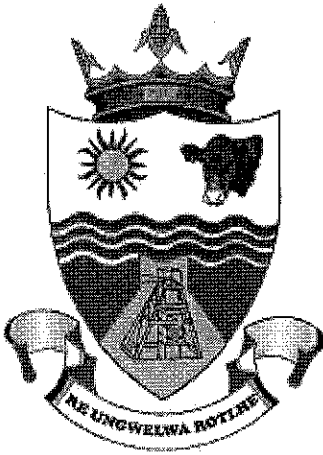


JOE MOROLONG LOCAL MUNICIPALITY



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

October: 2014/15 F.Y

Table of Contents

Content	Page No
Glossary	3
PART 1	
Section 1: Mayor's Report.....	5
Section 2: Council Resolutions	7
Section 3: Executive Summary	7
Section 4: In-Year budget tables	9
PART 2- SUPPORT DOCUMENTATION	
Section 5: Debtors Analysis.....	16
Section 6: Creditors' Analysis	16
Section 7: Investment Portfolio Analysis.....	17
Section 8: Allocation and Grant Receipts and Expenditure.....	18
Section 9: Expenditure on Councillors and Board Members	
Allowance and Employee Benefits.....	20
Section 10: Actual and Revised Targets for Cash Receipts.....	21
Section 11: Capital Programme Performance.....	22
Section 12: Parent Municipality Financial Performance	26
Section 13: Municipal Entity Summary	26
Section 14: In-year Report of Municipal Entities Attached to the Municipality's	
in-year Reports.....	26
Section 15: Other Supporting Documentation.....	26
Section 16: Municipal Manager's Quality Certificate	27

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 October 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	95 948	118 965	123.99%	49.08%
TOTAL OPERATING EXPENDITURE	109 273	31 589	37 929	120.07%	34.71%
TOTAL CAPITAL EXPENDITURE	133 095	43 551	48 900	112.28%	36.74%
SURPLUS/(DEFICIT)	---	20 808	32 136	154.44%	

➤ Revenue

The revenue performance in terms of year-to-date actuals is 124%, this is as a result of two grants received which were projected for November in the budget but when we exclude grants and focus on the municipality's own revenue only the performance is 68%, a 4% increase as compared to the previous month. The revenue that is not performing well is property rates, electricity and rental which are all below 50%. In terms of grants the municipality received R 2.7 million which was

not budgeted for; and this grant is from Kumba Iron Ore for construction of access road (N14 via Khangkhudung to Camden).

➤ **Operating Expenditure**

Current expenditure is 20% or R 6.3 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 and other expenditure, the contracted services has already overspent it year budget. This expenditure item will need to be monitored and reduce the pattern of spending.

➤ **Capital Expenditure**

Current expenditure is 12% or R 5.3 million above the year-to-date budget but 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 32% less than the year-to-date budget and need closing monitoring to improve it, while operating expenditures to date are slightly 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 outcomes for 2013/2014 is not yet available as the municipality is currently under audit. The information under 2013/14 audited outcome is based on the Annual Financial Statements as submitted to Auditor General on the 31st August 2014.

Section 2: Resolutions

IN-YEAR REPORTS 2014/2015- October

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 July 2014.

Section 3: Executive Summary

3.1 Introduction

As already stated in the Mayor's Report that the audited outcomes for 2013/2014 is not yet available as the municipality is currently under audit. The information under 2013/14 audited outcome is based on the Annual Financial Statements as submitted to Auditor General on the 31st August 2014.

3.2 Performance

3.2.1 Against annual budget (original approved and latest adjustments)

Revenue by Source

It is still difficult to measure performance meaningfully. However, the service charges that took place in October is reflected in this report. Year-to-date fixed refuse and sanitation charges equate to 12% below their year-to-date budget, while electricity is 47% less than the target and water is 31% above the year-to-date budgets. Year-to-date revenue 24%, R23 million above year-to-date budget projections for October 2014.

The municipality received R 2.7 million which was not budgeted for; and this grant is from Kumba Iron Ore for construction of access road (N14 via Khangkhudung to Camden).

Operating expenditure by type

Current expenditure is 20% or R 6.3 million, above year-to-date budget projections for October 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 5.3 million or 112% of year-to-date budget which is 12% above the year-to-date target for October 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 30.2 million and it decreased by R 5 million during October resulting in a closing balance of R 30.2 million (R 2.2 million cash and R 28 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 comment for October 2014.

Remedial or Corrective Steps

No remedial or corrective steps are available at this time.

3.3 Conclusion

Performance of revenue by source compared to budget is slowly improving.

Operating expenditure currently reflects a variance of 20% above YTD budget while capital expenditure is 12% above YTD budget which is indicate improvement as compare to previous month.

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 - M04 October

Description	2013/14	Budget Year 2014/15			YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual					
R thousands									
Financial Performance									
Property rates	3 371	9 651	-	150	284	2 398	(2 114)	-88%	9 651
Service charges	12 190	16 093	-	1 381	4 561	5 385	(804)	-15%	16 093
Investment revenue	3 986	-	-	4	21	-	21	#DIV/0!	-
Transfers recognised - operational	84 755	111 580	-	5 000	49 445	47 961	1 484	3%	112 297
Other own revenue	611	839	-	109	603	255	348	137%	839
Total Revenue (excluding capital transfers and contributions)	104 914	138 163	-	6 644	54 914	55 978	(1 065)	-2%	138 881
Employee costs	36 202	45 227	-	3 865	14 216	14 182	35	0%	45 227
Remuneration of Councillors	8 331	8 226	-	674	2 763	2 742	21	1%	8 226
Depreciation & asset impairment	24 307	9 826	-	-	-	-	-	-	9 826
Finance charges	785	884	-	11	49	33	16	47%	884
Materials and bulk purchases	11 018	11 169	-	682	2 751	3 723	(972)	-26%	11 169
Transfers and grants	81 138	2 021	-	276	868	674	194	29%	2 021
Other expenditure	17 592	31 921	-	4 007	17 282	10 236	7 046	69%	32 416
Total Expenditure	179 371	109 273	-	9 515	37 929	31 589	6 340	20%	109 769
Surplus/(Deficit)	(74 458)	28 890	-	(2 871)	16 985	24 389	(7 404)	-30%	29 112
Transfers recognised - capital	101 485	104 205	-	27 696	64 051	39 970	24 081	60%	108 950
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	27 028	133 095	-	24 825	81 036	64 359	16 677	26%	138 062
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	27 028	133 095	-	24 825	81 036	64 359	16 677	26%	138 062
Capital expenditure & funds sources									
Capital expenditure	107 847	133 095	-	23 068	48 900	43 551	5 348	12%	137 463
Capital transfers recognised	103 938	104 205	-	17 692	39 627	39 970	(344)	-1%	105 371
Public contributions & donations	-	-	-	2 696	4 857	-	4 857	#DIV/0!	3 202
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	3 909	28 890	-	2 680	4 416	7 222	(2 806)	-39%	28 890
Total sources of capital funds	107 847	133 095	-	23 068	48 900	47 193	1 707	4%	137 463
Financial position									
Total current assets	104 407	9 458	-	-	156 036	-	-	-	9 458
Total non current assets	1 125	1 017 648	-	-	1 461	-	-	-	1 017 648
	199	-	-	-	576	-	-	-	-
Total current liabilities	128 925	11 190	-	-	28 022	-	-	-	11 190
Total non current liabilities	6 235	4 387	-	-	3 263	-	-	-	4 387
Community wealth/Equity	965 522	1 011 529	-	-	1 586 327	-	-	-	1 011 529
Cash flows									
Net cash from (used) operating	107 400	136 892	-	24 024	89 036	61 123	(27 913)	-46%	141 260
Net cash from (used) investing	(107 092)	(133 073)	-	(23 068)	(61 900)	(44 358)	17 542	-40%	(137 441)
Net cash from (used) financing	785	(784)	-	-	-	-	-	-	(784)
Cash/cash equivalents at the month/year end	3 101	6 048	-	-	30 237	19 779	(10 459)	-53%	6 135
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	6 541	2 742	1 496	895	965	1 860	4 494	105 200	124 192
Creditors Age Analysis									
Total Creditors	140	21	217	-	-	-	-	229	606

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) - M04 October

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
Revenue - Standard									
<i>Governance and administration</i>	81 387	105 857	-	241	40 308	42 373	(2 065)	-5%	105 857
Executive and council	4 581	5 317	-	-	5 347	5 317	30	1%	5 317
Budget and treasury office	76 532	100 285	-	213	34 845	36 971	(2 125)	-6%	100 285
Corporate services	274	256	-	28	116	85	30	35%	256
<i>Community and public safety</i>	608	2 966	-	1	2 152	1 281	870	68%	3 839
Community and social services	608	2 966	-	1	1 279	1 281	(3)	0%	2 966
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	873	-	873	#DIV/0!	873
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	60 565	57 235	-	2 696	25 517	22 882	2 635	12%	63 133
Planning and development	60 565	57 235	-	-	19 619	22 882	(3 263)	-14%	57 235
Road transport	-	-	-	2 696	5 898	-	5 898	#DIV/0!	5 898
Environmental protection	-	-	-	-	-	-	-	-	-
<i>Trading services</i>	63 839	76 310	-	31 402	50 988	29 412	21 577	73%	77 697
Electricity	4 605	7 249	-	348	1 033	2 416	(1 383)	-57%	7 249
Water	56 957	66 636	-	30 957	49 241	26 187	23 054	88%	68 024
Waste water management	1 439	1 510	-	60	454	503	(49)	-10%	1 510
Waste management	836	915	-	38	261	305	(44)	-15%	915
<i>Other</i>	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	206 399	242 368	-	34 340	118 965	95 948	23 017	24%	250 527
Expenditure - Standard									
<i>Governance and administration</i>	112 264	54 818	-	4 827	20 332	14 002	6 330	45%	54 818
Executive and council	17 185	16 106	-	1 386	5 490	5 298	192	4%	16 106
Budget and treasury office	79 953	27 019	-	2 359	10 284	4 918	5 366	109%	27 019
Corporate services	15 125	11 693	-	1 082	4 558	3 785	773	20%	11 693
<i>Community and public safety</i>	12 244	10 528	-	951	3 939	3 370	569	17%	11 255
Community and social services	12 244	10 528	-	914	3 213	3 370	(158)	-5%	10 528
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	38	726	-	726	#DIV/0!	726
Health	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	11 992	8 011	-	887	2 776	2 459	317	13%	8 011
Planning and development	11 992	8 011	-	887	2 776	2 459	317	13%	8 011
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
<i>Trading services</i>	42 871	35 916	-	2 850	10 882	11 758	(876)	-7%	35 916
Electricity	7 002	6 688	-	88	1 730	2 229	(500)	-22%	6 688
Water	35 868	29 228	-	2 762	9 152	9 529	(377)	-4%	29 228
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	179 371	109 273	-	9 515	37 929	31 589	6 340	20%	110 000
Surplus/ (Deficit) for the year	27 028	133 095	-	24 825	81 036	64 359	16 677	26%	140 527

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) - M04 October

Vote Description R thousands	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
Revenue by Vote									
Vote 1 - Executive & Council	4 581	5 317	-	-	5 347	5 317	30	0.6%	5 317
Vote 2 - Budget & Treasury Office	76 532	100 285	-	213	34 845	36 971	(2 125)	-5.7%	100 285
Vote 3 - Corporate Support Service	274	256	-	28	116	85	30	35.4%	256
Vote 4 - Community Service	2 885	5 391	-	98	2 867	2 090	777	37.2%	6 264
Vote 5 - Technical Services	58 069	57 211	-	2 696	25 517	22 874	2 643	11.6%	63 109
Vote 6 - Electricity Services	4 605	7 249	-	348	1 033	2 416	(1 383)	-57.2%	7 249
Vote 7 - Water Services	56 957	66 636	-	30 957	49 241	26 187	23 054	88.0%	68 024
Vote 8 - Development & Town Planning Services	2 496	24	-	-	-	8	(8)	-100.0%	24
Total Revenue by Vote	206 399	242 368	-	34 340	118 965	95 948	23 017	24.0%	250 527
Expenditure by Vote									
Vote 1 - Executive & Council	17 185	16 106	-	1 386	5 490	5 298	192	3.6%	16 106
Vote 2 - Budget & Treasury Office	79 953	27 019	-	2 359	10 284	4 918	5 366	109.1%	27 019
Vote 3 - Corporate Support Service	15 125	11 693	-	1 082	4 558	3 785	773	20.4%	11 693
Vote 4 - Community Service	12 244	10 528	-	951	3 939	3 370	569	16.9%	11 255
Vote 5 - Technical Services	4 214	5 833	-	669	2 106	1 762	344	19.5%	5 833
Vote 6 - Electricity Services	7 002	6 688	-	88	1 730	2 229	(500)	-22.4%	6 688
Vote 7 - Water Services	35 868	29 228	-	2 762	9 152	9 529	(377)	-4.0%	29 228
Vote 8 - Development & Town Planning Services	7 778	2 178	-	218	671	697	(26)	-3.8%	2 178
Total Expenditure by Vote	179 371	109 273	-	9 515	37 929	31 589	6 340	20.1%	110 000
Surplus/ (Deficit) for the year	27 028	133 095	-	24 825	81 036	64 359	16 677	25.9%	140 527

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 October 2014, Executive & Council, Budget & Treasury Office (B.T.O), Corporate Services, Community Services and Technical 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) - M04 October

Description	2013/14	Budget Year 2014/15			YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual					
R thousands									
Revenue By Source									
Property rates	3 371	9 651		150	284	2 398	(2 114)	-88%	9 651
Property rates - penalties & collection charges				-	-	-	-		
Service charges - electricity revenue	4 605	7 249		348	1 033	2 416	(1 383)	-57%	7 249
Service charges - water revenue	5 316	6 419		936	2 813	2 140	673	31%	6 419
Service charges - sanitation revenue	1 430	1 510		60	454	503	(49)	-10%	1 510
Service charges - refuse revenue	838	915		38	261	305	(44)	-15%	915
Service charges - other				-	-	-	-		
Rental of facilities and equipment	100	95		5	22	32	(10)	-32%	95
Interest earned - external investments	3 986			4	21	-	21	#DIV/0!	
Interest earned - outstanding debtors		50			302	17	286	1715%	50
Dividends received									
Fines									
Licences and permits									
Agency services									
Transfers recognised - operational	84 755	111 580		5 000	49 445	47 961	1 484	3%	112 297
Other revenue	512	694		105	279	206	73	35%	694
Gains on disposal of PPE									
Total Revenue (excluding capital transfers and contributions)	104 914	138 163	-	6 644	54 914	55 978	(1 065)	-2%	138 881
Expenditure By Type									
Employee related costs	36 202	45 227		3 885	14 216	14 182	35	0%	45 227
Remuneration of councillors	8 331	8 226		674	2 783	2 742	21	1%	8 226
Debt impairment	(51 827)	1 213		-	-	-	-		1 213
Depreciation & asset impairment	24 307	9 826		-	-	-	-		9 826
Finance charges	785	884		11	49	33	16	47%	884
Bulk purchases	11 018	11 169		682	2 751	3 723	(972)	-26%	11 169
Other materials									
Contracted services		4 636		1 097	6 457	1 545	4 911	318%	4 636
Transfers and grants	81 138	2 021		276	868	674	194	29%	2 021
Other expenditure	69 419	26 071		2 910	10 825	8 690	2 135	25%	26 567
Loss on disposal of PPE									
Total Expenditure	179 371	109 273	-	9 515	37 929	31 589	6 340	20%	109 769
Surplus/(Deficit)	(74 458)	28 890	-	(2 871)	16 985	24 389	(7 404)	(0)	29 112
Transfers recognised - capital	101 485	104 205		27 696	64 051	39 970	24 081	0	108 950
Contributions recognised - capital									
Contributed assets									
Surplus/(Deficit) after capital transfers & contributions	27 028	133 095	-	24 825	81 036	64 359			138 062
Taxation									
Surplus/(Deficit) after taxation	27 028	133 095	-	24 825	81 036	64 359			138 062
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	27 028	133 095	-	24 825	81 036	64 359			138 062
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	27 028	133 095	-	24 825	81 036	64 359			138 062

The year-to-date operating revenue actuals reflects an achievement of 112% of the year-to-date budget.

Current expenditure is 20%, R 6.3 million, above year-to-date budget projections for October 2014. The year-to-date over expenditure are: annual salary increase for employees has been implemented.

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) - M04 October

Vote 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									
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Budget & Treasury Office	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Support Service	-	-	-	-	-	-	-	-	-
Vote 4 - Community Service	12 492	23 559	-	7 220	12 644	7 853	4 791	61%	23 559
Vote 5 - Technical Services	16 297	16 788	-	4 753	12 784	5 596	7 188	128%	16 788
Vote 6 - Electricity Services	-	-	-	-	-	-	-	-	-
Vote 7 - Water Services	19 242	13 859	-	4 004	5 330	4 620	711	15%	13 859
Vote 8 - Development & Town Planning Services	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	48 030	54 205	-	15 977	30 759	18 069	12 690	70%	54 205
Single Year expenditure appropriation									
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	550	(365)	-66%	1 105
Vote 4 - Community Service	2 125	12 533	-	1 244	2 801	3 580	(779)	-22%	12 533
Vote 5 - Technical Services	9 075	2 900	-	4 133	6 294	-	6 294	#DIV/0!	6 102
Vote 6 - Electricity Services	-	-	-	-	-	-	-	-	-
Vote 7 - Water Services	46 895	61 500	-	1 715	8 851	20 500	(11 649)	-57%	62 666
Vote 8 - Development & Town Planning Services	99	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	59 818	78 890	-	7 092	18 141	25 483	(7 342)	-29%	83 258
Total Capital Expenditure	107 847	133 095	-	23 068	48 900	43 551	5 348	12%	137 463
Capital Expenditure - Standard Classification									
Governance and administration	1 624	1 958	-	-	195	1 403	(1 208)	-86%	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	550	(365)	-66%	1 105
Community and public safety	2 125	21 092	-	1 244	2 801	6 433	(3 632)	-56%	21 092
Community and social services	2 125	12 533	-	1 244	2 801	3 580	(779)	-22%	12 533
Sport and recreation	-	8 559	-	-	-	2 853	(2 853)	-100%	8 559
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	25 470	19 688	-	8 885	19 078	5 596	13 482	241%	22 889
Planning and development	160	2 900	-	-	-	-	-	-	2 900
Road transport	25 310	16 788	-	8 885	19 078	5 596	13 482	241%	19 989
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	78 628	90 359	-	12 939	26 826	30 120	(3 294)	-11%	91 525
Electricity	-	-	-	-	-	-	-	-	-
Water	66 137	75 359	-	5 719	14 182	25 120	(10 938)	-44%	76 525
Waste water management	12 492	15 000	-	7 220	12 644	5 000	7 644	153%	15 000
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	107 847	133 095	-	23 068	48 900	43 551	5 348	12%	137 463
Funded by:									
National Government	94 925	104 205	-	17 692	39 627	39 970	(344)	-1%	105 371
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	9 013	-	-	-	-	-	-	-	-
Transfers recognised - capital	103 938	104 205	-	17 692	39 627	39 970	(344)	-1%	105 371
Public contributions & donations	-	-	-	2 696	4 857	-	4 857	#DIV/0!	3 202
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	3 909	28 890	-	2 680	4 416	7 222	(2 806)	-39%	28 890
Total Capital Funding	107 847	133 095	-	23 068	48 900	47 193	1 707	4%	137 463

4.1.6 Table C6: Monthly Budget Statement - Financial Position

NC451 Joe Morolong - Table C6 Monthly Budget Statement - Financial Position - M04 October

Description	Ref	2013/14	Budget Year			
		Audited Outcome	2014/15	Original Budget	Adjusted Budget	YearTD actual
R thousands	1					
ASSETS						
Current assets						
Cash		-	3 013			2 184
Call Investment deposits		7 500	218			28 302
Consumer debtors		93 938	4 727			19 592
Other debtors		1 657				104 600
Current portion of long-term receivables						
Inventory		1 312	1 500			1 358
Total current assets		104 407	9 458	-	156 036	9 458
Non current assets						
Long-term receivables						
Investments						
Investment property			3 085			-
Investments in Associate						
Property, plant and equipment		1 125 177	1 014 183			1 461 576
Agricultural						
Biological assets						
Intangible assets		23	380			-
Other non-current assets						
Total non current assets		1 125 199	1 017 648	-	1 461 576	1 017 648
TOTAL ASSETS		1 229 606	1 027 106	-	1 617 612	1 027 106
LIABILITIES						
Current liabilities						
Bank overdraft		16 300				
Borrowing			784			-
Consumer deposits						
Trade and other payables		111 975	9 760			26 808
Provisions		650	645			1 214
Total current liabilities		128 925	11 190	-	28 022	11 190
Non current liabilities						
Borrowing		2 909	2 836			3 263
Provisions		3 326	1 551			-
Total non current liabilities		6 235	4 387	-	3 263	4 387
TOTAL LIABILITIES		135 160	15 577	-	31 285	15 577
NET ASSETS	2	1 094 446	1 011 529	-	1 586 327	1 011 529
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		27 028	1 011 529			1 586 327
Reserves		938 494				1 011 529
TOTAL COMMUNITY WEALTH/EQUITY	2	965 522	1 011 529	-	1 586 327	1 011 529

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

NC451 Joe Morolong - Table C7 Monthly Budget Statement - Cash Flow - M04 October

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	29 158	25 103		1 636	17 772	7 404	10 368	140%	25 103
Government - operating	84 755	111 580		5 000	49 445	47 961	1 484	3%	112 076
Government - capital	108 519	104 205		27 896	64 051	39 970	24 081	60%	108 573
Interest	577	40		4	32	13	18	138%	40
Dividends	-						-		
Payments									
Suppliers and employees	(114 826)	(103 935)		(10 301)	(42 215)	(34 192)	8 022	-23%	(104 431)
Finance charges	(785)	(100)		(11)	(49)	(33)	16	-47%	(100)
Transfers and Grants							-		
NET CASH FROM/(USED) OPERATING ACTIVITIES	107 400	136 892	-	24 024	89 036	61 123	(27 913)	-46%	141 260
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	756						-		
Decrease (increase) in non-current debtors							-		
Decrease (increase) other non-current receivables							-		
Decrease (increase) in non-current investments							-		
Payments									
Capital assets	(107 847)	(133 073)		(23 068)	(61 900)	(44 358)	17 542	-40%	(137 441)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(107 092)	(133 073)	-	(23 068)	(61 900)	(44 358)	17 542	-40%	(137 441)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans							-		
Borrowing long term/refinancing							-		
Increase (decrease) in consumer deposits							-		
Payments									
Repayment of borrowing	785	(784)		-	-	-	-		(784)
NET CASH FROM/(USED) FINANCING ACTIVITIES	785	(784)	-	-	-	-	-		(784)
NET INCREASE/ (DECREASE) IN CASH HELD	1 092	3 035	-	956	27 137	16 766			3 035
Cash/cash equivalents at beginning:	2 008	3 013			3 101	3 013			3 101
Cash/cash equivalents at month/year end:	3 101	6 048			30 237	19 779			6 135

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 - M04 October

Description	NT Code	Budget Year 2014/15								Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr			
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200	507	604	491	382	230	320	1 451	5 966	9 952	8 349	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	121	274	118	105	139	183	1 072	1 790	3 808	3 293	
Receivables from Non-exchange Transactions - Property Rates	1400	280	261	336	257	267	282	968	794	3 223	2 376	
Receivables from Exchange Transactions - Waste Water Management	1500	123	118	119	83	105	89	460	347	1 447	1 084	
Receivables from Exchange Transactions - Waste Management	1600	81	76	75	69	70	86	311	428	1 164	932	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	
Other	1900	5 446	1 419	357	5	163	950	335	95 936	104 600	97 378	
Total By Income Source	2000	6 541	2 742	1 496	695	965	1 860	4 494	105 200	124 192	113 413	
2013/14 - totals only												
Debtors Age Analysis By Customer Group												
Organs of State	2200	5	14	4	-	0	0	11	(53)	(18)	(41)	
Commercial	2300	669	757	570	476	958	475	2 093	10 234	15 521	13 635	
Households	2400	5 977	1 971	622	416	607	1 385	2 389	95 019	108 689	99 819	
Other	2500	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	6 541	2 742	1 496	695	965	1 860	4 494	105 200	124 192	113 413	

Section 6 – Creditors' analysis

Supporting Table SC4

NC451 Joe Morolong - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

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 1Year		
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	136	3	217	-	-	-	-	228	584	1
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	4	18	-	-	-	-	-	1	22	2
Total By Customer Type	1000	140	21	217	-	-	-	-	229	606	3

Section 7 – Investment portfolio analysis

Supporting Table SC5

NC451 Joe Morolong - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October

Investments by maturity Name of Institution & investment ID R thousands	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		236	-	237
ABSA Bank-2073969801	Fixed Deposit	Fixed deposit		0		30	-	30
Standard Bank-548529973-003	Call Account	Money Market	Call Deposit	0		70	-	70
ABSA-9297200038	Depositor Plus	Depositor Plus	Depositor Plus	9		10 215	(10 000)	224
FNB-74487006569	Notice	Notice Account	Notice	40		12 634	-	12 674
FNB-62247117709				0		28	-	28
Nedbank-37881112840	Fixed deposit	Fixed deposit	Fixed deposit	38			15 000	15 038
Municipality sub-total				89		23 214	5 000	28 302
Entities								
Entities sub-total				-		-	-	-
TOTAL INVESTMENTS AND INTEREST				89		23 214	5 000	28 302

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 - M04 October

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:	81 274	107 758	-	5 000	47 727	43 123	(389)	-0.9%	107 758
Local Government Equitable Share	71 227	83 255			36 913	37 302	(389)	-1.0%	93 255
Water Services Operating Subsidy	8 000	10 000		5 000	7 500	2 500			10 000
Finance Management	155	1 600			1 600	1 600			1 600
Municipal Systems Improvement	892	934			934	934			934
EPWP Incentive	1 000	1 969			780	787			1 969
Other transfers and grants [Insert description]							-		
Provincial Government:	2 086	969	-	-	1 357	485	(1)	-0.1%	1 842
Sport and Recreation	690	969			484	485	(1)	-0.1%	969
Housing					873				873
EPWP	1 496								
District Municipality:	-	-	-	-	-	-	-		-
[Insert description]									
Other grant providers:	-	-	-	-	-	-	-		-
[Insert description]									
Total Operating Transfers and Grants	83 360	108 727	-	5 000	49 084	43 608	(390)	-0.9%	109 600
Capital Transfers and Grants									
National Government:	105 725	107 058	-	25 000	58 507	44 323	12 796	28.9%	108 446
Municipal Infrastructure Grant (MIG)	55 253	57 058			19 619	22 823	(3 204)	-14.0%	57 058
Regional Bulk Infrastructure	43 436				1 388				1 388
Municipal Water Infrastructure Grant	7 036	50 000		25 000	37 500	21 500	16 000	74.4%	50 000
Provincial Government:	-	-	-	-	-	-	-		-
[Insert description]									
District Municipality:	-	-	-	-	-	-	-		-
[Insert description]									
Other grant providers:	2 796	-	-	2 696	5 898	-	5 898	#DIV/0!	5 898
ACIP Sanitation	2 796								
Kumba Iron Ore (Access Road)				2 696	5 898				5 898
Total Capital Transfers and Grants	108 521	107 058	-	27 696	64 404	44 323	18 694	42.2%	114 343
TOTAL RECEIPTS OF TRANSFERS & GRANTS	191 881	215 785	-	32 696	113 488	87 931	18 304	20.8%	223 943

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 2.7 million which was not budgeted for; and this grant is from Kumba Iron Ore for construction of access road (N14 via Khangkhudung to Camden).

8.2 Supporting Table SC7 (1) – Grant expenditure

NC451 Joe Morolong - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

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:	81 274	107 758	-	8 539	32 929	35 919	(2 991)	-8.3%	107 758
Local Government Equitable Share	71 227	93 255	-	7 771	31 085	31 085	-		93 255
Water Services Operating Subsidy	8 000	10 000	-	648	1 102	3 333	(2 232)	-66.9%	10 000
Finance Management	155	1 600	-	100	723	533	189	35.5%	1 600
Municipal Systems Improvement	892	934	-	19	19	311	(292)	-93.8%	934
EPWP Incentive	1 000	1 969	-	-	-	656	(656)	-100.0%	1 969
Other transfers and grants [insert description]	-	-	-	-	-	-	-		-
Provincial Government:	2 086	969	-	91	966	294	673	228.8%	1 695
Sport and Recreation	590	969	-	54	240	294	(54)	-18.4%	969
Housing	-	-	-	38	726	-	726	#DIV/0!	726
EPWP	1 496	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	83 360	108 727	-	8 630	33 895	36 213	(2 318)	-6.4%	109 453
Capital expenditure of Transfers and Grants									
National Government:	105 725	107 058	-	17 226	39 510	35 686	3 824	10.7%	108 446
Municipal Infrastructure Grant (MIG)	55 253	57 058	-	16 158	31 760	19 019	12 741	67.0%	57 058
Regional Bulk Infrastructure	43 436	-	-	221	1 388	-	1 388	#DIV/0!	1 388
Municipal Water Infrastructure Grant	7 036	50 000	-	846	6 362	16 667	(10 305)	-61.8%	50 000
Provincial Government:	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
Other grant providers:	2 796	-	-	2 696	4 857	-	4 857	#DIV/0!	4 857
ACIP Sanitation	2 796	-	-	2 696	4 857	-	4 857	#DIV/0!	4 857
Kumba Iron Ore (Access Road)	-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	108 521	107 058	-	19 922	44 367	35 686	8 681	24.3%	113 303
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	191 881	215 785	-	28 552	78 262	71 899	6 363	8.8%	222 756

Municipal System Improvement Grant expenditure is below the target as the reviewed ward committee policy is to be adopted by council in November 2014, and their training will also be done the same month. The development of by-laws is progressing well and gazetting will be done after consultation is completed.

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 as the municipality have just finished the business plans and they will be submitted to MIG office for approval by October 2014.

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 - M04 October

Summary of Employee and Councillor remuneration	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	A	B	C						D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	5 223	4 648		453	1 879	1 549	329	21%	4 648
Pension and UIF Contributions	827	820		-	-	273	(273)	-100%	820
Medical Aid Contributions									
Motor Vehicle Allowance	1 928	2 056		171	682	685	(3)	0%	2 056
Cellphone Allowance	353	701		50	202	234	(32)	-14%	701
Housing Allowances									
Other benefits and allowances									
Sub Total - Councillors	8 331	8 226	-	674	2 763	2 742	21	1%	8 226
% increase		-1.3%							-1.3%
Senior Managers of the Municipality									
Basic Salaries and Wages	2 900	2 904		287	903	968	(65)	-7%	2 904
Pension and UIF Contributions	-	564		30	129	188	(58)	-31%	564
Medical Aid Contributions	-	43		9	36	14	22	153%	43
Overtime	-								
Performance Bonus	-								
Motor Vehicle Allowance	1 522	1 552		123	486	517	(32)	-6%	1 552
Cellphone Allowance	61	91		2	10	30	(21)	-68%	91
Housing Allowances	-	436		45	177	145	32	22%	436
Other benefits and allowances	414	0		0	11	0	11	6693%	0
Payments in lieu of leave	-								
Long service awards	-								
Post-retirement benefit obligations	-								
Sub Total - Senior Managers of Municipality	4 897	5 590	-	495	1 753	1 863	(111)	-6%	5 590
% increase		14.2%							14.2%
Other Municipal Staff									
Basic Salaries and Wages	17 794	25 429		2 050	7 580	8 476	(896)	-11%	25 429
Pension and UIF Contributions	3 705	5 184		331	1 315	1 728	(413)	-24%	5 184
Medical Aid Contributions	2 170	2 323		212	822	774	48	6%	2 323
Overtime	1 513	1 102		181	593	367	226	61%	1 102
Performance Bonus	1 679	2 526		-	6	-	6	#DIV/0!	2 526
Motor Vehicle Allowance	3 587	1 692		381	1 381	564	817	145%	1 692
Cellphone Allowance	434	410		41	163	137	26	19%	410
Housing Allowances	-	585		137	464	195	269	138%	585
Other benefits and allowances	631	316		36	136	105	30	29%	316
Payments in lieu of leave	-	70							70
Long service awards	-								
Post-retirement benefit obligations	-								
Sub Total - Other Municipal Staff	31 512	39 637	-	3 370	12 459	12 347	112	1%	39 637
% increase		25.8%							25.8%
Total Parent Municipality	44 739	53 453	-	4 539	16 974	16 952	22	0%	53 453
		19.5%							19.5%
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Post-retirement benefit obligations	-								
Sub Total - Board Members of Entities	-	-	-	-	-	-	-		-
% increase									
Senior Managers of Entities									
Sub Total - Senior Managers of Entities	-	-	-	-	-	-	-		-
% increase									
Other Staff of Entities									
Sub Total - Other Staff of Entities	-	-	-	-	-	-	-		-
% increase									
Total Municipal Entities	-	-	-	-	-	-	-		-
TOTAL SALARY, ALLOWANCES & BENEFITS	44 739	53 453	-	4 539	16 974	16 952	22	0%	53 453
% increase		19.5%							19.5%
TOTAL MANAGERS AND STAFF	36 408	45 227	-	3 865	14 211	14 210	1	0%	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 - M04 October

R thousands	Description	Ref	Budget Year 2014/15												2014/15 Medium Term Revenue & Expenditure Framework			
			July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	Jan Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
	Cash Receipts By Source	1																
	Property rates - penalties & collection charges		136	134	134	150												
	Service charges - electricity revenue		317	303	556	340												
	Service charges - water revenue		4	105	106	60												
	Service charges - sanitation revenue		5	63	36	38												
	Service charges - refuse		6	5	6	2												
	Rental of facilities and equipment		1	5	7	4												
	Interest earned - external investments				11													
	Dividends received																	
	Fines																	
	Licences and permits																	
	Agency services																	
	Transfer receipts - operating		41 518	2 550	377													
	Other revenue		10	16	12 225	104												
	Cash Receipts by Source		42 211	4 150	14 248	1 640												
	Other Cash Flows by Source																	
	Transfer receipts - capital		32 607	3 527	221	32 695												
	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												
	Cash Payments by Type																	
	Employee related costs		3 373	3 384	3 594	3 465												
	Remuneration of councillors		742	674	674	674												
	Interest paid		17	10	11	11												
	Bulk purchases - Electricity		30	821	791	18												
	Bulk purchases - Water & Sewer			427		665												
	Other materials																	
	Contracted services		623	1 256	3 839	1 097												
	Grants and subsidies paid - other municipalities																	
	Grants and subsidies paid - other		256		336	276												
	General expenses		3 684	5 128	2 036	3 707												
	Cash Payments by Type		8 725	11 700	12 081	10 312												
	Other Cash Flows/Payments by Type																	
	Capital assets		16 536	13 905	8 339	23 068												
	Repayment of borrowing																	
	Other Cash Flows/Payments		-2 500		(10 000)	5 000												
	Total Cash Payments by Type		57 811	25 606	10 420	38 380												
	NET INCREASE/(DECREASE) IN CASH HELD		17 007	(17 929)	4 050	(4 044)												
	Cash/cash equivalents at the month/year beginning:		3 101	20 107	2 178	6 227												
	Cash/cash equivalents at the month/year end:		20 107	2 178	6 227	2 184												

Section 11 – Capital programme performance

11.1 Supporting Table SC12

NC451 Joe Morolong - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M04 October

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		23 088	48 900	43 551	(5 348)	-12.3%	37%
November	18 255	14 118				57 670	-		
December	4 008	11 163				68 833	-		
January	9 336	11 991				80 824	-		
February	1 769	11 137				91 961	-		
March	11 842	11 137				103 098	-		
April	10 978	9 970				113 069	-		
May	5 701	9 970				123 039	-		
June	2 699	10 088				133 095	-		
Total Capital expenditure	107 847	133 095	-	48 900					

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

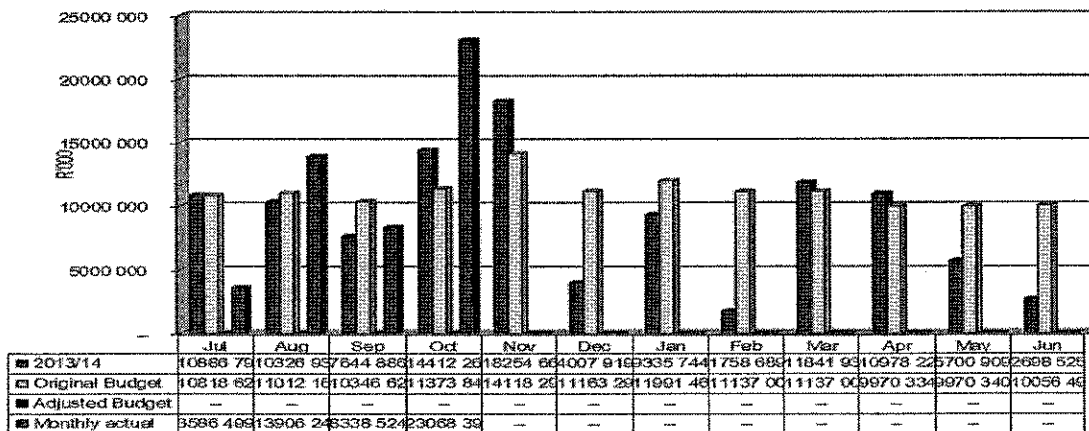
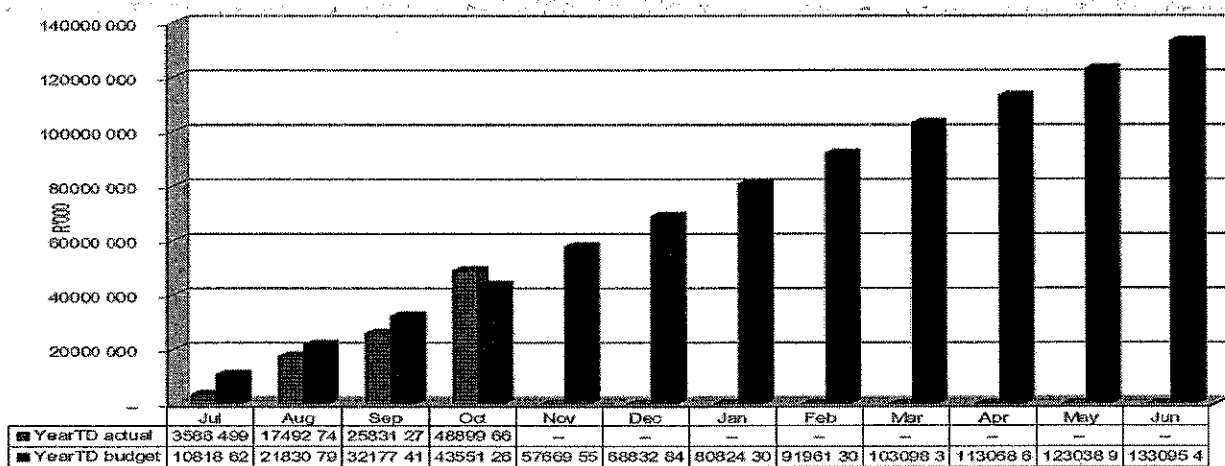


Chart C2 2014/15 Capital Expenditure: YTD actual v YTD target



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 - M04 October

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	-	21 177	44 802	32 757	(12 045)	-36.8%	100 014
Infrastructure - Road transport		25 310	16 788	-	8 885	19 078	5 596	(13 482)	-240.9%	19 989
Roads, Pavements & Bridges		25 310	16 788	-	8 885	19 078	5 596	(13 482)	-240.9%	19 989
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		66 137	63 859	-	5 071	13 080	22 161	9 081	41.0%	65 025
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		66 137	63 859	-	5 071	13 080	22 161	9 081	41.0%	65 025
Infrastructure - Sanitation		12 492	15 000	-	7 220	12 644	5 000	(7 644)	-152.9%	15 000
Reticulation		12 492	15 000	-	7 220	12 644	5 000	(7 644)	-152.9%	15 000
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		2 016	18 354	-	1 244	2 801	6 887	4 088	59.3%	18 354
Parks & gardens		-	8 559	-	-	-	2 853	2 853	100.0%	8 559
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		919	7 000	-	1 244	2 794	3 005	211	7.0%	7 000
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	100	-	-	-	-	-	-	100
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		1 097	2 696	-	-	7	1 028	1 022	99.3%	2 696
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		1 592	8 384	-	-	195	1 197	1 002	63.7%	8 384
General vehicles		621	6 250	-	-	-	600	600	100.0%	6 250
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		588	220	-	-	195	22	(173)	-786.3%	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	122 595	-	22 420	47 798	41 051	(6 747)	-16.4%	126 963
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 - M04

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 renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	10 000	-	648	1 102	2 500	1 398	55.9%	10 000
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges		-	-	-	-	-	-	-	-	-
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	10 000	-	648	1 102	2 500	1 398	55.9%	10 000
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	10 000	-	648	1 102	2 500	1 398	55.9%	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	-	648	1 102	2 500	1 398	55.9%	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 - M04 October

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	-	308	1 354	2 308	954	41.3%	6 925
Infrastructure - Road transport		78	205	-	212	212	68	(143)	-210.0%	205
Roads, Pavements & Bridges		78	205	-	212	212	68	(143)	-210.0%	205
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	200	-	70	70	67	(3)	-5.0%	200
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	200	-	70	70	67	(3)	-5.0%	200
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		14 289	6 075	-	26	1 072	2 025	952	47.0%	6 075
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		65	600	-	28	51	200	149	74.5%	600
Reticulation		14 234	5 475	-	-	1 021	1 825	803	44.0%	5 475
Infrastructure - Sanitation		13	135	-	-	-	45	45	100.0%	135
Reticulation		13	35	-	-	-	12	12	100.0%	35
Sewerage purification		-	100	-	-	-	33	33	100.0%	100
Infrastructure - Other		9	310	-	-	-	103	103	100.0%	310
Waste Management		9	10	-	-	-	3	3	100.0%	10
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	300	-	-	-	100	100	100.0%	300
Community		224	80	-	0	0	27	26	99.4%	80
Parks & gardens		37	-	-	-	-	-	-	-	-
Sportsfields & stadia		36	50	-	-	-	17	17	100.0%	50
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		152	30	-	0	0	10	10	98.3%	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		18 097	725	-	38	212	242	29	12.1%	725
General vehicles		506	546	-	38	89	182	92	60.8%	545
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		40	-	-	-	-	-	-	-	-
Computers - hardware/equipment		92	50	-	-	-	17	17	100.0%	50
Furniture and other office equipment		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		262	100	-	0	123	33	(90)	-269.1%	100
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		15 197	30	-	-	-	10	10	100.0%	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	-	347	1 567	2 576	1 010	39.2%	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.

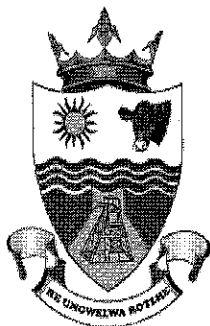
Section 15 – Other supporting documentation

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

PRINT NAME: Tshepo Macdonald Bloom

Municipal Manager of JOE MOROLONG LOCAL MUNICIPALITY (NC 451)

Signature: Tshepo Macdonald Bloom

Date : 14/11/2014