

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

APRIL 2022

Table of Contents

PART 1: IN - YEAR REPORT	3
PURPOSE	3
EXECUTIVE SUMMARY	3
IN YEAR BUDGET STATEMENT TABLES	3
Table C1 – Budget Statement Summary	3
Table C2 – Financial Performance (Standard Classification)	7
Table C3 – Financial Performance (Revenue and Expenditure by vote)	8
Table C4 – Financial Performance by Revenue Source and Expenditure Type	9
Table C5 Capex – Monthly Capital Expenditure by Standard Classification and Funding	
Table C5C – Monthly Capital Expenditure by Vote	12
Figure 1: Capital expenditure by source of finance	12
Figure 2: Monthly capital expenditure	13
Table C6– Monthly Budget Statement Financial Position	
Table C7– Monthly Budget Statement Cash Flow	
PART 2: SUPPORTING TABLES	15
Supporting Table: SC 1 Material Variance Explanations	15
Supporting Table: SC 3 - Debtors Age Analysis	17
Figure 3: Debtors age analysis	18
Figure 4: Monthly debtors book	18
TOP TWENTY DEBTORS	19
Supporting Table: SC 4 - Creditors Age Analysis	20
TOP CREDITORS PAID	21
Supporting Table: SC 5 - Investment Portfolio	22
Supporting Table: SC 6 - Transfers and Grant Receipts	22
Supporting Table: SC 7 - Transfers and Grant Expenditure	23
Figure 5: Grants Performance	24
Supporting Table: SC8 - Councilor Allowances and Employee Related Costs	25
Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts	27
Supporting Table: SC 12 Capital Expenditure Trend	27
Supporting Table: SC 13(a) Capital Expenditure on New Assets	28
Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets	29
Supporting Table: SC 13(c) Repairs and Maintenance Expenditure	30
Supporting Table: SC 13(d) Depreciation and asset impairment	31
Supporting Table: SC 13(e) Capital Expenditure on upgrading of Existing Assets	32
List of Capital Programmes and Projects	34
QUALITY CERTIFICATE	35

PART 1: IN - YEAR REPORT

PURPOSE

To report to the Council and submit to National and Provincial Treasury on the monthly financial performance of the Municipality as required by Section 71 of the Municipal Finance Management Act.

EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further state that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the April or and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results. It must be noted that 2020-21 financial year amounts are completely audited.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2021/22			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	546,626,097	546,753,316	445,851,413	82%
OPERATING EXPENDITURE	532,674,879	525,975,343	364,748,705	69%
TRANSFER - CAPITAL	79,332,000	80,071,762	56,323,617	70%
SURPLUS/(DEFICIT)	93,283,218	100,849,735	137,426,326	136%
CAPITAL EXPENDITURE	88,032,000	94,234,423	63,783,252	68%

Table C1 – Budget Statement Summary

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	39,442	38,865	42,616	3,325	33,241	32,348	893	3%	42,616
Service charges	97,738	113,490	130,911	8,596	91,144	101,955	(10,811)	-11%	130,911
Investment revenue	585	1,900	2,432	114	1,570	1,861	(291)	-16%	2,432
Transfers and subsidies	351,908	307,637	307,637	393	296,532	306,761	(10,229)	-3%	307,637
Other own revenue	27,313	84,734	63,158	2,082	23,364	37,058	(13,694)	-37%	63,158
Total Revenue (excluding capital transfers and contributions)	516,985	546,626	546,753	14,509	445,851	479,983	(34,131)	-7%	546,753
Employee costs	150,619	163,212	154,891	12,170	130,978	130,542	436	0%	154,891
Remuneration of Councillors	24,279	27,334	25,386	2,069	20,645	21,002	(357)	-2%	25,386
Depreciation & asset impairment	58,788	58,392	57,692	-	-	45,396	(45,396)	-100%	57,692
Finance charges	3,516	3,729	745	-	232	731	(499)	-68%	845
Materials and bulk purchases	114,603	129,586	134,252	9,846	110,778	106,263	4,514	4%	132,762
Transfers and subsidies	1,402	3,784	3,771	301	2,428	2,794	(366)	-13%	3,271
Other expenditure	189,313	146,638	149,238	9,901	99,688	118,505	(18,817)	-16%	151,128
Total Expenditure	542,520	532,675	525,975	34,287	364,749	425,235	(60,486)	-14%	525,975
Surplus/(Deficit)	(25,535)	13,951	20,778	(19,778)	81,103	54,748	26,355	48%	20,778
Transfers and subsidies - capital (monetary allocations)	68,450	79,332	80,072	7,266	56,324	56,833	(509)	-1%	80,072
Surplus/(Deficit) after capital transfers & contributions	42,916	93,283	100,850	(12,513)	137,426	111,581	25,845	23%	100,850
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	42,916	93,283	100,850	(12,513)	137,426	111,581	25,845	23%	100,850
Capital expenditure & funds sources									
Capital expenditure	85,102	88,032	94,234	6,304	63,783	69,369	(5,586)	-8%	94,234
Capital transfers recognised	79,029	79,332	80,072	6,210	49,975	55,573	(5,598)	-10%	80,072
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	6,073	8,700	14,163	94	13,808	13,796	12	0%	14,163
Total sources of capital funds	85,102	88,032	94,234	6,304	63,783	69,369	(5,586)	-8%	94,234
Financial position									
Total current assets	155,157	165,299	151,516		218,429				151,516
Total non current assets	1,138,294	1,305,435	1,302,263		1,202,615				1,302,263
Total current liabilities	122,770	111,087	112,685		126,669				112,685
Total non current liabilities	74,813	114,907	114,907		77,486				114,907
Community wealth/Equity	1,095,868	1,244,739	1,226,187		1,216,888				1,226,187
Cash flows									
Net cash from (used) operating	102,726	97,304	101,165	(23,458)	106,545	120,023	13,478	11%	101,165
Net cash from (used) investing	(84,301)	(80,993)	(78,458)	(6,304)	(63,783)	(63,889)	(106)	0%	(78,458)
Net cash from (used) financing	(13,938)	(11,947)	(11,947)	(14)	(2,481)	(3,445)	(964)	28%	(11,947)
Cash/cash equivalents at the month/year end	6,415	31,852	17,609	-	46,696	59,537	12,841	22%	17,176
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	14,056	5,347	3,831	3,438	3,354	3,166	18,004	100,762	151,958
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

The above C1 Sum table summarizes the following activities: -

Revenue:

The actual year to date operational revenue as at end of April is R445,851 million and the year to date budget of R479,983 million and this reflects a negative variance of R34 131 million which is mostly attributable to equitable shares received amounting to R302, 789 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 16% unfavorable variance,
- Interest earned – outstanding debtors: 6% favorable variance,
- Rental on Facilities and Equipment: 11% unfavorable variance,
- Fines, penalties and forfeits: 98% unfavorable variance
- Services Charges – electricity revenue: 12% unfavorable variance
- Services Charges – refuse revenue: 1% favorable variance
- Licenses and permits: 2% unfavorable variance
- Property rates: 3% favorable variance
- Other revenue: 70% favorable
- Transfer and subsidies: 3% unfavorable

Operating Expenditure

The year to date operational expenditure as at end of April amounts to R364,749 million and the year to date budget is R425,235 million. This reflects underspending variance of R60,486 million that translates to 14% variance. The variance is attributed underspending variance on depreciation and asset impairment and debt impairment that the municipality is still facing a challenge regarding the computation of monthly movement of the two accounts.

All other expenditure line items are performing almost in line with the year to date budget since the variance thereof is less than 10% except for the following:

- Debt impairment: 100% under performance
- Depreciation and asset impairment: 100% under performance
- Finance charges: 68% under performance
- Other material: 21% over performance
- Contracted services: 13% over performance
- Transfer and subsidies: 13% under performance
- Other expenditure: 10% over performance

The above material variances are explained more in detail on Supporting Tables SC 1

Capital Expenditure

The year to date actual capital expenditure as at end of April 2022 amounts to R63,783 million and the year to date budget amounts to R69,369 million and this gives rise to R5,586 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of April is R137,426 million that is mainly attributed over performance on capital and operating expenditure in the reporting period.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of April amounts to R151,958 million and this shows an increase of R25,459 million as compared to R125,011 million as at end of 2020/21 financial year.

Consumer debtors is made up of service charges and property rates that amount to R94,442 million and other debtors amounting to R57, 516 million. Debtors such those relating to traffic fines are reported as other debtors as presented under current assets on Table C6 and as a result, the do not form part of consumer debtors.

Creditors

All creditors are paid within 30 days of receipt of invoice in the month of April as required by MFMA and as a result.

Table C2 – Financial Performance (Standard Classification)

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	273,364	245,185	263,642	5,313	242,427	244,383	(1,956)	-1%	263,642
Executive and council	56,129	48,669	48,669	–	53,432	53,139	293	1%	48,669
Finance and administration	203,805	184,328	202,786	5,313	178,208	179,056	(849)	0%	202,786
Internal audit	13,430	12,188	12,188	–	10,787	12,188	(1,401)	-11%	12,188
Community and public safety	32,043	88,396	54,277	27	21,617	40,592	(18,975)	-47%	54,277
Community and social services	11,515	9,924	9,914	8	10,172	13,521	(3,348)	-25%	9,914
Sport and recreation	17,675	13,472	13,438	–	11,148	11,618	(469)	-4%	13,438
Public safety	2,853	65,000	30,925	19	297	15,454	(15,157)	-98%	30,925
Economic and environmental services	136,383	126,286	127,453	7,536	116,729	114,157	2,572	2%	127,453
Planning and development	30,386	24,295	24,422	234	23,160	23,120	40	0%	24,422
Road transport	104,380	99,173	100,213	7,303	90,763	86,025	4,737	6%	100,213
Environmental protection	1,617	2,818	2,818	–	2,806	5,011	(2,205)	-44%	2,818
Trading services	143,645	166,092	181,452	8,899	121,402	137,684	(16,282)	-12%	181,452
Energy sources	109,642	134,030	149,100	8,105	94,593	111,614	(17,021)	-15%	149,100
Waste management	34,003	32,062	32,353	794	26,809	26,070	739	3%	32,353
Total Revenue - Functional	585,436	625,958	626,825	21,775	502,175	536,816	(34,641)	-6%	626,825
Expenditure - Functional									
Governance and administration	239,954	199,255	198,346	17,300	172,588	165,362	7,226	4%	198,126
Executive and council	43,307	42,577	38,500	3,755	31,128	31,442	(314)	-1%	38,500
Finance and administration	188,602	148,683	149,540	13,233	132,141	124,571	7,569	6%	149,321
Internal audit	8,045	7,995	10,305	312	9,320	9,349	(29)	0%	10,305
Community and public safety	73,578	76,374	69,101	2,817	25,521	47,428	(21,907)	-46%	69,071
Community and social services	7,157	7,280	5,977	486	4,989	4,939	49	1%	5,947
Sport and recreation	8,292	12,783	8,609	603	6,314	6,262	52	1%	8,609
Public safety	58,129	56,311	54,515	1,728	14,218	36,226	(22,008)	-61%	54,515
Economic and environmental services	89,082	103,751	99,891	4,360	49,061	86,478	(37,416)	-43%	98,721
Planning and development	12,907	17,950	13,868	1,728	11,679	11,402	276	2%	14,188
Road transport	75,556	85,136	85,826	2,633	37,185	74,878	(37,693)	-50%	84,336
Environmental protection	618	665	197	–	197	197	–	–	197
Trading services	139,906	153,295	158,638	9,810	117,578	125,968	(8,389)	-7%	160,058
Energy sources	99,470	128,242	125,419	7,463	91,976	98,488	(6,512)	-7%	126,809
Waste management	40,435	25,053	33,219	2,347	25,602	27,479	(1,877)	-7%	33,249
Total Expenditure - Functional	542,520	532,675	525,975	34,287	364,749	425,235	(60,486)	-14%	525,975
Surplus/ (Deficit) for the year	42,916	93,283	100,850	(12,513)	137,426	111,581	25,845	23%	100,850

Table C3 – Financial Performance (Revenue and Expenditure by vote)

Vote Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	49,347	42,820	42,820	-	47,876	47,174	701	1%	42,820
Vote 2 - Municipal Manager	47,408	42,149	42,149	-	36,327	42,256	(5,929)	-14%	42,149
Vote 3 - Budget & Treasury	84,415	74,785	93,243	5,313	75,269	74,873	396	1%	93,243
Vote 4 - Corporate Services	51,431	46,749	46,748	-	44,112	42,651	1,461	3%	46,748
Vote 5 - Community Services	75,047	130,531	97,480	1,092	58,363	79,707	(21,344)	-27%	97,480
Vote 6 - Technical Services	233,125	250,001	265,336	15,136	200,497	212,654	(12,157)	-6%	265,336
Vote 7 - Developmental Planning	21,988	17,052	17,179	234	15,911	15,630	280	2%	17,179
Vote 8 - Executive Support	22,675	21,871	21,871	-	23,821	21,871	1,950	9%	21,871
Total Revenue by Vote	585,436	625,958	626,825	21,775	502,175	536,816	(34,641)	-6%	626,825
Expenditure by Vote									
Vote 1 - Executive & Council	37,311	37,114	33,832	3,192	27,048	27,537	(489)	-2%	33,832
Vote 2 - Municipal Manager	47,145	36,199	38,707	3,259	38,108	36,794	1,314	4%	38,707
Vote 3 - Budget & Treasury	78,812	56,980	58,943	4,683	54,445	50,004	4,440	9%	58,943
Vote 4 - Corporate Services	31,806	35,707	26,629	2,490	21,713	21,916	(204)	-1%	26,629
Vote 5 - Community Services	122,250	109,512	110,688	5,792	58,212	81,971	(23,759)	-29%	110,688
Vote 6 - Technical Services	195,386	228,211	226,006	11,687	138,618	181,161	(42,543)	-23%	226,006
Vote 7 - Developmental Planning	8,333	13,293	9,215	1,333	7,831	7,477	355	5%	9,215
Vote 8 - Executive Support	21,476	15,657	21,955	1,851	18,773	18,373	400	2%	21,955
Total Expenditure by Vote	542,520	532,675	525,975	34,287	364,749	425,235	(60,486)	-14%	525,975
Surplus/ (Deficit) for the year	42,916	93,283	100,850	(12,513)	137,426	111,581	25,845	23%	100,850

Table C2 and C3 measure the monthly actuals and year to date actuals against the year to date budget. The aforementioned budget tables are presented by standard classification and vote respectively for both revenue and expenditure. The variances are all reflected in the year-to-date variance column.

The financial results portrayed in the two tables are the same as those in other tables (i.e. it is only the description or basis of reporting that is based on financial or budget performance by vote or department, and National Treasury's standard classification).

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	39,442	38,865	42,616	3,325	33,241	32,348	893	3%	42,616
Service charges - electricity revenue	88,812	104,214	121,343	7,802	83,335	94,254	(10,919)	-12%	121,343
Service charges - refuse revenue	8,926	9,276	9,568	794	7,809	7,701	108	1%	9,568
Rental of facilities and equipment	956	898	958	69	674	761	(87)	-11%	958
Interest earned - external investments	585	1,900	2,432	114	1,570	1,861	(291)	-16%	2,432
Interest earned - outstanding debtors	17,041	12,860	18,360	1,674	15,287	14,462	825	6%	18,360
Fines, penalties and forfeits	2,861	65,071	30,986	16	289	15,486	(15,197)	-98%	30,986
Licences and permits	4,635	5,240	6,026	275	5,059	5,137	(78)	-2%	6,026
Transfers and subsidies	351,908	307,637	307,637	393	296,532	306,761	(10,229)	-3%	307,637
Other revenue	1,819	664	6,829	48	2,056	1,212	843	70%	6,829
Gains							-		
Total Revenue (excluding capital transfers and contributions)	516,985	546,626	546,753	14,509	445,851	479,983	(34,131)	-7%	546,753
Expenditure By Type									
Employee related costs	150,619	163,212	154,891	12,170	130,978	130,542	436	0%	154,891
Remuneration of councillors	24,279	27,334	25,386	2,069	20,645	21,002	(357)	-2%	25,386
Debt impairment	61,327	48,632	48,932	-	-	29,359	(29,359)	-100%	48,932
Depreciation & asset impairment	58,788	58,392	57,692	-	-	45,396	(45,396)	-100%	57,692
Finance charges	3,516	3,729	745	-	232	731	(499)	-68%	845
Bulk purchases	88,182	110,035	100,035	7,132	75,575	77,198	(1,624)	-2%	100,035
Other materials	26,421	19,551	34,217	2,714	35,203	29,065	6,138	21%	32,727
Contracted services	75,365	60,088	59,987	5,923	65,352	57,980	7,372	13%	61,570
Transfers and subsidies	1,402	3,784	3,771	301	2,428	2,794	(366)	-13%	3,271
Other expenditure	52,620	37,918	40,320	3,979	34,336	31,166	3,170	10%	40,626
Losses							-		
Total Expenditure	542,520	532,675	525,975	34,287	364,749	425,235	(60,486)	-14%	525,975
Surplus/(Deficit)	(25,535)	13,951	20,778	(19,778)	81,103	54,748	26,355	48%	20,778
Transfers and subsidies - capital (monetary allocations)	68,450	79,332	80,072	7,266	56,324	56,833	(509)	-1%	80,072
Transfers and subsidies - capital (monetary allocations)							-		-
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers & contributions	42,916	93,283	100,850	(12,513)	137,426	111,581			100,850
Taxation									
Surplus/(Deficit) after taxation	42,916	93,283	100,850	(12,513)	137,426	111,581			100,850
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	42,916	93,283	100,850	(12,513)	137,426	111,581			100,850
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	42,916	93,283	100,850	(12,513)	137,426	111,581		-	100,850

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections are on property rates, service charges – electricity, refuse, rental of facilities and equipment, interest earned – external investments, interest on outstanding debtors, fines, penalties and forfeits, licenses and permits and other revenue.

In the case of expenditure, the following line items reflect material variance; Remuneration of councilors, Bulk purchases, other expenditure, debt impairment, depreciation and asset impairment, finance charges, employee related costs, other materials, and transfer and subsidies.

In the 2020/21 financial year an amount of R1, 483 million has been spent to date for COVID 19 danger allowance, which is included on the year to date expenditure of R150, 113 million spent on employees related costs. For the month April 2022, no COVID 19 danger allowances were paid.

Other expenditure relating to COVID 19 amounts to R106, 061 thousand relating to 2020/21 financial year and no COVID 19 expenditure of April, year to date expenditure amounted to R24, 358 thousand for the 2021/22 financial year.

Reasons for deviations will only be provided for material variances and a variance is deemed to be material if it is 10% and more.

Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

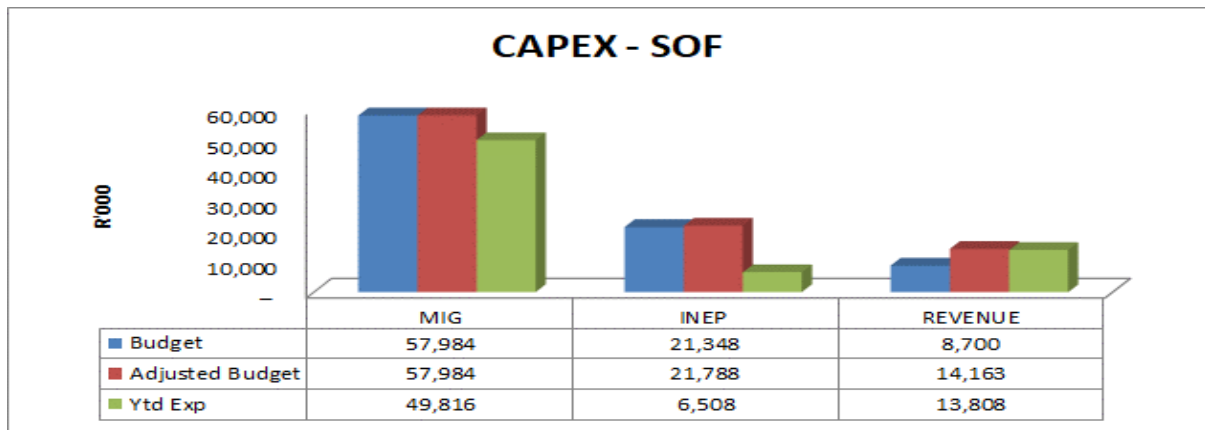
Vote Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,111	1,360	1,939	51	1,649	1,759	(111)	-6%	1,939
Executive and council							-		
Finance and administration	1,111	1,360	1,939	51	1,649	1,759	(111)	-6%	1,939
Internal audit							-		
Community and public safety	2,063	800	500	-	498	498	-		500
Community and social services	598	600	500	-	498	498	-		500
Sport and recreation	1,465	200	-	-	-	-	-		-
Public safety	-						-		
Housing							-		
Health							-		
Economic and environmental services	62,035	63,584	58,284	6,157	43,692	46,073	(2,381)	-5%	58,284
Planning and development		1,100	-	-	-	-	-		-
Road transport	62,035	62,484	58,284	6,157	43,692	46,073	(2,381)	-5%	58,284
Environmental protection							-		
Trading services	19,894	22,288	33,512	96	17,944	21,039	(3,094)	-15%	33,512
Energy sources	19,894	21,988	33,512	96	17,944	21,039	(3,094)	-15%	33,512
Waste management	-	300	-	-	-	-	-		-
Other							-		
Total Capital Expenditure - Functional Classification	85,102	88,032	94,234	6,304	63,783	69,369	(5,586)	-8%	94,234
Funded by:									
National Government	79,029	79,332	79,772	6,210	49,975	55,408	(5,432)	-10%	79,772
Provincial Government			300	-	-	166	(166)	-100%	300
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	79,029	79,332	80,072	6,210	49,975	55,573	(5,598)	-10%	80,072
Borrowing							-		
Internally generated funds	6,073	8,700	14,163	94	13,808	13,796	12	0%	14,163
Total Capital Funding	85,102	88,032	94,234	6,304	63,783	69,369	(5,586)	-8%	94,234

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1,105	460	860	51	569	681	(111)	-16%	860
Vote 5 - Community Services	-	300	-	-	-	-	-	-	-
Vote 6 - Technical Services	7,468	40,840	58,280	3,373	43,050	47,312	(4,263)	-9%	58,280
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	8,574	41,600	59,140	3,424	43,619	47,993	(4,374)	-9%	59,140
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	100	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	1,972	800	500	-	498	498	-	-	500
Vote 6 - Technical Services	74,557	44,432	34,595	2,880	19,667	20,878	(1,211)	-6%	34,595
Vote 7 - Developmental Planning	-	1,100	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	76,528	46,432	35,095	2,880	20,165	21,376	(1,211)	-6%	35,095
Total Capital Expenditure	85,102	88,032	94,234	6,304	63,783	69,369	(5,586)	-8%	94,234

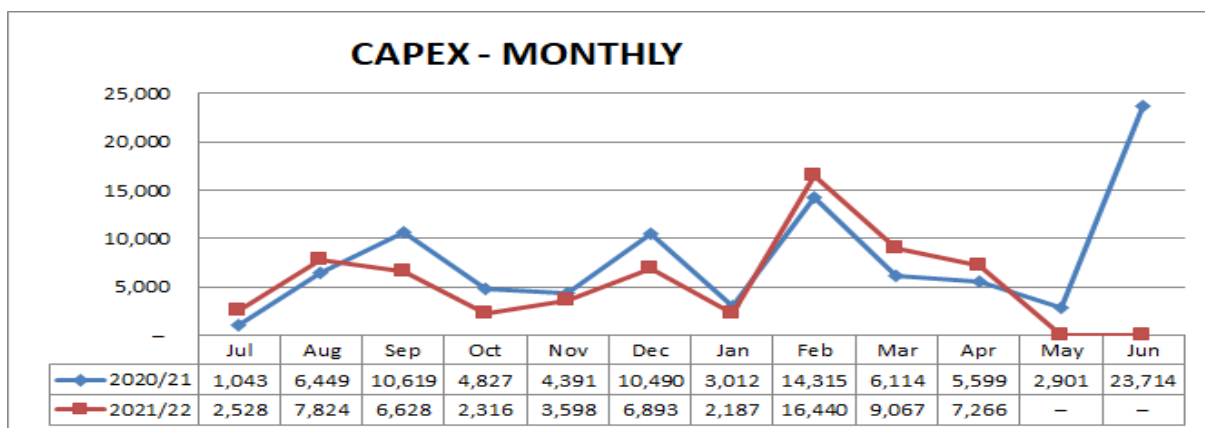
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of April 2022, R6 304 million spending is incurred and that increased the year to date expenditure to R63 783 million whilst the year to date budget is R69 369 million and this gave rise to under spending variance of R5 586 million that translates to 8%.

Figure 1: Capital expenditure by source



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R94, 234 million, R57, 984 million is funded from Municipal Infrastructure grant, R21, 348 million from Integrated National Electrification Programme and R14, 163 million from own revenue and the spending per source of finance is presented in the above graph.

Figure 2: Monthly capital expenditure



The above graph compares the 2020/21 and 2022/22 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2020/21	Budget Year 2021/22			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	6,857	8,536	17,310	6,504	17,310
Call investment deposits	–	23,315	–	40,192	–
Consumer debtors	85,665	63,924	62,496	104,363	62,496
Other debtors	51,435	60,917	62,766	56,051	62,766
Current portion of long-term receivables	119	–	119	–	119
Inventory	11,082	8,606	8,826	11,318	8,826
Total current assets	155,157	165,299	151,516	218,429	151,516
Non current assets					
Long-term receivables				–	
Investments	1,465	–	15,039	–	15,039
Investment property	80,022	60,343	55,840	80,622	55,840
Investments in Associate	–				
Property, plant and equipment	1,056,321	1,229,559	1,230,890	1,120,042	1,230,890
Biological	–			–	
Intangible	23	31	31	23	31
Other non-current assets	463	15,502	463	1,928	463
Total non current assets	1,138,294	1,305,435	1,302,263	1,202,615	1,302,263
TOTAL ASSETS	1,293,451	1,470,733	1,453,779	1,421,044	1,453,779
LIABILITIES					
Current liabilities					
Bank overdraft	–	–		–	–
Borrowing	3,014	12,271	12,271	1,872	12,271
Consumer deposits	5,797	5,700	5,700	5,744	5,700
Trade and other payables	110,690	87,165	88,763	116,800	88,763
Provisions	3,269	5,950	5,950	2,253	5,950
Total current liabilities	122,770	111,087	112,685	126,669	112,685
Non current liabilities					
Borrowing	(386)	19,467	19,467	2,058	19,467
Provisions	75,199	95,439	95,439	75,428	95,439
Total non current liabilities	74,813	114,907	114,907	77,486	114,907
TOTAL LIABILITIES	197,583	225,994	227,592	204,155	227,592
NET ASSETS	1,095,868	1,244,739	1,226,187	1,216,888	1,226,187
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,095,868	1,234,739	1,216,187	1,216,888	1,216,187
Reserves		10,000	10,000	–	10,000
TOTAL COMMUNITY WEALTH/EQUITY	1,095,868	1,244,739	1,226,187	1,216,888	1,226,187

The above table shows that community wealth amounts to R1,216 billion, total liabilities R204,155 million and the total assets R1, 421 billion. Non-current liabilities are mainly made up of borrowing and provisions for long service award, landfill site. Taking the current liabilities and current assets together, the municipality has current ratio of 1.7:1 that is below the acceptable norm of 2:1. The municipality still needs to keep the current liabilities low and increase the current assets to strengthen the liquidity ratio.

Table C7: Monthly Budget Statement Cash Flow

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	47,281	29,997	34,083	2,446	23,909	23,320	589	3%	34,083
Service charges	128,148	107,419	99,738	8,782	81,564	78,971	2,593	3%	99,738
Other revenue	13,218	20,923	22,389	1,541	51,048	44,747	6,301	14%	22,389
Transfers and Subsidies - Operational	249,240	307,637	307,637	-	307,767	307,767	0	0%	307,637
Transfers and Subsidies - Capital	70,918	79,332	79,772	-	79,332	79,332	-	0%	79,772
Interest	941	3,018	2,432	442	2,832	2,288	544	24%	2,432
Payments									
Suppliers and employees	(404,748)	(443,509)	(443,527)	(36,368)	(437,242)	(412,780)	24,462	-6%	(443,527)
Finance charges	(786)	(3,729)	(845)	-	(237)	(802)	(565)	70%	(845)
Transfers and Grants	(1,487)	(3,784)	(513)	(301)	(2,428)	(2,820)	(392)	14%	(513)
NET CASH FROM/(USED) OPERATING ACTIVITIES	102,726	97,304	101,165	(23,458)	106,545	120,023	13,478	11%	101,165
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	(58)	-	5,544	-	-	-	-	-	5,544
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(84,243)	(80,993)	(84,002)	(6,304)	(63,783)	(63,889)	(106)	0%	(84,002)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(84,301)	(80,993)	(78,458)	(6,304)	(63,783)	(63,889)	(106)	0%	(78,458)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	325	325	(14)	(40)	(45)	5	-11%	325
Payments									
Repayment of borrowing	(13,938)	(12,271)	(12,271)	-	(2,441)	(3,401)	(959)	28%	(12,271)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(13,938)	(11,947)	(11,947)	(14)	(2,481)	(3,445)	(964)	28%	(11,947)
NET INCREASE/ (DECREASE) IN CASH HELD	4,486	4,364	10,761	(29,776)	40,281	52,689			10,761
Cash/cash equivalents at beginning:	1,929	27,487	6,848		6,415	6,848			6,415
Cash/cash equivalents at month/year end:	6,415	31,852	17,609		46,696	59,537			17,176

Table C7 presents details pertaining to cash flow performance. As at end of April 2022, the net cash inflow from operating activities is R106,545 million whilst net cash outflow from investing activities is R63,783 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R2,481 million. The cash and cash equivalent held at end of April 2022 amounted to R46,696 million and the net effect of the above cash flows is cash inflow movement of 40,281 million. The cash and cash equivalent at end of the reporting period of R46,696 million, is mainly made up of cash in the primary bank account amounting to R6,504, with a short term investment amounting to R40,192 million at the end of April 2022.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Property rates	3%	The projected monthly revenue appear to be lower in light of the actual revenue performance	The variance is immaterial and no remedial action is needed.
Service charges - electricity revenue	-12%	The projected monthly revenue appear to be higher in light of the actual revenue performance	No remedial action is needed as it shows the municipality has improved on the electricity revenue.
Service charges - refuse revenue	1%	The actual revenue generated is more than the projected monthly revenue	No remedial action is needed as the revenue is high.
Rental of facilities and equipment	-11%	The actual revenue generated is more less the projected monthly revenue and the majority of the rented assets are not at arm's length transactions	The municipality should look into the revenue generated on their rental of facilities to see if they generate cash as they are rented out
Interest earned - external investments	-16%	The municipality has short term portfoloi investments with Nedbank.	The municipality shoud draft cash flow projections plan which will assist if there is a need to invest
Interest earned - outstanding debtors	6%	The projected revenue is less than the actual revenue generated.	The municipality should encourage customers to pay the accounts on time to avoid incurring interest.
Fines, penalties and forfeits	-98%	The contract of the speed fine cameras has been appointed, however there still slow collection in terms of revenue collection.	The municipality has cut down the revenue budget during the main adjustment with a hope that the actual revenue collected with to date will agree with projected monthly revenue collection.
Licences and permits	-2%	The actual revenue generated is less than the projected monthly revenue	No remedial action is needed since the adjustment budget has completed.
Transfers and subsidies	-3%	The equitable share trenches received is slightly higher than the projections thereof.	The budget unit should make use of the payment schedule during budget preparations.
Other revenue	70%	The actual revenue generated is higher than the projected monthly revenue.	No remedial action is needed as the variance is positive.
Expenditure By Type			
Employee related costs	0%	The actual expenditure incurred on employee related costs is more than the projections thereof	No remedial action is needed.
Remuneration of councillors	-2%	The actual expenditure incurred on remuneration of councillors is less than the projected monthly expenditure	No remedial action is needed.
Debt impairment	-100%	Debt impairment is still calculated at bi-annually	The municipality shoud do away with this approach as it not viable
Depreciation & asset impairment	-100%	Depreciation is still calculated annually.	The municipality shoud do away with this approach as it not viable
Finance charges	-68%	Finance charges is mainly for finance lease and the lease contract has expired.	The municipality should prioritice the lease contract to start.
Bulk purchases	-2%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure.	No remedial action is needed.
Other materials	21%	The projected expendire is less than the actual expenditure thereof.	No remedial action is needed as it shows improvements on spending on maintenance and repairs.
Contracted services	13%	The actual expenditure incurred is more than the projected monthly expenditure	Major contracts are overspending and the municipality should budget enough during the 2022-23 draft budget
Transfers and subsidies	-13%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Other expenditure	10%	The actual expenditure incurred is more than the projected monthly expenditure	No remedial action is needed

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	-10%	The projections on capital grants is more than the spending thereof.	No remedial action is needed
Provincial Government	-100%		
Internally generated funds	0%	The actual spending on internally generated funds is slightly more than the projections thereof.	No remedial action is needed since internally generated projects are discontinued.
Cash Flow			
Property rates	3%	The actual collection rate on property rates is slightly more than the projected rate	The municipality should keep on improving on the actual collection on residential and business areas.
Service charges	3%	The collection rate on service charges is higher than the projected rate	The municipality should come up strategies of collection methods in licenced municipal areas on electricity billings and refuse removal.
Other revenue	14%	The collection rate on leased assets are under projected	The municipality should come up with strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	0%	The received trenches of operational grants are in line with the projections thereof.	The municipality should make use of DORA during the draft and final budget preparations.
Government - Capital	0%	The received trenches of capital grants are in line with the projections thereof.	During the main budget preparation division of revenue act (DORA) should be used as a guideline.
Interest	24%	Interest on other revenue is under projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	-6%	The actual costs incurred is way higher than the projected costs and the variance is caused by overspending on contracted services, other materials and other expenditure.	The variance is caused by outstanding payment on Contracted services, Other materials and general expenses therefore the municipality should avoid closing the year end with outstanding creditors
Finance charges	70%	The finance charges have been over projected.	No remedial action is needed
Transfers and Grants	14%	The payments relating to this account are slightly lower than the projections thereof	No remedial action is needed
Capital assets	0%	The projected capital expenditure on capex is more than the actual spending thereof.	All the expected trenches of the grants have been received in line with their payment schedule
Increase (decrease) in consumer deposits	-11%	The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	28%	The projections is not in line with the amortisation schedule	The municipality should make use of amortisation during budget preparations.

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2021/22											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Bad Debts Written Off	Impairment - Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	7,354	1,472	478	123	135	70	425	2,236	12,294	2,989		
Receivables from Non-exchange Transactions - Property Rates	3,335	1,635	1,362	1,269	1,235	1,154	6,677	43,670	60,338	54,005		
Receivables from Exchange Transactions - Waste Management	794	502	411	401	402	399	2,333	15,036	20,278	18,571		
Receivables from Exchange Transactions - Property Rental Debtors	65	50	48	35	35	31	155	1,113	1,532	1,369		
Interest on Arrear Debtor Accounts	1,684	1,644	1,594	1,546	1,505	1,471	8,182	36,765	54,390	49,468		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-		
Other	823	44	(62)	64	42	41	231	1,942	3,126	2,321		
Total By Income Source	14,056	5,347	3,831	3,438	3,354	3,166	18,004	100,762	151,958	128,724	-	-
2019/20 - totals only	13,073	6,367	3,428	3,422	3,289	3,047	15,123	77,263	125,011	102,144		
Debtors Age Analysis By Customer Group												
Organs of State	1,895	1,228	1,247	1,042	993	964	5,708	31,982	45,060	40,689		
Commercial	7,282	1,514	649	532	522	448	2,180	12,660	25,788	16,342		
Households	4,831	2,594	1,923	1,853	1,829	1,744	10,057	55,834	80,665	71,316		
Other	47	10	11	11	10	11	59	285	446	377		
Total By Customer Group	14,056	5,347	3,831	3,438	3,354	3,166	18,004	100,762	151,958	128,724	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of April amount to R151,958 million. The debtors' book is made up as follows:

- Rates 40%
- Electricity 8%
- Rental 1%
- Refuse removal 13%
- Interest on Debtors 36%
- Other 2%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

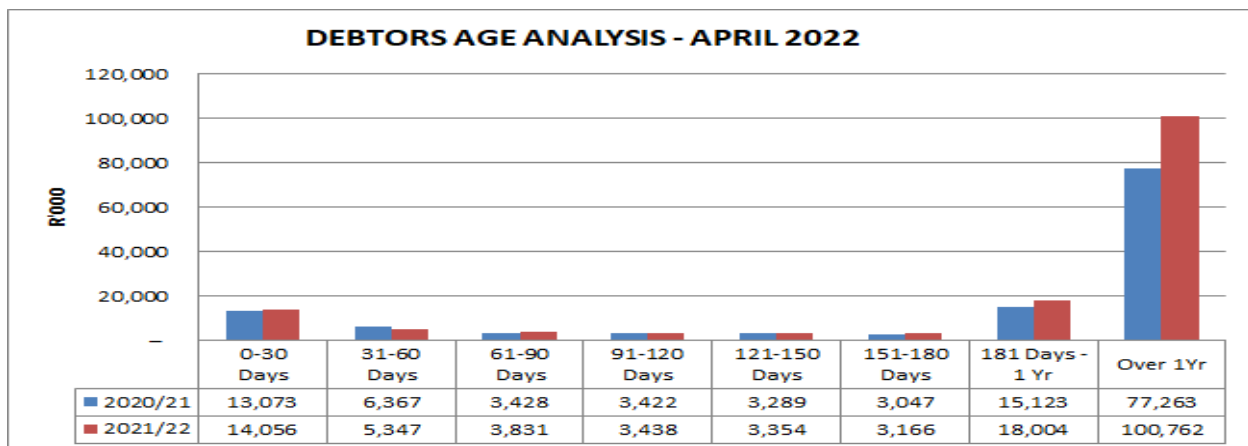
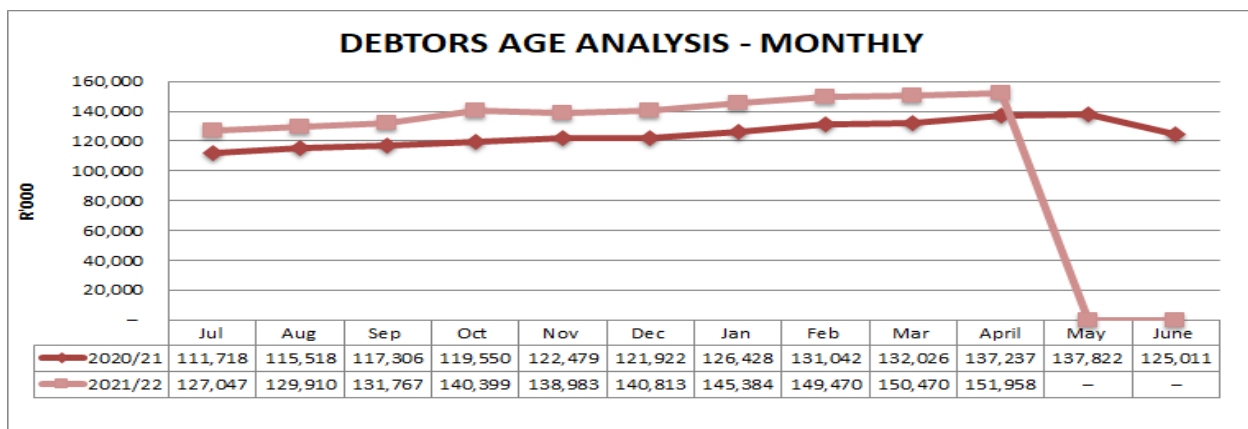


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2020/21 financial year and 2021/22 (as at end of April 2022) whilst the latter shows monthly movement of debtors for both the current financial year and the 2020/21 financial year. The debtors book is materially less than the 2021/22 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

Below is list of top twenty debtors that contribute significantly to the ever-growing debt book.

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	ACCOUNT STATUS	OCC/OWN	OUTSTANDING BALANCE
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	1,727,191
9000276	DEPARTMENT OF PUBLIC WORKS-PROVINCIAL	ACTIVE	OWNER	1,370,714
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	634,691
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OWNER	801,267
9900067	WATER PURIFICATION PLANT (SDM)	ACTIVE	OCCUPIER	519,446
800000478	DAYBREAK PROP 3 PTY LTD	ACTIVE	OWNER	483,766
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OWNER	279,480
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	180,151
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	190,384
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	190,201
20494	BREAKAWAY TRUST	ACTIVE	OWNER	287,967
9002503	GOUWS BOERDERY TRUST 1999/022459/07	ACTIVE	OWNER	174,590
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OCCUPIER	331,308
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	129,883
9019006	TIGER STRIPES INVESTMENTS (PTY	ACTIVE	OWNER	170,454
1200062	GREAT NORTH TRANSPORT	ACTIVE	OCCUPIER	314,188
5000305	NKANGALA DISTRICT MUNICIPALITY	ACTIVE	OWNER	210,541
2200691	EHLERS JA	ACTIVE	OWNER	170,008
9001712	MINERAL WILDLIFE INV PTY LTD 200402878407	ACTIVE	OWNER	193,138
9001714	KWAMAQHUZE COMMUNAL PROP ASSOC	ACTIVE	OWNER	184,910
TOTAL				8,544,277

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2021/22									Prior year totals
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type										
Bulk Electricity										-
Bulk Water										-
PAYE deductions										-
VAT (output less input)										-
Pensions / Retirement deductions										-
Loan repayments										-
Trade Creditors										-
Auditor General										-
Other										-
Total By Customer Type	-	-	-	-	-	-	-	-	-	-

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30 days of receiving an invoice. The municipality is having challenges relating to extraction of creditors age analysis and below are the contributing factors:

- Goods received vouchers (GRV) are only processed on the system as and when we are about to pay and this approach distorts the entire picture of ageing our creditors since the system will count the number of days taken to process an invoice from the date the GRV is processed.
- The contracted services are to be paid through order system payments and that should feed the age analysis module.

Proposal was made that the municipality need to maintain the invoice register that should be used for manually updating the creditors age analysis and the Budget and Treasury department is in a process of implementing the proposed register.

TOP CREDITORS PAID

The Municipality had an amount of R22, 865 million as outstanding creditors by the end of the month of April 2022.

CODE	CREDITOR NAME	AMOUNT
1	ESKOM	7,529,955
80984	GUBIS 85 SOLUTION	2,291,571
81168	LKCENTRIX SOLUTIONS	1,897,158
80944	INAMI PROJECTS	1,050,998
81223	STEAGLE JV LM GEOMATICS	665,630
81001	JUST-BREEZE JV TLOU YA HLAKA	625,000
40029	GIFTRON DISTRIBUTION	498,000
81042	MATUPUNUKA ICT	471,135
1256	MANY LE MANG CONSTRUCTION	357,310
81002	SELEMA PLANT HIRE	345,125
32409	MAKGONATSOHLE TRADING ENTERPRI	331,051
81025	STOP AND GO PROPERTIES	251,735
41027	KDM TRAVEL EXPRESS	231,341
81155	AMBITION PARTNERS CHARTERED	206,678
81225	LOSKOP ALARMS	115,832
32508	NTSHIANA T/ENTERPRISE t/a NTSH	96,485
41095	REAKGONA TRAVEL SERVICES	78,545
81213	KOPANEGO TRAVEL/THEROMBA JV	64,932
81188	VISION PRINT	44,458
81035	SPECTRUM UTILITY MANAGEMENT	32,685
TOTAL		17,185,624

Supporting Table: SC 5 - Investment Portfolio

Name of institution	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest realised	Withdrawal	Investment Top Up	Closing Balance
Standard Bank 0388235270012	1 Month	Current Investment	4.8%		21-Apr-22	20,007,890	55,255	-20,063,145	-	-
Nedbank 03/7881068264/000063	2 Month	Current Investment	5.1%		23-May-22	20,011,375	85,315	-	-	20,096,690
Nedbank 03/7881068264/000062	3 Month	Current Investment	5.2%		22-Jun-22	20,011,266	84,493	-	-	20,095,759
TOTAL INVESTMENTS AND INTEREST						60,030,532		-20,063,145	-	40,192,449

The Municipality's current investment portfolio during the month April opening balance amounted R60,030 million in different portfolio investments, withdrew R20,063 million, earned an interest of R225, 063 thousand and closed off with R40, 192 million investment.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	351,806	307,637	307,637	-	307,638	307,638	-		307,637
Local Government Equitable Share	347,525	302,788	302,788	-	302,789	302,789	-		302,788
Finance Management	2,600	2,650	2,650	-	2,650	2,650	-		2,650
EPWP Incentive	1,681	2,199	2,199	-	2,199	2,199	-		2,199
Disaster Relief Grant COVID-19 (Corona virus)							-		-
Other transfers and grants							-		
LGSETA Learnership and Development	102	130	130	-	130	130	-		130
Total Operating Transfers and Grants	351,908	307,767	307,767	-	307,768	307,768	-		307,767
Capital Transfers and Grants									
National Government:	68,891	79,332	79,332	-	79,332	79,332	-		79,332
Municipal Infrastructure Grant (MIG)	53,891	57,984	57,984	-	57,984	57,984	-		57,984
Integrated National Electrification Grant	15,000	21,348	21,348	-	21,348	21,348			21,348
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-					-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total Capital Transfers and Grants	68,891	79,332	79,332	-	79,332	79,332	-		79,332
TOTAL RECEIPTS OF TRANSFERS & GRANTS	420,799	387,099	387,099	-	387,100	387,100	-		387,099

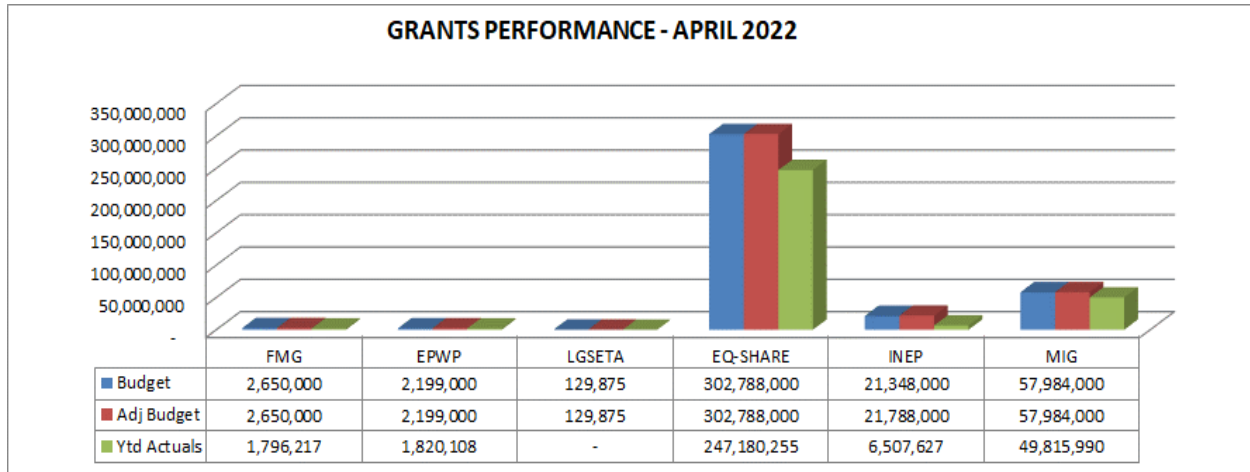
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R295,353 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R302, 789 million; Financial Management Grant amounting to R2,650 million; Local Government Sector Education and Training amounting to R129 thousand; Municipal Infrastructure Grant amounting to R57, 984 million; Integrated National Energy Grant R21, 348 million and Expanded Public Works Programme R2, 199 million were received. Most of the first trench of the grants allocated for the current financial year, so far have been received in line with National Treasury payment schedule.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	351,806	307,637	307,637	25,450	250,797	241,094	9,703	4%	307,637
Local Government Equitable Share	347,525	302,788	302,788	25,057	247,180	236,648	10,533	4%	302,788
Finance Management	2,600	2,650	2,650	193	1,796	2,650	(854)	-32%	2,650
EPWP Incentive	1,681	2,199	2,199	200	1,820	1,797	24	1%	2,199
Disaster Relief Grant COVID-19 (Corona virus)							-		-
Other grant providers:	102	130	130	-	-	130	(130)	-100%	130
LGSETA Learnership and Development	102	130	130	-	-	130	(130)	-100%	130
Total operating expenditure of Transfers and Grants:	351,908	307,767	307,767	25,450	250,797	241,224	9,573	4%	307,767
Capital expenditure of Transfers and Grants									
National Government:	68,891	79,332	79,772	7,266	56,324	57,910	(1,586)	-3%	79,772
Municipal Infrastructure Grant (MIG)	53,891	57,984	57,984	6,962	49,816	45,835	3,981	9%	57,984
Intergrated National Electrification Grant	15,000	21,348	21,788	303	6,508	12,075	(5,567)	-46%	21,788
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-					-		
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							0		
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	420,799	387,099	387,539	32,716	307,120	299,134	7,986	3%	387,539

An amount of R32,716 million has been spent on grants during the month of April 2022 and the year to date actuals is R307, 120 million whilst the year to date budget amounts to R299, 134 million and this results in an over spending variance of R7 986 million that translates to 3%. Of the total spending amounting to R32,716 million, R25, 450 million is spent on operational grants whilst capital grants spent R7, 266 million.

Figure 5: Grants performance



The above graph depicts the gazetted and budgeted amounts for all the grants and the expenditure thereof as at end of April 2022. The grants expenditure are shown below in percentages:

- Financial Management Grant 67.78%
- Expanded Public Work Programme 82.77%
- LGSETA 0%
- Equitable Share 81.63%
- Integrated National Electrification Grant 29.87%
- Municipal Infrastructure Grant 85.91%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	14,184	16,008	14,794	1,205	12,060	12,255	(194)	-2%	14,794
Pension and UIF Contributions	1,600	1,847	1,889	167	1,529	1,545	(15)	-1%	1,889
Medical Aid Contributions	396	399	319	7	179	251	(72)	-29%	319
Motor Vehicle Allowance	5,167	5,847	5,408	443	4,396	4,472	(76)	-2%	5,408
Cellphone Allowance	2,708	2,992	2,738	229	2,279	2,279	-		2,738
Other benefits and allowances	223	243	238	19	201	201	-		238
Sub Total - Councillors	24,279	27,334	25,386	2,069	20,645	21,002	(357)	-2%	25,386
% increase		13%	5%						5%
Senior Managers of the Municipality									
Basic Salaries and Wages	3,947	6,226	3,162	256	2,620	2,635	(15)	-1%	3,162
Pension and UIF Contributions	141	299	89	7	73	74	(1)	-1%	89
Medical Aid Contributions	81	92	52	13	60	43	17	39%	52
Motor Vehicle Allowance	420	912	186	16	155	155	-		186
Cellphone Allowance	114	151	85	7	71	71	-		85
Other benefits and allowances	1,846	491	172	0	172	172	-		172
Payments in lieu of leave							-		
Sub Total - Senior Managers of Municipality	6,549	8,171	3,746	298	3,151	3,150	1	0%	3,746
% increase		25%	-43%						-43%
Other Municipal Staff									
Basic Salaries and Wages	93,585	99,214	98,352	8,201	81,739	81,820	(82)	0%	98,352
Pension and UIF Contributions	18,983	27,125	19,631	1,643	16,270	16,304	(35)	0%	19,631
Medical Aid Contributions	5,228	4,550	5,403	465	4,494	4,479	16	0%	5,403
Overtime	1,353	1,005	1,197	56	926	999	(73)	-7%	1,197
Motor Vehicle Allowance	12,066	12,315	13,024	1,102	10,790	10,805	(15)	0%	13,024
Cellphone Allowance	1,901	1,284	1,916	159	1,595	1,597	(1)	0%	1,916
Housing Allowances	206	202	217	18	182	180	2	1%	217
Other benefits and allowances	2,655	8,457	10,233	132	10,180	10,051	130	1%	10,233
Payments in lieu of leave	6,688	173	421	-	605	408	197	48%	421
Long service awards	1,405	714	749	96	1,046	749	297	40%	749
Post-retirement benefit obligations							-		
Sub Total - Other Municipal Staff	144,070	155,041	151,144	11,872	127,827	127,392	435	0%	151,144
% increase		8%	5%						5%
Total Parent Municipality	174,898	190,546	180,276	14,239	151,623	151,544	79	0%	180,276
		9%	3%						3%
TOTAL SALARY, ALLOWANCES & BENEFITS	174,898	190,546	180,276	14,239	151,623	151,544	79	0%	180,276
% increase		9%	3%						3%
TOTAL MANAGERS AND STAFF	150,619	163,212	154,891	12,170	130,978	130,542	436	0%	154,891

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of April 2022 amounts to R151 623 million and the year to date budget is R151 544 million and the expenditure for remuneration of councilors amounts to R20,645 million while the year to date budget is R21,002 million. The year to date actual expenditure for senior managers is R3,151 million and the year to date budget thereof is R3,150 million. There are four senior managerial vacant positions (Budget and Treasury, Executive Support, Infrastructure and Planning) and this is causing underspending variance on budget performance for senior management. The year to date actuals for other municipal staff is R127,827 million and the year to date budget is R127,392 million. The remuneration of councilors and other municipal staff category has under spending variance, and there are four vacant positions in the senior management level and the positions should be filled in the new financial year 2022/23.

Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts

Description	Budget Year 2021/22												2021/22 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Year	Year +1	Year +2	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budgeted	Budgeted	2021/22	2022/23	2023/24	
Cash Receipts By Source																
Property rates	2,693	2,286	2,287	2,035	2,302	2,599	2,173	2,273	2,815	2,446	2,480	3,607	29,997	30,907	31,931	
Service charges - electricity revenue	8,269	7,581	8,119	7,580	6,434	7,702	6,394	8,004	9,017	8,332	8,569	13,997	99,998	101,965	102,930	
Service charges - refuse	461	393	411	383	399	405	376	449	405	451	512	2,778	7,421	8,755	9,978	
Rental of facilities and equipment	54	69	19	48	51	80	101	35	32	69	60	279	898	936	977	
Interest earned - external investments	200	98	59	-	-	160	250	155	-	225	451	302	1,900	1,980	2,067	
Interest earned - outstanding debtors	111	162	64	67	109	410	120	136	289	217	176	(742)	1,118	796	641	
Fines, penalties and forfeits	43	21	6	15	14	13	123	39	29	16	1,091	12,711	14,120	15,331	16,006	
Licences and permits	415	534	674	551	479	486	664	549	431	275	938	(756)	5,240	5,460	5,701	
Transfers and Subsidies - Operational	126,712	2,780	-	-	989	100,929	-	660	75,697	-	-	(130)	307,637	322,626	316,577	
Other revenue	821	1,230	5,065	1,355	6,061	1,409	14,711	11,461	1,818	1,182		(44,449)	664	692	722	
Cash Receipts by Source	139,778	15,154	16,704	12,033	16,837	114,194	24,913	23,762	90,533	13,211	14,277	(12,402)	468,994	489,449	487,530	
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations)	31,000	-	15,000	-	11,348	6,594	-	-	15,390	-	-	-	79,332	72,606	76,364	
Borrowing long term/refinancing																
Increase (decrease) in consumer deposits	-	(10)	(26)		(32)	25	(35)	35	18	(14)		364	325	(3,247)	(3,247)	
Decrease (increase) in non-current receivables																
Decrease (increase) in non-current investments																
Total Cash Receipts by Source	170,778	15,144	31,677	12,033	28,153	120,813	24,878	23,797	105,941	13,197	14,277	(12,038)	548,651	558,808	560,648	
Cash Payments by Type																
Employee related costs	11,813	11,829	11,656	12,948	12,165	20,179	13,462	12,338	12,418	12,170	12,700	19,533	163,212	170,102	177,553	
Remuneration of councillors	2,020	2,020	2,020	2,020	1,866	2,403	2,085	2,072	2,069	2,069	2,250	4,440	27,334	28,428	29,565	
Interest paid	20	12	4	4	2	-	193	-	-	-	-	3,492	3,729	2,653	1,880	
Bulk purchases - Electricity	11,178	10,612	11,630	8,572	6,954	7,681	7,345	7,496	8,041	7,132	10,296	13,097	110,035	114,656	119,701	
Other materials	13,325	2,022	7,355	4,096	1,265	1,601	10,271	2,889	2,022	2,714	1,106	(15,977)	32,689	28,778	30,507	
Contracted services	12,814	8,210	6,502	9,462	6,734	12,786	6,313	(5,451)	10,951	5,923	4,068	(14,209)	64,102	51,538	45,479	
Grants and subsidies paid - other	235	365	164	259	223	166	404	244	67	301	270	1,086	3,784	3,943	4,116	
General expenses	11,709	6,905	1,744	3,421	2,161	12,877	2,252	2,906	26,839	6,361	2,347	(47,659)	31,864	33,203	34,663	
Cash Payments by Type	63,114	41,976	41,076	40,783	31,371	57,693	42,324	22,493	62,407	36,669	33,038	(36,196)	436,748	433,300	443,465	
Other Cash Flows/Payments by Type																
Capital assets	2,528	7,824	6,628	2,316	3,598	6,893	2,187	16,440	9,067	6,304	7,048	10,162	80,993	85,145	78,358	
Repayment of borrowing	965	973	258	245	-	-	-	-	-	-	1,712	8,118	12,271	11,347	8,120	
Other Cash Flows/Payments													14,274	19,580	29,705	
Total Cash Payments by Type	66,607	50,773	47,962	43,344	34,968	64,586	44,511	38,933	71,473	42,973	41,798	(3,643)	544,286	549,373	559,648	
NET INCREASE/(DECREASE) IN CASH HELD	104,172	(35,630)	(16,285)	(31,311)	(6,815)	56,226	(19,633)	(15,136)	34,468	(29,776)	(27,521)	(8,395)	4,364	9,435	1,000	
Cash/cash equivalents at the month/year beginning:	6,415	110,587	74,957	58,673	27,362	20,546	76,773	57,140	42,004	76,472	46,696	19,175	6,415	10,780	20,214	
Cash/cash equivalents at the month/year end:	110,587	74,957	58,673	27,362	20,546	76,773	57,140	42,004	76,472	46,696	19,175	10,780	10,780	20,214	21,214	

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R13, 197 million and the total cash payment for the month were R42, 973 million and this resulted in net decrease in cash held amounting to R29, 776 million. With cash and cash equivalent of R76, 472 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R46, 696 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
July	1,043	12,915	2,528	2,528	2,528	2,528	–		3%
August	6,449	13,723	7,824	7,824	10,352	10,352	(0)	0%	12%
September	10,619	12,118	6,628	6,628	16,980	16,980	–		19%
October	4,827	12,156	2,316	2,316	19,296	19,296	–		22%
November	4,391	6,553	3,598	3,598	22,893	22,893	–		26%
December	10,490	8,285	6,893	6,893	29,786	29,786	–		34%
January	3,012	5,367	2,187	2,187	31,973	31,973	(0)	0%	36%
February	14,315	3,856	16,440	16,440	48,413	48,413	–		55%
March	6,114	3,118	3,574	9,067	57,479	51,986	(5,493)	-11%	65%
April	5,599	3,357	4,687	6,304	63,783	56,674	(7,110)	-13%	72%
May	2,901	3,686	5,388			62,061	–		
June	15,342	2,899	32,173			94,234	–		
Total Capital expenditure	85,102	88,032	94,234	63,783					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of April amounts to R6,304 million. The year to date actual expenditure incurred is R63,783 million whilst the year to date budget is R56,674 million that gives rise to under spending variance of R7, 110 million that translate to 13%.

Supporting Table: SC 13(a) Capital Expenditure on New Assets

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	10,855	22,048	28,088	53	12,583	20,924	8,341	40%	28,088
Roads Infrastructure	-	500	-	-	-	-	-	-	-
Roads		500	-	-	-	-	-	-	-
Road Furniture							-		
Capital Spares							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Attenuation							-		
Electrical Infrastructure	10,855	21,348	28,088	53	12,583	20,924	8,341	40%	28,088
HV Substations							-		
HV Switching Station							-		
MV Networks	10,855	21,348	28,088	53	12,583	20,924	8,341	40%	28,088
LV Networks							-		
Solid Waste Infrastructure	-	200	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Capital Spares		200	-	-	-	-	-		-
Community Assets	-	100	-	-	-	-	-		-
Community Facilities	-	100	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Other assets	727	-	-	-	-	-	-		-
Municipal Offices	727						-		
Workshops	-						-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	769	460	860	51	569	681	111	16%	860
Computer Equipment	769	460	860	51	569	681	111	16%	860
Furniture and Office Equipment	1,607	-	-	-	-	-	-		-
Furniture and Office Equipment	1,607						-		
Machinery and Equipment	1,760	400	300	43	237	114	(123)	-108%	300
Machinery and Equipment	1,760	400	300	43	237	114	(123)	-108%	300
Transport Assets	-	800	1,079	-	1,079	1,079	(1)	0%	1,079
Transport Assets		800	1,079	-	1,079	1,079	(1)	0%	1,079
Land	-	1,100	-	-	-	-	-		-
Land		1,100	-	-	-	-	-		-
Total Capital Expenditure on new assets	15,718	24,908	30,326	147	14,469	22,798	8,329	37%	30,326

Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset									
Infrastructure	52,855	39,750	44,874	5,320	34,349	30,713	(3,637)	-12%	44,874
Roads Infrastructure	50,943	39,750	39,750	5,320	29,225	30,713	1,488	5%	39,750
Roads	50,943	39,750	39,750	5,320	29,225	30,713	1,488	5%	39,750
Road Furniture							-		
Capital Spares							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	1,912	-	5,124	-	5,124	-	(5,124)	#DIV/0!	5,124
HV Substations							-		
MV Networks			5,124	-	5,124	-	(5,124)	#DIV/0!	5,124
LV Networks	1,912	-					-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Community Assets	687	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria	687						-		
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	53,543	39,750	44,874	5,320	34,349	30,713	(3,637)	-11.8%	44,874

Supporting Table: SC 13(c) Repairs and Maintenance Expenditure

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	13,320	12,276	25,528	300	24,110	21,767	(2,343)	-11%	24,138
Roads Infrastructure	8,367	7,802	11,748	-	11,852	8,922	(2,929)	-33%	10,358
Roads	8,367	7,802	11,748	-	11,852	8,922	(2,929)	-33%	10,358
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	2,195	2,033	9,099	-	8,891	8,963	72	1%	9,099
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	2,195	2,033	9,099	-	8,891	8,963	72	1%	9,099
Solid Waste Infrastructure	2,757	2,441	4,681	300	3,368	3,882	514	13%	4,681
Landfill Sites	2,757	2,441	4,681	300	3,368	3,882	514	13%	4,681
Waste Transfer Stations							-		
Community Assets	164	385	185	-	156	185	29	16%	185
Community Facilities	164	385	185	-	156	185	29	16%	185
Police							-		
Parks	164	385	185	-	156	185	29	16%	185
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	1,991	1,756	616	17	546	545	(1)	0%	616
Operational Buildings	1,991	1,756	616	17	546	545	(1)	0%	616
Stores		1,229	79	-	28	55	27	49%	79
Intangible Assets	-	187	60	11	38	49	11	22%	60
Servitudes							-		
Computer Software and Applications		187	60	11	38	49	11	22%	60
Computer Equipment	5	-	-	-	-	-	-		-
Computer Equipment	5						-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	1,561	2,083	2,195	378	2,622	2,044	(578)	-28%	2,195
Machinery and Equipment	1,561	2,083	2,195	378	2,622	2,044	(578)	-28%	2,195
Transport Assets	3,099	1,313	2,589	526	2,772	2,141	(631)	-29%	2,589
Transport Assets	3,099	1,313	2,589	526	2,772	2,141	(631)	-29%	2,589
Total Repairs and Maintenance Expenditure	20,140	17,999	31,174	1,232	30,245	26,732	(3,513)	-13.1%	29,784

Supporting Table: SC 13(d) Depreciation and asset impairment

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class									
Infrastructure	45,372	43,068	42,368	-	-	41,349	41,349	100%	42,368
Roads Infrastructure	40,540	38,002	37,502	-	-	37,502	37,502	100%	37,502
Roads	40,540	38,002	37,502			37,502	37,502	100%	37,502
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	399	399	-	-	33	33	100%	399
Attenuation							-		
Electrical Infrastructure	4,281	3,954	3,754	-	-	3,754	3,754	100%	3,754
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors	4,281	3,954	3,754			3,754	3,754	100%	3,754
LV Networks							-		
Solid Waste Infrastructure	551	714	714	-	-	59	59	100%	714
Landfill Sites	551	714	714			59	59	100%	714
Waste Transfer Stations							-		
Community Assets	1,153	1,231	1,231	-	-	103	103	100%	1,231
Cemeteries/Crematoria							-		
Public Open Space	1,153	1,231	1,231			103	103	0	1,231
Heritage assets	-	5	5	-	-	0	0	100%	5
Other Heritage	-	5	5			0	0	0	5
Other assets	3,935	4,140	4,140	-	-	345	345	0	4,140
Operational Buildings	3,935	4,140	4,140	-	-	345	345	100%	4,140
Workshops							-		
Intangible Assets	8	51	51	-	-	4	4	100%	51
Licences and Rights	8	51	51	-	-	4	4	100%	51
Computer Software and Applications	8	51	51			4	4	100%	51
Computer Equipment	-	692	692	-	-	58	58	100%	692
Computer Equipment	-	692	692			58	58	100%	692
Furniture and Office Equipment	623	590	590	-	-	49	49	100%	590
Furniture and Office Equipment	623	590	590			49	49	100%	590
Machinery and Equipment	2,684	2,864	2,864	-	-	239	239	100%	2,864
Machinery and Equipment	2,684	2,864	2,864			239	239	100%	2,864
Transport Assets	4,399	5,751	5,751	-	-	479	479	100%	5,751
Transport Assets	4,399	5,751	5,751			479	479	100%	5,751
Total Depreciation	58,174	58,392	57,692	-	-	42,626	42,626	100%	57,692

Supporting Table: SC 13(e) Capital Expenditure on upgrading of Existing Assets

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	15,239	22,674	18,534	837	14,468	15,361	893	6%	18,534
Roads Infrastructure	15,239	13,184	18,534	837	14,468	15,361	893	6%	18,534
Roads	15,239	13,184	18,534	837	14,468	15,361	893	6%	18,534
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Attenuation							-		
Electrical Infrastructure	-	340	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
LV Networks							-		
Capital Spares		340	-	-	-	-	-		-
Solid Waste Infrastructure	-	9,150	-	-	-	-	-		-
Landfill Sites		9,150	-	-	-	-	-		-
Community Assets	602	700	500	-	498	498	-		500
Community Facilities	602	700	500	-	498	498	-		500
Libraries							-		
Cemeteries/Crematoria		500	500	-	498	498	-		500
Police							-		
Parks	602	200	-	-	-	-	-		-
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	15,841	23,374	19,034	837	14,966	15,859	893	6%	19,034

Supporting table SC13a, SC13b and SC13e provide details of capital expenditure in terms of asset classification based on new assets and renewal of existing assets; while table SC13c provide details of expenditure performance on repairs and maintenance by asset classification and Table SC13d presents expenditure on depreciation and asset impairment. These tables present the capital programme, and assets management and performance of the Municipality.

The total expenditure for new capital projects amounts to R14,469 million and the year to date budget is R22,798 million that reflects over spending variance of R8,329 million that translates to 37% variance.

The year to date actuals on renewal of existing assets amounts R34,349 million and with the year to date budget of R30,713 million and this reflects under spending variance of R3, 637 million that translates to 11.8% variance.

The year to date actual expenditure on repairs and maintenance is R30,245 million, and the year to date budget is R26,732 million, reflecting under spending variance of R3,513 million that translates to 13.1%.

The year to date actual expenditure on upgrading of existing assets is R14,966 million and the year to date budget is R15,859 million, reflecting over spending variance of R893 thousands that translates to 6%.

The year to date actual expenditure on depreciation and asset impairment is R0 and the year to date budget is R42, 626 million, reflecting spending variance of R42, 626 million, that translates to 100% which means the integration between asset management system and core financial system is done bi-annually and this is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is partially complying with some of mSCOA requirements.


List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2021/22 Medium Term Revenue and Expenditure Framework			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Parent municipality:								
Technical Services	Grblerdsdal Traffic Lights	Upgrading	Electrical Infrastructure	Capital Spares	340,000	-	-	0%
Technical Services	Aircons	New	Furniture and Office Equipment	Furniture and Office Equipment	300,000	300,000	237,349	79%
Technical Services	Electrification of Ga Posa	New	Electrical Infrastructure	MV Networks	2,088,000	4,530,000	2,355,688	52%
Technical Services	Electrification of Maleoskop	New	Electrical Infrastructure	MV Networks	3,348,000	3,300,000	669,199	20%
Technical Services	Electrification of Masakaneng	New	Electrical Infrastructure	MV Networks	5,508,000	6,722,000	338,578	5%
Technical Services	Electrification of Matlala							
Technical Services	Lehwelere	New	Electrical Infrastructure	MV Networks	3,438,000	4,428,000	1,159,889	26%
Technical Services	Electrification of Rondebosch	New	Electrical Infrastructure	MV Networks	1,206,000	1,332,000	686,597	52%
Technical Services	Electrification of Vlakfontein	New	Electrical Infrastructure	MV Networks	5,760,000	1,476,012	1,072,956	73%
Technical Services	Groblerdsdal Lanfillsite	Upgrading	Solid Waste Infrastructure	Landfill Sites	9,050,000	-	-	0%
Technical Services	Culverts and Road signs	New	Roads Infrastructure	Roads	500,000	-	-	0%
Technical Services	kgapamadi Bus Road	Renewal	Roads Infrastructure	Roads	1,000,000	-	-	0%
Technical Services	Motetema Streets Upgrade	New	Roads Infrastructure	Roads	1,500,000	-	-	0%
Technical Services	Rehabilitaion of roads/streets in various wards	Renewal	Roads Infrastructure	Roads	2,500,000	-	-	0%
Technical Services	Dipakapakeng Access Road	Upgrading	Roads Infrastructure	Roads	21,750,000	21,750,000	13,311,982	61%
Technical Services	Bloompoort Road	Renewal	Roads Infrastructure	Roads	13,000,000	18,000,000	15,912,865	88%
Technical Services	Tafelkop stadium	Upgrading	Roads Infrastructure	Roads	13,184,000	18,234,000	14,467,538	79%
Information Technology	Computer Equipment	New	Computer Equipment	Computer Equipment	460,000	860,000	569,040	66%
Fleet Management	Vehicles	New	Transport Assets	Transport Assets	800,000	1,078,503	1,079,482	100%
Finance	Forklift	New	Machinery and Equipment	Machinery and Equipment	100,000	-	-	0%
Community Services	Fencing of Elandsdoorn Cemeteries	Renewal	Community Facilities	Cemeteries/Crematoria	500,000	500,000	498,001	100%
Community Services	Development of Parks	Upgrading	Community Facilities	Parks	200,000	-	-	0%
Community Services	Disaster Management Centre	New	Community Facilities	Centres	100,000	-	-	0%
Community Services	No Illegal Dumping	New	Solid Waste Infrastructure	Capital Spares	200,000	-	-	0%
Economic Development Planning	Fencing of Game Farm	New	Land	Land	1,100,000	-	-	0%
Technical Services	Masakaneng Internal Roads	Upgrading	Roads Infrastructure	Roads	-	299,764	-	0%
Technical Services	Electrification of Rossenekal	New	Electrical Infrastructure	MV Networks	-	6,299,821	6,299,821	100%
Technical Services	Groblerdsdal Smart Metering	New	Electrical Infrastructure	MV Networks	-	5,124,276	5,124,268	100%
Community Services	Rosennekal Concrete Palisade	Upgrading	Solid Waste Infrastructure	Landfill Sites	100,000	-	-	0%

Quality certificate

I, **MESHACK MAHLAGAUME KGWALE**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of April 2022 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature 

Date 23/05/2022