



**MATJHABENG LOCAL MUNICIPALITY  
QUARTERLY BUDGET AND PERFORMANCE REPORT**

The attached report is submitted in terms of Section 52 (d) of the Municipal Finance Management Act (MFMA), Act 56 of 2003 for three months ended 30 September 2009

<b>TABLE 1</b>	<b>Budget for the three months</b>	<b>Actual for the three months</b>	<b>Variance %</b>
<i>Revenue</i>	235,537,739	200,118,952	85.0%
<b>Grants &amp; Subsidies</b>	309,197,750	119,535,959	38.7%
<b>Total Income</b>	<b>544,735,489</b>	<b>319,654,911</b>	<b>58.7%</b>
<i>Expenditure</i>	<b>435,816,794</b>	<b>233,192,843</b>	<b>53.5%</b>
Salaries	92,834,236	80,202,532	86.4%
Water	56,707,183	48,515,698	85.6%
Electricity	69,980,767	68,114,342	97.3%
Other/Stationery, Telephone	216,294,608	36,360,271	16.8%
<b>Sub-Total</b>	<b>108,918,695</b>	<b>86,462,068</b>	<b>79.4%</b>
CMIP/MIG Payments	39,077,333	22,539,114	57.7%
Loan Redemptions	9,594,079	-	0.0%
<b>Net Surplus/(Deficit)</b>	<b>60,247,283</b>	<b>63,922,954</b>	<b>106.1%</b>

(1)

(2)

(3)

**Table 1** indicates that the actual amounts received exceeded the amounts paid out by **R 63 922 954** the municipality received more money than what was paid out for the three month ending September 2009.

- Actual expenditure has a variance of **46.5%**. Due to previous years outstanding payments settled in the current financial year, with particular reference to Water and Electricity, the variance is **14.4%** and **2.7%** respectively
- There was an under spending of MIG payments of **42.3%** for the three month period to September 2009.
- The actual loan redemption only reflects the capital portion of the loan redeemed, the interest on the loan is reflected in "Other".

<b>TABLE 2</b>	<b>Actual for the three months</b>	
Total Billings	249,585,023	
Less: Indigent Billing	33,613,670	
<b>Actual Collectable Billing</b>	<b>215,971,353</b>	(2)
Actual Revenue Received	<b>290,468,911</b>	(3)
Consumer Revenue	119,535,959	
Grants & Subsidies	116,727,585	
Other	54,205,367	
<b>Variance</b>	<b>-74,497,558</b>	

**Notes**

- 1.The variance reflects the difference between the actual collectible billing & actual revenue received and highlights that council under collected by **19.60% (collection = 80.40)**
- 2.The 'Actual Collectable Billing' figure reflects the amount invoiced to consumers for services consumed during the three months, excluding the poorest of the poor.
- 3.The 'Consumer Revenue' relates to revenue actually received from consumers during the three months.
- 4.'Grants & Subsidies' refers to intergovernmental transfers e.g. Equitable share, Health, MIG, etc.
- 5.'Other Revenue' relates to items such as Fines and penalties, rental of halls etc.

Table 3 and Table 4 provides an analysis of the various revenue and expenditure figures.