

**MATJHABENG MUNICIPALITY**

**THREE MONTHS (July - September 2009) REVENUE AND EXPENDITURE RESULTS AGAINST BUDGET**

**TABLE 3**

**REVENUE RESULTS AGAINST BUDGET**

Description	Budget for the three months	Actual for the three months	Variance %	Notes
Intergovernmental Transfer	309,197,750	145,913,585	47.2%	1
Subsidy - Equitable Share	279,867,000	116,727,585	41.7%	
Capital Grants (MIG) (DPLG) (DM)	29,330,750	29,186,000	99.5%	
Consumer Revenue & Assessments Rates	209,708,930	119,535,959	57.0%	2
Other Revenue	25,828,809	54,205,367	209.9%	3
Less: Indigents	33,613,670	33,613,670	100.0%	
	511,121,819	319,654,911	62.5%	

Table 5 A contains the actual revenue by source.

**Notes**

1. Intergovernmental Transfer consist of equitable share, capital grants (MIG)(DPLG) and (DM), with a variance of **-52.8%**
2. The consumer revenue and assessment rates have a variance of **-43%**, it appears as if the reason for this amount is the lack of payment from consumers.
3. The other revenue has a variance of **109.9%** against the budget, the reason for the higher amount is that there was drastic action regarding bedt collection as can be seen in Table 5.

**TABLE 4**

**EXPENDITURE RESULTS AGAINST BUDGET**

Description	Budget for the three months	Actual for the three months	Variance %	Notes
Salaries	92,834,236	80,202,532	86.4%	1
Water	56,707,183	48,515,698	85.6%	2
Electricity	69,980,767	68,114,342	97.3%	3
Other/Stationary, Telephone	216,294,608	36,360,271	16.8%	4
<b>Total</b>	<b>435,816,794</b>	<b>233,192,843</b>	<b>53.5%</b>	
MIG Payments	39,077,333	22,539,114	<b>57.7%</b>	5
Loan Redemption	9,594,079	676,575	<b>7.1%</b>	6
	<b>484,488,206</b>	<b>256,408,532</b>	<b>52.9%</b>	

**Notes**

1. The actual amount paid for salaries is less than the budget amount for the three months with a variance in the negative of -13.6%,the reason for this is the decrease in employees i.e resignations, deaths,etc.
2. The variance in water of 14.4% is due to the fact that the cash flow puts a financial burden on the payments.
3. The budget amount for electricity is more than the actual.
4. The budget for other / stationery,telephone is more than the actual with a variance of 83.2%, this variance is because of the fact that expenditure is based on the cash flow.
5. MIG payments amounted to **43%** at end of September 2009 for a three month period.
6. The actual loan redemption only reflects the capital portion of the loan redeemed, the interest on the loan is reflected in "**Other**".

**Table 5 B contains the Actual Expenditure by vote.**

