

# THABAZIMBI LOCAL MUNICIPALITY



## MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 31 December 2013

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## **PART 1: THE MONTHLY REPORT**

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The purpose of this report is to adhere to the requirements of the legislation and regulations as quoted below.

**a. Section 71. (1)** of the MFMA, stipulates that :

The accounting officer of a 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 provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a) *Actual* revenue, per revenue source;
- (b) Actual borrowings;
- (c) Actual expenditure, per vote;
- (d) Actual capital expenditure, per vote;
- (e) The amount of any allocations received;
- (f) Actual expenditure on those allocations, excluding expenditure on
  - (i) Its share of the local government equitable share; and
  - (ii) Allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and
- (g) When necessary, an explanation of
  - (i) Any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
  - (ii) Any material variances from the service delivery and budget implementation plan; and
  - (iii) Any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved budget.

**b. Section 66** of the MFMA, stipulates further that :

The accounting officer of a municipality must, in a format and for periods as may be prescribed, report to the council on all expenditure incurred by the municipality on staff salaries, wages, allowances and benefits, and in a manner that discloses such expenditure per type of expenditure, namely:

- (a) Salaries and wages;
- (b) Contributions for pensions and medical aid;
- (c) Travel, motor car, accommodation, subsistence and other allowances;
- (d) Housing benefits and allowances;
- (e) Overtime payments;
- (f) Loans and advances; and
- (g) Any other type of benefit or allowance related to staff.

**c. Deviation from and ratification of minor breaches of procurement processes** : Regulation 36 (2) of the Supply Chain Management Regulations per Government Gazette, Notice number 27636, dated 30 May 2005 stipulates that :

The accounting officer must record the reasons for any deviations in terms of sub-regulation 1(a) and (b) and report them to the next meeting of the council and include as a note to the financial statements

## 1. **Tabling of the Monthly Budget Statements**

Regulation 29 of the Budget Regulations per Government Gazette, Notice number 31804, dated 23 January 2009 stipulates that:

The mayor may table in the municipal council a monthly budget statement submitted to the mayor in terms of section 71 (1) of the Act. If the mayor does so, the monthly budget statement must be accompanied by a mayor's report in a format set out in schedule C.

## 2. **Publication of the Monthly Budget Statements**

Regulation 30 of the Budget Regulations per Government Gazette, Notice number 31804(read with Section 71, MFMA), dated 23 January 2009 stipulates that:

- (1) The monthly budget statement of a municipality must be placed on the municipality's website;
- (2) The municipal manager must publish on the municipal website any other information that the municipal council considers appropriate to facilitate public awareness of the monthly budget statement, including
  - (a) Summaries of the monthly budget statements in alternate languages predominant in the community; and
  - (b) Information relevant to each ward in the municipality.

## 3. **Reports attached:**

Table 1 Monthly Budget Statement ó Summary;  
Table 2 Monthly Budget Statement ó Financial Performance per standard classification;  
Table 3 Monthly Budget Statement ó Financial Performance (Revenue and Expenditure by vote);  
Table 4 Monthly Budget Statement ó Financial Performance (Revenue and Expenditure by source);  
Table 5 Monthly Budget Statement ó Capital Expenditure (municipal vote; standard classification and funding);  
Table 6 Monthly Budget Statements ó Financial Position;  
Table 7 Monthly Budget Statements ó Cash Flow;

## 4. **Supporting tables :**

Table 8: Material variance explanations;  
Table 9: Performance Indicators;  
Table 10: Debtors age analysis;  
Table 11: Creditors age analysis;  
Table 12: Investment portfolio;  
Table 13: Transfers and Grants received;  
Table 14: Transfers and Grants expenditure;  
Table 15: Councilor and staff benefits;  
Table 17: Capital expenditure trend  
Table 18: Capital expenditure on new assets by asset class  
Table 19: Expenditure on repairs by asset class  
Table 20: Deviations from supply chain policy

**5. Deviation from and ratification of minor breaches of procurement process**

The deviations from, and ratification of minor breaches of the procurement process for the month to December 2013 as required in terms of subparagraph 36(1)(a) and (b) of the Supply Chain Management Regulations and Policy is herewith attached.

**RECOMMENDATION**

**It is recommended that the council:**

1. takes note of the monthly budget statements as reported by the mayor under Table C 1 to 7 and the supporting tables SC 1 to 13;
2. approves the remedial and corrective steps as recommended under Supporting Table SC 1 to be implemented with immediate effect; and
3. Takes note of the explanations and ratify the deviations from the procurement process in terms of subparagraph 36(1) (a) and (b) of the Supply Chain Management Regulations; as detailed on Table 20.
4. takes note that each departmental head were informed of the budget statement applicable to their department and that they were instructed to exercise more effective control over the authorization and payment of all expenditure in their departments;

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**Adv ME Ntsoane**

*(Accounting Officer of Thabazimbi Local Municipality)*

**DATE:** \_\_\_\_ / \_\_\_\_ / **2013**

## EXECUTIVE SUMMARY

### Table 1 MBRR C1 Monthly Budget Statement Summary – M06 December 2013

Description	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	12,076	23,658	23,658	1,634	8,521	11,828	(3,308)	-28%	23,658
Service charges	90,135	133,288	133,288	15,013	71,084	64,337	6,747	10%	133,288
Investment revenue	185	45	45	2	8	23	(15)	-67%	4,600
Transfers recognised - operational	77,521	67,686	67,686	20,043	35,552	35,552	-	-	67,686
Other own revenue	32,704	16,706	16,706	83	4,143	8,353	(4,210)	-50%	16,706
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>212,621</b>	<b>241,383</b>	<b>241,383</b>	<b>36,775</b>	<b>119,307</b>	<b>120,093</b>	<b>(786)</b>	<b>-1%</b>	<b>245,938</b>
Employee costs	75,672	82,900	82,900	8,631	47,457	45,125	2,332	5%	82,900
Remuneration of Councillors	5,692	6,933	6,933	540	3,424	3,467	(42)	-1%	6,933
Depreciation & asset impairment	54,763	16,123	16,123	4,516	27,094	8,062	19,033	236%	16,123
Finance charges	8,675	3,500	3,500	122	408	1,750	(1,342)	-77%	3,500
Materials and bulk purchases	58,571	58,803	58,803	9,243	28,170	29,401	(1,231)	-4%	58,803
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	56,413	52,740	52,740	5,436	16,382	25,894	(9,512)	-37%	52,740
<b>Total Expenditure</b>	<b>259,786</b>	<b>220,999</b>	<b>220,999</b>	<b>28,487</b>	<b>122,936</b>	<b>113,699</b>	<b>9,237</b>	<b>8%</b>	<b>220,999</b>
<b>Surplus/(Deficit)</b>	<b>(47,165)</b>	<b>20,384</b>	<b>20,384</b>	<b>8,288</b>	<b>(3,629)</b>	<b>6,393</b>	<b>(10,023)</b>	<b>-157%</b>	<b>24,939</b>
Transfers recognised - capital	42,150	40,019	40,019	-	27,261	27,261	-	-	40,019
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(5,015)</b>	<b>60,403</b>	<b>60,403</b>	<b>8,288</b>	<b>23,632</b>	<b>33,654</b>	<b>(10,023)</b>	<b>-30%</b>	<b>64,958</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(5,015)</b>	<b>60,403</b>	<b>60,403</b>	<b>8,288</b>	<b>23,632</b>	<b>33,654</b>	<b>(10,023)</b>	<b>-30%</b>	<b>64,958</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>26,448</b>	<b>57,029</b>	<b>57,029</b>	<b>10,913</b>	<b>17,760</b>	<b>17,760</b>	<b>-</b>	<b>-</b>	<b>57,029</b>
Capital transfers recognised	24,074	40,019	40,019	10,913	15,038	15,038	-	-	40,019
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	2,374	17,010	17,010	-	2,722	2,722	-	-	17,010
<b>Total sources of capital funds</b>	<b>26,448</b>	<b>57,029</b>	<b>57,029</b>	<b>10,913</b>	<b>17,760</b>	<b>17,760</b>	<b>-</b>	<b>-</b>	<b>57,029</b>
<b>Financial position</b>									
Total current assets	59,451	58,423	58,423	-	93,298	-	-	-	58,423
Total non current assets	105,231	1,639,682	1,639,682	-	1,311,792	-	-	-	1,639,682
Total current liabilities	97,879	71,205	71,205	-	110,252	-	-	-	71,205
Total non current liabilities	29,162	35,012	35,012	-	53,921	-	-	-	35,012
<b>Community wealth/Equity</b>	<b>37,641</b>	<b>1,591,887</b>	<b>1,591,887</b>	<b>-</b>	<b>1,240,917</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,591,887</b>
<b>Cash flows</b>									
Net cash from (used) operating	21,759	50,036	50,036	(3,072)	7,725	20,074	(12,349)	-62%	50,036
Net cash from (used) investing	(19,742)	(50,601)	(50,601)	(6,574)	(15,104)	(15,852)	747	-5%	(50,601)
Net cash from (used) financing	(670)	9,998	9,998	-	(1,634)	(834)	(800)	96%	9,998
<b>Cash/cash equivalents at the month/year end</b>	<b>5,805</b>	<b>10,788</b>	<b>13,448</b>	<b>-</b>	<b>(2,648)</b>	<b>4,743</b>	<b>(7,392)</b>	<b>-156%</b>	<b>15,798</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	17,968	14,283	5,290	4,648	4,228	102,335	-	-	148,752
<b>Creditors Age Analysis</b>									
Total Creditors	29,036	7,029	11,372	10,513	3,876	6,968	15,000	17,961	101,755

This summary is based on financial information available at the time of preparation and is unaudited. The table above only shows summarized data; details are depicted on the Tables 1 ó 7 as well as supporting tables that follow.

Total operating revenue achieved to date amounts to R119 million against a target of R120 million. This is equivalent to an underachievement of R10.8 million or 1%. Expenditure incurred year to date amounts R120 million excluding capital expenditure. A total percentage variance of approximately 8% on operating expenditure results in an operating loss of R3.6 million. However it must be noted that this is before incorporating expenditure on some of our accounting estimates ie provisions for long service award, post employment benefit and increase in receivables provision for impairment.

Capital receipts received to date amounts to R27.3 million which is as per the National Treasury payment schedule for 2013/14 financial year. The total spending on MIG funds in the 2012/13 financial year was 100% inclusive of committed and rolled-over funds from 2011/12 financial year; hence no application of MIG roll-overs was necessary into 2013/14 year end. The current spending for MIG is R15 million which represent 56% spending to date on actual receipts. Project Implementation is lagging behind and managers need to speed up implementation of the planned projects to expedite timeous provision of service delivery.

The debtors book remain very high as a result of outstanding balances and interest accumulated from prior years. An impairment provision was raised at the end of June 2013; however no bad debts or impairment assessment has been conducted since then. There is, however need to consider writing off some of these debts as it is highly unlikely that any recoveries will materialize. Efforts are being made with the assistance of COGHSTA to try and recover all sector department debts and Government debts.

Details of the variances shown on the table above as well as tables that follow are explained in Table 8 on page 16.

#### **Deviation from and ratification of minor breaches of procurement process**

The deviations from, and ratification of minor breaches of the procurement process for the period to November 2013 as required in terms of subparagraph 36(1)(a) and (b) of the Supply Chain Management Regulations and Policy is herewith attached in Table 20 in this report.



## MONTHLY BUDGET STATEMENT TABLES

The table below shows monthly financial performance, by revenue source and expenditure item, for the period ended 31 December 2013.

**Table 2 MBRR C2 Monthly Budget Statement - Financial Performance (revenue and expenditure) – M06 December 2013**

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Standard</b>										
<b>Governance and administration</b>		100,785	100,362	100,362	21,699	46,495	48,445	(1,950)	-4%	100,362
Executive and council		90,729	94,477	94,477	21,677	43,393	44,181	(789)	-2%	94,477
Budget and treasury office		8,691	3,646	3,646	16	2,805	2,927	(122)	-4%	3,646
Corporate services		1,365	2,238	2,238	7	297	1,337	(1,040)	-78%	2,238
<b>Community and public safety</b>		4,657	5,235	5,235	50	1,116	4,813	(3,697)	-77%	5,235
Community and social services		281	675	675	19	121	137	(16)	-12%	675
Sport and recreation		-	-	-	-	-	1	(1)	-100%	-
Public safety		4,376	4,560	4,560	31	995	4,675	(3,680)	-79%	4,560
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		567	2,499	2,499	13	212	34	178	530%	2,499
Planning and development		567	2,499	2,499	13	212	34	178	530%	2,499
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		92,429	133,288	133,288	15,013	71,084	66,401	4,683	7%	133,288
Electricity		44,089	53,184	53,184	8,837	31,306	26,592	4,714	18%	53,184
Water		28,517	57,104	57,104	1,718	25,985	28,552	(2,568)	-9%	57,104
Waste water management		11,655	13,612	13,612	3,757	9,414	6,563	2,850	43%	13,612
Waste management		8,168	9,388	9,388	701	4,380	4,694	(314)	-7%	9,388
<b>Other</b>	4	56,332	40,019	40,019	(0)	27,661	27,661	-	-	40,019
<b>Total Revenue - Standard</b>	2	254,771	281,402	281,402	36,775	146,568	147,354	(786)	-1%	281,402
<b>Expenditure - Standard</b>										
<b>Governance and administration</b>		77,936	63,898	63,898	9,656	43,686	26,343	17,343	66%	63,898
Executive and council		21,413	22,688	22,688	4,051	15,901	10,343	5,558	54%	22,688
Budget and treasury office		36,374	20,165	20,165	2,636	14,899	6,081	8,818	145%	20,165
Corporate services		20,149	21,045	21,045	2,969	12,886	9,920	2,967	30%	21,045
<b>Community and public safety</b>		16,872	17,590	17,590	3,343	11,689	10,124	1,565	15%	17,590
Community and social services		2,809	5,013	5,013	1,031	2,891	2,013	878	44%	5,013
Sport and recreation		5,290	1,946	1,946	1,407	4,144	2,718	1,426	52%	1,946
Public safety		8,773	10,631	10,631	905	4,655	5,393	(738)	-14%	10,631
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		53,327	36,143	36,143	2,874	20,152	20,300	(148)	-1%	36,143
Planning and development		4,166	6,166	6,166	480	2,284	2,746	(462)	-17%	6,166
Road transport		48,808	29,977	29,977	2,346	17,685	17,164	521	3%	29,977
Environmental protection		352	-	-	48	183	390	(207)	-53%	-
<b>Trading services</b>		111,651	103,368	103,368	12,614	45,408	53,732	(8,323)	-15%	103,368
Electricity		58,744	48,742	48,742	8,646	29,544	25,627	3,916	15%	48,742
Water		30,234	34,478	34,478	2,056	7,427	18,283	(10,856)	-59%	34,478
Waste water management		9,002	7,799	7,799	1,205	4,966	4,884	82	2%	7,799
Waste management		13,671	12,349	12,349	706	3,471	4,937	(1,465)	-30%	12,349
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	3	259,786	220,999	220,999	28,487	120,936	110,499	10,437	9%	220,999
<b>Surplus/ (Deficit) for the year</b>		(5,015)	60,403	60,403	8,288	25,632	36,854	(11,223)	-30%	60,403

The above table shows financial performance for the period ended 31 December 2013 by standard classification. Details and explanations of the variances reported are given on Table 8 that follows.

Below is a table showing financial performance for the period ended 31 December 2013 categorised by municipal vote. Details of the variances indicated are given on Table 8 that follows.

**Table 3 MBRR C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December 2013**

Vote Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - 100 Political Office Bearers		90,729	88,363	88,363	21,677	43,393	44,181	(789)	-1.8%	88,363
Vote 2 - 200 Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - 300 Budget & Treasury		8,691	5,853	5,853	16	2,805	2,927	(122)	-4.2%	5,853
Vote 4 - 400 Corporate Services		1,365	2,238	2,238	7	297	1,337	(1,040)	-77.8%	2,238
Vote 5 - 500 Planning and Development		567	2,499	2,499	13	212	34	178	530.4%	2,499
Vote 6 - 600 Community Services		12,825	19,016	19,016	751	5,496	9,507	(4,011)	-42.2%	19,016
Vote 7 - 700 Technical Services		140,593	163,434	163,434	14,311	94,365	89,368	4,997	5.6%	163,434
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>254,771</b>	<b>281,402</b>	<b>281,402</b>	<b>36,775</b>	<b>146,568</b>	<b>147,354</b>	<b>(786)</b>	<b>-0.5%</b>	<b>281,402</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - 100 Political Office Bearers		15,576	14,589	14,589	2,503	10,111	7,295	2,816	38.6%	14,589
Vote 2 - 200 Municipal Manager		5,837	6,097	6,097	1,548	5,790	3,048	2,741	89.9%	6,097
Vote 3 - 300 Budget & Treasury		36,374	12,162	12,162	2,636	14,899	6,081	8,818	145.0%	12,162
Vote 4 - 400 Corporate Services		20,149	19,839	19,839	2,969	12,886	9,920	2,967	29.9%	19,839
Vote 5 - 500 Planning and Development		4,519	6,273	6,273	528	2,467	3,136	(669)	-21.3%	6,273
Vote 6 - 600 Community Services		30,543	32,092	32,092	4,049	15,161	16,046	(885)	-5.5%	32,092
Vote 7 - 700 Technical Services		146,788	129,947	129,947	14,254	59,622	64,974	(5,352)	-8.2%	129,947
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>259,786</b>	<b>220,999</b>	<b>220,999</b>	<b>28,487</b>	<b>120,936</b>	<b>110,499</b>	<b>10,437</b>	<b>9.4%</b>	<b>220,999</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>(5,015)</b>	<b>60,403</b>	<b>60,403</b>	<b>8,288</b>	<b>25,632</b>	<b>36,854</b>	<b>(11,223)</b>	<b>-30.5%</b>	<b>60,403</b>

An aggregate negative variance of 0.5% is largely contributed to an underachievement in basic services, however due to the seasonal demands of our services; we anticipate the trend to even out after the full calendar circle.

Overall, there is a general over spending of 9.4% on operating expenditure, it is worth noting that some of accounting estimates such as GRAP 25 provisions and Debt impairment and write off are subject to the necessary reviews and approvals and are not part of this report. However depreciation for the first quarter has been incorporated onto the financial reporting system.

**Table 4 MBRR C4 Monthly Budget Statement - Financial Performance (standard classification) – M06 December 2013**

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		12,076	23,650	23,650	1,634	8,521	11,825	(3,304)	-28%	23,650
Property rates - penalties & collection charges		-	8	8	-	-	3	(3)	-100%	8
Service charges - electricity revenue		43,622	53,184	53,184	8,837	31,306	26,592	4,714	18%	53,184
Service charges - water revenue		26,712	57,104	57,104	1,718	25,985	26,245	(261)	-1%	57,104
Service charges - sanitation revenue		11,649	13,612	13,612	3,757	9,414	6,806	2,608	38%	13,612
Service charges - refuse revenue		8,152	9,388	9,388	701	4,380	4,694	(314)	-7%	9,388
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		521	750	750	30	193	375	(182)	-49%	750
Interest earned - external investments		185	45	45	2	8	23	(15)	-67%	45
Interest earned - outstanding debtors		8,199	4,555	4,555	-	2,751	2,277	474	21%	4,555
Dividends received		-	-	-	-	-	-	-	-	-
Fines		1,078	1,026	1,026	6	83	513	(430)	-84%	1,026
Licences and permits		1,486	1,889	1,889	2	700	945	(245)	-26%	1,889
Agency services		723	1,908	1,908	-	-	954	(954)	-100%	1,908
Transfers recognised - operational		77,521	67,686	67,686	20,043	35,552	35,552	-	-	67,686
Other revenue		20,469	6,579	6,579	46	417	3,289	(2,873)	-87%	6,579
Gains on disposal of PPE		228	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>212,621</b>	<b>241,383</b>	<b>241,383</b>	<b>36,775</b>	<b>119,307</b>	<b>120,093</b>	<b>(786)</b>	<b>-1%</b>	<b>241,383</b>
<b>Expenditure By Type</b>										
Employee related costs		75,672	82,900	82,900	8,631	47,457	45,125	2,332	5%	82,900
Remuneration of councillors		5,692	6,933	6,933	540	3,424	3,467	(42)	-1%	6,933
Debt impairment		6,979	2,000	2,000	-	-	-	-	-	2,000
Depreciation & asset impairment		54,763	16,123	16,123	4,516	27,094	8,062	19,033	236%	16,123
Finance charges		8,675	3,500	3,500	122	408	1,750	(1,342)	-77%	3,500
Bulk purchases		58,571	58,803	58,803	9,243	28,170	29,401	(1,231)	-4%	58,803
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		10,403	8,893	8,893	468	637	4,970	(4,333)	-87%	8,893
Transfers and grants		-	-	-	-	-	-	-	-	-
Other expenditure		39,031	41,847	41,847	4,968	15,745	20,924	(5,178)	-25%	41,847
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>259,786</b>	<b>220,999</b>	<b>220,999</b>	<b>28,487</b>	<b>122,936</b>	<b>113,699</b>	<b>9,237</b>	<b>8%</b>	<b>220,999</b>
<b>Surplus/(Deficit)</b>		<b>(47,165)</b>	<b>20,384</b>	<b>20,384</b>	<b>8,288</b>	<b>(3,629)</b>	<b>6,393</b>	<b>(10,023)</b>	<b>(0)</b>	<b>20,384</b>
Transfers recognised - capital		42,150	40,019	40,019	-	27,261	27,261	-	-	40,019
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(5,015)</b>	<b>60,403</b>	<b>60,403</b>	<b>8,288</b>	<b>23,632</b>	<b>33,654</b>			<b>60,403</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(5,015)</b>	<b>60,403</b>	<b>60,403</b>	<b>8,288</b>	<b>23,632</b>	<b>33,654</b>			<b>60,403</b>
Attributable to minorities		-	-	-	-	-	-			-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(5,015)</b>	<b>60,403</b>	<b>60,403</b>	<b>8,288</b>	<b>23,632</b>	<b>33,654</b>			<b>60,403</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-			-
<b>Surplus/ (Deficit) for the year</b>		<b>(5,015)</b>	<b>60,403</b>	<b>60,403</b>	<b>8,288</b>	<b>23,632</b>	<b>33,654</b>			<b>60,403</b>

Overall, the insignificant magnitudes of variances for both revenue and expenditure are expected, mainly due to the seasonal demand for basic services, we expect the trend to even out after the full financial cycle.

**Table 5 MBRR C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) – M06 December 2013**

Vote Description	Ref	2012/13		Budget Year 2013/14						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - 100 Political Office Bearers		-	-	-	-	-	-	-	-	-
Vote 2 - 200 Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - 300 Budget & Treasury		-	-	-	-	-	-	-	-	-
Vote 4 - 400 Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - 500 Planning and Development		-	-	-	-	-	-	-	-	-
Vote 6 - 600 Community Services		-	-	-	-	-	-	-	-	-
Vote 7 - 700 Technical Services		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - 100 Political Office Bearers		-	-	-	-	-	-	-	-	-
Vote 2 - 200 Municipal Manager		-	100	100	-	98	98	-	-	100
Vote 3 - 300 Budget & Treasury		-	2,500	2,500	-	30	30	-	-	2,500
Vote 4 - 400 Corporate Services		2,374	8,450	8,450	321	594	594	-	-	8,450
Vote 5 - 500 Planning and Development		-	-	-	-	-	-	-	-	-
Vote 6 - 600 Community Services		209	8,160	8,160	1,553	2,611	2,611	-	-	8,160
Vote 7 - 700 Technical Services		23,865	37,819	37,819	9,040	14,427	14,427	-	-	37,819
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	26,448	57,029	57,029	10,913	17,760	17,760	-	-	57,029
<b>Total Capital Expenditure</b>		<b>26,448</b>	<b>57,029</b>	<b>57,029</b>	<b>10,913</b>	<b>17,760</b>	<b>17,760</b>	<b>-</b>	<b>-</b>	<b>57,029</b>
<b>Capital Expenditure - Standard Classification</b>										
<b>Governance and administration</b>		<b>2,374</b>	<b>11,050</b>	<b>11,050</b>	<b>321</b>	<b>722</b>	<b>722</b>	<b>-</b>	<b>-</b>	<b>11,050</b>
Executive and council		-	100	100	-	98	98	-	-	100
Budget and treasury office		-	2,500	2,500	-	30	30	-	-	2,500
Corporate services		2,374	8,450	8,450	321	594	594	-	-	8,450
<b>Community and public safety</b>		<b>209</b>	<b>6,160</b>	<b>6,160</b>	<b>1,553</b>	<b>2,611</b>	<b>2,611</b>	<b>-</b>	<b>-</b>	<b>6,160</b>
Community and social services		209	2,100	2,100	-	125	125	-	-	2,100
Sport and recreation		-	4,000	4,000	1,553	2,486	2,486	-	-	4,000
Public safety		-	60	60	-	-	-	-	-	60
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>6,944</b>	<b>1,819</b>	<b>1,819</b>	<b>828</b>	<b>1,582</b>	<b>1,582</b>	<b>-</b>	<b>-</b>	<b>1,819</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		6,944	1,819	1,819	828	1,582	1,582	-	-	1,819
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>16,921</b>	<b>38,000</b>	<b>38,000</b>	<b>8,212</b>	<b>12,845</b>	<b>12,845</b>	<b>-</b>	<b>-</b>	<b>38,000</b>
Electricity		1,623	1,500	1,500	-	-	-	-	-	1,500
Water		-	-	-	-	-	-	-	-	-
Waste water management		15,298	34,500	34,500	8,212	12,845	12,845	-	-	34,500
Waste management		-	2,000	2,000	-	-	-	-	-	2,000
<b>Other</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Standard Classification</b>	3	<b>26,448</b>	<b>57,029</b>	<b>57,029</b>	<b>10,913</b>	<b>17,760</b>	<b>17,760</b>	<b>-</b>	<b>-</b>	<b>57,029</b>
<b>Funded by:</b>										
National Government		24,074	40,019	40,019	10,913	15,038	15,038	-	-	40,019
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		<b>24,074</b>	<b>40,019</b>	<b>40,019</b>	<b>10,913</b>	<b>15,038</b>	<b>15,038</b>	<b>-</b>	<b>-</b>	<b>40,019</b>
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		<b>2,374</b>	<b>17,010</b>	<b>17,010</b>	<b>-</b>	<b>2,722</b>	<b>2,722</b>	<b>-</b>	<b>-</b>	<b>17,010</b>
<b>Total Capital Funding</b>		<b>26,448</b>	<b>57,029</b>	<b>57,029</b>	<b>10,913</b>	<b>17,760</b>	<b>17,760</b>	<b>-</b>	<b>-</b>	<b>57,029</b>

Overall spending on MIG, capital projects is currently at R15 million, there has been a general delay in implementing projects and managers are expected to speed up implementation of projects in the second half of the year.

**Table 6 MBRR C 6: Financial Position as at 31 December 2013**

Description	Ref	2012/13	Budget Year 2013/14			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		5,628	5,441	5,441	–	5,441
Call investment deposits		221	2,625	2,625	2,823	2,625
Consumer debtors		50,462	47,000	47,000	85,456	47,000
Other debtors		1,342	–	–	–	–
Current portion of long-term receivables		–	–	–	–	–
Inventory		1,798	3,357	3,357	5,019	3,357
<b>Total current assets</b>		<b>59,451</b>	<b>58,423</b>	<b>58,423</b>	<b>93,298</b>	<b>58,423</b>
<b>Non current assets</b>						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		0	–	–	–	–
Investments in Associate		–	–	–	–	–
Property, plant and equipment		105,127	1,639,682	1,639,682	1,310,498	1,639,682
Agricultural		0	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		104	–	–	1,294	–
Other non-current assets		–	–	–	–	–
<b>Total non current assets</b>		<b>105,231</b>	<b>1,639,682</b>	<b>1,639,682</b>	<b>1,311,792</b>	<b>1,639,682</b>
<b>TOTAL ASSETS</b>		<b>164,682</b>	<b>1,698,105</b>	<b>1,698,105</b>	<b>1,405,090</b>	<b>1,698,105</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	2,648	–
Borrowing		2,377	2,350	2,350	10	2,350
Consumer deposits		3,233	3,348	3,348	3,433	3,348
Trade and other payables		78,319	21,049	21,049	101,755	21,049
Provisions		13,950	44,458	44,458	2,405	44,458
<b>Total current liabilities</b>		<b>97,879</b>	<b>71,205</b>	<b>71,205</b>	<b>110,252</b>	<b>71,205</b>
<b>Non current liabilities</b>						
Borrowing		4,121	3,490	3,490	5,746	3,490
Provisions		25,041	31,523	31,523	48,175	31,523
<b>Total non current liabilities</b>		<b>29,162</b>	<b>35,012</b>	<b>35,012</b>	<b>53,921</b>	<b>35,012</b>
<b>TOTAL LIABILITIES</b>		<b>127,041</b>	<b>106,218</b>	<b>106,218</b>	<b>164,173</b>	<b>106,218</b>
<b>NET ASSETS</b>	2	<b>37,641</b>	<b>1,591,887</b>	<b>1,591,887</b>	<b>1,240,917</b>	<b>1,591,887</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		37,641	1,591,887	1,591,887	1,240,917	1,591,887
Reserves		–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>37,641</b>	<b>1,591,887</b>	<b>1,591,887</b>	<b>1,240,917</b>	<b>1,591,887</b>

The balance sheet size is evidenced by minor fluctuations in assets and liability components compared to prior year unaudited outcome. The increase in the net community wealth is mainly due to a revaluation of all Municipal assets as required by GRAP 17, the subsequent revaluation surplus (Accumulated Surplus) also saw our asset backed reserves increase with the same magnitude.

Despite the slight improvement in collection rates, due to improved debt collection strategies, interest on outstanding balances on various accounts continue to increase the debtor's book. Receivables have increased due to capitalisation of interest rather than non payment of current services, current collection rates approximates 86% on average. This has a direct knock-on effect on our efficiency to service our creditors in the short to medium term.

**Table 7 MBRR C7 Monthly Budget Statement - Cash Flow – M06 December 2013**

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Ratepayers and other		120,756	150,825	150,825	7,059	70,489	75,413	(4,923)	-7%	150,825
Government - operating		55,801	63,569	63,569	20,043	35,552	35,552	-		63,569
Government - capital		23,685	40,019	40,019	-	27,261	27,261	-		40,019
Interest		228	-	-	-	-	-	-		-
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(174,670)	(203,375)	(203,375)	(30,170)	(124,834)	(117,650)	7,184	-6%	(203,375)
Finance charges		(4,041)	(1,002)	(1,002)	(3)	(743)	(501)	242	-48%	(1,002)
Transfers and Grants		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>21,759</b>	<b>50,036</b>	<b>50,036</b>	<b>(3,072)</b>	<b>7,725</b>	<b>20,074</b>	<b>(12,349)</b>	<b>-62%</b>	<b>50,036</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		180	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		310	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		-	6,428	6,428	-	-	2,678	(2,678)	-100%	6,428
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
<b>Payments</b>										
Capital assets		(20,232)	(57,029)	(57,029)	(6,574)	(15,104)	(18,530)	(3,426)	18%	(57,029)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(19,742)</b>	<b>(50,601)</b>	<b>(50,601)</b>	<b>(6,574)</b>	<b>(15,104)</b>	<b>(15,852)</b>	<b>(747)</b>	<b>5%</b>	<b>(50,601)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		498	15,000	15,000	-	-	1,250	(1,250)	-100%	15,000
Increase (decrease) in consumer deposits		128	-	-	-	-	-	-		-
<b>Payments</b>										
Repayment of borrowing		(1,297)	(5,002)	(5,002)	-	(1,634)	(2,084)	(450)	22%	(5,002)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(670)</b>	<b>9,998</b>	<b>9,998</b>	<b>-</b>	<b>(1,634)</b>	<b>(834)</b>	<b>800</b>	<b>-96%</b>	<b>9,998</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>1,347</b>	<b>9,433</b>	<b>9,433</b>	<b>(9,646)</b>	<b>(9,014)</b>	<b>3,388</b>			<b>9,433</b>
Cash/cash equivalents at beginning:		4,458	1,355	4,015		6,365	1,355			6,365
Cash/cash equivalents at month/year end:		5,805	10,788	13,448		(2,648)	4,743			15,798

The Municipality's cash flow position is fairly healthy; however continuous efforts to improve the revenue collection rate and to broaden revenue streams through implementation of revenue enhancement plans continue to be pursued.

**PART 2 – SUPPORTING DOCUMENTATION**

**Table 8 MBRR SC1 Monthly Budget Statement – Material variances explanations – M06 December 2013**

<b>Description</b>	<b>Variance</b>	<b>Reasons for material deviations</b>	<b>Remedial or corrective steps/remarks</b>
<b>Revenue By Source</b>			
<i>Investment Income</i>		<i>The returns on investments are meager; this is also reflective of the magnitude of available funds for investing.</i>	<i>Acceptable alternative assets that could give a better return on our investment would be sought on the market.</i>
<i>Other revenue</i>		<i>Projects such as parking fees, traffic fines etc are not performing as consistently to their potential.</i>	<i>Management to find a suitable ways to optimize revenue collection on currently existing income generating projects and also find new sources thereon.</i>
<i>Basic Services</i>		<i>The variances noted on basic services after the first quarter of reporting are considered insignificant and merely represent the seasonal demand of the Municipal services from spring, summer and winter and a clearer trend will be analyzed over time.</i>	<i>None needed, performance is as forecasted. Smart metering is expected to ease our billing and collection challenges immensely.</i>
<i>Grants</i>		<i>Grants from National treasury were received as anticipated and communicated through the NT payment schedule for 2013/14.</i>	<i>None needed.</i>
<b>Expenditure By Type</b>			
<i>Accounting estimates</i>		<i>Deprecation was incorporated onto the financial reporting system. However, Grap 25 provisions are yet to included as the valuations are done annually.</i>	<i>The sizeable magnitude on depreciation would be rectified and aligned to our FAR during the Adj budget process.</i>
<i>Other expenditure</i>		<i>There are general savings on expenditure partly due to expenditure management and cash-flow constraints.</i>	<i>None needed.</i>
<b>Capital Expenditure</b>			
<i>All</i>		<i>Our 2013/14 allocation of MIG was received during the last week of the month of July and we expect spending to improve during the second and third qtr.</i>	<i>Ring fencing of the MIG funds to commence in the second quarter to ensure effective management of funds for the intended purpose.</i>

**Table 9 MBRR SC2 Monthly Budget Statement - performance indicators - M06 December 2013**

Description of financial indicator	Basis of calculation	Ref	2012/13	Budget Year 2013/14			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2.8%	8.9%	8.9%	0.3%	4.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Safety of Capital</u></b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		225.3%	1.7%	1.7%	8.7%	1.7%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Liquidity</u></b>							
Current Ratio	Current assets/current liabilities	1	60.7%	82.0%	82.0%	106.6%	82.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		6.0%	11.3%	11.3%	2.6%	11.3%
<b><u>Revenue Management</u></b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		24.4%	19.5%	19.5%	91.9%	19.5%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		60.0%	95.0%		45.0%	80.0%
<b><u>Funding of Provisions</u></b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b><u>Other Indicators</u></b>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	22.0%	30.0%	22.0%	22.0%	22.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	10.0%	10.0%	30.0%	30.0%	30.0%
Employee costs	Employee costs/Total Revenue - capital revenue		35.6%	34.3%	34.3%	39.8%	34.3%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		29.8%	8.1%	8.1%	0.3%	4.3%
<b><u>IDP regulation financial viability indicators</u></b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						



## **Explanations of significant statistics**

### *Borrowing management*

Borrowing levels remain low, even lower than prior audited year, although expected to rise if the plans to acquire vehicles on vehicle finance proceed. Capital charges refers to total installment to repay loans (comprising of capital and interest portions) and this remains a very small proportion of total operating expenditure to date.

### *Safety of capital*

Municipal reserves remain greater than the liabilities as indicated by the low gearing level of only 5.6%. However the high level of unpaid creditors remains a threat to the overall debt to equity ratio. If compliance with section 65(2)(e) of MFMA is observed, this ratio could be managed within the acceptable range.

### *Liquidity*

The statistics indicate that the current assets are sufficient to cover current liabilities with more than the recommended (2;1 times). However it is important to note that if reconciling items are pushed through the cash book, this ratio may deteriorate. Also note that an increase in gross debtors to date has also contributed to the healthy liquidity, which may technically be doubtful.

### *Revenue management*

The municipality is not doing very well in this particular aspect because of two main issues namely;

- The accounting system in use (prior to February 2012) did not allow filtering and categorizing receipts per revenue source. This implies accuracy of reported figures on this financial indicator maybe compromised.
- The debtors' collection itself is generally low with debtors dating back from a decade ago. Approximately R88 million of the R142million of gross debtors' book is more than 12 months old. This reduces the overall revenue collection rate to approximately 60%.

### *Creditors' management*

The creditors' efficiency rate of 45% is below budget figures of 95% and efforts need to be put in place to comply with the MFMA as regards payment of creditors. This of course depends on revenue collection which is considered low as mentioned under revenue management above.

### *Water and electricity losses*

No accurate figures have been reported in this category as it is currently difficult to record losses. There are no meters that record units of either utility purchased and distributions. Figures reported in table 9 above are estimates based on invoices paid to utility providers as well as municipal billing system.

**Table 10MBRRSC 3: Debtors age analysis –M06 December 2013**

Description	NT Code	Budget Year 2013/14										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				
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	1,559	9,421	1,513	1,375	1,642	35,959	-	-	51,469	38,976			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	11,116	1,276	1,198	900	370	5,896	-	-	20,756	7,165			
Receivables from Non-exchange Transactions - Property Rates	1400	1,358	731	553	476	455	8,005	-	-	11,578	8,936			
Receivables from Exchange Transactions - Waste Water Management	1500	1,008	993	498	413	391	9,575	-	-	12,877	10,379			
Receivables from Exchange Transactions - Waste Management	1600	670	445	325	279	264	6,694	-	-	8,677	7,237			
Receivables from Exchange Transactions - Property Rental Debtors	1700	27	13	11	10	9	2,253	-	-	2,322	2,271			
Interest on Arrear Debtor Accounts	1810	1,035	854	821	794	837	10,009	-	-	14,350	11,640			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-			
Other	1900	1,195	550	371	399	262	23,946	-	-	26,723	24,607			
<b>Total By Income Source</b>	<b>2000</b>	<b>17,968</b>	<b>14,283</b>	<b>5,290</b>	<b>4,648</b>	<b>4,228</b>	<b>102,335</b>	<b>-</b>	<b>-</b>	<b>148,752</b>	<b>111,211</b>	<b>-</b>	<b>-</b>	
<b>2012/13 - totals only</b>														
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	34	104	217	165	69	5,342	-	-	5,931	5,575			
Commercial	2300	10,968	1,890	878	271	452	5,503	-	-	19,963	6,226			
Households	2400	4,500	9,173	2,804	2,870	2,937	68,314	-	-	90,599	74,121			
Other	2500	2,466	3,115	1,390	1,342	770	23,176	-	-	32,259	25,288			
<b>Total By Customer Group</b>	<b>2600</b>	<b>17,968</b>	<b>14,283</b>	<b>5,290</b>	<b>4,648</b>	<b>4,228</b>	<b>102,335</b>	<b>-</b>	<b>-</b>	<b>148,752</b>	<b>111,211</b>	<b>-</b>	<b>-</b>	

The debtors balance above is a gross amount. An impairment provision has already been raised that has reduced the debtors balance significantly, following a recommendation by the Auditor General of South Africa.

**Table 11 MBRR SC4 Monthly Budget Statement - aged creditors – M06 December 2013**

Description	NT Code	Budget Year 2013/14								
		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	Total
<b>R thousands</b>										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	3,728	4,143	1,500	800	1,527	5,000	15,000	10,000	41,698
Bulk Water	0200	-	1,217	1,407	1,777	1,728	1,140	-	-	7,268
PAYE deductions	0300	953	-	-	-	-	-	-	-	953
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	24,355	1,669	8,465	7,936	622	828	-	7,961	51,835
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>29,036</b>	<b>7,029</b>	<b>11,372</b>	<b>10,513</b>	<b>3,876</b>	<b>6,968</b>	<b>15,000</b>	<b>17,961</b>	<b>101,755</b>

**Table 12 MBRR SC5 Monthly Budget Statement - investment portfolio – M06 December 2013**

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
<b>R thousands</b>									
<b>Municipality</b>									
ABSA Investment		1 Month	Fixed deposit	-	-	0.0%	165	3	168
Sanlam Investment		1 Month	Unit trusts	-	-	0.0%	26	1	27
Sanlam Investment		1 Month	Unit trusts	-	-	0.0%	43	1	44
Old Mutual Investment		1 Month	Unit trusts	-	-	0.0%	2,584	-	2,584
<b>Municipality sub-total</b>					-		2,819	4	2,823

**Table 13 MBRR SC6 Monthly Budget Statement - transfers and grant receipts – M06 December 2013**

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:		55,658	63,569	63,569	20,043	35,272	35,272	-		63,569
Local Government Equitable Share		52,832	60,129	60,129	20,043	32,432	32,432	-		60,129
Finance Management		1,500	1,550	1,550	-	1,550	1,550			1,550
Municipal Systems Improvement		790	890	890	-	890	890			890
EPWP Incentive		536	1,000	1,000	-	400	400			1,000
		-	-	-	-	-	-			-
Provincial Government:		-	-	-	-	-	-			-
District Municipality:		945	4,117	4,117	-	280	1,715	(1,436)	-83.7%	4,117
Waterberg District Fire Subsidy		713	2,117	2,117	-	190	882	(692)	-78.5%	2,117
LG SETA		232	2,000	2,000	-	90	833	(743)	-89.2%	2,000
Other grant providers:		-	-	-	-	-	-			-
		-	-	-	-	-	-			-
<b>Total Operating Transfers and Grants</b>	5	<b>56,603</b>	<b>67,686</b>	<b>67,686</b>	<b>20,043</b>	<b>35,552</b>	<b>36,987</b>	<b>(1,436)</b>	<b>-3.9%</b>	<b>67,686</b>
<b>Capital Transfers and Grants</b>										
National Government:		22,474	40,019	40,019	-	27,261	27,261	-		40,019
Municipal Infrastructure Grant (MIG)		22,474	40,019	40,019	-	27,261	27,261	-		40,019
Provincial Government:		-	-	-	-	-	-			-
District Municipality:		-	-	-	-	-	-			-
Other grant providers:		-	-	-	-	-	-			-
<b>Total Capital Transfers and Grants</b>	5	<b>22,474</b>	<b>40,019</b>	<b>40,019</b>	<b>-</b>	<b>27,261</b>	<b>27,261</b>	<b>-</b>		<b>40,019</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	<b>79,077</b>	<b>107,705</b>	<b>107,705</b>	<b>20,043</b>	<b>62,813</b>	<b>64,248</b>	<b>(1,436)</b>	<b>-2.2%</b>	<b>107,705</b>

All grants have been received as allocated in the 2013/14 Division of Revenue Act payment schedule.

**Table 14: Transfers and Grants expenditure-M06 December 2013**

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		55,658	63,569	63,569	20,235	34,821	34,069	753	2.2%	63,569
Local Government Equitable Share		52,832	60,129	60,129	20,043	32,432	32,432	-		60,129
Finance Management		1,500	1,550	1,550	192	1,130	775	355	45.8%	1,550
Municipal Systems Improvement		790	890	890	-	890	445	445	100.0%	890
EPWP Incentive		536	1,000	1,000	-	369	417	(47)	-11.4%	1,000
Other transfers and grants [insert description]		-	-	-	-	-	-			-
Provincial Government:		-	-	-	-	-	-			-
District Municipality:		945	4,117	4,117	-	280	2,059	(1,779)	-86.4%	4,117
Waterberg District Fire Subsidy		713	2,117	2,117	-	190	1,059	(869)	-82.1%	2,117
LG SETA		232	2,000	2,000	-	90	1,000	(910)	-91.0%	2,000
Other grant providers:		-	-	-	-	-	-			-
		-	-	-	-	-	-			-
[insert description]		-	-	-	-	-	-			-
<b>Total operating expenditure of Transfers and Grants:</b>		<b>56,603</b>	<b>67,686</b>	<b>67,686</b>	<b>20,235</b>	<b>35,101</b>	<b>36,127</b>	<b>(1,026)</b>	<b>-2.8%</b>	<b>67,686</b>
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		22,474	40,019	40,019	9,040	15,038	15,038	-		40,019
Municipal Infrastructure Grant (MIG)		22,474	40,019	40,019	9,040	15,038	15,038	-		40,019
Provincial Government:		-	-	-	-	-	-			-
District Municipality:		-	-	-	-	-	-			-
Other grant providers:		-	-	-	-	-	-			-
<b>Total capital expenditure of Transfers and Grants</b>		<b>22,474</b>	<b>40,019</b>	<b>40,019</b>	<b>9,040</b>	<b>15,038</b>	<b>15,038</b>	<b>-</b>		<b>40,019</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>79,077</b>	<b>107,705</b>	<b>107,705</b>	<b>29,275</b>	<b>50,139</b>	<b>51,165</b>	<b>(1,026)</b>	<b>-2.0%</b>	<b>107,705</b>

**Table 15 MBRR SC8 Monthly Budget Statement – Councillors and Employee Benefits – M06 December 2013**

Summary of Employee and Councillor remuneration	Ref	Budget Year 2013/14								
		2012/13 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C					D	
<b>Councillors (Political Office Bearers plus Other)</b>	1									
Basic Salaries and Wages		4,098	4,373	4,373	333	2,050	2,186	(136)	-6%	4,373
Pension and UIF Contributions		252	530	530	47	281	265	16	6%	530
Medical Aid Contributions		121	302	302	9	46	151	(105)	-70%	302
Motor Vehicle Allowance		1,537	1,247	1,247	112	672	624	48	8%	1,247
Cellphone Allowance		303	289	289	13	120	145	(25)	-17%	289
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		207	193	193	26	256	96	160	165%	193
<b>Sub Total - Councillors</b>	4	<b>6,516</b>	<b>6,934</b>	<b>6,934</b>	<b>540</b>	<b>3,424</b>	<b>3,467</b>	<b>(42)</b>	<b>-1%</b>	<b>6,934</b>
<b>% increase</b>	4		<b>6.4%</b>	<b>6.4%</b>						<b>6.4%</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		4,608	5,576	5,576	770	5,208	2,788	2,420	87%	5,576
Pension and UIF Contributions		-	-	-	36	225	-	225	#DIV/0!	-
Medical Aid Contributions		21	-	-	63	137	-	137	#DIV/0!	-
Overtime		-	-	-	14	104	-	104	#DIV/0!	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		928	1,000	1,000	96	525	500	25	5%	1,000
Cellphone Allowance		44	16	16	4	17	8	9	110%	16
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		41	59	59	93	220	30	191	646%	59
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	2	<b>5,642</b>	<b>6,652</b>	<b>6,652</b>	<b>1,075</b>	<b>6,435</b>	<b>3,326</b>	<b>3,109</b>	<b>93%</b>	<b>6,652</b>
<b>% increase</b>	4		<b>17.9%</b>	<b>17.9%</b>						<b>17.9%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		43,917	43,990	43,990	5,044	27,912	21,995	5,917	27%	43,990
Pension and UIF Contributions		10,222	10,669	10,669	819	4,532	5,334	(803)	-15%	10,669
Medical Aid Contributions		2,838	2,709	2,709	263	1,353	1,354	(1)	0%	2,709
Overtime		2,701	3,145	3,145	174	1,751	1,572	179	11%	3,145
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		3,456	9,052	9,052	278	1,753	4,526	(2,773)	-61%	9,052
Cellphone Allowance		240	264	264	24	111	132	(21)	-16%	264
Housing Allowances		49	75	75	5	31	37	(6)	-16%	75
Other benefits and allowances		4,256	6,476	6,476	948	3,579	3,238	341	11%	6,476
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		3,623	821	821	-	-	410	(410)	-100%	821
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>	2	<b>71,302</b>	<b>77,199</b>	<b>77,199</b>	<b>7,556</b>	<b>41,022</b>	<b>38,600</b>	<b>2,422</b>	<b>6%</b>	<b>77,199</b>
<b>% increase</b>	4		<b>8.3%</b>	<b>8.3%</b>						<b>8.3%</b>
<b>Total Parent Municipality</b>		<b>83,460</b>	<b>90,785</b>	<b>90,785</b>	<b>9,171</b>	<b>50,881</b>	<b>45,392</b>	<b>5,489</b>	<b>12%</b>	<b>90,785</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>										
<b>Board Members of Entities</b>										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Board Fees		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Board Members of Entities</b>	2	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>% increase</b>	4									
<b>Senior Managers of Entities</b>										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Entities</b>	2	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>% increase</b>	4									
<b>Other Staff of Entities</b>										
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Staff of Entities</b>	2	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>% increase</b>	4									
<b>Total Municipal Entities</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>83,460</b>	<b>90,785</b>	<b>90,785</b>	<b>9,171</b>	<b>50,881</b>	<b>45,392</b>	<b>5,489</b>	<b>12%</b>	<b>90,785</b>
<b>% increase</b>	4		<b>8.8%</b>	<b>8.8%</b>						<b>8.8%</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>76,944</b>	<b>83,851</b>	<b>83,851</b>	<b>8,631</b>	<b>47,457</b>	<b>41,925</b>	<b>5,532</b>	<b>13%</b>	<b>83,851</b>

**Table 17 MBRR SC12 Monthly Budget Statement - capital expenditure trend – M06 December 2013**

Month	2012/13	Budget Year 2013/14							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July	187	10,969	10,969	-		10,969	-		
August	1,807	7,887	7,887	3,356	#VALUE!	18,856	#VALUE!	#VALUE!	#VALUE!
September	1,397	2,350	2,350	30	#VALUE!	21,206	#VALUE!	#VALUE!	#VALUE!
October	115	-	-	3,461	#VALUE!	21,206	#VALUE!	#VALUE!	#VALUE!
November	4,980	5,906	5,906	-		27,112	-		
December	3	6,500	6,500	10,913	#VALUE!	33,612	#VALUE!	#VALUE!	#VALUE!
January	4	-	-	-		33,612	-		
February	102	-	-	-		33,612	-		
March	97	10,918	10,918	-		44,530	-		
April	16,919	5,939	5,939	-		50,469	-		
May	0	-	-	-		50,469	-		
June	837	6,560	6,560	-		57,029	-		
<b>Total Capital expenditure</b>	<b>26,448</b>	<b>57,029</b>	<b>57,029</b>	<b>17,760</b>					

## Other supporting documents

Table 18 MBRR SC13a Monthly Budget Statement - capital expenditure on new assets by asset class – M06 December 2013

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		23,865	39,700	39,700	9,040	14,427	14,427	-		39,700
Infrastructure - Road transport		6,944	-	-	828	1,582	1,582	-		-
<i>Roads, Pavements &amp; Bridges</i>		6,944	-	-	828	1,582	1,582	-		-
<i>Storm water</i>		-	-	-	-	-	-	-		-
Infrastructure - Electricity		1,623	2,500	2,500	-	-	-	-		2,500
<i>Generation</i>		-	2,500	2,500	-	-	-	-		2,500
<i>Transmission &amp; Reticulation</i>		1,623	-	-	-	-	-	-		-
<i>Street Lighting</i>		-	-	-	-	-	-	-		-
Infrastructure - Water		-	1,500	1,500	-	-	-	-		1,500
<i>Dams &amp; Reservoirs</i>		-	-	-	-	-	-	-		-
<i>Water purification</i>		-	-	-	-	-	-	-		-
<i>Reticulation</i>		-	1,500	1,500	-	-	-	-		1,500
Infrastructure - Sanitation		15,298	34,500	34,500	8,212	12,845	12,845	-		34,500
<i>Reticulation</i>		15,298	34,500	34,500	8,212	12,845	12,845	-		34,500
<i>Sewerage purification</i>		-	-	-	-	-	-	-		-
Infrastructure - Other		-	1,200	1,200	-	-	-	-		1,200
<i>Waste Management</i>		-	1,200	1,200	-	-	-	-		1,200
<i>Transportation</i>		-	-	-	-	-	-	-		-
<i>Gas</i>		-	-	-	-	-	-	-		-
<i>Other</i>		-	-	-	-	-	-	-		-
<b>Community</b>		-	60	60	-	-	-	-		60
Parks & gardens		-	-	-	-	-	-	-		-
Sportsfields & stadia		-	-	-	-	-	-	-		-
Swimming pools		-	-	-	-	-	-	-		-
Community halls		-	-	-	-	-	-	-		-
Libraries		-	-	-	-	-	-	-		-
Recreational facilities		-	-	-	-	-	-	-		-
Fire, safety & emergency		-	60	60	-	-	-	-		60
Security and policing		-	-	-	-	-	-	-		-
Buses		-	-	-	-	-	-	-		-
Clinics		-	-	-	-	-	-	-		-
Museums & Art Galleries		-	-	-	-	-	-	-		-
Cemeteries		-	-	-	-	-	-	-		-
Social rental housing		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-		-
<b>Heritage assets</b>		-	-	-	-	-	-	-		-
<b>Investment properties</b>		-	-	-	-	-	-	-		-
Housing development		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-		-
<b>Other assets</b>		2,583	7,450	7,450	1,873	3,333	3,333	-		7,450
General vehicles		750	-	-	-	-	-	-		-
Specialised vehicles		-	-	-	-	-	-	-		-
Plant & equipment		190	-	-	321	351	351	-		-
Computers - hardware/equipment		333	450	450	-	496	496	-		450
Furniture and other office equipment		100	-	-	-	-	-	-		-
Abattoirs		-	-	-	-	-	-	-		-
Markets		-	-	-	-	-	-	-		-
Civic Land and Buildings		1,210	5,000	5,000	-	-	-	-		5,000
Other Buildings		-	-	-	-	-	-	-		-
Other Land		-	2,000	2,000	1,553	2,486	2,486	-		2,000
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-		-
<b>Agricultural assets</b>		-	-	-	-	-	-	-		-
<b>Biological assets</b>		-	-	-	-	-	-	-		-
<b>Intangibles</b>		-	-	-	-	-	-	-		-
<b>Total Capital Expenditure on new assets</b>	1	26,448	47,210	47,210	10,913	17,760	17,760	-		47,210

**Table 19MBRRSC 13c Expenditure on repairs and maintenance by asset class-M06 December 2013**

Description	Ref	2012/13	Budget Year 2013/14							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		9,629	18,252	18,252	1,751	4,331	7,911	3,581	45.3%	18,252
Infrastructure - Road transport		3,602	6,417	6,417	235	368	1,994	1,626	81.5%	6,417
<i>Roads, Pavements &amp; Bridges</i>		3,027	6,417	6,417	235	368	1,994	1,626	81.5%	6,417
<i>Storm water</i>		574	-	-	-	-	-	-	-	-
Infrastructure - Electricity		1,099	3,988	3,988	31	567	1,994	1,428	71.6%	3,988
<i>Generation</i>		-	3,988	3,988	31	567	1,994	1,428	71.6%	3,988
<i>Transmission &amp; Reticulation</i>		1,080	-	-	-	-	-	-	-	-
<i>Street Lighting</i>		19	-	-	-	-	-	-	-	-
Infrastructure - Water		2,979	4,890	4,890	645	1,084	2,445	1,361	55.7%	4,890
<i>Dams &amp; Reservoirs</i>		-	4,890	4,890	645	1,084	2,445	1,361	55.7%	4,890
<i>Water purification</i>		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		2,979	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		1,949	2,956	2,956	840	2,312	1,478	(834)	-56.4%	2,956
<i>Reticulation</i>		1,949	2,956	2,956	840	2,312	1,478	(834)	-56.4%	2,956
<i>Sewerage purification</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
<i>Waste Management</i>		-	-	-	-	-	-	-	-	-
<i>Transportation</i>		-	-	-	-	-	-	-	-	-
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Community</b>		461	100	100	874	1,314	50	(1,264)	-2527.2%	100
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	50	50	874	1,314	25	(1,289)	-5154.5%	50
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		461	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	50	50	-	-	25	25	100.0%	50
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
<b>Other assets</b>		2,608	3,948	3,948	60	360	1,974	1,613	81.7%	3,948
General vehicles		-	1,734	1,734	-	-	867	867	100.0%	1,734
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		2,357	-	-	-	-	-	-	-	-
Computers - hardware/equipment		-	100	100	-	-	50	50	100.0%	100
Furniture and other office equipment		4	14	14	-	-	7	7	100.0%	14
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		191	100	100	-	-	50	50	100.0%	100
Other Buildings		-	2,000	2,000	39	339	1,000	661	66.1%	2,000
Other Land		-	-	-	22	22	-	(22)	#DIV/0!	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		56	-	-	-	-	-	-	-	-
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-
<b>Biological assets</b>		13	-	-	-	-	5	5	100.0%	-
<b>Intangibles</b>		-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>		12,710	22,300	22,300	2,686	6,005	9,940	3,935	39.6%	22,300

**Table 20: -Deviations from supply chain policy-M06 December 2013**

<b>Type</b>	<b>Amount</b>	<b>Reason for the deviation</b>	<b>Response to deviation</b>
Transportation	R 25 000	Transportation of members of the community to participate in various activities like community development programs	The supply chain management policy could not be followed due to late invitation
Purchase of Air conditioners	R 30 050.00	Air conditioner in manager's office broke down.	The supply chain management policy could not be followed due to late invitation



**Quality certificate**

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I, *ME Ntsoane*, the Municipal Manager of Thabazimbi Local Municipality, hereby certify that the Monthly budget statement for the period ended 31 December 2013 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

*Advocate. ME Ntsoane*

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Municipal manager of Thabazimbi Local Municipality (LIM361)

**Signature**.....

**Date**.....

*End of report*