

ANNEXURE A: ACTUAL REVENUE PER REVENUE SOURCE

1. MSIG Grant (Conditional)

The grant is utilized to fund legislative requirement other than the MFMA as well as performance management and IDP. We projected that the grant will be received in 2 installments, but we have received the full grant of R 735,000 in 1 installment in July. Also, the income on the grants is recognized once the conditions are met. GRAP journals will be implemented quarterly, 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. Finance Management Grant (Conditional)

The Finance grant funds the salaries of the interns, financial training and compliance with GAMAP/GRAP and the MFMA. We projected that the grant will be received in 2 installments, but we have received the full grant of R 500,000 in 1 installment in July. The income on the grants is recognized once the conditions are met. GRAP journals will be implemented quarterly, 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. RSC Levies

The RSC levies were abolished on 30 June 2006. No levies were budgeted for in the current financial year. The South African National Defense Force transferred outstanding RSC Levies on salaries that were never declared to an amount of R 205,215, Shell also paid in March 2009 an amount of R39 984.42 due to under declaration on their establishment levy. This was thus additional income in the current year. At the time of the Adjustment Budget R 205,215 was included as income to fund the increased expenditure of the audit fees.

4. Interest on current account

The additional interest earned is due to a higher balance and competitive rates. A higher account balance is kept due to expected project claims.

5. Interest on external investments

The increase is due to surplus funds invested at competitive rates and an increase in the interest rate. The funds invested are higher than projected due to lower than projected project expenditure up to March 2009.

6. Abattoir

The abattoir income is lower than projected due to the fact that Major meat, the lessee, gave notice and vacated the premises beginning of September 2008. No rental income is thus earned on the vacant portion of the building which was earning rental income of R 14,401 (Vat exclusive) per month. Slaughtering income is less due to the fact that the throughput at the abattoir is less than what was projected. Freezing income is also much lower than projected.

7. Fire fighting

A minimal income has been received from our local Municipalities in relation to the 2008/2009 fire fighting income budget as per claims submitted. The income on the grants is utilized against fire fighting expenditure claims received from the Local Municipalities. Only Thabazimbi Local Municipality has during this financial year paid over fire fighting income.

8. Other Income

Included under other income is money from the selling of tender documents and the gain on disposal of vehicles in December 2008. The gain on disposal of vehicles was not budgeted for and the gain from selling tender documents is higher than budgeted, thereby the reason for the income being much higher than budgeted. It was not included in the adjustment budget as there was no increased expenditure to fund from this additional revenue.

4. Fire fighting

The following is the status of claims per local municipality:

NAME	BUDGET	CLAIMED	%
Bela Bela Municipality	R 315 220	R 8 921	2.83%
Lephalale Municipality	R1 383 000	R 352 663	25.50%
Mogalakwena Municipality	R1 700 600	R 895 238	52.65%
Modimolle Municipality	R 278 300	R 73 156	26.29%
Mookgophong Municipality	R 285 500	R 37818	13.25%
Thabazimbi Municipality	R 212 600	R 188 740	88.78%

The following claims have been submitted by the respective Local Municipalities:

Bela Bela Municipality	None	(the payment is for car licenses)
Lephalale Municipality	July to December 2008	
Modimolle Municipality	July to November 2008	
Mogalakwena Municipality	July to December 2008	
Mookgophong Municipality	July to September 2008	
Thabazimbi Municipality	July to December 2008	

5. Municipal Environmental Health

The under-spending is partly due to vacancies that exist. The following vacancies exist:

Municipal Environmental Health	4 posts:	2 Head Health Services – Modimolle & Mookgophong
		2 Environmental Health Officers

The under expenditure is also due to no movement occurring in Rental of an office building for health department, tools & kits, sampling & testing and vector control.

6. Abattoir

The expenditure will have to be lower than projected as the income to fund the expenditure is lower than projected. The under-spending is partly due to no additional temporary workers being appointed in December which was the practice in the past. There have been no damaged meat claims paid out to date.