

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

January: 2014/15 F.Y

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Glossary

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

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

AFS- Annual Financial Statements

Budget – The financial plan of the Municipality

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

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

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

CFO - Chief Financial Officer

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

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

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

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

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

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

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

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

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

NT – National Treasury

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

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

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

SCM – Supply Chain Management

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

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

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

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

PART 1

Section 1: Mayor's Report

Purpose

The purpose of this report is to submit to the Council the Monthly Budget Statement and the implementation of 2014/15 Budget of Joe Morolong Local Municipality for the period ending 31st January 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	197 551	195 941	99.18%	77.47%
TOTAL OPERATING EXPENDITURE	114 065	64 974	64 911	99.90%	56.91%
TOTAL CAPITAL EXPENDITURE	138 845	84 839	73 920	87.13%	53.24%
SURPLUS/(DEFICIT)	-	47 738	57 110		

➤ Revenue

The revenue performance in terms of year-to-date actuals is 99%, but when we exclude grants and focus on the municipality's own revenue only the performance is 240%, a 138% increase as compared to the previous month. The reason is as result rates levy run that we projected to be in February and revised budget which was adopted by council on the 29th January 2015.

➤ **Operating Expenditure**

Current expenditure is almost at 100% of the year-to-date budget, and only other expenditure indicated over expenditure of 4%. This expenditure item will continue to be monitored in order to avoid unauthorised expenditure

➤ **Capital Expenditure**

Current expenditure is 87% or R 10.9 million below the year-to-date budget, the expenditure under water, sanitation, and cemeteries and 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.

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- January

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 January 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)

Revenue by Source

The annual billing for rates and fixed service charges took place in January and are reflected in this report. Year-to-date electricity is 11% less than the target. Year-to-date revenue 1%, R 1.6 million below year-to-date budgeted projections for January 2015.

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 this two grants.

Operating expenditure by type

Current expenditure is almost at 100% of the year-to-date budget, and only other expenditure indicated over expenditure of 4% 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 73.9 million or 87% of year-to-date budget which is 13% below the year-to-date target for January 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 46.1 million and it decreased by R 15.5 million during January resulting in a closing balance of R 30.6 million (R 22.2 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 January 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 no variance of YTD budget while capital expenditure is 13% 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 - M07 January

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	3 371	9 651	6 303	10 065	10 489	424	10 065	2373%	6 303
Service charges	12 505	16 093	15 025	3 841	10 224	7 646	2 577	34%	15 025
Investment revenue	260	-	92	252	298	54	244	454%	92
Transfers recognised - operational	74 257	111 580	113 634	59	82 360	84 802	(2 442)	-3%	113 634
Other own revenue	4 849	839	1 460	138	1 227	1 149	78	7%	1 460
Total Revenue (excluding capital transfers and contributions)	95 241	138 163	136 514	14 353	104 597	94 075	10 522	11%	136 514
Employee costs	37 025	45 227	44 715	3 556	26 890	26 898	(7)	-0%	44 715
Remuneration of Councillors	7 504	8 226	8 247	682	4 801	4 807	(6)	-0%	8 247
Depreciation & asset impairment	24 326	9 826	7 717	-	-	-	-	-	7 717
Finance charges	232	884	899	11	478	474	4	1%	899
Materials and bulk purchases	11 018	11 169	9 469	379	4 015	4 648	(633)	-14%	9 469
Transfers and grants	13 705	2 021	2 471	-	1 409	1 586	(177)	-11%	2 471
Other expenditure	63 858	31 921	40 548	3 521	27 318	26 562	756	3%	40 548
Total Expenditure	157 668	109 273	114 065	8 150	64 911	64 974	(63)	-0%	114 065
Surplus/(Deficit)	(62 426)	28 890	22 448	6 203	39 686	29 101	10 585	36%	22 448
Transfers recognised - capital	127 472	104 205	116 396	-	90 976	103 476	(12 500)	-12%	116 396
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	65 046	133 095	138 845	6 203	130 662	132 577	(1 915)	-1%	138 845
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	65 046	133 095	138 845	6 203	130 662	132 577	(1 915)	-1%	138 845
Capital expenditure & funds sources									
Capital expenditure	107 847	133 095	138 845	1 484	73 920	84 839	(10 919)	-13%	138 845
Capital transfers recognised	103 938	104 205	108 236	1 484	60 284	77 441	(17 156)	-22%	108 236
Public contributions & donations	-	-	8 160	-	7 134	-	7 134	#DIV/0!	8 160
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	3 909	28 890	22 448	-	6 501	7 398	(897)	-12%	22 448
Total sources of capital funds	107 847	133 095	138 845	1 484	73 920	84 839	(10 919)	-13%	138 845
Financial position									
Total current assets	47 757	9 458	25 576	-	156 755	-	-	-	25 576
Total non current assets	1 159 368	1 017 648	1 168 019	-	1 485 995	-	-	-	1 168 019
Total current liabilities	52 311	11 190	13 606	-	32 239	-	-	-	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	-	1 607 640	-	-	-	1 176 138
Cash flows									
Net cash from (used) operating	149 643	136 892	150 879	(8 968)	117 400	136 556	19 157	14%	150 879
Net cash from (used) investing	(131 146)	(133 073)	(138 845)	(1 484)	(89 540)	(95 339)	(5 799)	6%	(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	-	30 567	43 925	13 358	30%	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	5 662	1 358	1 047	1 289	1 295	1 322	6 098	106 015	124 086
Creditors Age Analysis									
Total Creditors	121	17	1	-	-	-	-	-	139

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) - M07 January

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		82 034	105 857	103 212	10 395	82 756	71 962	10 794	15%	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	10 332	77 052	66 303	10 749	16%	97 460
Corporate services		146	256	306	64	258	213	45	21%	306
<i>Community and public safety</i>		608	2 966	5 021	61	3 989	3 928	61	2%	5 021
Community and social services		608	2 966	2 966	2	1 876	1 873	2	0%	2 966
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		–	–	–	–	–	–	–	–	–
Housing		–	–	2 054	59	2 113	2 054	59	3%	2 054
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		66 204	57 235	65 394	–	49 798	49 798	–	–	65 394
Planning and development		66 204	57 235	57 235	–	41 638	41 638	–	–	57 235
Road transport		–	–	8 160	–	8 160	8 160	–	–	8 160
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		73 868	76 310	79 283	3 897	59 399	71 864	(12 465)	-17%	79 283
Electricity		4 914	7 249	5 855	274	2 085	2 337	(252)	-11%	5 855
Water		66 677	66 636	71 004	3 396	56 051	68 260	(12 209)	-18%	71 004
Waste water management		1 439	1 510	1 510	142	758	765	(7)	-1%	1 510
Waste management		838	915	915	85	505	503	2	0%	915
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Revenue - Standard	2	222 714	242 368	252 910	14 353	195 941	197 551	(1 610)	-1%	252 910
Expenditure - Standard										
<i>Governance and administration</i>		80 554	54 818	57 678	3 413	32 291	32 223	67	0%	57 678
Executive and council		17 185	16 106	16 672	1 189	9 709	9 878	(170)	-2%	16 672
Budget and treasury office		41 299	27 019	29 746	998	14 837	15 036	(199)	-1%	29 746
Corporate services		22 070	11 693	11 259	1 226	7 745	7 309	436	6%	11 259
<i>Community and public safety</i>		10 276	10 528	12 643	1 383	8 579	8 104	475	6%	12 643
Community and social services		5 643	10 528	10 588	1 049	6 624	6 050	574	9%	10 588
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		–	–	–	–	–	–	–	–	–
Housing		4 634	–	2 054	333	1 955	2 054	(99)	-5%	2 054
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		13 759	8 011	7 962	642	4 840	4 805	35	1%	7 962
Planning and development		13 759	8 011	7 962	642	4 840	4 805	35	1%	7 962
Road transport		–	–	–	–	–	–	–	–	–
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		53 079	35 916	35 782	2 712	19 360	19 842	(482)	-2%	35 782
Electricity		7 002	6 688	5 268	17	2 379	2 797	(418)	-15%	5 268
Water		46 077	29 228	30 514	2 695	16 981	17 045	(64)	0%	30 514
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		–	–	–	–	–	–	–	–	–
<i>Other</i>		–	–	–	–	–	–	–	–	–
Total Expenditure - Standard	3	157 668	109 273	114 065	8 150	65 070	64 974	96	0%	114 065
Surplus/ (Deficit) for the year		65 046	133 095	138 845	6 203	130 871	132 577	(1 706)	-1%	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) - M07 January

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	10 332	77 052	66 303	10 749	16.2%	97 460
Vote 3 - Corporate Support Service		146	256	306	64	258	213	45	21.1%	306
Vote 4 - Community Service		2 884	5 391	7 445	288	5 252	5 195	57	1.1%	7 445
Vote 5 - Technical Services		63 708	57 211	65 370	–	49 798	49 798	–		65 370
Vote 6 - Electricity Services		4 914	7 249	5 855	274	2 085	2 337	(252)	-10.8%	5 855
Vote 7 - Water Services		66 677	66 636	71 004	3 396	56 051	68 260	(12 209)	-17.9%	71 004
Vote 8 - Development & Town Planning Services		2 496	24	24	–	–	–	–		24
Total Revenue by Vote	2	222 714	242 368	252 910	14 353	195 941	197 551	(1 610)	-0.8%	252 910
Expenditure by Vote	1									
Vote 1 - Executive & Council		17 185	16 106	16 672	1 189	9 709	9 878	(170)	-1.7%	16 672
Vote 2 - Budget & Treasury Office		41 299	27 019	29 746	998	14 837	15 036	(199)	-1.3%	29 746
Vote 3 - Corporate Support Service		22 070	11 693	11 259	1 226	7 745	7 309	436	6.0%	11 259
Vote 4 - Community Service		10 276	10 528	12 643	1 383	8 579	8 104	475	5.9%	12 643
Vote 5 - Technical Services		3 847	5 833	5 936	503	3 662	3 603	60	1.7%	5 936
Vote 6 - Electricity Services		7 002	6 688	5 268	17	2 379	2 797	(418)	-14.9%	5 268
Vote 7 - Water Services		46 077	29 228	30 514	2 695	16 981	17 045	(64)	-0.4%	30 514
Vote 8 - Development & Town Planning Services		9 912	2 178	2 026	140	1 178	1 203	(25)	-2.1%	2 026
Total Expenditure by Vote	2	157 668	109 273	114 065	8 150	65 070	64 974	96	0.1%	114 065
Surplus/ (Deficit) for the year	2	65 046	133 095	138 845	6 203	130 871	132 577	(1 706)	-1.3%	138 845

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 reflects 100% achievement of the 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) - M07 January

Description	Ref	2013/14	Budget Year 2014/15				YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual				
R thousands										
Revenue By Source										
Property rates		3 371	9 651	6 303	10 065	10 489	424	10 065	2373%	6 303
Property rates - penalties & collection charges				–	–	–	–	–		–
Service charges - electricity revenue		4 914	7 249	5 855	274	2 085	2 337	(252)	-11%	5 855
Service charges - water revenue		5 315	6 419	6 746	3 340	6 876	4 042	2 833	70%	6 746
Service charges - sanitation revenue		1 439	1 510	1 510	142	758	765	(7)	-1%	1 510
Service charges - refuse revenue		838	915	915	85	505	503	2	0%	915
Service charges - other				–	–	–	–	–		–
Rental of facilities and equipment		100	95	95	9	42	41	1	3%	95
Interest earned - external investments		260		92	252	298	54	244	454%	92
Interest earned - outstanding debtors		3 727	50	352	–	302	311	(8)	-3%	352
Dividends received				–	–	–	–	–		–
Fines				–	–	–	–	–		–
Licences and permits				–	–	–	–	–		–
Agency services				–	–	–	–	–		–
Transfers recognised - operational		74 257	111 580	113 634	59	82 360	84 802	(2 442)	-3%	113 634
Other revenue		1 022	694	1 012	128	882	797	85	11%	1 012
Gains on disposal of PPE				–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		95 241	138 163	136 514	14 353	104 597	94 075	10 522	11%	136 514
Expenditure By Type										
Employee related costs		37 025	45 227	44 715	3 556	26 890	26 898	(7)	0%	44 715
Remuneration of councillors		7 504	8 226	8 247	682	4 801	4 807	(6)	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	11	478	474	4	1%	899
Bulk purchases		11 018	11 169	9 469	379	4 015	4 648	(633)	-14%	9 469
Other materials		–	–	–	–	–	–	–		–
Contracted services		168	4 636	8 700	411	8 260	8 158	102	1%	8 700
Transfers and grants		13 705	2 021	2 471	–	1 409	1 586	(177)	-11%	2 471
Other expenditure		61 354	26 071	30 635	3 111	19 058	18 404	653	4%	30 635
Loss on disposal of PPE				–	–	–	–	–		–
Total Expenditure		157 668	109 273	114 065	8 150	64 911	64 974	(63)	0%	114 065
Surplus/(Deficit)		(62 426)	28 890	22 448	6 203	39 686	29 101	10 585	0	22 448
Transfers recognised - capital		127 472	104 205	116 396	–	90 976	103 476	(12 500)	(0)	116 396
Contributions recognised - capital				–	–	–	–	–		–
Contributed assets				–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		65 046	133 095	138 845	6 203	130 662	132 577			138 845
Taxation				–	–	–	–	–		–
Surplus/(Deficit) after taxation		65 046	133 095	138 845	6 203	130 662	132 577			138 845
Attributable to minorities				–	–	–	–	–		–
Surplus/(Deficit) attributable to municipality		65 046	133 095	138 845	6 203	130 662	132 577			138 845
Share of surplus/ (deficit) of associate				–	–	–	–	–		–
Surplus/ (Deficit) for the year		65 046	133 095	138 845	6 203	130 662	132 577			138 845

The year-to-date operating revenue actuals reflects an achievement of 111% of the year-to-date budget, a 11% above the target.

Current expenditure is almost 100%, of year-to-date budget projections for January 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) - M07 January

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	-	16 983	18 247	(1 264)	-7%	19 247
Vote 5 - Technical Services		16 297	16 788	20 099	-	16 790	16 900	(110)	-1%	20 099
Vote 6 - Electricity Services		-	-	-	-	-	-	-	-	-
Vote 7 - Water Services		19 242	13 859	14 859	-	10 800	11 819	(1 019)	-9%	14 859
Vote 8 - Development & Town Planning Services		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	48 030	54 205	54 205	-	44 573	46 965	(2 393)	-5%	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	-	185	185	-	-	872
Vote 4 - Community Service		2 125	12 533	10 556	-	4 886	5 831	(945)	-16%	10 556
Vote 5 - Technical Services		9 075	2 900	8 560	1 484	8 618	8 136	483	6%	8 560
Vote 6 - Electricity Services		-	-	-	-	-	-	-	-	-
Vote 7 - Water Services		46 895	61 500	64 031	-	15 648	23 712	(8 064)	-34%	64 031
Vote 8 - Development & Town Planning Services		99	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	59 818	78 890	84 640	1 484	29 347	37 873	(8 526)	-23%	84 640
Total Capital Expenditure		107 847	133 095	138 845	1 484	73 920	84 839	(10 919)	-13%	138 845
Capital Expenditure - Standard Classification										
Governance and administration		1 624	1 958	1 492	-	195	195	-	-	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	-	185	185	-	-	872
Community and public safety		2 125	21 092	10 556	-	4 886	5 831	(945)	-16%	10 556
Community and social services		2 125	12 533	10 556	-	4 886	5 831	(945)	-16%	10 556
Sport and recreation		-	8 559	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		25 470	19 688	28 659	1 484	25 408	25 035	373	1%	28 659
Planning and development		160	2 900	400	-	-	-	-	-	400
Road transport		25 310	16 788	28 259	1 484	25 408	25 035	373	1%	28 259
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		78 628	90 359	98 137	-	43 431	53 778	(10 346)	-19%	98 137
Electricity		-	-	-	-	-	-	-	-	-
Water		66 137	75 359	78 890	-	26 448	35 530	(9 083)	-26%	78 890
Waste water management		12 492	15 000	19 247	-	16 983	18 247	(1 264)	-7%	19 247
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	107 847	133 095	138 845	1 484	73 920	84 839	(10 919)	-13%	138 845
Funded by:										
National Government		94 925	104 205	108 236	1 484	60 284	77 441	(17 156)	-22%	108 236
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		9 013	-	-	-	-	-	-	-	-
Transfers recognised - capital		103 938	104 205	108 236	1 484	60 284	77 441	(17 156)	-22%	108 236
Public contributions & donations	5			8 160	-	7 134	-	7 134	#DIV/0!	8 160
Borrowing	6			-	-	-	-	-	-	-
Internally generated funds		3 909	28 890	22 448	-	6 501	7 398	(897)	-12%	22 448
Total Capital Funding		107 847	133 095	138 845	1 484	73 920	84 839	(10 919)	-13%	138 845

4.1.6 Table C6: Monthly Budget Statement - Financial Position

NC451 Joe Morolong - Table C6 Monthly Budget Statement - Financial Position - M07 January

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	22 160	14 349
Call investment deposits		17 475	218	5 000	8 407	5 000
Consumer debtors		23 976	4 727	4 727	30 906	4 727
Other debtors		1 245			93 180	
Current portion of long-term receivables						
Inventory		1 962	1 500	1 500	2 102	1 500
Total current assets		47 757	9 458	25 576	156 755	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	1 485 995	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	1 485 995	1 168 019
TOTAL ASSETS		1 207 125	1 027 106	1 193 595	1 642 750	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	30 633	12 177
Provisions		693	645	645	1 214	645
Total current liabilities		52 311	11 190	13 606	32 239	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	35 110	17 457
NET ASSETS	2	1 150 620	1 011 529	1 176 138	1 607 640	1 176 138
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1 150 620	1 011 529	1 176 138	1 607 640	1 176 138
Reserves		–				
TOTAL COMMUNITY WEALTH/EQUITY	2	1 150 620	1 011 529	1 176 138	1 607 640	1 176 138

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

NC451 Joe Morolong - Table C7 Monthly Budget Statement - Cash Flow - M07 January

Description	Ref	2013/14	Budget Year 2014/15		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget						
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		52 184	25 103	31 650	2 103	19 326	20 562	(1 237)	-6%	31 650
Government - operating		74 257	111 580	110 781	59	77 301	79 802	(2 501)	-3%	110 781
Government - capital		127 487	104 205	119 249	-	95 976	108 476	(12 500)	-12%	119 249
Interest		260	40	269	252	57	93	(37)	-39%	269
Dividends		-		-				-		
Payments										
Suppliers and employees		(104 313)	(103 935)	(108 935)	(11 370)	(73 765)	(70 710)	3 055	-4%	(108 935)
Finance charges		(232)	(100)	(115)	(11)	(86)	(81)	4	-5%	(115)
Transfers and Grants				(2 021)		(1 409)	(1 586)	(177)	11%	(2 021)
NET CASH FROM/(USED) OPERATING ACTIVITIES		149 643	136 892	150 879	(8 968)	117 400	136 556	19 157	14%	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)	(1 484)	(89 540)	(95 339)	(5 799)	6%	(138 845)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(131 146)	(133 073)	(138 845)	(1 484)	(89 540)	(95 339)	(5 799)	6%	(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	(10 452)	27 468	40 825			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		30 567	43 925			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 - M07 January

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	3 501	827	408	630	425	538	1 236	6 450	14 014	9 279		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	193	188	152	134	105	230	848	2 358	4 208	3 674		
Receivables from Non-exchange Transactions - Property Rates	1400	1 762	125	262	259	236	228	1 445	5 191	9 509	7 359		
Receivables from Exchange Transactions - Waste Water Management	1500	114	117	123	112	101	97	414	700	1 778	1 424		
Receivables from Exchange Transactions - Waste Management	1600	87	80	80	74	73	67	297	641	1 397	1 151		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	6	21	21	80	355	162	1 859	90 676	93 180	93 132		
Total By Income Source	2000	5 662	1 358	1 047	1 289	1 295	1 322	6 098	106 015	124 086	116 019	-	-
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	48	42	42	53	1	1	3	13	201	70		
Commercial	2300	1 025	535	557	558	501	624	2 624	6 834	13 257	11 141		
Households	2400	4 394	741	426	643	776	658	3 305	98 702	109 646	104 085		
Other	2500	196	40	22	35	17	39	166	465	981	723		
Total By Customer Group	2600	5 662	1 358	1 047	1 289	1 295	1 322	6 098	106 015	124 086	116 019	-	-

Section 6 – Creditors' analysis

Supporting Table SC4

NC451 Joe Morolong - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

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	121	17									138	2 104
Auditor General	0800											-	
Other	0900	-	-	1								1	-
Total By Customer Type	1000	121	17	1	-	-	-	-	-	-	-	139	2 104

Section 7 – Investment portfolio analysis

Supporting Table SC5

NC451 Joe Morolong - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M07 January

Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
		Yrs/Months							
Municipality									
ABSA Bank-9288820487		Call Account	Call Deposit	Call Deposit	2		239	–	241
ABSA Bank-2073969801		Fixed Deposit	Fixed deposit		0		30	–	31
Standard Bank-548529973-003		Call Account	Money Market	Call Deposit	1		71	–	71
ABSA-9297200038		Depositor Plus	Depositor Plus	Depositor Plus	2		225	–	227
FNB-74487006569		Notice	Notice Account	Notice	80		7 728	–	7 809
FNB-62247117709					0		28	–	28
Nedbank-37881112840		Fixed deposit	Fixed deposit	Fixed deposit	78		15 152	(15 230)	–
Municipality sub-total					164		23 473	(15 230)	8 407
Entities									
Entities sub-total					–		–	–	–
TOTAL INVESTMENTS AND INTEREST	2				164		23 473	(15 230)	8 407

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 - M07 January

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										
RECEIPTS:										
Operating Transfers and Grants	1,2									
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	59	2 597	485	(1)	-0.1%	3 023
Sport and Recreation		590	969	969	–	484	485	(1)	-0.1%	969
Housing				2 054	59	2 113				2 054
EPWP		1 496								
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Total Operating Transfers and Grants	5	84 753	108 727	110 781	59	81 999	79 837	(1 944)	-2.4%	110 781
Capital Transfers and Grants										
National Government:		105 225	107 058	111 089	–	83 169	81 794	(2 656)	-3.2%	111 089
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	–	4 031				4 031
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	1 341	8 160	–	8 160	#DIV/0!	8 160
ACIP Sanitation		2 796								
Kumba Iron Ore (Access Road)		8 455		8 160	1 341	8 160				8 160
Total Capital Transfers and Grants	5	116 976	107 058	119 249	1 341	91 329	81 794	5 504	6.7%	119 249
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	201 729	215 785	230 030	1 400	173 328	161 631	3 561	2.2%	230 030

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

The municipality 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 - M07 January

Description	Ref	2013/14		Budget Year 2014/15						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:										
		82 667	107 758	107 758	7 890	49 977	53 879	(3 902)	-7.2%	107 758
Local Government Equitable Share		71 227	93 255	93 255	7 771	46 628	46 628	-		93 255
Water Services Operating Subsidy		8 000	10 000	10 000	-	2 173	5 000	(2 827)	-56.5%	10 000
Finance Management		1 550	1 600	1 600	41	980	800	180	22.5%	1 600
Municipal Systems Improvement		890	934	934	78	197	467	(270)	-57.8%	934
EPWP Incentive		1 000	1 969	1 969	-	-	984	(984)	-100.0%	1 969
Provincial Government:										
		2 086	969	3 023	397	2 399	441	1 958	444.0%	3 023
Sport and Recreation		590	969	969	64	444	441	3	0.7%	969
Housing				2 054	333	1 955		1 955	#DIV/0!	2 054
EPWP		1 496						-		
District Municipality:										
Other grant providers:										
		-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:		84 753	108 727	110 781	8 287	52 376	54 320	(1 944)	-3.6%	110 781
Capital expenditure of Transfers and Grants										
National Government:										
		105 725	107 058	111 089	1 655	61 826	53 529	8 297	15.5%	111 089
Municipal Infrastructure Grant (MIG)		55 253	57 058	57 058	1 655	48 350	28 529	19 821	69.5%	57 058
Regional Bulk Infrastructure		43 436		4 031	-	3 851		3 851	#DIV/0!	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	1 484	7 262	-	7 262	#DIV/0!	8 160
ACIP Sanitation		2 796						-		
Kumba Iron Ore (Access Road)		8 455		8 160	1 484	7 262		7 262	#DIV/0!	8 160
Total capital expenditure of Transfers and Grants		116 976	107 058	119 249	3 139	69 087	53 529	15 558	29.1%	119 249
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		201 729	215 785	230 030	11 426	121 464	107 849	13 615	12.6%	230 030

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 - M07 January

Summary of Employee and Councillor remuneration	Ref	2013/14		Budget Year 2014/15						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		5 223	4 648	5 432	385	3 101	3 169	(68)	-2%	5 432
Pension and UIF Contributions		827	820	135	68	135	79	56	71%	135
Medical Aid Contributions		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance		1 101	2 056	2 056	171	1 195	1 199	(5)	0%	2 056
Cellphone Allowance		353	701	623	59	370	363	7	2%	623
Housing Allowances		–	–	–	–	–	–	–	–	–
Other benefits and allowances		–	–	–	–	–	–	–	–	–
Sub Total - Councillors		7 504	8 226	8 247	682	4 801	4 810	(9)	0%	8 247
% increase	4		9.6%	9.9%						9.9%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2 900	2 904	2 904	192	1 507	1 694	(187)	-11%	2 904
Pension and UIF Contributions		–	564	564	31	227	329	(102)	-31%	564
Medical Aid Contributions		–	43	43	9	63	25	38	153%	43
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance		1 522	1 552	1 552	121	851	905	(55)	-6%	1 552
Cellphone Allowance		61	91	91	2	17	53	(36)	-68%	91
Housing Allowances		–	436	436	48	311	254	57	22%	436
Other benefits and allowances		414	0	0	0	7	0	7	2421%	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	2 983	3 261	(278)	-9%	5 590
% increase	4		14.2%	14.2%						14.2%
Other Municipal Staff										
Basic Salaries and Wages		18 411	25 429	23 465	1 963	13 463	13 777	(314)	-2%	23 465
Pension and UIF Contributions		3 705	5 184	3 940	330	2 307	2 299	8	0%	3 940
Medical Aid Contributions		2 170	2 323	2 596	214	1 462	1 514	(52)	-3%	2 596
Overtime		1 513	1 102	1 310	159	1 028	764	265	35%	1 310
Performance Bonus		1 679	2 526	1 795	–	1 836	1 795	41	2%	1 795
Motor Vehicle Allowance		3 587	1 692	3 713	268	2 390	2 166	224	10%	3 713
Cellphone Allowance		434	410	374	41	285	218	67	31%	374
Housing Allowances		–	585	1 464	141	886	854	32	4%	1 464
Other benefits and allowances		631	316	429	37	250	251	(1)	0%	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	3 153	23 907	23 637	271	1%	39 126
% increase	4		23.4%	21.8%						21.8%
Total Parent Municipality		44 529	53 453	52 962	4 239	31 692	31 708	(16)	0%	52 962
			20.0%	18.9%						18.9%
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Senior Managers of Entities										
Other Staff of Entities										
Total Municipal Entities		–	–	–	–	–	–	–	–	–
TOTAL SALARY, ALLOWANCES & BENEFITS		44 529	53 453	52 962	4 239	31 692	31 708	(16)	0%	52 962
% increase	4		20.0%	18.9%						18.9%
TOTAL MANAGERS AND STAFF		37 025	45 227	44 715	3 556	26 890	26 898	(7)	0%	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 - M07 January

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					4 086	4 727	9 664	10 185
Property rates - penalties & collection charges		-	-	-	-	-	-	-					-	-	-	-
Service charges - electricity revenue		387	393	556	348	267	347	663					2 016	4 976	7 396	7 942
Service charges - water revenue		143	870	786	936	27	321	1 047					2 414	6 543	6 769	7 514
Service charges - sanitation revenue		4	109	106	60	4	7	177					967	1 434	1 512	1 593
Service charges - refuse		5	63	36	38	3	5	78					642	869	916	965
Service charges - other		-	-	-	-	-	-	-					-	-	-	-
Rental of facilities and equipment		6	5	6	2	13	4	10					45	91	93	96
Interest earned - external investments		1	9	7	4	9	16	252					(205)	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					33 422	110 781	137 022	140 449
Other revenue		10	16	12 229	104	78	373	128					18	12 957	708	721
Cash Receipts by Source		42 211	4 150	14 248	1 640	32 573	1 837	2 420	-	-	-	-	43 622	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						23 273	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	-	-	-	-	66 895	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					16 484	43 374	47 195	50 768
Remuneration of councillors		742	674	674	674	674	682	682					3 445	8 247	8 670	9 138
Interest paid		17	10	12	11	11	14	11					29	115	105	111
Bulk purchases - Electricity		30	821	791	18	441	-	17					2 871	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					(119)	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					4 418	38 697	45 710	46 646
Cash Payments by Type		8 725	11 700	12 081	10 312	10 991	10 070	16 420	-	-	-	-	30 772	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					51 043	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	-	-	-	-	74 706	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)	-	-	-	-	(7 811)	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	22 160	22 160	22 160	22 160	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	22 160	22 160	22 160	22 160	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 - M07 January

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			96 861	-		
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	74 802					

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

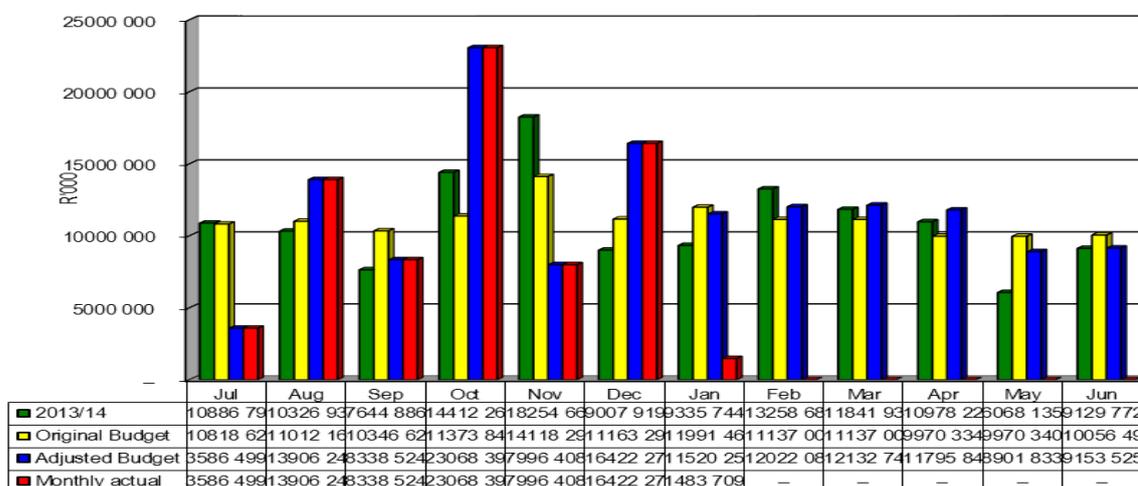
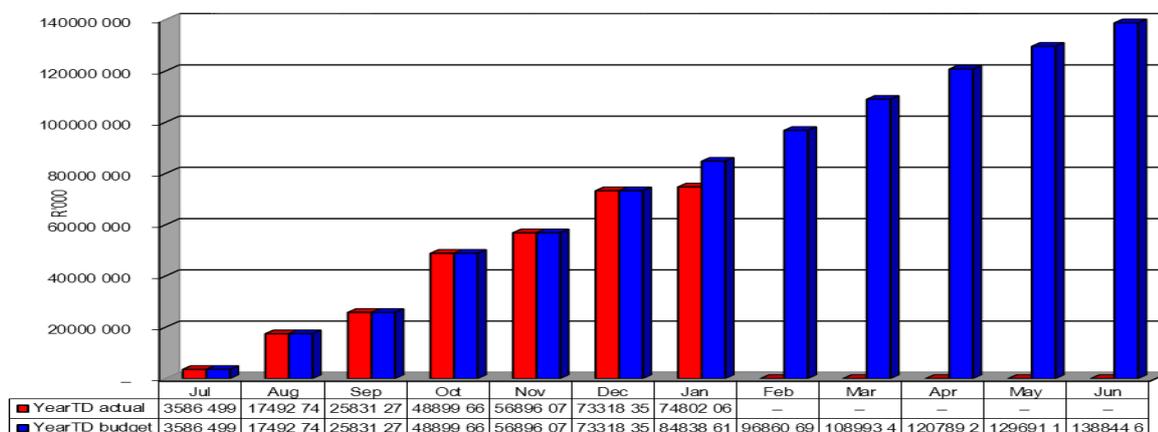


Chart C2 2014/15 Capital Expenditure: YTD actual v YTD target



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 - M07 January

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	116 396	1 484	66 666	73 610	6 944	9.4%	116 396
Infrastructure - Road transport		25 310	16 788	28 259	1 484	25 408	22 197	(3 211)	-14.5%	28 259
Roads, Pavements & Bridges		25 310	16 788	28 259	1 484	25 408	22 197	(3 211)	-14.5%	28 259
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		66 137	63 859	68 890	-	24 275	40 186	15 911	39.6%	68 890
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		66 137	63 859	68 890	-	24 275	40 186	15 911	39.6%	68 890
Infrastructure - Sanitation		12 492	15 000	19 247	-	16 983	11 227	(5 756)	-51.3%	19 247
Reticulation		12 492	15 000	19 247	-	16 983	11 227	(5 756)	-51.3%	19 247
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		2 016	18 354	8 969	-	4 886	7 076	2 190	31.0%	8 969
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	8 559	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		919	7 000	7 000	-	4 879	5 338	460	8.6%	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	-	195	766	571	74.5%	3 142
General v ehicles		621	6 250	2 100	-	-	-	-	-	2 100
Specialised v ehicles		-	-	-	-	-	-	-	-	-
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	1 484	71 747	81 539	9 792	12.0%	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 - M07

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	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	-	-	-	-	-	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	-	-	-	-	-	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	-	2 173	3 300	1 127	34.2%	10 250
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 - M07 January

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		14 389	6 925	5 838	761	2 793	3 590	797	22.2%	5 838
Infrastructure - Road transport		78	205	218	102	365	218	(147)	-67.2%	218
Roads, Pavements & Bridges		78	205	218	102	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	659	2 051	3 037	986	32.5%	4 955
Dams & Reservoirs										
Water purification		55	600	400	9	95	300	205	68.3%	400
Reticulation		14 234	5 475	4 555	650	1 955	2 737	782	28.6%	4 555
Infrastructure - Sanitation		13	135	80		51	80	29	36.7%	80
Reticulation		13	35	55		51	55	4	7.9%	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	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	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	14	256	418	162	38.7%	637
General v ehicles		506	545	482	14	131	273	141	51.9%	482
Specialised vehicles										
Plant & equipment		40								
Computers - hardware/equipment		92	50	10			10	10	100.0%	10
Furniture and other office equipment										
Abattoirs										
Markets										
Civic Land and Buildings										
Other Buildings		262	100	130	0	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	776	3 049	4 043	993	24.6%	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 January 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: [Handwritten Signature]

Date : 13/03/2015