

BA-PHALABORWA MUNICIPALITY



FINANCIAL PERFORMANCE REPORT

AS AT 30 SEPTEMBER 2014

SUMMARY OF FINANCIAL REPORT

LIM334 Ba-Phalaborwa - Table C1 Monthly Budget Statement Summary - M03 September

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Financial Performance</u>									
Property rates	–	70,634	–	5,647	16,933	17,658	(726)	-4%	70,634
Service charges	–	106,664	–	9,176	25,954	26,666	(712)	-3%	106,664
Investment revenue	–	260	–	25	156	65	91	141%	74,904
Transfers recognised - operational	–	88,490	–	48	33,955	22,123	11,832	53%	88,490
Other own revenue	–	90,204	–	7,218	21,455	22,551	(1,096)	-5%	90,204
Total Revenue (excluding capital transfers and contributions)	–	356,251	–	22,114	98,452	89,063	9,389	11%	430,895
Employee costs	–	118,379	–	8,037	25,374	29,595	(4,221)	-14%	118,379
Remuneration of Councillors	–	12,855	–	1,190	3,278	3,214	65	2%	12,855
Depreciation & asset impairment	–	74,909	–	–	–	18,727	(18,727)	-100%	74,909
Finance charges	–	848	–	98	282	212	70	33%	848
Materials and bulk purchases	–	82,573	–	3,772	15,139	20,643	(5,505)	-27%	82,573
Other expenditure	–	149,254	–	8,761	22,935	37,314	(14,379)	-39%	149,254
Total Expenditure	–	438,819	–	21,858	67,008	109,705	(42,696)	-39%	438,819
Surplus/(Deficit)	–	(82,567)	–	256	31,444	(20,642)	52,086	-252%	(7,924)

Transfers recognised - capital	-	37,279	-	3,661	18,272	9,320	8,953	96%	37,279
Contributions & Contributed assets	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	-	(45,289)	-	3,917	49,716	(11,322)	61,038	-539%	29,355
Surplus/ (Deficit) for the year	-	(45,289)	-	3,917	49,716	(11,322)	61,038	-539%	29,355
<u>Capital expenditure & funds sources</u>									
Capital expenditure	-	61,179	-	3,713	19,422	15,295	4,127	27%	61,179
Capital transfers recognised	-	37,279	-	3,456	16,273	9,320	6,953	75%	37,279
Internally generated funds	-	23,900	-	256	3,149	5,975	(2,826)	-47%	23,900
Total sources of capital funds	-	61,179	-	3,713	19,422	15,295	4,127	27%	61,179
<u>Financial position</u>									
Total current assets	-	171,542	-		406,804				171,542
Total non current assets	-	1,284,539	-		1,284,139				1,284,539
Total current liabilities	-	1,500	-		17,516				1,500
Total non current liabilities	-	230,000	-		230,000				230,000
Community wealth/Equity	-	1,224,581	-		1,443,427				1,224,581
<u>Cash flows</u>									
Net cash from (used) operating	-	51,306	-	(11,436)	15,273	12,826	2,446	19%	51,306
Net cash from (used) investing	-	(51,179)	-	(4,232)	(22,141)	(12,795)	(9,346)	73%	(51,179)
Net cash from (used) financing	-	-	-	14,395	6,928	-	6,928	#DIV/0!	-

Cash/cash equivalents at the month/year end	-	2,227	-	-	550	2,132	(1,582)	-74%	617
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<u>Debtors Age Analysis</u>									
Total By Income Source	24,361	14,367	12,722	11,426	10,214	9,825	9,744	300,492	393,150
<u>Creditors Age Analysis</u>									
Total Creditors	2,970	17	4,697	1,439	-	-	-	-	9,123

Notes

- Operating Revenue (excluding capital transfers and contributions) is R22,114million
- Operational Expenditure on financial Performances is R21,858million
- Revenue Capital Contribution is R3,661 million
- Surplus for the month after capital transfers & contributions is R3,917 million
- The total capital expenditure for the month is R3,713 million 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	2013/14	Budget Year							
		Audited Outcome	2014/15 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>		–	231,995	–	11,431	68,279	57,999	10,281	18%	231,995
Budget and treasury office		–	231,665	–	11,412	68,173	57,916	10,257	18%	231,665
Corporate services		–	330	–	19	106	83	24	29%	330
<i>Community and public safety</i>		–	14,186	–	1,348	3,931	3,546	385	11%	14,186
Community and social services		–	11,565	–	1,079	3,657	2,891	766	26%	11,565
Public safety		–	2,621	–	269	274	655	(381)	-58%	2,621
<i>Economic and environmental services</i>		–	31,685	–	2,453	10,883	7,921	2,962	37%	31,685
Planning and development		–	–	–	1	5	–	5	#DIV/0!	–
Road transport		–	31,685	–	2,452	10,878	7,921	2,956	37%	31,685
<i>Trading services</i>		–	115,664	–	10,544	33,632	28,916	4,716	16%	115,664
Electricity		–	104,327	–	9,587	30,752	26,082	4,670	18%	104,327
Waste management		–	11,337	–	957	2,879	2,834	45	2%	11,337
Total Revenue - Standard	2	–	393,530	–	25,775	116,725	98,382	18,342	19%	393,530
Expenditure - Standard	-									
<i>Governance and administration</i>		–	166,186	–	9,725	27,532	41,546	(14,015)	-34%	166,186
Executive and council		–	36,507	–	3,279	9,238	9,127	112	1%	36,507
Budget and treasury office		–	87,451	–	3,815	9,151	21,863	(12,712)	-58%	87,451
Corporate services		–	42,227	–	2,630	9,143	10,557	(1,414)	-13%	42,227
<i>Community and public safety</i>		–	58,282	–	3,373	10,379	14,571	(4,192)	-29%	58,282
Community and social services		–	46,217	–	2,640	8,067	11,554	(3,487)	-30%	46,217
Public safety		–	12,066	–	733	2,311	3,016	(705)	-23%	12,066
<i>Economic and environmental services</i>		–	101,776	–	1,917	6,532	25,444	(18,912)	-74%	101,776
Planning and development		–	17,094	–	561	2,175	4,274	(2,099)	-49%	17,094

Road transport		–	84,682	–	1,355	4,358	21,170	(16,813)	-79%	84,682
<i>Trading services</i>		–	112,575	–	6,844	22,566	28,144	(5,578)	-20%	112,575
Electricity		–	107,174	–	6,598	21,505	26,793	(5,289)	-20%	107,174
Waste management		–	5,401	–	246	1,061	1,350	(289)	-21%	5,401
Total Expenditure - Standard	3	–	438,819	–	21,858	67,008	109,705	(42,696)	-39%	438,819
Surplus/ (Deficit) for the year		–	(45,289)	–	3,917	49,717	(11,322)	61,039	-539%	(45,289)

Notes:

- Total revenue by vote is R25,775 million including capital contributions
- Total Operational Expenditure by vote is R21,858 million
- Surplus for the month is R3,917 million

1.1. FINANCIAL PERFORMANCE REVENUE AND EXPENDITURE PER SOURCE**LIM334 Ba-Phalaborwa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September**

Description	Ref	2013/14	Budget Year 2014/15							
		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		–	70,634	–	5,647	16,933	17,658	(726)	-4%	70,634
Service charges - electricity revenue		–	95,327	–	8,219	23,074	23,832	(757)	-3%	95,327
Service charges - refuse revenue		–	11,337	–	957	2,879	2,834	45	2%	11,337
Rental of facilities and equipment		–	330	–	19	106	83	24	29%	330
Interest earned - external investments		–	260	–	25	156	65	91	141%	260
Interest earned - outstanding debtors		–	74,644	–	5,678	17,156	18,661	(1,505)	-8%	74,644
Dividends received		–	3	–	–	–	1	(1)	-100%	3
Fines		–	2,600	–	269	269	650	(381)	-59%	2,600
Licences and permits		–	9,021	–	1,059	3,563	2,255	1,308	58%	9,021
Agency services		–	2,255	–	–	–	564	(564)	-100%	2,255
Transfers recognised - operational		–	88,490	–	48	33,955	22,123	11,832	53%	88,490
Other revenue		–	1,352	–	193	361	338	23	7%	1,352
Gains on disposal of PPE		–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		–	356,251	–	22,114	98,452	89,063	9,389	11%	356,251
Expenditure By Type										
Employee related costs		–	118,379	–	8,037	25,374	29,595	(4,221)	-14%	118,379
Remuneration of councillors		–	12,855	–	1,190	3,278	3,214	65	2%	12,855
Debt impairment		–	31,558	–	–	–	7,890	(7,890)	-100%	31,558
Depreciation & asset impairment		–	74,909	–	–	–	18,727	(18,727)	-100%	74,909
Finance charges		–	848	–	98	282	212	70	33%	848
Bulk purchases		–	82,573	–	3,772	15,139	20,643	(5,505)	-27%	82,573
Contracted services		–	45,536	–	3,480	8,683	11,384	(2,701)	-24%	45,536
Other expenditure		–	72,160	–	5,282	14,252	18,040	(3,788)	-21%	72,160
Loss on disposal of PPE		–	–	–	–	–	–	–	–	–

Total Expenditure		–	438,819	–	21,858	67,008	109,705	(42,696)	-39%	438,819
Surplus/(Deficit)		–	(82,567)	–	256	31,444	(20,642)	52,086	(0)	(82,567)
Transfers recognised - capital		–	37,279	–	3,661	18,272	9,320	8,953	0	37,279
Surplus/ (Deficit) for the year		–	(45,289)	–	3,917	49,716	(11,322)			(45,289)

Notes:

- Operating Revenue (excluding capital transfers and contributions) is R22,114 million
- Operational Expenditure on financial Performances is R21,858 million
- Revenue Capital Contribution is R3,661 million
- Surplus for the month after capital transfers & contributions is R3,917 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	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		–	–	–	–	–	–	–	–	–
Vote 2 - BUDGET AND TREASURY DEPARTMENT		–	–	–	–	–	–	–	–	–
Vote 3 - CORPORATE SERVICES		–	4,500	–	256	517	1,125	(608)	-54%	4,500
Vote 4 - COMMUNITY AND SOCIAL SERVICES		–	1,600	–	–	–	400	(400)	-100%	1,600
Vote 5 - PLANNING AND DEVELOPMENT		–	–	–	–	–	–	–	–	–
Vote 6 - TECHNICAL SERVICES DEPARTMENT		–	55,079	–	3,456	18,905	13,770	5,135	37%	55,079
Total Capital single-year expenditure	4	–	61,179	–	3,713	19,422	15,295	4,127	27%	61,179
Total Capital Expenditure		–	61,179	–	3,713	19,422	15,295	4,127	27%	61,179
Capital Expenditure - Standard Classification										
<i>Governance and administration</i>		–	4,500	–	256	517	1,125	(608)	-54%	4,500
Corporate services			4,500		256	517	1,125	(608)	-54%	4,500
<i>Community and public safety</i>		–	1,600	–	–	–	400	(400)	-100%	1,600
Community and social services			1,000				250	(250)	-100%	1,000
Public safety			600				150	(150)	-100%	600
<i>Economic and environmental services</i>		–	27,279	–	2,256	6,799	6,820	(21)	0%	27,279
Road transport			27,279		2,256	6,799	6,820	(21)	0%	27,279
<i>Trading services</i>		–	27,800	–	1,200	12,106	6,950	5,156	74%	27,800
Electricity			27,800		1,200	12,106	6,950	5,156	74%	27,800

Total Capital Expenditure - Standard Classification	3	–	61,179	–	3,713	19,422	15,295	4,127	27%	61,179
Funded by:										
National Government			37,279	–	3,456	16,273	9,320	6,953	75%	37,279
Internally generated funds			23,900	–	256	3,149	5,975	(2,826)	-47%	23,900
Total Capital Funding		–	61,179	–	3,713	19,422	15,295	4,127	27%	61,179

Note:

- Total monthly capital expenditure is R3,713 million excluding vat

FINANCIAL POSITION

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

Description	Ref	2013/14	Budget Year 2014/15			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash			2,100	–	550	2,100
Call investment deposits			1,500	–	3,604	1,500
Consumer debtors			158,442	–	393,150	158,442
Inventory			9,500	–	9,500	9,500
Total current assets		–	171,542	–	406,804	171,542
Non current assets						
Property, plant and equipment			1,284,139	–	1,284,139	1,284,139
Biological assets			400	–		400
Total non current assets		–	1,284,539	–	1,284,139	1,284,539
TOTAL ASSETS		–	1,456,081	–	1,690,943	1,456,081
LIABILITIES						
Current liabilities						
Consumer deposits			1,500	–	–	1,500
Trade and other payables			–	–	17,516	–
Total current liabilities		–	1,500	–	17,516	1,500
Non current liabilities						
Borrowing			210,000	–	210,000	210,000
Provisions			20,000	–	20,000	20,000
Total non current liabilities		–	230,000	–	230,000	230,000

TOTAL LIABILITIES		–	231,500	–	247,516	231,500
NET ASSETS	2	–	1,224,581	–	1,443,427	1,224,581
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated Surplus/(Deficit)						
Reserves			1,224,581	–	1,443,427	1,224,581
TOTAL COMMUNITY WEALTH/EQUITY	2	–	1,224,581	–	1,443,427	1,224,581

Note:

- The financial position shows only year to date actual

3. CASH FLOW (INFLOW AND OUTFLOW OF CASH)

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

Description	Ref	2013/14	Budget Year 2014/15							
		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			223,835	–	12,331	42,568	55,959	(13,390)	-24%	223,835
Government - operating			88,490	–	–	35,974	22,123	13,851	63%	88,490
Government - capital			37,279	–	–	12,571	9,320	3,251	35%	37,279
Interest			4,054	–	939	1,682	1,013	669	66%	4,054
Dividends							–	–		
Payments										
Suppliers and employees			(301,504)	–	(24,608)	(77,240)	(75,376)	1,864	-2%	(301,504)
Finance charges			(848)	–	(98)	(282)	(212)	70	-33%	(848)
Transfers and Grants							–	–		
NET CASH FROM/(USED) OPERATING ACTIVITIES			51,306	–	(11,436)	15,273	12,826	2,446	19%	51,306
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								–		
Payments										
Capital assets			(51,179)	–	(4,232)	(22,141)	(12,795)	9,346	-73%	(51,179)
NET CASH FROM/(USED) INVESTING ACTIVITIES			(51,179)	–	(4,232)	(22,141)	(12,795)	9,346	-73%	(51,179)

CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Increase (decrease) in consumer deposits					14,395	6,928		6,928	#DIV/0!	
Payments										
Repayment of borrowing								-		
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	14,395	6,928	-	(6,928)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		-	127	-	(1,273)	60	32			127
Cash/cash equivalents at month/year end:		-	2,100	-		490	2,100			490
		-	2,227	-		550	2,132			617

Note:

The bank shows a positive balance of R550 thousandas at 30 September 2014

4. DEBTORS AGE ANALYSIS (RECEIVABLES)

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

Description	NT Code	Budget Year 2014/15										
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7,429	3,684	2,091	1,779	911	616	592	22,857	39,959	26,755	
Receivables from Non-exchange Transactions - Property Rates	1400	9,719	3,737	3,967	3,008	2,984	2,945	2,960	95,867	125,187	107,764	
Receivables from Exchange Transactions - Waste Management	1600	1,068	943	770	721	658	632	624	31,550	36,966	34,185	
Other	1900	6,145	6,002	5,894	5,917	5,661	5,632	5,568	150,218	191,038	172,997	
Total By Income Source	2000	24,361	14,367	12,722	11,426	10,214	9,825	9,744	300,492	393,150	341,700	
2013/14 - totals only										-	-	
Debtors Age Analysis By Customer Group												
Organs of State	2200	733	683	748	198	148	140	184	4,353	7,187	5,022	
Commercial	2300	4,057	2,340	2,512	1,461	1,336	1,016	1,288	43,258	57,268	48,359	
Households	2400	17,833	10,696	8,856	9,353	8,342	8,223	7,865	249,159	320,326	282,941	
Other	2500	1,739	647	606	414	388	447	406	3,722	8,370	5,378	
Total By Customer Group	2600	24,361	14,367	12,722	11,426	10,214	9,825	9,744	300,492	393,150	341,700	

Note:

- The Debtor's age analysis shows a total figure of R393, 150 million from 30 days to over a year.

5. CREDITORS AGE ANALYSIS (PAYABLES)**LIM334 Ba-Phalaborwa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September**

Description R thousands	NT Code	Budget Year 2014/15									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	2,970	17	4,697	1,439						9,123
Auditor General	0800										-
Other	0900										-
Total By Customer Type	1000	2,970	17	4,697	1,439	-	-	-	-	9,123	-

Notes:

- The creditor's age analysis shows a total figure of R9,123 million

6. INVESTMENT PORTFOLIO (SAVINGS)**LIM334 Ba-Phalaborwa - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September**

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
R thousands									
<u>Municipality</u>									
ABSA - Call Account			Fixed deposit				93	0	93
Call deposit a/c - STD Bank			Call Account		25		9,697	(6,186)	3,511
TOTAL INVESTMENTS AND INTEREST	2				25		9,790	(6,186)	3,604

Notes:

Total Investment is standing at R3, 604 millionas at 30 September2014

7. TRANSFERS AND GRANT EXPENDITURES

LIM334 Ba-Phalaborwa - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<u>EXPENDITURE</u>										
-										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		-	88,490	-	48	33,955	34,264	(309)	-0.9%	88,490
Local Government Equitable Share			83,256		-	32,955	32,955	-		83,256
Finance Management			1,600		48	528	400	128	32.1%	1,600
Municipal Systems Improvement			934		-	400	234	167	71.3%	934
EPWP Incentive			1,212		-	71	303	(232)	-76.5%	1,212
Operating Grant: MIG (5% of MIG Grants for PMU)			1,488		-	-	372	(372)	-100.0%	1,488
Total operating expenditure of Transfers and Grants:		-	88,490	-	48	33,955	34,264	(309)	-0.9%	88,490
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		-	37,279	-	3,661	18,272	9,320	8,953	96.1%	37,279
Municipal Infrastructure Grant (MIG)			28,279		2,293	10,595	7,070	3,525	49.9%	28,279
INEG			9,000		1,368	7,678	2,250	5,428	241.2%	9,000
Total capital expenditure of Transfers and Grants		-	37,279	-	3,661	18,272	9,320	8,953	96.1%	37,279
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	125,769	-	3,709	52,227	43,583	8,643	19.8%	125,769

Notes:

-
- The total monthly operating transfers and grants expenditure is R48 thousand
 - Capital transfers and grantsexpenditureis R3,661 million

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	2013/14	Budget Year 2014/15							
		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
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages			9,572		911	2,450	2,393	57	2%	9,572
Motor Vehicle Allowance			2,783		218	643	696	(53)	-8%	2,783
Cellphone Allowance			501		61	186	125	61	49%	501
Sub Total - Councillors		-	12,855	-	1,190	3,278	3,214	65	2%	12,855
Senior Managers of the Municipality	3									
Basic Salaries and Wages			3,637		283	864	909	(46)	-5%	3,637
Pension and UIF Contributions			10				3	(3)	-100%	10
Motor Vehicle Allowance			2,345		125	374	586	(212)	-36%	2,345
Cellphone Allowance			82		2	35	20	14	68%	82
Other benefits and allowances			747		53	88	187	(98)	-53%	747
Sub Total - Senior Managers of Municipality		-	6,821	-	462	1,360	1,705	(345)	-20%	6,821
Other Municipal Staff										
Basic Salaries and Wages			68,254		4,921	15,196	17,063	(1,867)	-11%	68,254
Pension and UIF Contributions			14,895		1,008	3,029	3,724	(695)	-19%	14,895
Medical Aid Contributions			4,855		322	966	1,214	(248)	-20%	4,855
Overtime			3,824		284	984	956	28	3%	3,824
Motor Vehicle Allowance			11,549		811	2,375	2,887	(512)	-18%	11,549
Cellphone Allowance			972		70	209	243	(33)	-14%	972
Housing Allowances			1,655		52	155	414	(259)	-63%	1,655
Other benefits and allowances			5,555		107	1,099	1,389	(289)	-21%	5,555
Sub Total - Other Municipal Staff		-	111,558	-	7,575	24,013	27,890	(3,876)	-14%	111,558

Total Parent Municipality		-	131,235	-	9,227	28,652	32,809	(4,156)	-13%	131,235
TOTAL SALARY, ALLOWANCES & BENEFITS		-	131,235	-	9,227	28,652	32,809	(4,156)	-13%	131,235
% increase	4		#DIV/0!							#DIV/0!
TOTAL MANAGERS AND STAFF		-	118,379	-	8,037	25,374	29,595	(4,221)	-14%	118,379

Notes:

- Political office bearer's remunerations for the month of September amounted to R1, 190 million
- Employee related costs R8, 037 million
- The municipality has total employee related cost& Remuneration of councillors of R9, 227 million for the month of September 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 - M03 September

Description	Ref	Budget Year 2014/15											
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
		Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget
R thousands	1												
Cash Receipts By Source													
Property rates		2,242	2,444	3,089	2,544	2,725	1,633	2,175	2,548	2,542	2,154	2,544	8,991
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		7,773	3,254	4,381	3,209	3,991	3,457	4,834	5,799	7,389	5,834	5,944	4,462
Service charges - water revenue		3,302	6,691	2,553	3,209	3,991	3,457	4,834	5,799	7,389	3,238	3,209	9,510
Service charges - sanitation revenue		512	506	523	3,296	4,573	3,140	4,230	4,366	3,304	3,109	3,296	15,343
Service charges - refuse		488	380	423	290	372	330	443	404	458	452	452	1,045
Rental of facilities and equipment		13	74	19	35	9	9	15	17	26	9	15	(15)
Interest earned - external investments		75	56	25	17	46	63	52		29	63	52	(67)
Interest earned - outstanding debtors		360	252	914	360	342	179	195	344	261	179	195	64
Dividends received		-	-	-	0	0	0	0	0	0	0	0	1
Fines		-	-	269	217	217	217	217	217	217	217	217	598
Licences and permits		377	2,127	1,059	710	1,225	310	760	1,835	752	752	752	2,362
Agency services		-	-	-	188	188	188	188	188	188	188	188	752
Transfer receipts - operating		34,555	1,419	-	-	29,497	-	-	-	29,497	-	-	(6,477)
Other revenue		17	36	15	18	260	22	113	16	19	18	153	165
Cash Receipts by Source		49,715	17,240	13,270	14,095	47,435	13,004	18,055	21,532	52,071	16,213	17,016	36,734
Other Cash Flows by Source													
Transfer receipts - capital		12,571	-	-	-	12,426	-	-	-	12,426	-	-	(145)
Total Cash Receipts by Source		62,286	17,240	13,270	14,095	59,861	13,004	18,055	21,532	64,497	16,213	17,016	36,589
Cash Payments by Type													
Employee related costs		8,851	8,486	8,037	9,865	9,865	9,865	9,865	9,865	9,865	9,865	9,865	14,086
Remuneration of councillors		1,036	1,053	1,190	1,071	1,071	1,071	1,071	1,071	1,071	1,071	1,071	1,007

Interest paid		98	86	98	71	71	71	71	71	71	71	71	0
Bulk purchases - Electricity		9,000	2,000	8,258	6,881	6,881	6,881	6,881	6,881	6,881	6,881	6,881	8,266
Contracted services		3,053	2,879	3,967	4,377	4,353	5,007	4,259	2,706	3,903	2,303	2,409	(3,679)
General expenses		6,324	9,951	3,156	13,297	1,824	2,340	2,630	3,454	3,613	6,013	6,013	(6,457)
Cash Payments by Type		28,361	24,455	24,706	35,562	24,065	25,234	24,778	24,048	25,405	26,204	26,310	13,223
Other Cash Flows/Payments by Type													-
Capital assets		10,831	7,078	4,232	1,612	7,823	3,302	2,332	838	3,611	7,823	3,302	(1,605)
Other Cash Flows/Payments		21,433	(13,966)	(14,395)									6,928
Total Cash Payments by Type		60,625	17,568	14,543	37,174	31,888	28,536	27,110	24,886	29,016	34,027	29,612	18,545
NET INCREASE/(DECREASE) IN CASH HELD		1,661	(328)	(1,273)	(23,079)	27,973	(15,533)	(9,055)	(3,354)	35,482	(17,814)	(12,597)	18,044
Cash/cash equivalents at the month/year beginning:		490	2,151	1,823	550	(22,529)	5,444	(10,089)	(19,144)	(22,498)	12,984	(4,830)	(17,426)
Cash/cash equivalents at the month/year end:		2,151	1,823	550	(22,529)	5,444	(10,089)	(19,144)	(22,498)	12,984	(4,830)	(17,426)	617

Notes

- Total actual cash receipts for the month amount to R13, 270 million. This is the total of all municipal service charges including Water, sanitation and Licence & permits.
- While the total actual cash-payments made for the month amount to R28, 938 million
- Other inflow amount to R14, 395 million. Included in this amount is the transfer made from the call accounts to main account.
- Favourable balance of R550 thousand as at 30 September 2014

12. CAPITAL EXPENDITURE TREND

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

Month	2013/14	Budget Year 2014/15							
	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		5,098	–	9,500	9,500	5,098	(4,402)	-86.3%	16%
August		5,098	–	6,209	15,709	10,196	(5,513)	-54.1%	26%
September		5,098	–	3,713	19,422	15,295	(4,127)	-27.0%	32%
October		5,098	–			20,393	–		
November		5,098	–			25,491	–		
December		5,098	–			30,589	–		
January		5,098	–			35,688	–		
February		5,098	–			40,786	–		
March		5,098	–			45,884	–		
April		5,098	–			50,982	–		
May		5,098	–			56,080	–		
June		5,098	–			61,179	–		
Total Capital expenditure	–	61,179	–	19,422					

Notes:

- The total capital expenditure gives a monthly actual of R3,713 million excluding vat

13. BANK RECONCILIATION

BANK TRANSACTIONS STATEMENT FOR SEPTEMBER 2014

Opening balance	1,823,249.42
Cheque payments	-109,266.90
ECB payments	-23,272,107.53
Deposits	27,664,907.01
Bank charges	-97,878.14
Transfers	-5,459,098.62
Closing balance	549,805.24

Notes

- The closing balance as at 30 September 2014 is R549,805.24

14. RECOMMENDATIONS

a. That the following be noted:

- 1) The financial report for the period ended 30 September 2014 **excluding Water and Waste Water management**
- 2) The summary of monthly budget statement report for the month ended 30 September 2014
- 3) The financial performance for the month ended 30 September 2014
- 4) The financial position as at 30 September 2014
- 5) The actual operating revenue (as per GRAP) for the month ended 30 September 2014 is R22,114 million excluding capital contribution
- 6) Revenue Capital Contribution is R3,661 million
- 7) The Municipality did not receive any grants during the month of September 2014
- 8) The actual Operating Expenditure for the month ended 30 September 2014 is R21,858 million
- 9) Surplus for the month ended 30 September 2014 is R3,917 million
- 10) The actual Capital Expenditure for the month ended 30 September 2014 is R3,713 million
- 11) Consolidated call deposit accounts held at STD Bank and ABSA closed with a balance of R3,604 on 30 September 2014
- 12) That councillors and Staff Benefits for September 2014 amount to R9,227 million be approved
- 13) Municipal Primary Bank reconciliation closed with a positive balance of **R550 thousand** as at 30 September 2014