

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2020/21

REPORTING PERIOD: FOURTH QUARTER

PART 1: QUARTERLY REPORT

PURPOSE

To submit a report to council within 30 days of the end of each quarter on implementation of the Budget and Financial state of the Municipality as required by Section 52 of the Municipal Finance Management Act

Executive Summary

Section 52 of the Municipal Finance Management Act deals with requirements for quarterly reporting and further states that the Mayor of the Municipality must within 30 days of the end of each quarter submit a report to council on implementation of the Budget and the financial state of the Municipality.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2020/21			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	531,567,983	525,270,477	508,935,157	97%
		-		
OPERATING EXPENDITURE	512,448,796	510,356,847	411,809,901	81%
		-		
TRANSFER - CAPITAL	74,561,000	69,561,000	68,450,763	98%
SURPLUS/(DEFICIT)	93,680,187	83,804,630	163,416,350	195%
CAPITAL EXPENDITURE	89,279,520	94,293,697	88,993,806	94%

Table C1: Quarterly Budget Statement Summary

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	35,773	38,345	38,345	9,835	39,442	38,345	1,097	3%	38,345
Service charges	95,493	110,873	99,873	23,362	97,738	99,873	(2,136)	-2%	99,873
Investment revenue	2,068	3,042	542	246	585	542	43	8%	542
Transfers and subsidies	273,218	293,916	351,806	1,390	347,058	351,806	(4,748)	-1%	351,806
Other own revenue	32,632	85,393	34,705	5,484	24,113	34,705	(10,592)	-31%	34,705
Total Revenue (excluding capital transfers and contributions)	439,184	531,568	525,270	40,316	508,935	525,270	(16,335)	-3%	525,270
Employee costs	141,837	169,749	161,246	34,048	150,113	145,828	4,285	3%	161,246
Remuneration of Councillors	24,575	26,525	26,293	6,061	24,279	22,253	2,025	9%	26,293
Depreciation & asset impairment	56,343	55,163	57,163	-	-	-	-	-	57,163
Finance charges	3,538	1,184	2,706	77	2,580	2,594	(14)	-1%	2,706
Materials and bulk purchases	93,140	111,976	109,264	29,011	105,347	105,201	146	0%	109,264
Transfers and subsidies	2,984	3,468	3,642	605	2,973	3,104	(131)	-4%	3,642
Other expenditure	142,158	144,385	150,042	40,850	126,518	112,602	13,916	12%	150,042
Total Expenditure	464,574	512,449	510,357	110,650	411,810	391,582	20,228	5%	510,357
Surplus/(Deficit)	(25,390)	19,119	14,914	(70,335)	97,125	133,688	(36,563)	-27%	14,914
Transfers and subsidies - capital (monetary allocations)	70,685	74,561	68,891	8,026	66,291	68,891	(2,600)	-4%	68,891
Transfers and subsidies - capital (monetary allocations)	21,471	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	66,766	93,680	83,805	(62,309)	163,416	202,579	(39,163)	-19%	83,805
Surplus/ (Deficit) for the year	66,766	93,680	83,805	(62,309)	163,416	202,579	(39,163)	-19%	83,805
Capital expenditure & funds sources									
Capital expenditure	92,168	89,280	94,294	17,466	88,994	94,294	(5,300)	-6%	94,294
Capital transfers recognised	78,193	74,561	69,561	7,143	68,451	69,561	(1,110)	-2%	69,561
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	13,975	14,719	24,733	10,323	20,543	24,733	(4,190)	-17%	24,733
Total sources of capital funds	92,168	89,280	94,294	17,466	88,994	94,294	(5,300)	-6%	94,294
Financial position									
Total current assets	129,467	134,416	116,868		194,605				119,868
Total non current assets	1,125,020	1,286,031	1,290,074		1,191,430				1,290,074
Total current liabilities	125,568	93,706	89,782		100,519				92,781
Total non current liabilities	79,251	94,548	94,548		73,611				94,548
Community wealth/Equity	1,049,667	1,232,193	1,222,612		1,211,905				1,222,613
Cash flows									
Net cash from (used) operating	25,247	108,434	124,956	(82,381)	94,585	112,385	17,800	16%	124,956
Net cash from (used) investing	(85,303)	(87,593)	(87,918)	(17,466)	(78,727)	(69,859)	8,868	-13%	(87,918)
Net cash from (used) financing	(9,474)	(11,480)	(11,480)	(2,848)	(10,978)	(10,534)	444	-4%	(11,480)
Cash/cash equivalents at the month/year end	(44,548)	20,356	36,552	-	6,810	42,987	36,177	84%	27,487
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	13,073	6,367	3,428	3,422	3,289	3,047	15,123	77,263	125,011
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Revenue

For the fourth quarter of April to June 2021, the year to date actual amounted to R508, 935 million with the year to date budget of R525, 270 which shows negative 3% year to date variance when compared to the year to date budget. Of the total revenue received during the fourth quarter, the major portion of R347, 525 million is from equitable share. Other receipts are from property rates, service charges and other grants.

Operating Expenditure

The operating expenditure for the fourth quarter amounts to R411, 809 million with the year to date budget of R391, 582 million which shows negative 5% year to date variance when compared to the year to date budget.

Capital Expenditure

The year to date actual capital expenditure as at end of fourth quarter amounts to R88, 994 million and the year to date budget amounts to R94, 294 million and this deviates with negative 6% when compared to year to date target.

Surplus/Deficit

Taking the above into consideration the net operating surplus for the fourth quarter ending 30 June 2021 amounts to R163, 416 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of June amounts to R125, 011 million and this shows an increase of R16, 773 million as compared to R108, 238 million as at end of 2019/20 financial year. This increase portrays declining revenue collection of the municipality as the lesser the collection rate the more the increase in consumer debtors.

Consumer debtors is made up of service charges and property rates that amount to R82, 016 million and other debtors amounting to R42, 995 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

The municipality is currently striving for paying its creditors within 30 days of receipt of invoice as required by MFMA. However, the municipality has instances where the cash flow position was quite unfavorable and it was then unable to service certain creditors as and when became due. This resulted in the municipality incurring penalties and/or fruitless and wasteful expenditure due to late payment.

Table C2 – Quarterly Financial Performance (Standard Classification)

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Third Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	223,026	228,630	277,913	57,194	257,548	264,271	(6,723)	-3%	277,913
Executive and council	46,559	49,315	55,860	11,243	56,129	55,860	269	0%	55,860
Finance and administration	167,516	169,450	208,065	43,485	187,988	194,423	(6,434)	-3%	208,065
Internal audit	8,950	9,864	13,988	2,466	13,430	13,988	(558)	-4%	13,988
Community and public safety	36,265	94,154	37,006	9,980	29,539	37,328	(7,789)	-21%	37,006
Community and social services	9,633	10,636	11,376	5,799	11,490	11,376	114	1%	11,376
Sport and recreation	12,104	13,344	15,456	4,054	17,675	15,456	2,219	14%	15,456
Public safety	14,529	70,174	10,174	127	373	10,496	(10,122)	-96%	10,174
Economic and environmental services	132,942	121,857	130,832	38,972	123,560	129,018	(5,457)	-4%	130,832
Planning and development	21,248	23,604	26,971	8,621	29,749	26,620	3,130	12%	26,971
Road transport	110,541	96,853	100,627	30,351	92,194	99,164	(6,970)	-7%	100,627
Environmental protection	1,153	1,400	3,234	-	1,617	3,234	(1,617)	-50%	3,234
Trading services	139,107	161,488	149,081	34,760	116,237	124,389	(8,152)	-7%	149,081
Energy sources	110,981	130,709	114,001	28,910	84,499	91,571	(7,072)	-8%	114,001
Waste management	28,126	30,779	35,080	5,849	31,738	32,819	(1,080)	-3%	35,080
Total Revenue - Functional	531,340	606,129	594,831	140,906	526,884	555,006	(28,122)	-5%	594,831
Expenditure - Functional									
Governance and administration	210,068	216,242	221,947	48,092	149,027	151,599	(2,571)	-2%	221,947
Executive and council	50,877	49,314	45,093	10,063	30,316	30,588	(272)	-1%	45,093
Finance and administration	152,835	158,383	169,754	34,924	114,343	117,084	(2,741)	-2%	169,754
Internal audit	6,356	8,545	7,099	3,105	4,368	3,927	441	11%	7,099
Community and public safety	25,269	61,707	45,423	7,183	22,155	24,454	(2,299)	-9%	45,423
Community and social services	5,097	8,269	8,789	1,374	4,487	5,320	(834)	-16%	8,789
Sport and recreation	6,833	10,698	10,206	1,772	5,467	6,444	(977)	-15%	10,206
Public safety	13,339	42,740	26,428	4,037	12,201	12,689	(488)	-4%	26,428
Economic and environmental services	91,700	97,667	98,963	14,152	37,960	39,453	(1,493)	-4%	98,963
Planning and development	14,923	16,561	13,821	2,863	9,218	9,600	(383)	-4%	13,821
Road transport	76,178	80,487	84,515	11,136	28,261	29,371	(1,110)	-4%	84,515
Environmental protection	598	619	626	153	482	482	0	0%	626
Trading services	137,538	136,832	149,995	31,986	92,017	93,457	(1,440)	-2%	149,995
Energy sources	93,187	111,667	116,490	25,126	70,643	71,810	(1,167)	-2%	116,490
Waste management	44,351	25,165	33,505	6,860	21,374	21,647	(273)	-1%	33,505
Total Expenditure - Functional	464,574	512,449	516,328	101,413	301,159	308,962	(7,803)	-3%	516,328
Surplus/ (Deficit) for the year	66,766	93,680	78,503	39,493	225,725	246,044	(20,319)	-8%	78,503

Table C3 – Quarterly Fin’ Performance (Revenue and Expenditure by vote)

Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	41,231	43,443	49,146	–	49,347	49,146	200	0%	49,146
Vote 2 - Municipal Manager	35,643	39,284	48,377	–	47,408	48,377	(969)	-2%	48,377
Vote 3 - Budget & Treasury	72,301	66,279	82,337	15,442	84,252	68,975	15,277	22%	82,337
Vote 4 - Corporate Services	40,504	44,328	53,656	97	51,317	53,681	(2,364)	-4%	53,656
Vote 5 - Community Services	69,521	135,511	82,668	2,828	72,236	79,702	(7,466)	-9%	82,668
Vote 6 - Technical Services	239,261	241,319	234,218	29,344	226,010	238,948	(12,938)	-5%	234,218
Vote 7 - Developmental Planning	14,650	16,332	18,658	631	21,981	18,434	3,548	19%	18,658
Vote 8 - Executive Support	18,229	19,633	25,102	–	22,675	25,102	(2,427)	-10%	25,102
Total Revenue by Vote	531,340	606,129	594,161	48,342	575,226	582,364	(7,138)	-1%	594,161
Expenditure by Vote									
Vote 1 - Executive & Council	42,975	41,789	40,354	10,118	37,314	34,362	2,952	9%	40,354
Vote 2 - Municipal Manager	49,330	39,198	49,124	11,804	46,531	40,951	5,579	14%	49,124
Vote 3 - Budget & Treasury	55,077	62,769	72,500	29,607	74,961	56,701	18,260	32%	72,500
Vote 4 - Corporate Services	24,723	36,795	27,893	5,033	18,971	23,437	(4,466)	-19%	27,893
Vote 5 - Community Services	77,292	96,097	85,401	16,737	66,599	67,302	(703)	-1%	85,401
Vote 6 - Technical Services	186,065	207,387	203,442	31,253	138,781	140,109	(1,328)	-1%	203,442
Vote 7 - Developmental Planning	8,942	11,455	9,164	1,798	7,264	7,912	(648)	-8%	9,164
Vote 8 - Executive Support	20,169	16,960	22,479	4,301	21,390	20,809	581	3%	22,479
Total Expenditure by Vote	464,574	512,449	510,357	110,650	411,810	391,582	20,228	5%	510,357
Surplus/ (Deficit) for the year	66,766	93,680	83,805	(62,309)	163,416	190,782	(27,366)	-14%	83,805

Table C2 and C3 measures the quarterly actual against the year to date performance targets which is realized by vote and standard classification. 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: Quarterly Financial performance by Revenue Source and Expenditure Type

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	35,773	38,345	38,345	9,835	39,442	38,345	1,097	3%	38,345
Service charges - electricity revenue	87,068	101,945	90,945	21,097	88,812	90,945	(2,133)	-2%	90,945
Service charges - refuse revenue	8,425	8,928	8,928	2,264	8,926	8,928	(3)	0%	8,928
Rental of facilities and equipment	897	1,220	834	170	888	834	54	6%	834
Interest earned - external investments	2,068	3,042	542	246	585	542	43	8%	542
Interest earned - outstanding debtors	12,170	6,656	17,946	4,401	16,902	17,946	(1,044)	-6%	17,946
Fines, penalties and forfeits	14,570	70,242	10,242	(175)	389	10,242	(9,854)	-96%	10,242
Licences and permits	3,939	6,344	5,044	718	4,297	5,044	(746)	-15%	5,044
Transfers and subsidies	273,218	293,916	351,806	1,390	347,058	351,806	(4,748)	-1%	351,806
Other revenue	1,056	931	639	370	1,637	639	998	156%	639
Gains	-						-		
Total Revenue (excluding capital transfers and contributions)	439,184	531,568	525,270	40,316	508,935	525,270	(16,335)	-3%	525,270
Expenditure By Type									
Employee related costs	141,837	169,749	161,246	34,048	150,113	145,828	4,285	3%	161,246
Remuneration of councillors	24,575	26,525	26,293	6,061	24,279	22,253	2,025	9%	26,293
Debt impairment	13,246	42,658	19,858	-	-	-	-		19,858
Depreciation & asset impairment	56,343	55,163	57,163	-	-	-	-		57,163
Finance charges	3,538	1,184	2,706	77	2,580	2,594	(14)	-1%	2,706
Bulk purchases	81,428	94,047	80,047	18,348	79,745	77,933	1,812	2%	80,047
Other materials	11,713	17,929	29,217	10,663	25,602	27,267	(1,665)	-6%	29,217
Contracted services	83,969	60,660	82,601	15,616	71,605	71,037	567	1%	82,601
Transfers and subsidies	2,984	3,468	3,642	605	2,973	3,104	(131)	-4%	3,642
Other expenditure	46,003	41,067	47,584	25,234	54,914	41,565	13,349	32%	47,584
Losses	(1,060)	-					-		-
Total Expenditure	464,574	512,449	510,357	110,650	411,810	391,582	20,228	5%	510,357
Surplus/(Deficit)	(25,390)	19,119	14,914	(70,335)	97,125	133,688	(36,563)	-27%	14,914
Transfers and subsidies - capital (monetary allocations)	70,685	74,561	68,891	8,026	66,291	68,891	(2,600)	-4%	68,891
Transfers and subsidies - capital (monetary allocations)	21,471	-					-		-
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers & contributions	66,766	93,680	83,805	(62,309)	163,416	202,579			83,805
Taxation									
Surplus/(Deficit) after taxation	66,766	93,680	83,805	(62,309)	163,416	202,579			83,805
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	66,766	93,680	83,805	(62,309)	163,416	202,579			83,805
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	66,766	93,680	83,805	(62,309)	163,416	202,579			83,805

This table provides the quarterly details for revenue by source and expenditure by type. The reasons for deviations will only be provided in cases where the difference is more than 10% and can be viewed in supporting table SC1.

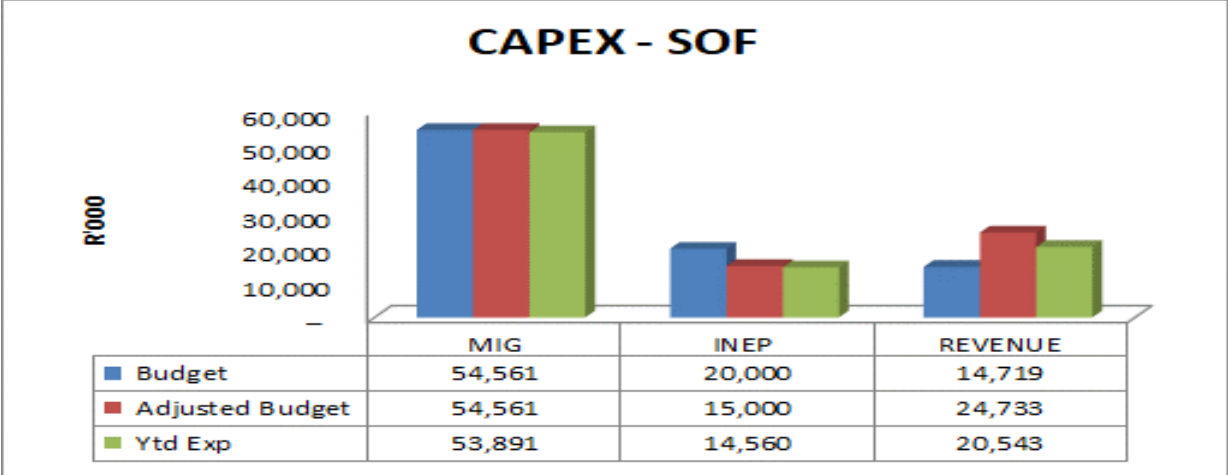
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,957	1,900	1,400	600	1,105	1,400	(295)	-21%	1,400
Executive and council				-			-		
Finance and administration	1,957	1,900	1,400	600	1,105	1,400	(295)	-21%	1,400
Internal audit				-			-		
Community and public safety	-	2,200	2,290	1,413	1,739	2,290	(551)	-24%	2,290
Community and social services		600	720	598	598	720	(122)	-17%	720
Sport and recreation		1,000	800	219	544	800	(256)	-32%	800
Public safety		600	770	597	597	770	(173)	-23%	770
Housing				-			-		
Health				-			-		
Economic and environmental services	69,833	64,830	69,633	6,564	66,587	69,633	(3,046)	-4%	69,633
Planning and development				-			-		
Road transport	69,833	64,830	69,633	6,564	66,587	69,633	(3,046)	-4%	69,633
Environmental protection				-			-		
Trading services	20,378	20,350	20,971	8,889	19,563	20,971	(1,408)	-7%	20,971
Energy sources	18,954	20,350	20,971	8,889	19,563	20,971	(1,408)	-7%	20,971
Waste management	1,424	-		-	-	-	-		-
Other				-			-		
Total Capital Expenditure - Functional Classification	92,168	89,280	94,294	17,466	88,994	94,294	(5,300)	-6%	94,294
Funded by:									
National Government	56,721	74,561	69,561	7,143	68,451	69,561	(1,110)	-2%	69,561
Provincial Government	21,471	-		-			-		-
District Municipality				-			-		
Transfers and subsidies - capital (monetary allocations)				-			-		
Transfers recognised - capital	78,193	74,561	69,561	7,143	68,451	69,561	(1,110)	-2%	69,561
Borrowing				-			-		
Internally generated funds	13,975	14,719	24,733	10,323	20,543	24,733	(4,190)	-17%	24,733
Total Capital Funding	92,168	89,280	94,294	17,466	88,994	94,294	(5,300)	-6%	94,294

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	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	-	1,050	1,050	600	1,105	1,050	55	5%	1,050
Vote 5 - Community Services	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services	46,151	13,240	8,262	-	7,964	8,262	(298)	-4%	8,262
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	46,151	14,290	9,312	600	9,069	9,312	(243)	-3%	9,312
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	350	350	-	-	350	(350)	-100%	350
Vote 4 - Corporate Services	633	500	-	-	-	-	-	-	-
Vote 5 - Community Services	1,424	2,200	2,290	1,248	1,573	2,290	(717)	-31%	2,290
Vote 6 - Technical Services	43,960	71,939	82,342	15,619	78,351	82,342	(3,991)	-5%	82,342
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	46,017	74,989	84,982	16,867	79,924	84,982	(5,057)	-6%	84,982
Total Capital Expenditure	92,168	89,280	94,294	17,466	88,994	94,294	(5,300)	-6%	94,294

Table C5 Capex and C5C present capital expenditure performance for all votes, standard classification and the funding thereof and measures the year-to-date performance targets against the actual capital expenditure figures. R88, 994 million spending was incurred on capital budget, year to date budget is R94, 294 million, and this gave rise to an under performance variance of R5, 300 million that translates to 6%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget, R54, 561 million is funded from Municipal Infrastructure grant, R15, 000 million from INEP and R24, 733 million from own revenue and the spending per source of finance is presented in the above graph.

Table C6: Quarterly Budget Statement Financial Position

Description	2019/20	Budget Year 2020/21			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	1,929	12,300	1,758	6,810	4,758
Call investment deposits	–	8,056	18,056	–	18,056
Consumer debtors	65,806	54,594	55,619	83,437	55,619
Other debtors	53,542	53,957	38,742	93,276	38,742
Current portion of long-term receivables	–	–	–	–	–
Inventory	8,190	5,510	2,693	11,082	2,693
Total current assets	129,467	134,416	116,868	194,605	119,868
Non current assets					
Long-term receivables				–	
Investments	–	–	–	–	–
Investment property	60,324	48,000	48,000	67,554	48,000
Investments in Associate					
Property, plant and equipment	1,048,853	1,223,249	1,227,292	1,121,917	1,227,292
Biological				–	
Intangible	31	30	30	31	30
Other non-current assets	15,811	14,752	14,752	1,928	14,752
Total non current assets	1,125,020	1,286,031	1,290,074	1,191,430	1,290,074
TOTAL ASSETS	1,254,487	1,420,447	1,406,942	1,386,035	1,409,942
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	10,975	10,980	10,980	3,498	10,980
Consumer deposits	5,516	5,701	5,701	5,855	5,701
Trade and other payables	106,573	71,167	67,243	88,412	70,243
Provisions	2,504	5,857	5,857	2,754	5,857
Total current liabilities	125,568	93,706	89,782	100,519	92,781
Non current liabilities					
Borrowing	2,444	–	–	–	–
Provisions	76,807	94,548	94,548	73,611	94,548
Total non current liabilities	79,251	94,548	94,548	73,611	94,548
TOTAL LIABILITIES	204,819	188,254	184,330	174,130	187,329
NET ASSETS	1,049,667	1,232,193	1,222,612	1,211,905	1,222,613
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,049,667	1,232,193	1,212,612	1,201,905	1,212,613
Reserves			10,000	10,000	10,000
TOTAL COMMUNITY WEALTH/EQUITY	1,049,667	1,232,193	1,222,612	1,211,905	1,222,613

The above table shows that community wealth amounts to R1, 211 billion, total liabilities R174, 130 million and the total assets R1, 386 billion. Non-current liabilities are mainly made up of provisions for long service award, landfill site and bonus.

Total current assets appear to be fairly reasonable relative to total current liabilities and this as a result portray a much better picture of the municipality's current ratio of 1.9:1 which is within the acceptable norm of 2:1.

Table C7: Quarterly Budgeted Statement Cash Flow

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	24,332	26,841	26,841	7,197	25,225	26,118	(893)	-3%	26,841
Service charges	83,646	94,138	85,338	20,634	85,573	80,363	5,210	6%	85,338
Other revenue	21,376	20,268	8,968	5,537	34,462	33,139	1,323	4%	8,968
Transfers and Subsidies - Operational	273,214	293,916	351,806	-	347,058	349,896	(2,838)	-1%	351,806
Transfers and Subsidies - Capital	73,921	74,561	69,561	-	69,561	69,561	-	-	69,561
Interest	1,768	4,373	11,979	1,621	2,678	2,506	172	7%	11,979
Payments									
Suppliers and employees	(447,788)	(401,012)	(423,262)	(96,131)	(464,419)	(443,565)	20,854	-5%	(423,262)
Finance charges	(2,592)	(1,184)	(2,633)	(20,634)	(2,580)	(2,645)	(65)	2%	(2,633)
Transfers and Grants	(2,632)	(3,468)	(3,642)	(605)	(2,973)	(2,987)	(14)	0%	(3,642)
NET CASH FROM/(USED) OPERATING ACTIVITIES	25,247	108,434	124,956	(82,381)	94,585	112,385	17,800	16%	124,956
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(85,303)	(87,593)	(87,918)	(17,466)	(78,727)	(69,859)	8,868	-13%	(87,918)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(85,303)	(87,593)	(87,918)	(17,466)	(78,727)	(69,859)	8,868	-13%	(87,918)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	(500)	(500)	-	-	(281)	281	-100%	(500)
Increase (decrease) in consumer deposits	196	-	-	-	-	-	-	-	-
Payments									
Repayment of borrowing	(9,670)	(10,980)	(10,980)	(2,848)	(10,978)	(10,253)	725	-7%	(10,980)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(9,474)	(11,480)	(11,480)	(2,848)	(10,978)	(10,534)	444	-4%	(11,480)
NET INCREASE/ (DECREASE) IN CASH HELD	(69,530)	9,361	25,558	(102,696)	4,881	31,993			25,558
Cash/cash equivalents at beginning:	24,982	10,995	10,995		1,929	10,995			1,929
Cash/cash equivalents at month/year end:	(44,548)	20,356	36,552		6,810	42,987			27,487

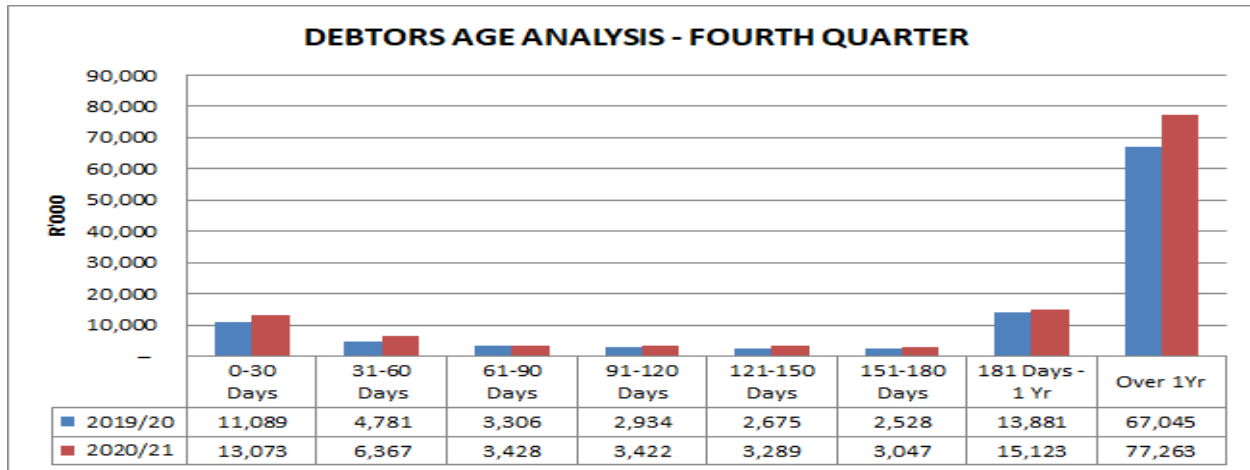
Table C7 provides details of the monthly cash in and outflow. For the quarter ending 30 June 2021 the net cash from operating activities is R94, 585 million whilst cash used for investing activities is R112, 385 million and the net cash from financing activities is R17, 800 million. The cash and cash equivalent held at end of the fourth quarter amounted to R6, 810 million.

PART 2: SUPPORTING TABLES

Table SC3: Debtors Analysis

Table provides a breakdown of the consumer and sundry debtors at the end of the fourth quarter. The outstanding debtors amounted to R125, 011 million as at 30 June 2021. Consumer debtors amounts to R82, 016 million and sundry debtors amounts to R 42, 995 million as at end of the fourth quarter.

Description	Budget Year 2020/21											
	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	6,874	2,300	158	124	119	59	282	1,900	11,815	2,484		
Receivables from Non-exchange Transactions - Property Rates	3,298	1,883	1,368	1,315	1,233	1,223	6,482	35,066	51,870	45,321		
Receivables from Exchange Transactions - Waste Management	773	540	413	407	400	399	2,344	11,629	16,904	15,177		
Receivables from Exchange Transactions - Property Rental Debtors	57	44	28	140	130	5	31	993	1,427	1,298		
Interest on Arrear Debtor Accounts	1,368	1,495	1,444	1,397	1,342	1,307	7,188	25,298	40,839	36,531		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-		
Other	703	104	17	39	66	54	(1,203)	2,377	2,156	1,332		
Total By Income Source	13,073	6,367	3,428	3,422	3,289	3,047	15,123	77,263	125,011	102,144	-	-
2019/20 - totals only	11,089	4,781	3,306	2,934	2,675	2,528	13,881	67,045	108,238	89,062		
Debtors Age Analysis By Customer Group												
Organs of State	1,917	1,479	1,075	1,160	1,085	946	3,878	25,283	36,824	32,353		
Commercial	6,406	2,049	564	542	491	454	2,056	10,732	23,293	14,274		
Households	4,720	2,824	1,780	1,711	1,703	1,638	9,143	41,048	64,567	55,244		
Other	29	15	9	9	9	9	47	199	326	273		
Total By Customer Group	13,073	6,367	3,428	3,422	3,289	3,047	15,123	77,263	125,011	102,144	-	-



The graph compares debtors' age analysis for 2019/20 financial year and 2020/21 (as at end of fourth quarter) and noted from the graph there is an increase in the municipal debt book for 2020/21 financial year.

Table SC4: Creditors Analysis

Description	Budget Year 2020/21								Total	Prior year totals for chart
	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		
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. No creditors were outstanding for more than 30 days. All invoices were paid within the prescribed period for the Fourth quarter.

Table SC5: Investment Portfolio Analysis

Name of institution	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest to be realised	Withdrawal	Investment Top Up	Closing Balance
NEDBANK (037881068264/0058)	1 Month	Current Investment	4.2%		19-Apr-21	30,047,926	61,619	(30,109,545)	-	-
NEDBANK (037881068264/0059)	1 Month	Current Investment	4.2%		21-May-21	20,101,984	39,403	(20,141,386)	-	-
NEDBANK (037881068264/0060)	1 Month	Current Investment	4.3%		17-Jun-21	20,104,033	73,296	(20,177,329)	-	-
TOTAL INVESTMENTS AND INTEREST						70,253,942	174,318	(70,428,260)	-	-

Supporting Table SC5 displays the council's investments portfolio and indicates that the municipality had initially an investment of R70, 253 million, earned interest of R174 thousand and at the end of the fourth quarter the municipal had a no investment.

Table SC6- Allocation and grant receipts

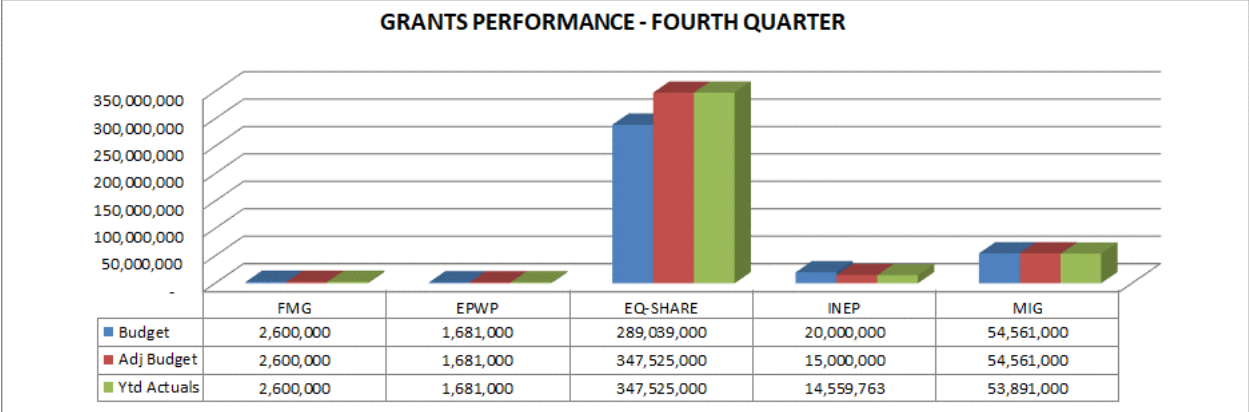
Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	273,218	293,320	351,806	-	351,806	351,806	-	-	351,806
Local Government Equitable Share	269,013	289,039	347,525	-	347,525	347,525	-	-	347,525
Finance Management	2,235	2,600	2,600	-	2,600	2,600	-	-	2,600
EPWP Incentive	1,374	1,681	1,681	-	1,681	1,681	-	-	1,681
Disaster Relief Grant COVID-19 (Corona virus)	596	-	-	-	-	-	-	-	-
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A									
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total Operating Transfers and Grants	273,218	293,320	351,806	-	351,806	351,806	-	-	351,806
Capital Transfers and Grants									
National Government:	73,921	74,561	69,561	-	69,561	69,561	-	-	69,561
Municipal Infrastructure Grant (MIG)	54,921	54,561	54,561	-	54,561	54,561	-	-	54,561
Intergrated National Electrification Grant	19,000	20,000	15,000	-	15,000	15,000	-	-	15,000
Provincial Government:	21,771	-	-	-	-	-	-	-	-
Coghsta - Development	21,771	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total Capital Transfers and Grants	95,692	74,561	69,561	-	69,561	69,561	-	-	69,561
TOTAL RECEIPTS OF TRANSFERS & GRANTS	368,910	367,881	421,367	-	421,367	421,367	-	-	421,367

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R415, 244 million of which the major portion is attributed to equitable share. In the reporting period, all gazetted grants were received according to National Treasury's grants payment schedule.

Table SC7: Transfers and Grant Expenditure

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	273,218	293,320	351,806	94,198	351,806	351,806	0	0%	351,806
Local Government Equitable Share	269,013	289,039	347,525	92,809	347,525	347,525	0	0%	347,525
Finance Management	2,235	2,600	2,600	958	2,600	2,600	-		2,600
EPWP Incentive	1,374	1,681	1,681	432	1,681	1,681	-		1,681
Disaster Relief Grant COVID-19 (Corona virus)	596	-	-	-	-	-	-		-
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A									
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total operating expenditure of Transfers and Grants:	273,218	293,320	351,806	94,198	351,806	351,806	0	0%	351,806
Capital expenditure of Transfers and Grants									
National Government:	70,685	74,561	69,561	8,652	68,451	69,561	(1,110)	-2%	69,561
Municipal Infrastructure Grant (MIG)	51,731	54,561	54,561	4,883	53,891	54,561	(670)	-1%	54,561
Intergrated National Electrification Grant	18,954	20,000	15,000	3,769	14,560	15,000	(440)	-3%	15,000
Provincial Government:	21,471	-	-	-	-	-	-	-	-
Coghsta - Development	21,471	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total capital expenditure of Transfers and Grants	92,156	74,561	69,561	8,652	68,451	69,561	(1,110)	-2%	69,561
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	365,374	367,881	421,367	102,850	420,257	421,367	(1,110)	0%	421,367

A total amount of R420, 257 million that have been spent on grants during the fourth quarter and the year to date budget thereof amount to R421, 367 million and this resulted in underspending variance of R1, 110 million that translates to 0%. Of the total spending amounting to R420, 257 million, R351, 806 million is spent on operational grants whilst R68, 451 million is spent of capital grants.



The above graph depicts the gazetted and/or budgeted amounts for all the grants and the expenditure thereof as at end of fourth quarter. The grants expenditure is shown below in percentages:

- Financial Management Grant 100%
- Expanded Public Work Programme 100%
- Equitable Share 100%
- Municipal Infrastructure Grant 98.77%
- Integrated National Electrification Grant 97.07%

Table SC8: Councilor Allowances and Employee Benefits

Summary of Employee and Councillor remuneration	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	14,458	15,692	15,392	3,537	14,184	15,392	(1,208)	-8%	15,392
Pension and UIF Contributions	1,713	1,761	1,776	397	1,600	1,776	(176)	-10%	1,776
Medical Aid Contributions	319	340	394	102	396	394	2	1%	394
Motor Vehicle Allowance	5,149	5,622	5,622	1,292	5,167	5,622	(455)	-8%	5,622
Cellphone Allowance	2,701	2,877	2,877	677	2,708	2,877	(168)	-6%	2,877
Other benefits and allowances	235	234	234	56	223	234	(10)	-4%	234
Sub Total - Councillors	24,575	26,525	26,293	6,061	24,279	26,293	(2,014)	-8%	26,293
% increase		8%	7%						7%
Senior Managers of the Municipality									
Basic Salaries and Wages	4,938	6,540	4,855	852	3,947	4,855	(908)	-19%	4,855
Pension and UIF Contributions	178	202	288	27	141	288	(147)	-51%	288
Medical Aid Contributions	82	85	88	16	81	88	(8)	-9%	88
Motor Vehicle Allowance	661	791	649	67	420	649	(229)	-35%	649
Cellphone Allowance	168	-	145	24	114	145	(31)	-21%	145
Other benefits and allowances	446	376	526	53	460	526	(66)	-13%	526
Payments in lieu of leave	18	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	6,491	7,993	6,551	1,039	5,163	6,551	(1,388)	-21%	6,551
% increase		23%	1%						1%
Other Municipal Staff									
Basic Salaries and Wages	87,892	99,984	95,277	21,902	93,585	95,277	(1,692)	-2%	95,277
Pension and UIF Contributions	17,806	26,133	19,706	4,738	18,983	19,706	(723)	-4%	19,706
Medical Aid Contributions	5,555	8,477	5,274	1,302	5,228	5,274	(47)	-1%	5,274
Overtime	1,443	974	2,064	425	1,353	2,064	(712)	-34%	2,064
Motor Vehicle Allowance	11,056	12,848	12,527	3,059	12,066	12,527	(461)	-4%	12,527
Cellphone Allowance	1,786	102	1,897	478	1,901	1,897	4	0%	1,897
Housing Allowances	179	17	208	52	206	208	(2)	-1%	208
Other benefits and allowances	5,710	12,488	15,352	523	9,232	15,352	(6,120)	-40%	15,352
Payments in lieu of leave	3,479	-	818	248	992	818	174	21%	818
Long service awards	439	733	1,572	283	1,405	1,572	(167)	-11%	1,572
Post-retirement benefit obligations									
Sub Total - Other Municipal Staff	135,345	161,756	154,696	33,009	144,951	154,696	(9,745)	-6%	154,696
% increase		20%	14%						14%
Total Parent Municipality	166,412	196,274	187,539	40,108	174,392	187,539	(13,147)	-7%	187,539
		18%	13%						13%
TOTAL SALARY, ALLOWANCES & BENEFITS	166,412	196,274	187,539	40,108	174,392	187,539	(13,147)	-7%	187,539
% increase		18%	13%						13%
TOTAL MANAGERS AND STAFF	141,837	169,749	161,246	34,048	150,113	161,246	(11,133)	-7%	161,246

This table provides the details for councilor and employee benefits. For the fourth quarter the total salaries, allowances and benefits amounted to R174, 392 million which deviates with R13, 147 million from the planned figure.

Table SC9: Actual and Revised Targets for Cash Receipts

Description					2020/21 Medium Term Revenue &		
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Year	Year +1	Year +2
	Outcome	Outcome	Outcome	Outcome	2020/21	2021/22	2022/23
Cash Receipts By Source							
Property rates	6,277	6,227	5,524	7,197	25,225	28,076	29,367
Service charges - electricity revenue	18,776	20,309	22,662	19,561	81,309	92,772	97,039
Service charges - refuse	1,021	1,107	1,063	1,073	4,264	5,697	5,959
Rental of facilities and equipment	137	96	297	118	648	899	941
Interest earned - external investments	83	29	-	275	388	3,182	3,328
Interest earned - outstanding debtors	329	305	310	1,345	2,290	1,392	1,457
Fines, penalties and forfeits	113	68	383	255	819	12,554	12,994
Licences and permits	1,182	1,187	1,210	765	4,344	6,635	6,941
Transfers and Subsidies - Operational	133,089	141,205	72,764	-	347,058	314,089	333,501
Other revenue	4,293	5,238	14,722	4,399	28,651	974	1,018
Cash Receipts by Source	165,301	175,772	118,934	34,990	494,996	466,270	492,544
Other Cash Flows by Source	-	-	-	-			
Transfers and subsidies - capital (monetary allocations)	21,470	38,480	9,611	-	69,561	77,207	72,606
Transfers and subsidies - capital (monetary allocations)	-	-	-	-			
Proceeds on Disposal of Fixed and Intangible Assets	-	-	-	-	-	-	-
Short term loans	-	-	-	-			
Borrowing long term/refinancing	-	-	-	-	-	(480)	(520)
Increase (decrease) in consumer deposits	-	-	-	-			
Decrease (increase) in non-current receivables	-	-	-	-			
Decrease (increase) in non-current investments	-	-	-	-			
Total Cash Receipts by Source	186,771	214,252	128,545	34,990	564,557	542,997	564,630
Cash Payments by Type	-	-	-	-			
Employee related costs	35,590	43,100	37,376	34,048	150,113	177,557	185,725
Remuneration of councillors	6,061	6,097	6,061	6,061	24,279	27,745	29,021
Interest paid	1,300	798	405	77	2,580	83	15
Bulk purchases - Electricity	39,478	15,371	20,424	18,348	93,620	98,937	107,743
Other materials	2,973	1,474	7,946	7,605	19,998	12,707	13,522
Contracted services	40,286	25,315	20,999	15,616	102,215	57,320	59,107
Grants and subsidies paid - other	794	858	715	605	2,973	3,605	3,747
General expenses	8,821	34,995	15,923	14,455	74,194	39,436	41,140
Cash Payments by Type	135,303	128,008	109,848	96,813	469,972	417,391	440,021
Other Cash Flows/Payments by Type	-	-	-	-			
Capital assets	18,111	19,708	23,441	17,466	78,727	93,994	94,483
Repayment of borrowing	2,642	2,710	2,778	2,848	10,978	2,489	-
Other Cash Flows/Payments	-	-	-	-			
Total Cash Payments by Type	156,056	150,425	136,067	117,128	559,676	513,874	534,504
NET INCREASE/(DECREASE) IN CASH HELD	30,715	63,826	(7,522)	(82,138)	4,881	29,123	30,126
Cash/cash equivalents at the month/year beginning:	150,821	43,800	192,071	174,846	1,929	6,810	35,934
Cash/cash equivalents at the month/year end:	181,536	107,626	184,549	92,708	6,810	35,934	66,060

Supporting Table SC9 provides the details of the cash inflow for the budget setting out receipt by source and payments by type. As at end of fourth quarter, cash receipts reflect an amount of R34, 990 million whilst the total cash payment is R117, 128 million. The cash and cash equivalent at end the quarter amounted to R92, 708 million that is inclusive of unspent conditional grants amounting to R440 thousand.

Table SC12: Capital Expenditure Trend

Month	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
First Quarter	14,245	19,670	19,670	18,111	26,647	36,915	10,268	41%	10%
Second Quarter	34,419	24,059	24,059	19,708	88,087	103,924	15,837	15%	33%
Third Quarter	23,714	14,999	18,576	23,441	157,239	162,251	5,012	4%	59%
Fourth Quarter	25,583	30,551	31,988	27,734	225,613	247,244	21,632	9%	84%
Total Capital expenditure	97,961	89,280	94,294	88,994					

Supporting table SC12 provides information on the monthly trends for capital expenditure and this tables serves as a supporting table for table C5. In terms of this table the capital expenditure for fourth quarter amounts to R27, 734 million. The year to date actual amounts to R225, 613 and year to date capital budget is R247, 244 million that gives rise to underspending variance of R21, 632 million that translate to 9%.

Table SC13a: Quarterly Capital Expenditure on New Assets

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	67,457	20,000	19,224	7,142	18,784	19,224	440	2%	19,224
Roads Infrastructure	51,346	-	-	-	-	-	-		-
Roads	51,346	-	-	-	-	-	-		-
Road Structures				-			-		
Road Furniture				-			-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Drainage Collection				-			-		
Electrical Infrastructure	16,111	20,000	19,224	7,142	18,784	19,224	440	2%	19,224
HV Substations				-			-		
HV Transmission Conductors				-			-		
MV Networks	16,111	20,000	15,000	2,918	14,560	15,000	440	3%	15,000
LV Networks			4,224	4,224	4,224	4,224	0	0%	4,224
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites				-			-		
Waste Transfer Stations				-			-		
Waste Processing Facilities				-			-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Libraries				-			-		
Cemeteries/Crematoria				-			-		
Police				-			-		
Other assets	-	2,339	2,120	597	1,947	2,120	173	8%	2,120
Municipal Offices		600	770	597	597	770	173	23%	770
Workshops		1,739	1,350	-	1,350	1,350	0	0%	1,350
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes				-			-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications				-			-		
Computer Equipment	38	250	679	384	626	679	53	8%	679
Computer Equipment	38	250	679	384	626	679	53	8%	679
Furniture and Office Equipment	526	800	371	216	479	371	(109)	-29%	371
Furniture and Office Equipment	526	800	371	216	479	371	(109)	-29%	371
Machinery and Equipment	1,492	1,200	1,196	712	766	1,196	430	36%	1,196
Machinery and Equipment	1,492	1,200	1,196	712	766	1,196	430	36%	1,196
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets				-			-		
Total Capital Expenditure on new assets	69,514	24,589	23,590	9,050	22,602	23,590	989	4%	23,590

Table SC13b: Quarterly Expenditure on Existing Assets

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	10,527	46,940	53,233	4,710	51,428	53,233	1,805	3%	53,233
Roads Infrastructure	10,527	39,222	51,387	2,963	49,516	51,387	1,870	4%	51,387
Roads	10,527	39,222	51,387	2,963	49,516	51,387	1,870	4%	51,387
Road Structures				-			-		
Road Furniture				-			-		
Storm water Infrastructure		-	-	-	-	-	-	-	-
Electrical Infrastructure		-	1,747	1,747	1,912	1,747	(165)	-9%	1,747
HV Substations				-			-		
MV Networks	-			-			-		
LV Networks		-	1,747	1,747	1,912	1,747	(165)	-9%	1,747
Solid Waste Infrastructure		7,719	100	-	-	100	100	100%	100
Landfill Sites		7,719	100	-		100	100	100%	100
Waste Transfer Stations				-			-		
Community Assets	-	600	720	598	598	720	122	17%	720
Libraries				-			-		
Cemeteries/Crematoria		600	720	598	598	720	122	17%	720
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	10,527	47,540	53,953	3,914	52,026	53,953	1,927	3.6%	53,953

Table SC13c: Quarterly Expenditure on Repairs & Maintenance

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	5,119	9,729	14,800	5,221	13,034	14,800	1,765	12%	14,800
Roads Infrastructure	161	4,892	8,116	2,624	8,116	8,116	0	0%	8,116
Roads	161	4,892	8,116	2,624	8,116	8,116	0	0%	8,116
Road Structures				-			-		
Road Furniture				-			-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	2,180	1,845	2,749	1,635	2,026	2,749	723	26%	2,749
HV Substations				-			-		
HV Switching Station				-			-		
HV Transmission Conductors				-			-		
MV Networks	2,180	1,845	2,749	1,635	2,026	2,749	723	26%	2,749
Solid Waste Infrastructure	2,778	2,993	3,935	962	2,893	3,935	1,042	26%	3,935
Landfill Sites	2,778	2,993	3,935	962	2,893	3,935	1,042	26%	3,935
Waste Transfer Stations				-			-		
Community Assets	-	306	950	-	-	950	950	100%	950
Community Facilities	-	306	950	-	-	950	950	100%	950
Libraries				-			-		
Parks		306	950	-	-	950	950	100%	950
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities				-			-		
Outdoor Facilities				-			-		
Other assets	1,497	1,845	2,490	1,434	2,074	2,490	416	17%	2,490
Operational Buildings	1,497	1,845	2,490	1,434	2,074	2,490	416	17%	2,490
Workshops				-			-		
Intangible Assets	-	425	80	5	5	80	75	93%	80
Servitudes				-			-		
Computer Software and Applications		425	80	5	5	80	75	93%	80
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment				-			-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment				-			-		
Machinery and Equipment	1,306	1,214	1,655	503	1,636	1,655	18	1%	1,655
Machinery and Equipment	1,306	1,214	1,655	503	1,636	1,655	18	1%	1,655
Transport Assets	2,727	1,854	3,168	649	3,059	3,168	110	3%	3,168
Transport Assets	2,727	1,854	3,168	649	3,059	3,168	110	3%	3,168
Total Repairs and Maintenance Expenditure	10,649	15,373	23,143	7,813	19,809	23,143	3,334	14.4%	23,143

Supporting Tables SC13a and SC13b provide the details of capital expenditure by asset classification for new and replacements of assets separately, whilst Supporting Table SC13c measure's the extent to which the municipality's assets are maintained.

The capital expenditure on new assets amounted to R9, 050 million for the fourth quarter, which reflects a 4% variance when compared to the quarterly target.

For renewal and upgrading of existing assets to R7, 023 million has been spent during the fourth quarter on renewal of assets. This reflects 17.8% variance when compared to the target.

The repairs and maintenance for the Fourth quarter amounted to R7, 813 million reflecting a 14.4% variance when compared to the Fourth quarter target.

Quality Certificate

I, **KGWALE MAHLAGAUME MESHACK**, Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the quarterly report and supporting documentation for the quarter ending 30 June 2021 have been prepared in accordance with the Municipal Finance Management Act and the regulation made under the Act

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature

Date