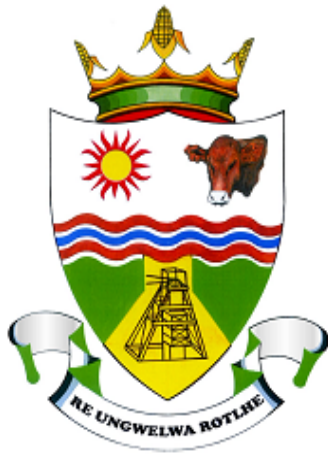


JOE MOROLONG LOCAL MUNICIPALITY



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

February: 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 28th February 2015 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	REVISED BUDGET R'(000)	YTD BUDGET R'(000)	YTD ACTUALS R'(000)	YTD ACTUALS VS BUDGET %	ACTUALS VS REVISED BUDGET %
TOTAL REVENUE	252 910	205 980	199 640	96.92%	78.94%
TOTAL OPERATING EXPENDITURE	114 065	72 999	73 909	101.25%	64.80%
TOTAL CAPITAL EXPENDITURE	138 845	96 861	82 352	85.02%	59.31%
SURPLUS/(DEFICIT)	-	36 121	43 379		

➤ Revenue

The revenue performance in terms of year-to-date actuals is 97%, but when we exclude grants and focus on the municipality's own revenue only the performance is 146%, a 9% increase as compared to the previous month. The reason is as result of actual rates levy that was done in January was more than the revised budgeted rates revenue, which was adopted by council on the 29th January 2015.

➤ **Operating Expenditure**

Current expenditure is almost at 101% of the year-to-date budget, and only other expenditure and contracted service indicated over expenditure of over 5%. This expenditure item will continue to be monitored in order to avoid unauthorised expenditure

➤ **Capital Expenditure**

Current expenditure is 85% or R 14.5 million below the year-to-date budget, the expenditure under water and cemeteries and underspending on their budget. The slow spending 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.

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- February

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 February 2015.

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)

Operating Revenue by Source

The annual billing for rates and fixed service charges took place in February and are reflected in this report. Year-to-date electricity is 12% less than the target. Year-to-date revenue 5%, R 4.9 million above year-to-date budgeted projections for February 2015.

The municipality did not receive R 12.5 million and R 2.5 million grants scheduled to be transferred in January which are Water Services Operating Subsidy (WSOG) and Municipal Water Infrastructure Grant (MWIG) due to slow performance for projects funded under this two grants.

Operating expenditure by type

Current expenditure is almost at 101% of the year-to-date budget, and only other expenditure and contracted services indicated over expenditure of 5% for January 2015.

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 expenditure amounts to R 82.3 million or 85% of year-to-date budget which is 15% below the year-to-date target for February 2015. 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 30.6 million and it decreased by R 5.5 million during February resulting in a closing balance of R 25.1 million (R 16.7 million cash and R 8.4 million investments).

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

Material Variance from SDBIP

No Comments for February 2015.

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 okay. Operating expenditure currently reflects a variance of 1% above YTD budget while capital expenditure is 15% below 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 - M08 February

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	6 303	–	10 489	6 303	4 186	66%	6 303
Service charges	12 505	16 093	15 025	1 891	12 115	9 033	3 082	34%	15 025
Investment revenue	260	–	92	20	318	61	256	418%	92
Transfers recognised - operational	74 257	111 580	113 634	485	83 213	85 877	(2 664)	-3%	113 634
Other own revenue	4 849	839	1 460	52	1 279	1 229	51	4%	1 460
Total Revenue (excluding capital transfers and contributions)	95 241	138 163	136 514	2 449	107 414	102 504	4 910	5%	136 514
Employee costs	37 025	45 227	44 715	3 755	30 646	30 461	184	1%	44 715
Remuneration of Councillors	7 504	8 226	8 247	672	5 474	5 495	(21)	-0%	8 247
Depreciation & asset impairment	24 326	9 826	7 717	–	–	–	–	–	7 717
Finance charges	232	884	899	9	487	480	7	1%	899
Materials and bulk purchases	11 018	11 169	9 469	50	4 065	5 680	(1 616)	-28%	9 469
Transfers and grants	13 705	2 021	2 471	–	1 409	1 763	(354)	-20%	2 471
Other expenditure	63 858	31 921	40 548	4 240	31 829	29 119	2 710	9%	40 548
Total Expenditure	157 668	109 273	114 065	8 727	73 909	72 999	911	1%	114 065
Surplus/(Deficit)	(62 426)	28 890	22 448	(6 278)	33 504	29 505	3 999	14%	22 448
Transfers recognised - capital	127 472	104 205	116 396	1 250	92 226	103 476	(11 250)	-11%	116 396
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	65 046	133 095	138 845	(5 028)	125 730	132 981	(7 251)	-5%	138 845
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	65 046	133 095	138 845	(5 028)	125 730	132 981	(7 251)	-5%	138 845
Capital expenditure & funds sources									
Capital expenditure	107 847	133 095	138 845	8 432	82 352	96 861	(14 509)	-15%	138 845
Capital transfers recognised	103 938	104 205	108 236	6 943	67 227	81 303	(14 076)	-17%	108 236
Public contributions & donations	–	–	8 160	1 154	8 289	8 160	129	2%	8 160
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	3 909	28 890	22 448	335	6 836	7 398	(562)	-8%	22 448
Total sources of capital funds	107 847	133 095	138 845	8 432	82 352	96 861	(14 509)	-15%	138 845
Financial position									
Total current assets	47 757	9 458	25 576		152 699				25 576
Total non current assets	1 159 368	1 017 648	1 168 019		1 494 427				1 168 019
Total current liabilities	52 311	11 190	13 606		27 058				13 606
Total non current liabilities	4 194	4 387	3 851		2 871				3 851
Community wealth/Equity	1 150 620	1 011 529	1 176 138		1 617 197				1 176 138
Cash flows									
Net cash from (used) operating	149 643	136 892	150 879	2 947	120 383	131 627	11 244	9%	150 879
Net cash from (used) investing	(131 146)	(133 073)	(138 845)	(8 432)	(97 971)	(104 861)	(6 889)	7%	(138 845)
Net cash from (used) financing	(1 225)	(784)	(784)	–	(392)	(392)	–	–	(784)
Cash/cash equivalents at the month/year end	14 703	6 048	14 349	–	25 118	29 473	4 355	15%	14 349
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	3 109	5 611	1 325	1 018	1 267	1 272	6 775	105 774	126 152
Creditors Age Analysis									
Total Creditors	3	–	–	1	–	–	–	–	4

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) - M08 February

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>		82 034	105 857	103 212	45	82 801	77 866	4 935	6%	103 212
Executive and council		4 581	5 317	5 446	–	5 446	5 446	–		5 446
Budget and treasury office		77 307	100 285	97 460	36	77 089	72 189	4 900	7%	97 460
Corporate services		146	256	306	9	267	231	35	15%	306
<i>Community and public safety</i>		608	2 966	5 021	486	4 475	5 003	(528)	-11%	5 021
Community and social services		608	2 966	2 966	486	2 362	2 948	(586)	-20%	2 966
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	2 054	–	2 113	2 054	59	3%	2 054
Health		–	–	–	–	–	–	–		–
<i>Economic and environmental services</i>		66 204	57 235	65 394	1 148	50 946	49 860	1 086	2%	65 394
Planning and development		66 204	57 235	57 235	–	41 638	41 700	(62)	0%	57 235
Road transport		–	–	8 160	1 148	9 308	8 160	1 148	14%	8 160
Environmental protection		–	–	–	–	–	–	–		–
<i>Trading services</i>		73 868	76 310	79 283	2 018	61 417	73 251	(11 834)	-16%	79 283
Electricity		4 914	7 249	5 855	493	2 578	2 943	(365)	-12%	5 855
Water		66 677	66 636	71 004	1 289	57 340	68 809	(11 469)	-17%	71 004
Waste water management		1 439	1 510	1 510	151	909	914	(4)	0%	1 510
Waste management		838	915	915	85	590	585	5	1%	915
<i>Other</i>	4	–	–	–	–	–	–	–		–
Total Revenue - Standard	2	222 714	242 368	252 910	3 699	199 640	205 980	(6 340)	-3%	252 910
Expenditure - Standard										
<i>Governance and administration</i>		80 554	54 818	57 678	5 235	37 539	35 528	2 010	6%	57 678
Executive and council		17 185	16 106	16 672	1 622	11 331	11 237	94	1%	16 672
Budget and treasury office		41 299	27 019	29 746	2 899	17 749	16 192	1 557	10%	29 746
Corporate services		22 070	11 693	11 259	714	8 459	8 099	360	4%	11 259
<i>Community and public safety</i>		10 276	10 528	12 643	834	9 513	9 012	501	6%	12 643
Community and social services		5 643	10 528	10 588	834	7 459	6 957	501	7%	10 588
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		4 634	–	2 054	–	2 054	2 054	–		2 054
Health		–	–	–	–	–	–	–		–
<i>Economic and environmental services</i>		13 759	8 011	7 962	749	5 589	5 448	142	3%	7 962
Planning and development		13 759	8 011	7 962	749	5 589	5 448	142	3%	7 962
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
<i>Trading services</i>		53 079	35 916	35 782	1 908	21 269	23 011	(1 742)	-8%	35 782
Electricity		7 002	6 688	5 268	50	2 429	3 231	(802)	-25%	5 268
Water		46 077	29 228	30 514	1 858	18 839	19 780	(941)	-5%	30 514
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	–	–	–	–	–	–		–
<i>Other</i>		–	–	–	–	–	–	–		–
Total Expenditure - Standard	3	157 668	109 273	114 065	8 727	73 909	72 999	911	1%	114 065
Surplus/ (Deficit) for the year		65 046	133 095	138 845	(5 028)	125 730	132 981	(7 251)	-5%	138 845

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) - M08 February

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	5 446	–	5 446	5 446	–		5 446
Vote 2 - Budget & Treasury Office		77 307	100 285	97 460	36	77 089	72 189	4 900	6.8%	97 460
Vote 3 - Corporate Support Service		146	256	306	9	267	231	35	15.3%	306
Vote 4 - Community Service		2 884	5 391	7 445	723	5 974	6 501	(527)	-8.1%	7 445
Vote 5 - Technical Services		63 708	57 211	65 370	1 148	50 946	49 836	1 110	2.2%	66 519
Vote 6 - Electricity Services		4 914	7 249	5 855	493	2 578	2 943	(365)	-12.4%	5 855
Vote 7 - Water Services		66 677	66 636	71 004	1 289	57 340	68 809	(11 469)	-16.7%	71 105
Vote 8 - Development & Town Planning Services		2 496	24	24	–	–	24	(24)	-100.0%	24
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	222 714	242 368	252 910	3 699	199 640	205 980	(6 340)	-3.1%	254 160
Expenditure by Vote	1									
Vote 1 - Executive & Council		17 185	16 106	16 672	1 622	11 331	11 237	94	0.8%	16 672
Vote 2 - Budget & Treasury Office		41 299	27 019	29 746	2 899	17 749	16 192	1 557	9.6%	29 746
Vote 3 - Corporate Support Service		22 070	11 693	11 259	714	8 459	8 099	360	4.4%	11 259
Vote 4 - Community Service		10 276	10 528	12 643	834	9 513	9 012	501	5.6%	12 643
Vote 5 - Technical Services		3 847	5 833	5 936	595	4 257	4 080	177	4.3%	5 936
Vote 6 - Electricity Services		7 002	6 688	5 268	50	2 429	3 231	(802)	-24.8%	5 268
Vote 7 - Water Services		46 077	29 228	30 514	1 858	18 839	19 780	(941)	-4.8%	30 514
Vote 8 - Development & Town Planning Services		9 912	2 178	2 026	154	1 332	1 367	(35)	-2.6%	2 026
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	157 668	109 273	114 065	8 727	73 909	72 999	911	1.2%	114 065
Surplus/ (Deficit) for the year	2	65 046	133 095	138 845	(5 028)	125 730	132 981	(7 251)	-5.5%	140 094

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.

The year-to-date actual revenue reflects 97% achievement while operating expenditure is 1.2% above year-to-date budget.

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) - M08 February

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									
Revenue By Source									
Property rates	3 371	9 651	6 303	–	10 489	6 303	4 186	66%	6 303
Property rates - penalties & collection charges			–	–	–	–	–		–
Service charges - electricity revenue	4 914	7 249	5 855	493	2 578	2 943	(365)	-12%	5 855
Service charges - water revenue	5 315	6 419	6 746	1 162	8 038	4 591	3 446	75%	6 746
Service charges - sanitation revenue	1 439	1 510	1 510	151	909	914	(4)	0%	1 510
Service charges - refuse revenue	838	915	915	85	590	585	5	1%	915
Service charges - other			–	–	–	–	–		–
Rental of facilities and equipment	100	95	95	8	50	49	1	3%	95
Interest earned - external investments	260		92	20	318	61	256	418%	92
Interest earned - outstanding debtors	3 727	50	352	–	302	319	(17)	-5%	352
Dividends received			–	–	–	–	–		–
Fines			–	–	–	–	–		–
Licences and permits			–	–	–	–	–		–
Agency services			–	–	–	–	–		–
Transfers recognised - operational	74 257	111 580	113 634	485	83 213	85 877	(2 664)	-3%	113 634
Other revenue	1 022	694	1 012	44	927	860	66	8%	1 012
Gains on disposal of PPE			–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)	95 241	138 163	136 514	2 449	107 414	102 504	4 910	5%	136 514
Expenditure By Type									
Employee related costs	37 025	45 227	44 715	3 755	30 646	30 461	184	1%	44 715
Remuneration of councillors	7 504	8 226	8 247	672	5 474	5 495	(21)	0%	8 247
Debt impairment	2 336	1 213	1 213	–	–	–	–		1 213
Depreciation & asset impairment	24 326	9 826	7 717	–	–	–	–		7 717
Finance charges	232	884	899	9	487	480	7	1%	899
Bulk purchases	11 018	11 169	9 469	50	4 065	5 680	(1 616)	-28%	9 469
Other materials	–	–	–	–	–	–	–		–
Contracted services	168	4 636	8 700	558	8 819	8 266	552	7%	8 700
Transfers and grants	13 705	2 021	2 471	–	1 409	1 763	(354)	-20%	2 471
Other expenditure	61 354	26 071	30 635	3 681	23 011	20 852	2 158	10%	30 635
Loss on disposal of PPE			–	–	–	–	–		–
Total Expenditure	157 668	109 273	114 065	8 727	73 909	72 999	911	1%	114 065
Surplus/(Deficit)	(62 426)	28 890	22 448	(6 278)	33 504	29 505	3 999	0	22 448
Transfers recognised - capital	127 472	104 205	116 396	1 250	92 226	103 476	(11 250)	(0)	116 396
Contributions recognised - capital			–	–	–	–	–		–
Contributed assets			–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	65 046	133 095	138 845	(5 028)	125 730	132 981			138 845
Taxation			–	–	–	–	–		–
Surplus/(Deficit) after taxation	65 046	133 095	138 845	(5 028)	125 730	132 981			138 845
Attributable to minorities			–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality	65 046	133 095	138 845	(5 028)	125 730	132 981			138 845
Share of surplus/ (deficit) of associate			–	–	–	–	–		–
Surplus/ (Deficit) for the year	65 046	133 095	138 845	(5 028)	125 730	132 981			138 845

The year-to-date operating revenue actuals reflects an achievement of 95% of the year-to-date budget, 5% below the target.

Current expenditure is almost 1%, above year-to-date budget projections for February 2015.

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) - M08 February

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	19 247	2 418	19 401	19 247	154	1%	19 247
Vote 5 - Technical Services		16 297	16 788	20 099	-	16 790	17 900	(1 110)	-6%	20 099
Vote 6 - Electricity Services		-	-	-	-	-	-	-	-	-
Vote 7 - Water Services		19 242	13 859	14 859	812	11 612	12 832	(1 221)	-10%	14 859
Vote 8 - Development & Town Planning Services		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	48 030	54 205	54 205	3 229	47 802	49 979	(2 177)	-4%	54 205
Single Year expenditure appropriation	2									
Vote 1 - Executive & Council		842	622	600	-	-	-	-	-	600
Vote 2 - Budget & Treasury Office		455	231	20	-	10	10	-	-	20
Vote 3 - Corporate Support Service		327	1 105	872	242	427	185	242	130%	872
Vote 4 - Community Service		2 125	12 533	10 556	93	4 979	6 776	(1 797)	-27%	10 556
Vote 5 - Technical Services		9 075	2 900	8 560	1 154	9 773	8 136	1 637	20%	8 560
Vote 6 - Electricity Services		-	-	-	-	-	-	-	-	-
Vote 7 - Water Services		46 895	61 500	64 031	3 713	19 361	31 776	(12 414)	-39%	64 031
Vote 8 - Development & Town Planning Services		99	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	59 818	78 890	84 640	5 203	34 549	46 882	(12 333)	-26%	84 640
Total Capital Expenditure		107 847	133 095	138 845	8 432	82 352	96 861	(14 509)	-15%	138 845
Capital Expenditure - Standard Classification										
Governance and administration		1 624	1 958	1 492	242	437	195	242	124%	1 492
Executive and council		842	622	600	-	-	-	-	-	600
Budget and treasury office		455	231	20	-	10	10	-	-	20
Corporate services		327	1 105	872	242	427	185	242	130%	872
Community and public safety		2 125	21 092	10 556	93	4 979	6 776	(1 797)	-27%	10 556
Community and social services		2 125	12 533	10 556	93	4 979	6 776	(1 797)	-27%	10 556
Sport and recreation		-	8 559	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		25 470	19 688	28 659	1 154	26 562	26 035	527	2%	28 659
Planning and development		160	2 900	400	-	-	-	-	-	400
Road transport		25 310	16 788	28 259	1 154	26 562	26 035	527	2%	28 259
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		78 628	90 359	98 137	6 943	50 374	63 855	(13 481)	-21%	98 137
Electricity		-	-	-	-	-	-	-	-	-
Water		66 137	75 359	78 890	4 525	30 973	44 608	(13 635)	-31%	78 890
Waste water management		12 492	15 000	19 247	2 418	19 401	19 247	154	1%	19 247
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	107 847	133 095	138 845	8 432	82 352	96 861	(14 509)	-15%	138 845
Funded by:										
National Government		94 925	104 205	108 236	6 943	67 227	81 303	(14 076)	-17%	108 236
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		9 013	-	-	-	-	-	-	-	-
Transfers recognised - capital		103 938	104 205	108 236	6 943	67 227	81 303	(14 076)	-17%	108 236
Public contributions & donations	5			8 160	1 154	8 289	8 160	129	2%	8 160
Borrowing	6									
Internally generated funds		3 909	28 890	22 448	335	6 836	7 398	(562)	-8%	22 448
Total Capital Funding		107 847	133 095	138 845	8 432	82 352	96 861	(14 509)	-15%	138 845

4.1.6 Table C6: Monthly Budget Statement - Financial Position

NC451 Joe Morolong - Table C6 Monthly Budget Statement - Financial Position - M08 February

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		3 099	3 013	14 349	16 676	14 349
Call investment deposits		17 475	218	5 000	8 443	5 000
Consumer debtors		23 976	4 727	4 727	33 258	4 727
Other debtors		1 245			92 894	
Current portion of long-term receivables						
Inventory		1 962	1 500	1 500	1 429	1 500
Total current assets		47 757	9 458	25 576	152 699	25 576
Non current assets						
Long-term receivables						
Investments						
Investment property			3 085	-	-	-
Investments in Associate				-		-
Property, plant and equipment		1 159 054	1 014 183	1 167 639	1 494 427	1 167 639
Agricultural				-		-
Biological assets				-		-
Intangible assets		314	380	380	-	380
Other non-current assets						
Total non current assets		1 159 368	1 017 648	1 168 019	1 494 427	1 168 019
TOTAL ASSETS		1 207 125	1 027 106	1 193 595	1 647 126	1 193 595
LIABILITIES						
Current liabilities						
Bank overdraft		5 871		-		-
Borrowing		627	784	784	392	784
Consumer deposits				-		-
Trade and other payables		45 120	9 760	12 177	25 452	12 177
Provisions		693	645	645	1 214	645
Total current liabilities		52 311	11 190	13 606	27 058	13 606
Non current liabilities						
Borrowing		2 310	2 836	2 300	2 871	2 300
Provisions		1 884	1 551	1 551	-	1 551
Total non current liabilities		4 194	4 387	3 851	2 871	3 851
TOTAL LIABILITIES		56 505	15 577	17 457	29 929	17 457
NET ASSETS	2	1 150 620	1 011 529	1 176 138	1 617 197	1 176 138
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1 150 620	1 011 529	1 176 138	1 617 197	1 176 138
Reserves		-				
TOTAL COMMUNITY WEALTH/EQUITY	2	1 150 620	1 011 529	1 176 138	1 617 197	1 176 138

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

NC451 Joe Morolong - Table C7 Monthly Budget Statement - Cash Flow - M08 February

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									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	52 184	25 103	31 650	7 919	27 245	22 679	4 567	20%	31 650
Government - operating	74 257	111 580	110 781	586	77 887	80 877	(2 990)	-4%	110 781
Government - capital	127 487	104 205	119 249	1 148	97 125	108 476	(11 352)	-10%	119 249
Interest	260	40	269	20	77	137	(61)	-44%	269
Dividends	-		-				-		
Payments									
Suppliers and employees	(104 313)	(103 935)	(108 935)	(6 718)	(80 447)	(78 862)	1 585	-2%	(108 935)
Finance charges	(232)	(100)	(115)	(9)	(95)	(88)	7	-8%	(115)
Transfers and Grants			(2 021)	-	(1 409)	(1 593)	(184)	12%	(2 021)
NET CASH FROM/(USED) OPERATING ACTIVITIES	149 643	136 892	150 879	2 947	120 383	131 627	11 244	9%	150 879
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)	(138 845)	(8 432)	(97 971)	(104 861)	(6 889)	7%	(138 845)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(131 146)	(133 073)	(138 845)	(8 432)	(97 971)	(104 861)	(6 889)	7%	(138 845)
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)	(784)	-	(392)	(392)	-		(784)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(1 225)	(784)	(784)	-	(392)	(392)	-		(784)
NET INCREASE/ (DECREASE) IN CASH HELD	17 272	3 035	11 250	(5 485)	22 019	26 374			11 250
Cash/cash equivalents at beginning:	(2 568)	3 013	3 099		3 099	3 099			3 099
Cash/cash equivalents at month/year end:	14 703	6 048	14 349		25 118	29 473			14 349

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 - M08 February

Description	NT Code	Budget Year 2014/15									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o 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	1 476	3 488	825	406	629	424	1 700	6 650	15 597	9 809		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	176	164	159	126	113	83	774	1 945	3 541	3 042		
Receivables from Non-exchange Transactions - Property Rates	1400	1 206	1 759	125	262	258	236	1 459	5 394	10 699	7 610		
Receivables from Exchange Transactions - Waste Water Management	1500	157	114	116	123	112	101	495	713	1 931	1 544		
Receivables from Exchange Transactions - Waste Management	1600	94	86	80	80	74	73	346	656	1 489	1 229		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	0	1	21	21	80	355	2 000	90 416	92 894	92 872		
Total By Income Source	2000	3 109	5 611	1 325	1 018	1 267	1 272	6 775	105 774	126 152	116 106	-	-
2013/14 - totals only		2038017	1012680	5365457	938979	1309791	2506336	13866707	94005554	121 044	112 627		
Debtors Age Analysis By Customer Group													
Organs of State	2200	81	48	42	42	53	1	3	13	282	111		
Commercial	2300	961	1 009	519	541	543	485	2 842	6 811	13 712	11 223		
Households	2400	1 861	4 373	738	424	643	775	3 846	98 646	111 305	104 333		
Other	2500	206	182	26	11	29	11	83	304	852	439		
Total By Customer Group	2600	3 109	5 611	1 325	1 018	1 267	1 272	6 775	105 774	126 152	116 106	-	-

Section 6 – Creditors' analysis

Supporting Table SC4

NC451 Joe Morolong - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February

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	-	-									-	-
Auditor General	0800											-	
Other	0900	3	-	-	1							4	-
Total By Customer Type	1000	3	-	-	1	-	-	-	-	-	4	-	-

Section 7 – Investment portfolio analysis

Supporting Table SC5

NC451 Joe Morolong - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M08 February

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
R thousands		Yrs/Months							
Municipality									
ABSA Bank-9288820487		Call Account	Call Deposit	Call Deposit	1		241	-	242
ABSA Bank-2073969801		Fixed Deposit	Fixed deposit		0		31	-	31
Standard Bank-548529973-003		Call Account	Money Market	Call Deposit	0		71	-	72
ABSA-9297200038		Depositor Plus	Depositor Plus	Depositor Plus	1		227	-	228
FNB-74487006569		Notice	Notice Account	Notice	33		7 809	-	7 842
FNB-62247117709					0		28	-	29
Nedbank-37881112840		Fixed deposit	Fixed deposit	Fixed deposit	-		-	-	-
Municipality sub-total					36		8 407	-	8 443
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				36		8 407	-	8 443

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 - M08 February

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									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	82 667	107 758	107 758	–	79 402	79 353	(1 943)	-2.4%	107 758
Local Government Equitable Share	71 227	93 255	93 255	–	67 998	69 941	(1 943)	-2.8%	93 255
Water Services Operating Subsidy	8 000	10 000	10 000	–	7 500	5 500			10 000
Finance Management	1 550	1 600	1 600	–	1 600	1 600			1 600
Municipal Systems Improvement	890	934	934	–	934	934			934
EPWP Incentive	1 000	1 969	1 969	–	1 370	1 378			1 969
Provincial Government:	2 086	969	3 023	485	3 082	485	485	100.0%	3 023
Sport and Recreation	590	969	969	485	969	485	485	100.0%	969
Housing			2 054	–	2 113				2 054
EPWP	1 496								
District Municipality:	–	–	–	–	–	–	–	–	–
Other grant providers:	–	–	–	–	–	–	–	–	–
Total Operating Transfers and Grants	84 753	108 727	110 781	485	82 484	79 837	(1 459)	-1.8%	110 781
Capital Transfers and Grants									
National Government:	105 725	107 058	111 089	101	83 271	85 825	(2 656)	-3.1%	111 191
Municipal Infrastructure Grant (MIG)	55 253	57 058	57 058	–	41 638	42 794	(1 156)	-2.7%	57 058
Regional Bulk Infrastructure	43 436		4 031	101	4 133	4 031			4 133
Municipal Water Infrastructure Grant	7 036	50 000	50 000	–	37 500	39 000	(1 500)	-3.8%	50 000
Provincial Government:	–	–	–	–	–	–	–	–	–
District Municipality:	–	–	–	–	–	–	–	–	–
Other grant providers:	11 252	–	8 160	1 148	9 308	8 160	1 148	14.1%	9 308
ACIP Sanitation	2 796								
Kumba Iron Ore (Access Road)	8 455		8 160	1 148	9 308	8 160			9 308
Total Capital Transfers and Grants	116 976	107 058	119 249	1 250	92 579	93 985	(1 507)	-1.6%	120 499
TOTAL RECEIPTS OF TRANSFERS & GRANTS	201 729	215 785	230 030	1 735	175 063	173 822	(2 966)	-1.7%	231 280

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 did not receive R 12.5 million and R 2.5 million grants scheduled to be transferred this month which are Water Services Operating Subsidy (WSOG) and Municipal Water Infrastructure Grant (MWIG) due to slow performance for projects funded under these two grants.

8.2 Supporting Table SC7 (1) – Grant expenditure

NC451 Joe Morolong - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M08 February

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									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	82 667	107 758	107 758	8 016	65 764	71 839	(6 074)	-8.5%	107 758
Local Government Equitable Share	71 227	93 255	93 255	7 771	62 170	62 170	–		93 255
Water Services Operating Subsidy	8 000	10 000	10 000	–	2 173	6 667	(4 494)	-67.4%	10 000
Finance Management	1 550	1 600	1 600	165	1 145	1 067	79	7.4%	1 600
Municipal Systems Improvement	890	934	934	79	276	623	(347)	-55.7%	934
EPWP Incentive	1 000	1 969	1 969	–	–	1 313	(1 313)	-100.0%	1 969
Provincial Government:	2 086	969	3 023	52	2 551	2 642	(92)	-3.5%	3 023
Sport and Recreation	590	969	969	52	496	588	(92)	-15.6%	969
Housing			2 054	–	2 054	2 054	–		2 054
EPWP	1 496								
District Municipality:	–	–	–	–	–	–	–	–	–
Other grant providers:	–	–	–	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:	84 753	108 727	110 781	8 068	68 315	74 481	(6 166)	-8.3%	110 781
Capital expenditure of Transfers and Grants									
National Government:	105 725	107 058	111 089	3 920	65 745	57 560	8 185	14.2%	111 089
Municipal Infrastructure Grant (MIG)	55 253	57 058	57 058	3 638	51 989	28 529	23 460	82.2%	57 058
Regional Bulk Infrastructure	43 436		4 031	281	4 133	4 031	101	2.5%	4 031
Municipal Water Infrastructure Grant	7 036	50 000	50 000	–	9 624	25 000	(15 376)	-61.5%	50 000
Provincial Government:	–	–	–	–	–	–	–	–	–
District Municipality:	–	–	–	–	–	–	–	–	–
Other grant providers:	11 252	–	8 160	2 464	9 726	8 160	1 566	19.2%	9 726
ACIP Sanitation	2 796								
Kumba Iron Ore (Access Road)	8 455		8 160	2 464	9 726	8 160	1 566	19.2%	9 726
Total capital expenditure of Transfers and Grants	116 976	107 058	119 249	6 384	75 471	65 720	9 751	14.8%	120 815
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	201 729	215 785	230 030	14 452	143 786	140 201	3 585	2.6%	231 597

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.

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 - M08 February

Summary of Employee and Councillor remuneration	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	A	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	5 223	4 648	5 432	385	3 486	3 619	(133)	-4%	5 432
Pension and UIF Contributions	827	820	135	58	193	90	103	114%	135
Medical Aid Contributions									
Motor Vehicle Allowance	1 101	2 056	2 056	171	1 365	1 371	(6)	0%	2 056
Cellphone Allowance	353	701	623	59	430	415	15	3%	623
Housing Allowances									
Other benefits and allowances									
Sub Total - Councillors	7 504	8 226	8 247	672	5 474	5 495	(21)	0%	8 247
% increase		9.6%	9.9%						9.9%
Senior Managers of the Municipality									
Basic Salaries and Wages	2 900	2 904	2 904	192	1 699	1 936	(236)	-12%	2 904
Pension and UIF Contributions		564	564	31	258	376	(118)	-31%	564
Medical Aid Contributions		43	43	9	72	29	44	153%	43
Overtime									
Performance Bonus									
Motor Vehicle Allowance	1 522	1 552	1 552	121	972	1 035	(63)	-6%	1 552
Cellphone Allowance	61	91	91	2	19	61	(41)	-68%	91
Housing Allowances		436	436	48	359	291	68	23%	436
Other benefits and allowances	414	0	0	0	7	0	7	2119%	0
Payments in lieu of leave									
Long service awards									
Post-retirement benefit obligations									
Sub Total - Senior Managers of Municipality	4 897	5 590	5 590	404	3 387	3 727	(340)	-9%	5 590
% increase		14.2%	14.2%						14.2%
Other Municipal Staff									
Basic Salaries and Wages	18 411	25 429	23 465	2 104	15 567	15 722	(155)	-1%	23 465
Pension and UIF Contributions	3 705	5 184	3 940	346	2 652	2 627	25	1%	3 940
Medical Aid Contributions	2 170	2 323	2 596	240	1 703	1 730	(28)	-2%	2 596
Overtime	1 513	1 102	1 310	161	1 189	873	316	36%	1 310
Performance Bonus	1 679	2 526	1 795	19	1 856	1 795	61	3%	1 795
Motor Vehicle Allowance	3 587	1 692	3 713	276	2 666	2 475	191	8%	3 713
Cellphone Allowance	434	410	374	34	319	249	69	28%	374
Housing Allowances		585	1 464	132	1 018	976	42	4%	1 464
Other benefits and allowances	631	316	429	39	289	286	2	1%	429
Payments in lieu of leave		70	40						40
Long service awards									
Post-retirement benefit obligations									
Sub Total - Other Municipal Staff	32 128	39 637	39 126	3 351	27 259	26 735	524	2%	39 126
% increase		23.4%	21.8%						21.8%
Total Parent Municipality	44 529	53 453	52 962	4 428	36 119	35 956	163	0%	52 962
Unpaid salary, allowances & benefits in arrears:		20.0%	18.9%						18.9%
Board Members of Entities									
Senior Managers of Entities									
Other Staff of Entities									
Total Municipal Entities	-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS	44 529	53 453	52 962	4 428	36 119	35 956	163	0%	52 962
% increase		20.0%	18.9%						18.9%
TOTAL MANAGERS AND STAFF	37 025	45 227	44 715	3 755	30 646	30 461	184	1%	44 715

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 - M08 February

Description	Ref	Budget Year 2014/15												2014/15 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		136	134	134	150	43	38	7	21				4 065	4 727	9 664	10 185
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-				-	-	-	-
Service charges - electricity revenue		387	393	556	348	267	347	663	328				1 688	4 976	7 396	7 942
Service charges - water revenue		143	870	786	936	27	321	1 047	32				2 381	6 543	6 769	7 514
Service charges - sanitation revenue		4	109	106	60	4	7	177	6				961	1 434	1 512	1 593
Service charges - refuse		5	63	36	38	3	5	78	4				638	869	916	965
Service charges - other		-	-	-	-	-	-	-	-				-	-	-	-
Rental of facilities and equipment		6	5	6	2	13	4	10	8				37	91	93	96
Interest earned - external investments		1	9	7	4	9	16	252	20				(226)	92		
Interest earned - outstanding debtors		-	-	11	-	-	-	-	-				219	229	42	44
Dividends received		-	-	-	-	-	-	-	-				-	-	-	-
Fines		-	-	-	-	-	-	-	-				-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-				-	-	-	-
Agency services		-	-	-	-	-	-	-	-				-	-	-	-
Transfer receipts - operating		41 518	2 550	377	-	32 131	726	59	586				32 835	110 781	137 022	140 449
Other revenue		10	16	12 229	104	78	373	128	7 520				(7 502)	12 957	708	721
Cash Receipts by Source		42 211	4 150	14 248	1 640	32 573	1 837	2 420	8 526	-	-	-	35 096	142 701	164 122	169 511
Other Cash Flows by Source																
Transfer receipts - capital		32 607	3 527	221	32 696	22 940	3 985	-	1 148				22 125	119 249	116 398	131 979
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	2 420	9 674	-	-	-	57 221	261 950	280 520	301 490
Cash Payments by Type																
Employee related costs		3 373	3 384	3 594	3 865	5 643	3 475	3 556	3 755				12 728	43 374	47 195	50 768
Remuneration of councillors		742	674	674	674	674	682	682	672				2 773	8 247	8 670	9 138
Interest paid		17	10	12	11	11	14	11	9				20	115	105	111
Bulk purchases - Electricity		30	821	791	18	441	-	17	50				2 821	4 988	7 011	7 577
Bulk purchases - Water & Sewer		-	427	-	665	-	444	362	-				2 582	4 480	5 055	5 459
Other materials		-	-	-	-	-	-	-	-				-	-	-	-
Contracted services		623	1 256	3 839	1 097	1 005	588	411	558				(678)	8 700	5 609	5 968
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-				-	-	-	-
Grants and subsidies paid - other		256	-	336	276	541	-	-	-				1 062	2 471	2 130	2 245
General expenses		3 684	5 128	2 836	3 707	2 677	4 867	11 381	1 682				2 736	38 697	45 710	46 646
Cash Payments by Type		8 725	11 700	12 081	10 312	10 991	10 070	16 420	6 727	-	-	-	24 045	111 071	121 485	127 912
Other Cash Flows/Payments by Type																
Capital assets		16 586	13 906	8 339	23 068	7 996	16 422	1 484	8 432				42 611	138 845	139 049	149 403
Repayment of borrowing		-	-	-	-	-	392	-	-				392	784	784	784
Other Cash Flows/Payments		32 500	-	(10 000)	5 000	-	(5 000)	(15 000)	-				(7 500)	-	-	-
Total Cash Payments by Type		57 811	25 606	10 420	38 380	18 988	21 885	2 904	15 159	-	-	-	59 548	250 700	261 318	278 099
NET INCREASE/(DECREASE) IN CASH HELD		17 007	(17 929)	4 050	(4 044)	36 525	(16 063)	(484)	(5 485)	-	-	-	(2 327)	11 250	19 201	23 391
Cash/cash equivalents at the month/year beginning:		3 099	20 106	2 177	6 226	2 182	38 707	22 644	22 160	16 676	16 676	16 676	16 676	3 099	14 349	33 550
Cash/cash equivalents at the month/year end:		20 106	2 177	6 226	2 182	38 707	22 644	22 160	16 676	16 676	16 676	16 676	14 349	14 349	33 550	56 941

Section 11 – Capital programme performance

11.1 Supporting Table SC12

NC451 Joe Morolong - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M08 February

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	3 586	3 586	-		3%
August	10 327	11 012	13 906	13 906	17 493	17 493	-		13%
September	7 645	10 347	8 339	8 339	25 831	25 831	-		19%
October	14 412	11 374	23 068	23 068	48 900	48 900	-		37%
November	18 255	14 118	7 996	7 996	56 896	56 896	-		43%
December	9 008	11 163	16 422	16 422	73 318	73 318	-		55%
January	9 336	11 991	11 520	1 484	74 802	84 839	10 037	11.8%	56%
February	13 259	11 137	12 022	8 432	83 234	96 861	13 627	14.1%	63%
March	11 842	11 137	12 133			108 993	-		
April	10 978	9 970	11 796			120 789	-		
May	6 068	9 970	8 902			129 691	-		
June	9 130	10 056	9 154			138 845	-		
Total Capital expenditure	131 146	133 095	138 845	83 234					

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

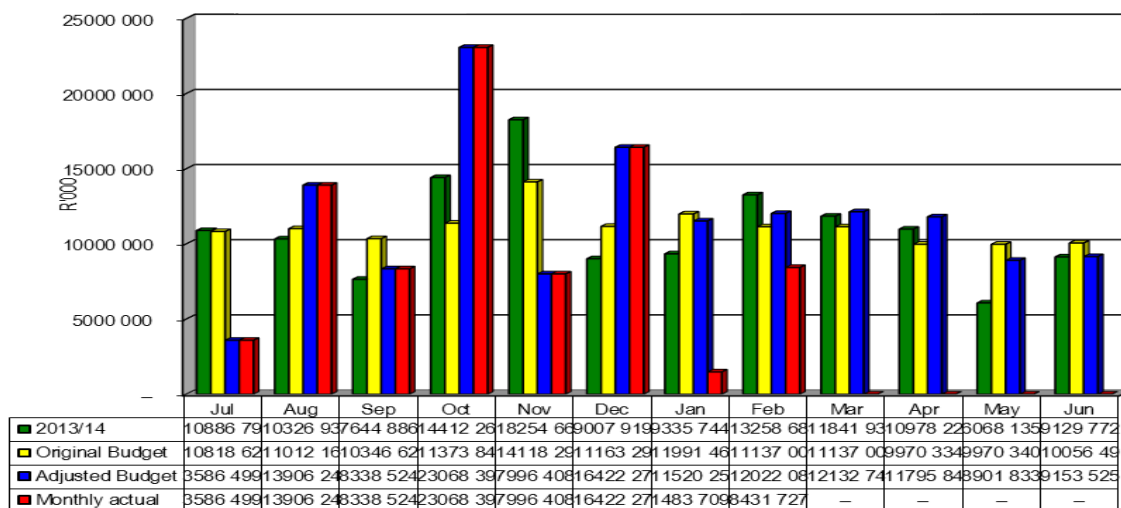
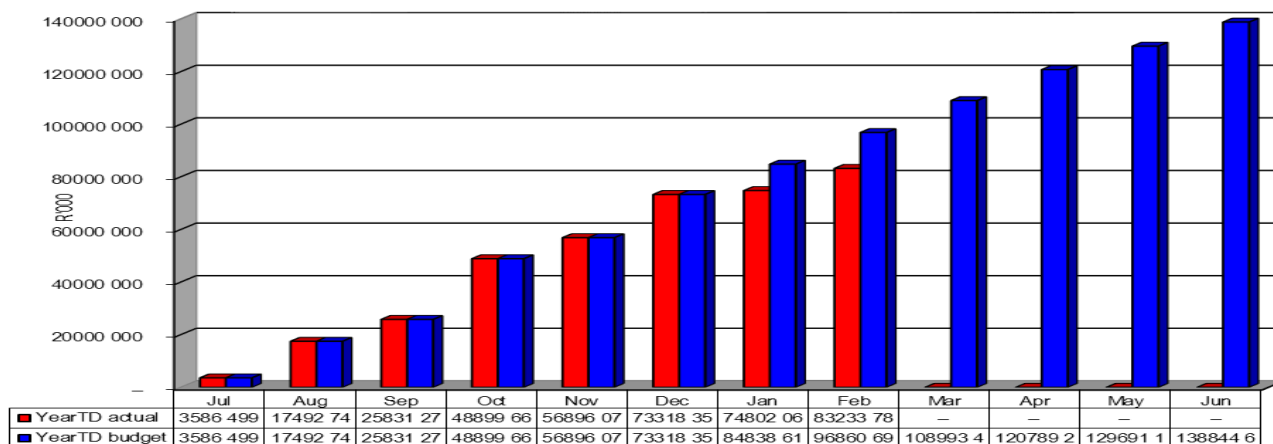


Chart C2 2014/15 Capital Expenditure: YTD actual v YTD target



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 - M08 February

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										
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		103 938	95 646	116 396	8 097	74 763	85 468	10 705	12.5%	116 396
Infrastructure - Road transport		25 310	16 788	28 259	1 154	26 562	26 035	(527)	-2.0%	28 259
Roads, Pavements & Bridges		25 310	16 788	28 259	1 154	26 562	26 035	(527)	-2.0%	28 259
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		66 137	63 859	68 890	4 525	28 800	40 186	11 386	28.3%	68 890
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		66 137	63 859	68 890	4 525	28 800	40 186	11 386	28.3%	68 890
Infrastructure - Sanitation		12 492	15 000	19 247	2 418	19 401	19 247	(154)	-0.8%	19 247
Reticulation		12 492	15 000	19 247	2 418	19 401	19 247	(154)	-0.8%	19 247
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		2 016	18 354	8 969	-	4 886	7 240	2 354	32.5%	8 969
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	8 559	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		919	7 000	7 000	-	4 879	5 502	623	11.3%	7 000
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	100	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		1 097	2 696	1 969	-	7	1 737	1 731	99.6%	1 969
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		1 592	8 384	3 142	93	288	766	478	62.4%	3 142
General v ehicles		621	6 250	2 100	93	93	-	(93)	#DIV/0!	2 100
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		588	220	191	-	195	191	(4)	-2.1%	191
Furniture and other office equipment		-	77	72	-	-	25	25	100.0%	72
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		284	1 837	779	-	-	550	550	100.0%	779
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		99	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		301	211	87	-	-	87	87	100.0%	87
Computers - software & programming		301	211	87	-	-	87	87	100.0%	87
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	107 847	122 595	128 595	8 190	79 937	93 561	13 624	14.6%	128 595
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 - M08

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									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	10 000	10 000	-	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	10 000	-	2 173	3 300	1 127	34.2%	10 000
Dams & Reservoirs										
Water purification										
Reticulation			10 000	10 000	-	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	250	242	242	-	(242)	#DIV/0!	250
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	250	242	242	-	(242)	#DIV/0!	250
Agricultural assets		-	-	-	-	-	-	-		-
List sub-class										
Biological assets		-	-	-	-	-	-	-		-
List sub-class										
Intangibles		-	-	-	-	-	-	-		-
Computers - software & programming										
Other										
Total Capital Expenditure on renewal of existing ass	1	-	10 500	10 250	242	2 415	3 300	885	26.8%	10 250

11.2.2 Supporting Table SC13c

NC451 Joe Morolong - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M08 February

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									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		14 389	6 925	5 838	213	3 006	3 590	584	16.3%	5 838
Infrastructure - Road transport		78	205	218	-	365	218	(147)	-67.2%	218
Roads, Pavements & Bridges		78	205	218	-	365	218	(147)	-67.2%	218
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	200	280	-	70	100	30	30.0%	280
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	200	280	-	70	100	30	30.0%	280
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		14 289	6 075	4 955	179	2 230	3 037	807	26.6%	4 955
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		55	600	400	-	95	300	205	68.3%	400
Reticulation		14 234	5 475	4 555	179	2 134	2 737	603	22.0%	4 555
Infrastructure - Sanitation		13	135	80	34	84	80	(4)	-5.5%	80
Reticulation		13	35	55	34	84	55	(29)	-53.5%	55
Sewerage purification		-	100	25	-	-	25	25	100.0%	25
Infrastructure - Other		9	310	305	-	257	155	(102)	-66.0%	305
Waste Management		9	10	5	-	-	5	5	100.0%	5
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	300	300	-	257	150	(107)	-71.6%	300
Community		224	80	40	-	0	35	35	99.2%	40
Parks & gardens		37	-	-	-	-	-	-	-	-
Sportsfields & stadia		36	50	20	-	-	20	20	100.0%	20
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		152	30	20	-	0	15	15	98.1%	20
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	637	57	313	418	105	25.0%	637
General vehicles		506	545	482	32	163	273	110	40.3%	482
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		40	-	-	-	-	-	-	-	-
Computers - hardware/equipment		92	50	10	26	26	10	(16)	-156.3%	10
Furniture and other office equipment		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		262	100	130	-	123	120	(3)	-2.7%	130
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		15 197	30	15	-	1	15	14	91.3%	15
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure		30 710	7 730	6 515	270	3 319	4 043	723	17.9%	6 515
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 February 2015 of 2014/2015FY has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

PRINT NAME: T. M. Bloom

Municipal Manager of JOE MOROLONG LOCAL MUNICIPALITY (NC 451)

Signature: 

Date : 20/03/2015

