

## **Vision**

*“Best tourist destination in  
Limpopo by 2020”*

## **BA-PHALABORWA MUNICIPALITY**



## **FINANCIAL PERFORMANCE REPORT**

**AS AT 30 APRIL 2014**

## 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 - M10 April

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								%	
<b>Financial Performance</b>									
Property rates	60,257	65,100	65,100	5,149	52,454	54,250	(1,796)	-3%	65,100
Service charges	79,414	101,515	102,770	8,521	80,214	85,642	(5,427)	-6%	102,770
Investment revenue	332	250	310	44	280	258	22	8%	84,878
Transfers recognised - operational	65,471	74,154	74,154	1,141	70,437	61,795	8,642	14%	74,154
Other own revenue	50,508	93,771	100,163	7,549	58,378	83,469	(25,092)	-30%	100,163
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>255,983</b>	<b>334,790</b>	<b>342,497</b>	<b>22,405</b>	<b>261,762</b>	<b>285,414</b>	<b>(23,652)</b>	<b>-8%</b>	<b>427,065</b>
Employee costs	93,712	111,154	111,750	8,426	81,035	93,125	(12,091)	-13%	111,750
Remuneration of Councillors	9,052	12,185	11,175	1,024	10,067	9,313	754	8%	11,175
Depreciation & asset impairment	69,182	76,500	76,500	-	-	63,750	(63,750)	-100%	76,500
Finance charges	226	803	963	182	1,207	803	404	50%	963
Materials and bulk purchases	53,402	82,060	81,060	4,386	58,229	67,550	(9,321)	-14%	81,060
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	172,461	187,557	188,981	8,657	117,870	157,484	(39,614)	-25%	188,981
<b>Total Expenditure</b>	<b>398,036</b>	<b>470,260</b>	<b>470,430</b>	<b>22,675</b>	<b>268,407</b>	<b>392,025</b>	<b>(123,618)</b>	<b>-32%</b>	<b>470,430</b>
<b>Surplus/(Deficit)</b>	<b>(142,052)</b>	<b>(135,470)</b>	<b>(127,933)</b>	<b>(270)</b>	<b>(6,645)</b>	<b>(106,611)</b>	<b>99,966</b>	<b>-94%</b>	<b>(43,365)</b>
Transfers recognised - capital	32,895	29,333	24,333	1,070	25,822	20,278	5,545	27%	24,333
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
	<b>(109,157)</b>	<b>(106,137)</b>	<b>(103,600)</b>	<b>800</b>	<b>19,178</b>	<b>(86,333)</b>	<b>105,511</b>	<b>-122%</b>	<b>(19,032)</b>
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>									
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(109,157)</b>	<b>(106,137)</b>	<b>(103,600)</b>	<b>800</b>	<b>19,178</b>	<b>(86,333)</b>	<b>105,511</b>	<b>-122%</b>	<b>(19,032)</b>

<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>42,949</b>	<b>60,620</b>	<b>48,530</b>	<b>3,391</b>	<b>32,044</b>	<b>40,442</b>	<b>(8,398)</b>	<b>-21%</b>	<b>48,530</b>
Capital transfers recognised	29,238	29,333	24,220	938	22,651	20,183	2,468	12%	24,220
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	<b>13,711</b>	<b>31,287</b>	<b>24,310</b>	<b>2,452</b>	<b>9,392</b>	<b>20,258</b>	<b>(10,866)</b>	<b>-54%</b>	<b>24,310</b>
<b>Total sources of capital funds</b>	<b>42,949</b>	<b>60,620</b>	<b>48,530</b>	<b>3,391</b>	<b>32,044</b>	<b>40,442</b>	<b>(8,398)</b>	<b>-21%</b>	<b>48,530</b>
<b>Financial position</b>									
Total current assets	56,845	182,428	182,428		379,171				182,428
Total non current assets	1,057,189	1,231,748	1,231,748		1,217,767				1,231,748
Total current liabilities	373,494	9,000	9,000		32,795				9,000
Total non current liabilities	33,736	189	189		9,009				189
<b>Community wealth/Equity</b>	<b>706,805</b>	<b>1,404,987</b>	<b>1,404,987</b>		<b>1,555,134</b>				<b>1,404,987</b>
<b>Cash flows</b>									
Net cash from (used) operating	43,315	61,635	39,965	(14,415)	1,800	29,974	(28,174)	-94%	61,635
Net cash from (used) investing	(42,949)	(60,620)	(38,530)	(3,865)	(36,941)	(28,898)	(8,044)	28%	(60,620)
Net cash from (used) financing	(941)	-	-	-	26,386	-	26,386	#DIV/0!	-
<b>Cash/cash equivalents at the month/year end</b>	<b>2,066</b>	<b>4,015</b>	<b>2,572</b>	<b>-</b>	<b>(7,618)</b>	<b>4,076</b>	<b>(11,694)</b>	<b>-287%</b>	<b>2,153</b>
<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	18,750	13,740	12,546	5,483	10,453	9,938	10,827	268,742	350,480
<b>Creditors Age Analysis</b>									
Total Creditors	10	-	5	621	-	-	-	-	635

Notes

- Total Revenue (excluding capital transfers and contributions) is R22,405 million
- Total Expenditure on financial Performances is R22,675 million
- Revenue Capital Contribution is R1,070 million
- Surplus for the month after capital transfers & contributions is R800 thousand
- The total capital expenditure for the month is R3,391 million excluding vat

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

LIM334 Ba-Phalaborwa - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M10 April

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								%	
<b>Revenue - Standard</b>										
<b>Governance and administration</b>		170,792	222,410	222,428	11,245	166,942	185,357	(18,415)	-10%	222,428
Budget and treasury office		170,288	222,102	222,121	11,237	166,748	185,100	(18,352)	-10%	222,121
Corporate services		504	308	308	8	194	256	(63)	-24%	308
<b>Community and public safety</b>		4,777	7,889	13,943	1,958	12,935	11,619	1,315	11%	13,943
Community and social services		3,906	5,969	11,423	1,817	11,257	9,519	1,738	18%	11,423
Public safety		871	1,920	2,520	141	1,677	2,100	(423)	-20%	2,520
<b>Economic and environmental services</b>		29,895	32,309	27,689	1,750	27,494	23,074	4,419	19%	27,689
Planning and development		-	15	395	-	70	329	(259)	-79%	395
Road transport		29,895	32,294	27,294	1,750	27,423	22,745	4,678	21%	27,294
Environmental protection		-	-	-	-	-	-	-		-
<b>Trading services</b>		83,414	101,515	102,770	8,521	80,214	85,642	(5,427)	-6%	102,770
Electricity		74,292	92,002	92,002	7,620	71,449	76,668	(5,219)	-7%	92,002
Waste management		9,123	9,513	10,768	901	8,765	8,973	(208)	-2%	10,768
<b>Other</b>	4	-	-	-	-	-	-	-		-
<b>Total Revenue - Standard</b>	2	<b>288,879</b>	<b>364,123</b>	<b>366,830</b>	<b>23,474</b>	<b>287,585</b>	<b>305,692</b>	<b>(18,107)</b>	<b>-6%</b>	<b>366,830</b>
<b>Expenditure - Standard</b>										
<b>Governance and administration</b>	-	194,353	167,814	166,219	8,088	100,747	138,516	(37,769)	-27%	166,219
Executive and council		25,772	36,456	33,534	2,276	20,550	27,945	(7,395)	-26%	33,534
Budget and treasury office		144,420	87,659	92,142	3,443	54,719	76,785	(22,066)	-29%	92,142

Corporate services		24,160	43,699	40,544	2,369	25,478	33,787	(8,308)	-25%	40,544
<b>Community and public safety</b>		<b>33,767</b>	<b>52,146</b>	<b>53,096</b>	<b>2,817</b>	<b>38,661</b>	<b>44,247</b>	(5,586)	-13%	<b>53,096</b>
Community and social services		25,244	41,185	42,880	2,351	30,862	35,734	(4,872)	-14%	42,880
Public safety		8,523	10,961	10,215	467	7,799	8,513	(714)	-8%	10,215
<b>Economic and environmental services</b>		<b>90,450</b>	<b>119,151</b>	<b>119,574</b>	<b>3,684</b>	<b>41,415</b>	<b>99,645</b>	(58,230)	-58%	<b>119,574</b>
Planning and development		7,038	11,910	11,505	681	6,376	9,587	(3,212)	-33%	11,505
Road transport		83,412	107,241	108,069	3,003	35,040	90,058	(55,018)	-61%	108,069
<b>Trading services</b>		<b>79,467</b>	<b>131,149</b>	<b>131,541</b>	<b>8,086</b>	<b>87,584</b>	<b>109,617</b>	(22,033)	-20%	<b>131,541</b>
Electricity		75,856	125,959	126,269	7,668	79,555	105,224	(25,669)	-24%	126,269
Water		-	-	-	-	5,000	-	5,000	#DIV/0!	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		3,611	5,190	5,272	418	3,029	4,394	(1,365)	-31%	5,272
<b>Other</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
<b>Total Expenditure - Standard</b>	<b>3</b>	<b>398,036</b>	<b>470,260</b>	<b>470,430</b>	<b>22,675</b>	<b>268,407</b>	<b>392,025</b>	<b>(123,618)</b>	<b>-32%</b>	<b>470,430</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(109,157)</b>	<b>(106,137)</b>	<b>(103,600)</b>	<b>800</b>	<b>19,178</b>	<b>(86,333)</b>	<b>105,511</b>	<b>-122%</b>	<b>(103,600)</b>

## Notes:

- Financial performance of revenue by vote is R23,474 million including capital contributions
- Financial performance of Expenditure by vote is R22,675 million
- The surplus for the month is R800 thousand

**FINANCIAL PERFORMANCE REVENUE AND EXPENDITURE PER SOURCE**

LIM334 Ba-Phalaborwa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

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
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		60,257	65,100	65,100	5,149	52,454	54,250	(1,796)	-3%	65,100
Service charges - electricity revenue		70,292	92,002	92,002	7,620	71,449	76,668	(5,219)	-7%	92,002
Service charges - refuse revenue		9,123	9,513	10,768	901	8,765	8,973	(208)	-2%	10,768
Rental of facilities and equipment		295	308	308	8	194	256	(63)	-24%	308
Interest earned - external investments		332	250	310	44	280	258	22	8%	310
Interest earned - outstanding debtors		42,369	84,568	84,568	5,558	44,706	70,473	(25,767)	-37%	84,568
Dividends received			2	2		-	2	(2)	-100%	2
Fines		871	1,900	2,500	140	1,670	2,083	(413)	-20%	2,500
Licences and permits		2,375	5,690	11,185	1,804	11,093	9,321	1,773	19%	11,185
Agency services		1,531		-			-			
Transfers recognised - operational		65,471	74,154	74,154	1,141	70,437	61,795	8,642	14%	74,154
Other revenue		3,068	1,303	1,601	39	714	1,334	(620)	-46%	1,601
Gains on disposal of PPE				-			-			
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>255,983</b>	<b>334,790</b>	<b>342,497</b>	<b>22,405</b>	<b>261,762</b>	<b>285,414</b>	<b>(23,652)</b>	<b>-8%</b>	<b>342,497</b>
<b>Expenditure By Type</b>										
Employee related costs	-	93,712	111,154	111,750	8,426	81,035	93,125	(12,091)	-13%	111,750
Remuneration of councillors		9,052	12,185	11,175	1,024	10,067	9,313	754	8%	11,175
Debt impairment		108,991	29,913	27,100	89	12,186	22,583	(10,397)	-46%	27,100
Depreciation & asset impairment		69,182	76,500	76,500		-	63,750	(63,750)	-100%	76,500
Finance charges		226	803	963	182	1,207	803	404	50%	963
Bulk purchases		53,402	82,060	81,060	4,386	58,229	67,550	(9,321)	-14%	81,060
Other materials				-			-			
Contracted services		10,096	28,453	42,868	1,526	36,019	35,723	295	1%	42,868
Transfers and grants				-			-			
Other expenditure		53,460	129,191	119,013	7,041	69,665	99,177	(29,513)	-30%	119,013
Loss on disposal of PPE		(86)		-			-			
<b>Total Expenditure</b>		<b>398,036</b>	<b>470,260</b>	<b>470,430</b>	<b>22,675</b>	<b>268,407</b>	<b>392,025</b>	<b>(123,618)</b>	<b>-32%</b>	<b>470,430</b>
<b>Surplus/(Deficit)</b>		<b>(142,052)</b>	<b>(135,470)</b>	<b>(127,933)</b>	<b>(270)</b>	<b>(6,645)</b>	<b>(106,611)</b>	<b>99,966</b>	<b>(0)</b>	<b>(127,933)</b>



Transfers recognised - capital	32,895	29,333	24,333	1,070	25,822	20,278	5,545	0	24,333
Contributions recognised - capital							-		
Contributed assets							-		
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(109,157)</b>	<b>(106,137)</b>	<b>(103,600)</b>	<b>800</b>	<b>19,178</b>	<b>(86,333)</b>			<b>(103,600)</b>
Taxation							-		
<b>Surplus/(Deficit) after taxation</b>	<b>(109,157)</b>	<b>(106,137)</b>	<b>(103,600)</b>	<b>800</b>	<b>19,178</b>	<b>(86,333)</b>			<b>(103,600)</b>
Attributable to minorities									
<b>Surplus/(Deficit) attributable to municipality</b>	<b>(109,157)</b>	<b>(106,137)</b>	<b>(103,600)</b>	<b>800</b>	<b>19,178</b>	<b>(86,333)</b>			<b>(103,600)</b>
Share of surplus/ (deficit) of associate									
<b>Surplus/ (Deficit) for the year</b>	<b>(109,157)</b>	<b>(106,137)</b>	<b>(103,600)</b>	<b>800</b>	<b>19,178</b>	<b>(86,333)</b>			<b>(103,600)</b>

#### Notes

- Total Revenue (excluding capital transfers and contributions) is R22,405 million
- Total Expenditure on financial Performances is R22, 675 million
- Revenue Capital Contribution is R1,070 million
- Surplus for the month after capital transfers & contributions is R800 thousand

**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) - M10 April

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								%	
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - EXECUTIVE AND COUNCIL		-	1,900	600	499	994	500	494	99%	600
Vote 2 - BUDGET AND TREASURY DEPARTMENT		-	1,500	1,680	105	313	1,400	(1,087)	-78%	1,680
Vote 3 - CORPORATE SERVICES		3,398	5,400	2,356	94	517	1,963	(1,447)	-74%	2,356
Vote 4 - COMMUNITY AND SOCIAL SERVICES		1,711	7,000	-	-	-	-	-	-	-
Vote 5 - PLANNING AND DEVELOPMENT		-	2,700	2,000	-	-	1,667	(1,667)	-100%	2,000
Vote 6 - TECHNICAL SERVICES DEPARTMENT		37,840	42,120	41,894	2,693	30,220	34,912	(4,692)	-13%	41,894
<b>Total Capital single-year expenditure</b>	4	42,949	60,620	48,530	3,391	32,044	40,442	(8,398)	-21%	48,530
<b>Total Capital Expenditure</b>		<b>42,949</b>	<b>60,620</b>	<b>48,530</b>	<b>3,391</b>	<b>32,044</b>	<b>40,442</b>	<b>(8,398)</b>	<b>-21%</b>	<b>48,530</b>
<b>Capital Expenditure - Standard Classification</b>										
<b>Governance and administration</b>		<b>3,398</b>	<b>8,800</b>	<b>4,636</b>	<b>698</b>	<b>1,824</b>	<b>3,863</b>	<b>(2,040)</b>	<b>-53%</b>	<b>4,636</b>
Executive and council			1,900	600	499	994	500	494	99%	600
Budget and treasury office			1,500	1,680	105	313	1,400	(1,087)	-78%	1,680
Corporate services		3,398	5,400	2,356	94	517	1,963	(1,447)	-74%	2,356
<b>Community and public safety</b>		<b>1,711</b>	<b>7,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Community and social services		1,711	6,000	-	-	-	-	-	-	-
Public safety			1,000	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>26,169</b>	<b>24,820</b>	<b>23,814</b>	<b>938</b>	<b>18,430</b>	<b>19,845</b>	<b>(1,415)</b>	<b>-7%</b>	<b>23,814</b>
Planning and development			2,700	2,000	-	-	1,667	(1,667)	-100%	2,000
Road transport		26,169	22,120	21,814	938	18,430	18,178	252	1%	21,814
Environmental protection				-	-	-	-	-	-	-

<b>Trading services</b>		<b>11,672</b>	<b>20,000</b>	<b>20,080</b>	<b>1,754</b>	<b>11,790</b>	<b>16,733</b>	(4,943)	-30%	<b>20,080</b>
Electricity		11,672	20,000	20,080	1,754	11,790	16,733	(4,943)	-30%	20,080
<b>Total Capital Expenditure - Standard Classification</b>	<b>3</b>	<b>42,949</b>	<b>60,620</b>	<b>48,530</b>	<b>3,391</b>	<b>32,044</b>	<b>40,442</b>	<b>(8,398)</b>	<b>-21%</b>	<b>48,530</b>
<b>Funded by:</b>										
National Government		29,238	29,333	24,220	938	22,651	20,183	2,468	12%	24,220
<b>Transfers recognised - capital</b>		<b>29,238</b>	<b>29,333</b>	<b>24,220</b>	<b>938</b>	<b>22,651</b>	<b>20,183</b>	<b>2,468</b>	<b>12%</b>	<b>24,220</b>
<b>Internally generated funds</b>		<b>13,711</b>	<b>31,287</b>	<b>24,310</b>	<b>2,452</b>	<b>9,392</b>	<b>20,258</b>	<b>(10,866)</b>	<b>-54%</b>	<b>24,310</b>
<b>Total Capital Funding</b>		<b>42,949</b>	<b>60,620</b>	<b>48,530</b>	<b>3,391</b>	<b>32,044</b>	<b>40,442</b>	<b>(8,398)</b>	<b>-21%</b>	<b>48,530</b>

## Notes:

- The total capital expenditure is R3,391 million

## FINANCIAL POSITION

LIM334 Ba-Phalaborwa - Table C6 Monthly Budget Statement - Financial Position - M10 April

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>ASSETS</b>						
<b>Current assets</b>						
Cash		2,066	2,500	2,500	–	2,500
Call investment deposits			500	500	19,660	500
Consumer debtors		45,372	150,087	150,087	350,480	150,087
Other debtors		4				
Current portion of long-term receivables			20,000	20,000	–	20,000
Inventory		9,403	9,341	9,341	9,032	9,341
<b>Total current assets</b>		<b>56,845</b>	<b>182,428</b>	<b>182,428</b>	<b>379,171</b>	<b>182,428</b>
<b>Non current assets</b>						
Long-term receivables					25,847	
Investments						
Investment property			6,000	6,000		6,000
Investments in Associate						
Property, plant and equipment		1,056,876	1,222,960	1,222,960	1,191,694	1,222,960
Agricultural			250	250		250
Biological assets		313	238	238	227	238
Intangible assets			2,300	2,300		2,300
Other non-current assets						
<b>Total non current assets</b>		<b>1,057,189</b>	<b>1,231,748</b>	<b>1,231,748</b>	<b>1,217,767</b>	<b>1,231,748</b>
<b>TOTAL ASSETS</b>		<b>1,114,035</b>	<b>1,414,176</b>	<b>1,414,176</b>	<b>1,596,938</b>	<b>1,414,176</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft					7,618	
Borrowing			4,200	4,200	4,200	4,200
Consumer deposits		2,981			1,231	
Trade and other payables		370,513	–	–	19,746	–
Provisions			4,800	4,800		4,800
<b>Total current liabilities</b>		<b>373,494</b>	<b>9,000</b>	<b>9,000</b>	<b>32,795</b>	<b>9,000</b>

<b>Non current liabilities</b>						
Borrowing			189	189	189	189
Provisions		33,736			8,820	
<b>Total non current liabilities</b>		<b>33,736</b>	<b>189</b>	<b>189</b>	<b>9,009</b>	<b>189</b>
<b>TOTAL LIABILITIES</b>		<b>407,230</b>	<b>9,189</b>	<b>9,189</b>	<b>41,804</b>	<b>9,189</b>
<b>NET ASSETS</b>	2	<b>706,805</b>	<b>1,404,987</b>	<b>1,404,987</b>	<b>1,555,134</b>	<b>1,404,987</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)			(106,137)	(106,137)		(106,137)
Reserves		706,805	1,511,124	1,511,124	1,555,134	1,511,124
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>706,805</b>	<b>1,404,987</b>	<b>1,404,987</b>	<b>1,555,134</b>	<b>1,404,987</b>

**Notes:**

- The financial position shows only year to date actual

### 3. CASH FLOW

LIM334 Ba-Phalaborwa - Table C7 Monthly Budget Statement - Cash Flow - M10 April

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
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Ratepayers and other		162,582	230,440	244,710	18,818	163,838	183,532	(19,695)	-11%	230,440
Government - operating		64,589	74,154	74,154	-	70,361	55,615	14,746	27%	74,154
Government - capital		33,778	29,333	24,333	-	39,432	18,250	21,182	116%	29,333
Interest		42,701	250	311	280	516	233	283	121%	250
<b>Payments</b>										
Suppliers and employees		(260,109)	(271,738)	(302,731)	(33,330)	(271,138)	(227,048)	44,090	-19%	(271,738)
Finance charges		(226)	(803)	(812)	(182)	(1,208)	(609)	600	-98%	(803)
Transfers and Grants				-				-		
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>43,315</b>	<b>61,635</b>	<b>39,965</b>	<b>(14,415)</b>	<b>1,800</b>	<b>29,974</b>	<b>(28,174)</b>	<b>-94%</b>	<b>61,635</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
<b>Payments</b>										
Capital assets		(42,949)	(60,620)	(38,530)	(3,865)	(36,941)	(28,898)	8,044	-28%	(60,620)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(42,949)</b>	<b>(60,620)</b>	<b>(38,530)</b>	<b>(3,865)</b>	<b>(36,941)</b>	<b>(28,898)</b>	<b>8,044</b>	<b>-28%</b>	<b>(60,620)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Increase (decrease) in consumer deposits						26,386		26,386	#DIV/0!	
<b>Payments</b>										
Repayment of borrowing		(941)						-		
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(941)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,386</b>	<b>-</b>	<b>-</b>	<b>#DIV/0!</b>	<b>-</b>

								(26,386)		
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		(575)	1,015	1,435	(18,280)	(8,756)	1,076			1,015
Cash/cash equivalents at beginning:		2,642	3,000	1,137		1,137	3,000			1,137
Cash/cash equivalents at month/year end:		2,066	4,015	2,572		(7,618)	4,076			2,153

**Notes:**

The bank shows an overdraft of R7, 618 as at 30 Aril 2014

#### 4. DEBTORS AGE ANALYSIS

LIM334 Ba-Phalaborwa - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

Description	NT Code	Budget Year 2013/14									Total	Total over 90 days
		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 - Water	1200										-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7,135	3,564	2,741	1,133	1,328	935	556	21,207	38,599	25,159	
Receivables from Non-exchange Transactions - Property Rates	1400	4,786	3,665	3,429	3,155	3,071	3,121	3,732	86,864	111,823	99,943	
Receivables from Exchange Transactions - Waste Water Management	1500									-	-	
Receivables from Exchange Transactions - Waste Management	1600	1,002	766	713	696	660	630	1,361	28,279	34,108	31,627	
Receivables from Exchange Transactions - Property Rental Debtors	1700									-	-	
Interest on Arrear Debtor Accounts	1810									-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-	
Other	1900	5,827	5,745	5,664	498	5,393	5,253	5,177	132,393	165,950	148,715	
<b>Total By Income Source</b>	<b>2000</b>	<b>18,750</b>	<b>13,740</b>	<b>12,546</b>	<b>5,483</b>	<b>10,453</b>	<b>9,938</b>	<b>10,827</b>	<b>268,742</b>	<b>350,480</b>	<b>305,444</b>	
<b>2012/13 - totals only</b>										-	-	
<b>Debtors Age Analysis By Customer Group</b>												
Organs of State	2200	2,677	1,669	763	741	931	968	695	10,501	18,945	13,835	
Commercial	2300	4,190	2,603	2,128	757	1,563	1,190	1,853	28,503	42,786	33,866	
Households	2400	11,256	8,819	8,969	3,538	7,335	7,285	7,680	224,067	278,948	249,904	
Other	2500	628	648	686	447	625	496	599	5,672	9,801	7,838	
<b>Total By Customer Group</b>	<b>2600</b>	<b>18,750</b>	<b>13,740</b>	<b>12,546</b>	<b>5,483</b>	<b>10,453</b>	<b>9,938</b>	<b>10,827</b>	<b>268,742</b>	<b>350,480</b>	<b>305,444</b>	

#### Notes:

- The debtors' age analysis shows a total figure of R350, 480 million from 30 days to over a year.



**5. CREDITORS AGE ANALYSIS**

**LIM334 Ba-Phalaborwa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April**

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	
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100										-
Bulk Water	0200										-
PAYE deductions	0300										-
VAT (output less input)	0400										-
Pensions / Retirement deductions	0500										-
Loan repayments	0600										-
Trade Creditors	0700	10	-	5	621					635	
Auditor General	0800										-
Other	0900										-
<b>Total By Customer Type</b>	<b>1000</b>	<b>10</b>	<b>-</b>	<b>5</b>	<b>621</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>635</b>	<b>-</b>

Note

- The total trade creditors are standing at R635 thousand

## 6. INVESTMENT PORTFOLIO

LIM334 Ba-Phalaborwa - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M10 April

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		0		93	0	93
Call deposit a/c - STD Bank			Call Account		44		23	19,544	19,567
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>2</b>				<b>44</b>		<b>116</b>	<b>19,544</b>	<b>19,660</b>

### Notes:

Total Investment is standing at R19, 660 million as at 30 April 2014

## 7. RANSFERS AND GRANT EXPENDITURES

LIM334 Ba-Phalaborwa - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April

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										
<b>EXPENDITURE</b>										
-										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>										
		-	74,154	74,154	1,141	70,580	53,496	17,084	31.9%	74,154
Local Government Equitable Share			69,433	69,433	-	66,921	49,562	17,359	35.0%	69,433
Finance Management			1,550	1,550	480	1,390	1,292	99	7.6%	1,550
Municipal Systems Improvement			890	890	-	890	742	148	20.0%	890
EPWP Incentive			1,000	1,000	162	880	833	47	5.6%	1,000
Operating Grant: MIG (5% of MIG Grants for PMU)			1,281	1,281	499	499	1,067	(569)	-53.3%	1,281
<b>Total operating expenditure of Transfers and Grants:</b>		<b>-</b>	<b>74,154</b>	<b>74,154</b>	<b>1,141</b>	<b>70,580</b>	<b>53,496</b>	<b>17,084</b>	<b>31.9%</b>	<b>74,154</b>
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>										
		-	29,333	24,333	1,070	24,940	20,278	4,662	23.0%	24,333
Municipal Infrastructure Grant (MIG)			24,333	24,333	1,070	24,940	20,278	4,662	23.0%	24,333
Neighbourhood Development Partnership			5,000	-	-	-	-	-		
<b>Total capital expenditure of Transfers and Grants</b>		<b>-</b>	<b>29,333</b>	<b>24,333</b>	<b>1,070</b>	<b>24,940</b>	<b>20,278</b>	<b>4,662</b>	<b>23.0%</b>	<b>24,333</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>-</b>	<b>103,487</b>	<b>98,487</b>	<b>2,211</b>	<b>95,520</b>	<b>73,774</b>	<b>21,746</b>	<b>29.5%</b>	<b>98,487</b>

### Notes:

- The total monthly operating transfers and grants expenditure is R1,141 million
- Capital transfers and grants expenditure on MIG is R1,070 million

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

LIM334 Ba-Phalaborwa - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M10 April

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
<b><u>Councillors (Political Office Bearers plus Other)</u></b>										
Basic Salaries and Wages			9,605	7,863	745	7,434	5,897	1,537	26%	7,863
Motor Vehicle Allowance			2,638	2,838	216	2,186	2,128	58	3%	2,838
Cellphone Allowance			475	475	63	446	356	90	25%	475
<b>Sub Total - Councillors</b>			<b>12,718</b>	<b>11,175</b>	<b>1,024</b>	<b>10,067</b>	<b>8,381</b>	<b>1,685</b>	<b>20%</b>	<b>11,175</b>
<b>% increase</b>	4									
<b><u>Senior Managers of the Municipality</u></b>	3									
Basic Salaries and Wages			3,418			1,408	-	1,408		
Pension and UIF Contributions			10			3	-	3		
Motor Vehicle Allowance			2,204			625	-	625		
Cellphone Allowance			77			21	-	21		
Other benefits and allowances			702			316	-	316		
<b>Sub Total - Senior Managers of Municipality</b>			<b>6,411</b>	<b>-</b>	<b>-</b>	<b>2,374</b>	<b>-</b>	<b>2,374</b>		<b>-</b>
<b><u>Other Municipal Staff</u></b>										

Basic Salaries and Wages			64,044	69,643	5,480	51,075	52,232	(1,158)	-2%	69,643	
Pension and UIF Contributions			13,999	13,569	977	9,905	10,177	(272)	-3%	13,569	
Medical Aid Contributions			4,563	4,029	302	2,804	3,021	(217)	-7%	4,029	
Overtime			3,594	3,494	358	2,399	2,621	(222)	-8%	3,494	
Performance Bonus			-	-		-	-	-		-	
Motor Vehicle Allowance			8,248	11,740	870	7,755	8,805	(1,050)	-12%	11,740	
Cellphone Allowance			913	1,019	65	624	764	(140)	-18%	1,019	
Housing Allowances			1,555	1,058	53	531	794	(263)	-33%	1,058	
Other benefits and allowances			7,828	7,198	322	3,568	5,399	(1,830)	-34%	7,198	
<b>Sub Total - Other Municipal Staff</b>			-	104,743	111,750	8,426	78,661	83,813	(5,152)	-6%	111,750
<b>% increase</b>	4		#DIV/0!	#DIV/0!						#DIV/0!	
<b>Total Parent Municipality</b>			-	123,872	122,926	9,449	91,101	92,194	(1,093)	-1%	122,926
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>			-	123,872	122,926	9,449	91,101	92,194	(1,093)	-1%	122,926

Notes:

Political office bearer’s remunerations for the month of April amounted to R1, 024 million

Employee related costs R8, 426 million

The municipality has total employee related cost& Remuneration of councillors Of R9, 449 million for the month of April 2014

## 11. ACTUALS AND REVISED TARGETS FOR CASH RECEIPT

LIM334 Ba-Phalaborwa - Supporting Table SC9 Monthly Budget Statement – actuals and revised targets for cash receipts - M10 April

Description	Ref	Budget Year 2013/14											
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Budget	June Budget
<b>R thousands</b>	1												
<b>Cash Receipts By Source</b>													
Property rates		3,205	5,502	2,154	2,544	2,725	1,633	2,175	2,548	2,542	10,793	4,998	17,770
Service charges - electricity revenue		8,600	4,420	3,238	3,209	3,991	3,457	4,834	5,799	7,389	4,006	6,749	23,430
Service charges - water revenue		5,554		3,109	3,296	4,573	3,140	4,230	4,366	3,304			(31,573)
Service charges - sanitation revenue		271		536	410	547	413	503	555	596			(3,832)
Service charges - refuse		432	892	338	290	372	330	443	404	458	380	452	630
Rental of facilities and equipment		19	31	25	35	9	9	15	17	26	194	15	(219)
Interest earned - external investments		5	14	10	17	46	63	52		29	280	21	(287)
Interest earned - outstanding debtors		684		308	360	342	179	195	344	261	1,499	6,999	70,888
Dividends received												0	1
Fines		200	250			460		200		150	140	92	(409)
Licences and permits		2	1,113	3,018	710	1,225	310	760	1,835	316	1,804	277	(8,127)
Transfer receipts - operating		28,851	1,290			22,561				17,659			3,793
Other revenue		12,912	6,492	2,518	24	16	19	18	260	22		63	(21,602)
<b>Cash Receipts by Source</b>		<b>60,736</b>	<b>20,005</b>	<b>15,256</b>	<b>10,897</b>	<b>36,867</b>	<b>9,553</b>	<b>13,425</b>	<b>16,128</b>	<b>32,752</b>	<b>19,098</b>	<b>19,666</b>	<b>50,463</b>

<b>Other Cash Flows by Source</b>													-
Transfer receipts - capital	12,347	-	-	10,034						17,051			(10,099)
<b>Total Cash Receipts by Source</b>	<b>73,083</b>	<b>20,005</b>	<b>15,256</b>	<b>20,931</b>	<b>36,867</b>	<b>9,553</b>	<b>13,425</b>	<b>16,128</b>	<b>49,803</b>	<b>19,098</b>	<b>19,666</b>	<b>40,364</b>	
<b>Cash Payments by Type</b>													-
Employee related costs	8,351	8,259	8,035	7,779	7,596	7,895	8,489	7,895	8,309	8,426	9,481	20,639	
Remuneration of councillors	1,005	1,040	1,020	984	973	998	978	990	1,055	1,024	1,039	1,079	
Interest paid	44	88	39		197	38	40	385	195	182	69	(474)	
Bulk purchases - Electricity	14,024		-	5,000	7,207	5,000			11,063	5,000	6,636	23,865	
Bulk purchases - Water & Sewer				5,000							-	(5,000)	
Contracted services	5,827	3,025	865	6,377	7,353	5,007	4,259	2,706	3,903	1,740	2,409	(15,229)	
General expenses	24,238	13,811	5,386	3,253	2,760	13,297	1,824	2,340	2,630	17,141	3,613	(47,933)	
<b>Cash Payments by Type</b>	<b>53,488</b>	<b>26,224</b>	<b>15,346</b>	<b>28,393</b>	<b>26,086</b>	<b>32,235</b>	<b>15,591</b>	<b>14,316</b>	<b>27,155</b>	<b>33,513</b>	<b>23,247</b>	<b>(23,052)</b>	
<b>Other Cash Flows/Payments by Type</b>													-
Capital assets	9,880	3,353	325	1,612	7,823	3,302	2,332	838	3,611	3,865	5,171	18,508	
Other Cash Flows/Payments					(21,875)		(4,511)					26,386	
<b>Total Cash Payments by Type</b>	<b>63,368</b>	<b>29,577</b>	<b>15,671</b>	<b>30,005</b>	<b>12,034</b>	<b>35,537</b>	<b>13,412</b>	<b>15,154</b>	<b>30,766</b>	<b>37,378</b>	<b>28,417</b>	<b>21,842</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>9,715</b>	<b>(9,572)</b>	<b>(415)</b>	<b>(9,074)</b>	<b>24,832</b>	<b>(25,985)</b>	<b>13</b>	<b>974</b>	<b>19,036</b>	<b>(18,280)</b>	<b>(8,751)</b>	<b>18,522</b>	
Cash/cash equivalents at the month/year beginning:	1,137	10,852	1,281	865	(8,209)	16,624	(9,361)	(9,348)	(8,374)	10,662	(7,618)	(16,369)	
Cash/cash equivalents at the month/year end:	10,852	1,281	865	(8,209)	16,624	(9,361)	(9,348)	(8,374)	10,662	(7,618)	(16,369)	2,153	

**Notes**

- Unfavourable balance of R7,618 million as at 30 April 2014

**12. CAPITAL EXPENDITURE TREND**

LIM334 Ba-Phalaborwa - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M10 April

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
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July		5,052	4,044	8,667	8,667	4,044	(4,623)	-114.3%	14%
August		5,052	4,044	2,580	11,247	8,088	(3,158)	-39.0%	19%
September		5,052	4,044	285	11,532	12,133	601	5.0%	19%
October		5,052	4,044	1,414	12,946	16,177	3,231	20.0%	21%
November		5,052	4,044	6,862	19,808	20,221	413	2.0%	33%
December		5,052	4,044	2,897	22,705	24,265	1,560	6.4%	37%
January		5,052	4,044	2,046	24,750	28,309	3,559	12.6%	41%
February		5,052	4,044	735	25,485	32,353	6,868	21.2%	42%
March		5,052	4,044	3,168	28,653	36,398	7,745	21.3%	47%
April		5,052	4,044	3,391	32,044	40,442	8,398	20.8%	0
May		5,052	4,044			44,486	-		
June		5,052	4,044			48,530	-		
<b>Total Capital expenditure</b>	-	<b>60,620</b>	<b>48,530</b>	<b>32,044</b>					

**Notes:**

- The total capital expenditure trend gives a year to date actual of R32,044 million excluding vat



**13.BANK RECONCILIATION**

Ba-Phalaborwa Municipality  
**BANK STATEMENT TRANSACTIONS FOR APRIL 2014**  
 Main account : 33 045 1367

Statement Description	Statement Amt
<b>Outstanding C/F</b>	<b>10,662,224.44</b>
Current - Cheques	-29,085.00
Current - ACBs	-14,062,759.31
Current - ACB Rejects	-
Current - Deposits	32,847,103.84
Current - RD Cheques	-2,050.00
Current - Redeposit's	-
Current - Transfers	-36,851,108.71
Current - Bank Charges	-182,491.27
Current - Already Reconciled	-
<b>Current - C/F</b>	<b>-7,618,166.01</b>

## Notes

- The closing balance of negative (**R7,618,166.01**)

## 14.RECOMMENDATIONS

### a. That the following be noted:

- i. The financial report for the period ended 30 April 2014 **excluding Water and Waste Water management**
- ii. The summary of monthly budget statement report for the month ended 30 April 2014
- iii. The financial performance for the month ended 30 April 2014
- iv. The financial position as at 30 April 2014
- v. The actual operating revenue for the month ended 30 April 2014 is R22,405 million excluding capital contribution
- vi. That the Municipality fully received all the grants as per DoRa
- vii. The actual expenditure for the month ended 30 April 2014 is R22, 675 million (Total expenditure inclusive of Capex R3, 391 million, Salaries R9, 449 million) be approved.
- viii. The surplus for the month ended 30 April 2014 is R800 thousand
- ix. Outstanding creditors as at 30 April 2014 is R635 thousand
- x. Consolidated call deposit accounts held at STD Bank and ABSA closed with a balance of R19,660 million on April 2014
- xi. That councillors and Staff Benefits for April 2014 amount to R9,449 million
- xii. Municipal Primary Bank reconciliation closed with a negative balance of **(R7,618,166.01)** as at 30 April 2014