

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 1,000,000 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. Municipal Health Grant (Conditional)

The grant is utilized towards financing the salaries and operating expenditure of Municipal Environmental Health function. We have not projected any grant receipts due to at the time of the budget approval this grant has not been confirmed. The 08/09 allocation will be included in the Adjustment Budget. An amount of R1 159 834 has been received by end December 2008. 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. The full grant received to date of R 1,159,834 has been spent.

4. Disaster Grant (Conditional)

The grant is utilized towards disasters in the Waterberg area. An amount of R 45,000 was carried forward from the previous financial year. 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. After the Vaalwater/Alma veldfire disaster in August 2008, R 19,380 was utilized to assist the Department of Agriculture with transporting fodder for animals to the affected areas. This grant was not budgeted for as it was rolled over from the previous year.

5. LG SETA

The grant is utilized towards training. 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. The LG Seta grant of R 208,552 was carried forward from the previous financial year. R 132,018 of this grant was utilised to fund training of officials arranged by Corporate Services.

6. 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. This was thus an under declaration and therefore additional income in the current year.

7. 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 December 2008.

8. Abattoir

The abattoir income is lower than projected due to the fact that Majormeat, 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.

9. 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 paid over fire fighting income.

10. Other Income

Included under other income is sales received from disposing redundant health vehicles and income from the selling of tender documents.

ANNEXURE B: ACTUAL EXPENDITURE PER VOTE

1. Personnel in various departments

The under-spending is due to vacancies that exist in the Municipal Manager and Infrastructure Development departments. The following vacancies exist:

Municipal Manager	3 posts: IDP Head IDP Assistant Officer Admin Assistant
Infrastructure Development	3 posts: Divisional Manager- Roads Technician– Capital Programmes Admin Assistant

2. Planning & Economic Development

The under expenditure in the Planning and Economic Development department is due to no movement occurring in WEDA budgeted expenditure of R 1,500,000 and the Wildlife Expo budgeted expenditure of R 300,000.

3. Social Development & Community Services

The over expenditure is partly due to the fact that this department has already utilized their full subsistence & travel budget. The Fire & Rescue training of 2 weeks that the Divisional Manager Social, Disaster Management Officer and Chief Fire Officer attended was not provided for in the budget.

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 206 288	14.92%
Mogalakwena Municipality	R1 700 600	R 586 414	34.49%
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 107 877	50.75%

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 September 2008	
Modimolle Municipality	July to November 2008	
Mogalakwena Municipality	July to November 2008	
Mookgophong Municipality	July to September 2008	
Thabazimbi Municipality	July to October 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 19.22 % 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. Meat inspection costs are lower than projected and there have been no damaged meat claims paid out to date.