

Vision

*“Best tourist destination in
Limpopo by 2020”*

BA-PHALABORWA MUNICIPALITY



FINANCIAL PERFORMANCE REPORT

AS AT 30 SEPTEMBER 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 - M03 September**

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	-	65,100	-	5,400	16,489	16,275	214	1%	65,100
Service charges	-	101,515	-	8,442	23,966	25,379	(1,413)	-6%	101,515
Investment revenue	-	250	-	10	30	63	(33)	-53%	84,818
Transfers recognised - operational	-	74,154	-	444	29,124	18,538	10,585	57%	74,154
Other own revenue	-	93,771	-	8,624	20,346	23,443	(3,097)	-13%	93,771
Total Revenue (excluding capital transfers and contributions)	-	334,790	-	22,920	89,954	83,697	6,256	7%	419,358
Employee costs	-	111,154	-	8,035	24,645	27,789	(3,143)	-11%	111,154
Remuneration of Councillors	-	12,185	-	1,020	3,065	3,046	19	1%	12,185
Depreciation & asset impairment	-	76,500	-	-	-	19,125	(19,125)	-100%	76,500
Finance charges	-	803	-	39	170	201	(31)	-16%	803
Materials and bulk purchases	-	82,060	-	-	11,986	20,515	(8,529)	-42%	82,060
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	-	187,557	-	5,545	30,685	46,889	(16,205)	-35%	187,557
Total Expenditure	-	470,260	-	14,640	70,551	117,565	(47,014)	-40%	470,260
Surplus/(Deficit)	-	(135,470)	-	8,281	19,403	(33,868)	53,271	-157%	(50,902)

Transfers recognised – capital	–	29,333	–	325	10,219	7,333	2,886	39%	29,333
Contributions & Contributed assets	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	–	(106,137)	–	8,606	29,622	(26,534)	56,156	-212%	(21,569)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	–	(106,137)	–	8,606	29,622	(26,534)	56,156	-212%	(21,569)
Capital expenditure & funds sources									
Capital expenditure	–	60,620	–	285	11,532	15,155	(3,623)	-24%	60,620
Capital transfers recognised	–	29,333	–	285	8,964	7,333	1,631	22%	29,333
Public contributions & donations	–	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	–	31,287	–	–	2,568	7,822	(5,254)	-67%	31,287
Total sources of capital funds	–	60,620	–	285	11,532	15,155	(3,623)	-24%	60,620
Financial position									
Total current assets	–	182,428	–		264,405				182,428
Total non –current assets	–	1,231,748	–		1,217,767				1,231,748
Total current liabilities	–	9,000	–		20,525				9,000
Total non– current liabilities	–	189	–		9,009				189
Community wealth/Equity	–	1,409,376	–		1,452,638				1,409,376
Cash flows									
Net cash from (used) operating	–	61,635	–	(90)	13,286	15,409	(2,123)	-14%	61,635
Net cash from (used) investing							1,597	-11%	

	-	(60,620)	-	(325)	(13,558)	(15,155)			(60,620)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	-	4,015	-	-	865	3,254	(2,388)	-73%	2,153
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	19,497	12,068	11,390	10,311	10,917	6,521	8,879	250,996	330,579
Creditors Age Analysis									
Total Creditors	4,442	2,045	545	0	-	-	-	-	7,032

Notes

- Total Revenue (excluding capital transfers and contributions) is R22, 920 million, total Expenditure on financial Performances is R14,640million
- Surplus for the month after capital transfers & contributions is R8,606 million, the total capital expenditure for the month on grants is R285 thousand excluding vat

1. FINANCIAL PERFORMANCE OF REVENUE AND EXPENDITURE BY VOTE

LIM334 Ba-Phalaborwa - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M03 September

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										
<i>Governance and administration</i>		-	222,410	-	11,042	60,505	55,602	4,903	9%	222,410
Executive and council	-	-	-	-	-	-	-	-	-	-
Budget and treasury office	-	-	222,102	-	11,017	60,430	55,526	4,904	9%	222,102
Corporate services	-	-	308	-	25	75	77	(2)	-2%	308
<i>Community and public safety</i>		-	2,199	-	3,312	4,909	550	4,359	793%	2,199
Community and social services	-	-	279	-	3,042	4,185	70	4,115	5899%	279
Public safety	-	-	1,920	-	270	724	480	244	51%	1,920
<i>Economic and environmental services</i>		-	37,999	-	449	10,793	9,500	1,294	14%	32,783
Planning and development	-	-	5,705	-	69	69	1,426	(1,357)	-95%	489
Road transport	-	-	32,294	-	380	10,724	8,074	2,651	33%	32,294
<i>Trading services</i>		-	101,515	-	8,442	23,966	25,379	(1,413)	-6%	101,515
Electricity	-	-	92,002	-	7,557	21,304	23,001	(1,697)	-7%	92,002
Water	-	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-	-
Waste management	-	-	9,513	-	885	2,662	2,378	284	12%	9,513

<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue – Standard	2	-	364,123	-	23,246	100,173	91,031	9,142	10%	358,907
Expenditure – Standard	-	-	-	-	-	-	-	-	-	-
Governance and administration		-	167,814	-	6,568	24,506	41,953	(17,447)	-42%	167,814
Executive and council	-	-	36,456	-	1,894	5,858	9,114	(3,256)	-36%	36,456
Budget and treasury office	-	-	87,659	-	1,845	10,397	21,915	(11,518)	-53%	87,659
Corporate services	-	-	43,699	-	2,828	8,252	10,925	(2,673)	-24%	43,699
Community and public safety		-	52,146	-	2,840	10,698	13,037	(2,338)	-18%	52,146
Community and social services	-	-	41,185	-	2,052	8,382	10,296	(1,914)	-19%	41,185
Public safety	-	-	10,961	-	787	2,316	2,740	(424)	-15%	10,961
Economic and environmental services		-	119,151	-	2,587	14,641	29,788	(15,147)	-51%	119,151
Planning and development	-	-	11,910	-	571	1,716	2,977	(1,262)	-42%	11,910
Road transport	-	-	107,241	-	2,016	12,925	26,810	(13,886)	-52%	107,241
Environmental protection	-	-	-	-	-	-	-	-	-	-
Trading services		-	131,149	-	2,645	20,706	32,787	(12,081)	-37%	131,149
Electricity	-	-	125,959	-	2,304	19,840	31,490	(11,650)	-37%	125,959
Waste management	-	-	5,190	-	342	866	1,298	(431)	-33%	5,190
Total Expenditure – Standard	3	-	470,260	-	14,640	70,551	117,565	(47,014)	-40%	470,260
Surplus/ (Deficit) for the year		-	(106,137)	-	8,606	29,622	(26,534)	56,156	-212%	(111,353)

Notes:

- Financial performance of revenue by vote is R23,246 million including capital contributions, Financial performance of Expenditure by vote is R14,640 million
- The surplus for the month is R8,606 million

FINANCIAL PERFORMANCE REVENUE AND EXPENDITURE PER SOURCE

LIM334 Ba-Phalaborwa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

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			65,100		5,400	16,489	16,275	214	1%	65,100
Property rates - penalties & collection charges								-		
Service charges - electricity revenue			92,002		7,557	21,304	23,001	(1,697)	-7%	92,002
Service charges - water revenue								-		
Service charges - sanitation revenue								-		
Service charges - refuse revenue			9,513		885	2,662	2,378	284	12%	9,513
Service charges - other								-		
Rental of facilities and equipment			308		25	75	77	(2)	-2%	308
Interest earned - external investments			250		10	30	63	(33)	-53%	250
Interest earned - outstanding debtors			84,568		5,230	15,149	21,142	(5,993)	-28%	84,568
Dividends received			2		-	-	1	(1)	-100%	2
Fines			1,900		270	720	475	245	52%	1,900
Licences and permits			5,690		3,018	4,133	1,423	2,711	191%	5,690
Agency services							-	-		
Transfers recognised - operational			74,154		444	29,124	18,538	10,585	57%	74,154
Other revenue			1,303		82	269	326	(57)	-17%	1,303
Gains on disposal of PPE								-		
Total Revenue (excluding capital transfers and contributions)			-		22,920	89,954	83,697	6,256	7%	334,790
Expenditure By Type										
Employee related costs			111,154		8,035	24,645	27,789	(3,143)	-11%	111,154
Remuneration of councillors			12,185		1,020	3,065	3,046	19	1%	12,185
Debt impairment			29,913				7,478	(7,478)	-100%	29,913
Depreciation & asset impairment			76,500				19,125	(19,125)	-100%	76,500
Finance charges			803		39	170	201	(31)	-16%	803
Bulk purchases			82,060		-	11,986	20,515	(8,529)	-42%	82,060

Other materials												
Contracted services			28,453		758	8,523	7,113	1,410	20%	28,453		
Transfers and grants												
Other expenditure			129,191		4,787	22,161	32,298	(10,137)	-31%	129,191		
Loss on disposal of PPE								-				
Total Expenditure			-		470,260	-	14,640	70,551	117,565	(47,014)	-40%	470,260
Surplus/(Deficit)			-		(135,470)	-	8,281	19,403	(33,868)	53,271	(0)	(135,470)
Transfers recognised - capital			29,333		325	10,219	7,333	2,886	0			29,333
Contributions recognised - capital												
Contributed assets												
Surplus/(Deficit) after capital transfers & contributions			-		(106,137)	-	8,606	29,622	(26,534)			(106,137)
Taxation												
Surplus/(Deficit) after taxation			-		(106,137)	-	8,606	29,622	(26,534)			(106,137)
Attributable to minorities												
Surplus/(Deficit) attributable to municipality			-		(106,137)	-	8,606	29,622	(26,534)			(106,137)
Share of surplus/ (deficit) of associate												
Surplus/ (Deficit) for the year			-		(106,137)	-	8,606	29,622	(26,534)			(106,137)

Notes:

- Total Revenue per source(excluding capital transfers and contributions) is R22,920 million
- Total Expenditure per source is R14,640 million, the surplus after capital transfers and contributions is R8,606 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) – M03 September

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									
Multi-Year expenditure appropriation	2									
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	
Single Year expenditure appropriation	2									
Vote 1 – EXECUTIVE AND COUNCIL	-	1,900	-	-	-	475	(475)	-100%	1,900	
Vote 2 – BUDGET AND TREASURY DEPARTMENT	-	1,500	-	-	-	375	(375)	-100%	1,500	
Vote 3 – CORPORATE SERVICES	-	5,400	-	-	-	1,350	(1,350)	-100%	5,400	
Vote 4 – COMMUNITY AND SOCIAL SERVICES	-	7,000	-	-	-	1,750	(1,750)	-100%	7,000	
Vote 5 – PLANNING AND DEVELOPMENT	-	2,700	-	-	-	675	(675)	-100%	2,700	
Vote 6 – TECHNICAL SERVICES DEPARTMENT	-	42,120	-	285	11,532	10,530	1,002	10%	42,120	
Total Capital single-year expenditure	4	-	60,620	-	285	11,532	15,155	(3,623)	-24%	60,620
Total Capital Expenditure		-	60,620	-	285	11,532	15,155	(3,623)	-24%	60,620
Capital Expenditure – Standard Classification										
Governance and administration	-	8,800	-	-	-	2,200	(2,200)	-100%	8,800	
Executive and council		1,900				475	(475)	-100%	1,900	

Budget and treasury office			1,500				375	(375)	-100%	1,500
Corporate services			5,400				1,350	(1,350)	-100%	5,400
Community and public safety		-	7,000	-	-	-	1,750	(1,750)	-100%	7,000
Community and social services								-		
Sport and recreation								-		
Public safety			7,000				1,750	(1,750)	-100%	7,000
Housing								-		
Health								-		
Economic and environmental services		-	24,820	-	285	8,964	6,205	2,759	44%	24,820
Planning and development			2,700				675	(675)	-100%	2,700
Road transport			22,120		285	8,964	5,530	3,434	62%	22,120
Environmental protection							-	-		
Trading services		-	20,000	-	-	2,568	5,000	(2,432)	-49%	20,000
Electricity			20,000		-	2,568	5,000	(2,432)	-49%	20,000
Total Capital Expenditure - Standard Classification	3	-	60,620	-	285	11,532	15,155	(3,623)	-24%	60,620
Funded by:										
National Government			29,333		285	8,964	7,333	1,631	22%	29,333
Provincial Government								-		
District Municipality								-		

Other transfers and grants								-		
Transfers recognised – capital		-	29,333	-	285	8,964	7,333	1,631	22%	29,333
Public contributions & donations	5							-		
Borrowing	6							-		
Internally generated funds			31,287			2,568	7,822	(5,254)	-67%	31,287
Total Capital Funding		-	60,620	-	285	11,532	15,155	(3,623)	-24%	60,620

Notes:

- The total capital expenditure is R285 thousand

FINANCIAL POSITION

LIM334 Ba-Phalaborwa - Table C6 Monthly Budget Statement - Financial Position - M03 September

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			2,500		865	2,500
Call investment deposits			500		3,512	500
Consumer debtors			150,087		250,996	150,087
Other debtors						
Current portion of long-term receivables			20,000			20,000
Inventory			9,341		9,032	9,341
Total current assets		-	182,428	-	264,405	182,428
Noncurrent assets						
Long-term receivables					25,847	
Investments						
Investment property			6,000			6,000
Investments in Associate						
Property, plant and equipment			1,222,960		1,191,694	1,222,960
Agricultural			250			250
Biological assets			238		227	238

Intangible assets			2,300			2,300
Other non-current assets						
Total non-current assets		-	1,231,748	-	1,217,767	1,231,748
TOTAL ASSETS		-	1,414,176	-	1,482,172	1,414,176
LIABILITIES						
Current liabilities	-					
Borrowing			4,200		4,200	4,200
Consumer deposits					1,231	
Trade and other payables			-		15,094	-
Provisions			4,800			4,800
Total current liabilities		-	9,000	-	20,525	9,000
Non-current liabilities						
Borrowing			189		189	189
Provisions					8,820	
Total non-current liabilities		-	189	-	9,009	189
TOTAL LIABILITIES		-	9,189	-	29,534	9,189
NET ASSETS	2	-	1,404,987	-	1,452,638	1,404,987
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			(106,137)			(106,137)
Reserves			1,515,513		1,452,638	1,515,513
TOTAL COMMUNITY WEALTH/EQUITY	2	-	1,409,376	-	1,452,638	1,409,376

Notes:

- The financial position shows only year to date actual

3. CASH FLOW

LIM334 Ba-Phalaborwa - Table C7 Monthly Budget Statement - Cash Flow - M03 September

Description	Ref	2012/13	Budget Year							
		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			230,440		15,245	65,826	57,610	8,216	14%	230,440
Government - operating			74,154		-	30,141	18,538	11,603	63%	74,154
Government - capital			29,333		-	12,347	7,333	5,014	68%	29,333
Interest			250		10	30	63	(33)	-53%	250
Payments										
Suppliers and employees			(271,738)		(15,307)	(94,886)	(67,935)	26,952	-40%	(271,738)
Finance charges			(803)		(39)	(171)	(201)	(30)	15%	(803)
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	61,635	-	(90)	13,286	15,409	(2,123)	-14%	61,635
CASH FLOWS FROM INVESTING ACTIVITIES										
Payments										
Capital assets			(60,620)		(325)	(13,558)	(15,155)	(1,597)	11%	(60,620)
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(60,620)	-	(325)	(13,558)	(15,155)	(1,597)	11%	(60,620)
CASH FLOWS FROM FINANCING ACTIVITIES										
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-		-

NET INCREASE/ (DECREASE) IN CASH HELD	-	1,015	-	(415)	(272)	254			1,015
Cash/cash equivalents at beginning:		3,000			1,137	3,000			1,137
Cash/cash equivalents at month/year end:	-	4,015	-		865	3,254			2,153

Notes:

The bank shows the positive balance of R865 thousand as at 30 September 2013

4. DEBTORS AGE ANALYSIS

LIM334 Ba-Phalaborwa - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2013/14										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts into Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	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	7,611	1,812	1,639	980	2,329	850	723	17,143	33,087	22,025			
Receivables from Non-exchange Transactions - Property Rates	1400	5,344	4,105	3,804	3,234	3,155	3,116	3,010	91,954	117,722	104,469			
Receivables from Exchange Transactions - Waste Water Management	1500									-	-			
Receivables from Exchange Transactions - Waste Management	1600	985	782	700	555	536	527	518	26,929	31,531	29,065			
Receivables from Exchange Transactions - Property	1700													

Rental Debtors											-	-		
Interest on Arrear Debtor Accounts	1810										-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820										-	-		
Other	1900	5,557	5,369	5,247	5,542	4,897	2,029	4,628	114,970	148,239	132,066			
Total By Income Source	2000	19,497	12,068	11,390	10,311	10,917	6,521	8,879	250,996	330,579	287,624	-	-	
2012/13 – totals only										-	-			
Debtors Age Analysis By Customer Group														
Organs of State	2200	586	574	670	178	158	93	167	3,636	6,063	4,233			
Commercial	2300	3,247	1,966	2,249	1,319	1,428	674	1,174	36,133	48,189	40,727			
Households	2400	14,272	8,984	7,928	8,440	8,915	5,458	7,168	208,118	269,284	238,100			
Other	2500	1,392	543	542	374	415	297	370	3,109	7,043	4,565			
Total By Customer Group	2600	19,497	12,068	11,390	10,311	10,917	6,521	8,879	250,996	330,579	287,624	-	-	

Notes:

- The debtors' age analysis shows a total figure of R330, 579 million from 30 days to over a year.

5. CREDITORS AGE ANALYSIS

LIM334 Ba-Phalaborwa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

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	4,442	2,045	545	0					7,032	
Auditor General	0800									-	
Other	0900									-	
Total By Customer Type	1000	4,442	2,045	545	0	-	-	-	-	7,032	-

Note

- The Trade creditors are standing at R7,032 Million

6. INVESTMENT PORTFOLIO

LIM334 Ba-Phalaborwa - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

Investments by maturity Name of institution & investment ID R thousands	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							
Municipality									
ABSA - Call Account			Fixed deposit		0		93	(0)	93
Call deposit a/c - STD Bank			Call Account		10		2,759	660	3,419
Municipality sub-total					10		2,852	660	3,512
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				10		2,852	660	3,512

Notes:

Total Investment is standing at R3, 512 million

TRANSFERS AND GRANT

Description	Ref	2012/13	Budget Year							
		Audited Outcome	2013/14 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										
National Government:		-	74,154	-	27,767	27,934	18,538	9,395	50.7%	74,154
Local Government Equitable Share			69,433		27,301	27,301	17,358	9,943	57.3%	69,433
Finance Management			1,550		366	533	388	145	37.5%	1,550
Municipal Systems Improvement			890		100	100	223	(123)	-55.1%	890
EPWP Incentive			1,000				250	(250)	-100.0%	1,000
Operating Grant: MIG (5% of MIG Grants for PMU)			1,281				320	(320)	-100.0%	1,281
Total operating expenditure of Transfers and Grants:		-	74,154	-	27,767	27,934	18,538	9,395	50.7%	74,154
Capital expenditure of Transfers and Grants										
National Government:		-	29,333	-	325	10,219	4,889	5,330	109.0%	29,333
Municipal Infrastructure Grant (MIG)			24,333		325	9,336	4,056	5,281	130.2%	24,333
Neighbourhood Development Partnership			5,000			883	833	49	5.9%	5,000
Total capital expenditure of Transfers and Grants		-	29,333	-	325	10,219	4,889	5,330	109.0%	29,333
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	103,487	-	28,093	38,153	23,427	14,725	62.9%	103,487

Notes:

- The total operating transfers and grants expenditure is at R27,934 on year to date
- Total capital transfers and grants expenditure on MIG is R325 thousand

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

LIM334 Ba-Phalaborwa - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

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		A	B	C						D
-	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages			9,605		740	2,238	1,601	637	40%	9,605
Pension and UIF Contributions							-	-		-
Medical Aid Contributions							-	-		-
Motor Vehicle Allowance			2,638		240	706	440	267	61%	2,638
Cell phone Allowance			475		40	121	79	42	53%	475
Housing Allowances								-		
Other benefits and allowances								-		
Sub Total - Councillors							2,120	945	45%	12,718

		-	12,718	-	1,020	3,065				
% increase	4		#DIV/0!							#DIV/0!
Senior Managers of the Municipality	3									
Basic Salaries and Wages			3,418		281	858	570	289	51%	3,418
Pension and UIF Contributions			10		-	2	2	0	3%	10
Medical Aid Contributions					-	-	-	-		-
Overtime					-	-	-	-		-
Performance Bonus					-	-	-	-		-
Motor Vehicle Allowance			2,204		117	370	367	2	1%	2,204
Cell phone Allowance			77		5	14	13	1	5%	77
Housing Allowances					-	-	-	-		-
Other benefits and allowances			702		15	216	117	99	85%	702
Sub Total - Senior Managers of Municipality			6,411		417	1,459	1,068	391	37%	6,411
% increase	4		#DIV/0!							#DIV/0!
Other Municipal Staff										
Basic Salaries and Wages			64,044		5,071	14,878	10,674	4,204	39%	64,044
Pension and UIF Contributions			13,999		990	2,977	2,333	644	28%	13,999
Medical Aid Contributions			4,563		261	801	760	41	5%	4,563
Overtime			3,594		188	864	599	265	44%	3,594
Performance Bonus			-		-	-	-	-		-

Motor Vehicle Allowance			8,248		705	2,184	1,375	809	59%	8,248
Cell phone Allowance			913		59	180	152	28	18%	913
Housing Allowances			1,555		52	159	259	(100)	-39%	1,555
Other benefits and allowances			7,828		290	1,143	1,305	(162)	-12%	7,828
Sub Total - Other Municipal Staff			104,743		7,618	23,186	17,457	5,729	33%	104,743
% increase	4		#DIV/0!							#DIV/0!
Total Parent Municipality			123,872		9,056	27,710	20,645	7,065	34%	123,872
Total Municipal Entities			-		-	-	-	-		-
TOTAL SALARY, ALLOWANCES & BENEFITS			123,872		9,056	27,710	20,645	7,065	34%	123,872
% increase	4		#DIV/0!							#DIV/0!
TOTAL MANAGERS AND STAFF			111,154		8,035	24,645	18,526	6,120	33%	111,154

Notes:

- Political office bearers remunerations for the month of September amounted to R1,020 million
- Employee related costs R8,035 million, the municipality has total employee related cost& Remuneration of councillors of R9,056 million for the month of September 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 – M03
September

Description	Ref	Budget Year 2013/14											
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
R thousands	1	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget
Cash Receipts By Source													
Property rates		3,205	5,502	2,154	4,233	5,665	6,563	4,364	4,928	4,422	4,778	4,998	7,781
Property rates – penalties & collection charges		–			–	–	–	–	–	–	–	–	–
Service charges – electricity revenue		8,600	4,420	3,238	5,716	7,650	8,862	5,894	6,654	5,971	6,452	6,749	8,917
Service charges – water revenue		5,554		3,109	–	–	–	–	–	–	–	–	(8,664)
Service charges – sanitation revenue		271		536	–	–	–	–	–	–	–	–	(807)
Service charges – refuse		432	892	338	452	452	452	452	452	452	452	452	146
Service charges – other		–			–	–	–	–	–	–	–	–	–
Rental of facilities and equipment		19	31	25	13	17	20	13	15	13	14	15	(19)
Interest earned – external investments		5	14	10	18	24	28	19	21	19	20	21	50
Interest earned – outstanding debtors		684		308	5,928	7,934	9,191	6,112	6,901	6,193	6,691	6,999	25,117
Dividends received					0	0	0	0	0	0	0	0	0
Fines		200	250	–	78	105	121	81	91	82	88	92	(105)
Licences and permits		2	1,113	3,018	234	314	363	242	273	245	264	277	(3,101)
Agency services													

					-	-	-	-	-	-	-	-	-
Transfer receipts - operating		28,851	1,290	-		24,718				24,718			(5,423)
Other revenue		12,912	6,492	2,518	54	72	83	55	62	56	61	63	(21,687)
Cash Receipts by Source		60,736	20,005	15,256	16,725	46,949	25,683	17,232	19,397	42,170	18,820	19,666	2,205
Other Cash Flows by Source													-
Transfer receipts - capital		12,347	-			9,778				9,778			(2,569)
Contributions & Contributed assets													-
Change in non-current investments													-
Total Cash Receipts by Source		73,083	20,005	15,256	16,725	56,726	25,683	17,232	19,397	51,947	18,820	19,666	(364)
Cash Payments by Type													-
Employee related costs		8,351	8,259	8,035	8,030	10,746	12,450	8,280	9,348	8,388	9,064	9,481	10,722
Remuneration of councillors		1,005	1,040	1,020	880	1,178	1,365	908	1,025	920	994	1,039	812
Interest paid		44	88	39	58	78	90	60	68	61	66	69	85
Bulk purchases - Electricity		14,024		-	5,620	7,521	8,714	5,795	6,543	5,871	6,344	6,636	10,729
Bulk purchases - Water & Sewer					-	-	-	-	-	-	-	-	-
Other materials					-	-	-	-	-	-	-	-	-
Contracted services		5,827	3,025	865	2,040	2,730	3,163	2,104	2,375	2,131	2,303	2,409	(731)
Grants and subsidies paid - other municipalities													

					-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other					-	-	-	-	-	-	-	-	-
General expenses	24,238	13,811	5,386	3,060	4,096	4,745	3,155	3,563	3,197	3,454	3,613	(29,957)	
Cash Payments by Type	53,488	26,224	15,346	19,688	26,349	30,527	20,301	22,921	20,567	22,223	23,247	(8,340)	
Other Cash Flows/Payments by Type													
Capital assets	9,880	3,353	325	4,379	5,861	6,790	4,515	5,098	4,575	4,943	5,171	5,730	
Repayment of borrowing												-	
Other Cash Flows/Payments												-	
Total Cash Payments by Type	63,368	29,577	15,671	24,067	32,210	37,316	24,817	28,019	25,142	27,166	28,417	(2,610)	
NET INCREASE/(DECREASE) IN CASH HELD	9,715	(9,572)	(415)	(7,342)	24,516	(11,633)	(7,585)	(8,622)	26,805	(8,346)	(8,751)	2,245	
Cash/cash equivalents at the month/year beginning:	1,137	10,852	1,281	865	(6,477)	18,039	6,406	(1,179)	(9,801)	17,005	8,659	(92)	
Cash/cash equivalents at the month/year end:	10,852	1,281	865	(6,477)	18,039	6,406	(1,179)	(9,801)	17,005	8,659	(92)	2,153	

Notes

- The cash balance is at R865 thousand

12. CAPITAL EXPENDITURE TREND

LIM334 Ba-Phalaborwa - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

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				20,207	-		
November		5,052				25,258	-		
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	-	11,532					

Notes:

- The total capital expenditure trend gives a year to date actual of R11,532 million excluding vat

13. REPAIRS AND MAINTENANCE
LIM334 Ba-Phalaborwa - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September

Description	Ref	2012/13	Budget Year							
		Audited Outcome	2013/14 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
-									-135.0%	
Infrastructure		-	11,114	-	1,378	4,353	1,852	(2,501)		11,114
Infrastructure - Road transport		-	5,370	-	(63)	1,743	895	(848)	-94.7%	5,370
<i>Roads, Pavements & Bridges</i>			5,370		(63)	1,743	895	(848)	-94.7%	5,370
Infrastructure - Electricity		-	4,550	-	1,254	2,419	758	(1,660)	-219.0%	4,550
<i>Transmission & Reticulation</i>			4,550		1,254	2,419	758	(1,660)	-219.0%	4,550
Infrastructure - Other		-	1,194	-	186	192	199	7	3.6%	1,194
<i>Other</i>			1,194		186	192	199	7	3.6%	1,194
Community			4,310			62	718	657	91.4%	4,310

		-		-	4					
Parks & gardens		2,500		4	61	417	355	85.3%	2,500	
Cemeteries		500				83	83	100.0%	500	
Other		1,310		-	0	218	218	99.9%	1,310	
Heritage assets		22		-	-	4	4	100.0%	22	
Other		22				4	4	100.0%	22	
Other assets		2,781		-	60	120	464	74.0%	2,781	
Computers - hardware/equipment		2,781		60	120	464	343	74.0%	2,781	
Total Repairs and Maintenance Expenditure		18,227		-	1,441	4,536	3,038	-49.3%	18,227	

Total repairs and maintenance is amounting to R1, 441 for the month ended 30 September 2013

14.BANK RECONCILIATION

Outstanding C/F	1,280,705.64
Current - Cheques	-29,128.90
Current - ACBs	-7,186,838.02
Current - ACB Rejects	-
Current - Deposits	15,255,669.23
Current - RD Cheques	-6,161.63
Current - Redeposit	-
Current - Transfers payments out	-8,410,000.50
Current - Bank Charges	-38,769.95
Current - Already Reconciled	
Current - C/F	865,475.87

Notes

- The carried forward balance is **R865,475.87**

15.RECOMMENDATIONS

a. That the following be noted:

- i. The financial report for the period ended 30 September 2013 **excluding Water and Waste Water management**
- ii. The summary of monthly budget statement report for the month ended 30 September 2013
- iii. The financial performance for the month ended 30 September 2013
- iv. The financial position as at 30 September 2013
- v. The actual operating revenue for the month ended 30 September 2013 is R22,920 million
- vi. That the municipality did not receive any grant during the month of September 2013
- vii. The actual expenditure for the month ended 30 September 2013 is R14,640 million (Total expenditure inclusive of Capex R285 thousand, Salaries R9,056 million) be **approved**.
- viii. The surplus amount for the month ended 30 September 2013 is R8,606 million
- ix. Outstanding creditors as at 30 September 2013 is R7,032 million for the current month
- x. Consolidated call deposit accounts held at STD Bank and ABSA closed with a balance of R3,512 million on September 2013
- xi. That councillors and Staff Benefits for September 2013 amount to R9,056 million
- xii. Municipal Primary Bank reconciliation closed with a positive balance of R865,475.87 as at 30 September 2013