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Monthly Budget Statement

31 October 2014

DIRECTORATE: BUDGET AND TREASURY OFFICE

ITEM: 15

FILE REF: 4/1

FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2014.

Report of the Chief Financial Officer

1. PURPOSE

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 April 2009 (Municipal Budgeting Monitoring and Reporting Requirements).

2. STRATEGIC OBJECTIVE

“To comply with MFMA priorities as well as MFMA implementation plan”

3. BACKGROUND

The Financial Report provides a high level overview of the organisation’s financial viability and sustainability. The report meets the requirements of the Municipal Finance Management Act (MFMA 56/2003 – S66 and S71) and the Municipal Budgets and Reporting Regulations (MBRR - No 32141 gazetted 17 April 2009).

Section 71 (1) states that the accounting officer of the municipality must by no later than **10 working days after the end of each month** submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the implementation of the municipality’s approved budget.”

For the reporting period ending 31 October 2014 the ten working day reporting limit expires on **14 November 2014**. The Budget and Treasury Office has met the timelines for this reporting period.

RECOMMEND

That the report be noted.

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PART 1 – IN-YEAR REPORT

1.1 EXECUTIVE SUMMARY

The financial results for the period ending 31 October 2014 are summarised as follows;

Description	2013/14	Budget Year 2014/15							
	Pre-audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Total Revenue (excluding capital transfers and contributions)	1,876,780	2,209,252	–	125,634	671,338	736,417	(65,079)	-9%	2,209,252
Total Expenditure	2,274,814	2,145,711	–	168,336	700,039	715,237	(15,616)	-2%	2,145,711
Surplus/(Deficit)	(398,034)	63,541	–	(42,702)	(28,701)	21,180	(49,464)	(0)	63,541
Transfers recognised - capital	393,793	455,646	–		170,414	151,882	18,532	0	455,646
Surplus/(Deficit) after capital transfers & contributions	(4,241)	519,187	–	(42,702)	141,714	173,062			519,187

1.1.1 Revenue Performance

The approved budget revenue for 2014/2015 amounts to R2 209 252 000. Actual revenue billed which includes grants and other direct income as at 31 October 2014 amounts **R 671 337 888.85** (30%) compared to the approved budget revenue

1.1.2 Expenditure performance

The budgeted expenditure for the year is R 2 145 7110 00. Total expenditure year to date as at 31 October 2014 amounted to **R 700 038 620.10** (33%) compared to the approved budget.

1.1.3 Capital Performance

Payments in respect of Capital Projects up to 31 October 2014 amounts to **R109 600 097.87** against the budgeted amount of R 518 749 000 (14%). The breakdown is as follows:-

Vote Description	2013/14	Budget Year 2014/15							
	Pre-audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Funded by:									
National Government	353,822	430,646	–	49,125	102,481	143,549	(41,068)	-29%	430,646
Other transfers and grants	–	6,153	–	–	–	2,051	(2,051)	-100%	6,153
Transfers recognised - capital	353,822	436,799	–	49,125	102,481	145,600	(43,119)	-30%	436,799
Internally generated funds	16,907	81,950	–	318	7,119	27,317	(20,198)	-74%	81,950
Total Capital Funding	370,729	518,749		49,443	109,600	172,916	(63,316)	-37%	518,749

Capital Programme for 31 October 2014 is enclosed as Annexure A.

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

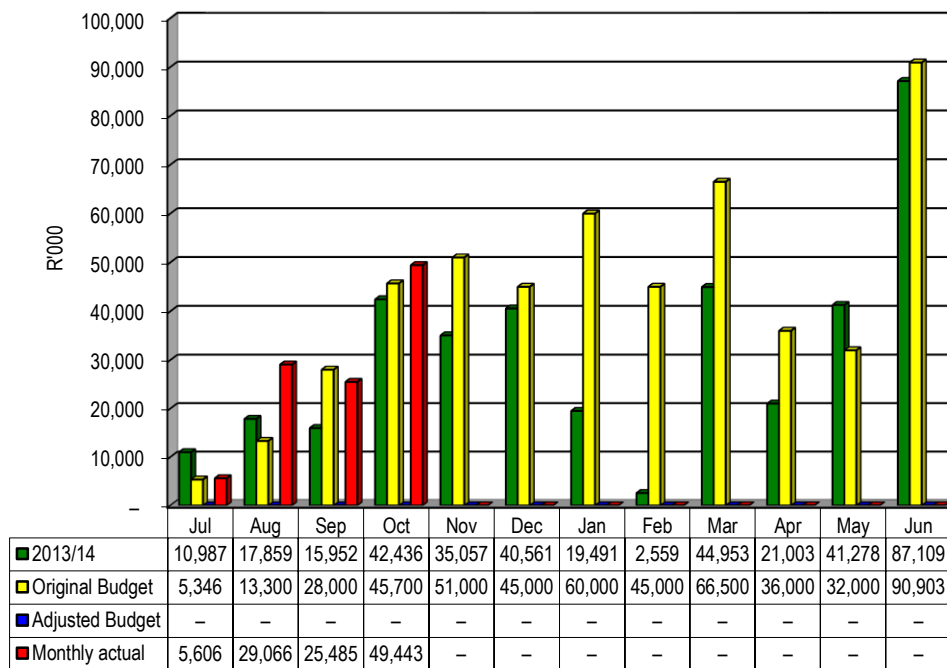
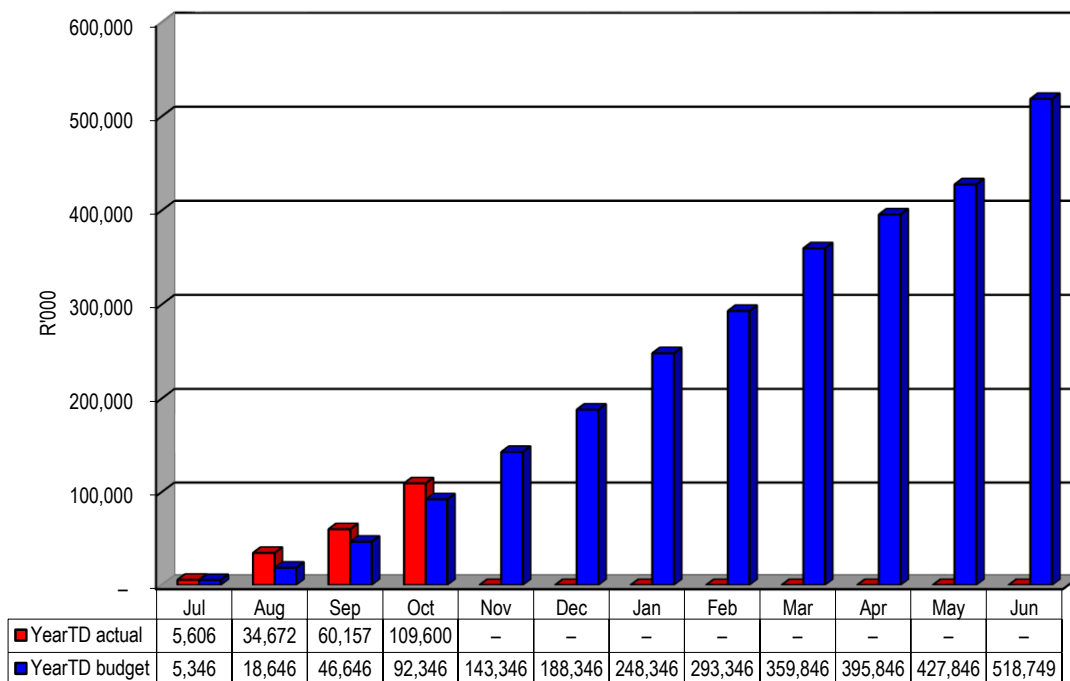


Chart C2 2014/15 Capital Expenditure: YTD actual v YTD target



1.1.4 Transfer of Funds

The following transfer of funds were made for the period ended 31 October 2014.

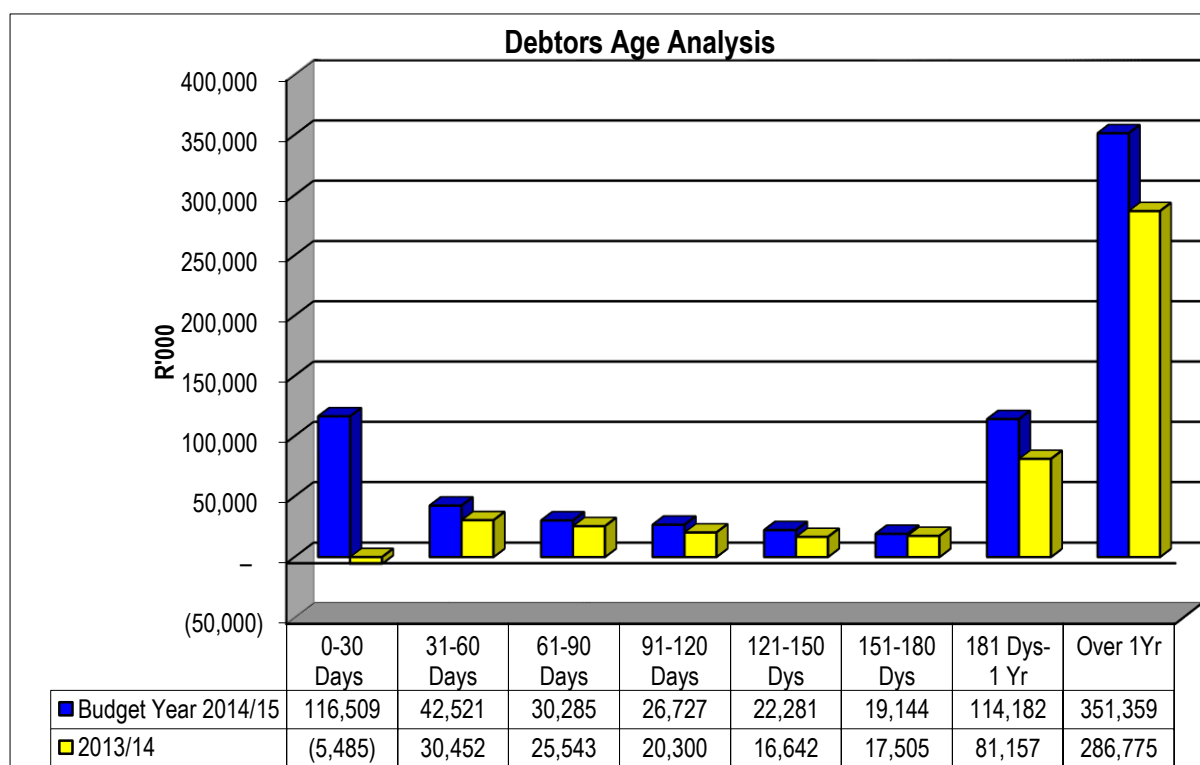
Reference Number	Directorate	SBU	Transfer from	Transfer to	Amount
CFO 10/01	Community Services	Environmental Management	Rental of Equipment	Printing and Stationery	10,000
CFO 10/02	Community Services	Environmental Management	Chemical	Decoration	46,000
CFO 10/03	Office of the Municipal Manager	Internal Audit	Subsistence and travel	Refreshments	5,000
CFO 10/04	Community Development	Cultural Services	Books and Periodicals	Lost Books	3,000
CFO 10/05	Community Services	Environmental Management	EPWP	Refreshments	10,000
Total Transfers					74,000

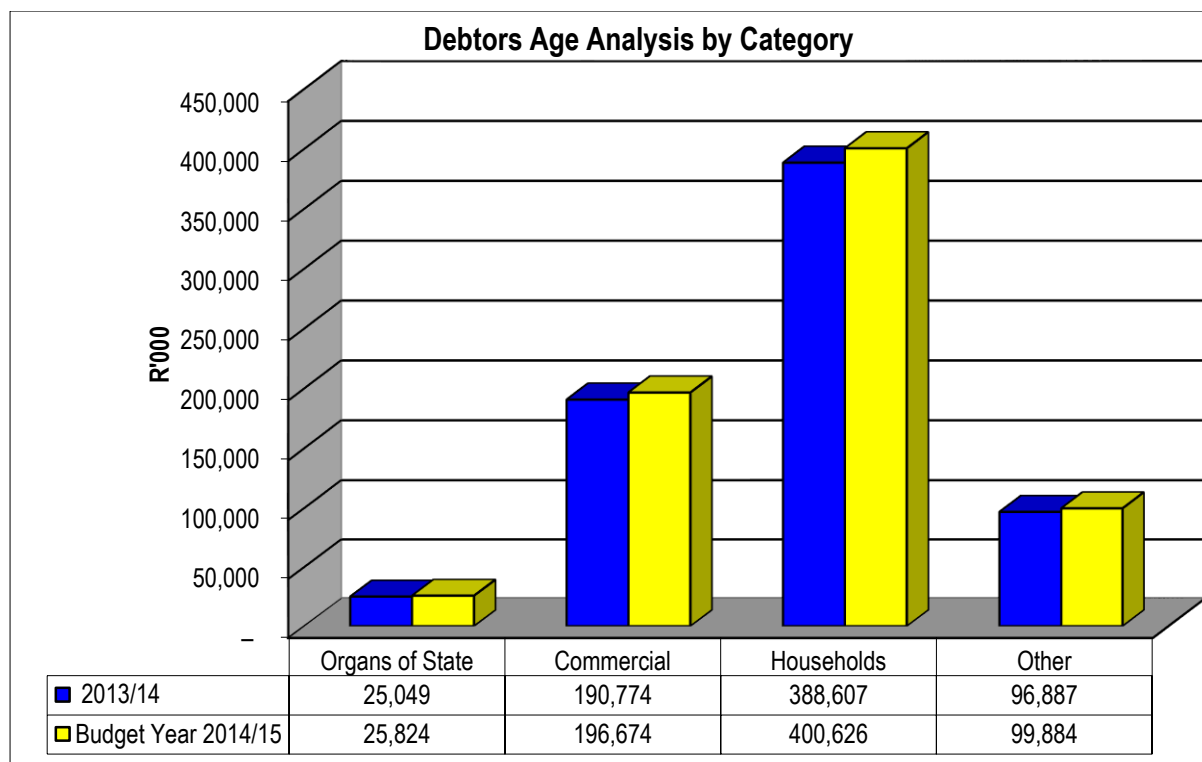
1.1.5 External Loans and Instalments

Council met all its obligations in terms of instalments. Outstanding loans amounted to **R298 587 916.50** on 31 October 2014

1.1.6 Debtors

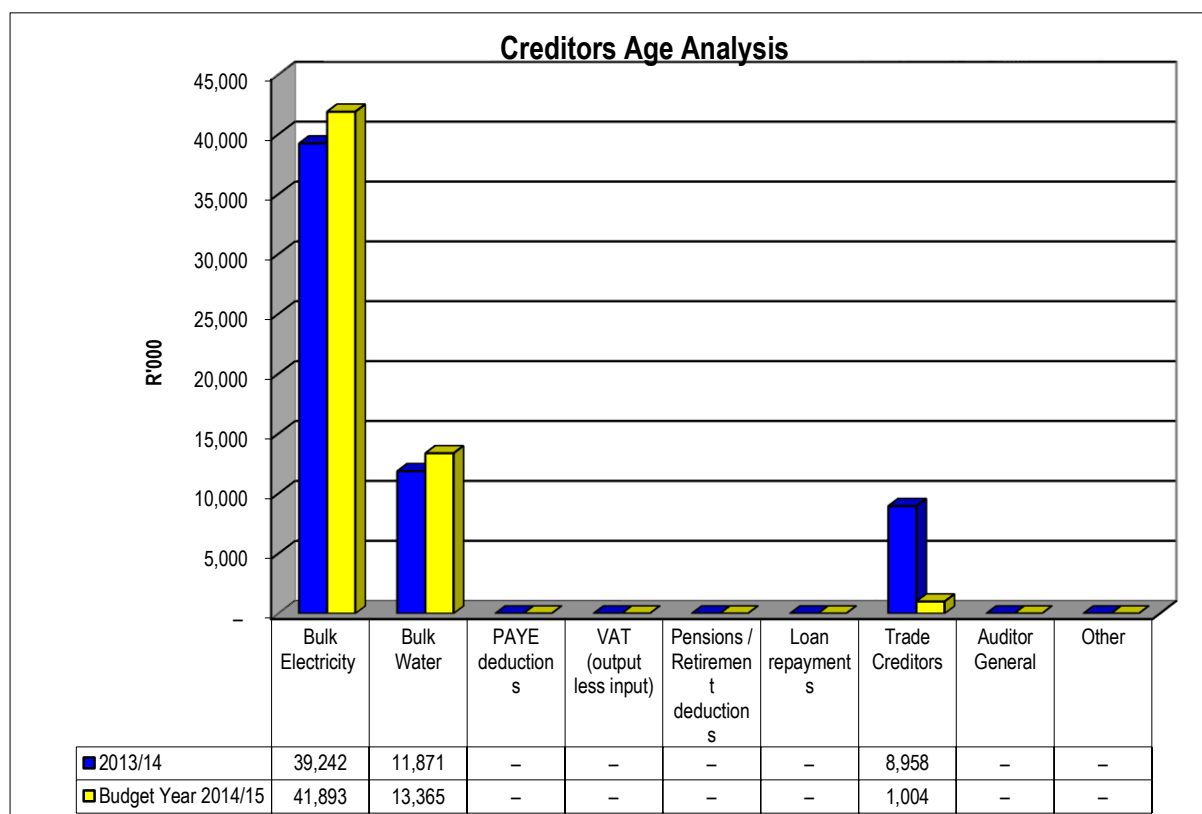
Council debtor's book/ledger has a total balance of **R 723 008 072** as at 31 October 2014.





1.1.7 Creditors

Outstanding trade creditors amounted to **R 56 254 751.31** at 31 October 2014. Council pays its creditors within 30 days. In terms of circular 49 issued by treasury and further section 65(2) (e) of MFMA emphasize that municipality must honour its obligation within 30 days.



Top Ten Creditors as at 31 October 2014

Description	0 - 30 Days
Eskom	41,893
Lepelle Northern Water	13,365
ARB Electrical	174
Cascade (Pty)	140
Third Party Garnishee orders	99
Spectrum Utilities	98
Chidino	89
Medupi Distribution	69
Sizabantu	51
Ark Printers	46
Total	56,023

1.1.8 Investments

On 31 October 2014 Council had **R217 217 189.00** of investments at an average rate of 5.108% per annum and the Grants account had a closing balance of **R245 126 348.12**.

1.1.9 Councillor and Staff Benefits

Employee benefits breakdown for the month ended 31 October 2014 are as follows:

Councillors (Political Office Bearers)

Description	October
Basic salary and wages	1,326,094.80
Pension Fund and UIF Contributions	159,248.48
Medical Aid	35,195.34
Motor Vehicle Allowance	344,997.53
Cell phone	137,843.48
Other Benefits or Allowances	244,855.56
Total	2,248,235.19

Directors

Description	October
Basic Salaries and Wages	697,346.54
Pension Fund and UIF Contributions	96,368.02
Medical Aid Contributions	18,250.40
Motor Vehicle Allowance	115,000.00
Other benefits and allowances	22,651.43
Payments in lieu of leave	33,047.42
Total	982,663.81

Municipal Staff

Description	October
Basic Salaries and Wages	23,744,412.59
Pension Fund and UIF Contributions	4,076,398.57
Medical Aid Contributions	1,497,132.26
Overtime	3,904,462.23
Motor Vehicle Allowance	2,617,377.30
Housing Allowances	205,249.00
Other benefits and allowances	1832934.27
Payments in lieu of leave	1,716,529.73
Total	39,594,495.95

Overtime Breakdown per Directorate

Vote Description	2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD Budget	% Spent
Vote 1 - Council		-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	167,426	155,000	155,000	10,281	42,589	51,666.67	27%
Vote 3 - Strategic Planning Monitoring and Evaluation	78,546	80,000	80,000	(1,023)	24,788	26,666.67	31%
Vote 4 - Engineering Services	17,441,094	16,995,000	16,995,000	1,912,849	6,922,737	5,665,000.00	41%
Vote 5- Community Services	16,226,237	15,825,000	15,825,000	1,435,733	4,628,129	5,275,000.00	29%
Vote 6- Community Development	2,098,767	2,082,000	2,082,000	320,561	871,074	694,000.00	42%
Vote 7- Corporate and Shared Services	1,088,032	1,115,000	1,115,000	120,296	411,999	371,666.67	37%
Vote 8- Planning and Economic Development	255,887	243,000	243,000	8,549	35,355	81,000.00	15%
Vote 9- Budget and Treasury	1,223,637	1,380,000	1,380,000	97,215	529,088	460,000.00	38%
Vote 10 -Transport Operations	-	-	-	-	-	-	0%
Total	38,579,627	37,875,000	37,875,000	3,904,462	13,465,760	12,625,000	36%

In-year budget statement tables

2.1 Table C1: Monthly budget statement summary

The table below provides a high-level summation of the Municipality’s operating – and capital budgets, actual to date and financial position

Description	2013/14	Budget Year 2014/15							
	Pre-audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	296,845	302,252	-	25,703	100,631	100,751	(120)	-0%	302,252
Service charges	932,270	1,181,739	-	88,916	354,078	393,913	(39,835)	-10%	1,181,739
Investment revenue	30,547	23,000	-	4,120	4,573	7,667	(3,094)	-40%	53,000
Transfers recognised - operational	478,178	537,642	-	(91)	186,643	179,214	7,429	4%	537,642
Other own revenue	138,940	164,619	-	6,986	25,414	54,873	(29,459)	-54%	164,619
Total Revenue (excluding capital transfers and contributions)	1,876,780	2,209,252	-	125,634	671,338	736,417	(65,079)	-9%	2,239,252
Employee costs	440,943	504,000	-	40,821	159,637	168,000	(8,363)	-5%	504,000
Remuneration of Councillors	21,668	25,410	-	2,004	7,844	8,470	(626)	-7%	25,410
Depreciation & asset impairment	449,607	266,000	-	22,167	88,667	88,667	-		266,000
Finance charges	37,154	23,747	-	-	-	7,916	(7,916)	-100%	23,747
Materials and bulk purchases	761,431	868,000	-	63,576	296,793	289,333	7,459	3%	868,000
Transfers and grants	6,940	5,240	-	20	2,580	1,747	833		5,240
Other expenditure	557,071	453,314	-	39,748	144,518	151,105	(6,587)	-4%	453,314
Total Expenditure	2,274,814	2,145,711	-	168,336	700,039	715,237	(15,198)	-2%	2,145,711
Surplus/(Deficit)	(398,034)	63,541	-	(42,702)	(28,701)	21,180	(49,881)	-236%	93,541
Transfers recognised - capital	393,793	455,646	-	-	170,414	151,882	18,532	12%	455,646
Contributions & Contributed assets	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	(4,241)	519,187	-	(42,702)	141,714	173,062	(31,349)	-18%	549,187
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(4,241)	519,187	-	(42,702)	141,714	173,062	(31,349)	-18%	549,187
Capital expenditure & funds sources									
Capital expenditure	-	518,749	-	25,485	60,157	129,687	(69,530)	-54%	518,749
Capital transfers recognised	353,822	436,799	-	22,791	53,356	145,600	(92,244)	-63%	436,799
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	16,907	81,950	-	2,693	6,801	27,317	(20,516)	-75%	81,950
Total sources of capital funds	370,729	518,749	-	25,485	60,157	172,916	(112,759)	-65%	518,749
Financial position									
Total current assets	904,508	690,120	-		947,427				947,427
Total non current assets	7,946,098	7,117,895	-		7,804,206				7,804,206
Total current liabilities	726,202	509,755	-		605,602				605,602
Total non current liabilities	513,877	401,065	-		548,863				548,863
Community wealth/Equity	7,610,526	6,897,195	-		7,597,168				7,597,168
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	116,509	42,521	30,285	26,727	22,281	19,144	114,182	351,359	723,008
Creditors Age Analysis									
Total Creditors	56,255	-	-	-	-	-	-	7	56,262

2.2 Table C2: Monthly Budget Statement - Financial Performance (std classification)

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification

Description	2013/14	Budget Year 2014/15							
	Pre-audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Revenue - Standard									
Governance and administration	1,273,263	1,356,752	-	33,991	476,932	452,251	24,681	5%	1,356,752
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	401,128	359,213	-	34,080	119,866	119,738	129	0%	359,213
Corporate services	872,135	997,539	-	(89)	357,065	332,513	24,552	7%	997,539
Community and public safety	9,667	32,006	-	733	2,180	10,669	(8,488)	-80%	32,006
Community and social services	1,640	2,526	-	143	653	842	(189)	-22%	2,526
Sport and recreation	4,009	14,804	-	426	860	4,935	(4,074)	-83%	14,804
Public safety	4,006	12,634	-	163	663	4,211	(3,548)	-84%	12,634
Housing	11	41	-	1	4	14	(10)	-73%	41
Health	-	2,000	-	-	-	667	(667)	-100%	2,000
Economic and environmental services	44,093	92,477	-	1,871	8,186	30,826	(22,640)	-73%	92,477
Electricity	614,804	775,220	-	57,412	240,523	258,407	(17,884)	-7%	775,220
Waste management	56,887	62,677	-	4,958	19,694	20,892	(1,199)	-6%	62,677
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2,247,665	2,664,898	-	125,634	841,752	888,299	(46,547)	-5%	2,664,898
Expenditure - Standard									
Governance and administration	400,824	504,106	-	39,521	149,639	168,035	(18,396)	-11%	504,106
Executive and council	61,972	115,000	-	3,688	22,476	38,333	(15,858)	-41%	115,000
Budget and treasury office	113,879	127,234	-	10,923	37,142	42,411	(5,269)	-12%	127,234
Corporate services	224,974	261,872	-	24,911	90,021	87,291	2,730	3%	261,872
Community and public safety	267,807	327,593	-	21,699	74,197	109,198	(35,001)	-32%	327,593
Economic and environmental services	75,506	192,708	-	8,161	25,864	37,060	(11,197)	-30%	192,708
Planning and development	33,074	75,791	-	3,111	12,426	25,264	(12,838)	-51%	75,791
Road transport	35,851	108,702	-	4,600	11,500	9,058	2,442	27%	108,702
Environmental protection	6,580	8,215	-	449	1,938	2,738	(800)	-29%	8,215
Trading services	904,923	1,121,305	-	72,622	346,932	373,768	(27,254)	-7%	1,121,305
Electricity	575,810	656,204	-	41,546	230,974	218,735	11,822	5%	656,204
Water	218,822	317,942	-	22,227	77,591	105,981	(28,390)	-27%	317,942
Waste water management	59,994	86,742	-	4,890	22,117	28,914	(6,797)	-24%	86,742
Waste management	50,298	60,416	-	3,958	16,250	20,139	(3,889)	-19%	60,416
Other	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	1,649,060	2,145,711	-	142,002	596,631	688,062	(91,848)	-13%	2,145,711
Surplus/ (Deficit) for the year	598,604	519,187	-	(16,369)	245,121	200,238	45,301	23%	519,187

2.3 Table C3: Monthly Budget Statement - Financial Performance (by municipal vote)

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure by vote as well as the operating surplus or deficit.

Vote Description	2013/14	Budget Year 2014/15							
	Pre-audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue by Vote									
Vote 1 - Council	-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Strategic Planning Monitoring and Evaluation	-	-	-	-	-	-	-	-	-
Vote 4 - Engineering Services	877,633	1,121,185	-	84,117	334,878	373,728	(38,851)	-10.4%	1,121,185
Vote 5- Community Services	96,289	104,870	-	6,282	25,043	34,957	(9,914)	-28.4%	104,870
Vote 6- Community Development	4,879	16,334	-	508	1,255	5,445	(4,190)	-77.0%	16,334
Vote 7- Corporate and Shared Services	811	4,226	-	-	0	1,409	(1,408)	-100.0%	4,226
Vote 8- Planning and Economic Development	17,575	65,781	-	738	3,653	21,927	(18,274)	-83.3%	65,781
Vote 9- Budget and Treasury	1,273,386	1,352,501	-	33,989	476,924	450,834	26,090	5.8%	1,352,501
Vote 10 -Transport Operations	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2,270,573	2,664,898	-	125,634	841,752	888,299	(46,547)	-5.2%	2,664,898
Expenditure by Vote									
Vote 1 - Council	240,891	129,704	-	5,176	27,203	32,426	(5,223)	-16.1%	129,704
Vote 2 - Office of the Municipal Manager	24,850	26,567	-	2,988	6,766	6,642	125	1.9%	26,567
Vote 3 - Strategic Planning Monitoring and Evaluation	12,007	21,068	-	1,148	4,903	5,267	(364)	-6.9%	21,068
Vote 4 - Engineering Services	1,136,889	1,159,875	-	72,361	339,126	289,969	48,740	16.8%	1,159,875
Vote 5- Community Services	289,722	260,798	-	18,917	71,809	65,200	6,609	10.1%	260,798
Vote 6- Community Development	231,350	168,885	-	9,965	31,286	42,221	(10,936)	-25.9%	168,885
Vote 7- Corporate and Shared Services	152,802	176,284	-	16,737	65,251	44,071	21,180	48.1%	176,284
Vote 8- Planning and Economic Development	49,362	68,173	-	2,810	10,933	17,043	(6,111)	-35.9%	68,173
Vote 9- Budget and Treasury	126,411	127,234	-	10,923	37,142	31,808	5,334	16.8%	127,234
Vote 10 -Transport Operations	10,529	7,123	-	977	2,213	1,781	432	24.3%	7,123
Total Expenditure by Vote	2,274,814	2,145,711	-	142,002	596,631	536,428	59,786	11.1%	2,145,711
Surplus/ (Deficit) for the year	(4,241)	519,187	-	(16,369)	245,121	351,872	(106,333)	-30.2%	519,187

Table C2 and C3 does not include Debt Impairment and Depreciation

- Finance charges are paid during December and June in the year.
- Debt Impairment and Depreciation are shown pro-rata for reporting purposes as the final expenditure will only be known at year end

2.4 Table C4 - Monthly Budget Statement - Financial Performance (revenue and expenditure)

The table below is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.

Description	2013/14	Budget Year 2014/15							
	Pre-audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	296,845	302,252	-	25,703	100,631	100,751	(120)	0%	302,252
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	617,228	775,071	-	57,408	240,503	258,357	(17,854)	-7%	775,071
Service charges - water revenue	211,680	279,546	-	22,440	78,414	93,182	(14,768)	-16%	279,546
Service charges - sanitation revenue	48,588	66,163	-	4,228	15,824	22,054	(6,230)	-28%	66,163
Service charges - refuse revenue	54,773	60,959	-	4,840	19,337	20,320	(983)	-5%	60,959
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	16,231	20,020	-	829	3,005	6,673	(3,668)	-55%	20,020
Interest earned - external investments	30,547	23,000	-	4,120	4,573	7,667	(3,094)	-40%	23,000
Interest earned - outstanding debtors	51,302	30,000	-	4,174	12,146	10,000	2,146	21%	30,000
Dividends received	-	-	-	-	-	-	-	-	-
Fines	12,347	10,753	-	138	520	3,584	(3,065)	-86%	10,753
Licences and permits	8,909	9,027	-	785	3,202	3,009	193	6%	9,027
Agency services	16,040	15,656	-	169	630	5,219	(4,589)	-88%	15,656
Transfers recognised - operational	478,178	537,642	-	(91)	186,643	179,214	7,429	4%	537,642
Other revenue	33,806	26,963	-	892	5,911	8,988	(3,076)	-34%	26,963
Gains on disposal of PPE	305	52,200	-	-	-	17,400	(17,400)	-100%	52,200
Total Revenue (excluding capital transfers and contributions)	1,876,780	2,209,252	-	125,634	671,338	736,417	(65,079)	-9%	2,209,252
Expenditure By Type									
Employee related costs	440,943	504,000	-	40,821	159,637	168,000	(8,363)	-5%	504,000
Remuneration of councillors	21,668	25,410	-	2,004	7,844	8,470	(626)	-7%	25,410
Debt impairment	198,643	50,000	-	4,167	16,667	16,667	-	-	50,000
Depreciation & asset impairment	449,607	266,000	-	22,167	88,667	88,667	-	-	266,000
Finance charges	37,154	23,747	-	-	-	7,916	(7,916)	-100%	23,747
Bulk purchases	619,153	698,000	-	48,490	261,105	232,667	28,439	12%	698,000
Other materials	142,278	170,000	-	15,085	35,687	56,667	(21,397)	-38%	170,000
Contracted services	66,780	75,854	-	9,781	21,901	25,285	(3,384)	-13%	75,854
Transfers and grants	6,940	5,240	-	20	2,580	1,747	833	48%	5,240
Other expenditure	291,648	327,460	-	25,800	105,951	109,153	(3,203)	-3%	327,460
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Expenditure	2,274,814	2,145,711	-	168,336	700,039	715,237	(15,616)	-2%	2,145,711
Surplus/(Deficit)	(398,034)	63,541	-	(42,702)	(28,701)	21,180	(49,464)	(0)	63,541
Transfers recognised - capital	393,793	455,646	-	-	170,414	151,882	18,532	0	455,646
Surplus/(Deficit) after capital transfers & contributions	(4,241)	519,187	-	(42,702)	141,714	173,062			519,187
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	(4,241)	519,187	-	(42,702)	141,714	173,062			519,187
Attributable to minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	(4,241)	519,187	-	(42,702)	141,714	173,062			519,187
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(4,241)	519,187	-	(42,702)	141,714	173,062			519,187

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

The table below reflects the Municipality's capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required to fund the capital budget, including information on capital transfers from departments.

Vote Description	2013/14	Budget Year 2014/15							
	Pre-audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Single Year expenditure appropriation									
Vote 1 - Council	-	1,000	-	-	-	250	(250)	-100%	1,000
Vote 2 - Office of the Municipal Manager	31	-	-	-	-	-	-	-	-
Vote 3 - Strategic Planning Monitoring and Evaluation	-	-	-	-	-	-	-	-	-
Vote 4 - Engineering Services	225,893	249,600	-	21,212	66,977	62,400	4,577	7%	249,600
Vote 5- Community Services	183	3,300	-	121	809	825	(16)	-2%	3,300
Vote 6- Community Development	9,150	57,499	-	523	607	14,375	(13,768)	-96%	57,499
Vote 7- Corporate and Shared Services	6,290	5,500	-	15	59	1,375	(1,316)	-96%	5,500
Vote 8- Planning and Economic Development	-	1,850	-	-	109	463	(354)	-76%	201,850
Vote 9- Budget and Treasury	-	-	-	-	-	-	-	-	-
Vote 10 -Transport Operations	129,182	200,000	-	27,572	41,039	50,000	(8,961)	-18%	-
Total Capital single-year expenditure	370,729	518,749	-	49,443	109,600	129,687	(20,087)	-15%	518,749
Total Capital Expenditure	370,729	518,749	-	49,443	109,600	129,687	(20,087)	-15%	518,749
Capital Expenditure - Standard Classification									
Governance and administration	-	22,300	-	375	478	7,433	(6,955)	-94%	22,300
Executive and council	-	-	-	-	-	-	-	-	-
Budget and treasury office	-	1,000	-	-	-	333	(333)	-100%	1,000
Corporate services	-	21,300	-	375	478	7,100	(6,622)	-93%	21,300
Community and public safety	8,039	43,199	-	283	997	14,400	(13,403)	-93%	43,199
Community and social services	-	2,200	-	71	96	733	(637)	-87%	2,200
Sport and recreation	8,039	40,499	-	91	679	13,500	(12,820)	-95%	40,499
Public safety	-	500	-	121	221	167	54	33%	500
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	205,274	305,550	-	39,615	69,995	101,850	(31,855)	-31%	305,550
Planning and development	-	1,850	-	-	109	617	(508)	-82%	1,850
Road transport	205,274	303,700	-	39,615	69,886	101,233	(31,347)	-31%	303,700
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	149,241	147,700	-	9,170	38,130	49,233	(11,103)	-23%	147,700
Electricity	1,382	19,800	-	182	2,359	6,600	(4,241)	-64%	19,800
Water	147,022	122,000	-	8,221	35,004	40,667	(5,663)	-14%	122,000
Waste water management	837	4,100	-	-	-	1,367	(1,367)	-100%	4,100
Waste management	-	1,800	-	767	767	600	167	28%	1,800
Other	8,174	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	370,729	518,749	-	49,443	109,600	172,916	(63,316)	-37%	518,749
Funded by:									
National Government	353,822	430,646	-	49,125	102,481	143,549	(41,068)	-29%	430,646
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	6,153	-	-	-	2,051	(2,051)	-100%	6,153
Transfers recognised - capital	353,822	436,799	-	49,125	102,481	145,600	(43,119)	-30%	436,799
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	16,907	81,950	-	318	7,119	27,317	(20,198)	-74%	81,950
Total Capital Funding	370,729	518,749	-	49,443	109,600	172,916	(63,316)	-37%	518,749

2.6 Table C6: Monthly Budget Statement - Financial Position

The table below reflects the performance to date in relation to the financial position of the Municipality.

Description	2013/14	Budget Year 2014/15			
	Pre-audit Outcome	Original Budget	Adjusted Budget	YTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	312,558	50,000		406,975	50,000
Call investment deposits	110,000	220,000		150,000	220,000
Consumer debtors	354,198	313,241		363,974	313,241
Other debtors	49,949	45,000		28,887	45,000
Current portion of long-term receivables	23,513	6,879		6,879	6,879
Inventory	54,289	55,000		59,568	55,000
Total current assets	904,508	690,120		1,016,284	690,120
Non current assets					
Long-term receivables	8,152	6,093		8,465	6,093
Investments	59,000	59,000		59,000	59,000
Investment property	544,972	234,602		544,972	234,602
Investments in Associate	8,217	8,217		8,217	8,217
Property, plant and equipment	7,292,652	6,767,038		7,039,622	6,767,038
Agricultural	-	-		-	-
Biological assets	16,633	13,965		16,633	13,965
Intangible assets	12,799	17,834		12,799	17,834
Other non-current assets	3,672	11,145		3,672	11,145
Total non current assets	7,946,098	7,117,895		7,693,381	7,117,895
TOTAL ASSETS	8,850,606	7,808,015		8,709,665	7,808,015
LIABILITIES					
Current liabilities					
Bank overdraft	-	-		-	-
Borrowing	71,792	36,806		36,806	36,806
Consumer deposits	65,650	65,288		66,181	65,288
Trade and other payables	588,760	407,662		490,819	407,662
Provisions	-	-		-	-
Total current liabilities	726,202	509,755		593,806	509,755
Non current liabilities					
Borrowing	309,088	188,591		344,075	188,591
Provisions	204,789	212,474		190,252	212,474
Total non current liabilities	513,877	401,065		534,327	401,065
TOTAL LIABILITIES	1,240,079	910,821		1,128,133	910,821
NET ASSETS	7,610,526	6,897,195		7,581,533	6,897,195
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	5,681,343	6,115,508		5,652,789	6,115,508
Reserves	1,929,184	781,687		1,928,743	781,687
TOTAL COMMUNITY WEALTH/EQUITY	7,610,526	6,897,195		7,581,533	6,897,195

2.7 Table C7: Monthly Budget Statement - Cash flow

The table below reflects the performance to date in relation to the cash flow of the Municipality.

Description	2013/14	Budget Year 2014/15							
	Pre Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	1,524,410	1,309,048	-	140,190	654,234	436,349	217,885	50%	1,309,048
Government - operating	516,199	562,642	-	-	184,734	187,547	(2,813)	-2%	562,642
Government - capital	350,188	430,646	-	-	172,418	143,549	28,870	20%	430,646
Interest	30,547	23,000	-	(77)	588	7,667	(7,079)	-92%	23,000
Dividends	-	-	-	-	-	-	-		-
Payments									
Suppliers and employees	(1,618,466)	(1,828,611)	-	(172,656)	(887,463)	(609,537)	277,798	-46%	(1,828,611)
Finance charges	(26,317)	(23,747)	-	-	-	(7,916)	(7,916)	100%	(23,747)
Transfers and Grants	-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES	776,561	472,978	-	(32,542)	124,511	157,659	(33,020)	-21%	472,978
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	52,000	-	-	-	17,333	(17,333)	-100%	-
Decrease (Increase) in non-current debtors	746	-	-	339	1,411	-	1,411	#DIV/0!	-
Decrease (increase) other non-current receivables	-	-	-	46	83	-	83	#DIV/0!	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-		-
Payments									
Capital assets	(484,271)	(389,062)	-	(49,443)	(109,600)	(129,687)	(19,959)	15%	(389,062)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(483,525)	(337,062)	-	(49,058)	(108,105)	(112,354)	(4,120)	4%	(389,062)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-		-
Borrowing long term/refinancing	-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits	4,414	5,000	-	-	-	1,667	(1,667)	-100%	5,000
Payments									
Repayment of borrowing	(36,954)	(36,806)	-	-	-	(12,269)	(12,269)	100%	(36,806)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(32,540)	(31,806)	-	-	-	(10,602)	(10,602)	100%	(31,806)
NET INCREASE/ (DECREASE) IN CASH HELD	260,497	104,110	-	(81,600)	16,405	34,703			52,110
Cash/cash equivalents at beginning:	52,061	50,000	-	-	309,593	50,000			309,593
Cash/cash equivalents at month/year end:	312,558	154,110	-	-	325,998	84,703			361,703

PART 2- SUPPORTING DOCUMENTATION

Section 1 – Debtors’ analysis

The debtor analysis provides an age analysis by revenue source and customer category.

1.1 Table SC3 Monthly Budget Statement - Aged Debtors

Description	Budget Year 2014/15									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	40,816	12,409	11,405	7,234	7,841	7,452	36,647	62,829	186,634	122,004
Trade and Other Receivables from Exchange Transactions - Electricity	60,032	10,025	8,819	3,976	4,118	2,855	15,229	20,638	125,692	46,816
Receivables from Non-exchange Transactions - Property Rates	30,479	7,667	5,723	6,882	6,398	6,149	39,125	43,480	145,902	102,032
Receivables from Exchange Transactions - Waste Water Management	5,372	1,252	1,025	825	751	641	3,110	4,667	17,643	9,994
Receivables from Exchange Transactions - Waste Management	7,088	1,608	1,292	1,075	978	912	4,522	7,638	25,112	15,124
Receivables from Exchange Transactions - Property Rental Debtors	1	1	0	0	0	0	2	3	8	6
Interest on Arrear Debtor Accounts	410	579	402	864	564	518	8,233	46,369	57,939	56,547
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-
Other	(27,689)	8,980	1,618	5,872	1,632	617	7,314	165,735	164,079	181,170
Total By Income Source	116,509	42,521	30,285	26,727	22,281	19,144	114,182	351,359	723,008	533,694
2012/13 - totals only	(5,485)	30,452	25,543	20,300	16,642	17,505	81,157	286,775	472,890	422,379
Debtors Age Analysis By Customer Group										
Organs of State	2,110	783	736	839	757	759	16,232	3,606	25,824	22,194
Commercial	61,056	12,667	9,819	6,502	5,357	3,964	22,478	74,832	196,674	113,133
Households	55,481	18,653	18,034	15,327	12,370	12,132	60,907	207,723	400,626	308,459
Other	(2,139)	10,418	1,696	4,059	3,798	2,288	14,566	65,198	99,884	89,908
Total By Customer Group	116,509	42,521	30,285	26,727	22,281	19,144	114,182	351,359	723,008	533,694

Section 2 – Creditors’ Age analysis

The creditors’ analysis contains an aged analysis by customer type

2.1 Table SC4 Monthly Budget Statement - Aged Creditors

Description	Budget Year 2014/15									Prior year totals for chart (same period)
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150	151 - 180	181 Days - 1 Year	Over 1 Year	Total	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	41,893	-	-	-	-	-	-	-	41,893	39,242
Bulk Water	13,365	-	-	-	-	-	-	-	13,365	11,871
PAYE deductions	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-	-
Trade Creditors	997	-	-	-	-	-	-	-	1,004	8,958
Auditor General	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	56,255	-	-	-	-	-	-	-	56,262	60,071

Section 3 – Investment portfolio analysis

The investment portfolio analysis includes information on the institution where funds are invested, period of investment, type of investment and accrued interest for the month.

3.1 Table SC5 Monthly Budget Statement - investment portfolio

On 31 October 2014 Council had **R217 217 189.00** of investments at an average rate of 5.108% per annum.

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Yrs/Months							
Municipality								
PHA	10 Years	Long term deposit	04 November 2015	-	0.0%	8,217	-	8,217
Standard Bank	4 Years	Call deposit	Call deposit	279	5.8%	59,000	-	59,000
ABSA	3 Months	Fixed deposit	29 December 2014	379	6.2%	-	25,000	25,000
Standard Bank	3 Months	Fixed deposit	29 December 2014	774	6.3%	50,000	-	50,000
NED	3 Months	Fixed deposit	29 December 2014	777	6.3%	60,000	(10,000)	50,000
FNB	3 Months	Fixed deposit	29 December 2014	381	6.2%	-	25,000	25,000
TOTAL INVESTMENTS AND INTEREST				-		-	-	217,217

Section 4 - Capital programme performance

The capital programme performance table provides details of capital expenditure by month

4.1 Supporting Table SC12 Monthly Budget Statement - capital expenditure trend

Month	2013/14	Budget Year 2014/15							
	Pre Audit 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	10,987	5,346	-	5,606	5,606	5,346	(260)	-4.9%	1%
August	17,859	13,300	-	29,066	34,672	18,646	(16,026)	-86.0%	7%
September	15,952	28,000	-	25,485	60,157	46,646	(13,511)	-29.0%	12%
October	42,436	45,700	-	49,443	109,600	92,346	(17,254)	-18.7%	21%
November	35,057	51,000	-	-	-	143,346	-		
December	40,561	45,000	-	-	-	188,346	-		
January	19,491	60,000	-	-	-	248,346	-		
February	2,559	45,000	-	-	-	293,346	-		
March	44,953	66,500	-	-	-	359,846	-		
April	21,003	36,000	-	-	-	395,846	-		
May	41,278	32,000	-	-	-	427,846	-		
June	87,109	90,903	-	-	-	518,749	-		
Total Capital expenditure	379,246	518,749	-	109,600					

Section 5 - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts

Description	2013/14	Budget Year 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									
National Government:	526,437	556,489	-	-	211,734	139,122	49,970	35.9%	556,489
Equitable share	415,990	455,799	-	-	180,420	113,950	66,470	58.3%	455,799
Finance Management	1,650	1,800	-	-	1,800	450			1,800
Municipal Systems Improvement	890	930	-	-	930	233			930
Integrated National Electrification Programme	35,000	20,000	-	-	25,000	5,000			20,000
EPWP Incentive	4,614	3,960	-	-	1,584	990			3,960
Municipal Infrastructure Grant (MIG)	26,593	46,000	-	-	-	11,500	(11,500)	-100.0%	46,000
Water Services Operating Subsidy Grant	10,000	25,000	-	-	-	6,250	(6,250)	-100.0%	25,000
Infrastructure Skills Development Grant	3,200	3,000	-	-	2,000	750	1,250	166.7%	3,000
2014 Afr Nations Champ Host City Opex Grant	28,500	-	-	-	-	-	-		-
Total Operating Transfers and Grants	526,437	556,489	-	-	211,734	139,122	49,970	35.9%	556,489
Capital Transfers and Grants									
National Government:	424,355	430,646	-	-	142,950	107,662	31,539	29.3%	430,646
Municipal Infrastructure Grant (MIG)	215,595	220,646	-	-	87,950	55,162	32,789	59.4%	220,646
Public Transport	198,761	200,000	-	-	50,000	50,000			200,000
Neighbourhood Development Partnership	-	5,000	-	-	5,000	1,250			5,000
Electricity Demand Side Management	10,000	5,000	-	-	-	1,250	(1,250)	-100.0%	5,000
Integrated National Electrification Programme	-	-	-	-	-	-	-		-
Other grant providers:	7,602	6,153	-	-	2,464	-	2,464	0.0%	6,153
National Lottery	-	6,153	-	-	-	-	-		6,153
Local govt - housing accreditation	22	-	-	-	-	-	-		-
Dept Environmental Affairs	7,580	-	-	-	2,464	-	-		-
Total Capital Transfers and Grants	431,957	436,799	-	-	145,414	107,662	34,003	31.6%	436,799
TOTAL RECEIPTS OF TRANSFERS & GRANTS	958,394	993,288	-	-	357,148	246,784	83,973	34.0%	993,288

Section 6 - Supporting Table SC7 (1) Monthly Budget Statement - transfers and grant expenditure

Description	2013/14	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	514,541	556,489	-	40,965	167,982	185,496	(17,515)	-9.4%	553,489
Equitable share	415,990	455,799	-	37,983	151,933	151,933	-		455,799
Finance Management	1,650	1,800	-	168	207	600	(393)	-65.5%	1,800
Municipal Systems Improvement	890	930	-	-	930	310	620	200.0%	930
Integrated National Electrification Programme	36,374	25,000	-	-	994	8,333	(7,340)	-88.1%	25,000
EPWP Incentive	4,614	3,960	-	349	715	1,320	(605)	-45.9%	3,960
Municipal Infrastructure Grant (MIG)	26,593	46,000	-	1,739	10,477	15,333	(4,857)	-31.7%	46,000
Water Services Operating Subsidy Grant	25,229	20,000	-	727	727	6,667	(5,940)	-89.1%	20,000
Infrastructure Skills Development Grant	3,200	3,000	-	-	2,000	1,000	1,000	100.0%	
				-			-		
Other grant providers:	1,660	-	-	-	-	-	-	-	-
Local economic development grant	55	-	-	-	-	-	-	-	-
Local govt transition grant	651								
Local govt restructuring grant	954								
National Lottery		-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:	516,200	556,489	-	40,965	167,982	185,496	(21,344)	-15.3%	553,489
Capital expenditure of Transfers and Grants									
National Government:	354,538	430,646	-	48,398	101,754	143,549	(47,744)	-44.3%	430,646
Municipal Infrastructure Grant (MIG)	217,145	220,646	-	20,658	58,371	73,549	(15,178)	-20.6%	220,646
Public Transport Infrastructure Grant	129,182	200,000	-	27,572	41,039	66,667	(25,627)	-38.4%	200,000
Integrated National Electrification Programme		5,000	-	-	-	1,667	(1,667)	-100.0%	5,000
Neighbourhood Dev Partnership Grant		5,000	-	-	-	1,667	(1,667)	-100.0%	5,000
Water Services Operating Subsidy Grant	2,269					-	-		
Energy Efficiency & Demand Management Grant	5,943			168	2,344	-	2,344	-	
Other grant providers:	5,572	6,153	-	-	-	2,051	(2,051)	-100.0%	6,153
Dept Environmental Affairs	5,572					-	-		
National Lottery		6,153	-	-	-	2,051	(2,051)	-100.0%	6,153
Total capital expenditure of Transfers and Grants	360,110	436,799	-	48,398	101,754	145,600	(43,845)	-30.1%	436,799
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	876,310	993,288	-	89,364	269,736	331,096	(61,360)	-18.5%	990,288

Section 7 - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts

Description	Budget Year 2013/14				2014/15 Medium Term Revenue &		
	July	August	Sept	October	Budget Year	Budget Year	Budget Year
R thousands	Outcome	Outcome	Outcome	Outcome	2014/15	+1 2015/16	+2 2016/17
Cash Receipts By Source							
Property rates	21,658	18,525	22,747	22,001	302,252	326,432	352,547
Property rates - penalties & collection charges	-	-	-	-	-	-	-
Service charges - electricity revenue	54,839	54,049	58,167	57,304	726,738	777,183	831,155
Service charges - water revenue	19,793	15,062	14,733	18,372	275,959	292,367	309,759
Service charges - sanitation revenue	3,556	3,059	3,006	3,290	65,394	69,228	73,291
Service charges - refuse	4,887	4,115	4,150	4,774	59,843	63,434	67,240
Service charges - other	116	33	68	37	-	-	-
Rental of facilities and equipment	496	548	878	728	18,620	19,737	20,921
Interest earned - external investments	-	-	1,204	263	23,000	23,000	23,000
Interest earned - outstanding debtors	(185)	(117)	(238)	(340)	30,000	31,000	32,000
Dividends received	-	-	-	-	-	-	-
Fines	181	110	91	138	6,453	6,840	7,250
Licences and permits	890	845	679	781	9,027	9,569	10,143
Agency services	186	153	122	169	15,656	16,596	17,591
Transfer receipts - operating	182,220	2,514	-	-	562,642	657,024	710,160
Other revenue	25,013	44,134	136,691	33,061	26,963	28,461	30,049
Cash Receipts by Source	313,649	143,031	242,297	140,579	2,122,548	2,320,870	2,485,107
Other Cash Flows by Source							
Transfer receipts - capital	172,418	-	-	-	430,646	421,435	433,761
Increase in consumer deposits	412	316	343	339	5,000	5,000	5,000
Receipt of non-current debtors	20	11	7	46	-	-	-
Total Cash Receipts by Source	486,499	143,358	242,648	140,963	2,558,194	2,747,305	2,923,868
Cash Payments by Type							
Employee related costs	39,094	39,647	39,437	40,284	478,464	509,086	541,668
Remuneration of councillors	1,721	1,728	1,815	1,809	25,410	26,918	28,517
Interest paid	-	-	-	-	23,747	21,158	17,750
Bulk purchases - Electricity	51,518	66,916	62,733	50,070	540,000	583,000	630,000
Bulk purchases - Water & Sewer	14,027	12,063	11,856	17,498	158,000	169,000	180,000
Other materials	9,382	2,473	5,358	9,649	162,381	164,715	171,523
Contracted services	2,668	9,842	4,921	6,595	64,735	65,310	66,310
Grants and subsidies paid - other municipalities	-	-	-	-	5,240	5,240	5,240
Grants and subsidies paid - other	2,520	-	40	20	339,119	383,119	384,960
General expenses	64,410	46,241	224,526	46,603	-	-	-
Cash Payments by Type	185,340	178,911	350,685	172,528	1,797,096	1,927,546	2,025,968
Other Cash Flows/Payments by Type							
Capital assets	5,606	29,066	25,485	49,443	430,646	421,435	433,761
Repayment of borrowing	-	-	-	-	36,806	37,509	37,236
Other Cash Flows/Payments	-	-	-	-	-	-	-
Total Cash Payments by Type	190,946	207,977	376,170	221,971	2,264,548	2,386,491	2,496,965
NET INCREASE/(DECREASE) IN CASH HELD	295,553	(64,618)	(133,522)	(81,007)	293,645	360,814	426,903
Cash/cash equivalents at the month/year beginning:	309,593	605,146	540,528	407,005	309,593	603,238	964,052
Cash/cash equivalents at the month/year end:	605,146	540,528	407,005	325,998	603,238	964,052	1,390,955

Section 8 - Municipal Manager Quality certification

I, **Constance Mametja**, the Municipal Manager of Polokwane Local Municipality, hereby

Certify that –

- The Monthly Budget Statement

For the month of **October 2014** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: _____

Municipal Manager of Polokwane Local Municipality: LIM354

Signature : _____

Date : _____

Annexure A Capital Programme 2014/2015

Description	Vote	No	Funding	Original Budget	Roll-over Budget	Expenditure Oct-14	Total	%	
Facility Management									
Renovation of Offices	5	3040	00141	CRR	5,500,000		0.00	0	
Renovation of Offices Stadium	5	3040	00151	CRR	1,000,000	28,200.00	28,200.00	3	
Furniture and Office Equipment	5	3040	00161	CRR	800,000	69,576.65	128,702.05	16	
Refurbishment of Civic Centre	5	3040	00171	CRR	8,500,000		0.00	0	
					15,800,000	0	97,776.65	156,902.05	1
Roads & Stormwater									
Rehabilitation of street in Mankweng and upgrading of storm water.	5	3230	01031	CRR	5,000,000		0.00	0	
Road Signage	5	3230	01091	CRR	1,000,000		0.00	0	
Installation of traffic lights	5	3230	01101	CRR	500,000		0.00	0	
Construction of low level bridges	5	3230	01111	CRR	1,000,000		0.00	0	
Contribution to private development	5	3230	01121	CRR	3,975,000		3,529,672.40	89	
Gravel Management System	5	3230	01131	CRR	225,000		0.00	0	
Upgrading of arterial road Mamatsha	5	3230	01141	MIG	5,000,000	459,826.67	668,465.13	13	
Upgrading of arterial road Makotopong	5	3230	01151	MIG	10,000,000	441,179.90	441,179.90	4	
Upgrading of arterial road Khohloane	5	3230	01161	MIG	10,000,000		553,065.84	6	
Upgrading of arterial road D3413 from D19 (Mamadila to Ramakgaphola: D3414 to Ga Manamela)	5	3230	01171	MIG	10,000,000		0.00	0	
Upgrading of Arterial road D977 (Silicon to Matobole 19km)	5	3230	01181	MIG	17,000,000	640,719.41	2,275,149.25	13	
Upgrading of Arterial road D4030 & D1809 (Nobody to Laastehoop to Mothapo 17km)	5	3230	01191	MIG	10,000,000		386,966.67	4	
Upgrading of arterial road Sebayeng to Mantheding	5	3230	01201	MIG	10,000,000		673,325.36	7	
Upgrading of access road SDA 1 (Lethuli and Madiba Park)	5	3230	01211	MIG	10,000,000	1,204,219.86	1,204,219.86	12	
Road to Rampheri	5	3230	01221	MIG	5,000,000		0.00	0	
NDPG Projects	5	3230	01231	NDPG	5,000,000		0.00	0	
					103,700,000	0	2,745,945.84	9,732,044.41	9
Sanitation									
Upgrading of laboratory	5	3335	00271	CRR	1,600,000		0.00	0	
Upgrading of Oxidation ponds	5	3335	00281	CRR	1,000,000		0.00	0	
Extension 78 bulk reticulation	5	3335	00291	CRR	1,000,000	767,346.51	767,346.51	77	
Sewer regional plant	5	3335	00301	CRR	500,000		0.00	0	
Total					4,100,000	0	767,346.51	767,346.51	19
Water Supply and reticulation									
Mmotong wa penkisi	5	3340	00901	CRR	3,000,000		0.00	0	
Scada system boreholes	5	3340	00911	CRR	1,000,000		0.00	0	
Extension 78 bulk reticulation	5	3340	00921	CRR	1,000,000	-767,346.51	1,000,000.00	100	
Upgrading of water reticulation in City cluster	5	3340	00931	CRR	6,000,000		0.00	0	
Prepaid water meters	5	3340	00941	CRR	300,000		0.00	0	
Clock machines	5	3340	00961	CRR	700,000		0.00	0	
Mothapo RWS	5	3340	00981	MIG	10,000,000		1,699,855.76	17	
Molelje East RWS	5	3340	00991	MIG	10,000,000	399,312.50	3,136,992.50	31	
Molelje North RWS	5	3340	01001	MIG	2,000,000	458,274.12	605,581.66	30	
Sebayeng/Dikgale RWS	5	3340	01011	MIG	12,000,000		0.00	0	
Molelje South RWS	5	3340	01021	MIG	10,000,000	389,355.62	389,355.62	4	
Houtrivier RWS	5	3340	01031	MIG	9,000,000	533,838.94	798,771.76	9	

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Description	Vote	No	Funding	Original Budget	Roll- over Budget	Expenditure	Total	%	
						Oct-14			
Chuene Maja RWS	5	3340	01041	MIG	15,000,000		0.00	0	
Molepo RWS	5	3340	01051	MIG	10,000,000		0.00	0	
Laastehoop RWS	5	3340	01061	MIG	3,000,000	226,843.11	226,843.11	8	
Mankweng RWS	5	3340	01071	MIG	10,000,000		0.00	0	
Boyne RWS	5	3340	01081	MIG	5,000,000	195,656.52	195,656.52	4	
Segwasi RWS	5	3340	01091	MIG	2,000,000	148,682.39	148,682.39	7	
Badimong RWS	5	3340	01101	MIG	12,000,000		0.00	0	
					122,000,000	0	1,584,616.69	8,201,739.32	7
Energy Services									
Installation of Additional Cable from Sigma to Hospital sub (third cable)	5	3430	00441	CRR	4,000,000		0.00	0	
Upgrade 800A Busbars to 1200A in Alpha 66KV Distribution substation	5	3430	00451	CRR	1,000,000		0.00	0	
Build Bakone 66KV intake substation	5	3430	00461	CRR	1,000,000		0.00	0	
Build 66KV/11KV double circuit line from balcore substation	5	3430	00471	CRR	2,000,000		0.00	0	
Plant and Equipment	5	3430	00491	CRR	800,000	13,422.11	14,434.61	2	
High Mast & street lights	5	3440	00501	CRR	6,000,000		0.00	0	
Demand Side Management (DSM)	5	3430	00511	EDSM	5,000,000		0.00	0	
					19,800,000	0	13,422.11	14,434.61	0
Disaster and Fire									
Acquisition of fire Equipment	5	4230	00051	CRR	500,000		100,000.00	20	
					500,000	0	0.00	100,000.00	20
Environmental Mangement									
Grass cutting equipment	5	4335	00151	CRR	500,000		0.00	0	
Development of Sterpark botanical garden	5	4335	00171	CRR	500,000		0.00	0	
					1,000,000	0	0.00	0.00	0
Waste Management									
Weighbridge landfill	5	4340	00081	CRR	800,000		0.00	0	
Waste 6m3 skip containers	5	4340	00091	CRR	600,000		0.00	0	
240 Litre Bins	5	4340	00101	CRR	400,000		0.00	0	
					1,800,000	0	0.00	0.00	0
Sport & Recreation									
Purchase of Grass Cutting equipment	5	4530	00141	CRR	700,000		0.00	0	
Upgrading of Seshego Stadium	5	4530	00151	CRR	7,000,000	91,250.00	91,250.00	1	
Rehabilitation of polokwane town pool	5	4530	00161	CRR	3,000,000		0.00	0	
Upgrading of Ga- Manamela Sport Field	5	4530	00171	MIG	2,000,000		0.00	0	
Construction of Ga-Molepo/Maja Sport Complex	5	4530	00181	MIG	7,000,000		0.00	0	
Construction Mankweng Sport Complex	5	4530	00191	MIG	13,646,000		0.00	0	
Outdoor Sport facilities in all clusters	5	4530	00201	MIG	1,000,000		0.00	0	
Rehabilitation of Seshego Stadium	5	4530	00211	NLDTF	1,153,000		0.00	0	
Heating of Polokwane Olympic Pool	5	4530	00221	NLDTF	2,000,000		0.00	0	
Sport stadium in Ga-Maja	5	4530	00231	NLDTF	3,000,000		0.00	0	
					40,499,000	0	91,250.00	91,250.00	0
Libraries									
Books	5	4630	00031	CRR	400,000	71,233.56	96,489.44	24	
					400,000	0	71,233.56	96,489.44	24
Museums									
Exhibition: 2 decades of democracy Irish House	5	4640	00041	CRR	400,000		0.00	0	
Exhibition: Retrospective Art	5	4640	00051	CRR	400,000		0.00	0	
					800,000	0	0.00	0.00	0

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Description	Vote	No	Funding	Original Budget	Roll-over Budget	Expenditure Oct-14	Total	%	
Information Services									
ICT Equipments	5	5210	00221	CRR	500,000	15,333.34	58,882.14	12	
Network Upgrade	5	5210	00231	CRR	2,000,000		0.00	0	
Development and Implementation of IT Strategy	5	5210	00241	CRR	2,000,000		0.00	0	
					4,500,000	0	15,333.34	58,882.14	1
Secretariat & Records									
Records filing cabinets	5	5510	00021	CRR	1,000,000		0.00	0	
					1,000,000	0	0.00	0.00	0
City Planning									
Integrated GIS System	5	6110	00031	CRR	1,300,000		0.00	0	
					1,300,000	0	0.00	0.00	0
Transport Operations (PRTS)									
IRPTS Project support and planning	5	6160	00031	PTISG	60,000,000		0.00	0	
IRPTS Infrastructure implementation	5	6160	00041	PTISG	140,000,000		0.00	0	
					200,000,000	0	0.00	0.00	0
Housing & Building Inspections									
Plan Scanner (Electronic Approval of Building Plans)	5	6310	00021	CRR	550,000		0.00	0	
					550,000	0	0.00	0.00	0
Supply chain Management									
SCM asset improvement project	5	7030	00021	CRR	1,000,000		0.00	0	
					1,000,000	0	0.00	0.00	0
TOTAL EXPENDITURE NEW PROJECTS					518,749,000	0	5,386,924.70	19,219,088.48	4
Funding Sources									
Municipal Infrastructure Grant (MIG)				MIG	220,646,000	0	5,097,909.04	13,404,111.33	6
Electricity Demand Side Management (EDSM)				EDSM	5,000,000	0	0.00	0.00	0
Neighbourhood Dev Partnership Grant				NDPG	5,000,000	0	0.00	0.00	0
Public Transport Infrastructure System Grant (PTIG)				PTISG	200,000,000	0	0.00	0.00	0
Total DoRA Allocations					430,646,000	0	5,097,909.04	13,404,111.33	3
Public Contributions									
				NLDTF	6,153,000	0	0.00	0.00	0
Own Funds									
				CRR	81,950,000	0	289,015.66	5,814,977.15	7
TOTAL NEW PROJECTS					518,749,000	0	5,386,924.70	19,219,088.48	4

In-year report (October 2014) – Monthly Budget Statement

ROLL OVER PROJECTS 2014/15								
Description	Vote	No	Funding	Original Budget	Roll-over Budget	Expenditure	Total	%
						Oct-14		
Facility Management								
Renovation of Offices	5	3040	00111	CRR	0	480,190	0.00	0
Renovation of Offices Stadium	5	3040	00121	CRR	0	2,587,380	262,291.21	262,291.21
Furniture and Office Equipment	5	3040	00131	CRR	0	393,030	0.00	0
					0	3,460,600	262,291.21	262,291.21
								8
Road Transport Infrastructure Services								
Arterial roads Makotopong Phase 3	5	3230	00601	MIG		150,650	0.00	0
Arterial roads Mamatsa Phase 4	5	3230	00611	MIG		820,110	0.00	0
Ga - Mamphaka Phase 3	5	3230	00631	MIG		1,028,670	999,999.75	999,999.75
Badimong Access roads	5	3230	00661	MIG		453,560	0.00	0
Molefje Cluster Upgrading of arterial road	5	3230	00671	MIG		2,046,660	0.00	0
Planning & Construction for NMT along Nelson Mandela	5	3230	00871	DEA	0	1,928,000	0.00	0
Upgrading of arterial road Mamatsa	5	3230	00911	MIG	0	3,214,170	498,073.68	1,436,605.63
Upgrading of arterial road Makotopong	5	3230	00921	MIG	0	5,444,260	3,467,615.81	5,118,344.41
Upgrading of arterial road Khohloane	5	3230	00931	MIG	0	6,669,180	3,860,061.46	4,390,511.68
Upgrading of arterial road D3413 from D19 (Mamadila to Ramakgaphola: D3414 to Ga Manamela)	5	3230	00941	MIG	0	3,835,980		3,398,202.28
Upgrading of Arterial road D977 (Silicon to Matobole 19km)	5	3230	00951	MIG	0	5,047,200		2,153,206.68
Upgrading of Arterial road D4030 & D1809 (Nobody to Laastehoop to Mophapo 17km)	5	3230	00961	MIG	0	283,770		0.00
Upgrading of arterial road Sebayeng to Mantheding	5	3230	00971	MIG	0	6,352,960	824,879.57	1,394,248.45
Upgrading of access road SDA 1 (Lethuli and Madiba Park)	5	3230	00981	MIG	0	258,500		0.00
Regravelling of Roads	5	3230	00771	CRR			-354,040.14	0.00
Construction of low level bridges	5	3230	00991	CRR	0	553,470		223,955.40
					0	38,087,140	9,296,590.13	19,115,074.28
								50
Sanitation								
Upgrading of laboratory	5	3330	00131	CRR		1,312,470	0.00	0
Total					0	1,312,470	0.00	0.00
								0
Water Supply and reticulation								
Mophapo RWS	5	3340	00441	MIG	0	2,743,450	272,377.11	1,135,833.49
Molefje East RWS	5	3340	00451	MIG	0	7,126,370	444,847.39	1,425,888.28
Molefje South RWS	5	3340	00471	MIG	0	987,120		0.00
Houtivier RWS	5	3340	00481	MIG	0	345,490		0.00
Chuene Maja RWS	5	3340	00491	MIG	0	230,450		0.00
Molepo RWS	5	3340	00501	MIG	0	331,610		0.00
Laastehoop RWS	5	3340	00511	MIG	0	4,279,810		494,107.71
Mmotong wa perikisi	5	3340	00521	MIG	0	7,443,480		0.00
Boyne RWS	5	3340	00541	MIG	0	52,400		0.00
Badimong RWS	5	3340	00561	MIG	0	64,030		0.00
Sebayeng/Dikgale RWS	5	3340	00571	MIG	0	5,106,480	746,518.90	2,298,680.45
Refurbishment of infrastructure	5	3340	00761	DWA	0	7,731,060	726,600.00	726,600.00
								9

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Description	Vote	No	Funding	Original Budget	Roll- over Budget	Expenditure	Total	%	
						Oct-14			
Mothapo RWS	5	3340	00771	MIG	0	2,650,110	1,710,287.99	65	
Molelje East RWS	5	3340	00781	MIG	0	4,241,290	2,206,243.00	52	
Molelje North RWS	5	3340	00791	MIG	0	146,080	26,430.39	18	
Sebayeng/Dikgale RWS	5	3340	00801	MIG	0	8,037,190	2,881,051.36	71	
Molelje South RWS	5	3340	00811	MIG	0	1,719,100	607,935.58	100	
Chuene Maja RWS	5	3340	00831	MIG	0	3,670,860	804,172.85	22	
Molepo RWS	5	3340	00841	MIG	0	1,747,110	560,466.20	32	
Laastelehoop RWS	5	3340	00851	MIG	0	341,060	-28,543.11	100	
Mankweng RWS	5	3340	00861	MIG	0	6,752,090	4,542,875.15	67	
Boyne RWS	5	3340	00871	MIG	0	1,762,040	128,136.43	64	
Segwasi RWS	5	3340	00881	MIG	0	189,370	61,233.57	32	
Badimong RWS	5	3340	00891	MIG	0	3,079,620	830,586.75	62	
					0	70,777,670	6,635,940.80	26,802,110.97	38
Energy Services									
Demand Side Management Projects	5	3430	00411	EDSM	0	4,057,390	168,376.03	2,344,231.67	58
					0	4,057,390.00	168,376.03	2,344,231.67	58
Disaster and Fire									
Acquisition of fire Equipment	5	4230	00041	CRR	0	498,290	121,000.00	121,000.00	24
					0	498,290	121,000.00	121,000.00	24
Environmental Mangement									
Development of Tom Naude Dam	5	4335	00101	MIG	0	923,060	0.00	0	
Development of Ext 44/71 park	5	4335	00111	MIG	0	4,000,000	0.00	0	
Grass cutting equipment	5	4335	00131	CRR	0	781,170	588,158.00	75	
					0	5,704,230	0.00	588,158.00	10
Waste Management									
Waste 6m3 skip containers	5	4340	00051	CRR	0	600,000	0.00	0	
Connection of water and electrification of the guard house (Mankweng Transfer Station)	5	4340	00061	CRR	0	350,000	0.00	0	
Rural transfer station	5	4340	00071	MIG	0	7,212,960	0.00	0	
					0	8,162,960	0.00	0.00	0
Sport & Recreation									
Purchase of Grass Cutting equipment	5	4530	00081	CRR	0	255,000	0.00	0	
Upgrading of Ga- Manamela Sport Field	5	4530	00101	MIG	0	2,239,260	0.00	0	
Construction of Ga-Molepoli/Maja Sport Complex	5	4530	00111	MIG	0	153,860	0.00	0	
Construction Mankweng Sport Complex	5	4530	00121	MIG	0	5,783,340	0.00	0	
Sebayeng Outdoor Sport facilities	5	4530	00131	MIG	0	1,000,000	0.00	0	
					0	9,431,460	0.00	0.00	0
Transport Operations									
IRPTS Project	5	6160	00021	PTISG	0	111,917,690	27,571,995.28	41,039,376.72	37
					0	111,917,690	27,571,995.28	41,039,376.72	37
Local Economic Development									
Mankweng Taxi Rank and Hawkers Centre	5	6420	00121	CRR		108,770	108,766.54	100	
						108,770	0.00	108,766.54	100
TOTAL EXPENDITURE ROLL OVER PROJECTS					0	253,518,670	44,056,193.45	90,381,009.39	36

In-year report (October 2014) – Monthly Budget Statement

Description	Vote	No	Funding	Original Budget	Roll- over Budget	Expenditure	Total	%
						Oct-14		
Funding Sources								
Municipal Infrastructure Grant (MIG)			MIG	0	119,964,760	15,559,971.07	44,966,629.85	37
Electricity Demand Side Management (EDSM)			EDSM	0	4,057,390	168,376.03	2,344,231.67	58
Department of Water Affairs(DWA)			DWA	0	7,731,060	726,600.00	726,600.00	9
Public Transport Infrastructure System Grant (PTIG)			PTISG	0	111,917,690	27,571,995.28	41,039,376.72	37
Total DoRA Allocations				0	243,670,900	44,026,942.38	89,076,838.24	37
Public Contributions								
			DEA	0	1,928,000	0.00	0.00	0
Own Funds								
			CRR		7,919,770	29,251.07	1,304,171.15	16
TOTAL ROLL OVER PROJECTS					253,518,670	44,056,193.45	90,381,009.39	36
TOTAL EXPENDITURE ALL PROJECTS								
				518,749,000	253,518,670	49,443,118.15	109,600,097.87	14
Funding Sources								
Municipal Infrastructure Grant (MIG)			MIG	220,646,000	119,964,760	20,657,880.11	58,370,741.18	17
Electricity Demand Side Management (EDSM)			EDSM	5,000,000	4,057,390	168,376.03	2,344,231.67	26
Neighbourhood Dev Partnership Grant			NDPG	5,000,000	0	0.00	0.00	0
Department of Water Affairs(DWA)			DWA	0	7,731,060	726,600.00	726,600.00	9
Public Transport Infrastructure System Grant (PTIG)			PTISG	200,000,000	111,917,690	27,571,995.28	41,039,376.72	13
Total DoRA Allocations				430,646,000	243,670,900	49,124,851.42	102,480,949.57	15
Public Contributions								
National lottery Fund			NLDTF	6,153,000	0	0.00	0.00	0
Dept Environmental Affairs/ KFW German Bank			DEA	0	1,928,000	0.00	0.00	0
Own Funds								
			CRR	81,950,000	7,919,770	318,266.73	7,119,148.30	8
TOTAL ALL PROJECTS				518,749,000	253,518,670	49,443,118.15	109,600,097.87	14