

ANNEXURE A: ACTUAL REVENUE PER REVENUE SOURCE

1. MSIG Grant (Conditional)

The grant is utilized towards funding legislative requirements other than the MFMA as well as performance management, skills improvement and IDP. The 14/15 budget allocation of R 934 000 was transferred in full in August 2014. The reason for the variance on identified MSIG projects is that they are on evaluation and implementation stages (densification policy, emission inventory, fire suppression system and TASK system).

The income on the grant is recognized once the conditions are met. GRAP journals are implemented monthly, which will therefore take the full amount received to an unspent liability and the revenue will only reflect the actual amount of the grant spent.

2. FMG Grant (Conditional)

The Financial Management grant is used to finance the interns' salaries, financial training and compliance with GRAP and MFMA. The 14/15 budget allocation of R 1 250 000 was received in full in July 2014. As end of the first quarter, the expenditure on this grant is on track. Training programs performed above target.

The income on the grant is recognized once the conditions are met. GRAP journals are implemented monthly, which will therefore take the full amount received to an unspent liability and the revenue will only reflect the actual amount of the grant spent.

3. LG SETA grant (Conditional)

LG SETA funds are received when Work Skills plans are submitted, the funds are utilized for training to capacitate officials

The income on the grant is recognized once the conditions are met. GRAP journals are implemented monthly, which will therefore take the full amount received to an unspent liability and the revenue will only reflect the actual amount of the grant spent.

4. EPWP Incentive Grant (Conditional)

The grant is received on EPWP projects successfully implemented and reported to the Public Works Department. The amount received is utilized for EPWP projects. In August 2014 R 400 000 of DORA allocation has been received. The identified project for this grant is on advertisement stage (provision of VIP sanitation).

The income on the grant is recognized once the conditions are met. GRAP journals are implemented monthly, which will therefore take the full amount received to the unspent liability and the revenue will only reflect the actual amount of the grant spent

5. Interest on Current Account

Interest received is higher than projected due to equitable shares received in July 2014. Short term investments were opened to comply with the municipality's policy which stipulates that the balance kept in the bank account must not exceed R5 million, another factor that contributed to the high interest received is that there was a slight interest rate increase.

6. Abattoir Income

Income received is higher than projected because slaughtering fee is at 34.59% as compared to the 25.00% projections as at end of September 2014 due to improved operations and expanding client base.

7. Fire Fighting Income

Local Municipalities submit income collected for fire services rendered on private properties. When such services are rendered a fee is charged and claimed from private property owners. To date no service was rendered to private properties hence no income received from Local Municipalities.

8. Other Income

During July 2014 some of the municipality's PPE, as previously approved by Council, were disposed and R208 002 proceeds was collected during the auction process conducted hence the high income received.

ANNEXURE B: ACTUAL EXPENDITURE PER VOTE

1. Disaster / Fire Fighting

Local Municipalities have to date not submitted any of their fire-fighting claims as at the end of the first quarter of the financial year, hence the under expenditure.