

BA-PHALABORWA MUNICIPALITY



FINANCIAL PERFORMANCE REPORT

AS AT 31 JANUARY 2015

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 - M07 January

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	–	5,117	38,259	41,203	(2,944)	-7%	70,634
Service charges	–	106,664	–	7,598	56,078	62,221	(6,142)	-10%	106,664
Investment revenue	–	260	–	17	230	152	79	52%	74,904
Transfers recognised - operational	–	88,490	–	226	63,832	51,619	12,213	24%	88,490
Other own revenue	–	90,204	–	6,355	48,826	52,619	(3,793)	-7%	90,204
Total Revenue (excluding capital transfers and contributions)	–	356,251	–	19,313	207,225	207,813	(589)	-0%	430,895
Employee costs	–	118,379	–	8,181	61,396	69,055	(7,659)	-11%	118,379
Remuneration of Councillors	–	12,855	–	1,042	7,532	7,499	33	0%	12,855
Depreciation & asset impairment	–	74,909	–	–	–	43,697	(43,697)	-100%	74,909
Finance charges	–	848	–	237	1,051	494	556	113%	848
Materials and bulk purchases	–	82,573	–	–	35,901	48,168	(12,267)	-25%	82,573
Transfers and grants	–	–	–	–	–	–	–	–	–
Other expenditure	–	149,254	–	5,744	56,346	87,065	(30,719)	-35%	149,254
Total Expenditure	–	438,819	–	15,204	162,225	255,978	(93,753)	-37%	438,819
Surplus/(Deficit)	–	(82,567)	–	4,109	45,000	(48,164)	93,164	-193%	(7,924)
Transfers recognised - capital	–	37,279	–	–	15,374	21,746	(6,372)	-29%	37,279
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–

Surplus/(Deficit) after capital transfers & contributions	-	(45,289)	-	4,109	60,374	(26,418)	86,792	-329%	29,355
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	-	(45,289)	-	4,109	60,374	(26,418)	86,792	-329%	29,355
<u>Capital expenditure & funds sources</u>									
Capital expenditure	-	61,179	-	-	25,144	35,688	(10,543)	-30%	61,179
Capital transfers recognised	-	37,279	-	-	21,049	21,746	(697)	-3%	37,279
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	23,900	-	-	4,095	13,942	(9,846)	-71%	23,900
Total sources of capital funds	-	61,179	-	-	25,144	35,688	(10,543)	-30%	61,179
<u>Financial position</u>									
Total current assets	-	171,542	-	-	440,364				171,542
Total non current assets	-	1,284,539	-	-	1,284,139				1,284,539
Total current liabilities	-	1,500	-	-	24,743				1,500
Total non current liabilities	-	230,000	-	-	230,000				230,000
Community wealth/Equity	-	1,224,581	-	-	1,469,760				1,224,581
<u>Cash flows</u>									
Net cash from (used) operating	-	51,306	-	(5,183)	(1,355)	29,928	(31,284)	-105%	51,306
Net cash from (used) investing	-	(51,179)	-	4,651	(24,014)	(29,854)	5,841	-20%	(51,179)
Net cash from (used) financing	-	-	-	-	15,299	-	15,299	#DIV/0!	-
Cash/cash equivalents at the month/year end	-	2,227	-	-	(9,580)	2,174	(11,754)	-541%	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	17,545	12,899	11,559	11,446	9,751	9,648	9,744	350,835	433,428
<u>Creditors Age Analysis</u>									
Total Creditors	15,352	3,127	1,439	6,367	-	-	-	-	26,284

Notes

- Operating Revenue (excluding capital transfers and contributions) is R19,313million
- Operational Expenditure on financial Performances is R15,204million
- No revenue capital contribution recognised
- Surplus for the month is R4, 109 million
- No capital expenditure incurred during the month

1. FINANCIAL PERFORMANCE OF REVENUE AND EXPENDITURE BY VOTE

LIM334 Ba-Phalaborwa - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M07 January

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	–	10,933	142,276	135,331	6,946	5%	231,995
Budget and treasury office		–	231,665	–	10,918	141,503	135,138	6,365	5%	231,665
Corporate services		–	330	–	15	774	193	581	302%	330
<i>Community and public safety</i>		–	14,186	–	582	7,310	8,275	(965)	-12%	14,186
Community and social services		–	11,565	–	580	6,804	6,747	57	1%	11,565
Public safety		–	2,621	–	1	506	1,529	(1,023)	-67%	2,621
<i>Economic and environmental services</i>		–	31,685	–	201	7,931	18,483	(10,552)	-57%	31,685
Planning and development		–	–	–	–	6	–	6	#DIV/0!	–
Road transport		–	31,685	–	201	7,924	18,483	(10,559)	-57%	31,685
<i>Trading services</i>		–	115,664	–	7,598	65,078	67,471	(2,392)	-4%	115,664
Electricity		–	104,327	–	6,718	58,423	60,858	(2,434)	-4%	104,327
Waste management		–	11,337	–	880	6,655	6,613	42	1%	11,337
<i>Other</i>	4	–	–	–	–	–	–	–		–
Total Revenue - Standard	2	–	393,530	–	19,313	222,595	229,559	(6,964)	-3%	393,530

Expenditure - Standard	-									
Governance and administration		-	166,186	-	6,191	62,684	96,942	(34,258)	-35%	166,186
Executive and council		-	36,507	-	1,986	19,942	21,296	(1,354)	-6%	36,507
Budget and treasury office		-	87,451	-	2,012	23,187	51,013	(27,827)	-55%	87,451
Corporate services		-	42,227	-	2,193	19,555	24,633	(5,077)	-21%	42,227
Community and public safety		-	58,282	-	4,484	27,153	33,998	(6,845)	-20%	58,282
Community and social services		-	46,217	-	3,779	21,841	26,960	(5,118)	-19%	46,217
Public safety		-	12,066	-	705	5,312	7,038	(1,726)	-25%	12,066
Economic and environmental services		-	101,776	-	2,389	19,309	59,369	(40,061)	-67%	101,776
Planning and development		-	17,094	-	493	7,340	9,972	(2,632)	-26%	17,094
Road transport		-	84,682	-	1,896	11,969	49,398	(37,429)	-76%	84,682
Trading services		-	112,575	-	2,140	53,079	65,669	(12,589)	-19%	112,575
Electricity		-	107,174	-	1,580	49,827	62,518	(12,691)	-20%	107,174
Waste management		-	5,401	-	560	3,252	3,151	102	3%	5,401
Other		-	-	-	-	-	-	-		-
Total Expenditure - Standard	3	-	438,819	-	15,204	162,225	255,978	(93,753)	-37%	438,819
Surplus/ (Deficit) for the year		-	(45,289)	-	4,109	60,370	(26,418)	86,788	-329%	(45,289)

Notes:

- Total revenue by vote amount to R19, 313 million
- Total Operational Expenditure by vote is R15, 204 million
- Surplus for the month is R4,109 million

FINANCIAL PERFORMANCE REVENUE AND EXPENDITURE PER SOURCE

LIM334 Ba-Phalaborwa - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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	-	5,117	38,259	41,203	(2,944)	-7%	70,634
Service charges - electricity revenue		-	95,327	-	6,718	49,423	55,608	(6,184)	-11%	95,327
Service charges - refuse revenue		-	11,337	-	880	6,655	6,613	42	1%	11,337
Rental of facilities and equipment		-	330	-	15	182	193	(10)	-5%	330
Interest earned - external investments		-	260	-	17	230	152	79	52%	260
Interest earned - outstanding debtors		-	74,644	-	5,730	40,914	43,542	(2,628)	-6%	74,644
Dividends received		-	3	-	-	-	1	(1)	-100%	3
Fines		-	2,600	-	1	470	1,517	(1,046)	-69%	2,600
Licences and permits		-	9,021	-	558	6,628	5,262	1,366	26%	9,021
Agency services		-	2,255	-	-	-	1,316	(1,316)	-100%	2,255
Transfers recognised - operational		-	88,490	-	226	63,832	51,619	12,213	24%	88,490
Other revenue		-	1,352	-	51	630	788	(158)	-20%	1,352
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		-	356,251	-	19,313	207,225	207,813	(589)	0%	356,251
Expenditure By Type										
Employee related costs		-	118,379	-	8,181	61,396	69,055	(7,659)	-11%	118,379
Remuneration of councillors		-	12,855	-	1,042	7,532	7,499	33	0%	12,855

Debt impairment		-	31,558	-		-	18,409	(18,409)	-100%	31,558
Depreciation & asset impairment		-	74,909	-		-	43,697	(43,697)	-100%	74,909
Finance charges		-	848	-	237	1,051	494	556	113%	848
Bulk purchases		-	82,573	-	-	35,901	48,168	(12,267)	-25%	82,573
Contracted services		-	45,536	-	1,528	22,365	26,563	(4,197)	-16%	45,536
Other expenditure		-	72,160	-	4,216	33,980	42,093	(8,113)	-19%	72,160
Loss on disposal of PPE		-	-	-		-	-	-		-
Total Expenditure		-	438,819	-	15,204	162,225	255,978	(93,753)	-37%	438,819
Surplus/(Deficit)		-	(82,567)	-	4,109	45,000	(48,164)	93,164	(0)	(82,567)
Transfers recognised - capital		-	37,279	-	-	15,374	21,746	(6,372)	(0)	37,279
Contributions recognised - capital								-		
Contributed assets								-		
Surplus/ (Deficit) for the year		-	(45,289)	-	4,109	60,374	(26,418)			(45,289)

Notes:

- Operating Revenue is R19,313 million
- Operational Expenditure on financial Performances is R15,204 million
- No revenue capital contribution recognised
- Surplus for the month is R4, 109 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) - M07 January

Vote Description	Ref	2013/14	Budget Year							
		Audited Outcome	2014/15	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands	1								%	
Vote 2 - BUDGET AND TREASURY DEPARTMENT		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	4,500	-	-	1,174	2,625	(1,451)	-55%	4,500
Vote 4 - COMMUNITY AND SOCIAL SERVICES		-	1,600	-	-	-	933	(933)	-100%	1,600
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - TECHNICAL SERVICES DEPARTMENT		-	55,079	-	-	23,971	32,129	(8,159)	-25%	55,079
Total Capital single-year expenditure	4	-	61,179	-	-	25,144	35,688	(10,543)	-30%	61,179
Total Capital Expenditure		-	61,179	-	-	25,144	35,688	(10,543)	-30%	61,179
Capital Expenditure - Standard Classification										
Governance and administration		-	4,500	-	-	1,174	2,625	(1,451)	-55%	4,500
Corporate services			4,500			1,174	2,625	(1,451)	-55%	4,500
Community and public safety		-	1,600	-	-	-	933	(933)	-100%	1,600
Community and social services			1,000				583	(583)	-100%	1,000
Public safety			600				350	(350)	-100%	600
Economic and environmental services		-	27,279	-	-	8,548	15,913	(7,365)	-46%	27,279
Planning and development			-				-	-	-	-
Road transport			27,279			8,548	15,913	(7,365)	-46%	27,279
Environmental protection							-	-	-	-
Trading services		-	27,800	-	-	15,423	16,217	(794)	-5%	27,800
Electricity			27,800			15,423	16,217	(794)	-5%	27,800

Total Capital Expenditure - Standard Classification	3	-	61,179	-	-	25,144	35,688	(10,543)	-30%	61,179
Funded by:										
National Government			37,279	-		19,890	21,746	(1,856)	-9%	37,279
Internally generated funds			23,900	-		5,254	13,942	(8,688)	-62%	23,900
Total Capital Funding		-	61,179	-	-	25,144	35,688	(10,543)	-30%	61,179

Note:

- No capital expenditure incurred during the month of January 2015

FINANCIAL POSITION

LIM334 Ba-Phalaborwa - Table C6 Monthly Budget Statement - Financial Position - M07 January

Description	Ref	2013/14	Budget Year 2014/15		YearTD actual	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget		
R thousands	1					
ASSETS						
Current assets						
Cash			2,100	-	-	2,100
Call investment deposits			1,500	-	4,689	1,500
Consumer debtors			158,442	-	433,428	158,442
Inventory			9,500	-	9,500	9,500
Total current assets			-	171,542	-	447,617
Non current assets						
Property, plant and equipment			1,284,139	-	1,284,139	1,284,139
Agricultural			-	-	-	-
Biological assets			400	-	-	400
Other non-current assets			-	-	-	-
Total non current assets			-	1,284,539	-	1,284,539
TOTAL ASSETS			-	1,456,081	-	1,731,756
LIABILITIES						
Current liabilities						
Bank overdraft			-	-	9,580	-
Borrowing			-	-	-	-
Consumer deposits			1,500	-	-	1,500
Trade and other payables			-	-	25,777	-
Provisions			-	-	-	-
Total current liabilities			-	1,500	-	35,357
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	-	265,357	231,500
NET ASSETS	2	-	1,224,581	-	1,466,399	1,224,581
<u>COMMUNITY WEALTH/EQUITY</u>						
Accumulated Surplus/(Deficit)						
Reserves			1,224,581	-	1,466,399	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 - M07 January

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	–	13,468	99,089	130,570	(31,481)	-24%	223,835	
Government - operating			88,490	–	–	57,562	51,619	5,943	12%	88,490	
Government - capital			37,279	–	–	24,342	21,746	2,596	12%	37,279	
Interest			4,054	–	360	3,274	2,365	909	38%	4,054	
Dividends							–	–			
Payments											
Suppliers and employees			(301,504)	–	(18,775)	(184,572)	(175,877)	8,695	-5%	(301,504)	
Finance charges			(848)	–	(237)	(1,051)	(494)	556	-113%	(848)	
Transfers and Grants							–	–			
NET CASH FROM/(USED) OPERATING ACTIVITIES			–	51,306	–	(5,183)	(1,355)	29,928	(31,284)	-105%	51,306
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE								–			
Payments											
Capital assets			(51,179)	–		(28,664)	(29,854)	(1,190)	4%	(51,179)	
NET CASH FROM/(USED) INVESTING ACTIVITIES			–	(51,179)	–	–	(28,664)	(29,854)	(1,190)	4%	(51,179)

CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										-
Borrowing long term/refinancing										-
Increase (decrease) in consumer deposits					4,651	19,950		19,950	#DIV/0!	
Payments										
Repayment of borrowing										-
NET CASH FROM/(USED) FINANCING ACTIVITIES					4,651	19,950		(19,950)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		-	127	-	(533)	(10,070)	74			127
Cash/cash equivalents at month/year end:		-	2,100	-		490	2,100			490
		-	2,227	-		(9,580)	2,174			617

Note:

The bank shows a an overdraft of R9, 580 millionas at 31 January 2015

4. DEBTORS AGE ANALYSIS

LIM334 Ba-Phalaborwa - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

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	5,895	2,307	1,687	1,208	1,062	1,401	894	24,995	39,449	29,560
Receivables from Non-exchange Transactions - Property Rates	4,786	3,840	3,653	3,485	2,955	2,807	3,049	112,248	136,824	124,544
Receivables from Exchange Transactions - Waste Management	992	799	703	753	622	638	627	35,168	40,302	37,808
Other	5,873	5,952	5,516	6,000	5,112	4,802	5,174	178,423	216,853	199,512
Total By Income Source	17,545	12,899	11,559	11,446	9,751	9,648	9,744	350,835	433,428	391,425
2013/14 - totals only									-	-
Debtors Age Analysis By Customer Group										
Organs of State	1,015	1,161	1,273	385	276	268	357	9,922	14,656	11,208
Commercial	2,838	2,008	2,158	1,439	1,257	984	1,265	49,798	61,748	54,744
Households	12,476	9,175	7,608	9,213	7,852	7,964	7,723	286,831	348,842	319,583
Other	1,217	555	521	408	366	433	399	4,285	8,182	5,890
Total By Customer Group	17,545	12,899	11,559	11,446	9,751	9,648	9,744	350,835	433,428	391,425

Note:

- The Debtor's age analysis shows a total figure of R433, 426 million from 30 days to over a year.

5. CREDITORS AGE ANALYSIS

LIM334 Ba-Phalaborwa - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

Description	NT Code	Budget Year 2014/15								Total
		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	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	10,614								10,614
Trade Creditors	0700	4,738	1,377	220	6,341					12,676
Auditor General	0800	-	1,750	1,219	25					2,994
Other	0900									-
Total By Customer Type	1000	15,352	3,127	1,439	6,367	-	-	-	-	26,284

Notes:

- The creditor's age analysis shows a total figure of R26, 284 million

6. INVESTMENT PORTFOLIO

LIM334 Ba-Phalaborwa - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M07 January

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							
<u>Municipality</u>									
ABSA - Call Account			Fixed deposit				93	0	93
Call deposit a/c - STD Bank			Call Account		17		5,178	(583)	4,596
TOTAL INVESTMENTS AND INTEREST	2				17		5,271	(583)	4,689

Notes:

Total Investment is standing at R4,689 millionas at 31 January2015

7. TRANSFERS AND GRANT EXPENDITURES

LIM334 Ba-Phalaborwa - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M07 January

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>Operating expenditure of Transfers and Grants</u>											
Local Government Equitable Share			83,256		-	53,566	53,566	-	-19.7%	83,256	
Finance Management			1,600		45	750	933	(183)	2.9%	1,600	
Municipal Systems Improvement			934			560	545	16	17.3%	934	
EPWP Incentive			1,212		181	829	707	122	-57.1%	1,212	
Operating Grant: MIG (5% of MIG Grants for PMU)			1,488			372	868	(496)		1,488	
Total operating expenditure of Transfers and Grants:			-		-	226	56,077	56,619	(542)	-1.0%	88,490
<u>Capital expenditure of Transfers and Grants</u>											
Municipal Infrastructure Grant (MIG)			28,279		-	13,515	16,496	(2,981)	-18.1%	28,279	
INEG			9,000		-	9,000	5,250	3,750	71.4%	9,000	
Total capital expenditure of Transfers and Grants			-		-	22,515	21,746	769	3.5%	37,279	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS			-		-	226	78,593	78,365	227	0.3%	125,769

Notes:

- The total monthly operating transfers and grants expenditure is R226 thousand

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

LIM334 Ba-Phalaborwa - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January

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		777	5,590	5,584	6	0%	9,572
Motor Vehicle Allowance			2,783		202	1,509	1,623	(114)	-7%	2,783
Cellphone Allowance			501		63	433	292	141	48%	501
Sub Total - Councillors		-	12,855	-	1,042	7,532	7,499	33	0%	12,855
<u>Senior Managers of the Municipality</u>	3									
Basic Salaries and Wages			3,637		275	1,421	2,122	(701)	-33%	3,637
Pension and UIF Contributions			10		1	1	6	(5)	-77%	10
Motor Vehicle Allowance			2,345		100	598	1,368	(770)	-56%	2,345
Cellphone Allowance			82		6	47	48	(1)	-3%	82
Other benefits and allowances			747		28	151	436	(285)	-65%	747
Sub Total - Senior Managers of Municipality		-	6,821	-	409	2,217	3,979	(1,762)	-44%	6,821

<u>Other Municipal Staff</u>										
Basic Salaries and Wages			68,254		4,887	37,312	39,815	(2,503)	-6%	68,254
Pension and UIF Contributions			14,895		997	7,041	8,689	(1,648)	-19%	14,895
Medical Aid Contributions			4,855		370	2,295	2,832	(537)	-19%	4,855
Overtime			3,824		350	2,218	2,231	(13)	-1%	3,824
Motor Vehicle Allowance			11,549		680	5,629	6,737	(1,108)	-16%	11,549
Cellphone Allowance			972		64	478	567	(89)	-16%	972
Housing Allowances			1,655		52	362	965	(603)	-62%	1,655
Other benefits and allowances			5,555		371	3,844	3,240	604	19%	5,555
Sub Total - Other Municipal Staff		-	111,558		7,772	59,178	65,076	(5,897)	-9%	111,558
TOTAL SALARY, ALLOWANCES & BENEFITS		-	131,235		9,223	68,928	76,554	(7,626)	-10%	131,235
TOTAL MANAGERS AND STAFF		-	118,379		8,181	61,396	69,055	(7,659)	-11%	118,379

Notes:

- Political office bearer's remunerations for the month of January amounted to R1, 042 million
- Employee related costs R8, 181 million
- The municipality has total employee related cost& Remuneration of councillors of R9, 223 million for the month of January 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 - M07 January

Description	Ref	Budget Year 2014/15											
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Budget	March Budget	April Budget	May Budget	June Budget
R thousands	1												
Cash Receipts By Source													
Property rates		2,242	2,444	3,089	2,583	2,375	2,765	2,765	2,548	2,542	2,154	2,544	7,581
Service charges - electricity revenue		7,773	3,254	4,381	4,211	6,069	3,404	3,404	5,799	7,389	5,834	5,944	2,866
Service charges - water revenue		3,302	6,691	2,553	7,819	2,571	5,669	5,669	5,799	7,389	3,238	3,209	3,274
Service charges - sanitation revenue		512	506	523	599	492	472	472	4,366	3,304	3,109	3,296	28,547
Service charges - refuse		488	380	423	486	371	339	339	404	458	452	452	945
Rental of facilities and equipment		13	74	19	24	20	16	15	17	26	9	15	(24)
Interest earned - external investments		75	56	25	12	24	21	17		29	63	52	36
Interest earned - outstanding debtors		360	252	914	344	268	574	574	344	261	179	195	(621)
Dividends received		-	-	-	-	-	-	-	0	0	0	0	2
Fines		-	-	269	-	-	200	1	217	217	217	217	1,263
Licences and permits		377	2,127	1,059	772	1	1,735	558	1,835	752	752	752	2,302
Agency services		-	-	-	-	-	-	-	188	188	188	188	1,503
Transfer receipts - operating		34,555	1,419	-	568	20,656	364	-	-	29,497	-	-	1,431
Other revenue		17	36	15	21	13	14	14	16	19	18	153	516
Cash Receipts by Source		49,715	17,240	13,270	17,439	32,861	15,573	13,829	21,532	52,071	16,213	17,016	49,621

Other Cash Flows by Source													-
Transfer receipts - capital		12,571	-	-	-	11,771	-	-	-	12,426	-	-	510
Total Cash Receipts by Source		62,286	17,240	13,270	17,439	44,632	15,573	13,829	21,532	64,497	16,213	17,016	50,131
Cash Payments by Type													-
Employee related costs		8,851	8,486	8,037	9,565	9,836	8,440	8,181	9,865	9,865	9,865	9,865	17,524
Remuneration of councillors		1,036	1,053	1,190	1,104	1,064	1,044	1,042	1,071	1,071	1,071	1,071	1,038
Interest paid		98	86	98	209	186	137	237	71	71	71	71	(486)
Bulk purchases - Electricity		9,000	2,000	8,258	-	6,000	15,869	3,000	6,881	6,881	6,881	6,881	10,922
Contracted services		3,053	2,879	3,967	4,345	4,997	4,513	1,742	2,706	3,903	2,303	2,409	(1,281)
General expenses		6,324	9,951	3,156	4,820	8,115	8,846	4,810	3,454	3,613	6,013	6,013	(12,956)
Cash Payments by Type		28,361	24,455	24,706	20,042	30,198	38,848	19,012	24,048	25,405	26,204	26,310	14,761
Other Cash Flows/Payments by Type													-
Capital assets		10,831	7,078	4,232	97	1,921	4,506	-	838	3,611	7,823	3,302	6,940
Repayment of borrowing													-
Other Cash Flows/Payments		21,433	(13,966)	(14,395)	(3,356)	4,193	(9,209)	(4,651)					19,950
Total Cash Payments by Type		60,625	17,568	14,543	16,783	36,312	34,146	14,361	24,886	29,016	34,027	29,612	41,652
NET INCREASE/(DECREASE) IN CASH HELD		1,661	(328)	(1,273)	656	8,320	(18,573)	(533)	(3,354)	35,482	(17,814)	(12,597)	8,480
Cash/cash equivalents at the month/year beginning:		490	2,151	1,823	550	1,206	9,526	(9,047)	(9,580)	(12,934)	22,548	4,734	(7,863)
Cash/cash equivalents at the month/year end:		2,151	1,823	550	1,206	9,526	(9,047)	(9,580)	(12,934)	22,548	4,734	(7,863)	617

Notes

- Total actual cash receipts for the month amount to R13, 829 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-paymentsmade for the month amount to R19, 012 million
- Other inflow amount to R4, 651 million. Included in this amount is the transfer made from call accounts to main account.
- Bank unfavourable balance ofR9,580 million as at 31 January 2015

10.CAPITAL EXPENDITURE TREND

LIM334 Ba-Phalaborwa - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M07 December

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	–	3,953	25,144	30,589	5,445	17.8%	41%
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	–	25,144					

Notes:

- No capital expenditure incurred during the month of January 2015

11.BANK RECONCILIATION

Ba-Phalaborwa Municipality

Bank Account Transactions Statements for January 2015

Statement Description	Statement Amt
Outstanding C/F	-9,047,369.03
Current - Cheques	-82,498.65
Current - ACBs	-12,084,208.72
Current - ACB Rejects	-
Current - Deposits	23,082,921.98
Current - RD Cheques	-1,348.00
Current - Redeposits	-
Current - Transfers	-11,404,994.37
Current - Bank Charges	-42,433.04
Current - Already Reconciled	-
Current - C/F	-9,579,929.83

Notes

- The closing balance as at 31 January 2015 is negative R9,580 million

12.RECOMMENDATIONS

a. That the following be noted:

- 1) The financial report for the period ended 31 January 2015 **excluding Water and Waste Water management**
- 2) The summary of monthly budget statement report for the month ended 31 January 2015
- 3) The financial performance for the month ended 31 January 2015
- 4) The financial position as at 31 January 2015
- 5) The actual operating revenue (as per GRAP) for the month ended 31 January 2015 is R19, 313 million
- 6) No Revenue Capital Contribution recognised
- 7) The Municipality did not receive any grant during the month of January 2015
- 8) The actual Operating Expenditure for the month ended 31 January 2015 is R15, 204 million
- 9) Surplus for the month ended 31 January 2015 amount to R4, 109 million
- 10) No Capital Expenditure incurred during the month ended 31 January 2015
- 11) Consolidated call deposit accounts held at STD Bank and ABSA closed with a balance of R4,689 million on 31 January 2015

12) That councillors and Staff Benefits for January 2015 amount to R9, 223 million be approved

13) Municipal Primary Bank reconciliation closed with a negative balance of **R9, 580 million** as at 31 January 2015