

BA-PHALABORWA MUNICIPALITY



FINANCIAL PERFORMANCE REPORT

AS AT 30 NOVEMBER 2014

Vision

“Best tourist destination in Limpopo by 2020”

Mission

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

Values

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

SUMMARY

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

Description	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									
Financial Performance									
Property rates	-	70,634	-	5,654	28,079	29,431	(1,351)	-5%	70,634
Service charges	-	106,664	-	8,095	40,793	44,443	(3,650)	-8%	106,664
Investment revenue	-	260	-	24	192	108	84	77%	74,904
Transfers recognised - operational	-	88,490	-	21,248	56,031	36,871	19,160	52%	88,490
Other own revenue	-	90,204	-	6,277	34,270	37,585	(3,314)	-9%	90,204
Total Revenue (excluding capital transfers and contributions)	-	356,251	-	41,297	159,366	148,438	10,928	7%	430,895
Employee costs	-	118,379	-	9,836	44,775	49,325	(4,550)	-9%	118,379
Remuneration of Councillors	-	12,855	-	1,064	5,447	5,356	90	2%	12,855
Depreciation & asset impairment	-	74,909	-	-	-	31,212	(31,212)	-100%	74,909
Finance charges	-	848	-	186	676	353	323	92%	848
Materials and bulk purchases	-	82,573	-	10,813	34,986	34,406	581	2%	82,573
Other expenditure	-	149,254	-	9,846	42,447	62,189	(19,742)	-32%	149,254
Total Expenditure	-	438,819	-	31,744	128,332	182,841	(54,510)	-30%	438,819
Surplus/(Deficit)	-	(82,567)	-	9,553	31,035	(34,403)	65,438	-190%	(7,924)
Transfers recognised - capital	-	37,279	-	1,422	19,695	15,533	4,162	27%	37,279
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	(45,289)	-	10,975	50,729	(18,870)	69,600	-369%	29,355

<u>Capital expenditure & funds sources</u>									
Capital expenditure	-	61,179	-	1,685	21,192	25,491	(4,299)	-17%	61,179
Capital transfers recognised	-	37,279	-	823	17,096	15,533	1,564	10%	37,279
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	23,900	-	862	4,095	9,958	(5,863)	-59%	23,900
Total sources of capital funds	-	61,179	-	1,685	21,192	25,491	(4,299)	-17%	61,179
<u>Financial position</u>									
Total current assets	-	171,542	-		432,845				171,542
Total non current assets	-	1,284,539	-		1,284,139				1,284,539
Total current liabilities	-	1,500	-		28,213				1,500
Total non current liabilities	-	230,000	-		230,000				230,000
Community wealth/Equity	-	1,224,581	-		1,458,771				1,224,581
<u>Cash flows</u>									
Net cash from (used) operating	-	51,306	-	14,434	27,104	21,377	5,726	27%	51,306
Net cash from (used) investing	-	(51,179)	-	(1,921)	(24,158)	(21,324)	(2,834)	13%	(51,179)
Net cash from (used) financing	-	-	-	(4,193)	6,091	-	6,091	#DIV/0!	-
Cash/cash equivalents at the month/year end	-	2,227	-	-	9,526	2,153	7,373	342%	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	22,753	12,904	12,030	11,973	11,374	10,382	9,735	315,917	407,069
<u>Creditors Age Analysis</u>									
Total Creditors	4,061	52	9	6,126	-	-	-	-	10,247

Notes

- Operating Revenue (excluding capital transfers and contributions) is R41,297million
- Operational Expenditure on financial Performances is R31,744million
- Revenue Capital Contribution recognised is R1,422 million
- Surplus for the month after capital transfers & contributions is R10, 975 million
- The total capital expenditure for the month is R1,685 million excluding vat

1. FINANCIAL PERFORMANCE OF REVENUE AND EXPENDITURE BY VOTE

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

Description	Ref	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								%	
Revenue - Standard										
<i>Governance and administration</i>		-	231,995	-	32,607	112,676	96,665	16,011	17%	231,995
Executive and council		-	-	-	-	-	-	-		-
Budget and treasury office		-	231,665	-	32,541	111,934	96,527	15,407	16%	231,665
Corporate services		-	330	-	66	742	138	605	439%	330
<i>Community and public safety</i>		-	14,186	-	21	4,778	5,911	(1,133)	-19%	14,186
Community and social services		-	11,565	-	20	4,473	4,819	(345)	-7%	11,565
Public safety		-	2,621	-	1	305	1,092	(787)	-72%	2,621
<i>Economic and environmental services</i>		-	31,685	-	1,997	13,132	13,202	(70)	-1%	31,685
Planning and development		-	-	-	1	6	-	6	#DIV/0!	-
Road transport		-	31,685	-	1,996	13,125	13,202	(77)	-1%	31,685
<i>Trading services</i>		-	115,664	-	8,095	48,471	48,193	278	1%	115,664
Electricity		-	104,327	-	7,131	43,665	43,470	195	0%	104,327
Waste management		-	11,337	-	964	4,807	4,724	83	2%	11,337
<i>Other</i>	4	-	-	-	-	-	-	-		-
Total Revenue - Standard	2	-	393,530	-	42,720	179,057	163,971	15,086	9%	393,530

Expenditure - Standard	-									
Governance and administration		-	166,186	-	10,178	48,578	69,244	(20,666)	-30%	166,186
Executive and council		-	36,507	-	2,117	14,791	15,211	(421)	-3%	36,507
Budget and treasury office		-	87,451	-	6,333	18,961	36,438	(17,477)	-48%	87,451
Corporate services		-	42,227	-	1,727	14,827	17,595	(2,768)	-16%	42,227
Community and public safety		-	58,282	-	4,060	18,923	24,284	(5,362)	-22%	58,282
Community and social services		-	46,217	-	3,448	15,114	19,257	(4,143)	-22%	46,217
Public safety		-	12,066	-	612	3,809	5,027	(1,218)	-24%	12,066
Economic and environmental services		-	101,776	-	4,113	13,057	42,407	(29,349)	-69%	101,776
Planning and development		-	17,094	-	1,839	4,608	7,123	(2,515)	-35%	17,094
Road transport		-	84,682	-	2,274	8,449	35,284	(26,835)	-76%	84,682
Trading services		-	112,575	-	13,394	47,773	46,906	867	2%	112,575
Electricity		-	107,174	-	12,757	45,623	44,656	968	2%	107,174
Waste management		-	5,401	-	637	2,150	2,250	(100)	-4%	5,401
Other		-	-	-	-	-	-	-		-
Total Expenditure - Standard	3	-	438,819	-	31,744	128,332	182,841	(54,510)	-30%	438,819
Surplus/ (Deficit) for the year		-	(45,289)	-	10,975	50,726	(18,870)	69,596	-369%	(45,289)

Notes:

- Total revenue by vote including capital contribution is R42,720 million
- Total Operational Expenditure by vote is R31,744 million
- Surplus for the month is R10,975 million

FINANCIAL PERFORMANCE REVENUE AND EXPENDITURE PER SOURCE

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

Description	Ref	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	-	5,654	28,079	29,431	(1,351)	-5%	70,634
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	95,327	-	7,131	5,987	39,720	3,733	-9%	95,327
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		-	11,337	-	964	4,807	4,724	83	2%	11,337
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	330	-	20	151	138	13	10%	330
Interest earned - external investments		-	260	-	24	192	108	84	77%	260
Interest earned - outstanding debtors		-	74,644	-	6,197	28,968	31,101	(2,134)	-7%	74,644
Dividends received		-	3	-	-	-	1	(1)	-100%	3
Fines		-	2,600	-	-	269	1,083	(814)	-75%	2,600
Licences and permits		-	9,021	-	1	4,335	3,759	577	15%	9,021
Agency services		-	2,255	-	-	-	940	(940)	-100%	2,255
Transfers recognised - operational		-	88,490	-	21,248	56,031	36,871	19,160	52%	88,490
Other revenue		-	1,352	-	59	547	563	(16)	-3%	1,352
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		-	356,251	-	41,297	159,366	148,438	10,928	7%	356,251
Expenditure By Type										
Employee related costs		-	118,379	-	9,836	44,775	49,325	(4,550)	-9%	118,379
Remuneration of councillors		-	12,855	-	1,064	5,447	5,356	90	2%	12,855
Debt impairment		-	31,558	-	-	-	13,149	(13,149)	-100%	31,558
Depreciation & asset impairment		-	74,909	-	-	-	31,212	(31,212)	-100%	74,909
Finance charges		-	848	-	186	676	353	323	92%	848

Bulk purchases		-	82,573	-	10,813	34,986	34,406	581	2%	82,573
Other materials		-	-	-	-	-	-	-		-
Contracted services		-	45,536	-	4,383	16,878	18,973	(2,095)	-11%	45,536
Transfers and grants		-	-	-	-	-	-	-		-
Other expenditure		-	72,160	-	5,462	25,569	30,067	(4,497)	-15%	72,160
Loss on disposal of PPE		-	-	-	-	-	-	-		-
Total Expenditure		-	438,819	-	31,744	128,332	182,841	(54,510)	-30%	438,819
Surplus/(Deficit)		-	(82,567)	-	9,553	31,035	(34,403)	65,438	(0)	(82,567)
Transfers recognised - capital		-	37,279	-	1,422	19,695	15,533	4,162	0	37,279
Surplus/ (Deficit) for the year		-	(45,289)	-	10,975	50,729	(18,870)			(45,289)

Notes:

- Operating Revenue (excluding capital transfers and contributions) is R41,297 million
- Operational Expenditure on financial Performances is R31,744 million
- Revenue Capital Contribution recognised is R1,422
- Surplus for the month is R10,975 million

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

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

Vote Description	Ref	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 3 - CORPORATE SERVICES		-	4,500	-	571	1,174	1,875	(701)	-37%	4,500
Vote 4 - COMMUNITY AND SOCIAL SERVICES		-	1,600	-	-	-	667	(667)	-100%	1,600
Vote 6 - TECHNICAL SERVICES DEPARTMENT		-	55,079	-	1,114	20,018	22,949	(2,931)	-13%	55,079
		-	-	-	-	-	-	-		-
Total Capital single-year expenditure	4	-	61,179	-	1,685	21,192	25,491	(4,299)	-17%	61,179
Total Capital Expenditure		-	61,179	-	1,685	21,192	25,491	(4,299)	-17%	61,179
Capital Expenditure - Standard Classification										
Governance and administration		-	4,500	-	571	1,174	1,875	(701)	-37%	4,500
Corporate services			4,500		571	1,174	1,875	(701)	-37%	4,500
Community and public safety		-	1,600	-	-	-	667	(667)	-100%	1,600
Community and social services			1,000				417	(417)	-100%	1,000
Public safety			600				250	(250)	-100%	600
Economic and environmental services		-	27,279	-	823	7,622	11,366	(3,744)	-33%	27,279
Road transport			27,279		823	7,622	11,366	(3,744)	-33%	27,279
Trading services		-	27,800	-	290	12,396	11,583	813	7%	27,800
Electricity			27,800		290	12,396	11,583	813	7%	27,800

Total Capital Expenditure - Standard Classification	3	-	61,179	-	1,685	21,192	25,491	(4,299)	-17%	61,179
Funded by:										
National Government			37,279	-	823	17,096	15,533	1,564	10%	37,279
Internally generated funds			23,900	-	862	4,095	9,958	(5,863)	-59%	23,900
Total Capital Funding		-	61,179	-	1,685	21,192	25,491	(4,299)	-17%	61,179

Note:

- Total monthly capital expenditure is R1,685 million excluding vat

FINANCIAL POSITION

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

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	-	9,526	2,100
Call investment deposits			1,500	-	6,751	1,500
Consumer debtors			158,442	-	407,069	158,442
Inventory			9,500	-	9,500	9,500
Total current assets			171,542	-	432,845	171,542
Non current assets						
Property, plant and equipment			1,284,139	-	1,284,139	1,284,139
Agricultural			-	-	-	-
Biological assets			400	-	-	400
Total non current assets			1,284,539	-	1,284,139	1,284,539
TOTAL ASSETS			1,456,081	-	1,716,984	1,456,081
LIABILITIES						
Current liabilities						
Consumer deposits			1,500	-	-	1,500
Trade and other payables			-	-	28,213	-
Provisions			-	-	-	-
Total current liabilities			1,500	-	28,213	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	-	258,213	231,500
NET ASSETS	2	-	1,224,581	-	1,458,771	1,224,581
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated Surplus/(Deficit)						
Reserves			1,224,581	-	1,458,771	1,224,581
TOTAL COMMUNITY WEALTH/EQUITY	2	-	1,224,581	-	1,458,771	1,224,581

Note:

- The financial position shows only year to date actual

3. CASH FLOW

LIM334 Ba-Phalaborwa - Table C7 Monthly Budget Statement - Cash Flow - M05 November

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	–	11,912	71,007	93,264	(22,258)	-24%	223,835
Government - operating			88,490	–	20,656	57,198	36,871	20,327	55%	88,490
Government - capital			37,279	–	11,771	24,342	15,533	8,809	57%	37,279
Interest			4,054	–	293	2,319	1,689	630	37%	4,054
Dividends							–	–		
Payments										
Suppliers and employees			(301,504)	–	(30,012)	(127,086)	(125,627)	1,459	-1%	(301,504)
Finance charges			(848)	–	(186)	(676)	(353)	323	-92%	(848)
Transfers and Grants							–	–		
NET CASH FROM/(USED) OPERATING ACTIVITIES			–	–	14,434	27,104	21,377	5,726	27%	51,306
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								–		
Payments										
Capital assets			(51,179)	–	(1,921)	(24,158)	(21,324)	2,834	-13%	(51,179)
NET CASH FROM/(USED) INVESTING ACTIVITIES			–	–	(1,921)	(24,158)	(21,324)	2,834	-13%	(51,179)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Increase (decrease) in consumer deposits					(4,193)	6,091		6,091	#DIV/0!	
Payments										
Repayment of borrowing								–		

NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	(4,193)	6,091	-	(6,091)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		-	127	-	8,320	9,036	53			127
Cash/cash equivalents at beginning:		2,100	-			490	2,100			490
Cash/cash equivalents at month/year end:		-	2,227	-		9,526	2,153			617

Note:

The bank shows a positive balance of R9, 526 million as at 30 November 2014

4. DEBTORS AGE ANALYSIS

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

Description	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	6,003	2,309	1,736	1,813	1,053	956	596	22,988	37,452	27,405
Receivables from Non-exchange Transactions - Property Rates	9,460	3,625	3,522	3,459	3,818	2,924	2,911	100,066	129,785	113,178
Receivables from Exchange Transactions - Waste Management	1,066	853	759	795	706	654	625	32,503	37,961	35,283
Other	6,225	6,117	6,013	5,905	5,798	5,849	5,604	160,360	201,871	183,516
Total By Income Source	22,753	12,904	12,030	11,973	11,374	10,382	9,735	315,917	407,069	359,382
2013/14 - totals only									-	-
Debtors Age Analysis By Customer Group										
Organs of State	684	614	708	207	165	148	183	4,577	7,286	5,280
Commercial	3,789	2,102	2,375	1,531	1,488	1,073	1,287	45,478	59,124	50,857
Households	16,656	9,607	8,374	9,801	9,289	8,689	7,859	261,949	332,223	297,587
Other	1,625	581	573	434	433	472	406	3,913	8,436	5,658
Total By Customer Group	22,753	12,904	12,030	11,973	11,374	10,382	9,735	315,917	407,069	359,382

Note:

- The Debtor's age analysis shows a total figure of R407, 069 million from 30 days to over a year.

5. CREDITORS AGE ANALYSIS

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

Description R thousands	NT Code	Budget Year 2014/15								
		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										
Loan repayments	0600									-
Trade Creditors	0700	4,061	52	9	6,126					10,247
Auditor General	0800									-
Other	0900									-
Total By Customer Type	1000	4,061	52	9	6,126	-	-	-	-	10,247

Notes:

- The creditor's age analysis shows a total figure of R10,247 million

6. INVESTMENT PORTFOLIO

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

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
R thousands									
Municipality									
ABSA - Call Account			Fixed deposit				93	0	93
Call deposit a/c - STD Bank			Call Account		12		634	6,024	6,658
TOTAL INVESTMENTS AND INTEREST	2				12		727	6,024	6,751

Notes:

Total Investment is standing at R6,751 millionas at 30 November2014

7. TRANSFERS AND GRANT EXPENDITURES

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

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										
EXPENDITURE										
-										
Operating expenditure of Transfers and Grants										
National Government:		-	88,490	-	21,202	55,418	55,747	(329)	-0.6%	88,490
Local Government Equitable Share			83,256		20,611	53,566	53,566	-		83,256
Finance Management			1,600		43	663	667	(4)	-0.5%	1,600
Municipal Systems Improvement			934		-	400	389	11	2.8%	934
EPWP Incentive			1,212		315	485	505	(20)	-4.0%	1,212
Operating Grant: MIG (5% of MIG Grants for PMU)			1,488		233	304	620	(316)	-51.0%	1,488
Total operating expenditure of Transfers and Grants:		-	88,490	-	21,202	55,418	55,747	(329)	-0.6%	88,490
Capital expenditure of Transfers and Grants										
National Government:		-	37,279	-	1,422	19,695	9,320	10,375	111.3%	37,279
Municipal Infrastructure Grant (MIG)			28,279		1,422	12,017	7,070	4,947	70.0%	28,279
INEG			9,000		-	7,678	2,250	5,428	241.2%	9,000
Total capital expenditure of Transfers and Grants		-	37,279	-	1,422	19,695	9,320	10,375	111.3%	37,279
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	125,769	-	22,625	75,112	65,067	10,046	15.4%	125,769

Notes:

- The total monthly operating transfers and grants expenditure is R21,202 million
- Expenditure on Capital transfers and grants is R1, 422

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

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

Summary of Employee and Councillor remuneration	Ref	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
<u>Councillors (Political Office Bearers plus Other)</u>										
Basic Salaries and Wages			9,572		776	4,035	3,988	46	1%	9,572
Motor Vehicle Allowance			2,783		228	1,104	1,159	(55)	-5%	2,783
Cellphone Allowance			501		61	308	209	99	47%	501
Sub Total - Councillors			12,855		1,064	5,447	5,356	90	2%	12,855
<u>Senior Managers of the Municipality</u>	3									
Basic Salaries and Wages			3,637			1,146	1,515	(369)	-24%	3,637
Pension and UIF Contributions			10			1	4	(3)	-82%	10
Motor Vehicle Allowance			2,345			499	977	(478)	-49%	2,345
Cellphone Allowance			82			41	34	6	19%	82
Other benefits and allowances			747			122	311	(189)	-61%	747
Sub Total - Senior Managers of Municipality			6,821		-	1,809	2,842	(1,034)	-36%	6,821
<u>Other Municipal Staff</u>										
Basic Salaries and Wages			68,254		6,809	26,993	28,439	(1,446)	-5%	68,254
Pension and UIF Contributions			14,895		1,004	5,044	6,206	(1,162)	-19%	14,895
Medical Aid Contributions			4,855		323	1,607	2,023	(415)	-21%	4,855
Overtime			3,824		278	1,534	1,593	(59)	-4%	3,824
Motor Vehicle Allowance			11,549		860	4,047	4,812	(765)	-16%	11,549
Cellphone Allowance			972		72	346	405	(59)	-15%	972
Housing Allowances			1,655		52	258	690	(431)	-63%	1,655

Other benefits and allowances			5,555		438	3,137	2,315	822	36%	5,555
TOTAL SALARY, ALLOWANCES & BENEFITS		-	131,235	-	10,901	50,222	54,681	(4,460)	-8%	131,235
TOTAL MANAGERS AND STAFF		-	118,379	-	9,836	44,775	49,325	(4,550)	-9%	118,379

Notes:

- Political office bearer's remunerations for the month of November amounted to R1, 064 million
- Employee related costs R9, 836 million
- The municipality has total employee related cost & Remuneration of councillors of R10, 901 million for the month of November 2014

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

9. ACTUALS AND REVISED TARGETS FOR CASH RECEIPT

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

Description	Ref	Budget Year 2014/15											
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget
Cash Receipts By Source													
Property rates		2,242	2,444	3,089	2,583	2,375	1,633	2,175	2,548	2,542	2,154	2,544	9,303
Service charges - electricity revenue		7,773	3,254	4,381	4,211	6,069	3,457	4,834	5,799	7,389	5,834	5,944	1,383
Service charges - water revenue		3,302	6,691	2,553	7,819	2,571	3,457	4,834	5,799	7,389	3,238	3,209	6,321
Service charges - sanitation revenue		512	506	523	599	492	3,140	4,230	4,366	3,304	3,109	3,296	22,122
Service charges - refuse		488	380	423	486	371	330	443	404	458	452	452	850
Rental of facilities and equipment		13	74	19	24	20	9	15	17	26	9	15	(16)
Interest earned - external investments		75	56	25	12	24	63	52		29	63	52	(40)
Interest earned - outstanding debtors		360	252	914	344	268	179	195	344	261	179	195	154
Dividends received		-	-	-	-	-	0	0	0	0	0	0	1
Fines		-	-	269	-	-	217	217	217	217	217	217	1,031
Licences and permits		377	2,127	1,059	772	1	310	760	1,835	752	752	752	3,525
Agency services		-	-	-	-	-	188	188	188	188	188	188	1,128
Transfer receipts - operating		34,555	1,419	-	568	20,656	-	-	-	29,497	-	-	1,795
Other revenue		17	36	15	21	13	22	113	16	19	18	153	409
Cash Receipts by Source		49,715	17,240	13,270	17,439	32,861	13,004	18,055	21,532	52,071	16,213	17,016	47,964
Other Cash Flows by Source													
Transfer receipts - capital		12,571	-	-	-	11,771	-	-	-	12,426	-	-	510
Receipt of non-current receivables													-
Change in non-current investments													-
Total Cash Receipts by Source		62,286	17,240	13,270	17,439	44,632	13,004	18,055	21,532	64,497	16,213	17,016	48,474

Cash Payments by Type													-
Employee related costs	8,851	8,486	8,037	9,565	9,836	9,865	9,865	9,865	9,865	9,865	9,865	9,865	14,415
Remuneration of councillors	1,036	1,053	1,190	1,104	1,064	1,071	1,071	1,071	1,071	1,071	1,071	1,071	981
Interest paid	98	86	98	209	186	71	71	71	71	71	71	71	(253)
Bulk purchases - Electricity	9,000	2,000	8,258	-	6,000	6,881	6,881	6,881	6,881	6,881	6,881	6,881	16,029
Contracted services	3,053	2,879	3,967	4,345	4,997	5,007	4,259	2,706	3,903	2,303	2,409	2,409	(4,292)
General expenses	6,324	9,951	3,156	4,820	8,115	2,340	2,630	3,454	3,613	6,013	6,013	6,013	(4,270)
Cash Payments by Type	28,361	24,455	24,706	20,042	30,198	25,234	24,778	24,048	25,405	26,204	26,310	26,310	22,610
Other Cash Flows/Payments by Type													-
Capital assets	10,831	7,078	4,232	97	1,921	3,302	2,332	838	3,611	7,823	3,302	3,302	5,812
Repayment of borrowing													-
Other Cash Flows/Payments	21,433	(13,966)	(14,395)	(3,356)	4,193								6,091
Total Cash Payments by Type	60,625	17,568	14,543	16,783	36,312	28,536	27,110	24,886	29,016	34,027	29,612	29,612	34,512
NET INCREASE/(DECREASE) IN CASH HELD	1,661	(328)	(1,273)	656	8,320	(15,533)	(9,055)	(3,354)	35,482	(17,814)	(12,597)	(12,597)	13,962
Cash/cash equivalents at the month/year beginning:	490	2,151	1,823	550	1,206	9,526	(6,007)	(15,062)	(18,416)	17,065	(748)	(748)	(13,345)
Cash/cash equivalents at the month/year end:	2,151	1,823	550	1,206	9,526	(6,007)	(15,062)	(18,416)	17,065	(748)	(13,345)	(13,345)	617

Notes

- Total actual cash receipts for the month amount to R44, 632 million. This is the total of the grants received and all municipal service charges including Water, sanitation and Licence & permits.
- While the total actual cash-payments made for the month amount to R32, 119 million excluding transfers to call account.

-
- Other outflow amount to R4, 193 million. Included in this amount is the transfer made from main account to call accounts.
 - Favourable balance of R9,526 million as at 30 November 2014

10.CAPITAL EXPENDITURE TREND

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

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	–	85	19,507	20,393	886	4.3%	32%
November		5,098	–	1,685	21,192	25,491	4,299	16.9%	35%
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	–	21,192					

Notes:

- The total capital expenditure gives a monthly actual of R1,685 million excluding vat

11.BANK RECONCILIATION

BA-PHALABORWA MUNICIPALITY
BANK TRANSACTIONS STATEMENT FOR NOVEMBER 2014

Statement Description	Amount
Outstanding C/F	1,205,612.77
Current - Cheques	-87,821.90
Current - ACBs	-24,745,517.14
Current - ACB Rejects	-
Current - Deposits	16,176,689.51
Current - RD Cheques	-
Current - Redeposits	-
Current - Transfers	17,162,117.31
Current - Bank Charges	-185,524.75
Current - Already Reconciled	-
Current - C/F	9,525,555.80

Notes

- The closing balance as at 30 November 2014 is R9,526 million

12.RECOMMENDATIONS

a. That the following be noted:

- 1) The financial report for the period ended 30 November2014 **excluding Water and Waste Water management**
- 2) The summary of monthly budget statement report for the month ended 30 November2014
- 3) The financial performance for the month ended 30 November2014
- 4) The financial position as at 30 November2014
- 5) The actual operating revenue (as per GRAP)for the month ended 30 November2014 is R41,297 million
- 6) Revenue Capital Contribution recognised is R1,422 million
- 7) The Municipality received the following grants during the month of November
 - R20,611 million Equitable Shares
 - R11,771 million MIG and
 - R45 thousand (LG SITA)
- 8) The actual Operating Expenditure for the month ended 30 November2014 is R31, 744 million

- 9) Surplus for the month ended 30 November 2014 amount to R10, 975 million
- 10) The actual Capital Expenditure for the month ended 30 November 2014 is R1,685 thousand
- 11) Consolidated call deposit accounts held at STD Bank and ABSA closed with a balance of R6,751 million on 30 November 2014
- 12) That councillors and Staff Benefits for November 2014 amount to R10, 901 million be approved
- 13) Municipal Primary Bank reconciliation closed with a positive balance of **R9, 526 million** as at 30 November 2014