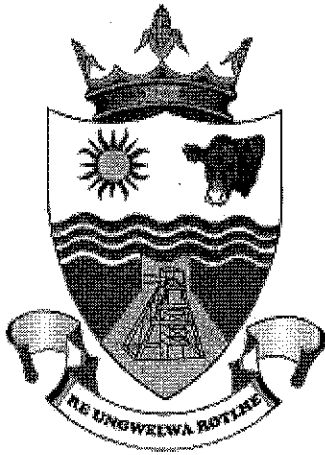


JOE MOROLONG LOCAL MUNICIPALITY



JOE MOROLONG
LOCAL MUNICIPALITY

(NC 451)

In-Year Report of the Municipality

Prepared in terms of Local Government: Municipal Finance Management Act No.56 of 2003; Municipal Budget and Reporting Regulations

Monthly Budget

Statement

December: 2014/15 F.Y

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Glossary

Adjustments Budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities

AFS- Annual Financial Statements

Budget – The financial plan of the Municipality

Budget Related Policy – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy and credit control and debt collection policy

Capital Expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's Statement of Financial Performance

Cash Flow Statement – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period

CFO - Chief Financial Officer

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government

Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting and basis upon which AFS are prepared.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

KPI's – Key Performance Indicators. Measures of service output and/or outcome

MFMA – The Municipal Finance Management Act – No. 53 of 2003. The principle piece of legislation relating to municipal financial management.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous three years and current years' financial position

NT – National Treasury

Operating Expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand

R&M – Repairs and maintenance on property, plant and equipment

SCM – Supply Chain Management

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Unauthorised expenditure – Generally, spending without, or in excess of, an approved budget

Vote means one of the main segment into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and which specifies the total amount that is appropriated for the purpose of the department or functional area concerned.

Zero Based Budgeting means as opposed to incremental budgeting, zero-based budgeting means that each year's budget is drawn up independently from that of the previous year. This means that items are not included simply because they were in the previous budget. Each item has to be justified and motivated for and the purpose of each item is considered. All items in the capital are treated on a "zero-basis"

PART 1

Section 1: Mayor's Report

Purpose

The purpose of this report is to submit to the Council the Monthly Budget Statement and the implementation of 2014/15 Budget of Joe Morolong Local Municipality for the period ending 31st December 2014 in line with legislative requirement Section 71 of Municipal Finance Management Act.

Background

Section 71 of the MFMA No.56 of 2003 together with Municipal Budget and Reporting Regulations requires that financial affairs of the municipality be reported on within a prescribed format, hence we compile this report to comply with the legislative requirement.

Furthermore, section 71 of MFMA No.56 of 2003 requires the Accounting Officer of the municipality, that must no later than 10 working days after the end of each month submit to the Mayor of the Municipality, and the relevant Provincial and National Treasury, a statement in a prescribed format on the state of municipality's budget implementation in relation to that month of the reporting.

Overall Performance Information

SUMMARY OF FINANCIAL INFORMATION					
DESCRIPTION	ORIGINAL BUDGET R'(000)	YTD BUDGET R'(000)	YTD ACTUALS R'(000)	YTD ACTUALS VS BUDGET %	ACTUALS VS ORIGINAL BUDGET %
TOTAL REVENUE	242 368	173 657	181 220	104.35%	74.77%
TOTAL OPERATING EXPENDITURE	109 273	50 458	56 961	112.89%	52.13%
TOTAL CAPITAL EXPENDITURE	133 095	68 833	72 436	105.23%	54.42%
SURPLUS/(DEFICIT)	-	54 367	51 823		

➤ Revenue

The revenue performance in terms of year-to-date actuals is 104%, but when we exclude grants and focus on the municipality's own revenue only the performance is 66%, a 4% increase as compared to the previous month. The revenue that is not performing well is property rates, electricity, sewerage and rental which are all below 90%. In terms of grants the municipality received R 4.7 million which was not

budgeted for; and this grants is from RBIG, Kumba Iron Ore for construction of access road (N14 via Khangkhudung to Camden) and COGHSTA (housing grant).

➤ **Operating Expenditure**

Current expenditure is 13% or R 6.5 million above the year-to-date budget, the items that have overspent their year-to-date budget are contracted services, finance charges, transfers and grants paid and other expenditure, the contracted services has already overspent it year budget. This expenditure item will continue to be monitored in order to reduce the pattern of spending.

➤ **Capital Expenditure**

Current expenditure is 5% or R 3.6 million above the year-to-date budget, the expenditure under water infrastructure, Sportsfields, halls, cemeteries and other assets underspending on their budget. The slow spending of water infrastructure budget is as result the delay in the appointment due to procurement procedures.

Financial Problems or Risk Facing the Municipality

Currently there are no financial problems affecting the municipality. Operating revenues excluding grants is 34% less than the year-to-date budget and need closing monitoring to improve it, while operating expenditures to date are above the projected year to date budget.

Monitoring and implementation of the capital project continues to receive attention. The municipal manager will continue to receive director's reports on each project to determine the project milestones and identify any possible risks for achieving the year end targets.

Other relevant information

The audited report for 2013/2014 FY of the municipality is qualified an improvement from disclaimer of 2012/13 FY.

Section 2: Resolutions

IN-YEAR REPORTS 2014/2015- December

This is the resolution that will be presented to Council when the In-Year Report is tabled:

RECOMMENDATION:

That Council notes the monthly budget statement and supporting documentation for December 2014.

Section 3: Executive Summary

3.1 Introduction

The audited report for 2013/2014 FY of the municipality is qualified an improvement from disclaimer of 2012/13 FY.

3.2 Performance

3.2.1 Against annual budget (original approved and latest adjustments)

Revenue by Source

The annual billing for rates and fixed service charges took place in December and are reflected in this report. Year-to-date fixed refuse and sanitation charges equate to 27% below their year-to-date budget, while electricity is 50% less than the target and water is 10% above the year-to-date budgets. Year-to-date revenue 4%, R 7.6 million below year-to-date budgeted projections for December 2014.

The municipality received R 4.7 million which was not budgeted for; and this grants are from Regional Bulk Infrastructure Grant (RBIG) for Heuningvlei water project, Kumba Iron Ore for construction of access road (N14 via Khangkhudung to Camden) and COGHSTA (housing grant). Kindly note that the RBIG have been gazetted as grant in kind for the municipality but the Department of Water Affairs has signed a Memorandum of Understanding with the municipality to implement the project on their behalf, the same applies to both COGHSTA and Kumba Iron Ore.

Operating expenditure by type

Current expenditure is 13% or R 6.5 million, above year-to-date budget projections for December 2014.

Refer to Section 4 – Table C4 for further details on both revenue by source and expenditure by type.

Capital expenditure

Year-to-date expenditure on capital amounts to R 72.4 million or 105% of year-to-date budget which is 5% above the year-to-date target for December 2014.

Refer to Section 4 – Table C5 for more detail.

Cash flows

The municipality started this month with a positive cash & cash equivalents balance of R 67.1 million and it decreased by R 21.1 million during December resulting in a closing balance of R 46.1 million (R 22.7 million cash and R 23.4 million investments).

Refer to section 4 – Supporting Table SC5 & SC9 on Section 7 for more detail on the cash position

Material Variance from SDBIP

Reporting against performance targets will be included in the Mid-Year Assessment tabled to Council at the by 23 January 2014.

Remedial or Corrective Steps

Remedial or corrective Steps are to be included in the adjustment Budget

3.3 Conclusion

Performance of revenue by source compared to budget is slowly improving. Operating expenditure currently reflects a variance of 13% above YTD budget while capital expenditure is 5% above YTD budget.

Section 4: In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1: s71 Monthly Budget Statement Summary

NC451 Joe Morolong - Table C1 Monthly Budget Statement Summary - M06 December

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	3 371	9 651	-	0	424	3 597	(3 173)	-88%	9 651
Service charges	12 505	16 093	-	1 266	6 383	8 047	(1 664)	-21%	16 093
Investment revenue	260	-	-	16	46	-	46	#DIV/0!	-
Transfers recognised - operational	74 257	111 580	-	726	82 301	84 191	(1 890)	-2%	112 297
Other own revenue	4 849	839	-	398	1 089	382	707	185%	839
Total Revenue (excluding capital transfers and contributions)	95 241	138 163	-	2 406	90 244	96 217	(5 973)	-6%	138 681
Employee costs	37 025	45 227	-	3 475	23 334	23 955	(621)	-3%	45 227
Remuneration of Councillors	7 504	8 226	-	682	4 119	4 113	6	0%	8 226
Depreciation & asset impairment	24 326	9 826	-	-	-	-	-	-	9 826
Finance charges	232	884	-	407	467	442	25	6%	884
Materials and bulk purchases	11 018	11 169	-	444	3 636	5 584	(1 949)	-35%	11 169
Transfers and grants	13 705	2 021	-	-	1 409	1 010	399	39%	2 021
Other expenditure	63 858	31 921	-	2 916	23 997	15 353	8 644	56%	33 542
Total Expenditure	157 668	109 273	-	7 924	56 961	50 458	6 503	13%	110 895
Surplus/(Deficit)	(62 426)	28 890	-	(5 518)	33 283	45 759	(12 476)	-27%	27 986
Transfers recognised - capital	127 472	104 205	-	3 985	90 976	77 441	13 536	17%	108 950
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	65 046	133 095	-	(1 533)	124 259	123 199	1 059	1%	136 936
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	65 046	133 095	-	(1 533)	124 259	123 199	1 059	1%	136 936
Capital expenditure & funds sources									
Capital expenditure	107 847	133 095	-	16 422	72 436	68 833	3 603	5%	144 161
Capital transfers recognised	103 938	104 205	-	15 684	58 801	77 441	(18 640)	-24%	108 136
Public contributions & donations	-	-	-	-	7 134	-	7 134	#DIV/0!	7 134
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	3 909	28 890	-	738	6 501	14 445	(7 944)	-55%	28 890
Total sources of capital funds	107 847	133 095	-	16 422	72 436	91 886	(19 450)	-21%	144 161
Financial position									
Total current assets	47 757	9 458	-	-	168 446	-	-	-	9 458
Total non current assets	1 159 368	1 017 648	-	-	1 485 995	-	-	-	1 017 648
Total current liabilities	52 311	11 190	-	-	35 311	-	-	-	11 190
Total non current liabilities	4 194	4 387	-	-	3 263	-	-	-	4 387
Community wealth/Equity	1 150 620	1 011 529	-	-	1 615 866	-	-	-	1 011 529
Cash flows									
Net cash from (used) operating	149 643	136 892	-	(4 249)	129 691	119 086	(10 604)	-9%	141 260
Net cash from (used) investing	(131 146)	(133 073)	-	(16 422)	(86 317)	(66 537)	19 780	-30%	(139 905)
Net cash from (used) financing	(1 225)	(784)	-	(392)	(392)	(392)	0	-0%	(784)
Cash/cash equivalents at the month/year end	14 703	6 048	-	-	46 080	55 170	9 090	16%	3 670
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
Debtors Age Analysis									
Total By Income Source	1 492	1 119	1 441	1 360	1 397	1 437	6 141	105 620	120 008
Creditors Age Analysis									
Total Creditors	-	8	-	-	-	-	-	-	8

4.1.2 Table C2: Monthly Budget Statement – Financial Performance (standard classification)

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions. The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services. It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.

NC451 Joe Morolong - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M06 December

Description	Ref	Budget Year 2014/15								
		2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue - Standard										
<i>Governance and administration</i>		82 034	105 857	--	327	71 936	76 281	(4 344)	-6%	105 857
Executive and council		4 581	5 317	--	99	5 446	5 317	129	2%	5 317
Budget and treasury office		77 307	100 285	--	195	66 296	70 836	(4 540)	-8%	100 285
Corporate services		146	256	--	33	194	128	66	52%	256
<i>Community and public safety</i>		608	2 966	--	727	3 928	1 877	2 051	109%	5 021
Community and social services		608	2 966	--	1	1 873	1 877	(3)	0%	2 966
Sport and recreation		--	--	--	--	--	--	--	--	--
Public safety		--	--	--	--	--	--	--	--	--
Housing		--	--	--	726	2 054	--	2 054	#DIV/0!	2 054
Health		--	--	--	--	--	--	--	--	--
<i>Economic and environmental services</i>		66 204	57 235	--	1 341	49 798	42 882	6 916	16%	65 394
Planning and development		66 204	57 235	--	--	41 638	42 882	(1 244)	-3%	57 235
Road transport		--	--	--	1 341	8 160	--	8 160	#DIV/0!	8 160
Environmental protection		--	--	--	--	--	--	--	--	--
<i>Trading services</i>		73 868	76 310	--	3 996	55 558	52 617	2 941	8%	80 341
Electricity		4 914	7 249	--	423	1 811	3 624	(1 814)	-50%	7 249
Water		66 677	66 636	--	3 350	52 711	47 781	4 931	10%	70 668
Waste water management		1 439	1 510	--	144	616	755	(139)	-18%	1 510
Waste management		838	915	--	80	420	458	(37)	-8%	915
<i>Other</i>	4	--	--	--	--	--	--	--	--	--
Total Revenue - Standard	2	222 714	242 368	--	6 391	181 220	173 657	7 563	4%	256 614
Expenditure - Standard										
<i>Governance and administration</i>		80 554	54 818	--	3 139	28 919	22 384	6 535	29%	54 818
Executive and council		17 185	16 106	--	1 194	8 520	8 158	362	4%	16 106
Budget and treasury office		41 299	27 019	--	1 196	13 880	8 211	5 669	69%	27 019
Corporate services		22 070	11 693	--	749	6 519	6 015	504	8%	11 693
<i>Community and public safety</i>		10 276	10 528	--	1 345	7 196	5 473	1 724	31%	12 150
Community and social services		5 643	10 528	--	900	5 575	5 473	102	2%	10 528
Sport and recreation		--	--	--	--	--	--	--	--	--
Public safety		--	--	--	--	--	--	--	--	--
Housing		4 634	--	--	445	1 622	--	1 622	#DIV/0!	1 622
Health		--	--	--	--	--	--	--	--	--
<i>Economic and environmental services</i>		13 759	8 011	--	536	4 198	4 323	(125)	-3%	8 011
Planning and development		13 759	8 011	--	536	4 198	4 323	(125)	-3%	8 011
Road transport		--	--	--	--	--	--	--	--	--
Environmental protection		--	--	--	--	--	--	--	--	--
<i>Trading services</i>		53 079	35 916	--	2 903	16 648	18 279	(1 631)	-9%	35 916
Electricity		7 002	6 688	--	192	2 363	3 344	(982)	-29%	6 688
Water		46 077	29 228	--	2 711	14 285	14 934	(649)	-4%	29 228
Waste water management		--	--	--	--	--	--	--	--	--
Waste management		--	--	--	--	--	--	--	--	--
<i>Other</i>		--	--	--	--	--	--	--	--	--
Total Expenditure - Standard	3	157 668	109 273	--	7 924	56 961	50 458	6 503	13%	110 895
Surplus/ (Deficit) for the year		65 046	133 095	--	(1 533)	124 259	123 199	1 059	1%	145 719

4.1.3 Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

The operating expenditure budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality which is made up of the following directorates: Executive & Council; Budget and Treasury Office; Corporate Support Services; Community Services; Technical Services; Electrical Services; Water Unit and Planning & Development.

NC451 Joe Morolong - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

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										
Revenue by Vote	1									
Vote 1 - Executive & Council		4 581	5 317	-	99	5 446	5 317	129	2.4%	5 317
Vote 2 - Budget & Treasury Office		77 307	100 285	-	195	66 296	70 836	(4 540)	-6.4%	100 285
Vote 3 - Corporate Support Service		146	256	-	33	194	128	66	51.8%	256
Vote 4 - Community Service		2 884	5 391	-	951	4 964	3 089	1 874	60.7%	7 445
Vote 5 - Technical Services		63 708	57 211	-	1 341	49 798	42 870	6 928	16.2%	65 370
Vote 6 - Electricity Services		4 914	7 249	-	423	1 811	3 624	(1 814)	-50.0%	7 249
Vote 7 - Water Services		66 677	66 636	-	3 350	52 711	47 781	4 931	10.3%	70 668
Vote 8 - Development & Town Planning Services		2 496	24	-	-	-	12	(12)	-100.0%	24
Total Revenue by Vote	2	222 714	242 368	-	6 391	181 220	173 657	7 563	4.4%	256 614
Expenditure by Vote	1									
Vote 1 - Executive & Council		17 185	16 106	-	1 194	8 520	8 158	362	4.4%	16 106
Vote 2 - Budget & Treasury Office		41 299	27 019	-	1 196	13 880	8 211	5 669	69.1%	27 019
Vote 3 - Corporate Support Service		22 070	11 693	-	749	6 519	6 015	504	8.4%	11 693
Vote 4 - Community Service		10 276	10 528	-	1 345	7 196	5 473	1 724	31.5%	12 150
Vote 5 - Technical Services		3 847	5 833	-	396	3 160	3 190	(31)	-1.0%	5 833
Vote 6 - Electricity Services		7 002	6 688	-	192	2 363	3 344	(982)	-29.4%	6 688
Vote 7 - Water Services		46 077	29 228	-	2 711	14 285	14 934	(649)	-4.3%	29 228
Vote 8 - Development & Town Planning Services		9 912	2 178	-	140	1 038	1 132	(95)	-8.3%	2 178
Total Expenditure by Vote	2	157 668	109 273	-	7 924	56 961	50 458	6 503	12.9%	110 895
Surplus/(Deficit) for the year	2	65 046	133 095	-	(1 533)	124 259	123 199	1 059	0.9%	145 719

Unauthorised expenditure by year end would occur either for the municipality as a whole if the adjusted budget for 'Total Expenditure by Vote' or if any of the individual budgets for any specific vote/s were overspent.

For the month ended 31st December 2014, Executive & Council, Budget & Treasury Office (B.T.O), Corporate Services and Community Services reflect an over expenditure against the year-to-date budget forecasts.

4.1.4 Table C4: Monthly Budget Statement – Financial Performance (revenue and expenditure)

NC451 Joe Morolong - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	Budget Year 2014/15								
		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		3 371	9 651		0	424	3 597	(3 173)	-88%	9 651
Property rates - penalties & collection charges					-	-	-	-		
Service charges - electricity revenue		4 914	7 249		423	1 811	3 625	(1 814)	-50%	7 249
Service charges - water revenue		5 315	6 419		620	3 536	3 210	327	10%	6 419
Service charges - sanitation revenue		1 439	1 510		144	616	755	(139)	-18%	1 510
Service charges - refuse revenue		838	915		80	420	458	(37)	-8%	915
Service charges - other					-	-	-	-		
Rental of facilities and equipment		100	95		4	33	48	(14)	-30%	95
Interest earned - external investments		260			16	46	-	46	#DIV/0!	
Interest earned - outstanding debtors		3 727	50		-	302	25	277	1110%	50
Dividends received										
Fines										
Licences and permits										
Agency services										
Transfers recognised - operational		74 257	111 580		726	82 301	84 191	(1 890)	-2%	112 297
Other revenue		1 022	694		304	754	309	444	144%	694
Gains on disposal of PPE										
Total Revenue (excluding capital transfers and contributions)		95 241	138 163	-	2 406	90 244	96 217	(5 973)	-6%	138 881
Expenditure By Type										
Employee related costs		37 025	45 227		3 475	23 334	23 955	(621)	-3%	45 227
Remuneration of councillors		7 504	8 226		882	4 119	4 113	6	0%	8 226
Debt impairment		2 336	1 213		-	-	-	-		1 213
Depreciation & asset impairment		24 326	9 826		-	-	-	-		9 826
Finance charges		232	884		407	467	442	25	6%	884
Bulk purchases		11 018	11 169		444	3 638	5 584	(1 949)	-35%	11 169
Other materials										
Contracted services		168	4 636		588	8 050	2 318	5 732	247%	4 636
Transfers and grants		13 705	2 021		-	1 409	1 010	399	39%	2 021
Other expenditure		61 354	26 071		2 328	15 947	13 035	2 912	22%	27 693
Loss on disposal of PPE										
Total Expenditure		157 668	109 273	-	7 924	56 961	50 458	6 503	13%	110 895
Surplus/(Deficit)										
Transfers recognised - capital		127 472	104 205		3 985	90 976	77 441	13 536	0	108 950
Contributions recognised - capital										
Contributed assets										
Surplus/(Deficit) after capital transfers & contributions		65 046	133 095	-	(1 533)	124 259	123 199			136 936
Taxation										
Surplus/(Deficit) after taxation		65 046	133 095	-	(1 533)	124 259	123 199			136 936
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		65 046	133 095	-	(1 533)	124 259	123 199			136 936
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		65 046	133 095	-	(1 533)	124 259	123 199			136 936

The year-to-date operating revenue actuals reflects an achievement of 94% of the year-to-date budget, a 6% below the target.

Current expenditure is 13%, R 6.5 million, above year-to-date budget projections for December 2014. The year-to-date over expenditure are: contracted services, finance charges, transfers and grants paid and other expenditure, the contracted services has already overspent it year budget.

4.1.5 Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

NC451 Joe Morolong - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M06 December

Vote Description	Ref	Budget Year 2014/15								
		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									
Vote 1 - Executive & Council		-	-	-	-	-	-	-	-	-
Vote 2 - Budget & Treasury Office		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Support Service		-	-	-	-	-	-	-	-	-
Vote 4 - Community Service		12 492	23 559	-	5 026	16 983	11 780	5 204	44%	23 559
Vote 5 - Technical Services		16 297	16 788	-	3 039	16 790	8 394	8 396	100%	16 788
Vote 6 - Electricity Services		-	-	-	-	-	-	-	-	-
Vote 7 - Water Services		19 242	13 859	-	2 460	10 800	6 930	3 870	56%	13 859
Vote 8 - Development & Town Planning Services		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	48 030	54 205	-	10 525	44 573	27 103	17 470	64%	54 205
Single Year expenditure appropriation	2									
Vote 1 - Executive & Council		842	622	-	-	-	622	(622)	-100%	622
Vote 2 - Budget & Treasury Office		455	231	-	-	10	231	(221)	-96%	231
Vote 3 - Corporate Support Service		327	1 105	-	-	185	605	(420)	-69%	1 105
Vote 4 - Community Service		2 125	12 533	-	738	4 886	6 622	(1 737)	-26%	12 533
Vote 5 - Technical Services		9 075	2 900	-	-	7 134	2 900	4 234	146%	10 115
Vote 6 - Electricity Services		-	-	-	-	-	-	-	-	-
Vote 7 - Water Services		46 895	61 500	-	5 159	15 648	30 750	(15 102)	-49%	65 351
Vote 8 - Development & Town Planning Services		99	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	59 818	78 890	-	5 897	27 863	41 730	(13 867)	-33%	89 956
Total Capital Expenditure		107 847	133 095	-	16 422	72 436	68 833	3 603	5%	144 161
Capital Expenditure - Standard Classification										
Governance and administration		1 624	1 958	-	-	195	1 458	(1 263)	-87%	1 958
Executive and council		842	622	-	-	-	622	(622)	-100%	622
Budget and treasury office		455	231	-	-	10	231	(221)	-96%	231
Corporate services		327	1 105	-	-	185	605	(420)	-69%	1 105
Community and public safety		2 125	21 092	-	738	4 886	10 902	(6 016)	-55%	21 092
Community and social services		2 125	12 533	-	738	4 886	6 622	(1 737)	-26%	12 533
Sport and recreation		-	8 559	-	-	-	4 280	(4 280)	-100%	8 559
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		25 470	19 688	-	3 039	23 924	11 294	12 630	112%	27 123
Planning and development		160	2 900	-	-	-	2 900	(2 900)	-100%	2 900
Road transport		25 310	16 788	-	3 039	23 924	8 394	15 530	185%	24 223
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		78 628	90 359	-	12 645	43 431	45 180	(1 748)	-4%	93 989
Electricity		-	-	-	-	-	-	-	-	-
Water		66 137	75 359	-	7 619	26 448	37 680	(11 232)	-30%	78 989
Waste water management		12 492	15 000	-	5 026	16 983	7 500	9 483	126%	15 000
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	107 847	133 095	-	16 422	72 436	68 833	3 603	5%	144 161
Funded by:										
National Government		94 925	104 205	-	15 684	58 801	77 441	(18 640)	-24%	108 136
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		9 013	-	-	-	-	-	-	-	-
Transfers recognised - capital		103 938	104 205	-	15 684	58 801	77 441	(18 640)	-24%	108 136
Public contributions & donations	5	-	-	-	-	7 134	-	7 134	#DIV/0!	7 134
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		3 909	28 890	-	738	6 501	14 445	(7 944)	-55%	28 890
Total Capital Funding		107 847	133 095	-	16 422	72 436	91 886	(19 450)	-21%	144 161

4.1.6 Table C6: Monthly Budget Statement - Financial Position

NC451 Joe Morolong - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2013/14	Budget Year			
		Audited Outcome	2014/15 Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		3 099	3 013		22 646	3 013
Call investment deposits		17 475	218		23 435	218
Consumer debtors		23 976	4 727		22 479	4 727
Other debtors		1 245			97 530	
Current portion of long-term receivables						
Inventory		1 962	1 500		2 367	1 500
Total current assets		47 757	9 458	-	168 446	9 458
Non current assets						
Long-term receivables						
Investments						
Investment property			3 085		-	3 085
Investments in Associate						
Property, plant and equipment		1 159 054	1 014 183		1 485 995	1 014 183
Agricultural						
Biological assets						
Intangible assets		314	380		-	380
Other non-current assets						
Total non current assets		1 159 368	1 017 648	-	1 485 995	1 017 648
TOTAL ASSETS		1 207 125	1 027 106	-	1 654 441	1 027 106
LIABILITIES						
Current liabilities						
Bank overdraft		5 871				
Borrowing		627	784		-	784
Consumer deposits						
Trade and other payables		45 120	9 760		34 098	9 760
Provisions		693	645		1 214	645
Total current liabilities		52 311	11 190	-	35 311	11 190
Non current liabilities						
Borrowing		2 310	2 836		3 263	2 836
Provisions		1 884	1 551		-	1 551
Total non current liabilities		4 194	4 387	-	3 263	4 387
TOTAL LIABILITIES		56 505	15 577	-	38 574	15 577
NET ASSETS	2	1 150 620	1 011 529	-	1 615 866	1 011 529
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1 150 620	1 011 529		1 615 866	1 011 529
Reserves		-				
TOTAL COMMUNITY WEALTH/EQUITY	2	1 150 620	1 011 529	-	1 615 866	1 011 529

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

NC451 Joe Morolong - Table C7 Monthly Budget Statement - Cash Flow - M06 December

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		52 184	25 103		1 095	19 301	11 107	8 195	74%	25 103
Government - operating		74 257	111 580		726	82 301	84 181	(1 890)	-2%	112 076
Government - capital		127 487	104 205		3 985	90 976	77 441	13 536	17%	108 573
Interest		260	40		16	56	20	36	183%	40
Dividends		-						-		
Payments										
Suppliers and employees		(104 313)	(103 935)		(10 056)	(82 870)	(53 622)	9 248	-17%	(104 431)
Finance charges		(232)	(100)		(14)	(75)	(50)	25	-50%	(100)
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		149 643	136 892	-	(4 249)	129 691	119 086	(10 604)	-9%	141 260
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-						-		
Decrease (Increase) in non-current debtors								-		
Decrease (Increase) other non-current receivables								-		
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		(131 146)	(133 073)		(16 422)	(86 317)	(66 537)	19 780	-30%	(139 905)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(131 146)	(133 073)	-	(16 422)	(86 317)	(66 537)	19 780	-30%	(139 905)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits								-		
Payments										
Repayment of borrowing		(1 225)	(784)		(392)	(392)	(392)	0	0%	(784)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1 225)	(784)	-	(392)	(392)	(392)	0	0%	(784)
NET INCREASE/ (DECREASE) IN CASH HELD		17 272	3 035	-	(21 063)	42 981	52 157			571
Cash/cash equivalents at beginning:		(2 568)	3 013			3 099	3 013			3 099
Cash/cash equivalents at month/year end:		14 703	6 048			46 080	55 170			3 670

Table C7 includes the balance of the Cashbook and Current Investment Deposits.

Refer to section 7 and 10 for a more comprehensive picture of the cash position of the municipality which is short investment and available cash in primary bank account.

PART 2 – SUPPORTING DOCUMENTATION

Section 5 – Debtors' analysis

Supporting Table SC3

NC451 Joe Morolong - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2014/15									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i. Lo Council Policy
		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			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	928	427	684	454	561	466	1 474	6 251	11 235	9 196		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	192	181	161	119	265	115	1 153	2 174	4 351	3 827		
Receivables from Non-exchange Transactions - Property Rates	1400	147	284	280	257	249	326	1 526	840	3 709	2 999		
Receivables from Exchange Transactions - Waste Water Management	1500	140	142	130	118	110	112	468	534	1 804	1 392		
Receivables from Exchange Transactions - Waste Management	1600	85	85	79	77	71	71	342	559	1 380	1 131		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	-	-	118	334	141	387	1 578	95 202	97 530	97 412		
Total By Income Source	2000	1 492	1 119	1 441	1 360	1 397	1 437	6 141	105 620	120 008	115 955	-	-
2013/14 - totals only		8539033	1047092	1525270	2576676	2656376	11389869	18005339	63164146	125 903	117 791		
Debtors Age Analysis By Customer Group													
Organs of State	2200	59	47	71	8	8	4	1	8	201	24		
Commercial	2300	868	817	885	614	725	539	2 639	10 310	16 492	14 726		
Households	2400	868	455	786	841	685	894	3 502	95 305	103 315	101 206		
Other	2500	-	-	-	-	-	-	-	-	-	-		
Total By Customer Group	2800	1 492	1 119	1 441	1 360	1 397	1 437	6 141	105 620	120 008	115 955	-	-

Section 6 – Creditors' analysis

Supporting Table SC4

NC451 Joe Morolong - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2014/15									Total	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				
R thousands													
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	-	5	-	-	-	-	-	-	-	-	5	277
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	
Other	0900	-	3	-	-	-	-	-	-	-	-	3	6
Total By Customer Type	1000	-	8	-	-	-	-	-	-	-	-	8	282

Section 7 – Investment portfolio analysis

Supporting Table SC5

NC451 Joe Morolong - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

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 Bank-9288820487		Call Account	Call Deposit	Call Deposit	1		237	-	239
ABSA Bank-2073969801		Fixed Deposit	Fixed deposit		0		30	-	30
Standard Bank-648529973-003		Call Account	Money Market	Call Deposit	0		70	-	71
ABSA-9297200038		Depositor Plus	Depositor Plus	Depositor Plus	1		224	-	225
FNB-74487006569		Notice	Notice Account	Notice	54		12 674	(5 000)	7 728
FNB-62247117709					0		28	-	28
Nedbank-37881112840		Fixed deposit	Fixed deposit	Fixed deposit	76		15 038	-	15 114
Municipality sub-total					132		28 302	(5 000)	23 435
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				132		28 302	(5 000)	23 435

Section 8 – Allocation and grant receipts and expenditure

8.1 Supporting Table SC6 – Grant Receipts

NC451 Joe Morolong - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

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										
RECEIPTS:										
Operating Transfers and Grants										
National Government:										
	1,2	82 667	107 758	--	--	79 402	79 353	(1 943)	-2.4%	107 758
Local Government Equitable Share		71 227	93 255	--	--	67 998	69 941	(1 943)	-2.8%	93 255
Water Services Operating Subsidy		8 000	10 000	--	--	7 500	5 500			10 000
Finance Management		1 550	1 600	--	--	1 600	1 600			1 600
Municipal Systems Improvement		890	934	--	--	934	934			934
EPWP incentive		1 000	1 969	--	--	1 370	1 378			1 969
Other transfers and grants [insert description]								--		
Provincial Government:										
Sport and Recreation		2 086	969	--	726	2 538	485	(1)	-0.1%	3 023
Housing		590	969	--	726	484	485	(1)	-0.1%	969
EPWP		1 496				2 054				2 054
District Municipality:										
[insert description]		--	--	--	--	--	--	--		--
Other grant providers:										
[insert description]		--	--	--	--	--	--	--		--
Total Operating Transfers and Grants										
	5	84 753	108 727	--	726	81 940	79 837	(1 944)	-2.4%	110 781
Capital Transfers and Grants										
National Government:										
Municipal Infrastructure Grant (MIG)		105 725	107 058	--	2 644	83 169	81 794	(2 656)	-3.2%	111 089
Regional Bulk Infrastructure		55 253	57 058	--	--	41 638	42 794	(1 156)	-2.7%	57 058
Municipal Water Infrastructure Grant		43 436		--	2 644	4 031				4 031
		7 036	50 000	--	--	37 500	39 000	(1 500)	-3.8%	50 000
Provincial Government:										
[insert description]		--	--	--	--	--	--	--		--
District Municipality:										
[insert description]		--	--	--	--	--	--	--		--
Other grant providers:										
ACIP Sanitation		11 252	--	--	1 341	8 160	--	8 160	#DIV/0!	8 160
Kumba Iron Ore (Access Road)		2 796			1 341	8 160				8 160
		8 455								
Total Capital Transfers and Grants										
	5	116 976	107 058	--	3 985	91 329	81 794	5 504	6.7%	119 249
TOTAL RECEIPTS OF TRANSFERS & GRANTS										
	5	201 729	215 785	--	4 710	173 269	161 631	3 561	2.2%	230 030

It should be noted that no provincial or national grants should be received during April to June of any year. This is to prevent confusion from the overlap of the national government and the local government financial years and the negative impact this has previously had on reporting.

The municipality received R 4.7 million which was not budgeted for; and this grants are from Regional Bulk Infrastructure Grant (RBIG) for Heuningvlei water project, Kumba Iron Ore for construction of access road (N14 via Khangkhudung to Camden) and COGHSTA (housing grant).

8.2 Supporting Table SC7 (1) – Grant expenditure

NC451 Joe Morolong - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	Budget Year 2014/15								
		2013/14 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:										
		82 667	107 758	-	8 375	42 087	53 879	(11 792)	-21.9%	107 758
Local Government Equitable Share		71 227	93 255		7 771	38 856	46 628	(7 771)	-16.7%	93 255
Water Services Operating Subsidy		8 000	10 000		516	2 173	5 000	(2 827)	-56.5%	10 000
Finance Management		1 650	1 600		74	939	800	139	17.3%	1 600
Municipal Systems Improvement		890	934		15	119	487	(348)	-74.4%	934
EPWP Incentive		1 000	1 969		-	-	984	(984)	-100.0%	1 969
Other transfers and grants (insert description)										
Provincial Government:										
Sport and Recreation		590	969		51	380	441	(61)	-13.7%	969
Housing					445	1 622		1 622	#DIV/0!	1 622
EPWP		1 496								
District Municipality:										
Other grant providers:										
Total operating expenditure of Transfers and Grants:										
		84 753	108 727	-	8 872	44 089	54 320	(10 231)	-18.8%	110 349
Capital expenditure of Transfers and Grants										
National Government:										
		105 725	107 058	-	15 169	60 171	53 529	6 642	12.4%	110 909
Municipal Infrastructure Grant (MIG)		55 253	57 058		10 525	46 695	28 529	18 166	63.7%	57 058
Regional Bulk Infrastructure		43 436			2 464	3 851		3 851	#DIV/0!	3 851
Municipal Water Infrastructure Grant		7 036	50 000		2 180	9 624	25 000	(15 376)	-61.5%	50 000
Provincial Government:										
District Municipality:										
Other grant providers:										
ACIP Sanitation		2 796				5 778		5 778	#DIV/0!	5 778
Kumba Iron Ore (Access Road)		8 455							#DIV/0!	5 778
Total capital expenditure of Transfers and Grants										
		116 976	107 058	-	15 169	65 949	53 529	12 420	23.2%	116 687
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS										
		201 729	215 785	-	24 040	110 038	107 849	2 189	2.0%	227 036

Municipal System Improvement Grant expenditure is below the target. The development of by-laws is progressing well and gazetting will be done after consultation is completed. The consultation will take place during February 2015

Municipal Water Infrastructure Grant expenditure is below the year-to-date budget due to community member refusing the contractor access to the borehole in both Bendell and Kiangkop village, which led to the delay of construction works.

Water Service Operating Subsidy Grant expenditure is below the target but the contractors are busy on site refurbishing some of the boreholes which are non-functional and the municipality has engaged the hydrologist for testing of all remaining borehole after it was discovered that the some borehole have dried up.

Municipal Infrastructure Grants projects going well except Sports and Recreation facilities.

Section 9 – Expenditure on councillors and board members allowances and employee benefits

9.1 Supporting Table SC8

NC451 Joe Morolong - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	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		5 223	4 648		385	2 716	2 324	392	17%	4 648
Pension and UIF Contributions		827	820		68	68	410	(342)	-84%	820
Medical Aid Contributions		-	-		-	-	-	-		-
Motor Vehicle Allowance		1 101	2 056		171	1 024	1 028	(4)	0%	2 056
Cellphone Allowance		353	701		59	311	350	(39)	-11%	701
Housing Allowances		-	-		-	-	-	-		-
Other benefits and allowances		-	-		-	-	-	-		-
Sub Total - Councillors		7 504	8 226	-	682	4 119	4 113	6	0%	8 226
% increase	4		9.6%							9.6%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2 900	2 904		192	1 315	1 452	(137)	-9%	2 904
Pension and UIF Contributions		-	564		31	196	282	(86)	-31%	564
Medical Aid Contributions		-	43		9	54	21	33	153%	43
Overtime		-	-		-	-	-	-		-
Performance Bonus		-	-		-	-	-	-		-
Motor Vehicle Allowance		1 522	1 552		121	729	776	(47)	-6%	1 552
Cellphone Allowance		61	91		2	14	45	(31)	-68%	91
Housing Allowances		-	436		48	263	218	45	21%	436
Other benefits and allowances		414	0		0	7	0	7	2825%	0
Payments in lieu of leave		-	-		-	-	-	-		-
Long service awards		-	-		-	-	-	-		-
Post-retirement benefit obligations		-	-		-	-	-	-		-
Sub Total - Senior Managers of Municipality		4 897	5 590	-	404	2 579	2 795	(216)	-8%	5 590
% increase	4		14.2%							14.2%
Other Municipal Staff										
Basic Salaries and Wages		18 411	25 429		1 881	11 491	12 828	(1 337)	-10%	25 429
Pension and UIF Contributions		3 705	5 184		330	1 976	2 592	(615)	-24%	5 184
Medical Aid Contributions		2 170	2 323		214	1 248	1 162	87	7%	2 323
Overtime		1 513	1 102		159	869	551	318	58%	1 102
Performance Bonus		1 879	2 526		-	1 836	2 925	(690)	-27%	2 526
Motor Vehicle Allowance		3 587	1 692		268	2 122	846	1 276	151%	1 692
Cellphone Allowance		434	410		41	245	205	40	19%	410
Housing Allowances		-	585		141	745	292	453	155%	585
Other benefits and allowances		631	316		37	212	158	54	34%	316
Payments in lieu of leave		-	70		-	-	-	-		70
Long service awards		-	-		-	-	-	-		-
Post-retirement benefit obligations		-	-		-	-	-	-		-
Sub Total - Other Municipal Staff		32 128	39 637	-	3 071	20 745	21 160	(416)	-2%	39 637
% increase	4		23.4%							23.4%
Total Parent Municipality		44 529	53 453	-	4 157	27 443	28 068	(626)	-2%	53 453
			20.0%							20.0%
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Senior Managers of Entities										
Other Staff of Entities										
Total Municipal Entities		-	-	-	-	-	-	-		-
TOTAL SALARY, ALLOWANCES & BENEFITS		44 529	53 453	-	4 157	27 443	28 068	(626)	-2%	53 453
% increase	4		20.0%							20.0%
TOTAL MANAGERS AND STAFF		37 025	45 227	-	3 475	23 324	23 955	(632)	-3%	45 227

Section 10 – Actual and Revised Targets for Cash Receipts

9.1 Supporting Table SC9

NC451 Joe Morolong - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December

R thousands	Description	Ref	Budget Year 2014/15												2014/15 Medium Term Revenue & Expenditure Framework					
			July	August	Sept	October	Nov	Dec	Jan	Feb	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17			
			Outcome	Outcome	Outcome	Outsurplus	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget		
Cash Receipts By Source																				
	Property rates		136	134	134	150	43	38									8 534	9 664	10 185	
	Property rates - penalties & collection charges																			
	Service charges - electricity revenue		267	393	566	346	267	347									4 589	7 396	7 942	
	Service charges - water revenue		143	870	786	936	27	321									3 015	6 098	7 514	
	Service charges - sanitation revenue		4	106	106	60	4	7									1 144	1 434	1 593	
	Service charges - refuse		5	63	36	38	3	5									720	869	965	
	Service charges - other																			
	Rental of facilities and equipment		6	5	6	2	13	4									55	91	96	
	Interest earned - external investments		1	9	7	4	9	16									(46)	(46)		
	Interest earned - outstanding debtors																29	40	44	
	Dividends received																			
	Fines																			
	Licences and permits																			
	Agency services																			
	Transfer receipts - operating		41 518	2 550	377		92	131									34 279	114 580	140 449	
	Other revenue		10	16	12 229	104	78	373									(12 255)	555	721	
	Cash Receipts by Source		42 211	4 159	14 248	1 640	32 573	1 837									40 064	136 723	164 122	
	Other Cash Flows by Source																			
	Transfer receipts - capital		32 607	3 527	221	32 666	22 940	3 985									8 229	104 205	116 389	
	Contributions & Contributed assets																			
	Proceeds on disposal of PPE																			
	Short term loans																			
	Borrowing long term/refinancing																			
	Increase in consumer deposits																			
	Receipt of non-current debtors																			
	Receipt of non-current receivables																			
	Change in non-current investments																			
	Total Cash Receipts by Source		74 818	7 677	14 469	34 336	55 513	5 822									48 293	240 928	280 520	
	Cash Payments by Type																			
	Employee related costs		3 373	3 884	3 594	3 865	5 843	3 475										43 870	47 195	50 768
	Remuneration of councillors		742	674	674	674	674	682									4 107	8 670	9 136	
	Interest paid		17	10	12	11	11	14									25	100	111	
	Bulk purchases - Electricity		30	921	791	18	441										4 388	6 488	7 011	
	Bulk purchases - Water & Sewer			427		665		446									3 144	4 880	5 459	
	Other materials																			
	Contracted services		623	1 256	3 639	1 097	1 005	588									(4 004)	4 404	5 968	
	Grants and subsidies paid - other municipalities																			
	Grants and subsidies paid - other		256		336	276	541										812	2 021	2 245	
	General expenses		3 684	5 128	2 636	3 707	2 677	4 867									11 348	34 246	45 740	
	Cash Payments by Type		8 725	11 700	12 081	10 312	10 991	10 070									40 156	104 035	121 485	
	Other Cash Flows/Payments by Type																			
	Capital assets		16 586	13 906	8 339	23 068	7 996	16 422									46 755	133 073	138 049	
	Repayment of borrowing																392	764	784	
	Other Cash Flows/Payments		32 500	(16 000)	5 000		(5 000)													
	Total Cash Payments by Type		57 811	25 605	10 420	38 380	18 988	21 885									64 903	237 893	261 318	
	NET INCREASE/(DECREASE) IN CASH HELD		17 007	(17 929)	4 050	(4 044)	36 525	(16 063)									(16 510)	3 035	19 201	
	Cash/cash equivalents at the month/year beginning:		3 101	20 107	2 178	6 227	2 184	38 709									22 646	22 646	22 646	
	Cash/cash equivalents at the month/year end:		20 107	2 178	6 227	2 184	38 709	22 646									6 135	25 337	48 728	

Section 11 – Capital programme performance

11.1 Supporting Table SC12

NC451 Joe Morolong - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 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	10 887	10 819		3 586	3 586	10 819	7 232	66.8%	3%
August	10 327	11 012		13 906	17 493	21 831	4 338	19.9%	13%
September	7 645	10 347		8 339	25 831	32 177	6 346	19.7%	19%
October	14 412	11 374		23 068	48 900	43 551	(5 348)	-12.3%	37%
November	18 255	14 118		7 996	56 896	57 670	773	1.3%	43%
December	9 008	11 163		16 422	73 318	68 833	(4 486)	-6.5%	55%
January	9 336	11 991				80 824	-		
February	13 259	11 137				91 961	-		
March	11 842	11 137				103 098	-		
April	10 978	9 970				113 069	-		
May	6 068	9 970				123 039	-		
June	9 130	10 056				133 095	-		
Total Capital expenditure	131 146	133 095	-	73 318					

Chart C1 2014/15 Capital Expenditure Monthly Trend: actual v target

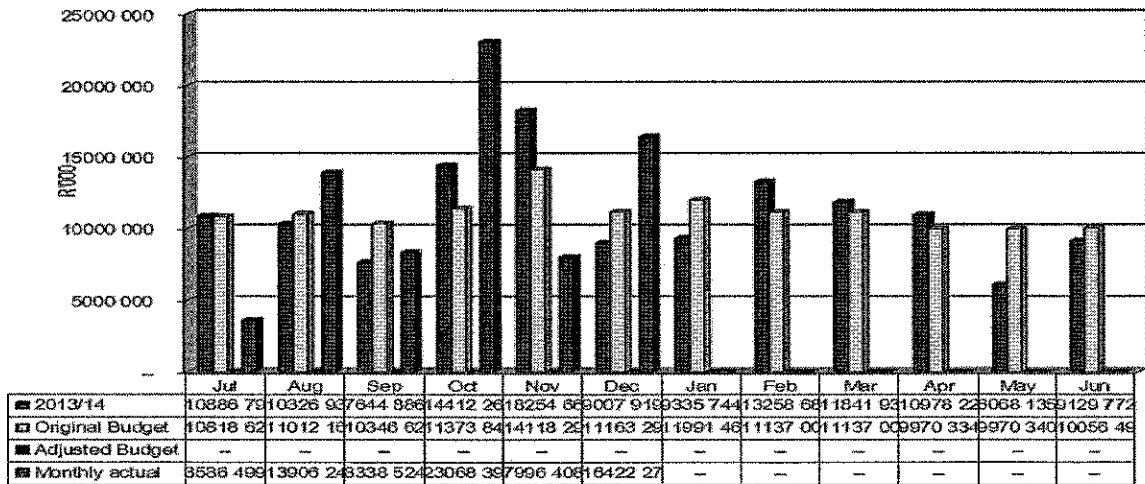
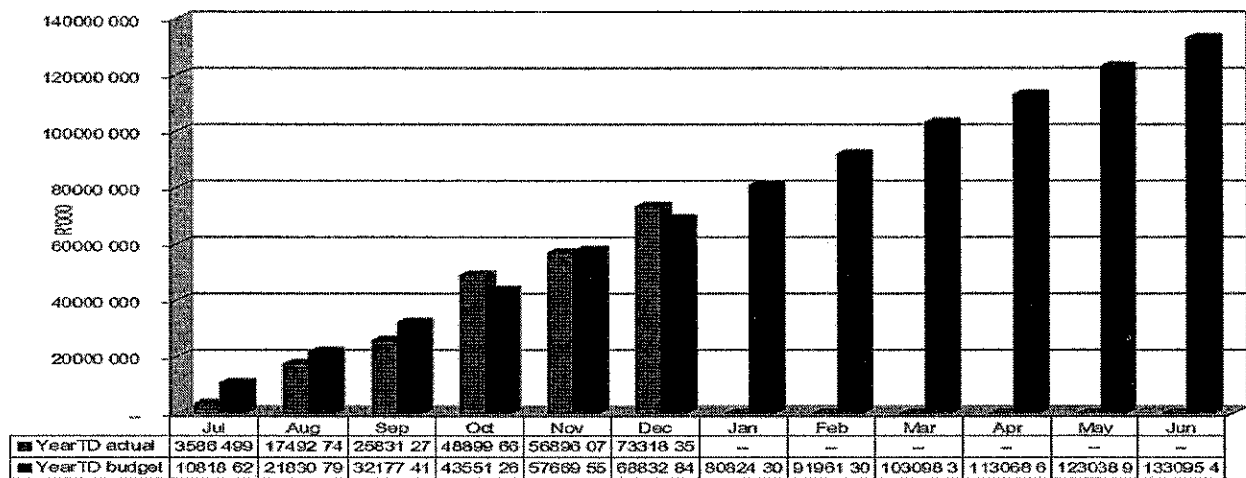


Chart C2 2014/15 Capital Expenditure: YTD actual v YTD target



11.2 Supporting Tables SC13

11.2.1 Supporting Table SC13a

NC451 Joe Morolong - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06 December

Description	Ref	Budget Year 2014/15								
		2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		103 938	95 646	-	15 169	65 182	49 815	(15 367)	-30.8%	106 712
Infrastructure - Road transport		25 310	16 788	-	3 039	23 924	8 394	(15 530)	-185.0%	24 223
Roads, Pavements & Bridges		25 310	16 788	-	3 039	23 924	8 394	(15 530)	-185.0%	24 223
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Retiulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		66 137	63 859	-	7 104	24 275	33 921	9 646	28.4%	67 489
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Retiulation		66 137	63 859	-	7 104	24 275	33 921	9 646	28.4%	67 489
Infrastructure - Sanitation		12 492	15 000	-	5 026	16 983	7 500	(9 483)	-126.4%	15 000
Retiulation		12 492	15 000	-	5 026	16 983	7 500	(9 483)	-126.4%	15 000
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		2 016	18 354	-	738	4 886	11 355	6 470	57.0%	18 354
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	6 569	-	-	-	4 280	4 280	100.0%	8 569
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		919	7 000	-	738	4 879	6 338	460	8.6%	7 000
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	100	-	-	-	-	-	-	100
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		1 097	2 696	-	-	7	1 737	1 731	99.6%	2 696
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		1 592	8 384	-	-	195	4 152	3 957	95.3%	8 384
General vehicles		621	6 250	-	-	-	3 500	3 500	100.0%	6 250
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		588	220	-	-	195	77	(118)	-153.2%	220
Furniture and other office equipment		-	77	-	-	-	25	25	100.0%	77
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		284	1 837	-	-	-	550	550	100.0%	1 837
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		99	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		301	211	-	-	-	211	211	100.0%	211
Computers - software & programming		301	211	-	-	-	211	211	100.0%	211
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	107 847	122 585	-	15 907	70 263	65 533	(4 730)	-7.2%	133 661
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

11.2.2 Supporting Table SC13b

NC451 Joe Morolong - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06

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										
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	10 000	-	516	2 173	3 300	1 127	34.2%	10 000
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges		-	-	-	-	-	-	-	-	-
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	10 000	-	516	2 173	3 300	1 127	34.2%	10 000
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	10 000	-	516	2 173	3 300	1 127	34.2%	10 000
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		-	500	-	-	-	-	-	-	500
General vehicles		-	-	-	-	-	-	-	-	-
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		-	-	-	-	-	-	-	-	-
Furniture and other office equipment		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	500	-	-	-	-	-	-	500
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	1	-	10 500	-	516	2 173	3 300	1 127	34.2%	10 500
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

11.2.2 Supporting Table SC13c

NC451 Joe Morolong - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06

Description	Ref	Budget Year 2014/15								
		2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure	1	14 389	6 925	-	825	2 032	3 462	1 430	41.3%	6 925
Infrastructure - Road transport		78	205	-	192	262	102	(160)	-155.8%	205
Roads, Pavements & Bridges		78	205	-	192	262	102	(160)	-155.8%	205
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	200	-	-	70	100	30	30.0%	200
Generation		-	-	-	-	-	-	-	-	-
Transmission & Retioulation		-	200	-	-	70	100	30	30.0%	200
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		14 289	6 075	-	325	1 392	3 037	1 645	54.2%	6 075
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		55	800	-	20	86	300	214	71.4%	800
Retioulation		14 234	5 475	-	305	1 306	2 737	1 431	52.3%	5 475
Infrastructure - Sanitation		13	135	-	51	51	68	17	25.0%	135
Retioulation		13	35	-	51	51	18	(33)	-189.4%	35
Sewerage purification		-	100	-	-	-	50	50	100.0%	100
Infrastructure - Other		9	310	-	257	257	155	(102)	-66.0%	310
Waste Management		9	10	-	-	-	5	5	100.0%	10
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	300	-	257	257	150	(107)	-71.6%	300
Community		224	80	-	-	0	40	40	99.6%	80
Parks & gardens		27	-	-	-	-	-	-	-	-
Sportsfields & stadia		36	50	-	-	-	25	25	100.0%	50
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		152	30	-	-	0	15	15	98.9%	30
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		16 097	725	-	91	242	363	121	33.3%	725
General vehicles		508	545	-	89	117	273	155	57.0%	545
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		40	-	-	-	-	-	-	-	-
Computers - hardware/equipment		92	60	-	-	-	25	25	100.0%	60
Furniture and other office equipment		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		262	100	-	-	123	50	(73)	-146.1%	100
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		15 197	30	-	1	1	15	14	91.3%	30
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure		30 710	7 730	-	916	2 274	3 865	1 591	41.2%	7 730
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

Section 12 – Parent municipality financial performance

12.1 Supporting Table SC10

The tables contained in this report are for Joe Morolong Local Municipality as the parent municipality only.

Section 13 – Municipal entity summary

13.1 Supporting Table SC11

Not applicable.

Section 14 – In-year reports of municipal entities attached to the municipality's in-year report

14.1 Listing of in-year reports for municipal entities attached to this report

Not applicable.

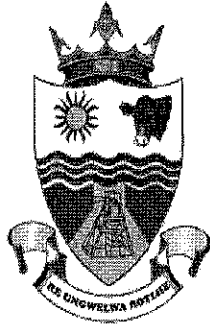
Section 15 – Other supporting documentation

15.1 Other information

None.

Section 16: Municipal Manager's Quality Certificate

JOE MOROLONG LOCAL MUNICIPALITY



JOE MOROLONG
LOCAL MUNICIPALITY

NC 451

QUALITY CERTIFICATE

I, Tshepo Macdonald Bloom, Municipal Manager of Joe Morolong Local Municipality, hereby certify that-
(mark as appropriate)



The monthly budget statement



The quarterly report on the implementation of the budget and financial state of affairs of the municipality



The mid-year budget and performance assessment

for the month of December 2014 of 2014/2015FY has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

PRINT NAME: TSHEPO M. BLOOM

Municipal Manager of JOE MOROLONG LOCAL MUNICIPALITY (NC 451)

Signature: 

Date : 15/01/2015