

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

JANUARY 2020

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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 January 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 2019-20 financial year amounts are not yet audited.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2019/20			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	500,884,685	-	296,035,583	59%
		-		
OPERATING EXPENDITURE	482,591,369	-	239,871,422	50%
		-		
TRANSFER - CAPITAL	73,921,000	-	50,086,433	68%
SURPLUS/(DEFICIT)	92,214,316	-	110,637,454	120%
CAPITAL EXPENDITURE	95,653,510	-	59,318,869	62%

Table C1 – Budget Statement Summary

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	33,010	34,727	-	2,991	20,804	20,257	546	3%	34,727
Service charges	89,925	101,507	-	8,961	56,535	53,438	3,097	6%	101,507
Investment revenue	2,800	2,946	-	-	1,187	1,430	(243)	-17%	2,946
Transfers and subsidies	245,278	272,618	-	182	203,811	181,465	22,346	12%	-
Other own revenue	84,683	89,087	-	1,974	13,699	62,517	(48,818)	-78%	361,705
Total Revenue (excluding capital transfers and contribution	455,697	500,885	-	14,108	296,036	319,108	(23,072)	-7%	500,885
Employee costs	130,473	147,530	-	11,205	86,085	89,843	(3,757)	-4%	147,530
Remuneration of Councillors	24,291	25,554	-	1,951	14,061	14,907	(846)	-6%	25,554
Depreciation & asset impairment	51,181	56,520	-	-	-	32,970	(32,970)	-100%	56,520
Finance charges	2,900	2,505	-	-	1,173	1,461	(288)	-20%	2,505
Materials and bulk purchases	78,909	94,531	-	7,284	51,954	56,367	(4,413)	-8%	94,531
Transfers and subsidies	3,580	3,740	-	246	1,508	2,060	(552)	-27%	3,740
Other expenditure	157,835	152,210	-	11,671	85,090	91,880	(6,791)	-7%	152,210
Total Expenditure	449,169	482,591	-	32,357	239,871	289,489	(49,617)	-17%	482,591
Surplus/(Deficit)	6,528	18,293	-	(18,249)	56,164	29,619	26,545	90%	18,293
Transfers and subsidies - capital (monetary allocations)	94,050	73,921	-	7,276	54,473	64,400	(9,927)	-15%	73,921
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	100,578	92,214	-	(10,973)	110,637	94,019	16,619	18%	92,214
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	100,578	92,214	-	(10,973)	110,637	94,019	16,619	18%	92,214
Capital expenditure & funds sources									
Capital expenditure	97,258	95,654	-	10,655	59,319	62,632	(3,313)	-5%	95,654
Capital transfers recognised	81,841	73,921	-	10,304	50,086	48,449	1,638	3%	73,921
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	15,417	21,733	-	351	9,232	14,183	(4,951)	-35%	21,733
Total sources of capital funds	97,258	95,654	-	10,655	59,319	62,632	(3,313)	-5%	95,654
Financial position									
Total current assets	211,349	115,014	-		136,200				115,014
Total non current assets	1,053,184	1,123,066	-		1,122,639				1,123,066
Total current liabilities	140,539	81,128	-		113,655				81,128
Total non current liabilities	121,097	103,696	-		98,557				103,696
Community wealth/Equity	1,002,897	1,053,256	-		1,046,627				1,053,256
Cash flows									
Net cash from (used) operating	118,137	102,851	-	(20,708)	30,997	83,344	52,347	63%	102,851
Net cash from (used) investing	(44,880)	(88,001)	-	1,608	(38,863)	(54,203)	(15,341)	28%	(88,001)
Net cash from (used) financing	(9,023)	(10,086)	-	(774)	(5,308)	(4,448)	860	-19%	(10,086)
Cash/cash equivalents at the month/year end	70,428	29,037	-	-	11,809	48,965	37,157	76%	29,746
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	13,988	4,043	2,623	2,423	2,351	2,377	15,865	54,094	97,763
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 January is R296, 036 million and the year to date budget of R319, 108 million and this reflects a negative variance of R23, 072 million which is mostly attributable to equitable shares received amounting to R201 757 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 17% unfavorable variance,
- Interest earned – outstanding debtors: 97% favorable variance,
- Rental on Facilities and Equipment: 25% unfavorable variance,
- Fines, penalties and forfeits: 95% unfavorable variance
- Transfer and Subsidies: 12% favorable variance
- Services Charges – electricity revenue: 4% favorable variance
- Services Charges – refuse revenue: 35% favorable variance
- Licenses and permits: 15% favorable variance
- Property rates: 3% favorable variance
- Other revenue: 17% unfavorable

Operating Expenditure

The year to date operational expenditure as at end of January amounts to R239, 871 million and the year to date budget is R289, 489 million. This reflects underspending variance of R49, 617 million that translates to 17% 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:

- Other Materials: 25% under performance
- Depreciation and asset impairment: 100% under performance variance
- Debt impairment: 99% under performance variance
- Transfers and subsidies: 27% under performance variance
- Other expenditure: 28% over performance
- Contracted services: 59% 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 January 2020 amounts to R59, 319 million and the year to date budget amounts to R62, 632 million and this gives rise to R3, 313 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of January is R110, 637 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 January amounts to R97, 763 million and this shows an increase of R17, 654 million as compared to R80, 108 million as at end of 2018/19 financial year.

Consumer debtors is made up of service charges and property rates that amount to R67, 682 million and other debtors amounting to R30, 081 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 January as required by MFMA and as a result.

Table C2 – Financial Performance (Standard Classification)

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	198,283	214,636	-	4,092	159,957	138,945	21,012	15%	214,636
Executive and council	42,873	46,559	-	-	37,994	30,830	7,164	23%	46,559
Finance and administration	147,508	159,127	-	4,092	115,036	102,189	12,847	13%	159,127
Internal audit	7,902	8,950	-	-	6,926	5,926	1,000	17%	8,950
Community and public safety	88,850	94,968	-	256	17,807	69,051	(51,244)	-74%	94,968
Community and social services	7,973	9,026	-	4	5,992	5,968	25	0%	9,026
Sport and recreation	10,677	12,092	-	-	8,922	8,004	918	11%	12,092
Public safety	70,200	73,850	-	252	2,893	55,079	(52,187)	-95%	73,850
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	141,810	117,004	-	6,895	83,972	89,552	(5,581)	-6%	117,004
Planning and development	17,107	21,564	-	161	14,052	14,381	(328)	-2%	21,564
Road transport	123,685	94,287	-	6,734	69,156	74,408	(5,252)	-7%	94,287
Environmental protection	1,018	1,153	-	-	764	764	0	0%	1,153
Trading services	120,804	148,197	-	10,141	88,773	85,959	2,815	3%	148,197
Energy sources	102,039	119,623	-	9,435	69,821	69,076	745	1%	119,623
Water management	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	18,765	28,574	-	705	18,952	16,883	2,070	12%	28,574
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	549,746	574,806	-	21,384	350,509	383,508	(32,999)	-9%	574,806
Expenditure - Functional									
Governance and administration	184,555	191,835	-	15,912	129,321	117,107	12,215	10%	191,835
Executive and council	39,998	41,658	-	3,055	33,012	24,545	8,467	34%	41,658
Finance and administration	135,446	141,488	-	12,510	90,629	86,785	3,844	4%	141,488
Internal audit	9,111	8,689	-	348	5,681	5,777	(97)	-2%	8,689
Community and public safety	68,557	76,535	-	1,888	15,590	45,809	(30,219)	-66%	76,535
Community and social services	5,563	7,457	-	378	3,013	4,538	(1,525)	-34%	7,457
Sport and recreation	9,713	11,037	-	434	3,413	6,657	(3,243)	-49%	11,037
Public safety	53,281	58,041	-	1,076	9,164	34,614	(25,450)	-74%	58,041
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	79,856	87,675	-	4,335	29,311	52,466	(23,155)	-44%	87,675
Planning and development	15,813	17,147	-	1,615	9,214	9,932	(717)	-7%	17,147
Road transport	63,315	69,685	-	2,673	19,724	42,032	(22,307)	-53%	69,685
Environmental protection	728	843	-	47	372	503	(130)	-26%	843
Trading services	116,200	126,546	-	10,222	65,649	74,107	(8,458)	-11%	126,546
Energy sources	92,646	99,370	-	7,017	49,348	58,007	(8,659)	-15%	99,370
Water management	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	23,554	27,177	-	3,205	16,301	16,100	201	1%	27,177
Other	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	449,169	482,591	-	32,357	239,871	289,489	(49,617)	-17%	482,591
Surplus/ (Deficit) for the year	100,578	92,214	-	(10,973)	110,637	94,019	16,619	18%	92,214

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

Vote Description	2018/19	Budget Year 2019/20							
	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	38,168	46,559	–	–	34,302	27,302	7,000	26%	46,559
Vote 2 - Municipal Manager	31,469	35,643	–	–	26,766	23,602	3,164	13%	35,643
Vote 3 - Budget & Treasury	59,272	64,188	–	4,063	43,487	39,325	4,162	11%	64,188
Vote 4 - Corporate Services	39,931	40,227	–	29	30,780	26,636	4,144	16%	40,227
Vote 5 - Community Services	120,478	132,693	–	1,460	40,594	91,026	(50,433)	-55%	132,693
Vote 6 - Technical Services	233,051	227,629	–	15,670	152,285	153,535	(1,249)	-1%	227,629
Vote 7 - Developmental Planning	11,282	14,966	–	161	9,683	10,012	(328)	-3%	14,966
Vote 8 - Executive Support	16,094	18,229	–	–	12,612	12,071	541	4%	18,229
Total Revenue by Vote	549,746	580,134	–	21,384	350,509	383,508	(32,999)	-9%	580,134
Expenditure by Vote									
Vote 1 - Executive & Council	35,307	36,873	–	2,684	27,021	21,641	5,380	25%	36,873
Vote 2 - Municipal Manager	37,306	35,065	–	5,899	34,858	21,807	13,051	60%	35,065
Vote 3 - Budget & Treasury	51,072	52,917	–	3,693	36,805	33,164	3,641	11%	52,917
Vote 4 - Corporate Services	30,600	36,814	–	1,538	12,279	22,186	(9,907)	-45%	36,814
Vote 5 - Community Services	100,333	112,427	–	5,716	36,451	67,144	(30,693)	-46%	112,427
Vote 6 - Technical Services	167,702	181,124	–	10,123	74,676	107,302	(32,627)	-30%	181,124
Vote 7 - Developmental Planning	9,977	13,185	–	1,102	5,384	7,518	(2,134)	-28%	13,185
Vote 8 - Executive Support	14,187	15,088	–	1,601	12,397	8,727	3,671	42%	15,088
Total Expenditure by Vote	446,483	483,492	–	32,357	239,871	289,489	(49,617)	-17%	483,492
Surplus/ (Deficit) for the year	103,263	96,642	–	(10,973)	110,637	94,019	16,619	18%	96,642

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	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	33,010	34,727		2,991	20,804	20,257	546	3%	34,727
Service charges - electricity revenue	81,798	92,957		8,256	51,628	49,763	1,865	4%	92,957
Service charges - water revenue							-		
Service charges - sanitation revenue							-		
Service charges - refuse revenue	8,127	8,550		705	4,907	3,675	1,232	34%	8,550
Rental of facilities and equipment	1,000	1,052		138	462	614	(152)	-25%	1,052
Interest earned - external investments	2,800	2,946		-	1,187	1,430	(243)	-17%	2,946
Interest earned - outstanding debtors	6,692	7,040		1,029	6,597	3,352	3,246	97%	7,040
Dividends received							-		
Fines, penalties and forfeits	70,209	73,860		301	2,917	55,088	(52,171)	-95%	73,860
Licences and permits	5,200	5,470		450	3,050	2,655	395	15%	5,470
Agency services							-		
Transfers and subsidies	245,278	272,618		182	203,811	181,465	22,346	12%	
Other revenue	1,582	1,664		56	672	809	(136)	-17%	272,618
Gains on disposal of PPE	-	-		-	-		-		1,664
Total Revenue (excluding capital transfers and contributions)	455,697	500,885	-	14,108	296,036	319,108	(23,072)	-7%	500,885
Expenditure By Type									
Employee related costs	130,473	147,530		11,205	86,085	89,843	(3,757)	-4%	147,530
Remuneration of councillors	24,291	25,554		1,951	14,061	14,907	(846)	-6%	25,554
Debt impairment	55,000	57,860		-	183	33,752	(33,568)	-99%	57,860
Depreciation & asset impairment	51,181	56,520		-	-	32,970	(32,970)	-100%	56,520
Finance charges	2,900	2,505		-	1,173	1,461	(288)	-20%	2,505
Bulk purchases	70,000	80,941		6,618	44,858	46,925	(2,067)	-4%	80,941
Other materials	8,909	13,590		666	7,096	9,442	(2,347)	-25%	13,590
Contracted services	59,841	53,788		8,314	54,006	33,945	20,061	59%	53,788
Transfers and subsidies	3,580	3,740		246	1,508	2,060	(552)	-27%	3,740
Other expenditure	42,994	40,562		3,357	30,900	24,184	6,716	28%	40,562
Loss on disposal of PPE	-	(0)		-	-	-	-		(0)
Total Expenditure	449,169	482,591	-	32,357	239,871	289,489	(49,617)	-17%	482,591
Surplus/(Deficit)	6,528	18,293	-	(18,249)	56,164	29,619	26,545	90%	18,293
Transfers and subsidies - capital (monetary allocations)	94,050	73,921		7,276	54,473	64,400	(9,927)	-15%	73,921
Transfers and subsidies - capital (monetary allocations)							-		
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers & contributions	100,578	92,214	-	(10,973)	110,637	94,019			92,214
Taxation									
Surplus/(Deficit) after taxation	100,578	92,214	-	(10,973)	110,637	94,019			92,214
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	100,578	92,214	-	(10,973)	110,637	94,019			92,214
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	100,578	92,214	-	(10,973)	110,637	94,019		-	92,214

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

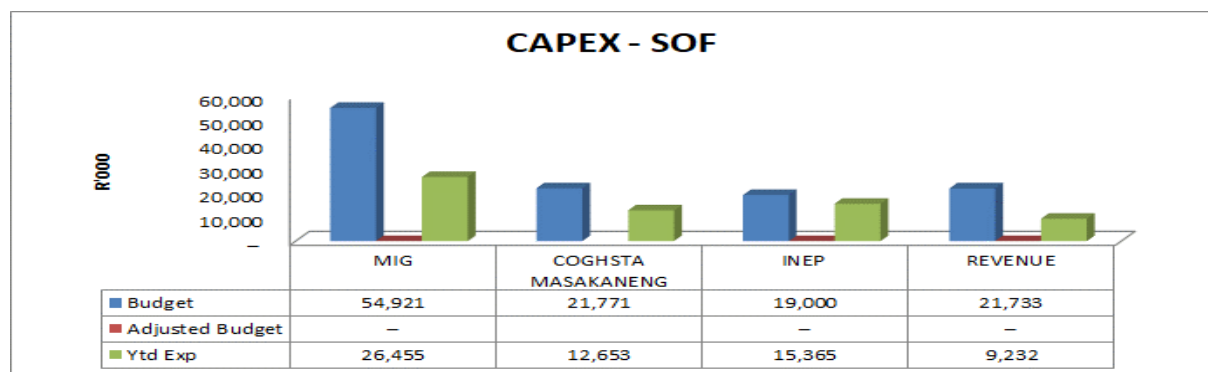
Vote Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2,200	1,800	-	30	569	758	(189)	-25%	1,800
Executive and council							-		
Finance and administration	2,200	1,800		30	569	758	(189)	-25%	1,800
Internal audit							-		
Community and public safety	522	500	-	-	-	500	(500)	-100%	500
Community and social services	522	500		-	-	500	(500)	-100%	500
Sport and recreation							-		
Public safety							-		
Housing							-		
Health							-		
Economic and environmental services	79,449	72,006	-	9,173	43,816	47,101	(3,285)	-7%	72,006
Planning and development							-		
Road transport	79,449	72,006		9,173	43,816	47,101	(3,285)	-7%	72,006
Environmental protection							-		
Trading services	15,087	21,348	-	1,452	14,934	14,273	661	5%	21,348
Energy sources	13,487	19,522		1,132	13,987	12,447	1,540	12%	19,522
Water management							-		
Waste water management							-		
Waste management	1,600	1,826		321	947	1,826	(879)	-48%	1,826
Other							-		
Total Capital Expenditure - Functional Classification	97,258	95,654	-	10,655	59,319	62,632	(3,313)	-5%	95,654
Funded by:									
National Government	62,910	73,921		10,304	50,086	48,449	1,638	3%	73,921
Provincial Government	18,931	-					-		
District Municipality							-		
Other transfers and grants							-		
Transfers recognised - capital	81,841	73,921	-	10,304	50,086	48,449	1,638	3%	73,921
Borrowing							-		
Internally generated funds	15,417	21,733		351	9,232	14,183	(4,951)	-35%	21,733
Total Capital Funding	97,258	95,654	-	10,655	59,319	62,632	(3,313)	-5%	95,654

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1,400	-	-	-	-	-	-	-	-
Vote 5 - Community Services	1,600	-	-	-	-	-	-	-	-
Vote 6 - Technical Services	25,714	50,583	-	3,982	30,235	33,094	(2,860)	-9%	50,583
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	28,714	50,583	-	3,982	30,235	33,094	(2,860)	-9%	50,583
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	500	-	-	-	-	-	-	500
Vote 4 - Corporate Services	800	1,800	-	30	569	1,258	(689)	-55%	1,800
Vote 5 - Community Services	522	1,826	-	321	947	1,826	(879)	-48%	1,826
Vote 6 - Technical Services	67,222	40,945	-	6,322	27,568	26,454	1,115	4%	40,945
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	68,544	45,071	-	6,673	29,084	29,538	(454)	-2%	45,071
Total Capital Expenditure	97,258	95,654	-	10,655	59,319	62,632	(3,313)	-5%	95,654

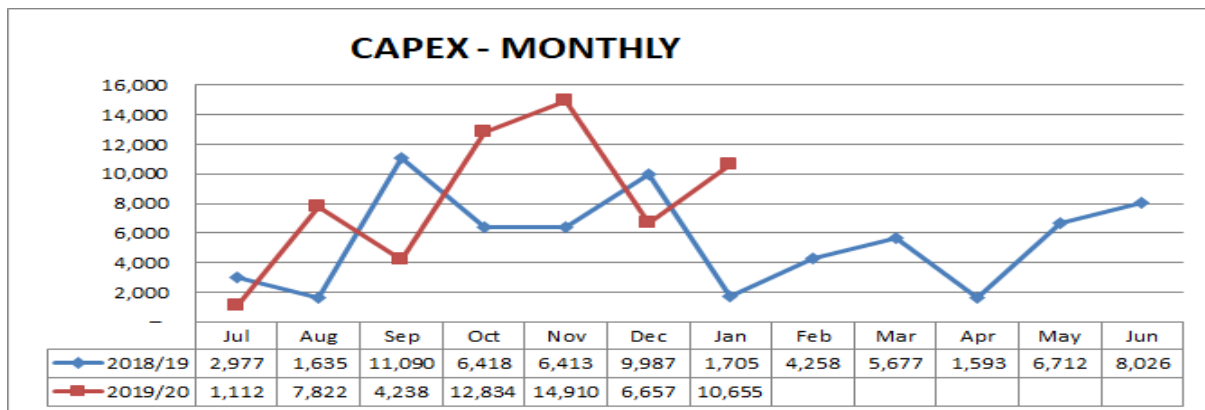
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of January 2020, R10, 655 million spending is incurred and that increased the year to date expenditure to R59, 319 million whilst the year to date budget is R62, 632 million and this gave rise to under spending variance of R3, 313 million that translates to 5%.

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 R95, 654 million, R54, 921 million is funded from Municipal Infrastructure grant, R19, 000 million from Integrated National Electrification Programme and R21, 733 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 2018/19 and 2019/20 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2018/19	Budget Year 2019/20			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	3,136	4,882		11,809	4,882
Call investment deposits	67,292	24,155		–	24,155
Consumer debtors	45,009	41,950		53,934	41,950
Other debtors	89,584	40,727		62,394	40,727
Current portion of long-term receivables	–	–		–	–
Inventory	6,328	3,300		8,063	3,300
Total current assets	211,349	115,014	–	136,200	115,014
Non current assets					
Long-term receivables	–	–			–
Investments	–	–			–
Investment property	54,139	53,739		58,240	53,739
Investments in Associate	–	–			–
Property, plant and equipment	997,723	1,055,765		1,064,322	1,055,765
Biological					
Intangible	85	85		39	85
Other non-current assets	1,237	13,476		37	13,476
Total non current assets	1,053,184	1,123,066	–	1,122,639	1,123,066
TOTAL ASSETS	1,264,533	1,238,080	–	1,258,839	1,238,080
LIABILITIES					
Current liabilities					
Bank overdraft	–	–			–
Borrowing	5,002	9,686		10,192	9,686
Consumer deposits	5,373	4,860		5,543	4,860
Trade and other payables	126,449	60,924		86,561	60,924
Provisions	3,715	5,658		11,358	5,658
Total current liabilities	140,539	81,128	–	113,655	81,128
Non current liabilities					
Borrowing	23,097	13,554		13,469	13,554
Provisions	98,000	90,142		85,088	90,142
Total non current liabilities	121,097	103,696	–	98,557	103,696
TOTAL LIABILITIES	261,637	184,824	–	212,212	184,824
NET ASSETS	1,002,897	1,053,256	–	1,046,627	1,053,256
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,002,897	1,053,256		1,046,627	1,053,256
Reserves	–	–		–	–
TOTAL COMMUNITY WEALTH/EQUITY	1,002,897	1,053,256	–	1,046,627	1,053,256

The above table shows that community wealth amounts to R1, 046 billion, total liabilities R212, 212 million and the total assets R1, 258 billion. Non-current liabilities are mainly made up of borrowing and provisions for long service award, landfill site. Taking the current liabilities and current assets together, the municipality has current ratio of 1.2:1 that is slightly above the norm of 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	2018/19	Budget Year 2019/20							
	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	18,029	21,878		1,807	14,512	17,364	(2,851)	-16%	21,878
Service charges	69,861	91,398		7,240	50,153	45,195	4,958	11%	91,398
Other revenue	30,398	17,441		1,916	14,040	23,865	(9,825)	-41%	17,441
Government - operating	186,331	272,618		619	204,955	181,465	23,490	13%	272,618
Government - capital	93,601	73,921		-	53,434	64,400	(10,966)	-17%	73,921
Interest	3,493	3,861		68	1,860	3,833	(1,972)	-51%	3,861
Dividends	-	-					-		-
Payments									
Suppliers and employees	(280,260)	(372,021)		(32,111)	(305,029)	(249,735)	55,295	-22%	(372,021)
Finance charges	(1,397)	(2,505)		-	(1,419)	(1,253)	167	-13%	(2,505)
Transfers and Grants	(1,919)	(3,740)		(246)	(1,508)	(1,790)	(282)	16%	(3,740)
NET CASH FROM/(USED) OPERATING ACTIVITIES	118,137	102,851	-	(20,708)	30,997	83,344	52,347	63%	102,851
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	3,022	-		-	-	-	-		-
Decrease (Increase) in non-current debtors	-	-		12,263	22,345	-	22,345	#DIV/0!	-
Decrease (increase) other non-current receivables	150	-		-	-	-	-		-
Decrease (increase) in non-current investments	-	-		-	-	-	-		-
Payments									
Capital assets	(48,052)	(88,001)		(10,655)	(61,208)	(54,203)	7,004	-13%	(88,001)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(44,880)	(88,001)	-	1,608	(38,863)	(54,203)	(15,341)	28%	(88,001)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-					-		-
Borrowing long term/refinancing	-	-					-		-
Increase (decrease) in consumer deposits	124	(400)		33	158	(916)	1,073	-117%	(400)
Payments									
Repayment of borrowing	(9,147)	(9,686)		(807)	(5,466)	(3,533)	1,933	-55%	(9,686)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(9,023)	(10,086)	-	(774)	(5,308)	(4,448)	860	-19%	(10,086)
NET INCREASE/ (DECREASE) IN CASH HELD	64,234	4,764	-	(19,874)	(13,174)	24,692			4,764
Cash/cash equivalents at beginning:	6,194	24,273			24,982	24,273			24,982
Cash/cash equivalents at month/year end:	70,428	29,037	-		11,809	48,965			29,746

Table C7 presents details pertaining to cash flow performance. As at end of January 2020, the net cash inflow from operating activities is R30, 997 million whilst net cash outflow from investing activities is R38, 863 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R5, 308 million. The cash and cash equivalent held at end of January 2020 amounted to R11, 809 million and the net effect of the above cash flows is cash inflow movement of R13, 174 million. The cash and cash equivalent at end of the reporting period of R11, 809 million, is made up of cash in the primary bank account amounting to R11, 809 million and no short-term investment.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Property rates	3%	The projected monthly revenue appear to be low in light of the actual revenue performance	There might be upwards revenue adjustment should the account continue to underperform
Service charges - electricity revenue	4%	The projected monthly revenue appear to be too lower in light of the actual revenue performance	There might be upwards revenue adjustment should the account continue to underperform
Service charges - refuse revenue	34%	The actual revenue generated in more than the projected monthly revenue	The budget will be adjusted upwards in the main adjustment budget
Rental of facilities and equipment	-25%	The majority of the rented assets are not at arm's length transactions	The rental amount should be market related
Interest earned - external investments	-17%	The projected interest to be realised was overprojected	The budget will be adjusted downwards in the main adjustment budget
Interest earned - outstanding debtors	97%	The projected interest to be realised was overprojected	The budget will be adjusted downwards in the main adjustment budget
Fines, penalties and forfeits	-95%	The municipality is still applying cash basis of accounting as opposed to accrual method	The traffic fines systems (TMT and TCS) to be integrated with munsoft so that traffic fines will be realised and reported on as and when issued
Licences and permits	15%	The actual revenue generated in less than the projected monthly revenue	The budget will be adjusted upwards in the main adjustment budget
Transfers and subsidies	12%	The first tranche of equitable share was higher than the projection thereof	No remedial action is needed as all budgeted grants have been gazetted
Other revenue	-17%	The actual revenue generated is less than the projected monthly revenue	The budget will be adjusted downwards in the main adjustment budget
Expenditure By Type			
Employee related costs	-4%	The actual expenditure incurred on employee related costs is less than the projected monthly expenditure	The budget will be adjusted downwards in the main adjustment budget
Remuneration of councillors	-6%	The actual expenditure incurred on remuneration of councillors is less than the projected monthly expenditure	The budget will be adjusted downwards in the main adjustment budget
Depreciation & asset impairment	-100%	Depreciation is still calculated at year end	Asset management system must be integrated with munsoft so that the monthly depreciation movement can be interfaced and reported on
Finance charges	-20%	Finance charges is mainly for finance lease and the leased invoices are not captured before System closure	The Invoices will be reflected on the following Month
Bulk purchases	-4%	The current Eskom bill was paid but not captured on munsoft	All processed invoices must be captured on munsoft before month end system closure
Other materials	-25%	The discrepancy is caused by non spending on repairs and maintenance and the major portion of other materials comes from this account	The departments with repairs and maintenance to accelerate spending thereof
Contracted services	59%	The actual expenditure incurred is more than the projected monthly expenditure	The Line item will be monitored at measure to cap the expenditure will be implemented
Transfers and subsidies	-27%	The actual expenditure incurred was less than the projected monthly expenditure	There might be downwards Expenditure adjustment should the account continue to underperform
Other expenditure	28%	The actual expenditure incurred is more than the projected monthly expenditure	The budget will be monitored for adjustment should the trend continue

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	3%	The spending on grants funded capital projects are in line with the projected expenditure thereof	No remedial action is needed
Internally generated funds	-35%	The spending on internally generated funded capital projects are in line with the projected expenditure thereof	No remedial action is needed
Cash Flow			
Service charges	11%	The collection rate on service charges is below the projected rate	To review the projected collection rate during adjustment
Other revenue	-41%	The collection rate on tender documents (grants funded) for 2019/20 are not selling as projected	This need to be looked into
Government - operating	13%	The first tranche of equitable share was higher than the projection thereof	No remedial action is needed as all budgeted grants have been gazetted
Interest	-51%	Interest on Outstanding Debtors isn't as projected due to the under collection from debtors	Finance department to strengthen the credit control measures in ensuring improved collection rate
Suppliers and employees	-22%	The actual costs incurred is above the projected costs	No remedial action is needed
Capital assets	-13%	The projected capital expenditure on capex is lower than the actual spending thereof	No remedial action is needed
Transfers and Grants	16%	The payments relating to this account are slightly over projected for the previous months	No remedial action is needed
Increase (decrease) in consumer deposits	-117%	Consumer deposits were significantly higher than the projection thereof	No remedial action is needed
Repayment of borrowing	-55%	Projected repayments were lower than the actual Payment	No remedial action is needed

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2019/20										Actual Bad Debts Written Off	Impairment - Bad Debts	
	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			
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	8,200	1,195	249	68	74	66	318	2,845	13,016	3,372			
Receivables from Non-exchange Transactions - Property Rates	2,991	1,413	1,191	1,063	1,050	1,040	8,170	23,944	40,862	35,266			
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-	-			
Receivables from Exchange Transactions - Waste Management	704	451	389	380	378	374	2,133	7,924	12,733	11,189			
Receivables from Exchange Transactions - Property Rental Debtors	51	9	8	8	8	9	104	875	1,072	1,004			
Interest on Arrear Debtor Accounts	1,032	998	957	926	898	874	4,613	18,416	28,713	25,726			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-			
Other	1,011	(23)	(171)	(21)	(57)	13	528	89	1,368	552			
Total By Income Source	13,988	4,043	2,623	2,423	2,351	2,377	15,865	54,094	97,763	77,109	-	-	
2018/19 - totals only	14,655	2,529	2,370	2,001	2,229	2,051	11,203	43,070	80,108	60,554			
Debtors Age Analysis By Customer Group													
Organs of State	1,671	882	702	579	487	539	3,383	11,940	20,184	16,929			
Commercial	7,196	946	360	330	335	305	1,599	7,875	18,945	10,444			
Households	4,258	1,541	1,050	1,009	1,026	1,030	6,314	21,868	38,096	31,247			
Other	863	674	511	505	503	502	4,568	12,411	20,538	18,490			
Total By Customer Group	13,988	4,043	2,623	2,423	2,351	2,377	15,865	54,094	97,763	77,109	-	-	

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of January amount to R97, 763 million. The debtors' book is made up as follows:

- Rates 42%
- Electricity 13%
- Rental 1%
- Refuse removal 13%
- Interest on Debtors 29%
- Other 1%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

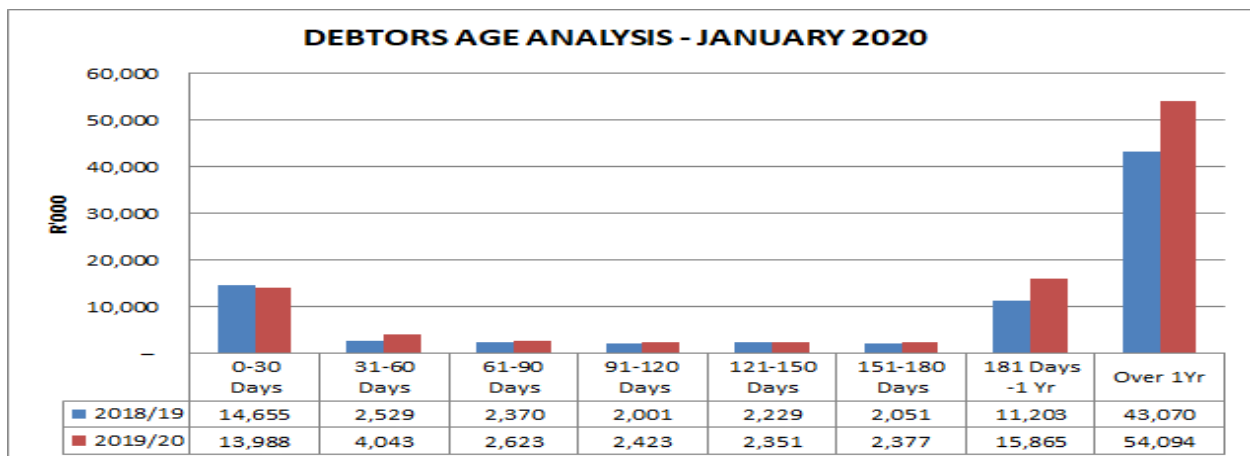
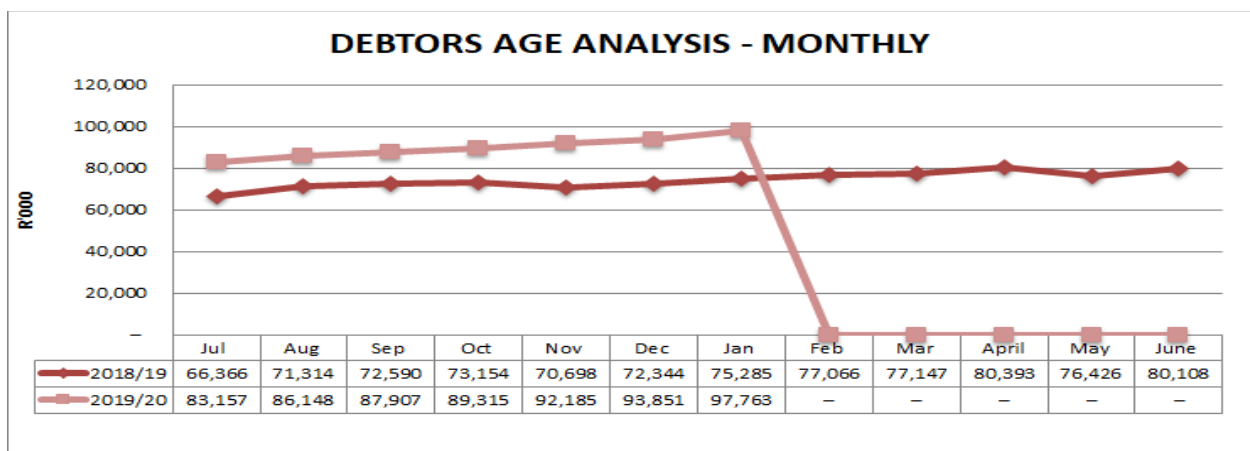


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2018/19 financial year and 2019/20 (as at end of January 2020) whilst the latter shows monthly movement of debtors for both the current financial year and the 2018/19 financial year. The debtors book is materially less than the 2019/20 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

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

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	ACCOUNT STATUS	OCC/OWN	OUTSTANDING BALANCE
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	1,836,847
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	958,894
9900067	WATER PURIFICATION PLANT (SDM)	ACTIVE	OCCUPIER	395,805
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OWNER	302,729
5617	GROBLERSDAL VLEISMARK PTY LTD	ACTIVE	OWNER	274,160
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	268,223
5001708	UNITRADE 518 (PTY) LTD	ACTIVE	OWNER	268,080
211693	BOXER SUPERSTORE ATT KERSHNEE	ACTIVE	OCCUPIER	261,307
9000276	DEPARTMENT OF PUBLIC WORKS-PROVINCIAL	ACTIVE	OWNER	256,629
80000478	DAYBREAK PROP 3 PTY LTD	ACTIVE	OWNER	253,280
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	238,177
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	238,162
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	222,120
37850	WORLD WATCH TRADING 136 CC	ACTIVE	OCCUPIER	221,634
201885	SHOPRITE CHECKERS (PTY) LTD	ACTIVE	OCCUPIER	217,362
5002109	VAN AARD FJ(MAPOCHH)	ACTIVE	OCCUPIER	199,775
9000400	UITZOECHT LANDGOED CC	ACTIVE	OWNER	197,041
9002503	GOUWS BOERDERY TRUST	ACTIVE	OWNER	192,509
200106	ANABEL AND T INVESTMENTS (WALTLOO MEAT & CHICKEN)	ACTIVE	OCCUPIER	191,573
2913	SHOPRITE/CHECKERS	ACTIVE	OCCUPIER	190,745
TOTAL				7,185,051

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2019/20									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	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 paid through direct/straight payments that do not 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

CODE	CREDITOR NAME	AMOUNT
80969	K2019506789 (SA) PTY LTD	188,600
479	HUTJO TRADING ENTERPRISE	143,997
41027	KDM TRAVEL EXPRESS	103,221
80966	MAHONGELA PROJECTS	95,500
41017	RONELI DEVELOPERS PTY LTD	61,750
80317	REJOICE 200 CONSTRUCTION & PRO	29,400
80971	FUTURE AND JOY TRADING	28,830
80970	MONGEZI AMANDA TRADING	28,154
80935	PHUTHUMANATHI SYSTEMS	27,900
41085	T SELONA TRADING	27,450
80968	SNN COMMUNICATIONS	27,200
37514	LEJAKATHATA PROJECT	25,875
80295	YOUNG LADY CONSTRUCTION AND SE	24,200
80638	BEN STRUCTURAL STEEL	16,000
37795	MOLWELANG MARKETING & PROMOTIO	15,400
80653	BABIRWA TRAVEL	6,877
TOTAL		850,354

The above table presents the top creditors paid during the month of January 2020 and an amount of R850, 354 thousand were paid to these creditors within 30 days.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2018/19	Budget Year 2019/20							
	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:	245,278	272,618	-	-	204,955	181,465	23,490	13%	272,618
Local Government Equitable Share	237,506	269,009		-	201,757	178,130	23,627	13%	269,009
Finance Management	1,770	2,235		-	2,235	2,235	-		2,235
EPWP Incentive	1,002	1,374		-	963	1,100	(137)	-12%	1,374
Energy Efficiency and Demand Management	5,000	-		-	-	-			-
Provincial Government:	-	-	-	-	-	-	-		-
N/A							-		
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total Operating Transfers and Grants	245,278	272,618	-	-	204,955	181,465	23,490	13%	272,618
Capital Transfers and Grants									
National Government:	72,279	73,921	-	-	53,444	64,400	(10,956)	-17%	73,921
Municipal Infrastructure Grant (MIG)	62,270	54,921		-	39,444	49,500	(10,056)	-20%	54,921
Integrated National Electrification Grant	10,009	19,000		-	14,000	14,900	(900)	-6%	19,000
Provincial Government:	21,771	-	-	-	-	-	-		-
Coghsta - Development	21,771	-		-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total Capital Transfers and Grants	94,050	73,921	-	-	53,444	64,400	(10,956)	-17%	73,921
TOTAL RECEIPTS OF TRANSFERS & GRANTS	339,328	346,539	-	-	258,399	245,865	12,534	5%	346,539

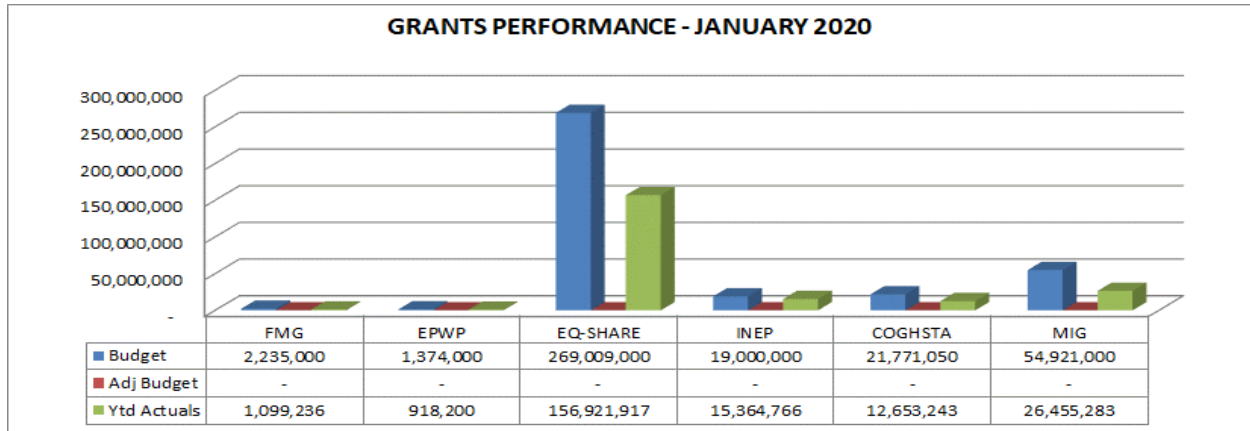
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R258, 399 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R201 757 million; Integrated National Electrification Programme amounting to R14 000 million and Municipal Infrastructure Grant amounting to R39 444 million, Expanded Public Works Programme R963 thousand, Financial Management Grant amounting to R2, 235 million were received. All 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	2018/19	Budget Year 2019/20							
	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:	245,278	272,618	-	22,599	158,939	181,465	(22,526)	-12%	272,618
Local Government Equitable Share	237,506	269,009		22,417	156,922	178,130	(21,208)	-12%	269,009
Finance Management	1,770	2,235		42	1,099	2,235	(1,136)	-51%	2,235
EPWP Incentive	1,002	1,374		140	918	1,100	(182)	-17%	1,374
Energy Efficiency and Demand Management	5,000	-				-	-		-
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A									
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total operating expenditure of Transfers and Grants:	245,278	272,618	-	22,599	158,939	181,465	(22,526)	-12%	272,618
Capital expenditure of Transfers and Grants									
National Government:	72,279	73,921	-	4,894	41,820	60,400	(18,580)	-31%	73,921
Municipal Infrastructure Grant (MIG)	62,270	54,921		3,714	26,455	49,500	(23,045)	-47%	54,921
Intergrated National Electrification Grant	10,009	19,000		1,180	15,365	10,900	4,465	41%	19,000
Provincial Government:	21,771	21,771	-	2,382	12,653	4,256	8,397	197%	21,771
Coghsta - Development	21,771	21,771		2,382	12,653	4,256	8,397	197%	21,771
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total capital expenditure of Transfers and Grants	94,050	95,692	-	7,276	54,473	64,656	(10,183)	-16%	95,692
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	339,328	368,310	-	29,875	213,413	246,121	(32,709)	-13%	368,310

An amount of R29, 875 million has been spent on grants during the month of January 2020 and the year to date actuals is 213, 413 million whilst the year to date budget amounts to R246, 121 million and this results in overspending variance of R32, 709 million that translates to negative 13%. Of the total spending amounting to R29, 875 million, R22, 599 million is spent on operational grants whilst R7, 276 million is spent of capital grants.

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 January 2020. The grants expenditure are shown below in percentages:

- Financial Management Grant 49.18%
- Expanded Public Work Programme 66.83%
- Equitable Share 58.33%
- Integrated National Electrification Grant 80.87%
- COGHSTA – Masakaneng Development 58.12%
- Municipal Infrastructure Grant 48.17%

Supporting Table: SC7 (2) – Expenditure against approved rollovers

Description	Budget Year 2019/20				
	Approved Rollover 2018/19	Monthly actual	YearTD actual	YTD variance	YTD variance
EXPENDITURE					
Operating expenditure of Approved Roll-overs					
National Government:	-	-	-	-	
Local Government Equitable Share	-			-	
Finance Management	-			-	
EPWP Incentive	-			-	
Energy Efficiency and Demand Management	-			-	
Provincial Government:	-	-	-	-	
N/A				-	
District Municipality:	-	-	-	-	
N/A				-	
Other grant providers:	-	-	-	-	
N/A				-	
Total operating expenditure of Approved Roll-overs	-	-	-	-	
Capital expenditure of Approved Roll-overs					
National Government:	-	-	-	-	
Municipal Infrastructure Grant (MIG)				-	
Intergrated National Electrification Grant				-	
Provincial Government:	-	-	-	-	
Coghsta - Development				-	
District Municipality:	-	-	-	-	
N/A				-	
Other grant providers:	-	-	-	-	
N/A				-	
Total capital expenditure of Approved Roll-overs	-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	-	-	-	-	

Table SC7 (2) provides details for expenditure on approved rollovers. The municipality applied for Municipal Infrastructure Grant roll over (amount not spend in 2018-19 financial year). Roll over approval amounted to R1, 500 million which relate to MIG and will be implemented during the adjustment budget.

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	2018/19	Budget Year 2019/20							
	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	14,450	15,201		1,126	8,330	8,867	(538)	-6%	15,201
Pension and UIF Contributions	1,657	1,744		140	964	1,017	(53)	-5%	1,744
Medical Aid Contributions	351	369		27	191	215	(24)	-11%	369
Motor Vehicle Allowance	5,334	5,611		414	2,878	3,273	(396)	-12%	5,611
Cellphone Allowance	2,499	2,629		226	1,573	1,533	39	3%	2,629
Housing Allowances	-	-					-		-
Other benefits and allowances	-	-		18	125		125	#DIV/0!	-
Sub Total - Councillors	24,291	25,554	-	1,951	14,061	14,907	(846)	-6%	25,554
% increase		5%							5%
Senior Managers of the Municipality									
Basic Salaries and Wages	4,532	5,150		358	2,510	3,004	(494)	-16%	5,150
Pension and UIF Contributions	245	172		14	95	100	(5)	-5%	172
Medical Aid Contributions	102	64		7	46	37	9	25%	64
Overtime	-	-					-		-
Performance Bonus	-	-					-		-
Motor Vehicle Allowance	760	918		55	383	536	(153)	-28%	918
Cellphone Allowance	141	188		14	98	110	(12)	-11%	188
Housing Allowances	-	-					-		-
Other benefits and allowances	528	331		18	351	317	34	11%	331
Payments in lieu of leave	-	-					-		-
Long service awards	-	-					-		-
Post-retirement benefit obligations	-	-					-		-
Sub Total - Senior Managers of Municipality	6,308	6,824	-	465	3,483	4,104	(621)	-15%	6,824
% increase		8%							8%
Other Municipal Staff									
Basic Salaries and Wages	79,451	91,339		7,322	52,354	53,281	(927)	-2%	91,339
Pension and UIF Contributions	16,141	18,714		1,481	10,413	10,916	(503)	-5%	18,714
Medical Aid Contributions	4,726	4,761		487	3,178	2,777	401	14%	4,761
Overtime	2,108	1,948		85	652	1,136	(485)	-43%	1,948
Performance Bonus	-	-					-		-
Motor Vehicle Allowance	10,043	11,571		922	6,477	6,750	(273)	-4%	11,571
Cellphone Allowance	1,147	1,171		148	1,042	683	359	53%	1,171
Housing Allowances	160	437		15	102	740	(639)	-86%	437
Other benefits and allowances	8,638	8,329		102	7,688	7,998	(310)	-4%	8,329
Payments in lieu of leave	1,173	1,951		23	388	1,138	(750)	-66%	1,951
Long service awards	578	486		155	308	318	(9)	-3%	486
Post-retirement benefit obligations	-	-					-		-
Sub Total - Other Municipal Staff	124,165	140,707	-	10,740	82,602	85,739	(3,137)	-4%	140,707
% increase		13%							13%
Total Parent Municipality	154,764	173,085	-	13,155	100,146	104,749	(4,603)	-4%	173,085
		12%							12%
TOTAL SALARY, ALLOWANCES & BENEFITS	154,764	173,085	-	13,155	100,146	104,749	(4,603)	-4%	173,085
% increase		12%							12%
TOTAL MANAGERS AND STAFF	130,473	147,530	-	11,205	86,085	89,843	(3,757)	-4%	147,530

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of January 2020 amounts to R100, 146 million and the year to date budget is R104, 749 million and the expenditure for remuneration of councilors amounts to R14, 061 million while the year to date budget is R14, 907 million. The year to date actual expenditure for senior managers is R3, 483 million and the year to date budget thereof is R4, 104 million. There is one senior management vacant position (Budget and Treasury) and this is causing underspending variance on budget performance for senior management. The year to date actuals for other municipal staff is R82, 602 million and the year to date budget is R85, 739 million. The remuneration of councilors, senior manager and other municipal staff category has under spending variance, and there is only one vacant position in the senior management level and the position will be filled.

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

Description	Budget Year 2019/20												2019/20 Medium Term Revenue		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year +1	Budget Year +2
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source															
Property rates	2,340	2,014	2,246	2,012	2,102	1,991	1,807	1,823	1,823	1,823	1,823	73	21,878	27,452	28,934
Service charges - electricity revenue	5,598	6,336	6,911	7,093	7,290	7,485	6,902	6,741	6,741	6,741	6,741	12,803	87,380	86,220	90,876
Service charges - water revenue															
Service charges - sanitation revenue															
Service charges - refuse	428	406	338	342	360	327	338	335	335	335	335	140	4,018	4,596	4,844
Rental of facilities and equipment	17	188	59	24	34	43	25	59	59	59	59	79	705	721	760
Interest earned - external investments	425	456	233	41				245	245	245	245	809	2,946	3,105	3,272
Interest earned - outstanding debtors	150	133	127	102	52	74	68	76	76	76	76	(95)	915	1,484	1,564
Dividends received															
Fines, penalties and forfeits								800	800	800	800	6,401	9,602	10,120	10,667
Licences and permits	475	481	456	521	415	289	450	456	456	456	456	559	5,470	5,766	6,077
Agency services															
Transfer receipts - operating	112,431	2,235			19,963	69,707	619	23,135	23,135	23,135	23,135	(24,876)	272,618	291,737	314,255
Other revenue	1,285	1,215	2,271	1,371	1,521	1,458	1,441	139	139	139	139	(9,452)	1,664	1,754	1,849
Cash Receipts by Source	123,149	13,464	12,640	11,507	31,737	81,374	11,649	33,809	33,809	33,809	33,809	(13,559)	407,197	432,954	463,098
Other Cash Flows by Source															
Transfer receipts - capital	30,967				5,000	17,467		6,160	6,160	6,160	6,160	(4,153)	73,921	74,234	75,773
Contributions & Contributed assets															
Proceeds on disposal of PPE															
Short term loans															
Borrowing long term/refinancing															
Increase in consumer deposits	56	113	61	(115)	2	7	33					(558)	(400)	(350)	(300)
Receipt of non-current debtors			4,651	2,585	2,846		12,263					(22,345)			
Receipt of non-current receivables															
Change in non-current investments															
Total Cash Receipts by Source	154,172	13,577	17,352	13,977	39,585	98,849	23,946	39,969	39,969	39,969	39,969	(40,615)	480,718	506,838	538,571
Cash Payments by Type															
Employee related costs	11,243	11,085	11,107	12,045	11,072	18,328	11,205	12,609	12,609	12,609	12,609	11,010	147,530	157,231	165,564
Remuneration of councillors	1,936	1,903	2,102	2,238	1,951	1,981	1,951	2,130	2,130	2,130	2,130	2,975	25,554	27,266	28,093
Interest paid	255			731	217	217		207	207	207	207	256	2,505	1,141	53
Bulk purchases - Electricity	85	8,918	9,123	7,369	6,053	6,691	6,618	6,382	6,382	6,382	6,382	10,554	80,941	93,406	107,884
Bulk purchases - Water & Sewer															
Other materials	289	598	990	1,306	803	2,443	666	773	773	773	773	(1,069)	9,120	9,612	9,831
Contracted services	7,339	3,265	7,503	8,035	5,181	14,370	8,314	4,990	4,990	4,990	4,990	(17,699)	56,268	58,464	61,929
Grants and subsidies paid - other municipalities												3,740	3,740	3,942	4,155
Grants and subsidies paid - other	217	228	142	209	119	347	246	312	312	312	312	(2,755)			
General expenses	6,799	3,168	4,748	5,317	2,254	5,258	3,357	4,247	4,247	4,247	4,247	(5,334)	42,552	40,284	40,150
Cash Payments by Type	28,163	29,164	35,715	37,250	27,650	49,635	32,357	31,650	31,650	31,650	31,650	1,677	368,211	391,346	417,660
Other Cash Flows/Payments by Type															
Capital assets	1,421	9,187	5,542	12,834	14,910	6,657	10,655	6,452	6,452	6,452	6,452	985	88,001	89,158	88,783
Repayment of borrowing	754	763	771	781	790	799	807	807	807	807	807	992	9,686	11,050	2,504
Other Cash Flows/Payments	38,713	6,411		9,746		12,347		838	838	838	838	(60,514)	10,055	13,000	15,000
Total Cash Payments by Type	69,053	45,525	42,028	60,612	43,350	69,438	43,819	39,747	39,747	39,747	39,747	(56,860)	475,953	504,555	523,947
NET INCREASE/(DECREASE) IN CASH HELD	85,119	(31,948)	(24,677)	(46,635)	(3,765)	29,411	(19,874)	222	222	222	222	16,245	4,764	2,283	14,624
Cash/cash equivalents at the month/year beginning:	24,177	109,296	77,348	52,671	6,036	2,271	31,682	11,809	12,030	12,252	12,474	12,696	24,177	28,941	31,224
Cash/cash equivalents at the month/year end:	109,296	77,348	52,671	6,036	2,271	31,682	11,809	12,030	12,252	12,474	12,696	28,941	28,941	31,224	45,848

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 R23, 946 million and the total cash payment for the month were R43, 819 million and this resulted in net decrease in cash held amounting to R19, 874 million. With cash and cash equivalent of R31, 682 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R11, 809 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2018/19	Budget Year 2019/20							
	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	4,292	9,466		1,112	1,112	9,466	8,353	88%	1%
August	1,635	3,712		8,112	9,225	13,178	3,953	30%	10%
September	9,816	14,062		5,020	14,245	27,239	12,994	48%	15%
October	5,461	8,364		12,851	27,096	35,603	8,507	24%	28%
November	6,413	8,687		14,910	42,006	44,290	2,283	5%	44%
December	7,217	9,913		6,657	48,664	54,203	5,539	10%	51%
January	2,762	8,429		10,655	59,319	62,632	3,313	5%	62%
February	5,583	4,675				67,307	–		
March	2,500	10,432				77,739	–		
April	5,844	4,917				82,656	–		
May	8,105	5,184				87,840	–		
June	11,742	7,813				95,654	–		
Total Capital expenditure	71,370	95,654	–	59,319					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of January amounts to R10, 655 million. The year to date actual expenditure incurred is R59, 319 million whilst the year to date budget is R62, 632 million that gives rise to under spending variance of R3, 313 million that translate to 5%.

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

Description	2018/19	Budget Year 2019/20							
	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	47,545	53,043	-	8,153	33,572	31,096	(2,476)	-8%	53,043
Roads Infrastructure	34,057	33,521	-	7,021	19,585	18,649	(936)	-5%	33,521
Roads	34,057	33,521		7,021	19,585	18,649	(936)	-5%	33,521
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Drainage Collection							-		
Electrical Infrastructure	13,487	19,522	-	1,132	13,987	12,447	(1,540)	-12%	19,522
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	13,487	19,522		1,132	13,987	12,447	(1,540)	-12%	19,522
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Waste Processing Facilities							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Other assets	4,947	900	-	-	-	733	733	100%	900
Operational Buildings	4,947	900	-	-	-	733	733	100%	900
Municipal Offices	4,947	900				733	733	100%	900
Pay/Enquiry Points							0%		
Building Plan Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Water Rights							-		
Computer Equipment	1,000	500	-	2	15	420	406	97%	500
Computer Equipment	1,000	500		2	15	420	406	97%	500
Furniture and Office Equipment	400	400	-	-	526	338	(188)	-56%	400
Furniture and Office Equipment	400	400			526	338	(188)	-56%	400
Machinery and Equipment	300	2,326	-	349	975	2,118	1,143	54%	2,326
Machinery and Equipment	300	2,326		349	975	2,118	1,143	54%	2,326
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on new assets	54,192	57,169	-	8,503	35,088	34,706	(382)	-1%	57,169

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

Description	2018/19	Budget Year 2019/20							
	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	40,944	21,663	-	2,152	15,320	14,498	(823)	-6%	21,663
Roads Infrastructure	40,944	21,663	-	2,152	15,320	14,498	(823)	-6%	21,663
Roads	40,944	21,663		2,152	15,320	14,498	(823)	-6%	21,663
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Community Assets	522	-	-	-	-	-	-		-
Community Facilities	522	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria	522	-	-	-	-	-	-		-
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Water Rights							-		
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	41,466	21,663	-	2,152	15,320	14,498	(823)	-5.7%	21,663

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

Description	2018/19	Budget Year 2019/20							
	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	6,704	6,756	-	384	3,481	4,450	969	22%	6,756
Roads Infrastructure	2,000	2,000	-	54	161	1,500	1,339	89%	2,000
Roads	2,000	2,000		54	161	1,500	1,339	89%	2,000
Road Structures							-		
Road Furniture							-		
Electrical Infrastructure	1,000	1,052	-	-	1,593	789	(804)	-102%	1,052
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	1,000	1,052		-	1,593	789	(804)	-102%	1,052
Solid Waste Infrastructure	3,704	3,704	-	329	1,727	2,161	434	20%	3,704
Landfill Sites	3,704	3,704		329	1,727	2,161	434	20%	3,704
Waste Transfer Stations							-		
Other assets	1,000	1,052	-	69	1,412	701	(711)	-101%	1,052
Operational Buildings	1,000	1,052	-	69	1,412	701	(711)	-101%	1,052
Municipal Offices	1,000	1,052		69	1,412	701	(711)	-101%	1,052
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Solid Waste Licenses							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	1,670	1,757	-	291	1,009	1,143	134	12%	1,757
Machinery and Equipment	1,670	1,757		291	1,009	1,143	134	12%	1,757
Transport Assets	1,000	1,052	-	132	1,388	789	(599)	-76%	1,052
Transport Assets	1,000	1,052		132	1,388	789	(599)	-76%	1,052
Total Repairs and Maintenance Expenditure	10,374	10,617	-	875	7,291	7,083	(207)	-3%	10,617

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

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class									
Infrastructure	34,653	39,133	-	-	-	20,550	20,550	100%	39,133
Roads Infrastructure	25,147	29,133	-	-	-	16,994	16,994	100%	29,133
Roads	25,147	29,133				16,994	16,994	100%	29,133
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	3,712	3,905	-	-	-	-	-		3,905
Attenuation							-		
Electrical Infrastructure	5,166	5,434	-	-	-	3,170	3,170	100%	5,434
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors	5,166	5,434				3,170	3,170	100%	5,434
MV Networks							-		
Solid Waste Infrastructure	629	662	-	-	-	386	386	100%	662
Landfill Sites	629	662				386	386	100%	662
Waste Transfer Stations							-		
Community Assets	2,918	3,070	-	-	-	1,791	1,791	100%	3,070
Community Facilities	2,918	3,070	-	-	-	1,791	1,791	100%	3,070
Libraries							-		
Cemeteries/Crematoria	2,918	3,070				1,791	1,791	100%	3,070
Police							-		
Other assets	2,180	2,293	-	-	-	1,338	1,338	0	2,293
Operational Buildings	2,180	2,293	-	-	-	1,338	1,338	100%	2,293
Municipal Offices	2,180	2,293				1,338	1,338	100%	2,293
Workshops							-		
Intangible Assets	378	398	-	-	-	1,225	1,225	100%	398
Servitudes							-		
Licences and Rights	378	398	-	-	-	1,225	1,225	100%	398
Computer Software and Applications	378	398				1,225	1,225	100%	398
Computer Equipment	1,518	1,597	-	-	-	931	931	100%	1,597
Computer Equipment	1,518	1,597				931	931	100%	1,597
Furniture and Office Equipment	3,817	4,015	-	-	-	2,342	2,342	100%	4,015
Furniture and Office Equipment	3,817	4,015				2,342	2,342	100%	4,015
Machinery and Equipment	2,175	2,288	-	-	-	1,335	1,335	100%	2,288
Machinery and Equipment	2,175	2,288				1,335	1,335	100%	2,288
Transport Assets	3,542	3,727	-	-	-	2,174	2,174	100%	3,727
Transport Assets	3,542	3,727				2,174	2,174	100%	3,727
Total Depreciation	51,181	56,520	-	-	-	31,686	31,686	100%	56,520

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

Description	2018/19	Budget Year 2019/20							
	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	1,600	14,346	-	-	8,262	11,162	2,901	26%	14,346
Roads Infrastructure	-	14,346	-	-	8,262	11,162	2,901	26%	14,346
Roads		14,346		-	8,262	11,162	2,901	26%	14,346
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Storm water Conveyance							-		
Attenuation							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	1,600	-	-	-	-	-	-		-
Landfill Sites	1,600	-					-		-
Waste Transfer Stations							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Other assets	-	2,476	-	-	649	2,266	1,617	0	2,476
Operational Buildings	-	2,476	-	-	649	2,266	1,617	71%	2,476
Municipal Offices	-	2,476		-	649	2,266	1,617	71%	2,476
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	1,600	16,822	-	-	8,910	13,428	4,518	34%	16,822

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 R35, 088 million and the year to date budget is R34, 706 million that reflects under spending variance of R382 thousands that translates to 1% variance.

The year to date actuals on renewal of existing assets amounts R15, 320 million, and with the year to date budget of R14, 498 million and this reflects over spending variance of R823 thousands that translates to 5.7% variance.

The year to date actual expenditure on repairs and maintenance is R7, 291 million and the year to date budget is R7, 083 million, reflecting under spending variance of R207 thousand that translates to 3%.

The year to date actual expenditure on upgrading of existing assets is R8, 910 million and the year to date budget is R13, 428 million, reflecting under spending variance of R4, 518 million that translates to 34%.

The year to date actual expenditure on depreciation and asset impairment is nil and the year to date budget is R31, 686 million, reflecting spending variance of nil, that translates to 100% which means the integration between asset management system and core financial system is done bi-annually and this is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is complying with some of mSCOA requirements.

List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	Medium Term Revenue and Expenditure Framework Budget Year 2019/20		
					Original Budget	YTD Actuals	Percentage
Parent municipality:							
Technical Services	Kgapamadi road	Renewal	Infrastructure	Roads Infrastructure	22,816	6,298	28%
Technical Services	Development of masakaneng-COGHSTA	New	Infrastructure	Roads Infrastructure	21,771	11,003	51%
Technical Services	Grobbersdal Landfill site	Upgrade	Community assets	Waste Management	13,000	8,262	64%
Technical Services	Electrification of Tambo Village	New	Infrastructure	Electrical Infrastructure	12,266	9,673	79%
Technical Services	Grobbersdal Roads and Streets	New	Infrastructure	Roads Infrastructure	8,696	7,068	81%
Technical Services	Tambo Road Construction	New	Infrastructure	Roads Infrastructure	8,400	7,372	88%
Technical Services	JJ Zaaiplaas Road	New	Infrastructure	Roads Infrastructure	7,705	1,449	19%
Technical Services	Electrification of Masakaneng	New	Infrastructure	Electrical Infrastructure	3,864	3,792	98%
Technical Services	Motetema Internal Streets	New	Infrastructure	Roads Infrastructure	3,478	497	14%
Technical Services	Development of workshop	New	Other Assets	Operational building	2,476	649	26%
Technical Services	Culverts, road signs	New	Infrastructure	Roads Infrastructure	1,739	–	0%
Technical Services	Upgrading of Bloompoot to Uitspanning Access Road (Design only)	Renewal	Infrastructure	Roads Infrastructure	1,500	384	26%
Technical Services	Upgrading of Dipakapakeng Access Road	Upgrade	Infrastructure	Roads Infrastructure	1,500	–	0%
Technical Services	Electrification of Mashemong	New	Infrastructure	Electrical Infrastructure	1,435	289	20%
Technical Services	Electrification of Ntswelemutse	New	Infrastructure	Electrical Infrastructure	1,435	–	0%
Technical Services	Upgrading of Tafelkop stadium Access Road	Upgrade	Infrastructure	Roads Infrastructure	696	–	0%
Community Services	Lawn mowers and other equipment's	New	Community assets	Machinery and Equipment	522	402	77%
Technical Services	Completion of 2 Highmast light in Ward 10	Renewal	Infrastructure	Electrical Infrastructure	522	266	51%
Corporate Services	Computer Equipment	New	Computer Equipment	Computer Equipment	500	15	3%
Technical Services	Equipment(tools)	New	Equipment	Equipment	500	–	0%
Community Services	Mobile Offices Traffic	New	Community assets	Operational building	500	–	0%
Community Services	Tractor, tractor trailer and slasher	New	Community assets	Machinery and Equipment	478	–	0%
Corporate Services	Furniture and Office Equipment	New	Furniture and Office Equipment	Furniture and Office Equipment	400	526	132%
Technical Services	Air Conditioner	New	Machinery and Equipment	Machinery and Equipment	400	–	0%
Community Services	Twenty skip bins	New	Community assets	Machinery and Equipment	348	–	0%
Community Services	Bin lifter (compatible with self-compressed containers)	New	Machinery and Equipment	Machinery and Equipment	348	–	0%
Community Services	Two trailers	New	Community assets	Equipment	130	–	0%

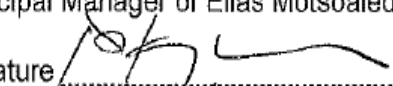
Quality certificate

I, **MESHACK MAHLAGAUME KGWALE**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of January 2020 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature

Date


14/02/2020

