

ELIAS MOTSOALEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

JANUARY 2024

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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 2022-23 financial year audit final report is out the municipality received an unqualified audit opinion with issues.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2023/24			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	680 763 743	-	368 275 171	54%
OPERATING EXPENDITURE	654 216 898	-	321 950 364	49%
TRANSFER - CAPITAL	79 756 000	-	35 142 931	44%
SURPLUS/(DEFICIT)	106 302 845	-	78 841 186	74%
CAPITAL EXPENDITURE	84 156 000	-	36 584 330	43%

Table C1 – Budget Statement Summary

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	54 993	63 025	–	5 720	35 416	36 765	(1 349)	-4%	63 025
Service charges	96 995	125 701	–	8 547	63 962	73 325	(9 364)	-13%	125 701
Investment revenue	2 996	2 306	–	648	4 192	849	3 343	394%	2 306
Transfers and subsidies	338 905	363 745	–	728	251 196	280 825	(29 628)	-11%	363 745
Other own revenue	26 828	125 987	–	1 677	13 509	73 874	(60 366)	-82%	125 987
Total Revenue (excluding capital transfers and contributions)	520 718	680 764	–	17 320	368 275	465 638	(97 363)	-21%	680 764
Employee costs	162 017	194 460	–	13 917	105 664	116 037	(10 373)	-9%	194 460
Remuneration of Councillors	24 855	26 490	–	2 182	16 477	15 452	1 024	7%	26 490
Depreciation & asset impairment	60 629	65 402	–	5 185	35 872	37 308	(1 436)	-4%	65 402
Finance charges	1 623	931	–	150	846	607	239	39%	931
Materials and bulk purchases	129 936	153 791	–	13 284	83 397	83 882	(485)	-1%	153 791
Transfers and subsidies	4 495	3 176	–	758	3 326	796	2 529	318%	3 176
Other expenditure	151 158	209 967	–	8 980	76 369	72 824	3 544	5%	209 967
Total Expenditure	534 713	654 217	–	44 456	321 950	326 907	(4 956)	-2%	654 217
Surplus/(Deficit)	(13 995)	26 547	–	(27 136)	46 325	138 732	(92 407)	-67%	26 547
Transfers and subsidies - capital (monetary allocations)	91 816	79 756	–	–	32 497	64 016	(31 520)	-49%	79 756
Transfers and subsidies - capital (monetary allocations)	–	–	–	–	20	–	20	0%	–
Surplus/(Deficit) after capital transfers & contributions	77 820	106 303	–	(27 136)	78 841	202 748	(123 907)	-61%	106 303
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	77 820	106 303	–	(27 136)	78 841	202 748	(123 907)	-61%	106 303
Capital expenditure & funds sources									
Capital expenditure	98 645	84 156	–	8 137	36 584	43 755	(7 170)	-16%	84 156
Capital transfers recognised	77 457	79 756	–	7 979	35 143	40 961	(5 818)	-14%	79 756
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	21 188	4 400	–	158	1 441	2 794	(1 352)	-48%	4 400
Total sources of capital funds	98 645	84 156	–	8 137	36 584	43 755	(7 170)	-16%	84 156
Financial position									
Total current assets	256 254	248 465	–	–	306 666	–	–	–	248 465
Total non current assets	1 239 934	1 379 378	–	–	1 351 721	–	–	–	1 379 378
Total current liabilities	169 725	124 219	–	–	183 012	–	–	–	124 219
Total non current liabilities	92 008	92 871	–	–	120 017	–	–	–	92 871
Community wealth/Equity	1 234 455	1 410 753	–	–	1 355 358	–	–	–	1 410 753
Cash flows									
Net cash from (used) operating	128 295	56 732	–	(16 373)	74 911	88 177	13 265	15%	56 732
Net cash from (used) investing	(98 645)	(71 634)	–	(8 137)	(36 584)	(39 846)	(3 262)	8%	(71 634)
Net cash from (used) financing	(7 251)	(7 009)	–	(144)	(3 294)	(3 500)	(206)	6%	(7 009)
Cash/cash equivalents at the month/year end	32 939	19 757	–	–	76 701	86 499	9 798	11%	19 757
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	16 841	5 129	4 198	3 911	3 625	4 049	3 929	158 314	199 997
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 R368, 275 million and the year to date budget of R465, 638 million and this reflects a negative variance of R97, 363 million which is mostly attributable to equitable shares received amounting to R248, 179 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 394% favorable variance,
- Interest earned – outstanding debtors: 6% favorable variance,
- Rental of Facilities and Equipment: 3% favorable variance,
- Fines, penalties and forfeits: 94% unfavorable variance
- Services Charges – electricity revenue: 16% unfavorable variance
- Services Charges – refuse revenue: 21% favorable variance
- Licenses and permits: 10% unfavorable variance
- Property rates: 4% unfavorable variance
- Other revenue: 384% unfavorable
- Transfer and subsidies: 11% unfavorable

Operating Expenditure

The year to date operational expenditure as at end of January amounts to R321, 950 million and the year to date budget is R326, 907 million. This reflects underspending variance of R4, 956 million that translates to 2% variance. The variance is attributed underspending variance on depreciation and asset impairment and debt impairment that the municipality is still facing a challenge regarding the computation of monthly movement of the two accounts.

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

- Debt impairment: 100% under performance
- Finance charges: 39% over performance
- Bulk purchase: 11% under performance
- Other material: 39% over performance
- Contracted services: 13% over performance
- Transfer and subsidies: 318% over performance
- Other expenditure: 12% 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 2024 amounts to R36, 584 million and the year to date budget amounts to R43, 755 million and this gives rise to R7, 170 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of January is R78, 841 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 R199,997 million and this shows an increase of R14,470 million as compared to R185, 527 million as at end of 2022-23 financial year.

Consumer debtors is made up of service charges and property rates that amount to R122,486 million and other debtors amounting to R77, 511 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	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	277 768	300 481	-	7 335	192 717	210 398	(17 681)	-8%	300 481
Executive and council	43 728	55 444	-	-	25 476	36 476	(11 000)	-30%	55 444
Finance and administration	220 586	231 152	-	7 335	158 244	162 925	(4 681)	-3%	231 152
Internal audit	13 455	13 884	-	-	8 997	10 997	(2 000)	-18%	13 884
Community and public safety	31 175	129 150	-	414	29 391	81 947	(52 555)	-64%	129 150
Community and social services	10 947	11 327	-	2	7 707	7 741	(33)	0%	11 327
Sport and recreation	17 033	17 595	-	-	14 605	14 616	(12)	0%	17 595
Public safety	3 195	100 228	-	412	7 079	59 590	(52 511)	-88%	100 228
Economic and environmental services	140 432	130 503	-	1 024	74 707	111 601	(36 894)	-33%	130 503
Planning and development	21 669	22 674	-	397	20 443	18 218	2 226	12%	22 674
Road transport	117 952	106 992	-	627	53 558	92 678	(39 120)	-42%	106 992
Environmental protection	811	836	-	-	705	705	0	0%	836
Trading services	163 158	200 386	-	8 547	103 976	125 709	(21 733)	-17%	200 386
Energy sources	126 820	151 238	-	7 476	73 659	90 488	(16 828)	-19%	151 238
Waste management	36 339	49 148	-	1 071	30 316	35 221	(4 904)	-14%	49 148
Total Revenue - Functional	612 533	760 520	-	17 320	400 792	529 655	(128 863)	-24%	760 520
Expenditure - Functional									
Governance and administration	215 448	227 933	-	18 336	134 345	129 998	4 347	3%	227 933
Executive and council	40 873	45 702	-	3 154	26 870	26 802	69	0%	45 702
Finance and administration	162 605	170 758	-	14 844	100 323	94 812	5 512	6%	170 758
Internal audit	11 970	11 472	-	337	7 151	8 384	(1 233)	-15%	11 472
Community and public safety	39 658	118 872	-	2 835	23 126	28 552	(5 425)	-19%	118 872
Community and social services	9 422	9 467	-	478	4 081	5 775	(1 695)	-29%	9 467
Sport and recreation	8 989	14 805	-	858	5 497	8 536	(3 039)	-36%	14 805
Public safety	21 246	94 601	-	1 499	13 549	14 241	(692)	-5%	94 601
Economic and environmental services	120 504	127 771	-	9 101	69 795	73 561	(3 766)	-5%	127 771
Planning and development	18 411	24 992	-	1 412	10 827	14 865	(4 038)	-27%	24 992
Road transport	102 093	102 085	-	7 689	58 968	58 291	677	1%	102 085
Environmental protection	-	695	-	-	-	405	(405)	-100%	695
Trading services	159 103	179 641	-	14 185	94 684	94 796	(112)	0%	179 641
Energy sources	109 850	133 039	-	11 256	68 253	76 287	(8 034)	-11%	133 039
Waste management	49 253	46 602	-	2 928	26 431	18 509	7 922	43%	46 602
Total Expenditure - Functional	534 713	654 217	-	44 456	321 950	326 907	(4 956)	-2%	654 217
Surplus/ (Deficit) for the year	77 820	106 303	-	(27 136)	78 841	202 748	(123 907)	-61%	106 303

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

Vote Description	2022/23	Budget Year 2023/24							
	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	37 271	48 780	-	-	21 310	32 310	(11 000)	-34%	48 780
Vote 2 - Municipal Manager	46 531	48 017	-	-	37 187	37 187	(0)	0%	48 017
Vote 3 - Budget & Treasury	109 827	116 810	-	7 335	76 935	78 548	(1 613)	-2%	116 810
Vote 4 - Corporate Services	50 657	52 321	-	-	33 665	36 732	(3 067)	-8%	52 321
Vote 5 - Community Services	76 536	188 606	-	2 040	65 968	123 874	(57 906)	-47%	188 606
Vote 6 - Technical Services	263 115	276 162	-	7 548	142 385	197 887	(55 502)	-28%	276 162
Vote 7 - Developmental Planning	13 673	14 423	-	397	12 771	12 546	226	2%	14 423
Vote 8 - Executive Support	14 925	15 401	-	-	10 570	10 570	(0)	0%	15 401
Total Revenue by Vote	612 533	760 520	-	17 320	400 792	529 655	(128 863)	-24%	760 520
Expenditure by Vote									
Vote 1 - Executive & Council	35 446	37 797	-	2 899	22 763	22 034	729	3%	37 797
Vote 2 - Municipal Manager	45 914	46 270	-	3 124	26 318	29 889	(3 571)	-12%	46 270
Vote 3 - Budget & Treasury	61 222	61 056	-	4 411	39 646	36 299	3 347	9%	61 056
Vote 4 - Corporate Services	27 772	41 928	-	3 184	18 444	22 776	(4 331)	-19%	41 928
Vote 5 - Community Services	97 515	175 066	-	6 474	55 086	52 516	2 570	5%	175 066
Vote 6 - Technical Services	230 159	254 734	-	20 800	136 303	141 449	(5 146)	-4%	254 734
Vote 7 - Developmental Planning	13 119	18 039	-	1 019	6 854	10 791	(3 937)	-36%	18 039
Vote 8 - Executive Support	23 567	19 327	-	2 546	16 537	11 152	5 384	48%	19 327
Total Expenditure by Vote	534 713	654 217	-	44 456	321 950	326 907	(4 956)	-2%	654 217
Surplus/ (Deficit) for the year	77 820	106 303	-	(27 136)	78 841	202 748	(123 907)	-61%	106 303

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	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	54 993	63 025	–	5 720	35 416	36 765	(1 349)	-4%	63 025
Service charges - electricity revenue	87 458	115 903	–	7 476	57 019	67 610	(10 591)	-16%	115 903
Service charges - refuse revenue	9 537	9 798	–	1 071	6 943	5 715	1 228	21%	9 798
Rental of facilities and equipment	1 039	913	–	72	1 348	1 308	40	3%	913
Interest earned - external investments	2 996	2 306	–	648	4 192	849	3 343	394%	2 306
Interest earned - outstanding debtors	14 200	14 686	–	575	8 010	7 576	434	6%	14 686
Fines, penalties and forfeits	3 300	100 528	–	412	3 323	59 765	(56 441)	-94%	100 528
Licences and permits	6 062	7 176	–	555	3 777	4 186	(409)	-10%	7 176
Transfers and subsidies	338 905	363 745	–	728	251 196	280 825	(29 628)	-11%	363 745
Other revenue	2 227	2 684	–	63	(2 950)	1 039	(3 989)	-384%	2 684
Gains									
Total Revenue (excluding capital transfers and contributions)	520 718	680 764	–	17 320	368 275	465 638	(97 363)	-21%	680 764
Expenditure By Type									
Employee related costs	162 017	194 460	–	13 917	105 664	116 037	(10 373)	-9%	194 460
Remuneration of councillors	24 855	26 490	–	2 182	16 477	15 452	1 024	7%	26 490
Debt impairment	19 063	95 607	–	–	–	5 111	(5 111)	-100%	95 607
Depreciation & asset impairment	60 629	65 402	–	5 185	35 872	37 308	(1 436)	-4%	65 402
Finance charges	1 623	931	–	150	846	607	239	39%	931
Bulk purchases	93 194	113 017	–	9 289	58 526	65 926	(7 401)	-11%	113 017
Other materials	36 742	40 774	–	3 996	24 872	17 956	6 916	39%	40 774
Contracted services	75 840	61 720	–	5 093	42 048	37 138	4 910	13%	61 720
Transfers and subsidies	4 495	3 176	–	758	3 326	796	2 529	318%	3 176
Other expenditure	56 254	52 641	–	3 888	34 321	30 575	3 746	12%	52 641
Losses	–	–	–	–	–	–	–	–	–
Total Expenditure	534 713	654 217	–	44 456	321 950	326 907	(4 956)	-2%	654 217
Surplus/(Deficit)	(13 995)	26 547	–	(27 136)	46 325	138 732	(92 407)	-67%	26 547
Transfers and subsidies - capital (monetary allocations)	91 816	79 756	–	–	32 497	64 016	(31 520)	-49%	79 756
Transfers and subsidies - capital (monetary allocations)							–		–
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	20	–	20	0%	–
Surplus/(Deficit) after capital transfers & contributions	77 820	106 303	–	(27 136)	78 841	202 748			106 303
Taxation									
Surplus/(Deficit) after taxation	77 820	106 303	–	(27 136)	78 841	202 748			106 303
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	77 820	106 303	–	(27 136)	78 841	202 748			106 303
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	77 820	106 303	–	(27 136)	78 841	202 748			106 303

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 councillors, 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

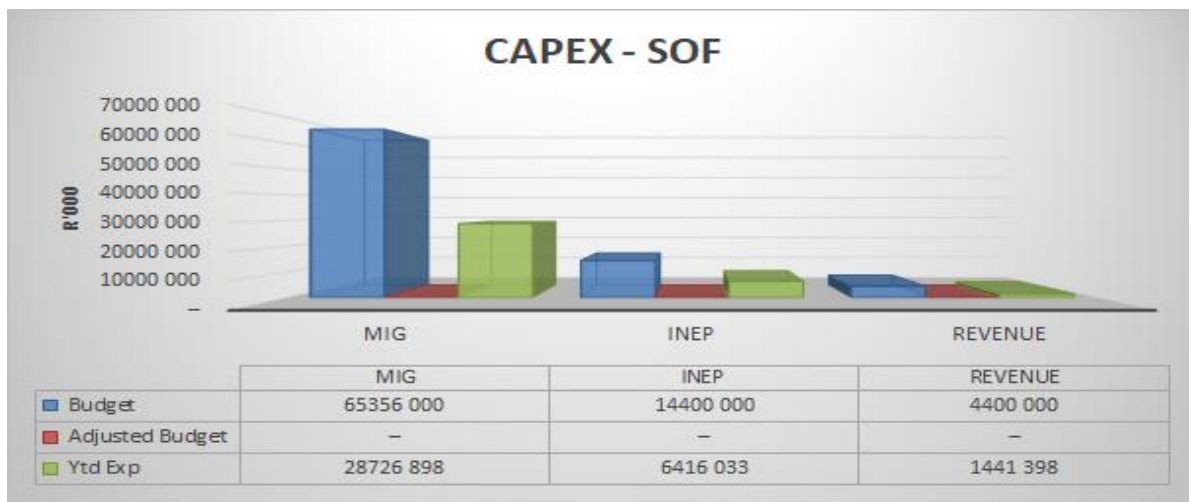
Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2 663	1 000	-	129	988	200	788	394%	1 000
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	2 663	1 000	-	129	988	200	788	394%	1 000
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	2 450	100	-	-	97	66	31	47%	100
Community and social services	1 455	-	-	-	-	-	-	-	-
Sport and recreation	550	100	-	-	97	66	31	47%	100
Public safety	445	-	-	-	-	-	-	-	-
Housing									
Health									
Economic and environmental services	75 671	66 256	-	6 904	28 813	370	28 443	7687%	66 256
Planning and development	1 075	-	-	-	-	-	-	-	-
Road transport	74 596	66 256	-	6 904	28 813	370	28 443	7687%	66 256
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	17 861	16 800	-	1 104	6 686	4 004	2 682	67%	16 800
Energy sources	16 001	15 000	-	1 104	6 660	3 204	3 456	108%	15 000
Waste management	1 860	1 800	-	-	26	800	(774)	-97%	1 800
Other									
Total Capital Expenditure - Functional Classification	98 645	84 156	-	8 137	36 584	4 640	31 944	688%	84 156
Funded by:									
National Government	77 457	79 756	-	7 979	35 143	40 961	(5 818)	-14%	79 756
Provincial Government									
District Municipality									
Transfers and subsidies - capital (monetary allocations)									
Transfers recognised - capital	77 457	79 756	-	7 979	35 143	40 961	(5 818)	-14%	79 756
Borrowing									
Internally generated funds	21 188	4 400	-	158	1 441	2 794	(1 352)	-48%	4 400
Total Capital Funding	98 645	84 156	-	8 137	36 584	43 755	(7 170)	-16%	84 156

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Expenditure of multi-year capital appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	2 663	700	-	100	707	411	296	72%	700
Vote 5 - Community Services	4 063	1 000	-	-	-	718	(718)	-100%	1 000
Vote 6 - Technical Services	40 032	73 356	-	7 847	32 579	37 986	(5 406)	-14%	73 356
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total multi-year capital expenditure	46 759	75 056	-	7 946	33 286	39 115	(5 828)	-15%	75 056
Expenditure of single-year capital appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	300	-	29	281	200	81	41%	300
Vote 5 - Community Services	247	900	-	-	123	866	(743)	-86%	900
Vote 6 - Technical Services	50 564	7 900	-	161	2 894	3 574	(680)	-19%	7 900
Vote 7 - Developmental Planning	1 075	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total single-year capital expenditure	51 886	9 100	-	191	3 298	4 640	(1 342)	-29%	9 100
Total Capital Expenditure	98 645	84 156	-	8 137	36 584	43 755	(7 170)	-16%	84 156

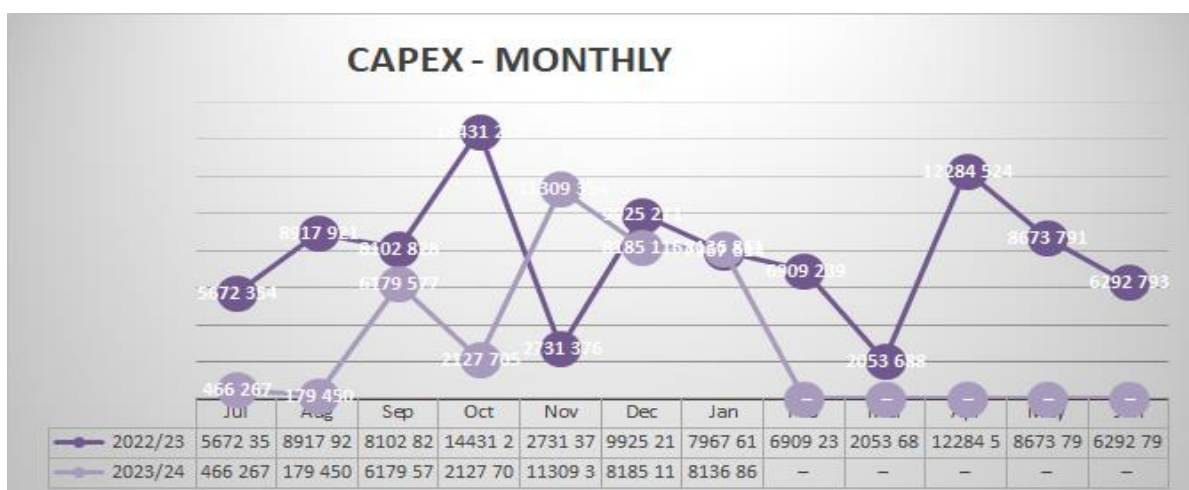
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of January 2024, R8,137 spending is incurred and the year-to-date expenditure amounts to R36, 584 whilst the year to date budget is R43, 755 million and this gave rise to under spending variance of R7, 170 million that translates to 16%.

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 R84, 156 million, R65, 356 million is funded from Municipal Infrastructure grant, R14, 400 million from Integrated National Electrification Programme and R4, 400 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 2022-23 and 2023/24 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2022/23	Budget Year 2023/24			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	7 479	18 804	–	4 908	18 804
Call investment deposits	25 460	–	–	71 793	–
Consumer debtors	109 709	178 921	–	124 918	178 921
Other debtors	88 862	12 169	–	77 598	12 169
Current portion of long-term receivables	–	–	–	–	–
Inventory	24 743	38 571	–	27 449	38 571
Total current assets	256 254	248 465	–	306 666	248 465
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	17 149	18 499	–	–	18 499
Investment property	96 399	48 884	–	103 831	48 884
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1 123 988	1 310 538	–	1 244 578	1 310 538
Biological	463	463	–	–	463
Intangible	7	606	–	1 384	606
Other non-current assets	1 928	388	–	1 928	388
Total non current assets	1 239 934	1 379 378	–	1 351 721	1 379 378
TOTAL ASSETS	1 496 188	1 627 843	–	1 658 387	1 627 843
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	4 650	7 246	–	4 339	7 246
Consumer deposits	5 757	5 937	–	5 413	5 937
Trade and other payables	158 176	108 287	–	163 506	108 287
Provisions	1 142	2 750	–	9 754	2 750
Total current liabilities	169 725	124 219	–	183 012	124 219
Non current liabilities					
Borrowing	7 288	5 456	–	9 357	5 456
Provisions	84 720	87 415	–	110 660	87 415
Total non current liabilities	92 008	92 871	–	120 017	92 871
TOTAL LIABILITIES	261 733	217 091	–	303 029	217 091
NET ASSETS	1 234 455	1 410 753	–	1 355 358	1 410 753
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 234 455	1 410 753	–	1 355 358	1 410 753
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUI	1 234 455	1 410 753	–	1 355 358	1 410 753

The above table shows that community wealth amounts to R1, 355 billion, total liabilities R303, million and the total assets R1, 658 billion. Non-current liabilities are mainly made up of borrowing and provisions for long service award, landfill site. Taking the current liabilities and current assets together, the municipality has current ratio of 1.7:1 that is below the acceptable norm of 2:1. The municipality still needs to keep the current liabilities low and increase the current assets to strengthen the liquidity ratio.

Table C7: Monthly Budget Statement Cash Flow

Description	2022/23	Budget Year 2023/24							
	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	37 194	54 392	–	3 445	25 571	26 260	(689)	-3%	54 392
Service charges	89 721	124 873	–	7 103	54 561	52 375	2 186	4%	124 873
Other revenue	53 816	21 801	–	12 255	39 792	36 759	3 033	8%	21 801
Transfers and Subsidies - Operational	333 406	363 745	–	–	252 785	273 448	(20 664)	-8%	363 745
Transfers and Subsidies - Capital	111 606	79 756	–	–	58 676	58 676	–		79 756
Interest	5 365	1 455	–	465	3 897	3 613	284	8%	1 455
Payments									
Suppliers and employees	(499 712)	(585 183)	–	(38 732)	(356 499)	(359 259)	(2 760)	1%	(585 183)
Finance charges	(1 314)	(931)	–	(150)	(546)	(543)	3	-1%	(931)
Transfers and Grants	(1 787)	(3 176)	–	(758)	(3 326)	(3 153)	173	-5%	(3 176)
NET CASH FROM/(USED) OPERATING ACTIVITIES	128 295	56 732	–	(16 373)	74 911	88 177	13 265	15%	56 732
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	–	–	–	–	–	–	–		–
Decrease (increase) in non-current receivables	–	851	–	–	–	–	–		851
Decrease (increase) in non-current investments	–	–	–	–	–	–	–		–
Payments									
Capital assets	(98 645)	(72 485)	–	(8 137)	(36 584)	(39 846)	(3 262)	8%	(72 485)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(98 645)	(71 634)	–	(8 137)	(36 584)	(39 846)	(3 262)	8%	(71 634)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	–	–	–	–	–	–	–		–
Borrowing long term/refinancing	–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits	–	237	–	(67)	(11)	42	(53)	-126%	237
Payments									
Repayment of borrowing	(7 251)	(7 246)	–	(76)	(3 283)	(3 542)	(259)	7%	(7 246)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(7 251)	(7 009)	–	(144)	(3 294)	(3 500)	(206)	6%	(7 009)
NET INCREASE/ (DECREASE) IN CASH HELD	22 400	(21 911)	–	(24 653)	35 033	44 831			(21 911)
Cash/cash equivalents at beginning:	10 539	41 668	–		41 668	41 668			41 668
Cash/cash equivalents at month/year end:	32 939	19 757	–		76 701	86 499			19 757

Table C7 presents details pertaining to cash flow performance. As at end of January 2024, the net cash inflow from operating activities is R74, 911 million whilst net cash outflow from investing activities is R36, 584 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R3, 294 million. The cash and cash equivalent held at end of January 2024 amounted to R76, 701 million and the net effect of the above cash flows is cash inflow movement of R35, 033 million. The cash and cash equivalent at end of the reporting period of R76, 701 million, is mainly made up of cash in the primary bank account amounting to R4, 908 million with a short term investment amounting to R71, 793 million at the end of January 2024.

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	-4%	The projected monthly revenue appears to be higher in light of the actual revenue performance	The municipality should improve on the revenue collection and strategise on collection revenue
Service charges - electricity re	-16%	The projected monthly revenue appear to be higher in light of the actual revenue performance	The municipality should introduce cut off measurements as means to inforce customers to pay their accounts when due.
Service charges - refuse reve	21%	The actual revenue generated is higher than the projected monthly revenue	The municipality should ensure revenue is collected in all business areas where skips are located
Rental of facilities and equipme	3%	The actual revenue generated is higher than the projected monthly revenue and the majority of the rented assets are not at arm's length transactions	No remedial action since the actual revenue is performing well.
Interest earned - external inve	394%	The municipality has invested in five different investment portfolios with ABSA and Standard bank, and the actual interest generated is more budgeted revenue	The municipality should draft cash flow projections plan which will assist if there is a need to invest during the budget preparations to avoice variances.
Interest earned - outstanding c	6%	The actual revenue generated is slightly more than the projected monthly revenue.	The municipality should encourage customers to pay the accounts on time to avoid incurring interest.
Fines, penalties and forfeits	-94%	The actual revenue issued on speed cameras is less than the pojections. The contract of the speed fine cameras has been appointed, however there still slow collection in terms of revenue collection.	The municipality should strategies on how to speed up the revenue collection under this item. There should be road blocks in the groblersdal entrances where cashiers are available to collection on outstanding traffic fines.
Licences and permits	-10%	The actual revenue generated is slightly less than the projected monthly revenue	No remedial action is needed since the variance is immaterial.
Transfers and subsidies	-11%	The equitable share trenches received is slightly lower than the projections thereof.	The budget team should request LPT DORA to guide in the projections during the final budget preparations.
Other revenue	-384%	The actual revenue generated is less than the projected monthly revenue.	The municipality should ensure that all write offs on the outstanding debts are true reflections of what should be written off.
Expenditure By Type			
Employee related costs	-9%	The actual expenditure incurred on employee related costs is less than the projections thereof	Majority of the positions are vacant, improvements should show once are the positions are filled.
Remuneration of councillors	7%	The actual expenditure incurred on remuneration of councillors is more than the projected monthly expenditure	No remedial action is needed.
Debt impairment	-100%	Debt impairment has not been calculated for the month of beginning of the year.	The municipality should introduce the method of calculating debt impairment on monthly basis to avoid the the variances.
Depreciation & asset impaire	-4%	Depreciation has been calculated on monthly basis and the actuals is slightly less than the projections.	No remedial action is needed
Finance charges	39%	Finance charges is mainly for finance lease and the municipality has a lease contract with Afirent pty ltd.	The municipality should encourages the service provider to submit invoices before month end sytem closure so payments are processed and captured on the system to avoid variances.
Bulk purchases	-11%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure, however the monthly payments are usually captured after the month end hence the actuals are less than the projections.	The municipality should encourages the service provider (Eskom) to submit invoices before month end sytem closure so payments are processed and captured on the system to avoid variances.
Other materials	39%	The projected expenditure is more than the actual expenditure thereof.	The municipality should have establish a clear maintenance plan policy to ensure all their vehicles and other assets are maintained to avoid their assets depreciated quickly than their lifes span.
Contracted services	13%	The actual expenditure incurred is more than the projected monthly expenditure	Majority of contractors are paid after month end. The municipality should encourage contractors to submit invoices on time to avoid variances and ultimately improves cash flow management.
Transfers and subsidies	318%	The actual expenditure incurred is more than the projected monthly expenditure	No remedial action is needed
Other expenditure	12%	The actual expenditure incurred is more than the projected monthly expenditure	The municipality should identify expenditure lead to significant variances and improve on those items to avoid the variances.

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	-14%	The projections on capital grants is more than the spending thereof.	Majority of projects are moving slowly, the municipality should ensure all projects are performing according to planned schedule.
Internally generated funds	-48%	The actual spending on internally generated funds is less than the projections thereof.	The municipality should implement all the internal projects to ensure service delivery is achieved.
Cash Flow			
Property rates	-3%	The actual collection rate on property rates is less than the projected rate	The municipality should keep on improving on the actual collection on residential and business areas and encourage customers to pay their accounts when they are due.
Service charges	4%	The collection rate on service charges is more than the projected rate	The municipality should continue using the strategies they use to collect on licenced municipal areas on electricity billings and refuse removal
Other revenue	8%	The collection rate on leased assets is slightly over projected	The municipality should come up with strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	-8%	The receipted trenches of operational grants are not in line with the projections thereof.	The municipality should make use of DORA during the draft and final budget preparations.
Government - Capital		The receipted trenches of capital grants are in line with the projections however there is slow implementations of the capital projects.	The municipality should make use of DORA during the draft and final budget preparations.
Interest	8%	Interest on other revenue is under projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	1%	The actual costs incurred is less than the projected costs and the variance is caused by overspending on contracted services, other materials and other expenditure.	The variance is caused by outstanding payment on Contracted services, Other materials and general expenses therefore the municipality should avoid closing the year end with outstanding creditors
Finance charges	-1%	The finance costs which is for finance lease contracts has outstanding payments due to late payments submissions.	The municipality should encourage Afirent to send invoices on time and the fleet unit should prepare invoices on time to avoid the material variances.
Transfers and Grants	-5%	The payments relating to this account are slightly more than the projections thereof	Municipality should develop a strategy to pay on time to avoid interest
Capital assets	8%	The projected capital expenditure on capex is more than the actual spending thereof.	The municipality should fast track implementation of all capital projects.
Increase (decrease) in consum	-126%	The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	7%	The projections is not in line with the amortisation schedule	The municipality should make use of amortisation during budget preparations and ensure the payments are inline with the amortisation schedule.

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2023/24											
	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	8 557	1 124	245	60	147	130	99	3 719	14 081	4 155	-	-
Receivables from Non-exchange Transactions - Property Rates	4 423	2 300	2 008	1 910	1 879	1 757	1 714	63 693	79 685	70 954	-	-
Receivables from Exchange Transactions - Waste Management	1 051	729	661	649	636	611	609	23 774	28 720	26 279	-	-
Receivables from Exchange Transactions - Property Rental Debtors	107	58	27	27	27	224	1	1 092	1 563	1 371	-	-
Interest on Arrear Debtor Accounts	1 378	1 140	1 313	1 282	1 254	1 224	1 198	62 090	70 879	67 048	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	1 325	(222)	(56)	(16)	(318)	102	307	3 945	5 069	4 021	-	-
Total By Income Source	16 841	5 129	4 198	3 911	3 625	4 049	3 929	158 314	199 997	173 828	-	-
2019/20 - totals only	12 408	5 852	3 684	3 769	4 182	3 602	18 485	133 545	185 527	163 584		
Debtors Age Analysis By Customer Group												
Organs of State	1 942	851	875	977	946	993	1 140	44 201	51 925	48 257	-	-
Commercial	8 852	1 221	644	355	518	555	338	10 810	23 293	12 576	-	-
Households	5 789	3 139	2 566	2 468	2 423	2 377	2 341	100 816	121 920	110 426	-	-
Other	259	(82)	114	110	(262)	124	110	2 487	2 859	2 568	-	-
Total By Customer Group	16 841	5 129	4 198	3 911	3 625	4 049	3 929	158 314	199 997	173 828	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of January amount to R199, 997 million. The debtors' book is made up as follows:

- Rates 40%
- Electricity 7%
- Rental 1%
- Refuse removal 14%
- Interest on Debtors 35%
- Other 3%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

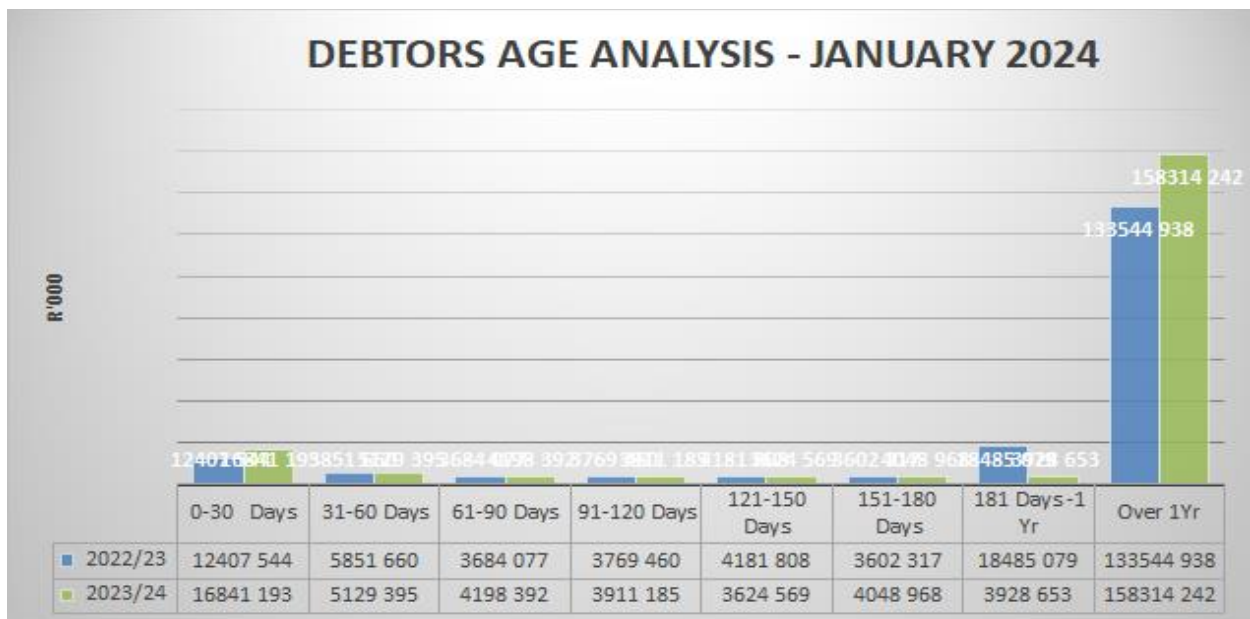
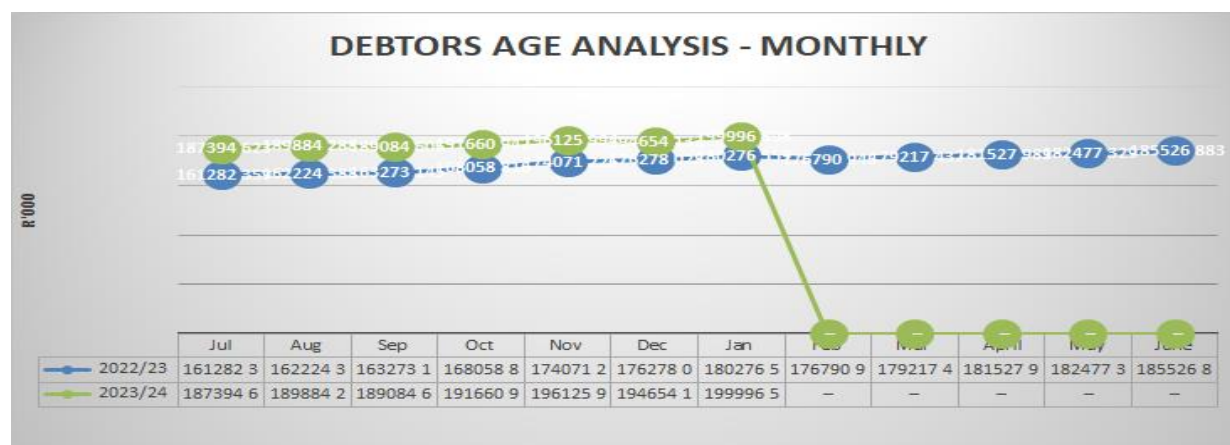


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2022-23 financial year and 2023/24 (as at end of January 2024) whilst the latter shows monthly movement of debtors for both the current financial year and the 2022-23 financial year. The debtors book is materially less than the 2023/24 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
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	2 085 134
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	1 563 136
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OCCUPIER	1 262 239
911906	TAFELKOP MALL (PTY) LTD	ACTIVE	OWNER	624 577
9001667	NDEBELE MAHLANGU TRIBE	ACTIVE	OWNER	572 916
9001668	NDEBELE MAHLANGU TRIBE	ACTIVE	OWNER	572 565
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	529 409
9002327	LEMONS EMANUEL MARQUES DE	ACTIVE	OWNER	496 502
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OCCUPIER	483 985
9002503	GOUWS BOERDERY TRUST 1999/022459/07	ACTIVE	OWNER	455 729
1501364	JAN JOUBERT TRUST (JO JO TANKS)	ACTIVE	OCCUPIER	441 247
9019006	TIGER STRIPES INVESTMENTS (PTY	ACTIVE	OWNER	437 032
9001714	KWAMAQUHUZE COMMUNAL PROP ASSOC	ACTIVE	OWNER	405 813
2200691	EHLERS JA	ACTIVE	OWNER	401 853
9002065	GOVERNMENT OF KWANDEBELE(RURAL DEVELOPMENT)	ACTIVE	OWNER	395 370
72010812	PROVINCIAL GOVERNMENT OF THE PROVINCE OF MPUMALANGA	ACTIVE	OWNER	393 455
9000207	GROMAR TRUST	ACTIVE	OWNER	386 409
5000305	ELIAS MOTSOLEDI LOCAL MUNICIPALITY	ACTIVE	OWNER	373 242
5000633	ERASMUS G J	ACTIVE	OCCUPIER	372 907
9001550	LEHLAKONG COMMUNAL PROP ASSOC	ACTIVE	OWNER	368 279
TOTAL				12 621 801

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2023/24								Prior year totals
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
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 contracted services are to be paid through order system payments and that should feed the age analysis module every month.

Supporting Table: SC 5 - Investment Portfolio

Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date of investment	Opening Balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA (9381052783)	1 Month	Current Investment	8.9%		31-Dec-23	31 148 649	235 450	-	-	31 384 098
STANDARD BANK (03882352013)		Current Investment	9.1%		22-Jan-24	20 050 000	105 000	- 20 155 000	-	-
STANDARD BANK (038823527014)		Current Investment	9.2%		20-Feb-24	20 050 274	150 822		-	20 201 096
ABSA (2081371923)		Current Investment	9.3%		22-Mar-24	20 050 685	157 123	-	-	20 207 808
TOTAL INVESTMENTS AND INTEREST						91 299 608		- 20 155 000	-	71 793 002

The Municipality had short investment portfolios during the month of January 2024 with an opening balance of R91, 299 million in various investment portfolios. An amount of R648 thousand was earned as an interest, with no investment top up, closed off with R71, 793 million at the end of January 2024.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2022/23	Budget Year 2023/24							
	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:	338 905	363 745	-	-	252 692	280 825	(28 133)	-10%	363 745
Local Government Equitable Share	334 259	358 519	-	-	248 179	276 310	(28 131)	-10%	358 519
Finance Management	2 850	2 850	-	-	2 850	2 850	-		2 850
EPWP Incentive	1 796	2 376	-	-	1 663	1 664	(1)	0%	2 376
Other grant providers:	358	-	-	-	46	-	46	#DIV/0!	-
LGSETA Learnership and Development	358				46		46	#DIV/0!	
Total Operating Transfers and Grants	339 263	363 745	-	-	252 738	280 825	(28 086)	-10%	363 745
Capital Transfers and Grants									
National Government:	111 606	79 756	-	-	58 676	64 016	(5 340)	-8%	79 756
Municipal Infrastructure Grant (MIG)	94 606	65 356	-	-	49 776	56 393	(6 617)	-12%	65 356
Integrated National Electrification Grant	17 000	14 400	-	-	8 900	7 624	1 276	17%	14 400
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-					-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total Capital Transfers and Grants	111 606	79 756	-	-	58 676	64 016	(5 340)	-8%	79 756
TOTAL RECEIPTS OF TRANSFERS & G	450 869	443 501	-	-	311 414	344 841	(33 427)	-10%	443 501

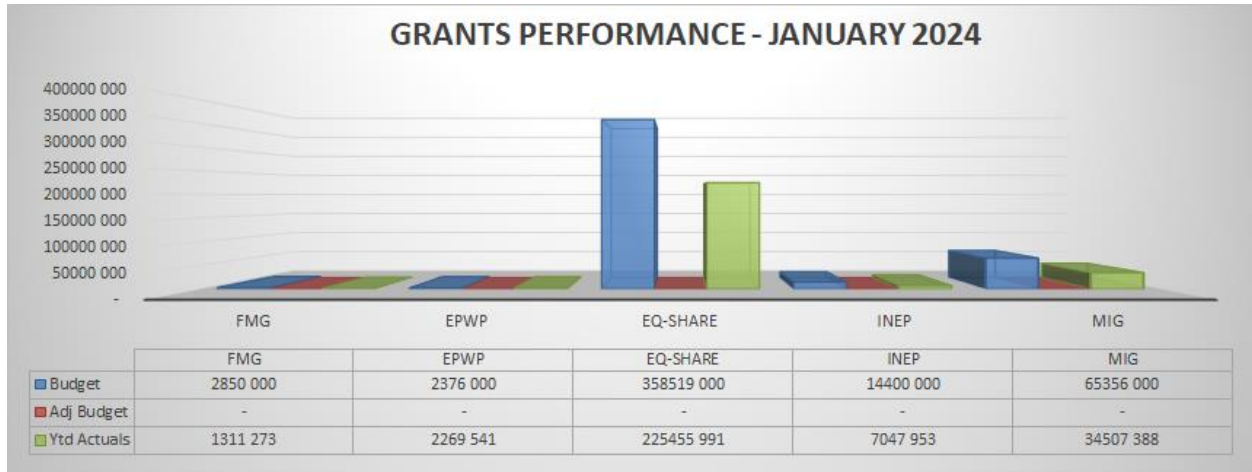
Supporting tables SC6 provides details of grants received. The year-to-date actual receipts amounts to R311, 414 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R248, 179 million; Financial Management Grant amounting to R2, 850 million; LGSETA amounting to R46 hundred, Municipal Infrastructure Grant amounting to R49 776 million; Integrated National Energy Grant R8, 900 million and Expanded Public Works Programme R1, 663 million were received. All the trenches of the grants allocated for the current financial year have been received in line with National Treasury payment schedule.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2022/23	Budget Year 2023/24							
	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:	338 905	363 745	-	30 682	229 037	194 853	34 184	18%	363 745
Local Government Equitable Share	334 259	358 519	-	29 954	225 456	192 191	33 265	17%	358 519
Finance Management	2 850	2 850	-	384	1 311	1 276	35	3%	2 850
EPWP Incentive	1 796	2 376	-	345	2 270	1 386	884	64%	2 376
Other grant providers:	358	-	-	-	-	-	-		-
LGSETA Learnership and Development	358	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	339 263	363 745	-	30 682	229 037	194 853	34 184	18%	363 745
Capital expenditure of Transfers and Grants									
National Government:	90 896	79 756	-	58 676	9 059	40 961	(31 903)	1%	79 756
Municipal Infrastructure Grant (MIG)	73 896	65 356	-	7 586	34 507	32 935	(25 349)	5%	65 356
Intergrated National Electrification Grant	17 000	14 400	-	1 473	7 048	8 026	(6 553)	-12%	14 400
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	0		-
Total capital expenditure of Transfers and Grants	90 896	79 756	-	9 059	41 555	40 961	594	1%	79 756
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	430 159	443 501	-	89 358	39 741	270 592	34 778	15%	443 501

An amount of R39, 741 million has been spent on grants during the month of January 2024 and the year-to-date actuals is R270, 592 million whilst the year to date budget amounts to R, 235,814 million and this results in an over spending variance of R34 ,778 million that translates to 15%. Of the total spending amounting to 270, 592million, 229, 037 million is spent on operational grants whilst capital grants spent R41, 555 million.

Figure 5: Grants performance



The above graph depicts the gazetted and budgeted amounts for all the grants and the expenditure thereof as at end of January 2024. The grants expenditure are shown below in percentages:

- Financial Management Grant 46.01%
- Expanded Public Work Programme 95.52%
- Equitable Share 62.89%
- Integrated National Electrification Grant 38.71%
- Municipal Infrastructure Grant 41.19%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	2022/23	Budget Year 2023/24							
	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	14 631	16 222	–	1 265	9 475	9 463	12	0%	16 222
Pension and UIF Contributions	2 008	2 060	–	180	1 244	1 202	42	4%	2 060
Medical Aid Contributions	91	89	–	9	56	52	4	8%	89
Motor Vehicle Allowance	5 376	5 399	–	467	3 484	3 150	334	11%	5 399
Cellphone Allowance	2 511	2 489	–	239	2 051	1 452	599	41%	2 489
Other benefits and allowances	239	230	–	20	165	134	30	23%	230
Sub Total - Councillors	24 855	26 490	–	2 179	16 474	15 452	1 022	7%	26 490
% increase		7%							7%
Senior Managers of the Municipality									
Basic Salaries and Wages	1 798	4 877	–	168	1 104	2 845	(1 742)	-61%	4 877
Pension and UIF Contributions	97	366	–	8	186	213	(27)	-13%	366
Medical Aid Contributions	109	211	–	12	56	123	(67)	-54%	211
Motor Vehicle Allowance	200	545	–	38	203	318	(115)	-36%	545
Cellphone Allowance	58	168	–	7	42	98	(56)	-57%	168
Other benefits and allowances	97	361	–	0	133	210	(78)	-37%	361
Payments in lieu of leave	–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality	2 358	6 527	–	233	1 724	3 808	(2 083)	-55%	6 527
% increase		177%							177%
Other Municipal Staff									
Basic Salaries and Wages	105 415	124 064	–	9 116	64 326	72 371	(8 044)	-11%	124 064
Pension and UIF Contributions	20 535	25 011	–	1 796	12 660	14 590	(1 930)	-13%	25 011
Medical Aid Contributions	5 908	6 133	–	583	3 852	3 577	275	8%	6 133
Overtime	312	1 232	–	16	215	719	(504)	-70%	1 232
Motor Vehicle Allowance	14 071	15 907	–	1 262	8 932	9 279	(347)	-4%	15 907
Cellphone Allowance	1 919	1 830	–	178	1 189	1 068	122	11%	1 830
Housing Allowances	255	268	–	23	164	156	8	5%	268
Other benefits and allowances	10 609	12 655	–	269	10 121	9 973	148	1%	12 655
Payments in lieu of leave	(177)	35	–	244	1 082	17	1 065	6345%	35
Long service awards	812	797	–	197	1 399	480	919	191%	797
Post-retirement benefit obligations		–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff	159 659	187 932	–	13 684	103 940	112 230	(8 290)	-7%	187 932
% increase		18%							18%
Total Parent Municipality	186 872	220 949	–	16 096	122 138	131 490	(9 351)	-7%	220 949
% increase		18%							18%
TOTAL SALARY, ALLOWANCES & BENEFITS	186 872	220 949	–	16 096	122 138	131 490	(9 351)	-7%	220 949
% increase		18%							18%
TOTAL MANAGERS AND STAFF	162 017	194 460	–	13 917	105 664	116 037	(10 374)	-9%	194 460

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of January 2024 amounts to R122, 138 million and the year-to-date budget is R131, 490 million and the expenditure for remuneration of councilors amounts to R16, 474 million while the year-to-date budget is R13, 245 million. The year-to-date actual expenditure for senior managers is R1, 724 million and the year-to-date budget thereof is R3, 808 million. There is one senior managerial vacant position (Corporate services,) and this is causing an underspending variance on budget performance for senior management. The year-to-date actual for other municipal staff is R103, 940 million and the year-to-date budget is R112, 230 million. The remuneration of councilors has overspending variance, and senior managers and other municipal staff category has under spending variance, and there is one vacant position in the senior management level and the positions should be filled in the new financial year 2023/24.

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

Description	Budget Year 2023/24												2023/24 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget	Budget	Budget	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Year	Year +1	Year +2	
Cash Receipts By Source																
Property rates	4 158	3 574	4 299	3 361	3 176	3 558	3 445	4 538	4 538	4 538	4 538	10 669	54 392	58 227	62 147	
Service charges - electricity revenue	6 586	6 734	6 655	7 489	7 076	10 108	6 653	7 491	6 533	11 620	13 585	21 476	112 005	130 679	153 686	
Service charges - refuse	494	468	413	472	481	482	451	683	516	627	795	1 331	7 213	7 791	8 385	
Rental of facilities and equipment	42	61	33	29	30	35	521	99	31	37	57	(61)	913	958	1 003	
Interest earned - external investments	573	429	197	273	296	162	315	-	-	150	-	(941)	1 455	1 600	1 659	
Interest earned - outstanding debtors	272	286	210	356	181	196	150	635	675	680	514	1 501	5 655	5 864	5 965	
Fines, penalties and forfeits	436	449	525	565	485	451	412	1 003	1 003	1 003	1 003	3 695	11 028	11 568	12 112	
Licences and permits	428	593	555	653	491	503	555	652	652	652	652	790	7 176	7 528	7 882	
Transfers and Subsidies - Operational	150 023	2 896	-	-	1 069	98 796	-	713	89 630	-	-	20 617	363 745	387 608	378 480	
Other revenue	1 480	-	5 017	1 550	10 897	2 230	10 766	-	-	-	-	(29 257)	2 684	2 816	2 948	
Cash Receipts by Source	164 492	15 489	17 905	14 748	24 182	116 521	23 268	15 813	103 578	19 306	21 144	29 818	566 266	614 639	634 268	
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allo	17 200	-	-	-	24 700	16 776	-	4 000	17 080	-	-	-	79 756	76 283	79 692	
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits	-	(12)	9	(68)	138	(10)	(67)	52	13	-	94	89	237	305	320	
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	105	106	108	0	532	851	891	935	
Total Cash Receipts by Source	181 692	15 477	17 914	14 681	49 020	133 286	23 200	19 971	120 778	19 414	21 238	30 439	647 110	692 118	715 215	
Cash Payments by Type																
Employee related costs	13 630	13 725	13 964	13 686	14 351	22 391	13 917	15 505	15 505	15 516	15 508	24 642	192 340	198 267	207 585	
Remuneration of councillors	2 079	2 079	3 532	2 182	2 182	2 242	2 182	2 237	2 237	2 237	2 237	1 475	26 900	28 218	29 544	
Interest paid	-	-	-	315	81	-	150	67	64	57	53	144	931	471	100	
Bulk purchases - Electricity	83	12 020	12 021	9 159	8 361	7 592	9 289	9 347	9 347	9 347	9 347	17 103	113 017	127 505	150 074	
Other materials	901	1 930	3 842	2 991	5 619	5 592	3 996	3 703	2 579	2 346	2 193	(2 374)	33 319	34 942	36 575	
Contracted services	2 593	5 361	10 775	3 222	9 380	5 624	5 093	5 279	4 868	4 643	4 376	2 306	63 520	67 294	70 501	
Grants and subsidies paid - other	145	331	362	578	406	747	758	151	66	66	66	(499)	3 176	3 417	3 671	
General expenses	6 459	8 672	6 171	2 512	5 996	26 871	3 888	4 193	4 781	3 651	4 146	(28 581)	48 758	49 202	51 469	
Cash Payments by Type	25 889	44 117	50 667	34 645	46 376	71 059	39 272	40 482	39 447	37 863	37 926	14 218	481 961	509 316	549 519	
Other Cash Flows/Payments by Type																
Capital assets	466	179	6 180	2 128	11 309	8 185	8 137	12 018	7 104	5 871	5 364	5 544	72 485	77 363	77 492	
Repayment of borrowing	-	-	-	1 522	1 685	-	76	611	615	620	625	1 492	7 246	5 456	-	
Other Cash Flows/Payments	34 953	402	-	12 990	-	-	-	40 000	-	-	-	18 984	107 329	67 329	67 329	
Total Cash Payments by Type	61 309	44 699	56 847	51 284	59 371	79 244	47 485	93 111	47 166	44 354	43 915	40 238	669 022	659 465	694 340	
NET INCREASE/(DECREASE) IN CASH HELD	120 384	(29 222)	(38 932)	(36 604)	(10 351)	54 043	(24 285)	(73 140)	73 612	(24 940)	(22 677)	(9 798)	(21 911)	32 654	20 875	
Cash/cash equivalents at the month/year beginn	41 668	162 052	132 830	93 897	57 294	46 943	100 985	76 701	3 561	77 172	52 232	29 555	41 668	19 757	52 411	
Cash/cash equivalents at the month/year end:	162 052	132 830	93 897	57 294	46 943	100 985	76 701	3 561	77 172	52 232	29 555	19 757	19 757	52 411	73 286	

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, 200 million and the total cash payment for the month were R47, 485 million and this resulted in net decrease in cash held amounting to R24, 285 million. With cash and cash equivalent of R100, 985 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R76, 701 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2022/23	Budget Year 2023/24							
	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	5 672	1 718	–	466	466	1 718	1 251	73%	1%
August	8 918	4 713	–	179	646	6 431	5 785	90%	1%
September	8 103	4 390	–	6 180	6 825	10 821	3 995	37%	8%
October	14 431	8 295	–	2 128	8 953	19 115	10 162	53%	11%
November	2 731	6 262	–	11 309	20 262	25 378	5 115	20%	24%
December	9 925	13 059	–	8 185	28 447	38 437	9 990	26%	34%
January	7 968	5 318	–	8 137	36 584	43 755	7 170	16%	43%
February	6 909	4 512	–	–	–	48 266	–		
March	2 054	9 195	–	–	–	57 462	–		
April	12 525	4 478	–	–	–	61 940	–		
May	7 513	9 027	–	–	–	70 967	–		
June	11 895	13 189	–	–	–	84 156	–		
Total Capital expenditure	98 645	84 156	–	36 584					

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 R8, 137 million. The year-to-date actual expenditure incurred is R36, 584 million whilst the year to date budget is R43, 755 million, that gives rise to over spending variance of R7, 170 million that translate to 16%.

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

Description	2022/23	Budget Year 2023/24							
	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	16 629	15 800	-	1 104	6 660	8 555	1 895	22%	15 800
Roads Infrastructure	-	-	-	-	-	-	-		-
Roads		-	-	-	-	-	-		-
Road Structures									
Storm water Infrastructure	-	800	-	-	-	300	300	100%	800
Drainage Collection		800	-	-	-	300	300	100%	800
Electrical Infrastructure	15 895	15 000	-	1 104	6 660	8 255	1 595	19%	15 000
Power Plants	2 230		-	-	-	-	-		-
MV Substations	-	-	-	-	-	-	-		-
MV Networks	13 665	14 800	-	1 104	6 660	8 190	1 530	19%	14 800
Capital Spares	-	200	-	-	-	65	65	100%	200
Solid Waste Infrastructure	734	-	-	-	-	-	-		-
Landfill Sites									
Waste Transfer Stations									
Capital Spares	734	-	-	-	-	-	-		-
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Stores	-	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes									
Computer Software and Applications									
Computer Equipment	1 930	700	-	100	707	411	(296)	-72%	700
Computer Equipment	1 930	700	-	100	707	411	(296)	-72%	700
Furniture and Office Equipment	1 036	1 100	-	29	307	1 000	693	69%	1 100
Furniture and Office Equipment	1 036	1 100	-	29	307	1 000	693	69%	1 100
Machinery and Equipment	2 227	200	-	29	183	136	(47)	-35%	200
Machinery and Equipment	2 227	200	-	29	183	136	(47)	-35%	200
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets	-	-	-	-	-	-	-		-
Total Capital Expenditure on new assets	21 822	17 800	-	1 262	7 857	10 102	2 245	22%	17 800

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

Description	2022/23	Budget Year 2023/24							
	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	29 802	-	-	-	-	-	-	-	-
Roads Infrastructure	26 455	-	-	-	-	-	-	-	-
Roads	26 294	-	-	-	-	-	-	-	-
Road Furniture	161	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-
MV Substations									
MV Networks	-								
Solid Waste Infrastructure	3 347	-	-	-	-	-	-	-	-
Landfill Sites	3 347	-	-	-	-	-	-	-	-
Capital Spares									
Community Assets	1 376	-	-	-	-	-	-	-	-
Community Facilities	1 376	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	1 376	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities									
Outdoor Facilities									
Other assets	247	-	-	-	-	-	-	-	-
Operational Buildings	247	-	-	-	-	-	-	-	-
Municipal Offices	247	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-
Servitudes									
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	31 425	-	-	-	-	-	-	-	-

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

Description	2022/23	Budget Year 2023/24							
	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	26 633	21 666	-	1 841	15 174	9 408	(5 765)	-61%	19 481
Roads Infrastructure	21 436	14 350	-	549	11 524	5 569	(5 956)	-107%	12 165
Roads	21 436	14 350	-	549	11 524	5 569	(5 956)	-107%	12 165
Road Furniture							-		
Electrical Infrastructure	2 203	6 073	-	1 118	2 424	3 115	691	22%	6 073
MV Switching Stations							-		
MV Networks	2 203	6 073	-	1 118	2 424	3 115	691	22%	6 073
Solid Waste Infrastructure	2 994	1 243	-	175	1 225	725	(500)	-69%	1 243
Landfill Sites	2 994	1 243	-	175	1 225	725	(500)	-69%	1 243
Capital Spares							-		
Community Assets	537	323	-	89	263	439	176	40%	573
Community Facilities	537	323	-	89	263	439	176	40%	573
Parks	537	323	-	89	263	439	176	40%	573
Other assets	1 443	1 598	-	60	399	1 038	640	62%	1 698
Operational Buildings	1 443	1 598	-	60	399	1 038	640	62%	1 698
Municipal Offices	1 443	1 598	-	60	399	1 038	640	62%	1 698
Intangible Assets	58	211	-	6	79	92	13	14%	211
Licences and Rights	58	211	-	6	79	92	13	14%	211
Computer Software and Applications	58	211	-	6	79	92	13	14%	211
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	7 250	6 212	-	527	5 626	3 623	(2 003)	-55%	6 262
Machinery and Equipment	7 250	6 212	-	527	5 626	3 623	(2 003)	-55%	6 262
Transport Assets	3 424	2 646	-	527	1 958	3 030	1 072	35%	2 646
Transport Assets	3 424	2 646	-	527	1 958	3 030	1 072	35%	2 646
Total Repairs and Maintenance Expenditure	39 346	32 656	-	3 050	23 498	17 630	(5 867)	-33%	30 871

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

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class									
Infrastructure	43 983	51 395	-	3 864	26 798	28 750	1 953	7%	51 395
Roads Infrastructure	37 525	43 096	-	3 315	22 994	24 061	1 067	4%	43 096
Roads	37 233	43 096	-	3 277	22 726	23 858	1 132	5%	43 096
Road Structures	227			19	134	102	(32)	-31%	
Road Furniture	64			19	134	101	(33)	-33%	
Storm water Infrastructure	-	440	-	-	-	183	183	100%	440
Drainage Collection	-	440	-	-	-	183	183	100%	440
Electrical Infrastructure	5 390	7 083	-	492	3 409	4 062	653	16%	7 083
MV Substations		4 238	-	131	911	1 413	501	35%	4 238
MV Switching Stations				30	209	155	(54)	-35%	
MV Networks	3 254	2 845	-	97	674	1 185	512	43%	2 845
LV Networks				54	372	325	(47)	-15%	
Capital Spares	2 136			179	1 243	985	(258)	-26%	
Solid Waste Infrastructure	1 068	777	-	57	395	443	49	11%	777
Landfill Sites	764	777	-	33	232	324	92	28%	777
Waste Transfer Stations							-		
Waste Processing Facilities	302			23	161	120	(41)	-35%	
Capital Spares	3			0	2	0	(1)	-1125%	
Community Assets	1 039	1 333	-	90	621	1 032	411	40%	1 333
Community Facilities	799	1 333	-	68	475	924	449	0	1 333
Halls				3	17	33	15	46%	
Centres				15	107	87	(21)	-24%	
Cemeteries/Crematoria	91			8	54	17	(37)	-212%	
PurIs	456			0	1	2	1	40%	
Public Open Space	-	1 333	-	-	-	555	555	100%	1 333
Taxi Ranks/Bus Terminals				21	146	43	(103)	-239%	
Capital Spares	252			21	149	187	38	20%	
Sport and Recreation Facilities	240	-	-	21	147	109	(38)	-35%	-
Indoor Facilities	240						-		
Outdoor Facilities				21	147	109	(38)	-35%	
Heritage assets	-	6	-	-	-	3	3	100%	6
Other Heritage	-	6	-	-	-	3	3	100%	6
Other assets	3 999	4 453	-	337	2 337	1 878	(459)	-24%	4 453
Operational Buildings	3 999	4 453	-	242	1 680	1 301	(378)	-29%	4 453
Municipal Offices	3 999	4 453	-	208	1 444	1 233	(212)	-17%	4 453
Stores				3	19	7	(12)	-191%	
Training Centres				31	217	62	(154)	-247%	
Housing	-	-	-	95	657	577	(81)	-14%	-
Social Housing				95	657	577	(81)	-14%	
Intangible Assets	7	88	-	1	4	38	35	90%	88
Servitudes				1	4	2	(2)	-97%	
Licences and Rights	7	88	-	-	-	37	37	100%	88
Computer Software and Applications	7	88	-	-	-	37	37	100%	88
Load Settlement Software Applications							-		
Computer Equipment	835	974	-	85	552	546	(6)	-1%	974
Computer Equipment	835	974	-	85	552	546	(6)	-1%	974
Furniture and Office Equipment	766	651	-	69	467	565	98	17%	651
Furniture and Office Equipment	766	651	-	69	467	565	98	17%	651
Machinery and Equipment	3 355	3 118	-	256	1 761	806	(956)	-119%	3 118
Machinery and Equipment	3 355	3 118	-	256	1 761	806	(956)	-119%	3 118
Transport Assets	6 645	3 384	-	483	3 331	3 251	(80)	-2%	3 384
Transport Assets	6 645	3 384	-	483	3 331	3 251	(80)	-2%	3 384
Total Depreciation	60 629	65 402	-	5 185	35 872	36 870	997	3%	65 402

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

Description	2022/23	Budget Year 2023/24							
	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	44 323	66 356	-	6 875	28 727	33 652	4 925	15%	66 356
Roads Infrastructure	43 487	65 356	-	6 875	28 727	32 935	4 208	13%	65 356
Roads	43 487	65 356	-	6 875	28 727	32 935	4 208	13%	65 356
Road Structures							-		
Storm water Conveyance							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
MV Substations							-		
MV Switching Stations							-		
MV Networks							-		
LV Networks							-		
Solid Waste Infrastructure	836	1 000	-	-	-	718	718	100%	1 000
Landfill Sites	836	1 000	-	-	-	718	718	100%	1 000
Waste Transfer Stations							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Cemeteries/Crematoria	-	-	-	-	-	-	-		-
Parks	-	-	-	-	-	-	-		-
Other assets	1 075	-	-	-	-	-	-		-
Operational Buildings	1 075	-	-	-	-	-	-		-
Municipal Offices	-	-	-	-	-	-	-		-
Yards	1 075	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
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	45 398	66 356	-	6 875	28 727	33 652	4 925	15%	66 356

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 R7, 857 million and the year to date budget is R10, 102 million that reflects positive spending variance of R2, 245 million that translates to 22% variance.

The renewal of existing assets is not budgeted for the 2023/24 financial year.

The year-to-date actual expenditure on repairs and maintenance is R23, 498 million, and the year-to-date budget is R17, 630 million, reflecting an underspending variance of R5 867 million that translates to 33%.

The year-to-date actual expenditure on upgrading of existing assets is R27, 727 and the year-to-date budget is R33, 652 million, reflecting a positive spending variance of R4 ,925 million that translates to 15%.

The year-to-date actual expenditure on depreciation and asset impairment is R35, 872 and the year-to-date budget is R36, 870 million, reflecting a positive spending variance of R 997 million, that translates to 3% which means the integration between asset management system and core financial system is working which is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is complying mSCOA requirements in terms of the depreciation method.

List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2023/24 Medium Term Revenue and Expenditure Framework		
					Original Budget	YTD Actuals	Percentage
Community Services	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	800 000	26 000	3%
	Machinery and Equipment	Single	Machinery and Equipment	Machinery and Equipment	100 000	96 753	97%
Corporate Services	Fencing of Roossenekal Landfill Site	Multi	Solid Waste Infrastructure	Landfill Sites	1 000 000	-	0%
	Computer Equipment	Multi	Computer Equipment	Computer Equipment	700 000	707 000	101%
Technical Services	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	300 000	281 150	94%
	Groblersdal Stormwater	Single	Storm water Infrastructure	Drainage Collection	800 000	-	0%
	Upgrading of Hlogottlou-Bopanang Road	Multi	Roads Infrastructure	Roads	12 275 600	4 648 971	38%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	20 580 400	7 966 256	39%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	10 000 000	4 536 632	45%
	Upgrading of Mokumong Access Road to Marateng Taxi	Multi	Roads Infrastructure	Roads	22 500 000	11 575 039	51%
	Electrification of Magukubjane	Single	Electrical Infrastructure	MV Networks	400 000	244 295	61%
	Electrification of Masakaneng	Multi	Electrical Infrastructure	MV Networks	8 000 000	3 781 423	47%
	Electrification of Motetema High view	Single	Electrical Infrastructure	MV Networks	2 000 000	368 164	18%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	1 400 000	268 645	19%
Electrification of Phomola	Single	Electrical Infrastructure	MV Networks	2 000 000	1 654 644	83%	
Electrification of Vlakfontein	Single	Electrical Infrastructure	MV Networks	1 000 000	272 154	27%	
Electrification of Makaepa	Single	Electrical Infrastructure	MV Networks	-	71 003		
	Aircons	Single	Furniture and Office Equipment	Furniture and Office Equipment	174 000	-	0%
	Machinery and Equipment	Single	Machinery and Equipment	Machinery and Equipment	126 000	86 200	68%

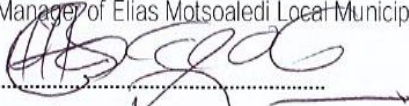
Quality certificate

I, **MAKGOKE WALTER MOHLALA**, the Acting Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of 31 January 2024 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


12/02/2024