider has failed to do the job and has since been advised to submit a cancellation letter
184	224	632	21	IRRIGATION SYSTEM AT CENTRAL SPORT COMPLEX	200 000	-	200 000	200 000	-	-		0%	Irrigation system for field 2 and 3. Repairs for connection points are in progress. Requisition for cannon sprayers has been processed. A risk assesment meeting with the potential service provider is scheduled for 19 December 2014.

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
185	224	632	22	REFURBISHMENT OF ABLUTION FACILITIES AT VULINDLELA		350 000	(20 000)	330 000	-	-	-		Renovations of ablution facilities. Projects underway through insurance. There has been some delays and the anticipated completion date is end of January 2015. Savings will be used for machinery and Equipment.
186	224	632	23	ABLUTION FACILITIES AT MANDLAZINI		200 000	-	200 000	-	-	-		Renovations of ablution facilities. Projects underway through insurance. There has been some delays and the anticipated completion date is end of January 2015. Savings will be used for machinery and Equipment.
187	224	632	24	UPGRADE DEPOT AT CENTRAL SPORT COMPLEX		100 000	10 000	110 000	109 500	109 500	-	100%	Project has been completed.
188	224	632	25	IRRIGATION AT NGWELEZANE NEW FIELD		300 000	-	300 000	-	-	-		There is a shortfall of R790 000.00 for Mandlazini Sport field upgrade. This has been identified as savings
189	224	632	26	CONSTRUCTION OF COMBI COURT AT MANDLAZINI		380 000	(10 000)	370 000	370 000	-	-	0%	Construction of combi court in Mandlazini. Tender 8/2/1/1037 and RPT 156659. Site meeting was held on 10 December and tender closes on 19 December 2014. All Mandlazini projects will be incorporated in one Tender.
190	224	632	27	FLOODLIGHTS - VARIOUS SPORTSFIELDS		2 000 000	-	2 000 000	2 000 000	-	-	0%	Tender 8/2/1/1026 RPT 156350 served in the Bid Specifications on the 15th October 2014.Site meeting with contractors was held on 14 November 2014.
197	224	832	01	SPORTFIELDS - SIGISI FIELD LOTTO FUNDING		-	-	-	1 115 400	-		0%	Additional project provided for on the Adjustment Budget

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
199	227	532	17	BEACH DEVELOPMENT (RESTAURANT)		398 300	(112 900)	285 400	285 400	245 245	-	86%	1. Req DPR 325455 was done to replaces existing railings with stainless steel railings to beach building. 2. Req DPR 325465 was done to relace existing roof with new aluminium sheets to restaurant building. After the risk assessment meeting Quotations received for both these project were under quoted and the suppliers withdrew their quotes. Awaiting on second supplier to accept these project.
200	227	532	18	BEACH EROSION PROJECT		-	-	-	6 624 400	-	-	0%	Additional project provided for on the Adjustment Budget
201	227	536	0	BEACH EQUIPMENT		20 000	-	20 000	20 000	18 323	-	92%	Project Completed. Savings to supplement other aproved capital projects.
202	227	536	03	FRIDGE, STOVE		8 000	-	8 000	8 000	6 590	-	82%	Project Completed. Savings to supplement other aproved capital projects.
203	227	536	04	WHEEL CHAIR		20 000	11 200	31 200	31 200	31 200	-	100%	Project Completed. Savings to supplement other aproved capital projects.
204	227	536	05	BEACH EQUIPMENT - MALIBU BOARDS		-		-	27 000	-	-	0%	Additional project provided for on the Adjustment Budget
206	227	544	02	DESKS,CHAIRS & CUPBOARDS		13 000	-	13 000	13 000	-	-	0%	Funds will be tranfered towards purchasing a scanner/ printer. Awaiting feedback from ITS. Still awaiting for Section ITS to deleiver printer. Apparently there are problems with the supplier and Council's legal section is handling the problem.

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
207	242	532	29	FILTER FOR SWIMMING POOLS		27 000	-	27 000	-	-	-		Problems are being experienced in locating spare parts. No quotations received after site meeting held in August. Potential suppliers are experiencing problems in locating parts for filters.
208	242	532	33	UPGRADE ESIKHALENI POOL (COLLEGE)		24 000	2 200	26 200	26 200	26 115	-	100%	Ordered 2 portable filters, Req 319124. Awaiting on transfers to take place on adjustment budget. The supplier was recently appointed to commence with this project.
209	242	532	34	UPGRADE BAY HALL POOL		190 000	-	190 000	190 000	-	23 467	0%	Req DPR 328611 was done to partition off an office for the Superintendent and Special workman. This project will cost R27000. The remainder of this funds will be used towards the renovations of Empangeni swimming pool filtration system.
210	242	532	37	SWIMMING POOLS - PUMPS		16 000	-	16 000	16 000	-	-	0%	Awaiting to check on the quality of portable pump to be delivered with regards to vote 2242/532/33 and thereafter another portable pump will be ordered on this vote.
211	242	532	38	SWIMMING POOLS - DRAINAGE SYSTEM		5 000	(5 000)	-	-	-	-		Completed in previous financial year. Funds were transferred to supplement funds for repairing of lapas.
212	242	532	39	SWIMMING POOLS - SIGNAGE		25 300	(10 000)	15 300	15 300	-	6 750	0%	Awaiting on NCP to provide correct specifications with regards to signage for gas chlorine.
213	242	532	40	SWIMMING POOLS - ANTI-TURBULANCE LANES		6 000	-	6 000	6 000	-	-	0%	Since this was a carry over and there antiturbulance lanes are extremely expsensive, this fund will be transferred towards any vote that has insufficient fund to continue with a specific project.
214	242	532	41	SWIMMING POOLS - LAPAS		10 200	2 800	13 000	13 000	13 000	-	100%	Completed

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
215	242	532	42	SWIMMING POOLS - TOILET SYSTEM		77 500	(64 500)	13 000	-	-	-		Funds will be transferred toward v ote 242/536/10 for purchasing proper breathing apparatus for the 2 pools working with gas chlorine, since this is a legal requirement.
216	242	532	43	SWIMMING POOLS - NEW AND RELACEMENT CHLORINATORS		99 000	-	99 000	99 000	93 938	-	95%	Completed
217	242	532	44	UPGRADE FILTER - NSELENI POOL		60 000	-	60 000	60 000	-	-	0%	Project site meeting closed in September 2014. Difficulty experienced obtaining parts for filter to be completed during the 3rd quarter
218	242	532	45	STAFF REST ROOMS - VARIOUS POOLS		600 000	-	600 000	600 000	-	254 600	0%	Contractor has been appointed by IT&S and is currently on site.
219	242	532	46	REPLACE CHANGE ROOM WINDOWS		23 000	-	23 000	22 100	22 000	-	100%	Completed
223	242	536	03	SWIMMING POOLS - EQUIPMENT		46 900	-	46 900	46 900	40 377	-	86%	Completed
224	242	536	09	FIRE EQUIPMENT VARIOUS POOLS		20 000	-	20 000	20 000	11 400	-	57%	Completed
225	242	536	10	BA SETS : VARIOUS POOLS		20 000	-	20 000	20 000	3 330	-	17%	Awaiting Delivery

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
226	242	536	11	PA SYSTEM	3 000	-	3 000	3 000	-	-	0%	These funds constitute roll overs from previous financial year and will be directed to other capital projects	
227	242	536	12	CASH REGISTERS VARIOUS POOLS	5 000	-	5 000	5 000	-	-	0%	These funds constitute roll overs from previous financial year and will be directed to other capital projects	
229	242	544	01	SWIMMING POOLS - NEW AND REPLACEMENT FURNITURE	15 400	-	15 400	15 400	9 997	-	65%	Completed	
230	264	532	10	ALARM SYSTEM FOR MUSEUM	6 000	(4 300)	1 700	1 700	-	-	0%	Project completed during the previous financial year. Savings reflected will be utilised for other approved capital projects	
231	264	532	11	AIRCOND FOR MANAGER OFFICE H01-07	9 000	(7 500)	1 500	1 500	-	-	0%	Project completed during the previous financial year. Savings reflected will be utilised for other approved capital projects	
232	264	536	05	MACHINERY FOR ARTS AND CULTURE	4 000	-	4 000	2 700	1 295	-	48%	Project completed during the previous financial year. Savings reflected will be utilised for other approved capital projects	

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: COMMUNITY SERVICES													
RECREATION AND ENVIRONMENTAL SERVICES													
233	273	536	03	REPLACEMENT SLASHER LAWNMOWERS	30 400	(25 000)	5 400	5 400	-	-	0%	Completed. Remaining funds to be utilised to supplement funding on other capital projects	
234	273	536	10	COMPONENTS FOR LAWNMOWER	100 000	-	100 000	50 400	5 280	-	10%	This is an ongoing project throughout the financial year. Parts are procured as the need arises.	
235	273	632	02	UPGRADE ESKHALENI PARKS DEPOT	720 300	(425 200)	295 100	295 100	219 337	-	74%	Completed	
236	273	636	02	REPLACEMENT RIDE-ON MOWERS	500 000	22 500	522 500	522 500	-	39 950	0%	Tender has been approved at Bid Specification level and will serve at the Bid Evaluation Committee during January 2015	
237	273	636	05	HAND MOWERS, CHAIN SAWS, BRUSH CUTTERS, POLE PRUNER	213 000	-	213 000	213 000	166 348	42 627	78%	Completed	
238	282	532	29	TELEMETRY (COMMUNITY SERVICES)	100 000	(98 000)	2 000	-	-	-		Completed. Savings to be used for other projects.	
239	282	532	31	THREE DATA POINTS FOR RFID SYSTEM RICHARDS BAY LIBRARY	-	2 000	2 000	2 000	-		0%	Additional project provided for on the Adjustment Budget	
241	282	536	69	WORKSTATION OFFICE H01-07 (COMMUNITY SERVICES)	8 500	-	8 500	-	-	-		Completd	
242	282	636	33	LAPTOP FOR HOS ENVIRONMENTAL AND RECREATION	13 400	(11 900)	1 500	-	-	-		Completd	
TOTAL RECREATION AND ENVIRONMENTAL SERVICES						34 782 500	(3 839 300)	30 943 200	39 631 000	6 550 437	3 729 936	17%	
TOTAL COMMUNITY SERVICES						78 796 100	(5 740 500)	73 055 600	82 633 200	18 491 048	9 225 393	22%	

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: CORPORATE SERVICES													
ADMINISTRATION													
243	201	532	03	ALTERATIONS TO CENTRAL REGISTRY OFFICES		123 000	(123 000)	-	-	-	-		No Comments Provided by Department at printing of annexure
244	201	544	03	ADMINISTRATION		53 800	95 000	148 800	158 700	10 020	5 653	6%	No Comments Provided by Department at printing of annexure
245	216	532	29	NTUZE HALL - UPGRADE (CONSTRUCT GUARD HOUSE, FENCING AND LIFT DISABLED)		-	-	-	800 000	-	-	0%	Additional project provided for on the Adjustment Budget
246	216	532	30	EMPANGENI HALL - UPGRADE		350 000	-	350 000	350 000	153 560	44 000	44%	No Comments Provided by Department at printing of annexure
247	216	532	31	MANDLAKALA HALL - REFURBISHMENT		217 000	(217 000)	-	-	-	-		Funds utilised in 2013/2014 and there was no roll over.
248	216	532	35	NHLANGENYUKA HALL - REFURBISHMENT		154 500	(154 500)	-	-	-	-		Funds utilised in 2013/2014 and there was no roll over. Fencing completed on a separate Vote
249	216	532	36	VELDENVLEI HALL - REFURBISHMENT		400 000	(47 600)	352 400	378 000	377 803	-	100%	Project Complete
250	216	532	37	NGWELEZANE HALL - EXTENSION		500 000	-	500 000	900 000	-	-	0%	No Comments Provided by Department at printing of annexure
251	216	532	38	BHEJANE HALL - GUARD HOUSE, HALL BOOKINGS AND COUNCILLOR'S OFFICES AND REFURBISHMENT OF ABLUTION				-	500 000	-		0%	Additional project provided for on the Adjustment Budget
253	216	632	15	MANDLAKALA HALL - REFURBISHMENT		759 100	(473 300)	285 800	285 800	137 453	-	48%	Project 100% complete.

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: CORPORATE SERVICES													
ADMINISTRATION													
254	216	632	16	NHLANGENYUKA HALL - UPGRADE (CONSTRUCT GUARD HOUSE, FENCING AND LIFT DISABLED)		250 000	-	250 000	98 500	98 500	-	100%	Project Complete
255	216	632	17	UMSASANDLA THUSONG CENTRE - EXTENSION		987 300	-	987 300	987 300	28 600	-	3%	No Comments Provided by Department at printing of annexure
256	216	632	18	VELDENVLEI HALL - REFURBISHMENT		600 000	102 800	702 800	702 800	-	-	0%	No Comments Provided by Department at printing of annexure
257	216	632	19	NGWELEZANE HALL - EXTENSION		1 504 400	-	1 504 400	1 504 400	1 450 472	344 040	96%	Project Complete
259	216	632	23	ENSELENI HALL - UPGRADE (CONSTRUCT FENCING AND LIFT FOR DISABLED)		500 000	(70 000)	430 000	430 000	164 550	39 950	38%	No Comments Provided by Department at printing of annexure
260	216	632	24	NEW HALL - EXTENSION		500 000	-	500 000	500 000	-	117 700	0%	No Comments Provided by Department at printing of annexure
265	219	528	04	CIVIC CENTRE				-	1 770 800			0%	No Comments Provided by Department at printing of annexure
266	219	532	97	RENOVATIONS - CIVIC CENTRE		100 000	-	100 000	100 000	-	-	0%	No Comments Provided by Department at printing of annexure
267	219	532	144	CIVIC HALL - CONSTRUCTION		3 000 000	-	3 000 000	500 000	-	-	0%	No Comments Provided by Department at printing of annexure
268	219	532	169	REPLACEMENT OF AIRCONDITIONER - CORPORATE SERVICES			20 000	20 000	13 900	7 870	6 000	57%	No Comments Provided by Department at printing of annexure
269	219	532	173	REPLACEMENT OF AIRCONDITIONERS - C123 AND C126				-	20 000	-		0%	Additional project provided for on the Adjustment Budget
270	219	532	174	UPGRADE LIGHTING COUNCIL CHAMBERS				-	37 100	-		0%	Additional project provided for on the Adjustment Budget
271	219	632	134	WESTERN SERVICES DEPOT - REFURBISHMENT		150 000	-	150 000	150 000	-	-	0%	No Comments Provided by Department at printing of annexure
276	230	536	10	EXECUTIVE AND COUNCIL PROJECTS		97 400	-	97 400	97 400	315	-	0%	No Comments Provided by Department at printing of annexure
277	230	544	01	COUNCILLORS TOOLS OF TRADE		21 200	-	21 200	21 200	-	-	0%	No Comments Provided by Department at printing of annexure
278	230	632	01	AGRICULTURAL PROJECTS		44 000	(44 000)	-	-	-	-		City Development implementing these projects under Operating Budget. Funds to be transferred to Council furniture.
279	230	636	02	EXECUTIVE AND COUNCIL PROJECTS			44 000	44 000	-	-			No Comments Provided by Department at printing of annexure
280	258	528	01	FENCING - AIRPORT			-	-	300 000	-		0%	Additional project provided for on the Adjustment Budget

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: CORPORATE SERVICES												
ADMINISTRATION												
281	271	500	337	BAKKIE - AIRPORT	250 000	-	250 000	263 300	-	-	0%	Tender 8/2/1/1038 closed, Evaluation in progress
283	282	510	0	GENERAL		450 000	450 000	-	-			No Comments Provided by Department at printing of annex ure
284	282	532	24	ICT RESEARCH AND DEVELOPMENT (R&D)	92 800	(6 600)	86 200	86 200	-	16 567	0%	No Comments Provided by Department at printing of annex ure
285	282	536	43	NEW & REPLACEMENT OF IT RELATED EQUIPMENT	2 476 500	-	2 476 500	2 476 500	196 267	2 203 320	8%	No Comments Provided by Department at printing of annex ure
286	282	536	75	DATA POINTS	13 500	-	13 500	13 500	11 319	-	84%	No Comments Provided by Department at printing of annex ure
287	282	536	76	ICT RESEARCH AND DEVELOPMENT	100 600	-	100 600	100 600	-	86 706	0%	No Comments Provided by Department at printing of annex ure
288	282	536	77	ARCHIVING (GWAVA RETAIN FOR ARCHIVING OF E-MAIL)	222 600	(222 600)	-	-	-	-		No additional licenses required. Funds to be reallocated to procure a vehicle for ICT.
289	282	536	78	MICROWAVE LINKS	341 900	-	341 900	341 900	-	-	0%	No Comments Provided by Department at printing of annex ure
290	282	536	79	NETWORK PHYSICAL INFRASTRUCTURE	3 200 000	-	3 200 000	3 200 000	3 147 619	63 772	98%	Project Complete
291	282	536	80	RFID (RADIO FREQUENCY IDENTIFICATION SYSTEM)	300 000	-	300 000	-	-	-	0%	No Comments Provided by Department at printing of annex ure
292	282	536	81	SOFTWARE & HARDWARE AUDITING SYSTEM	800 000	-	800 000	800 000	767 707	-	96%	Project Complete
293	282	536	82	SOLAR/ POWER UPS	550 000	-	550 000	458 000	-	284 754	0%	eMpangeni Civic 2 Reception complete. Sport Complex completed. Order for N2 to be done in January 2015.
294	282	536	83	REVIEW DOCUMENTATION: ICT GOVERNANCE	450 000	(450 000)	-	-	-	-		Tender closed on 19/12/2014. Bid Evaluation in progress.
295	282	536	84	AUDIO VISUAL COUNCIL CHAMBERS	109 400	-	109 400	109 400	12 441	-	11%	Project Completed in Dec 2014
296	282	632	34	CALL CENTRE	131 900	(131 900)	-	-	-	-		Project completed 2013/14
297	282	632	38	ORGPLUS UPGRADE	301 300	(274 700)	26 600	26 600	-	-	0%	Project completed 2013/14
298	282	636	18	DATA PROJECTOR COUNCIL CHAMBERS	31 000	-	31 000	31 000	-	-	0%	Project completed
299	282	832	15	NETWORK POINTS	-	-	-	-	-	53 765		No Comments Provided by Department at printing of annex ure
300	282	832	16	FIBRE LINK TO EMPANGENI	-	-	-	15 000 000			0%	Additional project provided for on the Adjustment Budget
TOTAL ADMINISTRATION					19 683 200	(1 503 400)	18 179 800	33 512 900	6 564 496	3 266 228	20%	

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: CORPORATE SERVICES													
HUMAN RESOURCES													
301	214	536		01	HUMAN RESOURCES PROJECTS	20 000	-	20 000	-	-	-		R 16 000 will be used at the end of January to order a laptop the remained will be transferred to 214/544/01 for furniture as we have a vacancy for a manager (ex Nzuza GM) that will be filled in the near future
302	214	544		01	GENERAL	-	-	-	20 000	-		0%	Additional project provided for on the Adjustment Budget
303	221	544		01	GENERAL	30 000	-	30 000	30 000	21 953	-	73%	Balance of R 8 047 will be used by end of January 2015 to order furniture for Manager
304	277	536		03	LION ALCOMETERES WITH SOFTWARE	10 000	-	10 000	10 000	-	7 046	0%	One Alco meter was paid 07.01.2015 - balance of R 2 954 to be transferred for furniture for Manager
305	277	536		04	SAFETY EQUIPMENT - EVACUATION CHAIRS	20 000	-	20 000	20 000	-	-	0%	OHS has eventually managed to find a supplier for the Evac chair. The delay was as a result of a lack of specifications. Stores was not able to send out a request for quotations as we did not have sufficient specifications available. In the mean time OHS has sorted this out and the order should be finalized by ± end of January to the middle of February 2015.
306	277	544		0	GENERAL	14 000	-	14 000	14 000	10 775	1 568	77%	Balance of R 1657 will be used by end of January for Furniture for Manager
TOTAL HUMAN RESOURCES						94 000	-	94 000	94 000	32 728	8 614	35%	
TOTAL CORPORATE SERVICES						19 777 200	(1 503 400)	18 273 800	33 606 900	6 597 224	3 274 842	20%	

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PROJECTS UNDER THE RESPONSIBILITY OF THE CHIEF FINANCIAL OFFICER													
307	219	532	146	AIR CURTAIN AND REMOVAL OF MAIN DOOR RATES HALL - CIVIC CENTRE R/BAY	20 000	161 000	181 000	181 000	-	-	-	0%	Quotations finalised. Order issued.
308	219	532	148	BLINDS RATES HALL - CIVIC CENTRE R/BAY	40 000	-	40 000	40 000	-	-	-	0%	Quotations finalised. Order issued.
309	219	532	149	STRUCTURAL /DESIGN BRANCH OFFICES	190 000	-	190 000	190 000	-	-	-	0%	Requisition processed - DPR 340171
310	219	532	164	AIRCONDITIONER FOR SCM	-	-	-	42 800	42 800	-	-	100%	Complete
311	219	532	170	IMPROVED SECURITY SATELITE OFFICES		-	-	480 000	-	465 000	-	0%	Order issued D1509947/48/53. In progress with Ngwelezane office
312	219	532	171	RENOVATIONS AND IMPROVED SECURITY ACCESS EXPENDITURE SECTION		-	-	250 000	-		-	0%	Order issued D1509883. Work commenced Jan 2015. To be completed by end of Jan 2015
313	219	532	175	3 x AIRCONDITIONERS FOR REVENUE SECTION	-	-	-	39 000	-	-	-	0%	No spending projected for the quarter
314	240	532	06	RENOVATIONS FINANCIAL SERVICES SECTION	4 916 900	(4 312 400)	604 500	-	-	26 000			Funds reallocated with adjustment budget
315	240	532	08	FINANCIAL SERVICES	547 000	3 914 000	4 461 000	-	848 677	3 770 971			SCOA project - Funds reallocated with adjustment budget to Opex Budget
316	271	500	340	1 x SEDAN FINANCIAL SERVICES INCOME		-	-	166 700	166 605	-	-	100%	Complete
317	271	500	341	2 SEDAN FOR OHS		-	-	333 300	333 211	-	-	100%	Complete
318	271	500	342	3 X LDV HALF TON FINANCIAL SERVICES REVENUE		-	-	516 900	516 900			100%	Complete
321	282	532	27	FINANCIAL ERP SYSTEM (CONSULTANT)	1 500 000	-	1 500 000	1 500 000	-	-	-	0%	Tender 8/2/1/1030 - Bid Adjudication awarded tender to Liepzig Advisory IT on 10/12/2014
322	282	536	66	DIGITAL VOICE RECORDING - FINANCIAL SERVICES	15 000	-	15 000	-	-	-	-		
323	282	536	72	2 X LAPTOPS FOR FINANCIAL SERVICES	9 100	(9 100)	-	-	-	-	-		Project complete 2013/14.
324	282	536	85	PREPAID MAG CARD PRINTER (FINANCIAL SERVICES)	25 000	-	25 000	25 000	-	-	-	0%	No spending projected for the quarter
325	282	536	89	REPLACEMENT OF DOT MATRIX PRINTER SALARIES		9 400	9 400	9 400	9 360	-	-	100%	Complete
326	282	536	91	19 X LAPTOPS	-	228 000	228 000	228 000	-	275 102	-	0%	Order placed. Awaiting delivery
327	282	536	92	SELF SERVICE DEVICES REVENUE		-	-	100 000	-		-	0%	Additional project provided for on the Adjustment Budget
330	282	836	14	LAPTOPS FOR FINANCIAL SERVICES	-	-	-	63 500	63 450			100%	Complete
TOTAL FINANCIAL SERVICES						7 263 000	(9 100)	7 253 900	4 165 600	1 981 003	4 537 073	48%	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
331	219	532	166	AIRCONDITIONER FOR ELECTRICITY			7 500	7 500	6 700	6 670	-	100%	Project Completed
332	219	632	51	REPLACEMENT OF AIRCONDITIONERS D235 AND D331A (ELECTRICAL)		8 300	3 400	11 700	6 000	6 000	-	100%	Invoice submitted to Finance awaiting for payment to go through.
333	241	576	20	JOHN ROSS/EMPANGENI MAIN STREETLIGHTING INSTALLATION		6 245 200	(151 900)	6 093 300	6 093 300	4 044 500	772 529	66%	The report for Labour for installation LED luminaires with Luco controllers at John Ross/Empangeni. Main will serve at Bid Spec on 19 January 2015. The installation is expected to commence on 11 May 2015 and is expected to be completed on 11 August 2015. The R1,2 million will be used for the Labour content of this tender.
334	241	576	26	EMPANGENI MAIN ROAD INTERSECTION STREETLIGHTING INSTALLATION		1 000 000	-	1 000 000	1 000 000	59 212	-	6%	Out of a total of 12 intersections; 4 intersections have been fully completed namely Oilco/Regional Cemetry , Tanner/Main road(opp Inyanga motors), Tanner/Main road(opp Super tyres) and Grantham/Main Road. 5 intersections still require Luco controllers to be installed and 3 intersections require conventional streetlights and Luco controllers still to be installed.
335	241	576	27	MANDLANKALA/ MAHOLOHOLO STREETLIGHTING INSTALLATION		3 814 400	(110 500)	3 703 900	3 703 900	230 389	590	6%	Project is in progress, the Contractor already submitted the first invoice for December and progress is to the satisfaction of the Project Manager.
338	250	532	01	MUNICIPAL ISSUE TRACKING SYSTEMS FOR ALL WATER/SEWER AND ELECTRICITY FAULTS OF EVENTS TO BE DECENTRALIZED		924 400	(490 000)	434 400	434 300	434 250	-	100%	Project Completed

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
340	250	632	02	UPGRADE RADIO SYSTEMS TO SUSTAIN NETWORK COVERAGE WITHIN THE CITY		21 000	(21 000)	-	-	-	-	0%	Project completed 2013/14
341	250	632	03	PRESSURE MANAGEMENT THROUGHOUT THE PIPE NETWORK OF WATERWORKS AND SEWER AND ELECTRICITY SCADA UPGRADE		498 000	(498 000)	-	-	-	-	0%	Project completed 2013/14
344	250	636	02	UPGRADING OF TELEMETRY (RESERVOIRS, SUBSTATIONS AND SEWER AND INTERFACE TO TOC)		421 800	(421 800)	-	-	-	-	0%	Project completed 2013/14
345	250	644	0	GENERAL			35 800	35 800	35 800	21 670	-	61%	DPR is done
346	254	636	0	MICROWAVE AND FRIDGE		1 600	(1 000)	600	-	-	-	0%	Project completed 2013/14. Balance savings
347	255	472	09	DUMISANE MAKHAYE VILLAGE ELECTRIFICATION (559 STANDS)		2 809 600	(1 406 700)	1 402 900	1 402 900	1 597 542	28 000	114%	The project is sitting at 98% complete while the Contractor is going come back on the 12th January 2015 to address the snaglist such as one loose connection and 5 streetlight issues. The short fall of R222 642.38 will be transferred from eSikhaleni cable project vote number 255/632/27 with R113 566.52 and R109 075.86 from vote 255/672/09
349	255	532	25	132 KV SUBSTATIONS		15 300	(15 300)	-	-	-	-	0%	Project completed 2013/14

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
350	255	532	26	11 KV SWITCHING SUBSTATIONS		242 200	(86 500)	155 700	155 700	155 660	-	100%	Project completed .The funds has been transferred for purchasing of cameras for Ops section
351	255	532	29	HYDRA 132 KV SUBSTATION		255 800	(255 400)	400	-	-	-	0%	Project Completed
352	255	532	30	UNDERCOVER PARKING AT ELECTRICITY SUPPLY			10 400	10 400	10 400	-		0%	Project in progress
353	255	536	12	3 x CLAMP ON AMPMETER INSTRUMENTS		74 500	(74 500)	-	-	-	-	0%	Project Completed
354	255	536	13	PD TESTER AUXILLARY EQUIPMENT		23 500	(23 500)	-	-	-	-	0%	Project completed 2013/14. Balance savings
355	255	536	14	PORTABLE FLOODLIGHTS		32 000	15 500	47 500	47 500	47 475	-	100%	Project completed.
356	255	536	15	ELECTRICAL APPLIANCES FOR ELECTRICITY SECTION		-	13 200	13 200	13 200	7 831	-	59%	Appiances delivered awaiting installation
358	255	572	17	A1275 NGWELEZANE ELECTRIFICATION		-	-	-	2 280 300			0%	Additional project provided for on the Adjustment Budget
359	255	572	18	CYGNUS MV SWITCHGEAR REPLACEMENT		-	-	-	9 592 600			0%	Additional project provided for on the Adjustment Budget

	VOTE			DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS	
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
360	255	632	27	eSIKHALENI - REPLACE XLPE MEDIUM VOLTAGE CABLE WITH PAPER INSULATED CABLE	500 000	13 036 000	13 536 000	13 536 000	3 115 270	-	23%	Procurement processes have been completed and the Contractors are scheduled to come for SLA signing on Monday 12th January 2015. The execution is expected to commence on the last week of January . There will be R5 662 000 excess funds after contractors appointment of which R5 722 648 will be used on this project by the 30th of June 2015. Excess will be used as follows: R3 000 000 will be transferred to to vote 255/672/34-Thandanani to confirm, R964 000 to be transferred to vote 255/872/36 (Mzingazi 100 infills), R474 432.18 to be transferred to vote 255/872/13 to cover shortfall and deviation, R555 944.40 to be transferred to 255/782/14 to cover the short fall. The balance of R667 623.60 to be transferred to Roads and will be topped up to R2mil as per Thandanani input for R3mil shown above.	
361	255	632	42	HYDRA 132 KV SUBSTATION	4 068 700	(3 068 700)	1 000 000	1 000 000	300 000	-	30%	All automation instruments are completed but happened to be burnt by poor earthing which lead to cable burnt for most PLC signals and telemetry gateway which require replacement. From the balance of R700 000, R100 000 will be utilised to purchase a Seismophone and R600 000 will be utilized for security at Hydra Substation by Themba Simanane.	
362	255	632	45	INSTALLATION OF ONLINE METERING TO MAIN FEEDERS IN URBAN AREAS TO DETECT ENERGY LOSSES	288 000	(175 300)	112 700	112 700	108 380	-	96%	Project completed. To re-allocated the balane of R4 000 on the vote.	
363	255	632	49	DC SYSTEMS REPLACEMENTS (BATTERIES)	840 800	(840 800)	-	-	-	-	0%	Project completed 2013/14.	
364	255	632	53	JOHN ROSS INTERCHANGE 132kV SUBSTATION AND CYGNUS AND NGOYE 132kV DOUBLE CIRCUIT OVERHEAD LINE	500 000	(3 400)	496 600	496 600	48 891	2 610	10%	Presently preparing Business Plan.	
365	255	632	57	UNDERCOVER PARKING AT ELECTRICITY SUPPLY	-	124 500	124 500	124 500	-	129 000	0%	2% Work in progress	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
366	255	632	58	RENOVATION FOR TRAINING CENTRE FOR ELECTRICAL	-	100 000	100 000	100 000	-	89 000	0%	0%	-Order placed. Work on hold until clarity with regards to the location/building of new ablution facilities has finalised.
368	255	636	10	WORKING EARTHS	45 000	(45 000)	-	-	-	-	0%	0%	Project completed 2013/14. Balance savings
369	255	636	11	EXTENSION LADDER	-	100 000	100 000	100 000	-	90 450	0%	0%	DPR 331300 is already done. To be delivered by end of February 2015
371	255	672	09	DUMISANI MAKHAYE VILLAGE ELECTRIFICATION	15 500	(14 900)	600	113 600	(109 076)	-	-96%	-96%	The project is sitting at 98% complete while the Contractor is going come back on the 12th January 2015 to address the snaglist such as one loose connection and 5 streetlight issues. The balance of R109 075.86 to be transferred to vote 255/472/09 to balance the short fall, the project is complete.
372	255	672	18	HYDRA 132KV SUPPLY (APPOINTMENT OF CONSULTANT)	403 000	(403 000)	-	-	-	-	0%	0%	The R403 000 was transferred to vote 255/672/34 (A1275 Ngwelezana Electrification) for design consultant appointment. The vote can be closed
373	255	672	21	ENERGY LOSSES PROJECT	3 633 900	(848 600)	2 785 300	2 785 300	335 800	68 900	12%	12%	The following is funded from this Vote : 1) Tender 8/2/1/599 - Installation of Minisub bulk meters - R 795 000 2) Tender 8/2/1/888 - Meter Audits for all 400v Business Customers - R 775 200 3) DPR 280747 Conduct an audit to identify all the City of Umhlathuze building installations - R 168 200 DPR 305884 - D1405460 - 60 X Lights 22 splash proof 1.5 m with electronic ballast for Municipal Functions - R 20371.57. DPR312373 for the purchase of 22 metering on-line for Antares Subs, Vega Subs, Empangeni, Ngwelezana, eNseleni & Vulindlela Water & Sewer works = R132 924. (TOTAL R 1 891 695.00) And for R700 C'T's will be bought for Hydra substation.

	VOTE			DETAILED PROJECT DESCRIPTION		ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
375	255	672	24	NGWELEZANE MAIN REBUILD REPLACEMENT OF SWITCH		-	290 000	290 000	6 562 200	4 867 313	1 694 760	74%	The building is 95% complete, and the switchgear has been installed in the building. The Contractor is expected to wrap up the Civil work asap and carry on with the electrical work for the next three months.
376	255	672	27	132 AND 11KV NETWORK PROTECTION GRADING		1 310 800	(706 600)	604 200	604 200	374 988	131 705	62%	Contract 8/2/1/820 - To provide an entire new 132 kV and 11 kV network protection grading analysis, calculations & re-commissioning for the City of uMhlatuze. The outstanding substation is Neptune by March 2015
377	255	672	28	2 X NEW 132KV BREAKERS		4 733 500	-	4 733 500	4 771 800	1 221 664	3 550 067	26%	The Contractor left site while awaiting the manufacturing of the panels and the expected re-commencement of the work is 22 January 2015.The available funds are shadow costing.
378	255	672	29	NETWORK MASTER PLAN		1 500 000	-	1 500 000	1 500 000	-	-	0%	Presentations and the evaluation process have been completed. Financial tender opening took place on 13 October 2014. Bid Evaluation report RPT 156999 served at the Bid Evaluation meeting on 17 November 2014 and served at the Bid Adjudication meeting on 26 November 2014. Award and unsuccessful letters have been sent out. Awaiting SLA to be vetted by Legal department. An objection was received from Royal Haskoning DHV with regards to not meeting the qualifying requirement of 75% . Once the objection has been resolved, the Consultant will be appointed during January 2015 after resolving the submitted objection by one of the consultants. The R1 500 000 will be used by 30 June 2015 since the project will take 3 months after Consultant appointment.
379	255	672	30	CONSTRUCTION OF NGWELEZANE SUBSTATION		350 000	(350 000)	-	-	-	-		Funds tranfered to 255/ 672/24 . But the update is building is 95% complete, and the switchgear has been installed in the building. The Contractor is expected to wrap up the Civil work asap and carry on with the electrical work for the next three months.

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
380	255	672	31	ELECTRIFICATION ESIKHALENI J2710	960 000	(44 000)	916 000	916 000	195 947	-	21%	Project completed according to Ntando. The savings will be utilized on extra houses (infills) on Mzingazi houses and possible Madlanzini.	
381	255	672	32	CYGNUS MV SWITCHGEAR REPLACEMENT	14 000 000	(14 000 000)	-	1 407 400	-	-	0%	Bid Specification report RPT 155897 served at the Bid Specification meeting on 02 June 2014. The tender was advertised in the Fever and Natal Mercury newspapers on 12 June 2014. Tender documents have been issued to the prospective tenderers. The Site Briefing was held on 19 June 2014 at Cygnus Substation and the tender closed on 11 July 2014. Tender has been evaluated. Bid Evaluation report RPT 156518 served at the Bid Evaluation meeting on 22 September 2014 and also served at the Bid Adjudication meeting on 01 October 2014. Award letter, unsuccessful letters and draft SLA were sent out. SLA has been vetted by Legal department. Objection period expired on 03 December 2014. An objection was lodged by Matona Tona regarding their CIDB status expiring during the evaluation process. The objection has been referred to the Bid Tribunal by the Legal department and the outcome of the objection is being awaited. The appointed Contractor has been informed with regards to the objection. The contractor will be appointed during January 2015 after resolving the submitted objection by one of the bidders. The requested R14 000 000 will not be used by the 30th of June 2015.	
383	255	672	34	A1275 NGWELEZANE ELECTRIFICATION	-	403 000	403 000	403 000	-	-	0%	Bid Specification report RPT 156771 served at the Bid Specification meeting on 15 October 2014. The tender was advertised in the Zululand Observer newspaper on 06 November 2014, site briefing was held on 13 November 2014 and tender closed on 21 November 2014. Bid Evaluation report RPT 157288 is presently awaiting SCM comments and will serve at the next Bid Evaluation meeting in January 2015 as the Bid Committees were closed in mid December for the 2014 year. The project will serve on BEC on the 19th of January 2015 for consultant appointment and the construction funding of R3 000 000 will be transferred from eSikhaleni cable project vote 255/632/27 since there will be excess funds. The project will be fast tracked for completion by the end of August 2015. At least R2 000 000 is planned to be used by the 30th of June 2015.	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
384	255	672	35	REALLOCATION OF MV OVERHEADS LINES NSELENI	-	40 000	40 000	40 000	18 000	-	45%	Project completed, awaiting approval of deviation. The balance of R22 000 will be used to by laptops for O&M and the new HOD.	
385	255	672	36	MZINGAZI ELECTRIFICATION (100 STANDS)	-	964 000	964 000	964 000	-		0%	Awaiting for deviation to be approved as advised by SCM	
388	255	872	12	ELECTRIFICATION OF MANDLAZINI AREA (564 STANDS)	2 600 000	759 000	3 359 000	3 359 000	2 894 881	252 800	86%	We electrified 415 houses in December 2014 with the balance expected to be completed in a months time. Challenges: 1. There were houses which were mistakenly omitted from the drawing while they appeared on the beneficiaries list. 2. Certain community members had refused to have poles planted in their properties which affected about 17 houses but the problem has been resolved.	
389	255	872	13	ELECTRIFICATION OF MZINGAZI AREA (209 STANDS)	1 200 000	2 000 000	3 200 000	3 200 000	3 281 972	211 978	103%	The project is completed, the final handover will be done on 14 January 2015. NB: Out of 209 houses only 187 houses were connected. The remaining 22 houses structures were found not to be safety to be electrified, the report was shared with management.	
390	255	872	14	DUMISANI MAKHAYE VILLAGE ELECTRIFICATION (559 STANDS)	4 200 000	(2 759 000)	1 441 000	1 441 000	1 427 357	569 587	99%	The project is sitting at 98% complete while the Contractor is going come back on the 12th January 2015 to address the snaglist such as one loose connection and 5 streetlight issues.	
391	255	910	01	CONNECTIONS (FEES) EXTENSIONS DOMESTIC	-	-	-	-	988 970	3 126	0%	No budget provision is made on this project as expenditure is incurred as the need arises. Corresponding revenue will be realised.	

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
392	255	910	02	FEES CONNECTION EXTENSION (INDUSTRIAL)		-	-	-	-	800 594	5 811	0%	No budget provision is made on this project as expenditure is incurred as the need arises. Corresponding revenue will be realised.
393	255	972	01	IDZ 1A -10MVA		11 182 000	(3 774 600)	7 407 400	7 407 400	3 394 690	34 470	46%	The project is 98% complete, the Project Manager is awaiting for the Contractor to come back and do a simulation fault test. The reconciliation must be done after all invoices are submtted and paid then the balance should be sent back to IDZ.
394	257	536	01	TOOLS (METER INSTRUMENTS)		23 900	(7 700)	16 200	16 200	-	2 590	0%	Req. to be done for metering test bench repairs still looking for place for storage
396	272	644	0	GENERAL		-	50 000	50 000	50 000	-	-	0%	Its for training facility in Alton. Awaiting for Engineering Services
397	276	536	13	RADIOS		53 200	-	53 200	53 200	30 495	-	57%	This is a water section.
398	276	536	15	2 WAY RADIOS FOR REFUSE TRUCKS		170 900	(146 200)	24 700	24 700	19 030	-	77%	The availble funds will be used to buy Radios for Operations and Maintenance ,the transfer will be done to add the funds as per quote
399	281	510	0	GENERAL			(11 000)	(11 000)	-	-		0%	Savings
400	281	532	04	HYDROBOIL			11 000	11 000	11 000	-		0%	Requisition for 1 x 15 litre Hydro boil has been done (DPR 341888). Awaiting for Stores to order the Hydro boil.
401	281	536	01	ELECTRICAL TOOLS		9 800	(9 400)	400	-	-	-	0%	Project completed 2013/14. Balance savings

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ELECTRICAL SUPPLY SERVICES													
402	281	536	06	GUILLOTINE		4 800	(4 800)	-	-	-	-	0%	Project completed.
403	281	536	07	BAR FRIDGES		6 000	(6 000)	-	-	-	-	0%	Project completed.
404	281	544	03	FURNITURE FOR ELECTRICTY PLANNING		23 500	(19 800)	3 700	3 700	-	3 643	0%	Project completed.
405	281	644	05	FURNITURE - NEW PROJECTS MANAGER		25 300	(25 300)	-	-	-	-	0%	Project completed.
406	282	536	73	1 X 15.6 NOTEBOOK FOR SENIOR ENGINEERING TECHNICIAN		18 000	(18 000)	-	-	-	-	0%	Project completed.
407	282	536	74	1 x WORKSTATION FOR ELECTRICAL PLANNING		6 500	32 100	38 600	38 600	-	-	0%	Project completed.
409	282	636	32	3 x LAPTOP DOCKING STATION AND SCREENS		16 600	-	16 600	16 600	3 717	-	22%	Project completed 2013/14. Balance savings
410	283	536	06	SHELTER GLOBE - GLOBE CRUSHING MACHINE		35 000	(30 900)	4 100	-	-	-	0%	Project completed 2013/14. Balance savings
411	283	536	07	ELECTRICAL TOOLS		105 700	(31 900)	73 800	73 800	43 924	9 294	60%	Tools were delivered and savings will be utilised to purchase radios for Public Lighting Section
412	283	644	05	STREETLIGHTING SECTION		10 900	(10 400)	500	-	-	-		Project completed 2013/14. Balance savings
TOTAL ELECTRICAL SUPPLY SERVICES						69 228 900	(12 916 000)	56 312 900	76 015 100	29 974 007	7 650 910	39%	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ENGINEERING SUPPORT SERVICES													
413	219	532	94	CIVIC CENTRE - ROOFING AND WATER PROOFING		316 100	(12 000)	304 100	304 100	-	-	0%	Evaluation report is done, there is a short fall of R130 000 000.00
414	219	532	140	REDESIGN OF OFFICE SPACE FOR ENGINEERING SERVICES		136 500	(136 500)	-	-	-	-		Project completed 2013/14.
415	219	532	160	AIRCONDITIONERS FOR ENGINEERING SERVICES		-	28 500	28 500	27 400	27 400	-	100%	96 % completed
416	219	532	176	REPLACEMENT OF CENTRAL PLANT AIR CONDITIONER CIVICCENTRE R/BAY UNIT B001				-	280 000	-		0%	Additional project provided for on the Adjustment Budget
418	219	536	07	CIVIC CENTRE EMP 1 & 2 CENTRAL COOLING UNIT				-	150 000	-		0%	Additional project provided for on the Adjustment Budget

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ENGINEERING SUPPORT SERVICES													
419	219	536	08	CIVIC CENTRE CENTRAL COOLING UNIT				-	550 000	-		0%	Additional project provided for on the Adjustment Budget
420	219	632	52	STRUCTURAL INSPECTION OF MUNICIPAL BUILDINGS	-	300 000	300 000	300 000	-	96 000		0%	Inspection has been at R/Bay civic center, Empangeni civic center, J2 969, Alton civic center and procurement parking.
421	219	632	53	FIRE ALARM DETECTOR SYSTEMS AT CIVIC CENTRE	-	400 000	400 000	400 000	-	-		0%	Quation has been received from the sole supply hub rooms, fire detector and automatic suppression system repairs =R88 541.20 Municipality building fire detection system repairs and additions= R164 433.50. Municipality public address system repairs R18 533.90. Sprinkler system R7 260.00.
423	234	832	01	RURAL SANITATION	59 040 200	-	59 040 200	57 223 600	32 187 256	24 709 417		56%	The factory contract is progressing well although they had expirience delays on the steel supply . The seven substructure building contracts are progressing well and some are now just busy with the erecting of top structures except for madlebe contractor (Somkhanda) whom their contract was terminated due their poor performance on site and we are busy with the process of reappointment of the next tenderer.
424	237	532	06	ABLUTION FACILITIES AT NAVAL ISLAND	1 000 000	-	1 000 000	1 000 000	-	170 000		0%	Consultant appointed but waiting for deviation for survey to be approved as GIS information is insufficient.
425	238	536	06	WHEELCHAIR	20 000	(12 000)	8 000	10 000	-	-		0%	Awaiting invoice from employee and if the invoice is not received by February 2015 the funds will be removed.

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ENGINEERING SUPPORT SERVICES													
429	238	544		0	ENGINEERING SUPPORT	2 800	-	2 800	2 800	2 778	-	99%	Completed, chair has been delivered.
430	238	644		0	ENGINEERING SUPPORT	1 200	-	1 200	1 200	-	-	0%	Order has been placed. Furniture will be procured thro stores via quotation.
431	246	684		06	RURAL AREAS - MKHWANAZI NORTH PHASE 5 WATER SUPPLY (COUNTER FUNDING)	300 000	-	300 000	300 000	-	-	0%	Contractor on site and scheduled to complete in January 2015. Spending MIG portion of funds first.
432	246	884		06	RURAL/SEMI-URBAN AREAS	29 065 900	-	29 065 900	29 065 900	31 189 006	30 961 200	107%	The factory contract is progressing well although they had expiience delays on the steel supply. The seven substructure building contracts are progressing well and some are now just busy with the erecting of top structures except for madlebe contractor (Somkhanda) whom their contract was terminated due their poor performance on site and we are busy with the process of reappointment of the next tenderer.
433	246	884		08	RURAL HOUSEHOLDS INFRASTRUCTURE	4 500 000	-	4 500 000	4 500 000	-	-	0%	The human settlement portion has been executed but the inspection together with Department of Human Settlement and then the approval of expenditure will be certified. A total of 420 units will be confirmed.
434	265	544		01	VARIOUS			-	100 000	-		0%	Additional project provided for on the Adjustment Budget
435	267	636		02	VARIOUS EQUIPMENT MECHANICAL WORKSHOP	168 500	(142 000)	26 500	26 500	21 755	-	82%	SCMU busy with procurement process needs to transfer R 1735 to procure Air conditioner

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ENGINEERING SUPPORT SERVICES													
436	270	536	05	HEAVY DUTY IMPACT TOOL		6 000	-	6 000	10 800	7 486	3 311	69%	Completed 2013/2014
437	270	550	05	REPLACEMENT ELECTRICTY (AERIAL PLATFORMS V1050,V224,V203)		617 000	-	617 000	606 500	606 405	-	100%	Project Complete
438	270	550	129	2 x AGRICULTURAL TRACTORS			-	-	560 000	-		0%	Additional project provided for on the Adjustment Budget
439	270	650	30	REPLACEMENT - ENGINEERING SERVICES (PNEUMATIC PUMPS - MECHANICAL WORKSHOP)		6 500	(4 800)	1 700	1 700	-	-	0%	Project completed 2013/14. Balance savings
440	270	650	33	REPLACEMENT - ELECTRICITY (AERIAL PLATFORMS V1050,V224,V405)		339 400	-	339 400	339 400	339 400	-	100%	Project completed.
441	270	850	01	REPLACEMENT OF YELLOW PLANT		-	-	-	20 277 800			0%	Additional project provided for on the Adjustment Budget
442	271	500	338	REPLACEMENT VEHICLES		7 788 000	-	7 788 000	-	-	-		Tender 8/2/1/1038 closed , Evaluation in progress
443	271	500	344	LIGHT DELIVERY VEHICLE FOR IT		-	222 600	222 600	222 600	-	-	0%	The requisition for this was submitted in December, however only 1 response was received and that was for a Chev Spark. This will not work for what ICT want to use the vehicle for - the idea is to procure a panel van similar to a Toyota Avanza 1.3 - the specification will be amended to include a minimum "load capacity" and then a new requisition will be submitted.

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
					PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES								
					ENGINEERING SUPPORT SERVICES								
444	271	500	345	2 X POOL VEHICLES FOR WATER AND SANITATION	-	240 000	240 000	333 300	333 211	-	100%	Completed	
445	271	500	346	1 x DOUBLE CAB 4x4 WITH RAISED BODY AND CANOPY		-	-	386 600	-		0%	Additional project provided for on the Adjustment Budget	
446	271	500	347	1 x SINGLE CAB LDV 4x2 WITH DIFF LOCK AND FITTED CANOPY		-	-	263 300	-		0%	Tender 8/2/1/1038 closed , Evaluation in progress	
447	271	500	348	9 x DOUBLE CAB LDV 4x2 WITH DIFF LOCK AND FITTED CANOPY		-	-	3 420 600	-		0%	Additional project provided for on the Adjustment Budget	
448	271	500	349	6 x DOUBLE CAB LDV 4x2 WITH DIFF LOCK AND FITTED CANOPY		-	-	2 345 300	-		0%	Additional project provided for on the Adjustment Budget	
449	271	500	350	3 x SINGLE CAB LDV 4x4 WITH DIFF LOCK				1 165 500	-		0%	Additional project provided for on the Adjustment Budget	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
ENGINEERING SUPPORT SERVICES													
450	271	500	351	3 x 4 DOOR HATCH BACK SEDANS					507 700	-		0%	Additional project provided for on the Adjustment Budget
452	271	600	115	WATER TANKERS		1 412 400	-	1 412 400	3 191 600	-	-	0%	project Completed
453	271	800	03	AERIAL PLATFORM - FIRE SERVICES		-	-	-	10 373 700			0%	Additional project provided for on the Adjustment Budget
454	282	536	86	LAPTOPS AND IT EQUIPMENT FOR PROJECT MANAGEMENT		-	-	-	140 000	136 796	-	98%	Project Completed
TOTAL ENGINEERING SUPPORT SERVICES						104 720 500	883 800	105 604 300	138 387 900	64 851 492	55 939 928	47%	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
TRANSPORT, ROADS AND STORMWATER													
455	219	510	0	GENERAL	-	6 000	6 000	-	-	-			Savings
456	219	532	92	AIRCONDITIONER - TRANSPORT, ROADS AND STORMWATER	25 800	26 700	52 500	52 500	34 160	-	65%	Expenditure Progress: 65% Project Progress: 70% Awaiting outstanding installation of air conditioners in Western Depot: Rural Roads & Road Marking Section Saving of R6 000 transferred to Vote 022/046/0 - Delegation Fees - See DMS 1005687.	
457	219	532	167	ROAD MARKING AND SIGNAGE STOREROOM		144 300	144 300	144 300	-	-	0%	Same line item as Vote 219/632/56. New line item created beacause of transferred source of funding. Project Under Construction Expenditure Progress: 92% Construction Progress: 95%	
458	219	610	0	GENERAL		8 200	8 200	-	-				Savings
459	219	632	56	ROAD MARKING AND SIGNAGE STOREROOM	-	293 000	293 000	293 000	140 075	130 000	48%	Project Under Construction. Expenditure Progress: 92% Construction Progress: 95%	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
TRANSPORT , ROADS AND STORMWATER													
462	222	516	02	ACQUISITION OF QUARRY			150 000	150 000	150 000	-		0%	New line item created. Transfer of funds completed. R150 000 transferred from 271/ 500/339 - See DMS 1004907.
463	222	536	02	FRIDGE		19 800	(8 000)	11 800	11 800	11 728	-	99%	Expenditure Progress: 100% Project Progress: 70% 3 Fridges ordered, 2 delivered, 1 outstanding, still to be delivered. Rural Roads fridge was delivered but damaged in transit. Fridge returned to Supplier for replacement. Awaiting replacement.
464	222	536	03	ROADS SECTION		443 700	(10 000)	433 700	433 700	132 704	19 688	31%	Expenditure Progress: 35% Project Progress: 65% Equipment delivered, Supplier still to be paid. Further orders still to be placed with Suppliers.
465	222	544	01	ROADS SECTION		101 300	-	101 300	101 300	14 092	87 181	14%	Expenditure Progress: 100% spent. Project Progress: 100% Awaiting delivery of Furniture.
466	222	572	74	WALKWAYS URBAN AREAS		550 000	-	550 000	550 000	-	-	0%	Project Under Construction Contractor on site Construction Progress: 5%
467	222	572	75	TRAFFIC CALMING		150 000	-	150 000	150 000	-	55 235	0%	Project Under Construction Contractor has been appointed Construction to begin Monday (12 January 2015)

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
TRANSPORT, ROADS AND STORMWATER													
468	222	572	77	BUS SHELTERS & LAYBYES - ALL AREAS	521 800	-	521 800	521 800	-	-	0%	Project Under Construction Contractor on site Construction Progress: 5%	
469	222	572	78	ESIKHALENI MALL PARKING - TAXI LOADING & HOLDING AREAS	157 200	19 000	176 200	176 200	91 520	64 452	52%	Project Under Construction Expenditure Progress: 89% spent Construction Progress: 60% 1. Transfer Savings of R5 200 From 270/550/112 - Wacker Compactor. See DMS 999444 2. Transfer R13 800 From Vote 270/536/02 - Concrete Mixer SEE DMS 999478	
470	222	572	79	CIVIC SERVICES INFILL AREAS (J2 & H2 AREA)	2 184 800	(495 800)	1 689 000	2 189 000	902 304	1 198 256	41%	Contract 8/2/1/743 A:J1 Project Under Construction Contractor on site Relocation of electrical cables: 100% completed Awaiting delivery of pipes Expenditure Progress: 124% Construction progress 50% TRANSFER COMPLETED. Transfer R8 000 from Vote 222/536/02 - Fridge. See DMS 999363. R500 000.00 TO BE SOURCED FROM SAVINGS ON I & TS PROJECTS	
471	222	572	81	CIVIL SERVICES - B1030 NGWELEZANE	-	-	-	1 800 000	-	-	0%	Additional project provided for on the Adjustment Budget	

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
TRANSPORT, ROADS AND STORMWATER													
475	222	672	11	STREET REHABILITATION - TANNER ROAD		9 980 900	(928 600)	9 052 300	9 052 300	8 011 082	800 570	88%	0.8 KM'S OF TANNER ROAD REHABILITATED: FROM MAIN ROAD EMPANGENI UP TO OVAL CIRCLE Expenditure Progress: 97% Project Progress: 100% Contractor and Consultant have been paid.
476	222	672	55	eSIKHALENI MALL ROAD SAFETY		2 815 900	(293 000)	2 522 900	2 522 900	775 233	1 791 259	31%	Project Under Construction Expenditure Progress: 101% Project Progress: 56%
477	222	672	72	ESIKHALENI MALL PARKING - TAXI LOADING & HOLDING AREAS		381 100	406 000	787 100	787 100	349 046	111 700	44%	Project Under Construction Expenditure Progress: 59% Project Progress: 56%
478	222	672	74	STRUCTURAL UPGRADE AND ROOFING - STORE ROOM WESTERN ROADS DEPOT		570 000	-	570 000	570 000	407 660	65 251	72%	Project Under Construction Expenditure Progress: 83% Project Progress: 95% Planned Completion Date: 31 January 2015 Snagging: Scheduled 12 December 2014
479	222	672	76	COMPREHENSIVE INTEGRATED TRANSPORT PLAN (CITP) - COUNTER FUNDING		496 000	(496 000)	-	-	-	-		Project Canceled Reprioritisation of Funds 1.) R90 000 transferred to 222/672/85 - Civil Services infill Areas. See DMS 999363 2.) R406 000 transferred to 222/672/55 - Eskhaleni Mall. See DMS 999430
480	222	672	77	NKONINGA/ FISH EAGLE FLIGHT - ROAD UPGRADES TRAFFIC INTERSECTION INSTALLATION		400 000	(87 000)	313 000	313 000	136 727	35 129	44%	Project Under Construction Expenditure Progress: 55% Sandblasting: 100% Walkways: Under construction Installation of Nkoninga / ECA: 90%

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
TRANSPORT, ROADS AND STORMWATER													
481	222	672	81	PEDESTRIAN BRIDGES RURAL AREAS	720 000	(140 000)	580 000	580 000	432 420	145 000	75%	Project Under Construction The following pedestrian bridges have been constructed at Ward 24: 8m @ Diki Diki River 27m @ Cave bridge Expenditure Progress: 96% Construction Progress: 100% Contractor paid on Payment No. 1. Completion Certificate issued: 11/12/2014	
482	222	672	82	STORM WATER PIPE JACKING UNDER NORTH CENTRAL ARTERIAL	200 000	140 000	340 000	340 000	125 000	200 000	37%	Project Under Construction Expenditure Progress: 96% Project Progress: 100%	
483	222	672	83	UPGRADE & SIGNALISE OF 2 INTERSECTIONS WITHIN THE CITY OF UMHLATHUZE	325 000	-	325 000	325 000	-	6 683	0%	Project Under Construction Project Progress: Construction to commence: mid January 2015	
484	222	672	84	COMPLETION OF PHASE II OF B1030		1 800 000	1 800 000	1 800 000	1 081 190	720 000	60%	Project Under Construction Expenditure Progress: 101% Project Progress: 100% . Phase 1 is completed as per scope of work how ever there is an urgent need to complete the surfacing of the road with premix. Hence reallocation of funds was completed together with a deviation to allow the original contractor to complete the surfacing.	
485	222	672	85	CIVIL SERVICES INFILL AREAS		90 000	90 000	90 000	-		0%	New Line Item Created because of Transferred Source of Funding Transfer R90 000 From 222/672/76 - C1TP . See DMS 999363	
491	270	536	02	CONCRETE MIXER (TRANSPORT ROADS, WESTERN, SOUTHERN & NORTHERN)	220 800	(220 800)	-	-	-	-		Project Cancelled Reprioritisation of Funds Transfer R13 800 TO 222/572/78 - Esikheleni Mall See DMS 999478	

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
TRANSPORT, ROADS AND STORMWATER													
492	270	536	03	ROAD MARKING MACHINE (ROAD MARKINGS AND SIGNAGE SECTION)		357 700	(357 700)	-	-	-	-		Project Cancelled Reprioritisation of Funds Transfer R22 700 To 219/532/92 - Airconditioners See DMS 999370 Airconditioning for Road Marking & Signage Conference Room: Western Depot
494	270	550	111	3 X CONCRETE MIXER: URBAN ROADS (WESTERN & SOUTHERN DEPOTS)		294 200	-	294 200	249 500	-	-	0%	Tender is at Bid Evaluation Stage
495	270	550	112	WACKER COMPACTOR: URBAN ROADS (WESTERN DEPOT)		35 200	(5 200)	30 000	30 000	29 990	-	100%	Expenditure Progress: 100% Project Progress: 100% Equipment has been received Savings of R5200 has been transferred to 222/572/78 - Esikhaleni Mall. See DMS 999444
496	270	550	113	THERMOPLASTIC (HOT PAINT) ROAD MARKING MACHINE		400 000	-	400 000	518 800	-	-	0%	Tender is at Bid Evaluation Stage
497	270	550	128	TLB		-	1 000 000	1 000 000	790 000	-	-	0%	New Line Item. R1 million transferred from 271/500/339 - Water Tanker Truck. See DMS 991425 Tender is at Bid Evaluation Stage
498	270	600	02	TRAILER FOR ROAD MARKING MACHINE		-	48 000	48 000	48 000	-	42 000	0%	Order placed with M2Z Trading Expenditure Progress: 88% Project Progress: 100% Awaiting delivery of Trailer.
499	270	636	40	BITUMEN CRACK SEALING MACHINE		293 000	(293 000)	-	-	-	-		Project Cancelled. Reprioritisation of Funds R293 000 transferred to Vote 219/632/56 - Road Markings & Signage Storeroom. See DMS 976536

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
TRANSPORT, ROADS AND STORMWATER													
501	270	650	38	SELF PROPELLED WALK BEHIND DOUBLE DRUM ROLLER 0.6M: URBAN ROADS (SOUTHERN DEPOT)		71 500	(71 500)	-	-	-	-		Project Canceled Reprortisation of Funds Transfer R71 500 To 270/650/39 - 3 x Plate Compactor See DMS 999445
502	270	650	39	3 x PLATE COMPACTOR FOR URBAN ROADS			71 500	71 500	71 500	-		0%	NEW LINE ITEM Transferred R71 500 From 270/650/38 - Self Propelled Walk Behind Double Drum Roller See DMS 999445 Direct Requisition DPR 343196 completed: 13/01/2015
505	271	500	339	WATER TANKER TRUCK 10000 (4 X 4) (RURAL ROADS)		1 515 800	(1 435 800)	80 000	-	-	-		Project Canceled Reprioritisation of Funds 1.) R1 million transferred to 270/550/128 - TLB. See DMS 991425 2.) R150 000 transferred to Vote 222/516/02 - Acquisition of Quarry. See DMS 1004907 3.) R45 800 transferred to Vote 022/124/0 - Printing & Stationary. See DMS 1004967 4.) R150 000 transferred to Vote 022/040/0 - Consultancy Fees. See DMS 1004980 5.) 50 000 transferred to Vote 022/220/A4 - Traffic Signal Maintenance. See DMS 1004986 6.) R35 000 transferred to Vote 068/158/01 - Small Tools. See DMS 1004969 7.) R5 000 transferred to Vote 068/158/02 - Small Tools. See DMS 1004969
506	271	510	0	GENERAL			285 800	285 800	285 800	-		0%	Savings

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
TRANSPORT , ROADS AND STORMWATER													
507	271	600	117	3 X TRAILERS: URBAN ROADS (2 X WESTERN DEPOT 1 X ROAD MARKINGS & SIGNAGE SECTION)	72 000	(48 000)	24 000	24 000	-	-	0%	R48 000 transferred to Vote 270/600/02 - Trailer for Transporting Road Marking Machine. See DMS 976801. Western Depot Supt to complete Direct Requisition for 1 x Trailer.	
508	271	600	118	10 TON TIPPER TRUCK: URBAN ROADS (WESTERN DEPOT)	660 000	-	660 000	894 500	-	-	0%	Tender is at Bid Evaluation Stage	
509	271	600	119	2 X DOUBLE CAB 2 TON LDV'S URBAN ROADS: (ROAD MARKINGS & SIGNAGE)	800 000	-	800 000	741 000	-	-	0%	Tender is at Bid Evaluation Stage	
515	282	536	55	DESKTOPS COMPUTERS	144 300	(144 300)	-	-	-	-		Project Canceled Reprioritisation of Funds Transfer R144 300 To 219/532/167 - Road Markings & Signage Storeroom - Western Depot See DMS 998731	
516	282	636	34	LAPTOPS FOR ROADS AND STORMWATER	68 500	(68 500)	-	-	-	-		Project Canceled Reprioritisation of Funds Transfer R8 200 to 219/632/58 - Airconditioning Airconds for Rural Roads: Western Depot See DMS 999370	
TOTAL TRANSPORT, ROADS AND STORMWATER						24 976 300	(614 700)	24 361 600	26 607 000	12 674 930	5 472 403	48%	

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
WATER AND SANITATION													
517	219	532	80	BUILDING ALTERATION SCIENTIFIC SERVICES		-	11 600	11 600	11 600	11 537	-	99%	Project Complete
518	219	632	49	UPGRADE LABORATORY			380 000	380 000	380 000	29 600	-	8%	Project Ongoing
519	234	544	01	WATER AND SANITATION SECTION		150 000	(32 700)	117 300	117 300	14 956	95 580	13%	Furniture for new senior engineering technician - requisition and purchase order done, awaiting for delivery
520	234	632	11	RURAL SANITATION (COUNTER FUNDING)		500 000	(200 000)	300 000	300 000	-	-	0%	Contractor on site and scheduled to complete in January 2015. Spending MIG portion of funds first.
521	234	632	24	REPLACEMENT SEWER (A NGWELEZANE)		1 025 000	(101 500)	923 500	923 500	-	-	0%	Referred back by BAC for more information
522	234	632	25	IMPLEMENTATION OF UPGRADES TO EMPANGENI SEWER RETICULATION (ZIDEDELE, LOGANS, KILDARE AND GEMINI)		3 960 000	(100 000)	3 860 000	3 860 000	-	-	0%	Referred back by BAC for more information

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
WATER AND SANITATION													
523	234	632	26	REPLACEMENT SEWER RETICULATION & UPGRADE MANHOLE		200 000	-	200 000	200 000	174 500	-	87%	Funding to be moved Vulindlela Sewer Pipeline Upgrade
524	234	632	27	UPGRADE - HILLVIEW SEWER RISING MAIN		301 500	98 500	400 000	400 000	279 984	18 000	70%	Public Participation and submission of business plan to DWA in progress
525	234	632	28	DOUBLING SECTION OF MAIN OUTFALL SEWER ARBORETUM MACERATOR		5 600 000	(400 000)	5 200 000	385 900	385 830	-	100%	Advertised submitted to BEC
526	234	632	29	UPGRADE - VULINDLELA SEWER PIPELINE		4 417 700	(749 700)	3 668 000	3 668 000	1 657 185	1 708 391	45%	Repairing and replacing manholes and replacing sewer pipes - finalisation
527	234	832	07	GENERATOR LAKE CHUBU WATER		-	-	-	-	-	-		Project completed. MWIG funds for 2014/15 earmarked for 2 projects namely Reduction of Non-Revenue and Richards Bay Pipe replacements.
528	243	536	03	STANDBY PUMPS		1 701 900	(240 000)	1 461 900	1 461 900	1 372 991	73 159	94%	Completed

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PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
WATER AND SANITATION													
532	246	636	01	NEW WATER METERS (RURAL) - KWA-DUBE TRADITIONAL AREAS	1 000 000	-	1 000 000	1 000 000	154 567	175 925	15%	Completed	
533	246	684	09	MKHWANAZI NORTH BULK WATER SUPPLY PHASE 5	599 800	(299 700)	300 100	300 100	-	-	0%	Contractor on site and scheduled to complete in January 2015. Spending MIG portion of funds first.	
534	249	536	01	INSTALLATION BULK METER AND PRV'S - R/BAY, ARBORETUM, VELDENVLEI & MEERENSEE	680 500	(388 000)	292 500	325 800	325 739	-	100%	Project completed - Scope will be covered under MWIG - Reduction of Non-Revenue for the City of uMhlathuze by newly spppointed contractor JOAT	
536	249	684	01	BULK MASTER PLAN	-	1 700 000	1 700 000	1 700 000	-	884 352	0%	Order placed with CSIR for R 884 352	
537	260	432	0	DUMISANI MAKHAYE VILLAGE INTERNAL SERVICES	-	-	-	-	(834 233)	-		Correction of 2013/2014 expenditure	
538	260	532	06	STRUCTURAL UPGRADE RURAL WATER AND SANITATION	-	-	-	928 800	928 751	-	100%	Project completed in 2013/14. Correction of expenditure in 2014/15	
539	260	632	05	VALVES UPGRADE (POTABLE WATER)	275 000	(275 000)	-	-	-	-		No manhole and valves replaced. Funds reallocated during adjustment budget process.	
540	260	636	10	5 JOJO TANKS	50 000	-	50 000	50 000	35 600	-	71%	4 10 000 L Jojo Tanks purchased and delivered	
541	260	684	19	CONSTRUCTION OF 20ML RESERVOIR EMPANGENI (HILLTOP)	27 540 600	(3 904 500)	23 636 100	23 636 100	11 063 530	14 022 032	47%	Site establishment completed, earth works in progress	

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
WATER AND SANITATION													
542	260	684	20	RICHARDS BAY WATER IMPROVEMENTS PHASE 1		4 400 000	(380 000)	4 020 000	8 834 100	237 067	100 000	3%	Contractor appointed and site establishment in progress
543	260	884	21	PIPE REPLACEMENT - R/BAY, EMPANGENI, ENSELENI, NGWELEZANE (MWIG)		18 850 000	(14 850 000)	4 000 000	11 300 000	552 965	-	5%	No spending projected for the quarter
544	260	884	21	PIPE REPLACEMENT - R/BAY, EMPANGENI, ENSELENI, NGWELEZANE (MWIG)				-	3 486 700	-		0%	No spending projected for the quarter
545	260	884	25	NSELENI PIPE REPLACEMENT		-	2 500 000	2 500 000	-	-	-		Scope change due to water planning section, readvertised in progress
546	260	884	25	NSELENI PIPE REPLACEMENT				-	1 300 000	-		0%	Scope change due to water planning section, readvertised in progress
547	260	884	26	NGWELEZANE PIPE REPLACEMENT		-	1 800 000	1 800 000	-	-	-		Scope change due to water planning section, readvertised in progress
548	260	884	26	NGWELEZANE PIPE REPLACEMENT				-	1 300 000	-		0%	Scope change due to water planning section, readvertised in progress
549	260	884	27	EMPANGENI PIPE REPLACEMENT		-	1 500 000	1 500 000	-	79 470	-		Consultant for Empangeni water Pipe Replacement appointed in progress

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
WATER AND SANITATION													
550	260	884	27	EMPANGENI PIPE REPLACEMENT				-	1 100 000	-		0%	Consultant for Empangeni water Pipe Replacement appointed in progress
551	260	884	28	REDUCTION OF NON-REVENUE		-	9 050 000	9 050 000	7 550 000	4 417 686	3 082 000	59%	Bulk meter audits done for Richardsbay and PRV installation in progress
552	260	884	28	REDUCTION OF NON-REVENUE				-	5 047 000	-		0%	Bulk meter audits done for Richardsbay and PRV installation in progress
553	260	884	29	NGWELEZANE WATER TREATMENT WORKS - WSOG				-	3 123 000	578 401		19%	Ongoing
554	260	884	30	ESIKHALENI WATER TREATMENT WORKS					4 965 000	-		0%	No spending projected for the quarter
555	260	884	31	NGWELEZANE WASTE WATER TREATMENT WORKS		-	-	-	5 912 000	-	-	0%	No spending projected for the quarter
557	262	536	07	WATER QUALITY COMPLIANCE		1 300 000	-	1 300 000	1 300 000	1 300 000	-	100%	Complete
560	271	600	106	3 x WATER TANKER 14000L (WATER AND SANITATION SERVICES)		2 824 800	-	2 824 800	4 787 400	7 978 915	-	167%	3 x Water tankers delivered
562	274	532	02	CLOCKING MACHINES		35 000	16 000	51 000	70 000	27 000	37 371	39%	Awaiting for delivery of 4 CLOCKING MACHINES West, North and South and Mechanical section

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
WATER AND SANITATION													
563	274	536	0	PLUMBERS TOOL SETS		150 000	(27 600)	122 400	122 400	120 479	1 664	98%	Order placed. Awaiting delivery
564	274	536	07	JETTING MACHINE		241 000	104 000	345 000	345 000	345 000	-	100%	Complete
565	282	536	62	3 x NOTEBOOKS AND PC'S FOR WATER AND SANITATION		23 100	10 600	33 700	33 700	33 604	-	100%	Complete
566	282	636	17	MOBILE GIS DATABASE ENHANCEMENTS AND CAPTURING		500 000	-	500 000	500 000	84 164	167 481	17%	Training of users on the device and piloting in progress
567	282	636	35	COMPUTER EQUIPMENT FOR WATER AND SANITATION			20 400	20 400	20 400	-		0%	No spending projected for the quarter
568	287	510	0	GENERAL		-	355 000	355 000	355 000	-		0%	Savings
569	287	536	01	PUMPSTATIONS		461 400	(459 000)	2 400	2 400	-	-	0%	No spending projected for the quarter

	VOTE				DETAILED PROJECT DESCRIPTION	ADOPTED 2014/2015 INCLUDING ROLL OVERS	TRANSFERS	DRAFT ADJUSTMENT BUDGET 2014/2015	PROPOSED ADJUSTED BUDGET 2014/2015	YTD AT 31/12/2014	SHADOW	PERCENTAG E SPENT OF ADJUSTED BUDGET	QUARTER 2 PROJECT PROGRESS/STATUS
PROJECTS UNDER THE RESPONSIBILITY OF THE DEPUTY MUNICIPAL MANAGER: INFRASTRUCTURE AND TECHNICAL SERVICES													
WATER AND SANITATION													
570	287	544	0	OFFICE FURNITURE		-	-	-	2 600	2 545	-	98%	Complete
571	287	632	02	BRACKENHAM PUMPSTATION RISER MAIN		231 000	-	231 000	231 000	-	-	0%	Project completed 2013/14. Balance savings
572	287	632	04	MS 10 DOUBLE PUMP PLUS ADDITIONAL PUMP		-	-	-	536 600	177 154	359 439	33%	Project continued from 2013/14. Unspent funds in 2013/14 not carried over to 2014/15. To be corrected with Adjustment Budget.
TOTAL WATER AND SANITATION						77 018 300	(4 861 600)	72 156 700	101 873 300	31 534 986	20 725 394	31%	
TOTAL INFRASTRUCTURE AND TECHNICAL SERVICES						275 944 000	(17 508 500)	258 435 500	342 883 300	139 035 415	89 788 636	41%	
OFFICE OF THE MUNICIPAL MANAGER													
573	239	544	01	RE-DESIGN OF OFFICE FURNITURE		48 700	-	48 700	48 700	-	10 530	0%	Office furniture received during the quarter
TOTAL OFFICE OF THE MUNICIPAL MANAGER						48 700	-	48 700	48 700	-	10 530	0%	
TOTAL CAPITAL BUDGET						419 861 800	(36 649 100)	383 212 700	498 307 400	173 049 616	108 148 839	35%	

14. CAPITAL PROGRAMME PERFORMANCE

Refer to the following tables for the month ended 31 December 2014:

- ❑ Table C5 - Monthly Budgeted Capital Expenditure Budget by vote, standard classification and funding (**Annexure G**).
- ❑ Table C5C - Monthly Budgeted Capital Expenditure Budget by vote, standard classification and funding (**Annexure H**).
- ❑ Table SC12 - Monthly capital expenditure trend (**Annexure U**).
- ❑ Table SC13a - Monthly capital expenditure on new assets by asset class (**Annexure V**).
- ❑ Table SC13b - Monthly capital expenditure on the renewal of existing assets by asset class (**Annexure W**).
- ❑ Table SC13c - Monthly repairs and maintenance expenditure by asset class (**Annexure X**).
- ❑ Table SC13d - Monthly depreciation by asset class (**Annexure Y**).

Actual capital expenditure which represents payments made during the reporting period, constitutes 34,73% (R173 million) of the proposed adjusted budget of R498 million. Refer to 3.3 above for capital budget summary.

15. MUNICIPAL MANAGER'S QUALITY CERTIFICATION

Refer to **DMS 1015310 (Annexure AP)**.

PART 3 - OTHER LEGISLATION REQUIREMENTS

16. WITHDRAWALS FROM MUNICIPAL BANK ACCOUNTS

In accordance with Section 11(4) of the Municipal Finance Management Act 2003 (No 56 of 2003) the Accounting Officer must within 30 days after the end of each quarter table a consolidated report of all withdrawals made in terms of Subsection (1) (b) to (j) during that quarter and submit a copy of the report to the relevant Provincial Treasury and the Auditor-General. Refer to **Annexure AO (DMS 1011314)** for Form D.

“Withdrawals from municipal bank accounts-

“(b) to defray expenditure authorised in terms of Section 26(4).”

None

“(c) to defray unforeseeable and unavoidable expenditure authorised in terms of Section 29(1).”

The purpose of this section can be divided into two subsections:

- **Unbudgeted, unavoidable expenditure, some of which has, and some of which still needs to be approved by Council.**

Unbudgeted and unavoidable expenditure for the quarter ended 31 December 2014 amounts to **R2 809 946,27** as indicated below:

Vote Number	Description	Amount R	Explanation
001/060/04	Administration - Entertainment and Reception	100 000.00	Payment for ILGM Conference
006/044/01	Traffic - Outsourcing	649 850.00	Payment to Traffic Management Technologies
010/164/0	Security Management - Subs and travelling	58 161.39	Payment to Grinrod for accomodation for various employees
010/170/0	Security Management - Telephone	75.89	Telephone costs for October 2014 to December 2014
016/058/0	Municipal Hall - Bulk Purchases Electricity	20 203.21	Payment to Eskom for electricity for the various halls
018/060/04	Parks Sport and Reception - IERM Convention	121 357.07	Payment to various suppliers for services provided during the IERM Convention
023/153/0	Parks and Gardens - Waste Disposal	20 000.00	Payment to uThungulu for the disposal of vegetation debri
024/022/0	Sport development & Sportfields - Advertisements	6 220.88	Payment to Zululand Observer for the Mzingazi SportfieldsT ender
028/150/01	Human Settlement - Security	37 346.24	Payment to Makheda business project for security services at eSikhaleni Hostels
030/039/12	Council General Expenditure - Youth Council Allowance	48 000.00	Payment to various suppliers for transportation to the youth council meetings
030/060/37	Council General Expenditure - Batho Pele Session	36 160.14	Payment to Siko Smart Trading for catering
030/074/23	Council General Expenditure - Diwali Festival	30 000.00	Donation to the Richards Bay Diwali Committee
030/074/24	Council General Expenditure - Public Member Injury	19.00	Payment for tolls for the Khoza family
030/074/25	Council General Expenditure - Last Dance	650 000.00	Donation to Mbawula Investments for staging the Last Dance
030/074/26	Council General Expenditure - Community Outreach Mandlanzini	90 000.00	Donation to Mambuka Tribal Authority for staging a joint tribal
030/074/27	Council General Expenditure - Thanda Royal Zulu	500 000.00	Sponsorship to Thanda Royal Zulu football club
030/161/01	Council General Expenditure - Batho Pele Committee	5 345.00	Payment to Cre8 Design and Print for Roll up Banners
030/164/15	Council General Expenditure - Batho Pele Committee	901.57	Payment to Avis for car hire
034/150/0	Sewerage Network - Security	272 821.85	Payment to Makheda business for security services at various Waste Water sites
060/150/0	Water Distribution - Security	129 323.10	Payment for Makheda business project for security services at various sites
065/010/02	Project Management Services - Personal Protective Clothing	8 007.60	Issue of personal protective clothing to employees
065/060/02	Project Management Services - Team Building	1 600.11	Payment for Catering for Team building
075/124/0	Building distribution account - printing and stationery	46.80	Issue of leave books
077/072/17	Training and Industrial Relations - Employee wellnes day	24 506.42	Payment to various suppliers for employee wellness day catering
TOTAL		2 809 946.27	

All operating and capital transfers between votes approved by Council and delegated authority.

The table below depicts all operating and capital budget transfers from 1 October to 31 December 2014:

Department	Vote transferred from	Vote transferred to	Amount
OPERATING			
			R
City Development	013/040/05	013/122/0	3 000
City Development	013/161/0	013/060/44	30 000
City Development	045/040/0	013/060/44	30 000
Community Services - Public Health and Safety	005/046	005/164/0	2 000
Community Services - Public Health and Safety	005/100/0	005/040/01	17 000
Community Services - Public Health and Safety	005/162/0	005/158/0	2 000
Community Services - Public Health and Safety	005/162/0	005/138/0	3 000
Community Services - Public Health and Safety	005/206/0	005/222/0	86 200
Community Services - Public Health and Safety	006/010/02	006/010/01	410 000
Community Services - Public Health and Safety	006/154/0	006/046/0	24 000
Community Services - Public Health and Safety	006/154/0	006/164/0	8 000
Community Services - Public Health and Safety	006/154/0	006/060/0	10 000
Community Services - Public Health and Safety	006/154/0	010/124/0	8 000
Community Services - Public Health and Safety	009/010/01	009/164/03	10 000
Community Services - Public Health and Safety	009/010/01	209/532/05	15 000
Community Services - Public Health and Safety	009/010/01	009/164/03	10 000
Community Services - Public Health and Safety	009/010/02	009/022/0	1 600
Community Services - Public Health and Safety	009/010/02	219/532/168	60 000
Community Services - Public Health and Safety	009/061/0	024/161/0	10 000
Community Services - Public Health and Safety	009/124/01	010/124/0	2 000
Community Services - Public Health and Safety	033/138/0	033/164/0	10 000
Community Services - Public Health and Safety	033/138/0	033/202/0	5 000
Community Services - Public Health and Safety	033/138/0	033/022/0	10 000
Community Services - Recreation and Environmental Services	002/022/0	002/086/0	2 000
Community Services - Recreation and Environmental Services	002/068/0	002/232/B2	5 000
Community Services - Recreation and Environmental Services	002/068/0	024/161/0	3 000
Community Services - Recreation and Environmental Services	004/162/04	004/060/0	500

Department	Vote transferred from	Vote transferred to	Amount
OPERATING			
			R
Community Services - Recreation and Environmental Services	004/162/05	004/15/0	7 100
Community Services - Recreation and Environmental Services	004/162/07	004/060/0	1 000
Community Services - Recreation and Environmental Services	023/039/0	024/161/0	31 000
Community Services - Recreation and Environmental Services	024/044/0	024/161/0	20 000
Community Services - Recreation and Environmental Services	024/064/0	024/110/0	4 000
Community Services - Recreation and Environmental Services	027/010/02	027/010/01	500
Community Services - Recreation and Environmental Services	042/035/0	042/010/01	4 000
Community Services - Recreation and Environmental Services	042/068/0	024/161/0	4 000
Corporate Services - Administration	001/060/01	030/060/02	12 000
Corporate Services - Administration	014/040/0	014/060/01	30 000
Corporate Services - Administration	021/072/0	014/060/01	20 000
Corporate Services - Administration	030/022/0	030/046/10	5 100
Corporate Services - Administration	030/039/10	030/074/14	50 000
Corporate Services - Administration	030/060/41	030/060/02	10 000
Corporate Services - Administration	030/190/0	013/046/0	8 200
Corporate Services - Administration	038/046/0	039/046/07	2 200
Corporate Services - Administration	039/021/0	039/012/04	600
Corporate Services - Administration	082/126	082/004	116 800
Corporate Services - Administration	082/126/15	082/126/09	170 000
Corporate Services - Administration	082/126/16	082/164	81 600
Corporate Services - Human Resources	021/040/02	021/060/01	2 500
Corporate Services - Human Resources	021/124/01	082/138/06	600
Corporate Services - Human Resources	021/164/0	021/060/01	17 500
Corporate Services - Human Resources	077/072/12	077/072/17	22 000
Corporate Services - Human Resources	077/072/12	077/072/18	8 000
Corporate Services - Human Resources	077/099/0	030/060/34	2 500
Financial Services	040/041/03	080/041/01	100 000
Financial Services	040/124/01	040/167/0	300
Financial Services	040/124/02	040/167/0	100
ITS - Electrical Supply Services	050/164/0	054/164/0	9 100
ITS - Electrical Supply Services	054/164/0	039/164/07	24 000
ITS - Electrical Supply Services	054/164/0	039/164/07	11 000

Department	Vote transferred from	Vote transferred to	Amount
OPERATING			
			R
ITS - Electrical Supply Services	055/238	057/238	150 000
ITS - Electrical Supply Services	055/238/15A4	077/072/01	24 000
ITS - Electrical Supply Services	055/238/15A4	055/040/0	200 000
ITS - Electrical Supply Services	057/055/A4	057/238/2A4	200 000
ITS - Electrical Supply Services	072/158/0	082/138/08	600
ITS - Electrical Supply Services	081/158/0	281/536/08	11 000
ITS - Electrical Supply Services	083/004/0	083/003/0	41 700
ITS - Transport, Roads and Stormwater	022/102/0	022/060/01	2 000
ITS - Transport, Roads and Stormwater	022/124/0	022/164/0	3 500
ITS - Transport, Roads and Stormwater	022/156/0	024/161/0	3 000
ITS - Transport, Roads and Stormwater	022/222/0	022/214/0	5 000
ITS - Transport, Roads and Stormwater	022/222/0	022/214/0	2 300
ITS - Transport, Roads and Stormwater	022/297/0	271/510/0	45 800
ITS - Transport, Roads and Stormwater	022/297/0	271/510/0	50 000
ITS - Transport, Roads and Stormwater	022/297/0	219/610/0	8 200
ITS - Transport, Roads and Stormwater	022/297/0	219/510/0	6 000
ITS - Transport, Roads and Stormwater	056/01/02	056/124/0	5 000
ITS - Transport, Roads and Stormwater	056/010/02	056/162/0	7 000
ITS - Transport, Roads and Stormwater	062/062/01	062/060/01	7 000
ITS - Transport, Roads and Stormwater	068/060/01	068/010/03B	26 100
ITS - Transport, Roads and Stormwater	068/110/01	068/010/03B	8 900
ITS - Transport, Roads and Stormwater	068/110/01	068/162/0	5 000
ITS - Transport, Roads and Stormwater	068/110/01	068/010/03B	6 100
ITS - Transport, Roads and Stormwater	068/297/0	271/510/0	40 000
ITS - Water and Sanitation Services	034/012/0	062/012/0	2 700
ITS - Water and Sanitation Services	034/124/06	034/124/10	2 000
ITS - Water and Sanitation Services	034/124/07	034/124/10	500
ITS - Water and Sanitation Services	035/040/0	046/060/38	10 000
ITS - Water and Sanitation Services	043/210/A4	043/222/0	25 000
ITS - Water and Sanitation Services	046/022/0	046/060/38	20 000
ITS - Water and Sanitation Services	046/022/0	046/124/0	5 000
ITS - Water and Sanitation Services	062/022/0	062/162/05	25 000
ITS - Water and Sanitation Services	062/040/0	062/060/01	3 500
ITS - Water and Sanitation Services	062/040/0	062/162/05	45 000
ITS - Water and Sanitation Services	062/062/01	062/162/05	10 000
ITS - Water and Sanitation Services	062/086/0	062/144/0	5 000
ITS - Water and Sanitation Services	062/138/0	062/162/05	10 000
ITS - Water and Sanitation Services	064/040/0	062/162/06	150 000
ITS - Water and Sanitation Services	074/068	074/222/0	12 000
Office of the Municipal Manager	011/124/0	039/124/09A	15 000
Office of the Municipal Manager	011/081/0	011/161/01	10 000
Office of the Municipal Manager	080/044/0	080/044/03	110 000
Total Operating Transfers			2 871 900

DEPARTMENT	CAPITAL VOTE TRANSFER FROM	CAPITAL VOTE TRANSFER TO	AMOUNT	RPT/COUNCIL RESOLUTION NUMBER
City Development	213/544/01	282/536/88	52 000	Report Pending
City Development	213/544/01	282/536/88	8 600	Report Pending
Community Service - Health and Public Safety	205/536/41	205/536/45	50 000	RPT 157037
Community Service - Health and Public Safety	205/536/41	205/544/03	25 000	RPT 157037
Community Service - Health and Public Safety	208/536/02	282/536/87	27 000	RPT 157037
Community Service - Health and Public Safety	208/536/02	208/532/06	40 000	RPT 157037
Community Service - Health and Public Safety	210/532/05	219/632/53	7 000	RPT 157037
Community Service - Health and Public Safety	212/532/04	271/500/322	38 000	RPT 157037
Community Service - Health and Public Safety	212/532/04	206/532/01	93 600	RPT 157037
Community Service - Health and Public Safety	233/532/12	271/500/343	900 000	RPT 157037
Community Service - Health and Public Safety	233/532/14	282/536/90	67 600	RPT 157037
Community Service - Health and Public Safety	233/536/15	233/536/01	15 000	RPT 157037
Community Service - Health and Public Safety	233/536/16	233/536/01	24 000	RPT 157037
Community Service - Health and Public Safety	233/536/17	208/536/02	24 600	RPT 157037
Community Service - Health and Public Safety	233/536/17	282/536/45	16 400	RPT 157037
Community Service - Health and Public Safety	205/536/47	205/536/33	1 000	Report Pending
Community Service - Health and Public Safety	205/532/11	282/536/93	13 500	Report Pending
Community Service - Health and Public Safety	209/536/05	219/532/172	25 000	Report Pending
Community Service - Health and Public Safety	209/536/05	206/544/02	5 000	Report Pending
Community Service - Health and Public Safety	209/536/04	282/532/32	14 000	Report Pending
Community Services - Recreational and Environmental Services	204/632/03	273/6936/02	22 500	RPT 157037
Community Services - Recreational and Environmental Services	204/632/06	204/632/08	30 000	RPT 157037
Community Services - Recreational and Environmental Services	223/532/03	219/532/162	105 000	RPT 157037
Community Services - Recreational and Environmental Services	224/532/21	224/510/0	10 000	RPT 157037
Community Services - Recreational and Environmental Services	224/632/18	224/632/24	10 000	RPT 157037
Community Services - Recreational and Environmental Services	224/632/19	224/610/0	10 000	RPT 157037
Community Services - Recreational and Environmental Services	224/632/22	224/610/0	20 000	RPT 157037
Community Services - Recreational and Environmental Services	224/632/26	224/610/0	1 000	RPT 157037
Community Services - Recreational and Environmental Services	227/532/17	227/536/04	11 200	RPT 157037
Community Services - Recreational and Environmental Services	242/532/38	242/532/41	2 200	RPT 157037
Community Services - Recreational and Environmental Services	243/536/03	271/500/345	240 000	RPT 157037
Corporate Services - Administration	216/632/23	216/632/18	70 000	RPT 156884

DEPARTMENT	CAPITAL VOTE TRANSFER FROM	CAPITAL VOTE TRANSFER TO	AMOUNT	RPT/COUNCIL RESOLUTION NUMBER
Corporate Services - Administration	282/536/77	271/500/344	222 600	Report Pending
Financial Services	240/532/06	282/536/89	8 000	Report Pending
Financial Services	240/532/06	240/532/08	3 800 000	Report Pending
Financial Services	240/532/06	282/536/91	228 000	Report Pending
Financial Services	242/532/38	242/532/33	2 200	Report Pending
Financial Services	240/532/06	219/5328/46	161 000	Report Pending
Infrastructure and Technical Services - Electrical Supply Services	250/632/02	250/644/0	21 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	250/632/03	250/644/0	5 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	250/636/02	250/644/0	9 800	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/532/26	255/536/15	2 400	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/536/12	255/536/15	10 800	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/632/42	219/632/52	300 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/632/42	219/632/53	400 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/672/30	255/672/24	290 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/872/14	255/872/13	2 000 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/872/14	255/872/12	759 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/632/42	255/632/57	219 900	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/632/42	255/636/11	100 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/632/42	272/644/0	50 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	270/650/38	270/650/39	71 500	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/672/31	255/672/35	40 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/672/31	255/672/35	10 000	RPT 157231
Infrastructure and Technical Services - Electrical Supply Services	255/632/53	219/632/51	3 400	RPT 157231
Infrastructure and Technical Services - Engineering Support Services	219/532/140	219/532/160	4 500	RPT 157038
Infrastructure and Technical Services - Engineering Support Services	219/532/94	219/532/160	6 000	RPT 157038
Infrastructure and Technical Services - Engineering Support Services	219/632/94	219/532/160	6 000	RPT 157038
Infrastructure and Technical Services - Engineering Support Services	238/536/06	219/532/160	10 000	RPT 157038
Infrastructure and Technical Services - Transport, Roads and Stormwater	222/536/03	219/532/92	10 000	RPT 157075
Infrastructure and Technical Services - Transport, Roads and Stormwater	222/672/55	219/632/56	293 000	RPT 157075
Infrastructure and Technical Services - Transport, Roads and Stormwater	222/672/81	222/672/82	140 000	RPT 157075
Infrastructure and Technical Services - Transport, Roads and Stormwater	271/600/117	270/600/02	48 000	RPT 157075
Infrastructure and Technical Services - Transport, Roads and Stormwater	271/500/339	270/550/128	1 000 000	RPT 157075
Infrastructure and Technical Services - Transport, Roads and Stormwater	222/672/76	222/672/72	406 000	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	271/500/339	068/158/0	40 000	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	068/297/0	271/510/0	40 000	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	271/500/339	022/124/0	45 800	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	022/297/0	271/510/0	45 800	Report Pending

DEPARTMENT	CAPITAL VOTE TRANSFER FROM	CAPITAL VOTE TRANSFER TO	AMOUNT	RPT/COUNCIL RESOLUTION NUMBER
Infrastructure and Technical Services - Transport, Roads and Stormwater	271/500/339	022/220/a4	50 000	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	022/297/0	271/510/0	50 000	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	219/632/58	022/046/0	8 200	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	219/532/92	022/046/0	6 000	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	022/297/0	219/610/0	8 200	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	022/297/0	219/510/0	6 000	Report Pending
Infrastructure and Technical Services - Transport, Roads and Stormwater	271/500/339	222/516/02	150 000	Report Pending
Infrastructure and Technical Services - Water and Sanitation	234/544/01	282/536/62	39 500	Report Pending
Infrastructure and Technical Services - Water and Sanitation	255/672/18	255/672/34	403 000	Report Pending
Infrastructure and Technical Services - Water and Sanitation	260/684/19	222/672/84	1 800 000	Report Pending
Infrastructure and Technical Services - Water and Sanitation	274/536/0	274/532/02	16 000	Report Pending
Infrastructure and Technical Services - Water and Sanitation	274/536/0	219/532/80	11 600	Report Pending
Infrastructure and Technical Services - Water and Sanitation	287/536/01	274/536/07	104 000	Report Pending
Infrastructure and Technical Services - Water and Sanitation	234/632/28	234/632/27	400 000	Report Pending
Infrastructure and Technical Services - Water and Sanitation	234/632/25	234/632/24	100 000	Report Pending
Infrastructure and Technical Services - Water and Sanitation	260/684/19	249/684/01	1 700 000	Report Pending
Infrastructure and Technical Services - Water and Sanitation	234/632/24	234/632/11	175 400	Report Pending
			17 816 800	

“(d) in the case of a bank account opened in terms of Section 12 to make payments from the account in accordance with subsection (4) of that section.”

None

“(e) to pay over to a person or organ of state money received by the municipality on behalf of that person or organ of state.”

R21 918 766,10 (NPA vehicle licence pay over).

“(f) to refund money incorrectly paid into a bank account.”

R62 719,21

This type of refund occurs when a company/individual pays funds into Council's bank account in error. This amount is made up as follows:

AMOUNT	DETAILS
R	
60 000.00	Client made payment in error into Council's bank account
2 719.21	Attorneys requested refund, client and attorney paid for clearance certificate
62 719.21	

“(g) to refund guarantees sureties and security deposits.”

R9 663 986,52 (Refund of credit balances and deposits debtors accounts).

“(h) for cash management and investment purposes in accordance with Section 13.”

Refer to **Annexure O** and **Annexure S**.

17. SUPPLY CHAIN MANAGEMENT POLICY

Clause 6 of the City's Supply Chain Management Policy (SCM Policy) relates to Section 117 of the Municipal Finance management Act (MFMA), which provides that a Councillor may not be member in terms of Section 7 (3) in which Council must maintain oversight over the implementation of this policy.

• Monthly Stock Count

The current stock at hand is approximately R17 million depending on the usage of the stock. Monthly stock counts are being performed in order to identify any discrepancies. Regular stock counts assist in implementing remedial actions timeously rather than at the end of the financial year. The goal of the stock count is to ensure that all stock records as per the financial system (PROMIS), reconciles to actual stock on the shelf. Should the physical count and the Promis records not balance, the discrepancy is investigated, and any mistakes found will be rectified. Any discrepancies not rectified, will reflect at the end of the financial year. Monthly counts were held on 15 October 2014; 12 November 2014 and 10 December 2014.

- **Staffing**

Staffing of a Bid Administration Unit is a requirement that is becoming critical with numerous legislative requirement and National Treasury monitoring and evaluation reporting

Four positions were filled during the 1st quarter, the Accountant: Contract Management and Senior Procurement Officer, which were filled by internal SCMU candidates and two Senior Accounting Clerks were filled by Interns that were on the National Treasury Internship Programme who started in 2012, with Council.

- **Training**

The SCM policy, clause 8, the training of officials involved in implementing the Supply Chain Management Policy should be in accordance with National Treasury guidelines on supply chain management training.

The Manager SCM, Accountant: Contract Management and Senior Accounting Clerks attended a 3 days training (10 – 12 November 2014) offered by ESP Consulting at Pietermaritzburg.

- **Supply Chain Management module**

Currently the Requisitioning system (E Works), and Council's financial system (Promis), are not fully integrated, thus presents several challenges. The system is also very time consuming, as several processes can be automated. However this is not possible due to these two systems that are not integrated. Certain information is captured manually on Excel documents.

- **Capturing of vendors on Council's database**

The total number of vendors on database 3 535:

MONTHS	NUMBER OF VENDORS
October 2014	52
November 2014	32
December 2014	09
Total	93

The challenge is that the process of "vetting" of Vendors is not currently taking place. In terms of the SCM policy Clause 14(1)(b) *at least once a year through newspapers commonly circulating locally, the website and any other appropriate ways, prospective providers of goods or services, construction works and consultant services must be invited **to apply for evaluation and listing as accredited prospective providers**;*

The only evaluation taking place is the checking for the completeness of the Vendors Application documents and some of the accompanying documents.

The capturing of all Vendors on an Excel documents have continued to the 2nd quarter. This will enable the SCMU to have some form of electronic diary, due to the non-existence of a functional SCM module within the current financial system. This document will assist in identifying Suppliers for various commodities to be procured and assist with rotation of business. This has become necessary as the current SCM module from Fujitsu cannot be effectively utilised.

- **Reporting of supply chain management awards above R100 000 captured on the National Treasury database**

Sections 74(1) and 104(1)(b) of the Municipal Finance Management Act (MFMA) prescribes the following regarding general reporting obligations.

"The accounting officer of a municipality [and municipal entity] must submit to the National Treasury, the provincial treasury, the department for local government in the province or the Auditor-General such information, returns, documents, explanations and motivations as may be prescribed or as may be required."

Since 1 July 2006, in terms of National Treasury Circular MFMA Circular No 34, municipalities and municipal entities are required to submit a separate report for each contract awarded (and signed) above R100 000, and which must be submitted within 15 days of the end of each month. A backlog still exists with the Capturing of data, mainly due to the fact that the database is very slow during working hours.

A list of orders in excess of R100 000 is included under - **Annexure AM (DMS 1011314)**.

- **Orders placed by the Supply Chain Management Unit**

The total value of orders placed over the past three months is as follows (excludes Eskom Account:

MONTHS	AMOUNT
October 2014	88 037 660.75
November 2014	52 532 497.52
December 2014	91 371 525.17
Total	231 941 683.44

- **Reporting on the Supply Chain Management Policy in terms of Section 36 (2) in which any deviation from the SCM policy must be approved by the Municipal Manager**

The Supply Management Chain Policy, prescribe on clause 36(2) *The accounting officer must record the reasons for any deviations in terms of sub Clauses (1)(a) and (b) of this policy and report them to the next meeting of the council and include as a note to the annual financial statements.* The reporting is delegated to User Department to complete this task.

Number of deviations for Quarter 2 = 121 **Annexure AN (DMS 1011314).**

DEPARTMENT	QUANTITY
Corporate Services (CS)	42
Financial Services (FS)	02
Infrastructure and Technical Services (I&TS)	68
City Development	00
Community Services (CS)	08
Office of the Municipal Manager	01
Total	121

- **Number of Tenders Advertised**

Number of advertisements: 25

- **Number of Tender Evaluation**

Number of tenders evaluated: 37

- **Number of Tenders Awarded**

Number of Tenders awarded: 35

- **Report on Objections and Complaints**

Refer to Section 1 of this report for a detailed list

In terms of the SCM policy, Clause 49, *Persons aggrieved by **decisions** or **actions** taken in the implementation of this Supply Chain Management system, may lodge within 14 days of the decision or action:*

- (a) *if the **objection or complain is against the procurement process**, submit a written **objection or complaint against the decision or action** to the accounting officer of the municipality who shall, in turn, within 24 hours refer the written objection or complaint to the dependent and impartial refer the written objection or complaint to the dependent and impartial person referred to in clause 50 for resolution.*

OCTOBER 2014 TO DECEMBER 2014	
REPORT ON OBJECTIONS AND COMPLAINTS (In terms of SCMP, clause 50)	
Details of objections or complains	Letters received during the quarter
Against the procurement process	0
Against the decision or action	3

RESOLUTION OF DISPUTES, OBJECTIONS, COMPLAINTS AND QUERIES (In terms of SCMP, Clause 50)	
Details of decision or action and queries	Cases during the quarter
taken in the implementation of the procurement process in terms of the supply chain management system; or	1
any matter arising from a contract awarded in the course of the supply chain management system;	0

MUNICIPAL BID APPEALS TRIBUNAL (In terms of SCMP, Clause 50A)	
Case referred by Bidder	3

PART 4 - ADDITIONAL REPORTING REQUESTED BY COUNCIL

18. BURSARIES - PERSONNEL

Below is a list of bursaries paid to employees and dependants of employees in terms of Council's various policies. The allocation of the bursaries is the responsibility of the Deputy Municipal Manager: Corporate Services. However, the Chief Financial Officer will be reporting on the quarterly payments as per Councillors' requests made previously.

BURSARIES	
01/10/2014 – 31/12/2014	
EMPLOYEES	AMOUNT
ASLETT J	3 970.00
GWAMANDA Z	1 170.00
MBUYISA NF	9 310.00
MDLETSHE SN	5 000.00
NDLOVU S	4 460.00
RADEBE M	3 650.00
RADEBE N	9 714.95
SIBIYA FN	3 620.00
SINDANE C	4 750.00
TOTAL	45 644.95

19. **BURSARIES – DEPENDANTS**

BURSARIES	
01/10/2014 – 31/12/2014	
CHILDREN	AMOUNT
DAWOOD M	4 105.00
DLAMINI SC	15 000.00
LUKHELE NN	810.00
MADONSELA MS	3 200.00
MAKHOBHA MC	12 934.00
MCHUNU LMM	7 145.50
MCHUNU XN	15 000.00
MHLONGO SN	11 215.00
MTHETHWA HB	13 695.00
MTHIMKHULU NN	15 000.00
MTSHALI SS	7 579.65
MZIMELA MK	12 476.75
NGONYAMA GFN	13 253.05
NGWANE NR	15 000.00
NONQANDELA SM	7 938.02
NTULI ZJ	2 380.00
SIBIYA NP	15 000.00
ZIBANI AM	13 496.55
	185 228.52

BURSARIES SUMMARY - PERSONNEL AND DEPENDANTS

Description	Quarter 2
Personnel	45 644.95
Dependants	185 228.52
Total	230 873.47

20. **PROFESSIONAL FEES**

Below is a list of professional fees paid to consultants in terms of various tenders during the period 1 October to 31 December 2014:

CONSULTANT	AMOUNT
	R
ZAI CONSULTANTS CC	1 577 508.94
DMV CONSULTANTS INC.	894 302.86
UWP CONSULTING (PTY) LTD	1 175 863.99
BVI CONSULTING ENGINEERING	90 595.80
ILIFA AFRICA ENG	833 524.31
V & V CONSULTING ENG	603 568.09
IGODA PROJECTS	33 630.00
LUBELA PRIVATE LIMITED	48 000.00
NKANYEZI CONSULTING (PTY) LTD	427 486.14
AECOM	951 461.00
NAIDU CONSULTING (PTY) LTD	871 563.06
CASCADE CONSULTANTS	43 548.00
TOTAL	7 551 052.19

21. LEGAL FEES

As per the Financial Services Portfolio Committee (previously Finance, LED, IDP and Marketing Portfolio Committee) meeting held on 1 July 2008 it was agreed that a quarterly schedule of overtime per vote as well as the attorney fees paid by Council for land transfers, etc. be submitted to the Committee. The Department of Corporate Services normally provides details via the Corporate Portfolio Committee. The table below is a list of the legal fees paid for the period 1 October to 31 December 2014. The total payments column is accumulated expenditure for the month ended 31 December 2014.

ATTORNEY	DEBT COLLECTION		CONVEYANCING		LITIGATION		DISCIPLINARY HEARING		ATTORNEYS TOTAL
	01/10/2014 - 31/12/2014	TOTAL	01/10/2014 - 31/12/2014	TOTAL	01/10/2014 - 31/12/2014	TOTAL	01/10/2014 - 31/12/2014	TOTAL	
Christine Wade & Co.	2 733.35	8 433.50	-	-	-	-	-	-	8 433.50
Cox Yeats Attorneys	-	-	-	-	-	80 612.24	-	-	80 612.24
Duvenage Inc	28 523.18	54 559.64	-	-	7 816.33	7 816.33	-	-	62 375.97
Els L	-	-	-	-	-	-	-	700.00	700.00
Hlophe N	-	-	-	-	-	-	4 243.42	12 907.54	12 907.54
Kloppers Inc	116 840.40	205 392.36	-	-	3 920.00	3 920.00	-	-	209 312.36
Masondo SS	-	-	-	-	-	-	1 185.13	7 970.26	7 970.26
Mhlanga Inc	-	-	-	-	122 922.20	738 835.66	-	-	738 835.66
MS Gwagwa & Associates	-	-	-	-	-	6 130.00	-	-	6 130.00
Ngwenya & Zwane Inc	-	-	-	-	217 519.08	217 519.08	-	-	217 519.08
Perumal K	-	-	-	-	-	-	3 519.00	3 519.00	3 519.00
Poswa Inc	-	-	-	-	174 853.60	174 853.60	-	-	174 853.60
Scheiber Smith	38 006.37	70 693.66	-	-	6 255.59	25 671.83	-	-	96 365.49
Shepstone & Wyle AT	15 808.34	15 808.34	-	-	43 529.41	43 529.41	-	-	59 337.75
Sibiya PB	-	-	-	-	-	-	5 250.00	7 000.00	7 000.00
Specialised Skills Institute of SA	-	-	-	-	-	-	13 100.00	41 800.00	41 800.00
Strauss Daly Inc	-	-	-	-	2 281 578.95	2 281 578.95	-	-	2 281 578.95
Truter James & De Ridder	-	-	5 467.10	10 938.24	-	-	-	-	10 938.24
TOTAL	201 911.64	354 887.50	5 467.10	10 938.24	2 858 395.16	3 580 467.10	27 297.55	73 896.80	4 020 189.64

Legal Fees: Debt Collection

Before an account is handed over to an attorney for collection, the Credit Control and Debt Collection Section makes every effort to collect the debt. The account that is then handed over is viewed as an account where there is no other remedy available but the legal process.

All accounts handed over to attorneys for the collection of debt are placed in separate groups on the Financial System. This allows for ease of management thereof and for reporting purposes.

The attorneys correspondence on a daily basis regarding the accounts they worked on for that day. All these correspondence are also listed in the Financial System and are copied to the Central Registry section.

The legal fees being charged are based on the Party-and-Party fee structure as per the regulations in the Magistrates Court Act. These legal fees are commonly viewed as being much lower than the fees attorneys would charge on the attorney-and-own-client basis. Party and Party costs are also those costs recoverable from the other side. Attorney and Client costs are the costs which an attorney is entitled to recover from his client for the disbursements made by him on behalf of his client and the professional services rendered by him.

In all the cases of municipal accounts that are handed over for collection, the fees are fully recovered from the debtor.

A report of all accounts handed over to attorneys is drawn monthly and every account is checked to ensure that the attorneys have reported on the progress on that matter within the month. If there has been no movement within that month an immediate progress report is requested from the attorneys.

22. LOAN OF COUNCIL EQUIPMENT OR MATERIAL

In accordance with delegated powers the following Council equipment or material was loaned to outside institutions but on a cost recovery basis:

Nil

23. **COURSES, SEMINARS AND WORKSHOPS**

In accordance with delegated powers the following courses, conferences, seminars and workshops were approved by the Municipal Manager on behalf of Council.

COURSES	DEPARTMENT
GRAP Implementation in SA public sector	FS
Statistical Method validation course	I & TS
Protection & Control meddium voltage course	I & TS
Contract management	FS
eGovernment Course	CS
MS SQL 20461 & 20463	CS
SEMINARS	DEPARTMENT
IMFO annual conference	MM,FS
AMEU conference	CS
9th annual air quality governance lekgotla	Comm S
Women in dialogue conference	CS
IMESA conference	CS
9th annual local government conference	CS
IMPSA conference	CS
Energy Africa Conference	I&TS
78th IMESA Conference	I&TS
Public safety & crime prevention symposium 2014	CS
IMPSA 30th International conference	CS, I&TS
Gov-Tech conference	CS
ARP 035 and LED technology update seminar	I&TS
Capacity building workshop	Comm S
Local government law conference	CS
Disability conference	CS
5th annual performance monitoring and evaluation conference	MM
Amended national environment management act (NEMA) seminar	CD
Pension funds conference	CS
Annual conference for public libraries	Comm S

WORKSHOPS	DEPARTMENT
Electricity distribution forms workshop	I & TS
The use of mobile technology workshop	CS
Asset disposal management training	FS
GIS/AIS/Service & Hybrid Compact Switchgear (Hypact) workshop	I&TS
Fundamentals of property and leasing law and management workshop	CD
IMFO: value added tax	FS
The silk screen printing workshop	Comm S
Querying microsoft SQL server 20461 & 20463 training	CS
Housing Subsidy system (HSS) Training	CD
Spatial planning training	MM , I&TS
Local government user group training	FS
Second institutional readiness assessment workshop	CD
Extended discount benefit scheme workshop	CD
KZN municipal public accounts committee chairpersons workshop	CS
Water services act workshop	MM
IMASA workshop	CS
SCOA technical training	FS
National housing programme for backyard rental workshop	CD
Municipal water service support workshop	I & TS
Provincial infrastructure co-ordination workshop	I & TS
Contract management training	CS
KZN executive liaison strategic workshop	CD
Urban safety & crime prevention learning exchange	CD

24. LOSSES TO COUNCIL'S PROPERTY

The table below represents losses to Council property for the period 1 October to 31 December 2014:

DATE	DESCRIPTION	AREA	DEPT/DIVISION	V NUMBER	DAMAGE	EXCESS	SHE NO
					R	R	
	Canopy Glass Replacement			V412	623.00	500.00	16802
	Glass Replacement			V1140	1 391.72	500.00	16864
17/03/2014	Liability Claim - Hazel Zulu - Gazebo	Empangeni	Comms		2 099.00	5 000.00	
14/03/2014	Liability Claim N Mhlongo - Window pane	Madlebe	Comms		150.00	5 000.00	
TOTAL					3 640.72	11 000.00	

25. ASSETS WRITTEN OFF

In accordance with delegated powers the following assets were written off during the 2014/2015 financial year for the period 1 October to 31 December 2014.

In terms of 9733 dated 25 November 2014, Council noted that the Primary Health Clinic Service will be taken over by the KwaZulu-Natal Department of Health in January 2015.

The following table sets out the assets that have been transferred to the KwaZulu-Natal Department of Health. A detailed list of assets is contained on **Annexures AQ1 and AQ2 (DMS 992141)**. An invoice will be submitted to KwaZulu-Natal Department of Health to recoup the cost of the assets that have been transferred.

CLINIC	ROOM NO	COST	DEPRECIATION	ACCUMULATED DEPRECIATION	NETBOOK VALUE
BAPTIST CHURCH	R1489	7 782	1 265	2 049	4 468
BAPTIST CHURCH TOTAL		7 782	1 265	2 049	4 468
EMPANGENI	R0736	27 164	2 289	5 047	19 829
EMPANGENI	R0737	30 280	2 319	6 245	21 716
EMPANGENI	R0738	8 792	382	4 987	3 422
EMPANGENI	R0739	29 385	2 162	19 928	7 296
EMPANGENI	R0740	12 051	918	6 614	4 518
EMPANGENI	R0741	7 537	857	3 057	3 814
EMPANGENI	R0742	19 487	1 837	6 942	10 708
EMPANGENI	R0744	850	14	742	94
EMPANGENI	R0745	17 258	3 036	715	13 507
EMPANGENI	R0746	944	50	771	123
EMPANGENI	R1131	16 506	1 200	9 060	6 246
EMPANGENI	R1132	12 267	1 438	1 532	9 298
EMPANGENI	R1133	10 960	575	6 765	3 620
EMPANGENI	R1134	2 943	10	662	82
EMPANGENI	R1135	9 846	829	3 022	5 995
EMPANGENI	R1136	16 646	940	3 065	12 641
EMPANGENI	R1137	1 209	5	268	937
EMPANGENI	R1138	3 087	396	1 797	893
EMPANGENI	R1139	1 594	142	1 318	134
EMPANGENI	R1222	1 115	48	197	869
EMPANGENI	R1223	106 402	3 431	82 871	17 100
EMPANGENI	R1224	1 115	48	197	869
EMPANGENI	R1225	4 116	316	121	3 680
EMPANGENI TOTAL		341 555	23 240	165 924	147 391
FELIXTON		2 370	267	1 111	992
FELIXTON TOTAL		2 370	267	1 111	992
ZIDEDELE		13 895	2 116	5 919	6 590
ZIDEDELE TOTAL		13 895	2 116	5 919	6 590
TOTAL		365 601	26 888	175 003	159 441

CLINIC	R NO	COST	DEPRECIATION	ACCUMULATED DEPRECIATION	NETBOOK VALUE
AQUADENE	R0586	28 888	870	8 776	1 070
AQUADENE	R0587	1 496	133	1 202	161
AQUADENE	R0588	4 587	196	3 838	552
AQUADENE	R1495	1 406	137	1 131	137
AQUADENE	R1496	2 812	304	2 303	205
AQUADENE Total		39 189	1 641	17 250	2 125
BRACKENHAM	R0554	3 784	343	739	2 702
BRACKENHAM	R1492	3 948	413	4 095	440
BRACKENHAM	R1493	11 609	502	8 785	2 322
BRACKENHAM	R1494	9 960	714	8 294	1 089
BRACKENHAM Total		29 301	1 972	21 914	6 552
MEERENSEE	R0556	3 742	141	3 236	408
MEERENSEE	R0557	805	10	711	84
MEERENSEE	R0558	147	2	130	15
MEERENSEE	R0559	-	-	-	-
MEERENSEE	R0560	312	5	278	29
MEERENSEE	R0561	1 043	12	926	167
MEERENSEE	R0562	4 987	229	4 270	489
MEERENSEE	R0563	10 139	1 135	7 586	5 577
MEERENSEE Total		21 175	1 534	17 138	6 770
RICHARDS BAY	R0318	186	2	165	19
RICHARDS BAY	R0319	42	1	35	6
RICHARDS BAY	R0320	5 075	356	3 950	2 464
RICHARDS BAY	R0321	477	8	411	59
RICHARDS BAY	R0322	4 751	838	973	2 941
RICHARDS BAY	R0323	834	10	735	89
RICHARDS BAY	R0324	3 057	221	2 579	456
RICHARDS BAY	R0325	11 226	1 361	4 032	6 803
RICHARDS BAY	R0326	389 068	316 681	55 889	237 122
RICHARDS BAY	R0327	40 573	3 161	22 249	15 163
RICHARDS BAY	R0331	463	7	404	1 202
RICHARDS BAY	R0332	9 080	53	374	914
RICHARDS BAY	R0333	18 435	258	3 988	2 090
RICHARDS BAY	R0334	41 386	5 089	9 272	27 026
RICHARDS BAY	R0341	3 632	208	1 681	1 743
RICHARDS BAY	R0342	17 614	91	-	3 455
RICHARDS BAY	R0343	2 255	109	1 876	270
RICHARDS BAY	R0344	2 828	165	2 363	300
RICHARDS BAY	R0345	862	6	788	68
RICHARDS BAY	R1166	60 756	5 139	5 728	50 031
RICHARDS BAY	R1511	12 680	1 253	608	10 813
RICHARDS BAY	R1514	5 492	536	4 513	443
RICHARDS BAY	R1515	851	13	743	95
RICHARDS BAY Total		631 622	335 564	123 355	363 569
TOTAL		721 287	340 710	179 657	379 016

In terms of 9480 dated 29 July 2014, Council noted that the uMhlathuze Municipality's Environmental Health Services (Municipal Health Services) was transferred to uThungulu District Municipality with effect from 1 August 2014.

The following table sets out the assets that have been transferred to the uThungulu District Municipality. A detailed list of assets is contained on **Annexure AR (DMS 981489)**. An invoice amounting to R 242 981,71 (excluding VAT) has been submitted to uThungulu District Municipality to recoup the cost of the assets that have been transferred. Council is still awaiting payment.

NAME	COST PRICE	NET BOOK VALUE	REPLACEMENT VALUE
Z SITHOLE	16 766.78	11 048.31	37 875.00
VT ZUNGU	4 045.82	2 192.25	21 740.00
R MSOMI	22 470.46	5 270.27	38 428.00
T MADLALA	21 582.01	15 065.57	24 542.99
C ESTERHUIZEN	6 555.07	2 414.48	26 494.70
D MDLEKO	9 651.85	5 288.35	18 207.00
EM KRUGER	8 609.21	3 559.00	19 619.00
JM ROSELT	8 690.53	3 648.91	37 650.00
BA NTULI	1 538.80	251.02	18 425.00
	99 910.53	48 738.16	242 981.69

26. BAD DEBTS WRITTEN OFF

In accordance with delegated powers the following bad debts were written off:

Nil

27. PROCEEDS FROM LAND SALES

As required in terms of the Chief Financial Officer's Performance Plan (**DMS 1003966**) the following progress on land sales that have been prepared by City Development and approved by Council for sale, the process followed by Financial Services be noted.

The following table represents actual land sale revenue received to date:

Date received	Amount	Erf Number	Details
	R		
11 July 2014	1 386 000	Erf 8901 Alton	Sold to Tedjen Commodity Brokers cc
23 October 2014	19 087 719,30	Erf 5333/95, IDZ	Sold to Grindrod Terminals – Portion 95 of Erf 5333
TOTAL	20 437 719,30		

ENVIRONMENTAL IMPLICATIONS

None

FINANCIAL IMPLICATIONS

This has been covered in detail throughout the report.

LEGAL IMPLICATIONS

The monthly and quarterly financial report is prepared in terms of Section 71 and Section 72 of the Municipal Finance Management Act, 2003 (MFMA), (Act 56 of 2003).

COMMENTS OF THE CHIEF FINANCIAL OFFICER

Refer to the Executive summary contained in this report for comments.

RECOMMENDED THAT:

1. the Mid-Year Budget Report as at 31 December 2014 be noted;
2. the report be submitted to both the National Treasury and Provincial Treasury as stipulated in Section 72(1)(b) of the Municipal Finance Management Act, 2003 (Act 56 of 2003);
3. as a result of the Mid-Year Budget Report, a report dealing with the Adjustments Budget, in terms of Section 28 of the Municipal Finance Management Act be submitted to Council;
4. the financial position of the uMhlathuze Municipality as at 31 December 2014, as required in terms of Section 71 and Section 66 of the Municipal Finance Management Act, 2003 (Act No 56 of 2003), and as set out in the monthly budget statement tables **(DMS 1011328)** including the quarterly requirements in terms of Section 52(d) be noted;
5. the amount of R 2 809 946,27 which is recorded as unbudgeted and unavoidable expenditure in the Financial Report for the City of uMhlathuze for the Quarter 1 October to 31 December 2014 be condoned;
6. the progress on land sales as contained in the report be noted;
7. the following assets listed in **Annexures AQ1, AQ2 (DMS 992141)** and **Annexure AR (DMS 981489)** be transferred to KwaZulu-Natal Department of Health and uThungulu District Municipality respectively;
 - 7.1 the replacement value of the assets amounting to **R 2 234 928 (excluding VAT)** be recouped from the KwaZulu-Natal Department of Health via an invoice; and
 - 7.2 the replacement value of the assets amounting to **R 242 982 (excluding VAT)** be recouped from the uThungulu District Municipality via an invoice.