

Vision

*“Best tourist destination in
Limpopo by 2020”*

BA-PHALABORWA MUNICIPALITY



FINANCIAL PERFORMANCE REPORT

AS AT 30 NOVEMBER 2013

Mission

- ❖ To ensure financial viability, sound administration and accountable governance for investor attractiveness
- ❖ To render all stakeholders with quality and affordable infrastructure and services for enhancing a safe and better life for all
- ❖ To manage the environment for future sustainable economic growth
- ❖ To build the mining industry for economic growth
- ❖ To position Ba-Phalaborwa as a tourism destination of choice

Values

- Efficiency and accountability
- Innovation and creativity
- Professionalism & hospitality
- Transparency and fairness
 - Continuous learning
- Conservation conscious

SUMMARY

LIM334 Ba-Phalaborwa - Table C1 Monthly Budget Statement Summary - M05 November

Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	60,257	65,100	–	4,919	27,047	27,125	(78)	-0%	65,100
Service charges	79,414	101,515	–	7,090	38,137	42,298	(4,161)	-10%	101,515
Investment revenue	332	250	–	46	92	104	(12)	-11%	84,818
Transfers recognised - operational	65,471	74,154	–	22,632	51,812	30,897	20,915	68%	74,154
Other own revenue	50,508	93,771	–	6,602	30,184	39,071	(8,887)	-23%	93,771
Total Revenue (excluding capital transfers and contributions)	255,983	334,790	–	41,289	147,272	139,496	7,777	6%	419,358
Employee costs	93,712	111,154	–	7,596	40,021	46,314	(6,293)	-14%	111,154
Remuneration of Councillors	9,052	12,185	–	973	5,022	5,077	(55)	-1%	12,185
Depreciation & asset impairment	69,182	76,500	–	–	–	31,875	(31,875)	-100%	76,500
Finance charges	226	803	–	197	366	335	32	9%	803
Materials and bulk purchases	53,402	82,060	–	12,528	34,514	34,192	322	1%	82,060
Transfers and grants	–	–	–	–	–	–	–	–	–
Other expenditure	172,461	187,557	–	16,307	60,816	78,149	(17,332)	-22%	187,557
Total Expenditure	398,036	470,260	–	37,601	140,739	195,942	(55,202)	-28%	470,260
Surplus/(Deficit)	(142,052)	(135,470)	–	3,688	6,533	(56,446)	62,979	-112%	(50,902)
Transfers recognised - capital	32,895	29,333	–	4,522	16,350	12,222	4,128	34%	29,333
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(109,157)	(106,137)	–	8,210	22,883	(44,224)	67,107	-152%	(21,569)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(109,157)	(106,137)	–	8,210	22,883	(44,224)	67,107	-152%	(21,569)
Capital expenditure & funds sources									
Capital expenditure	42,949	60,620	–	6,862	19,808	25,258	(5,450)	-22%	60,620
Capital transfers recognised	29,238	29,333	–	3,967	14,342	12,222	2,120	17%	29,333

Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	13,711	31,287	-	2,896	5,466	13,036	(7,570)	-58%	31,287
Total sources of capital funds	42,949	60,620	-	6,862	19,808	25,258	(5,450)	-22%	60,620
<u>Financial position</u>									
Total current assets	56,845	182,428	-	-	371,051	-	-	-	182,428
Total non current assets	1,057,189	1,231,748	-	-	1,217,767	-	-	-	1,231,748
Total current liabilities	373,494	9,000	-	-	21,139	-	-	-	9,000
Total non current liabilities	33,736	189	-	-	9,009	-	-	-	189
Community wealth/Equity	706,805	1,409,376	-	-	1,558,670	-	-	-	1,409,376
<u>Cash flows</u>									
Net cash from (used) operating	43,315	61,635	-	10,780	16,604	25,681	(9,077)	-35%	61,635
Net cash from (used) investing	(42,949)	(60,620)	-	(7,823)	(22,993)	(25,258)	2,266	-9%	(60,620)
Net cash from (used) financing	(941)	-	-	21,875	21,875	-	21,875	#DIV/0!	-
Cash/cash equivalents at the month/year end	2,066	4,015	-	-	16,624	3,423	13,201	386%	2,153
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<u>Debtors Age Analysis</u>									
Total By Income Source	17,743	15,619	11,164	9,678	9,992	9,225	9,968	250,104	333,494
<u>Creditors Age Analysis</u>									
Total Creditors	1,154	13	-	606	-	-	-	-	1,773

Notes

- Total Revenue (excluding capital transfers and contributions) is R41,289 million
- Total Expenditure on financial Performances is R37,601 million
- Surplus for the month after capital transfers & contributions is R8,210 million
- The total capital expenditure for the month on grants is R6,862 million excluding vat

1. FINANCIAL PERFORMANCE OF REVENUE AND EXPENDITURE BY VOTE

LIM334 Ba-Phalaborwa - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M05 November

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Revenue - Standard										
Governance and administration		170,792	222,410	-	32,189	100,879	92,671	8,208	9%	222,410
Executive and council		-	-	-	-	-	-	-		-
Budget and treasury office		170,288	222,102	-	32,180	100,760	92,543	8,217	9%	222,102
Corporate services		504	308	-	9	119	128	(9)	-7%	308
Community and public safety		4,777	2,199	-	1,698	7,341	916	6,425	701%	2,199
Community and social services		3,906	279	-	1,237	6,154	116	6,038	5194%	279
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		871	1,920	-	461	1,187	800	387	48%	1,920
Economic and environmental services		29,895	37,999	-	4,834	17,263	15,833	1,430	9%	32,783
Planning and development		-	5,705	-	-	69	2,377	(2,308)	-97%	489
Road transport		29,895	32,294	-	4,834	17,194	13,456	3,739	28%	32,294
Environmental protection		-	-	-	-	-	-	-		-
Trading services		83,414	101,515	-	7,090	38,139	42,298	(4,159)	-10%	101,515
Electricity		74,292	92,002	-	6,238	33,788	38,334	(4,546)	-12%	92,002
Water		-	-	-	-	-	-	-		-
Waste water management		-	-	-	-	-	-	-		-
Waste management		9,123	9,513	-	852	4,351	3,964	387	10%	9,513
Other	4	-	-	-	-	-	-	-		-
Total Revenue - Standard	2	288,879	364,123	-	45,811	163,622	151,718	11,904	8%	358,907
Expenditure - Standard	-									
Governance and administration		194,353	167,814	-	11,286	44,712	69,922	(25,210)	-36%	167,814
Executive and council		25,772	36,456	-	2,183	10,023	15,190	(5,167)	-34%	36,456
Budget and treasury office		144,420	87,659	-	6,170	21,660	36,525	(14,865)	-41%	87,659
Corporate services		24,160	43,699	-	2,934	13,029	18,208	(5,179)	-28%	43,699

Community and public safety		33,767	52,146	-	3,920	19,849	21,728	(1,878)	-9%	52,146
Community and social services		25,244	41,185	-	3,141	15,888	17,160	(1,272)	-7%	41,185
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		8,523	10,961	-	779	3,961	4,567	(607)	-13%	10,961
Economic and environmental services		90,450	119,151	-	3,259	24,288	49,646	(25,359)	-51%	119,151
Planning and development		7,038	11,910	-	618	2,910	4,962	(2,053)	-41%	11,910
Road transport		83,412	107,241	-	2,641	21,378	44,684	(23,306)	-52%	107,241
Environmental protection		-	-	-	-	-	-	-		-
Trading services		79,467	131,149	-	24,136	51,891	54,645	(2,755)	-5%	131,149
Electricity		75,856	125,959	-	18,868	45,474	52,483	(7,009)	-13%	125,959
Water		-	-	-	5,000	5,000	-	5,000	#DIV/0!	-
Waste water management		-	-	-	-	-	-	-		-
Waste management		3,611	5,190	-	267	1,416	2,163	(746)	-35%	5,190
Other		-	-	-	-	-	-	-		-
Total Expenditure - Standard	3	398,036	470,260	-	42,601	140,739	195,942	(55,202)	-28%	470,260
Surplus/ (Deficit) for the year		(109,157)	(106,137)	-	3,210	22,883	(44,224)	67,107	-152%	(111,353)

Notes:

- Financial performance of revenue by vote is R45,811 million including capital contributions
- Financial performance of Expenditure by vote is R37,601 million
- The surplus for the month is R8,210 million

FINANCIAL PERFORMANCE REVENUE AND EXPENDITURE PER SOURCE

LIM334 Ba-Phalaborwa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		60,257	65,100		4,919	27,047	27,125	(78)	0%	65,100
Property rates - penalties & collection charges							-	-		
Service charges - electricity revenue		70,292	92,002		6,238	33,788	38,334	(4,546)	-12%	92,002
Service charges - water revenue							-	-		
Service charges - sanitation revenue							-	-		
Service charges - refuse revenue		9,123	9,513		852	4,349	3,964	385	10%	9,513
Service charges - other							-	-		
Rental of facilities and equipment		295	308		9	119	128	(9)	-7%	308
Interest earned - external investments		332	250		46	92	104	(12)	-11%	250
Interest earned - outstanding debtors		42,369	84,568		4,872	22,444	35,237	(12,792)	-36%	84,568
Dividends received			2		-	-	1	(1)	-100%	2
Fines		871	1,900		460	1,180	792	388	49%	1,900
Licences and permits		2,375	5,690		1,225	6,068	2,371	3,697	156%	5,690
Agency services		1,531					-	-		
Transfers recognised - operational		65,471	74,154		22,632	51,812	30,897	20,915	68%	74,154
Other revenue		3,068	1,303		36	373	543	(170)	-31%	1,303
Gains on disposal of PPE							-	-		
Total Revenue (excluding capital transfers and contributions)		255,983	334,790	-	41,289	147,272	139,496	7,777	6%	334,790
Expenditure By Type										
Employee related costs		93,712	111,154		7,596	40,021	46,314	(6,293)	-14%	111,154
Remuneration of councillors		9,052	12,185		973	5,022	5,077	(55)	-1%	12,185
Debt impairment		108,991	29,913				12,464	(12,464)	-100%	29,913
Depreciation & asset impairment		69,182	76,500				31,875	(31,875)	-100%	76,500
Finance charges		226	803		197	366	335	32	9%	803

Bulk purchases	53,402	82,060		12,528	34,514	34,192	322	1%	82,060
Other materials						-	-		
Contracted services	10,096	28,453		6,450	20,567	11,855	8,712	73%	28,453
Transfers and grants						-	-		
Other expenditure	53,460	129,191		9,857	40,250	53,830	(13,580)	-25%	129,191
Loss on disposal of PPE	(86)						-		
Total Expenditure	398,036	470,260	-	37,601	140,739	195,942	(55,202)	-28%	470,260
Surplus/(Deficit)	(142,052)	(135,470)	-	3,688	6,533	(56,446)	62,979	(0)	(135,470)
Transfers recognised - capital	32,895	29,333		4,522	16,350	12,222	4,128	0	29,333
Contributions recognised - capital							-		
Contributed assets							-		
Surplus/(Deficit) after capital transfers & contributions	(109,157)	(106,137)	-	8,210	22,883	(44,224)			(106,137)
Taxation							-		
Surplus/(Deficit) after taxation	(109,157)	(106,137)	-	8,210	22,883	(44,224)			(106,137)
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	(109,157)	(106,137)	-	8,210	22,883	(44,224)			(106,137)
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	(109,157)	(106,137)	-	8,210	22,883	(44,224)			(106,137)

Notes:

- Total Revenue per source(excluding capital transfers and contributions) is R41,289 million
- Total Expenditure per source is R37,601 million
- The surplus after capital transfers and contributions is R8,210 million

2. CAPITAL EXPENDITURE (MUNICIPAL VOTE, STANDARD CLASSIFICATION AND FUNDING)

LIM334 Ba-Phalaborwa - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M05 November

Vote Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								%	
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		–	1,900	–	–	–	792	(792)	-100%	1,900
Vote 2 - BUDGET AND TREASURY DEPARTMENT		–	1,500	–	–	–	625	(625)	-100%	1,500
Vote 3 - CORPORATE SERVICES		3,398	5,400	–	–	3	2,250	(2,247)	-100%	5,400
Vote 4 - COMMUNITY AND SOCIAL SERVICES		1,711	7,000	–	–	–	2,917	(2,917)	-100%	7,000
Vote 5 - PLANNING AND DEVELOPMENT		–	2,700	–	–	–	1,125	(1,125)	-100%	2,700
Vote 6 - TECHNICAL SERVICES DEPARTMENT		37,840	42,120	–	6,862	19,805	17,550	2,255	13%	42,120
Total Capital single-year expenditure	4	42,949	60,620	–	6,862	19,808	25,258	(5,450)	-22%	60,620
Total Capital Expenditure		42,949	60,620	–	6,862	19,808	25,258	(5,450)	-22%	60,620
Capital Expenditure - Standard Classification										
Governance and administration		3,398	8,800	–	–	3	3,667	(3,664)	-100%	8,800
Executive and council			1,900				792	(792)	-100%	1,900
Budget and treasury office			1,500				625	(625)	-100%	1,500
Corporate services		3,398	5,400			3	2,250	(2,247)	-100%	5,400
Community and public safety		1,711	7,000	–	–	–	2,917	(2,917)	-100%	7,000
Community and social services		1,711						–		
Sport and recreation								–		
Public safety			7,000				2,917	(2,917)	-100%	7,000
Housing								–		
Health								–		
Economic and environmental services		26,169	24,820	–	3,244	13,620	10,342	3,278	32%	24,820
Planning and development			2,700				1,125	(1,125)	-100%	2,700
Road transport		26,169	22,120		3,244	13,620	9,217	4,403	48%	22,120

Environmental protection										
Trading services		11,672	20,000	-	3,618	6,186	8,333	(2,148)	-26%	20,000
Electricity		11,672	20,000		3,618	6,186	8,333	(2,148)	-26%	20,000
Water								-		
Waste water management								-		
Waste management								-		
Other								-		
Total Capital Expenditure - Standard Classification	3	42,949	60,620	-	6,862	19,808	25,258	(5,450)	-22%	60,620
Funded by:										
National Government		29,238	29,333		3,967	14,342	12,222	2,120	17%	29,333
Provincial Government								-		
District Municipality								-		
Other transfers and grants								-		
Transfers recognised - capital		29,238	29,333	-	3,967	14,342	12,222	2,120	17%	29,333
Public contributions & donations	5							-		
Borrowing	6							-		
Internally generated funds		13,711	31,287		2,896	5,466	13,036	(7,570)	-58%	31,287
Total Capital Funding		42,949	60,620	-	6,862	19,808	25,258	(5,450)	-22%	60,620

Notes:

- The total capital expenditure is R6,862 million

FINANCIAL POSITION

LIM334 Ba-Phalaborwa - Table C6 Monthly Budget Statement - Financial Position - M05 November

Description	Ref	2012/13	Budget Year 2013/14			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		2,066	2,500		16,624	2,500
Call investment deposits			500		11,902	500
Consumer debtors		45,372	150,087		333,494	150,087
Other debtors		4				
Current portion of long-term receivables			20,000			20,000
Inventory		9,403	9,341		9,032	9,341
Total current assets		56,845	182,428	-	371,051	182,428
Non current assets						
Long-term receivables					25,847	
Investments						
Investment property			6,000			6,000
Investments in Associate						
Property, plant and equipment		1,056,876	1,222,960		1,191,694	1,222,960
Agricultural			250			250
Biological assets		313	238		227	238
Intangible assets			2,300			2,300
Other non-current assets						
Total non current assets		1,057,189	1,231,748	-	1,217,767	1,231,748
TOTAL ASSETS		1,114,035	1,414,176	-	1,588,818	1,414,176

LIABILITIES						
Current liabilities	-					
Bank overdraft					-	
Borrowing			4,200		4,200	4,200
Consumer deposits		2,981			1,231	
Trade and other payables		370,513	-		15,709	-
Provisions			4,800			4,800
Total current liabilities		373,494	9,000	-	21,139	9,000
Non current liabilities						
Borrowing			189		189	189
Provisions		33,736			8,820	
Total non current liabilities		33,736	189	-	9,009	189
TOTAL LIABILITIES		407,230	9,189	-	30,148	9,189
NET ASSETS	2	706,805	1,404,987	-	1,558,670	1,404,987
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			(106,137)			(106,137)
Reserves		706,805	1,515,513		1,558,670	1,515,513
TOTAL COMMUNITY WEALTH/EQUITY	2	706,805	1,409,376	-	1,558,670	1,409,376

Notes:

- The financial position shows only year to date actual

3. CASH FLOW

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		162,582	230,440		14,260	90,965	96,017	(5,051)	-5%	230,440
Government - operating		64,589	74,154		22,561	52,702	30,897	21,805	71%	74,154
Government - capital		33,778	29,333		-	22,381	12,222	10,159	83%	29,333
Interest		42,701	250		46	92	104	(12)	-11%	250
Dividends								-		
Payments										
Suppliers and employees		(260,109)	(271,738)		(25,889)	(149,168)	(113,224)	35,944	-32%	(271,738)
Finance charges		(226)	(803)		(197)	(368)	(335)	33	-10%	(803)
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		43,315	61,635	-	10,780	16,604	25,681	(9,077)	-35%	61,635
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (Increase) in non-current debtors								-		
Decrease (increase) other non-current receivables								-		
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		(42,949)	(60,620)		(7,823)	(22,993)	(25,258)	(2,266)	9%	(60,620)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(42,949)	(60,620)	-	(7,823)	(22,993)	(25,258)	(2,266)	9%	(60,620)

CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits				21,875	21,875		21,875	#DIV/0!		
Payments										
Repayment of borrowing		(941)						-		
NET CASH FROM/(USED) FINANCING ACTIVITIES		(941)	-	-	21,875	21,875	-	(21,875)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		(575)	1,015	-	24,832	15,486	423			1,015
Cash/cash equivalents at beginning:		2,642	3,000			1,137	3,000			1,137
Cash/cash equivalents at month/year end:		2,066	4,015	-		16,624	3,423			2,153

Notes:

The bank shows a favourable balance of R16, 623,615 as at 30 November 2013

4. DEBTORS AGE ANALYSIS

LIM334 Ba-Phalaborwa - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November

Description	NT Code	Budget Year 2013/14										
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200											
Trade and Other Receivables from Exchange Transactions - Electricity	1300	6,397	4,145	1,921	829	1,167	625	2,060	18,085	35,228	22,765	
Receivables from Non-exchange Transactions - Property Rates	1400	4,940	4,646	3,265	3,129	3,174	2,791	2,753	85,381	110,078	97,227	
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–	
Receivables from Exchange Transactions - Waste Management	1600	975	1,513	706	662	658	529	515	27,641	33,199	30,005	
Receivables from Exchange Transactions - Property Rental Debtors	1700									–	–	
Interest on Arrear Debtor Accounts	1810									–	–	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–	
Other	1900	5,431	5,315	5,273	5,058	4,992	5,280	4,641	118,998	154,989	138,969	
Total By Income Source	2000	17,743	15,619	11,164	9,678	9,992	9,225	9,968	250,104	333,494	288,967	
2012/13 - totals only										–	–	
Debtors Age Analysis By Customer Group												
Organs of State	2200	1,309	239	601	451	463	344	285	9,549	13,242	11,093	
Commercial	2300	1,487	2,672	1,079	1,195	1,703	692	433	18,517	27,778	22,540	
Households	2400	14,922	12,133	8,894	7,365	7,171	7,898	8,856	217,536	284,776	248,827	
Other	2500	25	575	590	667	653	291	394	4,502	7,697	6,506	
Total By Customer Group	2600	17,743	15,619	11,164	9,678	9,992	9,225	9,968	250,104	333,494	288,967	

Notes:

- The debtors' age analysis shows a total figure of R333, 494 million from 30 days to over a year.

5. CREDITORS AGE ANALYSIS

LIM334 Ba-Phalaborwa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November

Description R thousands	NT Code	Budget Year 2013/14									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100										
Bulk Water	0200										
PAYE deductions	0300										
VAT (output less input)	0400										
Pensions / Retirement deductions	0500										
Loan repayments	0600										
Trade Creditors	0700	1,154	13	-	606					1,773	
Auditor General	0800										
Other	0900										
Total By Customer Type	1000	1,154	13	-	606	-	-	-	-	1,773	-

Note

- The Trade creditors are standing at R1,773 Million

6. INVESTMENT PORTFOLIO

LIM334 Ba-Phalaborwa - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M05 November

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
R thousands									
Municipality									
ABSA - Call Account			Fixed deposit		0		93	0	93
Call deposit a/c - STD Bank			Call Account		17		30,263	(18,454)	11,809
TOTAL INVESTMENTS AND INTEREST	2				17		30,356	(18,454)	11,902

Notes:

Total Investment is standing at R11, 902 million as at 30 November 2013

7. TRANSFERS AND GRANT EXPENDITURES

LIM334 Ba-Phalaborwa - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M05 November

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
-										
Operating expenditure of Transfers and Grants										
Local Government Equitable Share			69,433		22,261	49,562	49,562	-		69,433
Finance Management			1,550		71	660	646	15	2.3%	1,550
Municipal Systems Improvement			890		110	230	371	(141)	-38%	890
EPWP Incentive			1,000		-	-	417	(417)	-100.0%	1,000
Operating Grant: MIG (5% of MIG Grants for PMU)			1,281		-	-	534	(534)	-100.0%	1,281
Total operating expenditure of Transfers and Grants:		-	74,154	-	22,422	50,452	51,529	(1,077)	-2.1%	74,154
Capital expenditure of Transfers and Grants										
Municipal Infrastructure Grant (MIG)			24,333		4,522	15,467	10,139	5,329	52.6%	24,333
Neighbourhood Development Partnership			5,000		-	883	2,083	(1,201)	-57.6%	5,000
Total capital expenditure of Transfers and Grants		-	29,333	-	4,522	16,350	12,222	4,128	33.8%	29,333
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	103,487	-	26,964	66,802	63,751	3,051	4.8%	103,487

Notes:

- The monthly operating transfers and grants expenditure on FMG is R71 thousand

- Capital transfers and grants expenditure on MIG is R4,522 million

10.COUNCILLORS AND STAFF BENEFIT (section 66 of MFMA report)

LIM334 Ba-Phalaborwa - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M05 November

Summary of Employee and Councillor remuneration	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
<u>Councillors (Political Office Bearers plus Other)</u>										
Basic Salaries and Wages			9,605		744	3,725	4,002	(277)	-7%	9,605
Motor Vehicle Allowance			2,638		189	1,095	1,099	(4)	0%	2,638
Cellphone Allowance			475		40	202	198	4	2%	475
Sub Total - Councillors			12,718		973	5,022	5,299	(277)	-5%	12,718
% increase	4									
<u>Senior Managers of the Municipality</u>	3									
Basic Salaries and Wages			3,418		276	1,408	1,424	(16)	-1%	3,418
Pension and UIF Contributions			10		1	3	4	(1)	-22%	10
Motor Vehicle Allowance			2,204		134	625	918	(293)	-32%	2,204
Cellphone Allowance			77		3	21	32	(11)	-35%	77
Housing Allowances							-	-		-
Other benefits and allowances			702		50	316	293	23	8%	702
Sub Total - Senior Managers of Municipality			6,411		464	2,374	2,671	(297)	-11%	6,411
% increase	4									
<u>Other Municipal Staff</u>										
Basic Salaries and Wages			64,044		4,729	24,496	26,685	(2,189)	-8%	64,044
Pension and UIF Contributions			13,999		991	4,960	5,833	(873)	-15%	13,999
Medical Aid Contributions			4,563		269	1,336	1,901	(565)	-30%	4,563
Overtime			3,594		172	1,225	1,497	(273)	-18%	3,594

Performance Bonus			–		–	–	–	–		–
Motor Vehicle Allowance			8,248		687	3,550	3,436	113	3%	8,248
Cellphone Allowance			913		61	300	380	(81)	-21%	913
Housing Allowances			1,555		54	265	648	(383)	-59%	1,555
Other benefits and allowances			7,828		169	1,516	3,262	(1,746)	-54%	7,828
Sub Total - Other Municipal Staff			104,743		7,132	37,647	43,643	(5,996)	-14%	104,743
% increase	4									
Total Parent Municipality			123,872		8,570	45,043	51,613	(6,571)	-13%	123,872
TOTAL SALARY, ALLOWANCES & BENEFITS			123,872		8,570	45,043	51,613	(6,571)	-13%	123,872
% increase	4									
TOTAL MANAGERS AND STAFF			111,154		7,596	40,021	46,314	(6,293)	-14%	111,154

Notes:

- Political office bearers remunerations for the month of November amounted to R973 thousand
- Employee related costs R7, 596 million
- The municipality has total employee related cost& Remuneration of councillors of R8, 570 million for the month of November 2013

11. ACTUALS AND REVISED TARGETS FOR CASH RECEIPT

LIM334 Ba-Phalaborwa - Supporting Table SC9 Monthly Budget Statement - actual and revised targets for cash receipts - M05 November

Description	Ref	Budget Year 2013/14											
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Budget	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget
R thousands	1												
Cash Receipts By Source													
Property rates		3,205	5,502	2,154	2,544	2,725	6,563	4,364	4,928	4,422	4,778	4,998	12,409
Property rates - penalties & collection charges		–					–	–	–	–	–	–	–
Service charges - electricity revenue		8,600	4,420	3,238	3,209	3,991	8,862	5,894	6,654	5,971	6,452	6,749	15,082
Service charges - water revenue		5,554		3,109	3,296	4,573	–	–	–	–	–	–	(16,533)
Service charges - sanitation revenue		271		536	410	547	–	–	–	–	–	–	(1,764)
Service charges - refuse		432	892	338	290	372	452	452	452	452	452	452	387
Service charges - other		–					–	–	–	–	–	–	–
Rental of facilities and equipment		19	31	25	35	9	20	13	15	13	14	15	(34)
Interest earned - external investments		5	14	10	17	46	28	19	21	19	20	21	30
Interest earned - outstanding debtors		684		308	360	342	9,191	6,112	6,901	6,193	6,691	6,999	38,277
Dividends received							0	0	0	0	0	0	1
Fines		200	250	–		460	121	81	91	82	88	92	(382)
Licences and permits		2	1,113	3,018	710	1,225	363	242	273	245	264	277	(4,488)
Agency services							–	–	–	–	–	–	–
Transfer receipts - operating		28,851	1,290	–		22,561				24,718			(3,266)
Other revenue		12,912	6,492	2,518	24	16	83	55	62	56	61	63	(21,601)
Cash Receipts by Source		60,736	20,005	15,256	10,897	36,867	25,683	17,232	19,397	42,170	18,820	19,666	18,115
Other Cash Flows by Source													
Transfer receipts - capital		12,347	–	–	10,034					9,778			(2,825)
Total Cash Receipts by Source		73,083	20,005	15,256	20,931	36,867	25,683	17,232	19,397	51,947	18,820	19,666	15,290

12. CAPITAL EXPENDITURE TREND

LIM334 Ba-Phalaborwa - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M05 November

Month	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July		5,052		8,667	8,667	5,052	(3,615)	-71.6%	14%
August		5,052		2,580	11,247	10,103	(1,143)	-11.3%	19%
September		5,052		285	11,532	15,155	3,623	23.9%	19%
October		5,052		1,414	12,946	20,207	7,261	35.9%	21%
November		5,052		6,862	19,808	25,258	5,450	21.6%	33%
December		5,052				30,310	-		
January		5,052				35,362	-		
February		5,052				40,413	-		
March		5,052				45,465	-		
April		5,052				50,517	-		
May		5,052				55,568	-		
June		5,052				60,620	-		
Total Capital expenditure	-	60,620	-	19,808					

Notes:

- The total capital expenditure trend gives a year to date actual of R19,808 million excluding vat

13.BANK RECONCILIATION

TRANSACTION STATEMENT FOR NOVEMBER 2013

	Statement Amt
Outstanding C/F	-8,208,565.71
Current - Cheques	-126,735.40
Current - ACBs	-24,616,502.60
Current - Deposits	21,907,755.79
Current - Transfers	27,705,864.60
Current - Bank Charges	-38,201.16
Current - C/F	16,623,615.52

Notes

- The closing balance of **R16,623,615.52**

14.RECOMMENDATIONS

a. That the following be noted:

- i. The financial report for the period ended 30 November 2013 **excluding Water and Waste Water management**
- ii. The summary of monthly budget statement report for the month ended 30 November 2013
- iii. The financial performance for the month ended 30 November 2013
- iv. The financial position as at 30 November 2013
- v. The actual operating revenue for the month ended 30 November 2013 is R41,289 million excluding capital contribution
- vi. That the municipality received R22,261 million and R300 thousand (Equitable Share and EPWP grant) during the month of November 2013
- vii. The actual expenditure for the month ended 30 November 2013 is R37, 601 million (Total expenditure inclusive of Capex R6, 862 million, Salaries R8, 570 million) be approved.
- viii. The surplus for the month ended 30 November 2013 is R8,210 million
- ix. Outstanding creditors as at 30 November 2013 is R1,773 million for the current month
- x. Consolidated call deposit accounts held at STD Bank and ABSA closed with a balance of R11,902 million on November 2013
- xi. That councillors and Staff Benefits for November 2013 amount to R8,570 million
- xii. Municipal Primary Bank reconciliation closed with a positive balance of (R16,633,616) as at 30 November 2013