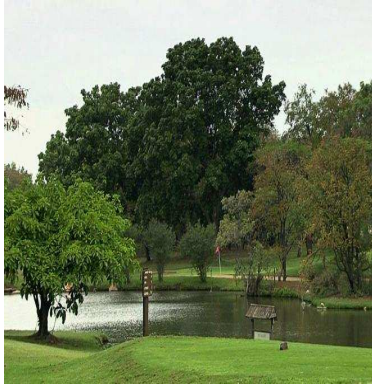


# BA-PHALABORWA MUNICIPALITY



## FINANCIAL PERFORMANCE REPORT

AS AT 31 JULY 2015



## Values

- Efficiency and effectiveness;
- Accountability;
- Innovation and creativity;
- Professionalism and hospitality;
- Transparency and fairness;
- Continuous learning and
- Conversation conscious

### *The Home of Marula and Wildlife Tourism*

## Vision

*“Provision of quality services for community well-being and tourism development”*

## Mission

*“To provide quality infrastructure and affordable services, promote sustainable economic growth, financial viability, sound administration and*

## SUMMARY

LIM334 Ba-Phalaborwa - Table C1 Monthly Budget Statement Summary - M01 July

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
<b>Financial Performance</b>									
Property rates	-	124,589	-	8,890	8,890	10,382	(1,492)	-14%	124,589
Service charges	-	117,637	-	6,285	6,285	9,803	(3,518)	-36%	117,637
Investment revenue	-	275	-	53	53	23	30	132%	275
Transfers recognised - operational	-	113,160	-	45,106	45,106	9,430	35,676	378%	113,160
Other own revenue	-	87,404	-	7,546	7,546	7,284	262	4%	87,404
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>443,065</b>	-	<b>67,880</b>	<b>67,880</b>	<b>36,922</b>	<b>30,958</b>	<b>84%</b>	<b>443,065</b>
Employee costs	-	122,693	-	8,024	8,024	10,224	(2,201)	-22%	122,693
Remuneration of Councillors	-	12,811	-	1,150	1,150	1,068	83	8%	12,811
Depreciation & asset impairment	-	70,104	-	-	-	5,842	(5,842)	-100%	70,104
Finance charges	-	2,109	-	69	69	176	(107)	-61%	2,109
Materials and bulk purchases	-	94,332	-	6,201	6,201	7,861	(1,660)	-21%	94,332
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	-	167,944	-	10,614	10,614	13,995	(3,381)	-24%	167,944
<b>Total Expenditure</b>	-	<b>469,992</b>	-	<b>26,057</b>	<b>26,057</b>	<b>39,166</b>	<b>(13,109)</b>	<b>-33%</b>	<b>469,992</b>
<b>Surplus/(Deficit)</b>	-	<b>(26,927)</b>	-	<b>41,823</b>	<b>41,823</b>	<b>(2,244)</b>	<b>44,067</b>	<b>-1964%</b>	<b>(26,927)</b>
Transfers recognised - capital	-	36,492	-	12,402	12,402	3,041	9,361	308%	36,492
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
	-	<b>9,565</b>	-	<b>54,225</b>	<b>54,225</b>	<b>797</b>	<b>53,428</b>	<b>6703%</b>	<b>9,565</b>
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>									
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>9,565</b>	-	<b>54,225</b>	<b>54,225</b>	<b>797</b>	<b>53,428</b>	<b>6703%</b>	<b>9,565</b>
<b>Capital expenditure &amp; funds sources</b>									

<b>Capital expenditure</b>	-	53,792	-	11,156	11,156	4,483	6,674	149%	53,792
Capital transfers recognised	-	36,492	-	10,942	10,942	3,041	7,901	260%	36,492
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	17,300	-	214	214	1,442	(1,228)	-85%	17,300
<b>Total sources of capital funds</b>	-	53,792	-	11,156	11,156	4,483	6,674	149%	53,792
<b>Financial position</b>									
Total current assets	-	184,644	-		498,754				184,644
Total non current assets	-	1,360,832	-		1,284,139				1,360,832
Total current liabilities	-	6,741	-		28,046				6,741
Total non current liabilities	-	198,000	-		230,000				198,000
<b>Community wealth/Equity</b>	-	1,340,735	-		1,524,847				1,340,735
<b>Cash flows</b>									
Net cash from (used) operating	-	54,592	-	35,398	35,398	4,549	(30,849)	-678%	54,592
Net cash from (used) investing	-	(53,792)	-	(13,387)	(13,387)	(4,483)	8,905	-199%	(53,792)
Net cash from (used) financing	-	-	-	(21,450)	(21,450)	-	21,450	#DIV/0!	-
<b>Cash/cash equivalents at the month/year end</b>	-	1,612	-	-	2,412	879	(1,533)	-174%	2,651
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	34,778	12,201	9,265	9,521	8,551	9,335	8,737	372,416	464,804
<b>Creditors Age Analysis</b>									
Total Creditors	9,625	76	-	6,955	-	-	-	-	16,656

**Notes**

- Operating Revenue (excluding capital transfers and contributions) is R67,880 million
- Revenue capital contribution recognised amount R12, 402 million
- Operational Expenditure on financial Performances is R26, 057 million
- Capital expenditure incurred during the month is R11, 156 million

## 1. FINANCIAL PERFORMANCE OF REVENUE AND EXPENDITURE BY VOTE

LIM334 Ba-Phalaborwa - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M01 July

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Standard</b>										
<b>Governance and administration</b>		-	306,962	-	59,523	59,523	25,580	33,943	133%	306,962
Executive and council		-	-	-	-	-	-	-		-
Budget and treasury office		-	306,613	-	59,479	59,479	25,551	33,928	133%	306,613
Corporate services		-	349	-	44	44	29	15	50%	349
<b>Community and public safety</b>		-	14,980	-	1,961	1,961	1,248	713	57%	14,980
Community and social services		-	12,213	-	191	191	1,018	(827)	-81%	12,213
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		-	2,767	-	1,770	1,770	231	1,540	668%	2,767
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
<b>Economic and environmental services</b>		-	32,978	-	12,513	12,513	2,748	9,765	355%	32,978
Planning and development		-	-	-	-	-	-	-		-
Road transport		-	32,978	-	12,513	12,513	2,748	9,765	355%	32,978
Environmental protection		-	-	-	-	-	-	-		-
<b>Trading services</b>		-	124,637	-	6,285	6,285	10,386	(4,101)	-39%	124,637
Electricity		-	112,666	-	5,123	5,123	9,389	(4,265)	-45%	112,666
Water		-	-	-	-	-	-	-		-
Waste water management		-	-	-	-	-	-	-		-
Waste management		-	11,971	-	1,162	1,162	998	164	16%	11,971
<b>Other</b>	4	-	-	-	-	-	-	-		-
<b>Total Revenue - Standard</b>	2	-	479,557	-	80,282	80,282	39,963	40,319	101%	479,557
<b>Expenditure - Standard</b>	-									
<b>Governance and administration</b>		-	183,063	-	13,238	13,238	15,255	(2,017)	-13%	183,063

Executive and council		-	44,222	-	3,629	3,629	3,685	(56)	-2%	44,222
Budget and treasury office		-	91,301	-	7,740	7,740	7,608	131	2%	91,301
Corporate services		-	47,540	-	1,869	1,869	3,962	(2,092)	-53%	47,540
<b>Community and public safety</b>		-	<b>58,121</b>	-	<b>3,313</b>	<b>3,313</b>	<b>4,843</b>	(1,530)	-32%	<b>58,121</b>
Community and social services		-	46,819	-	2,765	2,765	3,902	(1,136)	-29%	46,819
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		-	11,303	-	548	548	942	(394)	-42%	11,303
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
<b>Economic and environmental services</b>		-	<b>97,404</b>	-	<b>2,029</b>	<b>2,029</b>	<b>8,117</b>	(6,088)	-75%	<b>97,404</b>
Planning and development		-	17,791	-	804	804	1,483	(678)	-46%	17,791
Road transport		-	79,613	-	1,225	1,225	6,634	(5,409)	-82%	79,613
Environmental protection		-	-	-	-	-	-	-		-
<b>Trading services</b>		-	<b>131,403</b>	-	<b>7,477</b>	<b>7,477</b>	<b>10,950</b>	(3,474)	-32%	<b>131,403</b>
Electricity		-	124,296	-	7,439	7,439	10,358	(2,919)	-28%	124,296
Water		-	-	-	-	-	-	-		-
Waste water management		-	-	-	-	-	-	-		-
Waste management		-	7,107	-	37	37	592	(555)	-94%	7,107
<b>Other</b>		-	-	-	-	-	-	-		-
<b>Total Expenditure - Standard</b>	<b>3</b>	-	<b>469,992</b>	-	<b>26,057</b>	<b>26,057</b>	<b>39,166</b>	<b>(13,109)</b>	<b>-33%</b>	<b>469,992</b>
<b>Surplus/ (Deficit) for the year</b>		-	<b>9,565</b>	-	<b>54,225</b>	<b>54,225</b>	<b>797</b>	<b>53,428</b>	<b>6703%</b>	<b>9,565</b>

**Notes:**

- Total revenue by vote including capital transfer contribution amount to R80, 282 million
- Operational Expenditure on financial Performances is R26, 057 million.

## FINANCIAL PERFORMANCE REVENUE AND EXPENDITURE PER SOURCE

LIM334 Ba-Phalaborwa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2014/15	Budget Year 2015/16									
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast		
<b>R thousands</b>												
<b>Revenue By Source</b>												
Property rates			124,589		8,890	8,890	10,382	(1,492)	-14%	124,589		
Service charges - electricity revenue			105,666		5,123	5,123	8,805	(3,682)	-42%	105,666		
Service charges - refuse revenue			11,971		1,162	1,162	998	164	16%	11,971		
Rental of facilities and equipment			346		29	29	29	(0)	0%	346		
Interest earned - external investments			275		53	53	23	30	132%	275		
Interest earned - outstanding debtors			70,973		5,512	5,512	5,914	(402)	-7%	70,973		
Dividends received			3		-	-	0	(0)	-100%	3		
Fines			2,917		1,772	1,772	243	1,529	629%	2,917		
Licences and permits			9,399		175	175	783	(609)	-78%	9,399		
Agency services			2,381		-	-	198	(198)	-100%	2,381		
Transfers recognised - operational			113,160		45,106	45,106	9,430	35,676	378%	113,160		
Other revenue			1,385		59	59	115	(57)	-49%	1,385		
Gains on disposal of PPE								-				
<b>Total Revenue (excluding capital transfers and contributions)</b>			<b>-</b>		<b>443,065</b>	<b>-</b>	<b>67,880</b>	<b>67,880</b>	<b>36,922</b>	<b>30,958</b>	<b>84%</b>	<b>443,065</b>
<b>Expenditure By Type</b>												
Employee related costs			122,693		8,024	8,024	10,224	(2,201)	-22%	122,693		
Remuneration of councillors			12,811		1,150	1,150	1,068	83	8%	12,811		
Debt impairment			33,326		-	-	2,777	(2,777)	-100%	33,326		
Depreciation & asset impairment			70,104		-	-	5,842	(5,842)	-100%	70,104		
Finance charges			2,109		69	69	176	(107)	-61%	2,109		
Bulk purchases			94,332		6,201	6,201	7,861	(1,660)	-21%	94,332		
Contracted services			52,256		6,001	6,001	4,355	1,646	38%	52,256		
Other expenditure			82,362		4,613	4,613	6,863	(2,251)	-33%	82,362		
Loss on disposal of PPE								-				
<b>Total Expenditure</b>			<b>-</b>		<b>469,992</b>	<b>-</b>	<b>26,057</b>	<b>26,057</b>	<b>39,166</b>	<b>(13,109)</b>	<b>-33%</b>	<b>469,992</b>



<b>Surplus/(Deficit)</b>		-	(26,927)	-	41,823	41,823	(2,244)	44,067	(0)	(26,927)
Transfers recognised - capital			36,492		12,402	12,402	3,041	9,361	0	36,492
Contributions recognised - capital								-		
Share of surplus/ (deficit) of associate										
<b>Surplus/ (Deficit) for the year</b>		-	9,565	-	54,225	54,225	797			9,565

**Notes:**

- Operating Revenue (excluding capital transfers and contributions) is R67, 880 million
- Revenue capital contribution recognised amount R12, 402 million
- Operational Expenditure on financial Performances is R26, 057 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) - M01 July

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
<b>Single Year expenditure appropriation</b>	2									
Vote 3 - CORPORATE SERVICES		-	5 700	-	8	8	475	(467)	-98%	5 700
Vote 6 - TECHNICAL SERVICES DEPARTMENT		-	48 092	-	11 148	11 148	4 008	7 141	178%	48 092
<b>Total Capital single-year expenditure</b>	4	-	53 792	-	11 156	11 156	4 483	6 674	149%	53 792
<b>Total Capital Expenditure</b>		-	53 792	-	11 156	11 156	4 483	6 674	149%	53 792
<b>Capital Expenditure - Standard Classification</b>										
<b>Governance and administration</b>		-	5 700	-	8	8	475	(467)	-98%	5 700
Corporate services			5 700		8	8	475	(467)	-98%	5 700
<b>Economic and environmental services</b>		-	35 492	-	7 624	7 624	2 958	4 667	158%	35 492
Road transport			35 492		7 624	7 624	2 958	4 667	158%	35 492
<b>Trading services</b>		-	12 600	-	3 524	3 524	1 050	2 474	236%	12 600
Electricity			12 600		3 524	3 524	1 050	2 474	236%	12 600
<b>Other</b>								-		
<b>Total Capital Expenditure - Standard Classification</b>	3	-	53 792	-	11 156	11 156	4 483	6 674	149%	53 792
<b>Funded by:</b>										
National Government			36 492		10 942	10 942	3 041	7 901	260%	36 492
Transfers recognised - capital		-	36 492	-	10 942	10 942	3 041	7 901	260%	36 492

Internally generated funds			17 300		214	214	1 442	(1 228)	-85%	17 300
Total Capital Funding		-	53 792	-	11 156	11 156	4 483	6 674	149%	53 792

**Note:**

- Capital expenditure incurred during the month of July 2015 amount to R 11,156 million

## FINANCIAL POSITION

LIM334 Ba-Phalaborwa - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2012/13	Budget Year 2013/14			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b><u>ASSETS</u></b>						
<b>Current assets</b>						
Cash			1 612		2 412	1 612
Call investment deposits			1 700		22 038	1 700
Consumer debtors			161 832		464 804	161 832
Inventory			19 500		9 500	19 500
<b>Total current assets</b>		-	<b>184 644</b>	-	<b>498 754</b>	<b>184 644</b>
<b>Non current assets</b>						
Property, plant and equipment			1 360 432		1 284 139	1 360 432
Biological assets			400			400
Other non-current assets						
<b>Total non current assets</b>		-	<b>1 360 832</b>	-	<b>1 284 139</b>	<b>1 360 832</b>
<b>TOTAL ASSETS</b>		-	<b>1 545 477</b>	-	<b>1 782 893</b>	<b>1 545 477</b>
<b><u>LIABILITIES</u></b>						
<b>Current liabilities</b>	-					
Consumer deposits			1 650			1 650
Trade and other payables			5 091		28 046	5 091
Provisions						
<b>Total current liabilities</b>		-	<b>6 741</b>	-	<b>28 046</b>	<b>6 741</b>

<b>Non current liabilities</b>						
Borrowing			180 000		210 000	180 000
Provisions			18 000		20 000	18 000
<b>Total non current liabilities</b>		-	<b>198 000</b>	-	<b>230 000</b>	<b>198 000</b>
<b>TOTAL LIABILITIES</b>		-	<b>204 741</b>	-	<b>258 046</b>	<b>204 741</b>
<b>NET ASSETS</b>	2	-	<b>1 340 735</b>	-	<b>1 524 847</b>	<b>1 340 735</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)						
Reserves			1 340 735		1 524 847	1 340 735
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	-	<b>1 340 735</b>	-	<b>1 524 847</b>	<b>1 340 735</b>

**Note:**

- The financial position shows only year to date actual

### 3. CASH FLOW

LIM334 Ba-Phalaborwa - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2014/15	Budget Year							
		Audited Outcome	2015/16 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates, penalties & collection charges			37 772		2 808	2 808	3 148	(340)	-11%	37 772
Service charges			197 813		7 815	7 815	16 484	(8 670)	-53%	197 813
Other revenue			16 411		2 034	2 034	1 368	666	49%	16 411
Government - operating			113 160		47 549	47 549	9 430	38 119	404%	113 160
Government - capital			36 492		15 764	15 764	3 041	12 723	418%	36 492
Interest			19 504		379	379	1 625	(1 246)	-77%	19 504
Dividends			3		-	-	0	(0)	-100%	3
<b>Payments</b>										
Suppliers and employees			(364 453)		(40 882)	(40 882)	(30 371)	10 511	-35%	(364 453)
Finance charges			(2 109)		(69)	(69)	(176)	(107)	61%	(2 109)
Transfers and Grants								-		
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			<b>54 592</b>		<b>35 398</b>	<b>35 398</b>	<b>4 549</b>	<b>(30 849)</b>	<b>-678%</b>	<b>54 592</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Payments</b>										
Capital assets			(53 792)		(13 387)	(13 387)	(4 483)	8 905	-199%	(53 792)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			<b>(53 792)</b>		<b>(13 387)</b>	<b>(13 387)</b>	<b>(4 483)</b>	<b>8 905</b>	<b>-199%</b>	<b>(53 792)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Increase (decrease) in consumer deposits					(21 450)	(21 450)		(21 450)	#DIV/0!	
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			<b>-</b>		<b>(21 450)</b>	<b>(21 450)</b>	<b>-</b>	<b>21 450</b>	<b>#DIV/0!</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>			<b>800</b>		<b>561</b>	<b>561</b>	<b>67</b>			<b>800</b>
Cash/cash equivalents at beginning:			813			1 852	813			1 852
Cash/cash equivalents at month/year end:			1 612			2 412	879			2 651

**Note:**

The bank shows favourable closing balance of R2, 412 as at 31 July 2015

**4. DEBTORS AGE ANALYSIS****LIM334 Ba-Phalaborwa - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July**

Description	NT Code	Budget Year 2013/14								Total
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	
<b>R thousands</b>										
<b>Debtors Age Analysis By Income Source</b>										
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11 353	2 585	1 332	1 384	878	977	1 244	25 763	45 517
Receivables from Non-exchange Transactions - Property Rates	1400	9 649	3 486	2 700	2 737	2 565	2 795	2 537	118 961	145 429
Receivables from Exchange Transactions - Waste Management	1600	1 946	696	553	565	539	572	517	36 408	41 796
Other	1900	11 830	5 434	4 681	4 834	4 568	4 991	4 439	191 285	232 062
<b>Total By Income Source</b>	<b>2000</b>	<b>34 778</b>	<b>12 201</b>	<b>9 265</b>	<b>9 521</b>	<b>8 551</b>	<b>9 335</b>	<b>8 737</b>	<b>372 416</b>	<b>464 804</b>
<b>2012/13 - totals only</b>										-
<b>Debtors Age Analysis By Customer Group</b>										
Organs of State	2200	996	553	520	157	118	126	157	5 133	7 759
Commercial	2300	5 800	1 992	1 835	1 219	1 119	966	1 156	53 650	67 737
Households	2400	25 496	9 105	6 468	7 800	6 988	7 818	7 060	309 017	379 752
Other	2500	2 487	551	443	345	325	425	365	4 616	9 557
<b>Total By Customer Group</b>	<b>2600</b>	<b>34 778</b>	<b>12 201</b>	<b>9 265</b>	<b>9 521</b>	<b>8 551</b>	<b>9 335</b>	<b>8 737</b>	<b>372 416</b>	<b>464 804</b>

**Note:**

- The Debtor's age analysis shows a total figure of R464, 804 million from 30 days to over a year.

## 5. CREDITORS AGE ANALYSIS

LIM334 Ba-Phalaborwa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description R thousands	NT Code	Budget Year 2015/16									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	
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	7,069								7,069	
Trade Creditors	0700	2,556	76		6,955					9,587	
Other	0900									-	
<b>Total By Customer Type</b>	<b>1000</b>	<b>9,625</b>	<b>76</b>	<b>-</b>	<b>6,955</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16,656</b>	<b>-</b>

### Notes:

- The creditor's age analysis shows a total figure of R15,656 million



## 6. INVESTMENT PORTFOLIO

### LIM334 Ba-Phalaborwa - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
<b>R thousands</b>									
<b>Municipality</b>									
ABSA - Call Account			Fixed deposit				93	-	93
Call deposit a/c - STD Bank			Call Account				442	21 503	21 945
<b>TOTAL INVESTMENTS AND INTEREST</b>	2				-		535	21 503	22 038

#### Notes:

Total Investment is standing at R22, 038 million as at 31 July 2015.

## 7. TRANSFERS AND GRANT EXPENDITURES

LIM334 Ba-Phalaborwa - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
-										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	113 160	-	45 106	45 106	9 430	35 676	378.3%	113 160
Local Government Equitable Share			107 805		44 919	44 919	8 984	35 935	400.0%	107 805
Finance Management			1 675		91	91	140	(49)	-35.0%	1 675
Municipal Systems Improvement			940		-	-	78	(78)	-100.0%	940
EPWP Incentive			1 188		-	-	99	(99)	-100.0%	1 188
Operating Grant: MIG (5% of MIG Grants for PMU)			1 552		82	82	129	(47)	-36.7%	1 552
OP GR : SITA			-		15	15	-	15	#DIV/0!	-
<i>[insert description]</i>								-		
<b>Total operating expenditure of Transfers and Grants:</b>		-	113 160	-	45 106	45 106	9 430	35 676	378.3%	113 160
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	36 492	-	12 402	12 402	3 041	9 361	307.8%	36 492
Municipal Infrastructure Grant (MIG)			29 492		12 402	12 402	2 458	9 944	404.6%	29 492
Intergrated National Electrification Grant			7 000		-	-	583	(583)	-100.0%	7 000
								-		
<b>Total capital expenditure of Transfers and Grants</b>		-	36 492	-	12 402	12 402	3 041	9 361	307.8%	36 492
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		-	149 652	-	57 508	57 508	12 471	45 037	361.1%	149 652

**Notes:**

- The monthly operating transfers and grants expenditure is R45, 106 million
- The monthly capital transfers and grants expenditure is R12, 402 million
- Total expenditure on grants amount to R57, 508 million

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

### LIM334 Ba-Phalaborwa - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
	1	A	B	C						D
<b><u>Councillors (Political Office Bearers plus Other)</u></b>										
Basic Salaries and Wages			8 874		841	841	740	101	14%	8 874
Motor Vehicle Allowance			3 109		247	247	259	(12)	-5%	3 109
Cellphone Allowance			828		63	63	69	(6)	-9%	828
Other benefits and allowances								-		
<b>Sub Total - Councillors</b>			<b>12 811</b>		<b>1 150</b>	<b>1 150</b>	<b>1 068</b>	<b>83</b>	<b>8%</b>	<b>12 811</b>
<b>% increase</b>	4									
<b><u>Senior Managers of the Municipality</u></b>	3									
Basic Salaries and Wages			3 797		207	207	316	(110)	-35%	3 797
Pension and UIF Contributions			11		0	0	1	(0)	-49%	11
Motor Vehicle Allowance			2 448		82	82	204	(122)	-60%	2 448
Cellphone Allowance			86		3	3	7	(4)	-58%	86
Housing Allowances								-		
Other benefits and allowances			780		21	21	65	(44)	-68%	780
Post-retirement benefit obligations	2							-		
<b>Sub Total - Senior Managers of Municipality</b>			<b>7 121</b>		<b>314</b>	<b>314</b>	<b>593</b>	<b>(280)</b>	<b>-47%</b>	<b>7 121</b>
<b>% increase</b>	4									
<b><u>Other Municipal Staff</u></b>										
Basic Salaries and Wages			73 101		5 042	5 042	6 092	(1 050)	-17%	73 101
Pension and UIF Contributions			14 153		1 006	1 006	1 179	(174)	-15%	14 153
Medical Aid Contributions			4 567		350	350	381	(30)	-8%	4 567
Overtime			4 153		80	80	346	(267)	-77%	4 153

Performance Bonus										
Motor Vehicle Allowance			12 974		735	735	1 081	(346)	-32%	12 974
Cellphone Allowance			1 044		62	62	87	(25)	-29%	1 044
Housing Allowances			913		51	51	76	(25)	-34%	913
Other benefits and allowances			4 004		305	305	334	(28)	-8%	4 004
Long service awards			662		79	79	55	24	43%	662
Post-retirement benefit obligations	2							-		
<b>Sub Total - Other Municipal Staff</b>		-	<b>115 571</b>	-	<b>7 710</b>	<b>7 710</b>	<b>9 631</b>	<b>(1 921)</b>	<b>-20%</b>	<b>115 571</b>
<b>% increase</b>	4									
<b>Total Parent Municipality</b>		-	<b>135 503</b>	-	<b>9 174</b>	<b>9 174</b>	<b>11 292</b>	<b>(2 118)</b>	<b>-19%</b>	<b>135 503</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>										
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		-	<b>135 503</b>	-	<b>9 174</b>	<b>9 174</b>	<b>11 292</b>	<b>(2 118)</b>	<b>-19%</b>	<b>135 503</b>
<b>% increase</b>	4									
<b>TOTAL MANAGERS AND STAFF</b>		-	<b>122 693</b>	-	<b>8 024</b>	<b>8 024</b>	<b>10 224</b>	<b>(2 201)</b>	<b>-22%</b>	<b>122 693</b>

**Notes:**

- Political office bearer's remunerations for the month of July amounted to R1, 150 million
- Employee related costs R8, 024 million
- The municipality has total employee related cost & Remuneration of councillors of R9, 174 million for the month of July 2015

NB: Senior Managers only contribute UIF and no pension fund contribution

## 9. ACTUALS AND REVISED TARGETS FOR CASH RECEIPT

LIM334 Ba-Phalaborwa - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M01  
July

Description	Ref	Budget Year 2015/16											
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
R thousands	1	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget
<b>Cash Receipts By Source</b>													
Property rates		2 808	3 444	3 089	3 583	3 375	2 765	2 765	3 366	2 542	3 154	2 544	4 336
Property rates - penalties & collection charges													-
Service charges - electricity revenue		3 683	3 254	4 381	4 211	6 069	3 404	3 404	5 398	7 389	5 834	5 944	26 279
Service charges - water revenue		3 111	6 691	2 553	8 819	2 571	5 669	5 669	8 135	7 389	3 238	3 209	3 559
Service charges - sanitation revenue		596	3 506	4 523	3 599	4 492	4 472	4 472	3 670	4 304	4 109	3 296	7 931
Service charges - refuse		425	380	423	486	371	339	339	1 480	458	452	452	3 374
Service charges - other													-
Rental of facilities and equipment		29	20	21	22	22	21	20	21	23	23	23	102
Interest earned - external investments		53	26	27	19	29	28	17	26	25	26	16	(18)
Interest earned - outstanding debtors		326	327	329	329	330	330	330	331	329	326	329	15 613
Dividends received		-	0	0	0	0	0	0	0	0	0	0	0
Fines		1 772	232	233	234	231	232	230	233	235	234	233	(1 350)
Licences and permits		175	852	757	459	561	462	763	1 163	964	866	1 165	1 355
Agency services		-	199	200	198	196	195	194	193	193	194	195	427
Transfer receipts - operating		47 549	-	-	-	37 720	-	-	-	37 720	-	-	(9 829)
Other revenue		59	76	75	77	77	78	79	76	74	75	76	564
<b>Cash Receipts by Source</b>		<b>60 585</b>	<b>19 009</b>	<b>16 611</b>	<b>22 036</b>	<b>56 044</b>	<b>17 997</b>	<b>18 283</b>	<b>24 092</b>	<b>61 646</b>	<b>18 532</b>	<b>17 482</b>	<b>52 345</b>
<b>Other Cash Flows by Source</b>													-
Transfer receipts - capital		15 764				12 164				12 164			(3 600)
Change in non-current investments													-
<b>Total Cash Receipts by Source</b>		<b>76 349</b>	<b>19 009</b>	<b>16 611</b>	<b>22 036</b>	<b>68 208</b>	<b>17 997</b>	<b>18 283</b>	<b>24 092</b>	<b>73 810</b>	<b>18 532</b>	<b>17 482</b>	<b>48 745</b>
													-

<b>Cash Payments by Type</b>													-
Employee related costs	8 024	10 555	10 558	10 604	10 621	10 636	10 660	10 681	10 694	10 540	10 591	10 591	8 528
Remuneration of councillors	1 150	1 152	1 154	1 157	1 158	1 159	1 159	1 161	1 165	1 163	1 167	1 167	66
Interest paid	69	76	76	77	79	78	79	80	79	76	75	75	1 266
Bulk purchases - Electricity	15 000	7 340	7 384	6 413	7 446	7 492	7 388	5 369	8 351	8 348	8 325	8 325	5 476
Contracted services	3 193	4 192	4 098	3 210	4 171	4 060	4 089	2 120	4 155	4 182	7 199	7 199	9 586
General expenses	13 515	6 395	6 351	3 391	6 441	6 592	6 562	3 529	6 510	6 590	6 523	6 523	7 961
<b>Cash Payments by Type</b>	<b>40 951</b>	<b>29 710</b>	<b>29 622</b>	<b>24 853</b>	<b>29 916</b>	<b>30 017</b>	<b>29 937</b>	<b>22 940</b>	<b>30 955</b>	<b>30 898</b>	<b>33 881</b>	<b>33 881</b>	<b>32 883</b>
<b>Other Cash Flows/Payments by Type</b>													-
Capital assets	13 387	5 068	4 095	2 127	4 156	4 021	5 015	2 004	5 116	4 009	5 011	5 011	(216)
Other Cash Flows/Payments	21 450												(21 450)
<b>Total Cash Payments by Type</b>	<b>75 788</b>	<b>34 778</b>	<b>33 717</b>	<b>26 980</b>	<b>34 072</b>	<b>34 038</b>	<b>34 952</b>	<b>24 944</b>	<b>36 071</b>	<b>34 907</b>	<b>38 891</b>	<b>38 891</b>	<b>11 217</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>561</b>	<b>(15,768)</b>	<b>(17,107)</b>	<b>(4,944)</b>	<b>34 137</b>	<b>(16,041)</b>	<b>(16,668)</b>	<b>(852)</b>	<b>37 739</b>	<b>(16,375)</b>	<b>(21 409)</b>	<b>(21 409)</b>	<b>37 527</b>
Cash/cash equivalents at the month/year beginning:	1 852	2 412	(13356)	(30463)	(35406)	(1270)	(17311)	(33979)	(34 831)	2 908	(13 467)	(13 467)	(34 876)
Cash/cash equivalents at the month/year end:	2 412	(13,356)	(30463)	(35,406)	(1,270)	(17,311)	(33,979)	(34,831)	2 908	(13,467)	(34 876)	(34 876)	2 651

## Notes

Total actual cash receipts for the month amount to R76, 349 million. This total is including Water and sanitation service charges.

While the total actual cash-payments made for the month amount to R54, 338 million.

Other outflow to call accounts amount to R21, 450 million

The closing balance on the primary bank account shows favourable bank balance of R2, 412 million

## 10.CAPITAL EXPENDITURE TREND

LIM334 Ba-Phalaborwa - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
<b>Monthly expenditure performance trend</b>									
July		4 483		11 156	11 156	4 483	(6 674)	-148.9%	21%
August		4 483				8 965	-		
September		4 483				13 448	-		
October		4 483				17 931	-		
November		4 483				22 413	-		
December		4 483				26 896	-		
January		4 483				31 379	-		
February		4 483				35 861	-		
March		4 483				40 344	-		
April		4 483				44 827	-		
May		4 483				49 309	-		
June		4 483				53 792	-		
<b>Total Capital expenditure</b>	-	<b>53 792</b>	-	<b>11 156</b>					

### Notes:

- Capital expenditure incurred during the month of July 2015 amount to R11, 156 million



## 11.BANK RECONCILIATION

BA-PHALBORWA MUNICIPALITY  
TRANSACTION STATEMENT FOR July 2015

ACC: 330451367

Statement Description	AMOUNT
Outstanding C/F	1 851 670.33
Current - Cheques	-110 272.40
Current - ACBs	-50 669 825.77
Current - ACB Rejects	-
Current - Deposits	6 393 940.57
Current - RD Cheques	-
Current - Redeposit	-
Current - Transferred Deposits	11 906 983.59
Current - Bank Charges	-43 282.06
	33 083 021.28
Current - Salaries & Other Transfers	-
Current - Already Reconciled	
	2 412 235.54
Current - C/F	

### Notes

- The closing balance as at 31 July 2015 is R2, 412 million

## 12.RECOMMENDATIONS

### a. That the following be noted:

- 1) The financial report for the period ended 31 July 2015 **excluding Water and Waste Water management**
- 2) The summary of monthly budget statement report for the month ended 31 July 2015
- 3) The financial performance for the month ended 31 July 2015
- 4) The financial position as at 31 July 2015
- 5) The actual operating revenue (as per GRAP) for the month ended 31 July 2015 is 67, 880 million
- 6) Revenue Capital Contribution recognised amount to R R12, 402 million
- 7) Operational Expenditure on financial Performances is R26, 057 million.
- 8) Capital Expenditure incurred during the month ended 31 July 2015 amount to R11, 156 million
- 9) The municipality received an Equitable Share of R44, 919 million during the month of July 2015
- 10) The municipality received FMG of R1, 675 million during month of July 2015
- 11) The municipality received MIG of R14, 314 million during the month of July 2015
- 12) The municipality received MSIG of R940 thousand during the month of July 2015

- 13) The municipality received INEG of R1, 450 million during the month of July 2015
- 14) Consolidated call deposit accounts held at STD Bank and ABSA closed with a balance of R22, 038 million on 31 July 2015
- 15) That councillors and Staff Benefits for July 2015 amount to R9,174 million be approved
- 16) Municipal Primary Bank reconciliation closed with a positive balance of R2,412 million as at 31 July 2015