

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

AUGUST 2022

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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 August 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 2021-22 financial year amounts are not yet audited.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2022/23			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	601,350,985	-	164,587,921	27%
OPERATING EXPENDITURE	597,283,011	-	76,491,418	13%
TRANSFER - CAPITAL	79,606,004	-	13,429,818	17%
SURPLUS/(DEFICIT)	83,673,978	-	103,800,460	124%
CAPITAL EXPENDITURE	98,041,001	-	14,590,275	15%

Table C1 – Budget Statement Summary

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	39,913	44,645	-	4,869	10,075	7,441	2,634	35%	44,645
Service charges	108,243	117,968	-	9,211	18,526	19,826	(1,300)	-7%	117,968
Investment revenue	1,780	3,652	-	157	228	438	(210)	-48%	3,652
Transfers and subsidies	297,765	338,906	-	16,336	131,137	142,845	(11,708)	-8%	338,906
Other own revenue	30,108	96,180	-	2,132	4,622	19,274	(14,652)	-76%	96,180
Total Revenue (excluding capital transfers and contributions)	477,810	601,351	-	32,704	164,588	189,824	(25,236)	-13%	601,351
Employee costs	157,625	185,316	-	13,454	26,191	30,902	(4,711)	-15%	185,316
Remuneration of Councillors	24,783	25,580	-	2,393	4,462	4,263	198	5%	25,580
Depreciation & asset impairment	-	59,780	-	-	-	14,945	(14,945)	-100%	59,780
Finance charges	1,121	2,185	-	137	137	707	(570)	-81%	2,185
Materials and bulk purchases	136,677	148,283	-	16,615	22,013	25,116	(3,103)	-12%	148,283
Transfers and subsidies	1,547	3,292	-	61	197	458	(261)	-57%	3,292
Other expenditure	143,963	172,846	-	9,227	23,491	43,701	(20,210)	-46%	172,846
Total Expenditure	465,716	597,283	-	41,887	76,491	120,092	(43,601)	-36%	597,283
Surplus/(Deficit)	12,094	4,068	-	(9,183)	88,097	69,732	18,365	26%	4,068
Transfers and subsidies - capital (monetary allocations)	67,914	79,606	-	9,181	15,704	30,637	(14,933)	-49%	79,606
Surplus/(Deficit) after capital transfers & contributions	80,008	83,674	-	(2)	103,800	100,369	3,431	3%	83,674
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	80,008	83,674	-	(2)	103,800	100,369	3,431	3%	83,674
Capital expenditure & funds sources									
Capital expenditure	72,706	98,041	-	8,918	14,590	24,391	(9,800)	-40%	98,041
Capital transfers recognised	70,770	79,606	-	7,757	13,430	19,877	(6,448)	-32%	79,606
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	1,936	18,435	-	1,160	1,160	4,513	(3,353)	-74%	18,435
Total sources of capital funds	72,706	98,041	-	8,918	14,590	24,391	(9,800)	-40%	98,041
Financial position									
Total current assets	133,384	158,966	-	-	282,979	-	-	-	158,966
Total non current assets	1,223,261	1,325,025	-	-	1,199,416	-	-	-	1,325,025
Total current liabilities	92,636	120,343	-	-	135,598	-	-	-	120,343
Total non current liabilities	78,238	113,710	-	-	99,335	-	-	-	113,710
Community wealth/Equity	1,185,771	1,249,938	-	-	1,247,462	-	-	-	1,249,938
Cash flows									
Net cash from (used) operating	72,937	94,811	-	(25,519)	79,594	81,750	2,156	3%	94,811
Net cash from (used) investing	(70,756)	(78,022)	-	(8,918)	(14,590)	(13,476)	1,114	-8%	(78,022)
Net cash from (used) financing	(2,441)	(6,971)	-	(542)	(542)	(504)	38	-8%	(6,971)
Cash/cash equivalents at the month/year end	6,597	24,063	-	-	71,059	82,015	10,957	13%	16,415
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	13,918	6,229	3,018	3,323	3,276	3,232	18,340	110,888	162,224
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 August is R164, 588 million and the year to date budget of R189, 824 million and this reflects a negative variance of R25, 236 million which is mostly attributable to equitable shares received amounting to R130, 361 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 48% unfavorable variance,
- Interest earned – outstanding debtors: 21% favorable variance,
- Rental on Facilities and Equipment: 13% unfavorable variance,
- Fines, penalties and forfeits: 100% unfavorable variance
- Services Charges – electricity revenue: 7% unfavorable variance
- Services Charges – refuse revenue: 2% unfavorable variance
- Licenses and permits: 23% favorable variance
- Property rates: 35% favorable variance
- Other revenue: 367% favorable
- Transfer and subsidies: 8% unfavorable

Operating Expenditure

The year to date operational expenditure as at end of August amounts to R76,491 million and the year to date budget is R120,092 million. This reflects underspending variance of R43,601 million that translates to 36% 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:

- Employee related costs: 15% under performance
- Debt impairment: 100% under performance
- Depreciation and asset impairment: 100% under performance
- Finance charges: 81% under performance
- Other material: 61% over performance
- Bulk purchase: 41% under performance
- Contracted services: 3% under performance
- Transfer and subsidies: 57% under performance
- Other expenditure: 5% 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 August 2022 amounts to R14, 590 million and the year to date budget amounts to R24,391 million and this gives rise to R9,800 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of August is R103,800 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 August amounts to R162,224 million and this shows an increase of R3,886 million as compared to R158,338 million as at end of 2021/22 financial year.

Consumer debtors is made up of service charges and property rates that amount to R100,970 million and other debtors amounting to R61, 254 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 August as required by MFMA and as a result.

Table C2 – Financial Performance (Standard Classification)

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	249,584	281,883	-	15,839	93,406	98,872	(5,467)	-6%	281,883
Executive and council	53,432	53,728	-	1,816	13,925	14,925	(1,000)	-7%	53,728
Finance and administration	185,365	214,701	-	13,213	73,272	77,738	(4,467)	-6%	214,701
Internal audit	10,787	13,455	-	810	6,209	6,209	(0)	0%	13,455
Community and public safety	23,607	96,507	-	1,267	9,478	25,572	(16,094)	-63%	96,507
Community and social services	10,214	10,998	-	614	4,683	4,695	(12)	0%	10,998
Sport and recreation	11,148	17,075	-	618	4,738	4,746	(7)	0%	17,075
Public safety	2,244	68,435	-	35	56	16,131	(16,075)	-100%	68,435
Economic and environmental services	122,556	124,248	-	10,945	41,341	50,710	(9,369)	-18%	124,248
Planning and development	23,586	20,920	-	1,564	10,314	10,175	139	1%	20,920
Road transport	96,164	102,518	-	9,315	30,517	40,024	(9,508)	-24%	102,518
Environmental protection	2,806	811	-	67	511	511	(0)	0%	811
Trading services	149,977	178,318	-	13,834	36,067	45,307	(9,240)	-20%	178,318
Energy sources	121,594	145,384	-	11,650	23,922	31,123	(7,201)	-23%	145,384
Waste management	28,383	32,935	-	2,185	12,146	14,184	(2,039)	-14%	32,935
Total Revenue - Functional	545,724	680,957	-	41,885	180,292	220,461	(40,169)	-18%	680,957
Expenditure - Functional									
Governance and administration	213,771	220,755	-	17,905	39,192	42,659	(3,467)	-8%	220,755
Executive and council	41,413	47,573	-	3,687	6,643	7,487	(844)	-11%	47,573
Finance and administration	161,909	163,419	-	13,756	31,738	32,828	(1,090)	-3%	163,419
Internal audit	10,449	9,764	-	462	812	2,344	(1,533)	-65%	9,764
Community and public safety	35,025	89,593	-	2,763	5,492	24,022	(18,529)	-77%	89,593
Community and social services	5,961	8,174	-	505	969	1,424	(456)	-32%	8,174
Sport and recreation	9,938	16,175	-	703	1,297	2,695	(1,399)	-52%	16,175
Public safety	19,126	65,243	-	1,555	3,227	19,902	(16,675)	-84%	65,243
Economic and environmental services	63,229	120,750	-	6,706	14,716	24,459	(9,743)	-40%	120,750
Planning and development	16,804	20,798	-	1,604	2,586	3,748	(1,162)	-31%	20,798
Road transport	46,228	99,257	-	5,102	12,130	20,595	(8,465)	-41%	99,257
Environmental protection	197	696	-	-	-	116	(116)	-100%	696
Trading services	153,690	166,185	-	14,514	17,091	28,952	(11,861)	-41%	166,185
Energy sources	120,044	134,925	-	11,809	12,290	23,209	(10,920)	-47%	134,925
Waste management	33,647	31,260	-	2,705	4,801	5,742	(942)	-16%	31,260
Total Expenditure - Functional	465,716	597,283	-	41,887	76,491	120,092	(43,601)	-36%	597,283
Surplus/ (Deficit) for the year	80,008	83,674	-	(2)	103,800	100,369	3,431	3%	83,674

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

Vote Description	2021/22	Budget Year 2022/23							
	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	47,876	47,271	-	1,380	10,583	10,583	(0)	0%	47,271
Vote 2 - Municipal Manager	36,327	46,531	-	2,647	20,295	21,295	(1,000)	-5%	46,531
Vote 3 - Budget & Treasury	82,410	103,972	-	7,025	25,832	24,295	1,537	6%	103,972
Vote 4 - Corporate Services	44,128	50,627	-	3,254	24,949	28,952	(4,003)	-14%	50,627
Vote 5 - Community Services	62,834	138,801	-	4,283	24,416	42,350	(17,934)	-42%	138,801
Vote 6 - Technical Services	231,991	265,908	-	21,236	60,098	77,005	(16,907)	-22%	265,908
Vote 7 - Developmental Planning	16,336	12,923	-	1,183	7,394	7,255	139	2%	12,923
Vote 8 - Executive Support	23,821	14,925	-	877	6,727	8,727	(2,000)	-23%	14,925
Total Revenue by Vote	545,724	680,957	-	41,885	180,292	220,461	(40,169)	-18%	680,957
Expenditure by Vote									
Vote 1 - Executive & Council	35,397	35,371	-	3,222	5,867	6,157	(290)	-5%	35,371
Vote 2 - Municipal Manager	45,887	41,983	-	4,519	7,986	7,918	68	1%	41,983
Vote 3 - Budget & Treasury	171,728	66,301	-	4,669	14,951	13,599	1,352	10%	66,301
Vote 4 - Corporate Services	26,478	36,714	-	2,456	5,466	7,378	(1,912)	-26%	36,714
Vote 5 - Community Services	77,045	130,751	-	6,248	11,752	31,404	(19,652)	-63%	130,751
Vote 6 - Technical Services	179,490	248,110	-	18,121	25,501	47,131	(21,630)	-46%	248,110
Vote 7 - Developmental Planning	12,217	15,057	-	850	1,469	2,729	(1,260)	-46%	15,057
Vote 8 - Executive Support	22,638	22,996	-	1,802	3,500	3,777	(277)	-7%	22,996
Total Expenditure by Vote	570,880	597,283	-	41,887	76,491	120,092	(43,601)	-36%	597,283
Surplus/ (Deficit) for the year	(25,156)	83,674	-	(2)	103,800	100,369	3,431	3%	83,674

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	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	39,913	44,645	-	4,869	10,075	7,441	2,634	35%	44,645
Service charges - electricity revenue	98,860	108,186	-	8,398	16,894	18,156	(1,262)	-7%	108,186
Service charges - refuse revenue	9,383	9,781	-	813	1,632	1,670	(39)	-2%	9,781
Rental of facilities and equipment	998	1,004	-	85	144	166	(22)	-13%	1,004
Interest earned - external investments	1,780	3,652	-	157	228	438	(210)	-48%	3,652
Interest earned - outstanding debtors	19,283	18,817	-	1,110	2,202	1,823	379	21%	18,817
Fines, penalties and forfeits	2,236	68,520	-	35	56	16,145	(16,090)	-100%	68,520
Licences and permits	5,966	6,315	-	612	1,112	903	209	23%	6,315
Transfers and subsidies	297,765	338,906	-	16,336	131,137	142,845	(11,708)	-8%	338,906
Other revenue	1,624	1,524	-	289	1,108	237	871	367%	1,524
Gains							-		
Total Revenue (excluding capital transfers and contributions)	477,810	601,351	-	32,704	164,588	189,824	(25,236)	-13%	601,351
Expenditure By Type									
Employee related costs	157,625	185,316	-	13,454	26,191	30,902	(4,711)	-15%	185,316
Remuneration of councillors	24,783	25,580	-	2,393	4,462	4,263	198	5%	25,580
Debt impairment	17,950	61,181	-	-	-	20,545	(20,545)	-100%	61,181
Depreciation & asset impairment	-	59,780	-	-	-	14,945	(14,945)	-100%	59,780
Finance charges	1,121	2,185	-	137	137	707	(570)	-81%	2,185
Bulk purchases	97,917	109,638	-	10,506	10,589	18,003	(7,415)	-41%	109,638
Other materials	38,760	38,645	-	6,109	11,424	7,112	4,312	61%	38,645
Contracted services	82,960	67,165	-	6,867	10,402	10,709	(307)	-3%	67,165
Transfers and subsidies	1,547	3,292	-	61	197	458	(261)	-57%	3,292
Other expenditure	43,053	44,500	-	2,360	13,089	12,447	642	5%	44,500
Losses							-		
Total Expenditure	465,716	597,283	-	41,887	76,491	120,092	(43,601)	-36%	597,283
Surplus/(Deficit)	12,094	4,068	-	(9,183)	88,097	69,732	18,365	26%	4,068
Transfers and subsidies - capital (monetary allocations)	67,914	79,606	-	9,181	15,704	30,637	(14,933)	-49%	79,606
Transfers and subsidies - capital (monetary allocations)							-		-
Transfers and subsidies - capital (in-kind - all)							-		-
Surplus/(Deficit) after capital transfers & contributions	80,008	83,674	-	(2)	103,800	100,369			83,674
Taxation									
Surplus/(Deficit) after taxation	80,008	83,674	-	(2)	103,800	100,369			83,674
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	80,008	83,674	-	(2)	103,800	100,369			83,674
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	80,008	83,674	-	(2)	103,800	100,369		-	83,674

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.

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

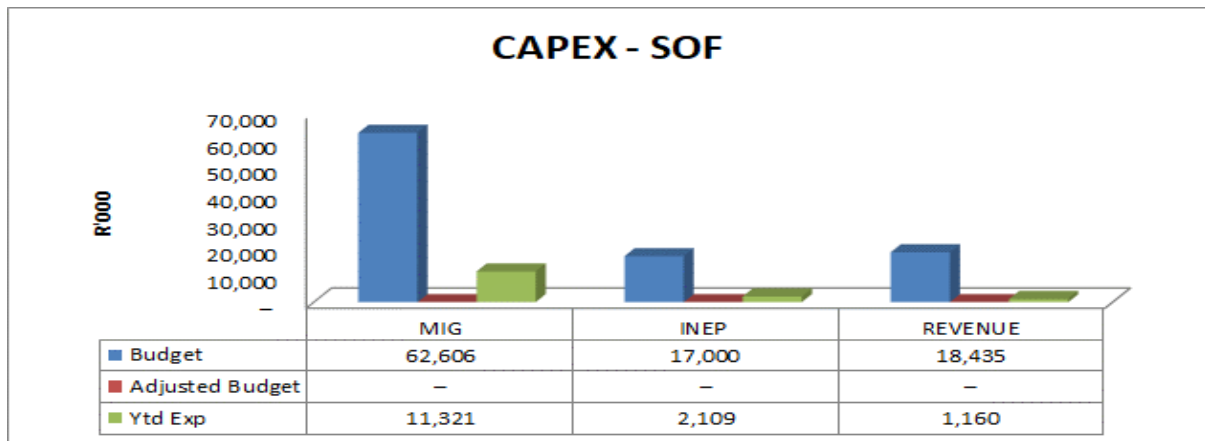
Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,945	1,500	-	-	-	577	(577)	-100%	1,500
Executive and council	-						-		
Finance and administration	1,945	1,500	-	-	-	577	(577)	-100%	1,500
Internal audit	-						-		
Community and public safety	498	3,935	-	303	303	335	(32)	-10%	3,935
Community and social services	498	1,515	-	303	303	100	203	203%	1,515
Sport and recreation	-	1,680	-	-	-	235	(235)	-100%	1,680
Public safety	-	740	-	-	-	-	-		740
Housing							-		
Health							-		
Economic and environmental services	50,458	73,756	-	6,477	12,150	21,106	(8,956)	-42%	73,756
Planning and development	-	1,100	-	538	538	-	538	0%	1,100
Road transport	50,458	72,656	-	5,940	11,612	21,106	(9,494)	-45%	72,656
Environmental protection	-						-		
Trading services	19,805	18,850	-	2,138	2,138	2,299	(161)	-7%	18,850
Energy sources	13,669	17,600	-	2,109	2,109	1,899	210	11%	17,600
Waste management	6,135	1,250	-	29	29	400	(372)	-93%	1,250
Other							-		
Total Capital Expenditure - Functional Classification	72,706	98,041	-	8,918	14,590	24,316	(9,726)	-40%	98,041
Funded by:									
National Government	70,770	79,606	-	7,757	13,430	19,877	(6,448)	-32%	79,606
Provincial Government							-		
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	70,770	79,606	-	7,757	13,430	19,877	(6,448)	-32%	79,606
Borrowing							-		
Internally generated funds	1,936	18,435	-	1,160	1,160	4,513	(3,353)	-74%	18,435
Total Capital Funding	72,706	98,041	-	8,918	14,590	24,391	(9,800)	-40%	98,041

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2021/22	Budget Year 2022/23							
	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	866	1,500	-	-	-	577	(577)	-100%	1,500
Vote 5 - Community Services	-	4,345	-	303	303	709	(406)	-57%	4,345
Vote 6 - Technical Services	37,435	22,815	-	2,401	2,401	6,223	(3,822)	-61%	22,815
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	38,301	28,660	-	2,704	2,704	7,509	(4,806)	-64%	28,660
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	6,633	840	-	29	29	100	(72)	-72%	840
Vote 6 - Technical Services	27,771	67,441	-	5,648	11,321	16,781	(5,461)	-33%	67,441
Vote 7 - Developmental Planning	-	1,100	-	538	538	-	538	#DIV/0!	1,100
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	34,405	69,381	-	6,214	11,887	16,881	(4,995)	-30%	69,381
Total Capital Expenditure	72,706	98,041	-	8,918	14,590	24,391	(9,800)	-40%	98,041

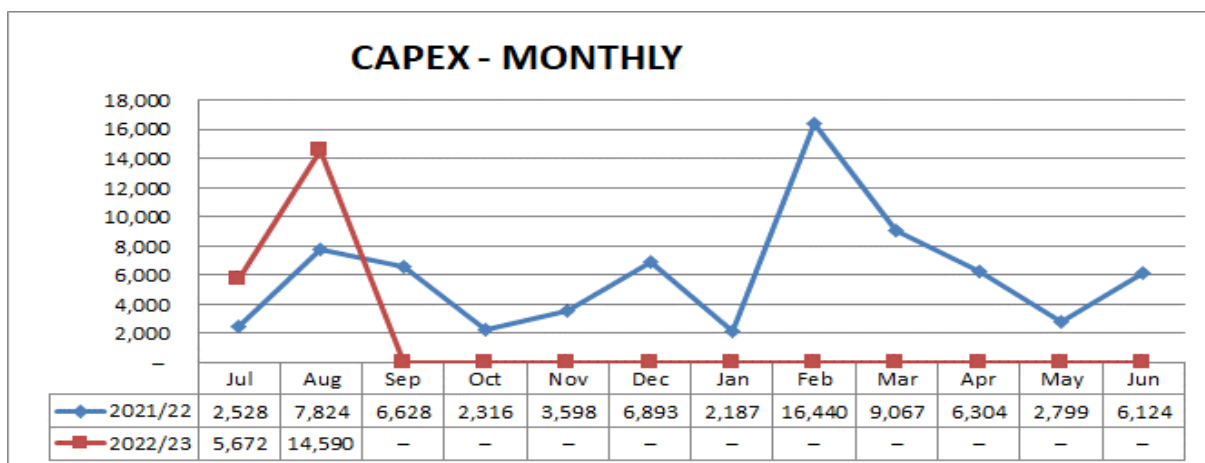
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of August 2022, R8, 918 million spending is incurred and the year to date expenditure amounts to R14 590 million whilst the year to date budget is R24 391 million and this gave rise to under spending variance of R9,800 million that translates to 40%.

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 R98, 041 million, R62, 606 million is funded from Municipal Infrastructure grant, R17, 000 million from Integrated National Electrification Programme and R18, 435 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 2021/22 and 2022/23 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2021/22	Budget Year 2022/23			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	14,775	24,162		11,830	24,162
Call investment deposits	–	–		59,228	–
Consumer debtors	102,891	61,834		104,508	61,834
Other debtors	5,863	62,845		85,584	62,845
Current portion of long-term receivables	–	119			119
Inventory	9,855	10,005		21,828	10,005
Total current assets	133,384	158,966	–	282,979	158,966
Non current assets					
Long-term receivables	–	–		–	–
Investments	–	17,278		–	17,278
Investment property	93,880	48,547		95,259	48,547
Investments in Associate	–				
Property, plant and equipment	1,128,896	1,258,405		1,102,215	1,258,405
Biological	–	–		–	–
Intangible	23	331		14	331
Other non-current assets	463	463		1,928	463
Total non current assets	1,223,261	1,325,025	–	1,199,416	1,325,025
TOTAL ASSETS	1,356,645	1,483,992	–	1,482,395	1,483,992
LIABILITIES					
Current liabilities					
Bank overdraft	–	–		–	–
Borrowing	1,022	7,459		4,224	7,459
Consumer deposits	5,622	5,700		5,575	5,700
Trade and other payables	83,990	101,172		124,658	101,172
Provisions	2,003	6,012		1,142	6,012
Total current liabilities	92,636	120,343	–	135,598	120,343
Non current liabilities					
Borrowing	–	17,458		14,616	17,458
Provisions	78,238	96,252		84,720	96,252
Total non current liabilities	78,238	113,710	–	99,335	113,710
TOTAL LIABILITIES	170,874	234,053	–	234,934	234,053
NET ASSETS	1,185,771	1,249,938	–	1,247,462	1,249,938
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,175,771	1,230,938		1,228,390	1,230,938
Reserves	10,000	19,000		19,071	19,000
TOTAL COMMUNITY WEALTH/EQUITY	1,185,771	1,249,938	–	1,247,462	1,249,938

The above table shows that community wealth amounts to R1,228 billion, total liabilities R234,934 million and the total assets R1, 482 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 2.1:1 that is within 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	2021/22	Budget Year 2022/23							
	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	28,584	40,092		4,492	7,370	8,256	(886)	-11%	40,092
Service charges	96,925	122,434		7,452	15,979	16,426	(446)	-3%	122,434
Other revenue	8,077	17,752		3,418	5,584	6,549	(965)	-15%	17,752
Transfers and Subsidies - Operational	307,767	338,906		3,299	133,660	133,846	(186)	0%	338,906
Transfers and Subsidies - Capital	69,330	79,606		-	19,000	19,500	(500)	-3%	79,606
Interest	1,570	3,652		694	978	1,021	(43)	-4%	3,652
Payments									
Suppliers and employees	(437,783)	(508,739)		(44,674)	(102,643)	(103,512)	(870)	1%	(508,739)
Finance charges	(1,300)	(2,185)		(137)	(137)	(136)	1	-1%	(2,185)
Transfers and Grants	(232)	3,292		(61)	(197)	(198)	(1)	1%	3,292
NET CASH FROM/(USED) OPERATING ACTIVITIES	72,937	94,811	-	(25,519)	79,594	81,750	2,156	3%	94,811
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	1,778	5,544				421	(421)	-100%	5,544
Decrease (increase) in non-current receivables	-	-					-		-
Decrease (increase) in non-current investments	-	(1,776)				(852)	852	-100%	(1,776)
Payments									
Capital assets	(72,534)	(81,790)		(8,918)	(14,590)	(13,045)	1,545	-12%	(81,790)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(70,756)	(78,022)	-	(8,918)	(14,590)	(13,476)	1,114	-8%	(78,022)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-					-		-
Borrowing long term/refinancing	-	488				42	(42)	-100%	488
Increase (decrease) in consumer deposits	-						-		
Payments									
Repayment of borrowing	(2,441)	(7,459)		(542)	(542)	(546)	(4)	1%	(7,459)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2,441)	(6,971)	-	(542)	(542)	(504)	38	-8%	(6,971)
NET INCREASE/ (DECREASE) IN CASH HELD	(261)	9,818	-	(34,979)	64,461	67,770			9,818
Cash/cash equivalents at beginning:	6,858	14,245			6,597	14,245			6,597
Cash/cash equivalents at month/year end:	6,597	24,063			71,059	82,015			16,415

Table C7 presents details pertaining to cash flow performance. As at end of August 2022, the net cash inflow from operating activities is R79,594 million whilst net cash outflow from investing activities is R14,590 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R542 thousands. The cash and cash equivalent held at end of August 2022 amounted to R71,059 million and the net effect of the above cash flows is cash inflow movement of 64,461 million. The cash and cash equivalent at end of the reporting period of R71,059 million, is mainly made up of cash in the primary bank account amounting to R11,830 with a short term investment amounting to R52,228 million at the end of August 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	35%	The projected monthly revenue appear to be lower in light of the actual revenue performance	The municipality should sustain the revenue collection and reconsider the monthly proctions during the main budget adjustment.
Service charges - electricity revenue	-7%	The projected monthly revenue appear to be higher in light of the actual revenue performance	The municipality should encourages customers to pay their electricity bills when the due and come up with strategies to do away with illegal connections in the prepaid areas.
Service charges - refuse revenue	-2%	The actual revenue generated is lower than the projected monthly revenue	No remedial action is needed as the amount is immeterial.
Rental of facilities and equipment	-13%	The actual revenue generated is less than 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	-48%	The has invested in different short term portfolio investment.	The municipality shoud draft cash flow projections plan which will assist if there is a need to invest
Interest earned - outstanding debtors	21%	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	-100%	The contract of the speed fine cameras has been appointed, however there still slow collection in terms of revenue collection.	The municipality shiould strategies on how to speed up the revenue collection under this item. There should be road blocks in the groblersdal entrences where cashiers are available to collection on outstanding traffic fines.
Licences and permits	23%	The actual revenue generated is more than the projected monthly revenue	No remedial action is needed since the collection is higher than the projections thereof and the variance is immeterial.
Transfers and subsidies	-8%	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	367%	The actual revenue generated is more than the projected monthly revenue.	No remedial action is needed as the variance is positive.
Expenditure By Type			
Employee related costs	-15%	The actual expenditure incurred on employee related costs is less than the projections thereof	Majority of the positions are vacant hence the low spending of employee related costs, and this should be addressed once the vacant positions are filled.
Remuneration of councillors	5%	The actual expenditure incurred on remuneration of councillors is more than the projected monthly expenditure	No remedial action is needed.
Debt impairment	-100%	Debt impairment is still calculated 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	-81%	Finance charges is mainly for finance lease and the municipality has a lease contract with Afirent pty ltd.	The municipality should encourages the service provider to submitt invoices before month end sytem closure.
Bulk purchases	-41%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure.	No remedial action is needed.
Other materials	61%	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	-3%	The actual expenditure incurred is less than the projected monthly expenditure	Major contracts are overspending and the municipality should budget enough during the 2022-23 adjustment budget
Transfers and subsidies	-57%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Other expenditure	5%	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	-32%	The projections on capital grants is more than the spending thereof.	The municipality should fast track slow moving projects in order to avoid unspent grants being return to National Treasury every year
Internally generated funds	-74%	The actual spending on internally generated funds is less than the projections thereof.	The municipality should have control over internally generated projects.
Cash Flow			
Property rates	-11%	The actual collection rate on property rates is less than the projected rate	The municipality should keep on improving on the actual collection on residential and business areas and encourage customers to pay their accounts when they are due.
Service charges	-3%	The collection rate on service charges is lower 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	-15%	The collection rate on leased assets are over projected	The municipality should come up with strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	0%	The receipted 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	-3%	The receipted 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	-4%	Interest on other revenue is over projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	1%	The actual costs incurred is less than the projected costs and the variance is caused by underspending 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 month end with outstanding creditors
Finance charges	-1%	The finance charges have been under projected.	No remedial action is needed
Transfers and Grants	1%	The payments relating to this account are slightly lower than the projections thereof	No remedial action is needed
Capital assets	-12%	The projected capital expenditure on capex is less 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	-100%	The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	100%	The projections is in line with the amortisation schedule	The municipality should make use of amortisation during budget preparations and payments on finance lease should be prioritised.

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2022/23											
	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	7,823	1,780	240	90	77	101	649	2,384	13,145	3,302		-
Receivables from Non-exchange Transactions - Property Rates	4,885	2,699	1,253	1,201	1,165	1,117	6,223	45,994	64,538	55,701		-
Receivables from Exchange Transactions - Waste Management	813	551	414	394	392	388	2,341	16,466	21,760	19,982		-
Receivables from Exchange Transactions - Property Rental Debtors	78	36	24	22	22	23	127	1,194	1,527	1,389		-
Interest on Arrear Debtor Accounts	1,110	1,074	1,694	1,648	1,616	1,578	8,658	41,342	58,720	54,842		-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-		-
Other	(792)	90	(607)	(32)	4	23	341	3,508	2,534	3,845		-
Total By Income Source	13,918	6,229	3,018	3,323	3,276	3,232	18,340	110,888	162,224	139,060	-	-
2021/22 - totals only	13,747	5,951	3,560	3,407	3,479	3,298	18,231	106,666	158,338	135,081		
Debtors Age Analysis By Customer Group												
Organs of State	1,934	1,669	1,075	1,028	1,004	990	5,695	36,608	50,002	45,324	-	-
Commercial	6,549	1,690	(176)	324	325	311	1,473	7,757	18,253	10,190	-	-
Households	5,252	2,746	1,996	1,890	1,858	1,862	10,666	63,988	90,258	80,264	-	-
Other	184	125	123	82	89	68	506	2,535	3,712	3,281	-	-
Total By Customer Group	13,918	6,229	3,018	3,323	3,276	3,232	18,340	110,888	162,224	139,060	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of August amount to R162,224 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

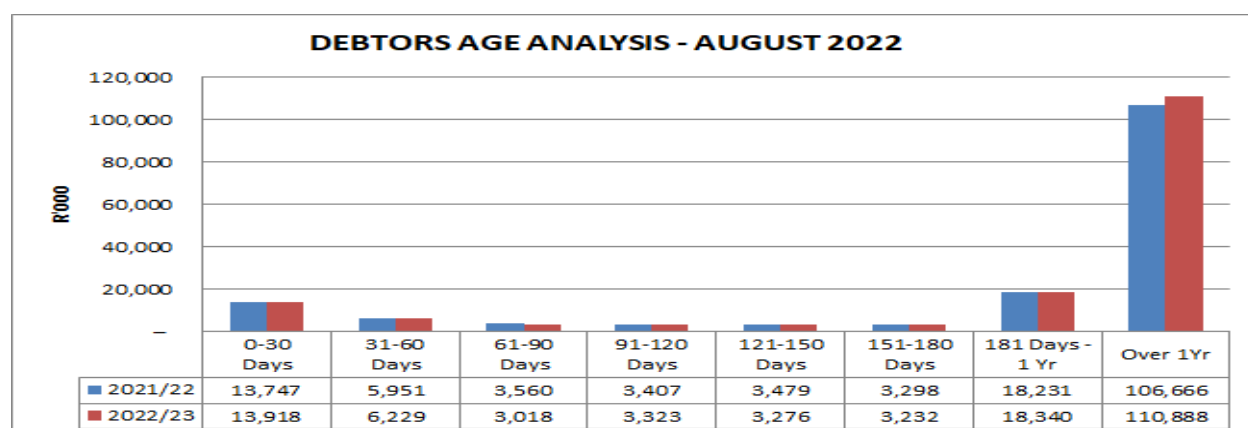
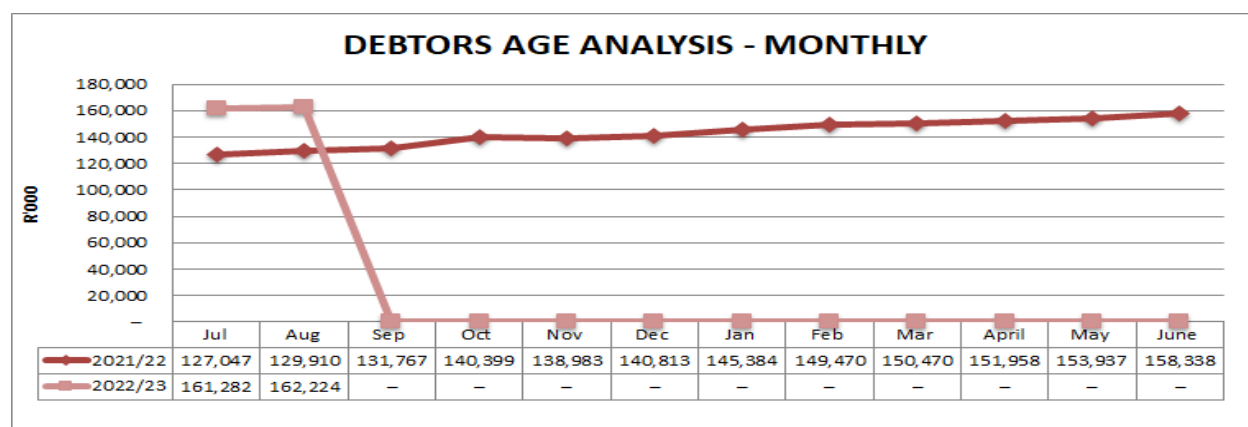


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2021/22 financial year and 2022/23 (as at end of August 2022) whilst the latter shows monthly movement of debtors for both the current financial year and the 2021/22 financial year. The debtors book is materially less than the 2022/23 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	OCC/OWN	OUTSTANDING BALANCE
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	2,114,459
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	634,691
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OCCUPIER	821,708
800000478	DAYBREAK PROP 3 PTY LTD	ACTIVE	OWNER	490,575
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OCCUPIER	496,461
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OCCUPIER	307,586
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	199,664
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	182,004
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	201,418
20494	BREAKAWAY TRUST	ACTIVE	OWNER	308,136
1200062	GREAT NORTH TRANSPORT	ACTIVE	OCCUPIER	384,368
9900067	WATER PURIFICATION PLANT (SDM)	ACTIVE	OCCUPIER	381,911
9002503	GOUWS BOERDERY TRUST 1999/022459/07	ACTIVE	OWNER	184,205
211693	BOXER SUPERSTORE'ATT KERSHNEE	ACTIVE	OCCUPIER	355,813
9019006	TIGER STRIPES INVESTMENTS (PTY	ACTIVE	OWNER	179,376
5000305	NKANGALA DISTRICT MUNICIPALITY	ACTIVE	OWNER	219,062
2200691	EHLERS JA	ACTIVE	OWNER	180,015
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	108,442
9001712	MINERAL WILDLIFE INV PTY LTD 200402878407	ACTIVE	OWNER	202,065
7000921	KOMANE MARTHA MIMI	ACTIVE	OCCUPIER	202,463
TOTAL				8,154,422

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 R25, 134 million as outstanding creditors by the end of the month of August 2022.

CODE	CREDITOR NAME	AMOUNT
81038	LATERAL UNISON INSURANCE BROKE	5,014,310
81054	KGWADI YA MADIBA GENERAL	2,985,000
80593	TECHNICRETE ISG (PTY)LTD	2,761,242
81246	F-TECH SERVICES	2,337,023
80984	GUBIS 85 SOLUTION	2,111,527
81155	AMBITION PARTNERS CHARTERED	1,212,546
37581	PHELADI NOKO B1 FUNERAL	974,050
81241	VULA CONCRETE	970,619
81002	SELEMA PLANT HIRE	968,000
81084	ENYE PHEZ KWENYE ENTERTAINME	715,128
81001	JUST-BREEZE JV TLOU YA HLAKA	625,000
81008	OBAKENG MEDIA AND PROJECTS	581,835
81025	STOP AND GO PROPERTIES	553,817
80654	MPOFU ELECTRICAL SERVICES	553,255
31905	MORANA TRADING ENTERPRISES	537,500
81041	LEKONAKONETSI CONSULTING SERVI	527,083
80985	AFRITEC CONSULTING ENGINEERS	512,507
81188	VISION PRINT	420,000
81042	MATUPUNUKA ICT	402,645
80900	MARKET DEMAND TRADING 773	371,595
TOTAL		25,134,680

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
ABSA 9372565177	1 Month	Current Investment	5.4%		31-Jul-22	19,071,367	99,615	-	-	19,170,982
STANDARD BANK 013	1 Month	Current Investment				-	28,493	-	20,000,000	20,028,493
STANDARD BANK 014	2 Month	Current Investment				-	28,932	-	20,000,000	20,028,932
TOTAL INVESTMENTS AND INTEREST						19,071,367		-	40,000,000	59,228,407

The Municipality's current investment portfolio during the month of August had an opening investment top up amounted R19,071 million in single portfolio investment, top up investment of R40 million earned an interest of R157, 040 thousand and closed off with R59, 228 million.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2021/22	Budget Year 2022/23							
	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:	307,637	338,906	-	3,299	133,660	142,845	(9,185)	-6%	338,906
Local Government Equitable Share	302,788	334,260		-	130,361	139,546	(9,185)	-7%	334,260
Finance Management	2,650	2,850		2,850	2,850	2,850	-		2,850
EPWP Incentive	2,199	1,796		449	449	449	-		1,796
Other grant providers:	-	-	-	-	-	-	-		-
LGSETA Learnership and Development							-		
Total Operating Transfers and Grants	307,637	338,906	-	3,299	133,660	142,845	(9,185)	-6%	338,906
Capital Transfers and Grants									
National Government:	74,315	79,606	-	-	19,000	30,637	(11,637)	-38%	79,606
Municipal Infrastructure Grant (MIG)	57,924	62,606		-	14,000	22,674	(8,674)	-38%	62,606
Integrated National Electrification Grant	16,391	17,000		-	5,000	7,963	(2,963)	-37.2%	17,000
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-					-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total Capital Transfers and Grants	74,315	79,606	-	-	19,000	30,637	(11,637)	-38%	79,606
TOTAL RECEIPTS OF TRANSFERS & GRANTS	381,952	418,512	-	3,299	152,660	173,482	(20,822)	-12%	418,512

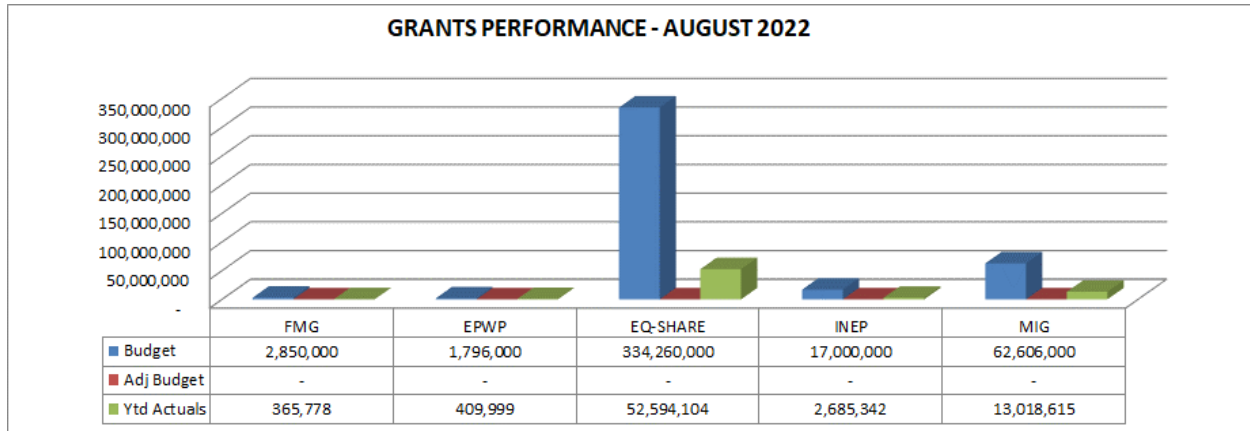
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R152,660 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R130, 361 million; Financial Management Grant amounting to R2,850 million; Municipal Infrastructure Grant amounting to R14, 000 million; Integrated National Energy Grant R5, 000 million and Expanded Public Works Programme R449 thousand 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	2021/22	Budget Year 2022/23							
	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:	307,637	338,906	-	24,951	53,370	84,605	(31,235)	-37%	338,906
Local Government Equitable Share	302,788	334,260		24,364	52,594	81,306	(28,712)	-35%	334,260
Finance Management	2,650	2,850		302	366	2,850	(2,484)	-87%	2,850
EPWP Incentive	2,199	1,796		285	410	449	(39)	-9%	1,796
Other grant providers:	-	-	-	-	-	-	-		-
LGSETA Learnership and Development									
Total operating expenditure of Transfers and Grants:	307,637	338,906	-	24,951	53,370	84,605	(31,235)	-37%	338,906
Capital expenditure of Transfers and Grants									
National Government:	79,332	79,606	-	9,181	15,704	26,125	(10,421)	-40%	79,606
Municipal Infrastructure Grant (MIG)	57,984	62,606		6,495	13,019	22,674	(9,655)	-43%	62,606
Integrated National Electrification Grant	21,348	17,000		2,685	2,685	3,451	(766)	-22%	17,000
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development									
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A							0		
Total capital expenditure of Transfers and Grants	79,332	79,606	-	9,181	15,704	26,125	(10,421)	-40%	79,606
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	386,969	418,512	-	34,131	69,074	110,730	(41,656)	-38%	418,512

An amount of R34, 131 million has been spent on grants during the month of August 2022 and the year to date actuals is R69, 074 million whilst the year to date budget amounts to R110, 730 million and this results in an under spending variance of R41 656 million that translates to 38%. Of the total spending amounting to R34,131 million, R24, 951 million is spent on operational grants whilst capital grants spent R9, 181 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 August 2022. The grants expenditure are shown below in percentages:

- Financial Management Grant 12.83%
- Expanded Public Work Programme 22.83%
- Equitable Share 15.73%
- Integrated National Electrification Grant 15.80%
- Municipal Infrastructure Grant 20.79%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	2021/22	Budget Year 2022/23							
	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	14,470	14,476		1,567	2,771	2,413	359	15%	14,476
Pension and UIF Contributions	1,863	2,504		172	338	417	(79)	-19%	2,504
Medical Aid Contributions	194	89		7	15	15	-		89
Motor Vehicle Allowance	5,281	5,536		587	1,030	923	107	12%	5,536
Cellphone Allowance	2,738	2,753		22	252	459	(207)	-45%	2,753
Other benefits and allowances	238	223		37	56	37	18	49%	223
Sub Total - Councillors	24,783	25,580	-	2,393	4,462	4,263	198	5%	25,580
% increase		3%							3%
Senior Managers of the Municipality									
Basic Salaries and Wages	3,137	4,315		361	542	719	(177)	-25%	4,315
Pension and UIF Contributions	88	338		14	21	56	(35)	-63%	338
Medical Aid Contributions	80	1,464		10	15	244	(229)	-94%	1,464
Motor Vehicle Allowance	186	519		21	32	86	(55)	-64%	519
Cellphone Allowance	85	166		10	14	28	(13)	-48%	166
Other benefits and allowances	211	312		0	0	52	(52)	-100%	312
Payments in lieu of leave							-		
Sub Total - Senior Managers of Municipality	3,787	7,112	-	416	624	1,185	(562)	-47%	7,112
% increase		88%							88%
Other Municipal Staff									
Basic Salaries and Wages	98,265	115,473		8,748	17,347	19,245	(1,898)	-10%	115,473
Pension and UIF Contributions	19,580	26,387		1,728	3,466	4,398	(931)	-21%	26,387
Medical Aid Contributions	5,442	5,593		470	948	932	16	2%	5,593
Overtime	1,053	1,163		10	28	194	(166)	-86%	1,163
Motor Vehicle Allowance	13,018	15,702		1,184	2,365	2,617	(252)	-10%	15,702
Cellphone Allowance	1,917	1,426		162	323	238	86	36%	1,426
Housing Allowances	220	230		20	41	38	3	8%	230
Other benefits and allowances	10,429	11,279		167	320	1,896	(1,576)	-83%	11,279
Payments in lieu of leave	624	442		187	367	74	293	399%	442
Long service awards	1,288	510		362	362	85	277	326%	510
Post-retirement benefit obligations	2,002	-		-	-	-	-		-
Sub Total - Other Municipal Staff	153,838	178,204	-	13,038	25,568	29,717	(4,149)	-14%	178,204
% increase		16%							16%
Total Parent Municipality	182,408	210,897	-	15,846	30,653	35,166	(4,513)	-13%	210,897
		16%							16%
TOTAL SALARY, ALLOWANCES & BENEFITS	182,408	210,897	-	15,846	30,653	35,166	(4,513)	-13%	210,897
% increase		16%							16%
TOTAL MANAGERS AND STAFF	157,625	185,316	-	13,454	26,191	30,902	(4,711)	-15%	185,316

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of August 2022 amounts to R30,653 million and the year to date budget is R35,166 million and the expenditure for remuneration of councilors amounts to R4,462 million while the year to date budget is R4,263 million. The year to date actual expenditure for senior managers is R624 thousand and the year to date budget thereof is R1, 185 million. There are four senior managerial vacant positions (Budget and Treasury, Community services, 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 R24,568 million and the year to date budget is R29,717 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												2022/23 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Year	Year +1	Year +2
	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	2020/21	2021/22	2022/23
Cash Receipts By Source															
Property rates	2,878	4,492	3,341	3,341	3,341	3,341	3,341	3,341	3,341	3,341	3,341	2,653	40,092	41,856	43,740
Service charges - electricity revenue	8,018	7,087	9,569	9,569	9,569	9,569	9,569	9,569	9,569	9,569	9,569	13,601	114,826	119,873	125,264
Service charges - refuse	509	364	642	642	642	642	642	642	642	642	642	1,053	7,708	8,047	8,409
Rental of facilities and equipment	46	29	193	193	193	193	193	193	193	193	193	503	2,312		
Interest earned - external investments	71	157	21	32	19	32	21	32	32	32	32	(95)	389	3,669	3,675
Interest earned - outstanding debtors	213	537	479	499	547	598	654	686	689	754	422	435	6,512	7,551	8,541
Fines, penalties and forfeits	21	35	353	353	353	353	353	353	353	353	353	1,002	4,232	9,300	9,718
Licences and permits	500	612	526	526	526	526	526	526	526	526	526	467	6,315	6,593	6,890
Transfers and Subsidies - Operational	130,361	3,299			809	110,305		538	93,594			-	338,906	359,874	384,977
Other revenue	1,599	2,742	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,291	22,528	2,640	2,758
Cash Receipts by Source	144,217	19,354	17,001	17,032	17,876	127,437	17,177	17,757	110,817	17,288	16,956	20,910	543,823	559,405	593,974
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	19,000	-	23,270		4,000	16,750		4,000	12,586	-	-	-	79,606	76,364	79,794
Borrowing long term/refinancing				-	-		-		-						
Increase (decrease) in consumer deposits												488	488	237	505
Decrease (increase) in non-current receivables												-			
Decrease (increase) in non-current investments												-			
Total Cash Receipts by Source	163,217	19,354	40,271	17,032	21,876	144,187	17,177	21,757	123,403	17,288	16,956	21,398	623,917	636,006	674,273
Cash Payments by Type															
Employee related costs	12,738	13,454	16,824	16,824	16,824	16,824	16,824	16,824	16,824	16,824	16,824	24,281	201,889	210,668	219,614
Remuneration of councillors	2,069	2,393	2,069	2,069	2,069	2,069	2,069	2,069	2,069	2,069	2,069	3,317	26,401	30,493	34,153
Interest paid	-	137	237	321	303	315	329	339	346	354	321	220	3,221	2,326	2,472
Bulk purchases - Electricity	83	10,506	9,137	9,137	9,137	9,137	9,137	9,137	9,137	9,137	9,137	16,821	109,638	114,462	119,613
Other materials	5,315	6,109	3,320	3,320	3,320	3,320	3,320	3,320	3,320	3,320	3,320	(1,463)	39,844	35,165	36,667
Contracted services	3,535	6,867	5,805	5,805	5,805	5,805	5,805	5,805	5,805	5,805	5,805	7,014	69,664	63,305	66,069
Grants and subsidies paid - other	136	61	274	274	274	274	274	274	274	274	274	626	3,292	3,436	3,588
General expenses	10,729	2,360	4,079	4,079	4,079	2,423	3,212	3,851	3,452	2,897	2,880	4,907	48,946	61,842	52,478
Cash Payments by Type	34,604	41,887	41,745	41,830	41,811	40,167	40,970	41,620	41,228	40,681	40,631	55,722	502,897	521,699	534,655
Other Cash Flows/Payments by Type															
Capital assets	5,672	8,918	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	5,411	80,005	81,383	90,922
Repayment of borrowing	-	542	1,656	1,675	1,759	1,875	1,986	2,140	2,425	2,642	2,861	5,354	24,917	25,723	26,588
Other Cash Flows/Payments	23,500	2,986		4,251			3,542		2,654		3,456	(534)	39,855	31,800	46,694
Total Cash Payments by Type	63,776	54,333	50,069	54,424	50,237	48,709	53,165	50,427	52,975	49,990	53,615	65,953	647,674	660,605	698,859
NET INCREASE/(DECREASE) IN CASH HELD	99,441	(34,979)	(9,798)	(37,392)	(28,361)	95,478	(35,989)	(28,670)	70,428	(32,702)	(36,659)	(44,555)	(23,757)	(24,599)	(24,586)
Cash/cash equivalents at the month/year beginning:	6,597	106,038	71,059	61,261	23,869	(4,492)	90,987	54,998	26,328	96,756	64,054	27,395	6,597	(17,160)	(41,759)
Cash/cash equivalents at the month/year end:	106,038	71,059	61,261	23,869	(4,492)	90,987	54,998	26,328	96,756	64,054	27,395	(17,160)	(17,160)	(41,759)	(66,345)

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 R19, 354 million and the total cash payment for the month were R54, 333 million and this resulted in net increase in cash held amounting to R34, 979 million. With cash and cash equivalent of R106, 038 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R71, 059 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2021/22	Budget Year 2022/23							
	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	2,528	11,281		5,672	5,672	11,281	5,608	50%	6%
August	7,824	13,110		8,918	14,590	24,391	9,800	40%	15%
September	6,628	8,644				33,034	-		
October	2,316	8,526				41,561	-		
November	3,598	7,411				48,972	-		
December	6,893	11,299				60,271	-		
January	2,187	3,718				63,989	-		
February	16,440	10,392				74,381	-		
March	9,067	7,436				81,817	-		
April	6,304	8,496				90,314	-		
May	2,799	2,619				92,932	-		
June	6,124	5,109				98,041	-		
Total Capital expenditure	72,706	98,041	-	14,590					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of August amounts to R8, 918 million. The year to date actual expenditure incurred is R14,590 million whilst the year to date budget is R24,391 million that gives rise to under spending variance of R9, 880 million that translate to 40%.

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

Description	2021/22	Budget Year 2022/23							
	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	13,378	18,850	-	2,138	2,138	2,099	(39)	-2%	18,850
Roads Infrastructure	-	-	-	-	-	-	-		-
Roads		-	-	-	-	-	-		-
Road Structures							-		
Road Furniture							-		
Attenuation							-		
Electrical Infrastructure	13,378	17,600	-	2,109	2,109	1,699	(410)	-24%	17,600
MV Substations		400				235	235	100%	400
MV Networks	14,210	17,000		2,109	2,109	1,464	(645)	-44%	17,000
LV Networks	(832)						-		
Capital Spares		200				-	-		200
Solid Waste Infrastructure	-	1,250	-	29	29	400	372	93%	1,250
Landfill Sites							-		
Waste Transfer Stations							-		
Capital Spares		1,250	-	29	29	400	372	93%	1,250
Community Assets	-	440	-	-	-	300	300	100%	440
Community Facilities	-	440	-	-	-	300	300	100%	440
Libraries							-		
Cemeteries/Crematoria							-		
Capital Spares		440				300	300	100%	440
Other assets	-	435	-	303	303	-	(303)		435
Municipal Offices	-						-		
Stores		435		303	303	-	(303)	#DIV/0!	435
Intangible Assets	-	300	-	-	-	200	200	100%	300
Servitudes							-		
Computer Software and Applications							-		
Unspecified		300				200	200	100%	300
Computer Equipment	866	700	-	-	-	191	191	100%	700
Computer Equipment	866	700				191	191	100%	700
Furniture and Office Equipment	-	500	-	-	-	185	185	100%	500
Furniture and Office Equipment		500				185	185	100%	500
Machinery and Equipment	291	1,260	-	292	292	-	(292)		1,260
Machinery and Equipment	291	1,260		292	292	-	(292)		1,260
Transport Assets	1,079	-	-	-	-	-	-		-
Transport Assets	1,079						-		
Total Capital Expenditure on new assets	15,615	22,485	-	2,732	2,732	2,976	243	8%	22,485

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

Description	2021/22	Budget Year 2022/23							
	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 Class									
Infrastructure	34,499	34,800	-	1,873	4,300	4,964	664	13%	34,800
Roads Infrastructure	34,499	30,800	-	1,873	4,300	4,964	664	13%	30,800
Roads	34,499	30,500		1,873	4,300	4,964	664	13%	30,500
Road Structures							-		
Road Furniture		300				-	-		300
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-
HV Substations							-		
MV Networks							-		
LV Networks		-					-		
Solid Waste Infrastructure	-	4,000	-	-	-	-	-	-	4,000
Landfill Sites		4,000				-	-		4,000
Waste Transfer Stations							-		
Community Assets	-	1,000	-	-	-	74	74	100%	1,000
Cemeteries/Crematoria		1,000				74	74	100%	1,000
Police							-		
Public Open Space							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-
Municipal Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-	-	-
Servitudes							-		
Computer Software and Applications							-		
Load Settlement Software 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	34,499	35,800	-	1,873	4,300	5,038	738	14.7%	35,800

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

Description	2021/22	Budget Year 2022/23							
	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	33,280	26,448	-	4,051	9,046	2,488	(6,557)	-264%	26,448
Roads Infrastructure	13,895	14,217	-	2,681	6,985	1,418	(5,567)	-393%	14,217
Roads	13,895	14,217	-	2,681	6,985	1,418	(5,567)	-393%	14,217
Road Structures							-		
Road Furniture							-		
Capital Spares							-		
Electrical Infrastructure	12,201	2,909	-	353	1,041	699	(342)	-49%	2,909
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	12,201	2,909	-	353	1,041	699	(342)	-49%	2,909
LV Networks							-		
Solid Waste Infrastructure	7,184	9,322	-	1,017	1,020	371	(648)	-175%	9,322
Landfill Sites	7,184	9,322	-	1,017	1,020	371	(648)	-175%	9,322
Waste Transfer Stations							-		
Community Assets	166	594	-	114	145	139	(6)	-4%	594
Community Facilities	166	594	-	114	145	139	(6)	-4%	594
Libraries							-		
Parks	166	594	-	114	145	139	(6)	-4%	594
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	541	3,525	-	421	847	118	(729)	-619%	3,525
Municipal Offices	541	3,525	-	421	847	118	(729)	-619%	3,525
Stores							-		
Intangible Assets	44	200	-	-	-	-	-		200
Servitudes							-		
Computer Software and Applications	44	200	-	-	-	-	-		200
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	3,388	4,260	-	234	319	463	144	31%	4,260
Machinery and Equipment	3,388	4,260	-	234	319	463	144	31%	4,260
Transport Assets	3,268	3,515	-	243	313	406	93	23%	3,515
Transport Assets	3,268	3,515	-	243	313	406	93	23%	3,515
Total Repairs and Maintenance Expenditure	40,687	38,542	-	5,064	10,669	3,614	(7,055)	-195.2%	38,542

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class/Sub-class									
Infrastructure	42,368	44,007	-	-	-	11,002	11,002	100%	44,007
Roads Infrastructure	37,502	39,127	-	-	-	9,782	9,782	100%	39,127
Roads	37,502	39,127				9,782	9,782	100%	39,127
Road Structures							-		
Storm water Infrastructure	399	418	-	-	-	104	104	100%	418
Drainage Collection	-	418				104	104	100%	418
Storm water Conveyance	399						-		
Electrical Infrastructure	3,754	3,724	-	-	-	931	931	100%	3,724
HV Switching Station							-		
HV Transmission Conductors		3,724				931	931	100%	3,724
MV Networks	3,754						-		
LV Networks							-		
Solid Waste Infrastructure	714	738	-	-	-	184	184	100%	738
Landfill Sites	714	738				184	184	100%	738
Waste Transfer Stations							-		
Community Assets	1,231	1,266	-	-	-	316	316	100%	1,266
Parks	1,231						-		
Public Open Space		1,266				316	316	0	1,266
Heritage assets	5	6	-	-	-	1	1	100%	6
Other Heritage	5	6				1	1	0	6
Other assets	4,140	4,229	-	-	-	1,057	1,057	0	4,229
Municipal Offices	4,140	4,229				1,057	1,057	100%	4,229
Workshops							-		
Intangible Assets	-	53	-	-	-	13	13	100%	-
Servitudes							-		
Computer Software and Applications		53				13	13	100%	
Computer Equipment	692	725	-	-	-	181	181	100%	725
Computer Equipment	692	725				181	181	100%	725
Furniture and Office Equipment	590	618	-	-	-	154	154	100%	618
Furniture and Office Equipment	590	618				154	154	100%	618
Machinery and Equipment	674	2,961	-	-	-	740	740	100%	707
Machinery and Equipment	674	2,961				740	740	100%	707
Transport Assets	5,751	5,915	-	-	-	1,479	1,479	100%	5,915
Transport Assets	5,751	5,915				1,479	1,479	100%	5,915
Total Depreciation	55,452	59,780	-	-	-	14,945	14,945	100%	57,472

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

Description	2021/22	Budget Year 2022/23							
	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	22,060	37,356	-	3,775	7,020	16,142	9,121	57%	37,356
Roads Infrastructure	15,925	37,356	-	3,775	7,020	16,142	9,121	57%	37,356
Roads	15,925	37,356		3,775	7,020	16,142	9,121	57%	37,356
Road Structures							-		
Road Furniture							-		
Drainage Collection							-		
Attenuation							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
LV Networks							-		
Solid Waste Infrastructure	6,135	-	-	-	-	-	-		-
Landfill Sites	6,135						-		
Community Assets	498	1,300	-	-	-	235	235	100%	1,300
Libraries							-		
Cemeteries/Crematoria	498						-		
Police							-		
Parks		1,300				235	235	100%	1,300
Other assets	33	1,100	-	538	538	-	(538)	#DIV/0!	1,100
Municipal Offices	33						-		
Workshops							-		
Yards		1,100		538	538	-	(538)	#DIV/0!	1,100
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Solid Waste Licenses							-		
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	22,592	39,756	-	4,313	7,558	16,377	8,819	54%	39,756

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 R2, 732 and the year to date budget is R2,976 million that reflects over spending variance of R243 thousand that translates to 8% variance.

The year to date actuals on renewal of existing assets amounts R4,300 million and with the year to date budget of R5,038 million and this reflects over spending variance of R738 thousand that translates to 14.7% variance.

The year to date actual expenditure on repairs and maintenance is R10,669 million, and the year to date budget is R3,614 million, reflecting under spending variance of R7,055 million that translates to 195.2%.

The year to date actual expenditure on upgrading of existing assets is R7,558 million and the year to date budget is R16,377 million, reflecting over spending variance of R8,819 million that translates to 54%.

The year to date actual expenditure on depreciation and asset impairment is R0 and the year to date budget is R14, 945 million, reflecting spending variance of R14, 945 million, that translates to 100% which means the integration between asset management system and core financial system is done annually and this is not the requirements for implementation of mSCOA. This is basically mean that the municipality is partially complying with some of mSCOA requirements.

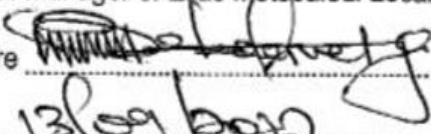
List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2022/23 Medium Term Revenue and Expenditure Framework			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Parent municipality:								
Community Services	No Illegal Dumping Boards	Single	Solid Waste Infrastructure	Capital Spares	100,000	-	28,500	29%
	Street litter Bibs	Multi	Solid Waste Infrastructure	Capital Spares	850,000	-	-	0%
	Fencing of Elandsdoorn/Ntwane Cemetery	Multi	Community Assets	Cemeteries/Crematoria	1,000,000	-	-	0%
	Upgrading and Development of Parks	Multi	Community Assets	Parks	1,300,000	-	-	0%
	6.4 Disaster Management Centre & Emergency Relief Store room	Multi	Operational Buildings	Stores	435,000	-	302,760	70%
	500 Twenty skip bins 500	Single	Solid Waste Infrastructure	Capital Spares	300,000	-	-	0%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	380,000	-	-	0%
	Trailer	Multi	Machinery and Equipment	Machinery and Equipment	380,000	-	-	0%
	Vehicles	Single	Community Assets	Capital Spares	440,000	-	-	0%
Corporate Services	Computer Equipment	Multi	Computer Equipment	Computer Equipment	700,000	-	-	0%
	Furniture and Office Equipment	Multi	Furniture and Office Equipment	Furniture and Office Equipment	500,000	-	-	0%
	Record Management System	Multi	Intangible Assets	Unspecified	300,000	-	-	0%
Economic Development Planning	Razor Fencing of Portion 39 of Farm Klipbank 26 JS (Game Farm)	Single	Other assets	Yards	1,100,000	-	537,500	49%
Technical Services	Culverts and Road signs 600	Multi	Roads Infrastructure	Road Furniture	300,000	-	-	0%
	Motetema Streets Upgrade	Multi	Roads Infrastructure	Roads	3,500,000	-	-	0%
	Upgrading of Bloomport and Uitspanning Access Road	Single	Roads Infrastructure	Roads	27,000,000	-	4,300,049	16%
	Groblersdal Landfill site 6.6	Multi	Solid Waste Infrastructure	Landfill Sites	4,000,000	-	-	0%
	Upgrading of Stompo Bus Road	Multi	Roads Infrastructure	Roads	800,000	-	-	0%
	Upgrading Maraganeng Access Access Road 600	Multi	Roads Infrastructure	Roads	900,000	-	-	0%
	Upgrading of Hlogottlou-Bopanang Road	Multi	Roads Infrastructure	Roads	800,000	-	-	0%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	800,000	-	-	0%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	900,000	-	-	0%
	Upgrading of Masoing Bus route	Multi	Roads Infrastructure	Roads	850,000	-	-	0%
	Upgrading of Mokumong access road to Marateng taxi rank (MIG)	Multi	Roads Infrastructure	Roads	700,000	-	-	0%
	Upgrading of Nyakoroane Internal Access Road	Multi	Roads Infrastructure	Roads	4,604,885	-	-	0%
	Upgrading of Tafelkop stadium Access Road 600	Single	Roads Infrastructure	Roads	27,001,116	-	7,020,488	26%
	Electrification of Makaepa	Single	Electrical Infrastructure	MV Networks	3,240,000	-	-	0%
	Electrification of Masakaneng	Multi	Electrical Infrastructure	MV Networks	3,960,000	-	2,109,281	53%
	Electrification of Nyakelang Extension	Single	Electrical Infrastructure	MV Networks	3,800,000	-	-	0%
	Electrification of Phomola	Single	Electrical Infrastructure	MV Networks	2,000,000	-	-	0%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	4,000,000	-	-	0%
	Main substation	Single	Electrical Infrastructure	MV Substations	400,000	-	-	0%
	Aircons	Multi	Electrical Infrastructure	Capital Spares	200,000	-	-	0%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	500,000	-	291,697	58%

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 31 August 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)

R.P. Signature 
Date 13/09/2022