

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

JULY 2022

Table of Contents

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

PART 1: IN - YEAR REPORT

PURPOSE

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

EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further state that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the July or and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results. It must be noted that 2021-22 financial year amounts are not yet audited.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2022/23			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	601,350,985	-	131,883,637	22%
OPERATING EXPENDITURE	597,283,011	-	34,604,363	6%
TRANSFER - CAPITAL	79,606,004	-	6,523,204	8%
SURPLUS/(DEFICIT)	83,673,978	-	103,802,479	124%
CAPITAL EXPENDITURE	98,041,001	-	5,672,354	6%

Table C1 – Budget Statement Summary

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	39,913	44,645	–	5,206	5,206	3,370	1,836	54%	44,645
Service charges	108,243	117,968	–	9,315	9,315	6,927	2,387	34%	117,968
Investment revenue	1,780	3,652	–	71	71	221	(150)	-68%	3,652
Transfers and subsidies	297,765	338,906	–	114,801	114,801	142,396	(27,595)	-19%	338,906
Other own revenue	30,108	96,180	–	2,491	2,491	5,515	(3,025)	-55%	96,180
Total Revenue (excluding capital transfers and contributions)	477,810	601,351	–	131,884	131,884	158,430	(26,546)	-17%	601,351
Employee costs	157,625	185,316	–	12,738	12,738	15,461	(2,724)	-18%	185,316
Remuneration of Councillors	24,783	25,580	–	2,069	2,069	2,132	(62)	-3%	25,580
Depreciation & asset impairment	–	59,780	–	–	–	14,945	(14,945)	-100%	59,780
Finance charges	1,121	2,185	–	–	–	363	(363)	-100%	2,185
Materials and bulk purchases	136,677	148,283	–	5,398	5,398	12,872	(7,474)	-58%	148,283
Transfers and subsidies	1,547	3,292	–	136	136	229	(93)	-41%	3,292
Other expenditure	143,963	172,846	–	14,264	14,264	35,762	(21,498)	-60%	172,846
Total Expenditure	465,716	597,283	–	34,604	34,604	81,764	(47,160)	-58%	597,283
Surplus/(Deficit)	12,094	4,068	–	97,279	97,279	76,666	20,614	27%	4,068
Transfers and subsidies - capital (monetary allocations)	67,914	79,606	–	6,523	6,523	22,674	(16,151)	-71%	79,606
Surplus/(Deficit) after capital transfers & contributions	80,008	83,674	–	103,802	103,802	99,340	4,463	4%	83,674
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	80,008	83,674	–	103,802	103,802	99,340	4,463	4%	83,674
Capital expenditure & funds sources									
Capital expenditure	72,706	98,041	–	5,672	5,672	11,281	(5,608)	-50%	98,041
Capital transfers recognised	70,770	79,606	–	5,672	5,672	9,991	(4,319)	-43%	79,606
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	1,936	18,435	–	–	–	1,290	(1,290)	-100%	18,435
Total sources of capital funds	72,706	98,041	–	5,672	5,672	11,281	(5,608)	-50%	98,041
Financial position									
Total current assets	133,384	158,966	–	–	277,126	–	–	–	158,966
Total non current assets	1,223,261	1,325,025	–	–	1,213,339	–	–	–	1,325,025
Total current liabilities	92,636	120,343	–	–	147,152	–	–	–	120,343
Total non current liabilities	78,238	113,710	–	–	78,642	–	–	–	113,710
Community wealth/Equity	1,185,771	1,249,938	–	–	1,264,670	–	–	–	1,249,938
Cash flows									
Net cash from (used) operating	72,937	94,811	–	105,113	105,113	104,247	(866)	-1%	94,811
Net cash from (used) investing	(70,756)	(78,022)	–	(5,672)	(5,672)	(7,219)	(1,547)	21%	(78,022)
Net cash from (used) financing	(2,441)	(6,971)	–	–	–	(504)	(504)	100%	(6,971)
Cash/cash equivalents at the month/year end	6,597	24,063	–	–	106,038	110,769	4,731	4%	16,415
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	15,786	4,236	3,544	3,381	3,339	3,390	18,205	109,402	161,282
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 July is R131, 883 million and the year to date budget of R158,430 million and this reflects a negative variance of R26 546 million which is mostly attributable to equitable shares received amounting to R130, 361 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 68% unfavorable variance,
- Interest earned – outstanding debtors: 232% favorable variance,
- Rental on Facilities and Equipment: 29% unfavorable variance,
- Fines, penalties and forfeits: 100% unfavorable variance
- Services Charges – electricity revenue: 39% favorable variance
- Services Charges – refuse revenue: 2% unfavorable variance
- Licenses and permits: 12% favorable variance
- Property rates: 6% unfavorable variance
- Other revenue: 481% favorable
- Transfer and subsidies: 19% unfavorable

Operating Expenditure

The year to date operational expenditure as at end of July amounts to R34,604 million and the year to date budget is R81,764 million. This reflects underspending variance of R47,160 million that translates to 58% variance. The variance is attributed underspending variance on depreciation and asset impairment and debt impairment that the municipality is still facing a challenge regarding the computation of monthly movement of the two accounts.

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

- Employee related costs: 18% under performance
- Debt impairment: 100% under performance
- Depreciation and asset impairment: 100% under performance
- Finance charges: 100% under performance
- Other material: 40% over performance
- Bulk purchase: 99% under performance
- Contracted services: 49% under performance
- Transfer and subsidies: 41% under performance
- Other expenditure: 30 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 July 2022 amounts to R5,672 million and the year to date budget amounts to R11,281 million and this gives rise to R5,608 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of July is R103,802 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 July amounts to R161,282 million and this shows an increase of R2,944 million as compared to R158,338 million as at end of 2021/22 financial year.

Consumer debtors is made up of service charges and property rates that amount to R99,481 million and other debtors amounting to R61, 801 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 July as required by MFMA and as a result.

Table C2 – Financial Performance (Standard Classification)

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	249,584	281,883	-	77,567	77,567	93,357	(15,790)	-17%	281,883
Executive and council	53,432	53,728	-	12,109	12,109	14,925	(2,816)	-19%	53,728
Finance and administration	185,365	214,701	-	60,059	60,059	72,223	(12,164)	-17%	214,701
Internal audit	10,787	13,455	-	5,399	5,399	6,209	(810)	-13%	13,455
Community and public safety	23,607	96,507	-	8,211	8,211	13,937	(5,727)	-41%	96,507
Community and social services	10,214	10,998	-	4,069	4,069	4,685	(615)	-13%	10,998
Sport and recreation	11,148	17,075	-	4,120	4,120	4,742	(622)	-13%	17,075
Public safety	2,244	68,435	-	21	21	4,511	(4,489)	-100%	68,435
Economic and environmental services	122,556	124,248	-	30,396	30,396	49,695	(19,299)	-39%	124,248
Planning and development	23,586	20,920	-	8,750	8,750	9,707	(957)	-10%	20,920
Road transport	96,164	102,518	-	21,202	21,202	39,478	(18,276)	-46%	102,518
Environmental protection	2,806	811	-	444	444	511	(67)	-13%	811
Trading services	149,977	178,318	-	22,233	22,233	24,114	(1,881)	-8%	178,318
Energy sources	121,594	145,384	-	12,272	12,272	10,765	1,507	14%	145,384
Waste management	28,383	32,935	-	9,961	9,961	13,349	(3,388)	-25%	32,935
Total Revenue - Functional	545,724	680,957	-	138,407	138,407	181,104	(42,697)	-24%	680,957
Expenditure - Functional									
Governance and administration	213,771	220,755	-	21,288	21,288	26,734	(5,446)	-20%	220,755
Executive and council	41,413	47,573	-	2,957	2,957	3,587	(631)	-18%	47,573
Finance and administration	161,909	163,419	-	17,981	17,981	21,534	(3,552)	-16%	163,419
Internal audit	10,449	9,764	-	350	350	1,613	(1,263)	-78%	9,764
Community and public safety	35,025	89,593	-	2,729	2,729	20,110	(17,381)	-86%	89,593
Community and social services	5,961	8,174	-	464	464	714	(250)	-35%	8,174
Sport and recreation	9,938	16,175	-	594	594	1,572	(978)	-62%	16,175
Public safety	19,126	65,243	-	1,671	1,671	17,824	(16,153)	-91%	65,243
Economic and environmental services	63,229	120,750	-	8,010	8,010	18,340	(10,329)	-56%	120,750
Planning and development	16,804	20,798	-	983	983	1,834	(851)	-46%	20,798
Road transport	46,228	99,257	-	7,028	7,028	16,448	(9,420)	-57%	99,257
Environmental protection	197	696	-	-	-	58	(58)	-100%	696
Trading services	153,690	166,185	-	2,577	2,577	16,581	(14,004)	-84%	166,185
Energy sources	120,044	134,925	-	481	481	12,797	(12,316)	-96%	134,925
Waste management	33,647	31,260	-	2,096	2,096	3,784	(1,688)	-45%	31,260
Total Expenditure - Functional	465,716	597,283	-	34,604	34,604	81,764	(47,160)	-58%	597,283
Surplus/ (Deficit) for the year	80,008	83,674	-	103,802	103,802	99,340	4,463	4%	83,674

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

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	47,876	47,271	-	9,202	9,202	10,583	(1,380)	-13%	47,271
Vote 2 - Municipal Manager	36,327	46,531	-	17,648	17,648	21,295	(3,647)	-17%	46,531
Vote 3 - Budget & Treasury	82,410	103,972	-	18,807	18,807	18,781	26	0%	103,972
Vote 4 - Corporate Services	44,128	50,627	-	21,694	21,694	28,950	(7,256)	-25%	50,627
Vote 5 - Community Services	62,834	138,801	-	20,133	20,133	29,417	(9,284)	-32%	138,801
Vote 6 - Technical Services	231,991	265,908	-	38,862	38,862	56,564	(17,702)	-31%	265,908
Vote 7 - Developmental Planning	16,336	12,923	-	6,211	6,211	6,787	(576)	-8%	12,923
Vote 8 - Executive Support	23,821	14,925	-	5,849	5,849	8,727	(2,877)	-33%	14,925
Total Revenue by Vote	545,724	680,957	-	138,407	138,407	181,104	(42,697)	-24%	680,957
Expenditure by Vote									
Vote 1 - Executive & Council	35,397	35,371	-	2,645	2,645	2,929	(284)	-10%	35,371
Vote 2 - Municipal Manager	45,887	41,983	-	3,466	3,466	4,607	(1,141)	-25%	41,983
Vote 3 - Budget & Treasury	171,728	66,301	-	10,282	10,282	9,709	572	6%	66,301
Vote 4 - Corporate Services	26,478	36,714	-	3,011	3,011	4,793	(1,782)	-37%	36,714
Vote 5 - Community Services	77,045	130,751	-	5,504	5,504	24,701	(19,197)	-78%	130,751
Vote 6 - Technical Services	179,490	248,110	-	7,379	7,379	31,827	(24,448)	-77%	248,110
Vote 7 - Developmental Planning	12,217	15,057	-	619	619	1,368	(749)	-55%	15,057
Vote 8 - Executive Support	22,638	22,996	-	1,698	1,698	1,828	(130)	-7%	22,996
Total Expenditure by Vote	570,880	597,283	-	34,604	34,604	81,764	(47,160)	-58%	597,283
Surplus/ (Deficit) for the year	(25,156)	83,674	-	103,802	103,802	99,340	4,463	4%	83,674

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

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

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	39,913	44,645	–	5,206	5,206	3,370	1,836	54%	44,645
Service charges - electricity revenue	98,860	108,186	–	8,496	8,496	6,092	2,404	39%	108,186
Service charges - refuse revenue	9,383	9,781	–	819	819	835	(16)	-2%	9,781
Rental of facilities and equipment	998	1,004	–	59	59	83	(24)	-29%	1,004
Interest earned - external investments	1,780	3,652	–	71	71	221	(150)	-68%	3,652
Interest earned - outstanding debtors	19,283	18,817	–	1,092	1,092	329	763	232%	18,817
Fines, penalties and forfeits	2,236	68,520	–	21	21	4,518	(4,496)	-100%	68,520
Licences and permits	5,966	6,315	–	500	500	445	55	12%	6,315
Transfers and subsidies	297,765	338,906	–	114,801	114,801	142,396	(27,595)	-19%	338,906
Other revenue	1,624	1,524	–	819	819	141	678	481%	1,524
Gains							–		
Total Revenue (excluding capital transfers and contributions)	477,810	601,351	–	131,884	131,884	158,430	(26,546)	-17%	601,351
Expenditure By Type									
Employee related costs	157,625	185,316	–	12,738	12,738	15,461	(2,724)	-18%	185,316
Remuneration of councillors	24,783	25,580	–	2,069	2,069	2,132	(62)	-3%	25,580
Debt impairment	17,950	61,181	–	–	–	20,545	(20,545)	-100%	61,181
Depreciation & asset impairment	–	59,780	–	–	–	14,945	(14,945)	-100%	59,780
Finance charges	1,121	2,185	–	–	–	363	(363)	-100%	2,185
Bulk purchases	97,917	109,638	–	83	83	9,085	(9,002)	-99%	109,638
Other materials	38,760	38,645	–	5,315	5,315	3,787	1,528	40%	38,645
Contracted services	82,960	67,165	–	3,535	3,535	6,934	(3,399)	-49%	67,165
Transfers and subsidies	1,547	3,292	–	136	136	229	(93)	-41%	3,292
Other expenditure	43,053	44,500	–	10,729	10,729	8,282	2,447	30%	44,500
Losses							–		
Total Expenditure	465,716	597,283	–	34,604	34,604	81,764	(47,160)	-58%	597,283
Surplus/(Deficit)	12,094	4,068	–	97,279	97,279	76,666	20,614	27%	4,068
Transfers and subsidies - capital (monetary allocations)	67,914	79,606	–	6,523	6,523	22,674	(16,151)	-71%	79,606
Transfers and subsidies - capital (monetary allocations)							–		–
Transfers and subsidies - capital (in-kind - all)							–		
Surplus/(Deficit) after capital transfers & contributions	80,008	83,674	–	103,802	103,802	99,340			83,674
Taxation									
Surplus/(Deficit) after taxation	80,008	83,674	–	103,802	103,802	99,340			83,674
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	80,008	83,674	–	103,802	103,802	99,340			83,674
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	80,008	83,674	–	103,802	103,802	99,340		–	83,674

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

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

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

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

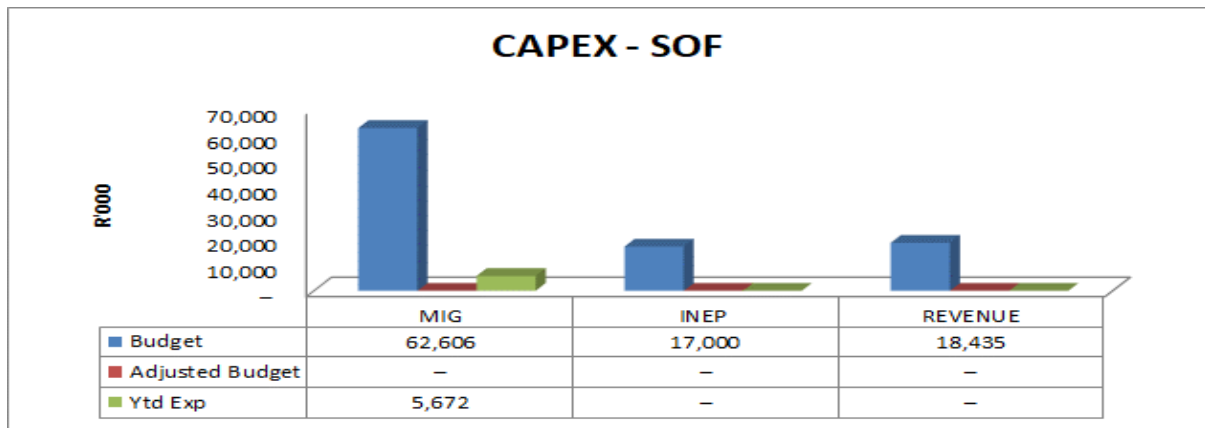
Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,945	1,500	-	-	-	185	(185)	-100%	1,500
Executive and council	-						-		
Finance and administration	1,945	1,500	-	-	-	185	(185)	-100%	1,500
Internal audit	-						-		
Community and public safety	498	3,935	-	-	-	309	(309)	-100%	3,935
Community and social services	498	1,515	-	-	-	74	(74)	-100%	1,515
Sport and recreation	-	1,680	-	-	-	235	(235)	-100%	1,680
Public safety	-	740	-	-	-	-	-		740
Housing							-		
Health							-		
Economic and environmental services	50,458	73,756	-	5,672	5,672	9,739	(4,067)	-42%	73,756
Planning and development	-	1,100	-	-	-	-	-		1,100
Road transport	50,458	72,656	-	5,672	5,672	9,739	(4,067)	-42%	72,656
Environmental protection	-						-		
Trading services	19,805	18,850	-	-	-	1,047	(1,047)	-100%	18,850
Energy sources	13,669	17,600	-	-	-	1,047	(1,047)	-100%	17,600
Waste management	6,135	1,250	-	-	-	-	-		1,250
Other							-		
Total Capital Expenditure - Functional Classification	72,706	98,041	-	5,672	5,672	11,281	(5,608)	-50%	98,041
Funded by:									
National Government	70,770	79,606	-	5,672	5,672	9,991	(4,319)	-43%	79,606
Provincial Government							-		
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	70,770	79,606	-	5,672	5,672	9,991	(4,319)	-43%	79,606
Borrowing							-		
Internally generated funds	1,936	18,435	-	-	-	1,290	(1,290)	-100%	18,435
Total Capital Funding	72,706	98,041	-	5,672	5,672	11,281	(5,608)	-50%	98,041

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	866	1,500	-	-	-	185	(185)	-100%	1,500
Vote 5 - Community Services	-	4,345	-	-	-	309	(309)	-100%	4,345
Vote 6 - Technical Services	37,435	22,815	-	-	-	1,050	(1,050)	-100%	22,815
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	38,301	28,660	-	-	-	1,544	(1,544)	-100%	28,660
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	6,633	840	-	-	-	-	-	-	840
Vote 6 - Technical Services	27,771	67,441	-	5,672	5,672	9,736	(4,064)	-42%	67,441
Vote 7 - Developmental Planning	-	1,100	-	-	-	-	-	-	1,100
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	34,405	69,381	-	5,672	5,672	9,736	(4,064)	-42%	69,381
Total Capital Expenditure	72,706	98,041	-	5,672	5,672	11,281	(5,608)	-50%	98,041

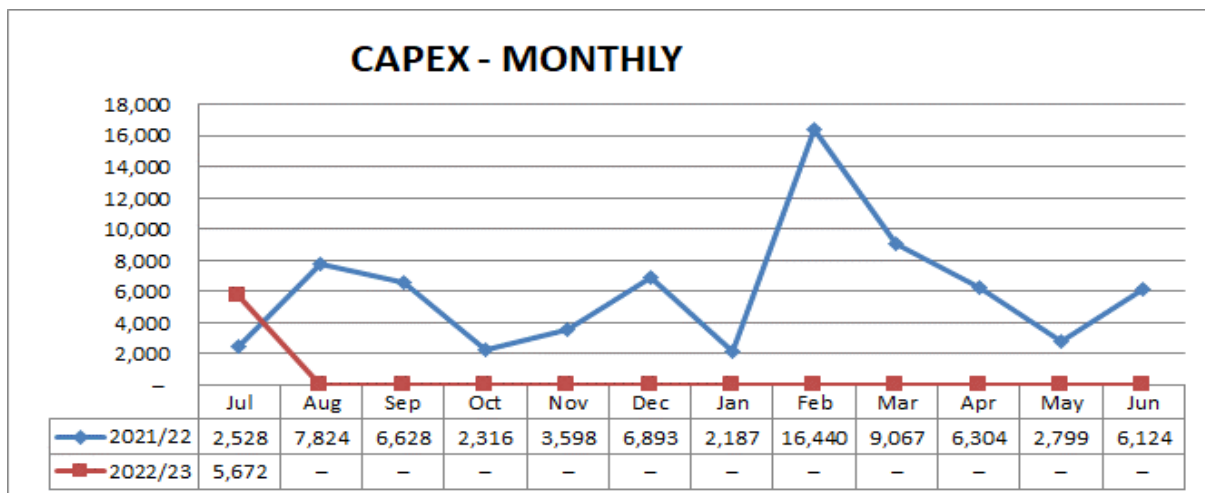
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of July 2022, R5 672 million spending is incurred and the year to date expenditure amounts to R5 672 million whilst the year to date budget is R11 281 million and this gave rise to under spending variance of R5 608 million that translates to 50%.

Figure 1: Capital expenditure by source



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R98, 041 million, R62, 606 million is funded from Municipal Infrastructure grant, R17, 000 million from Integrated National Electrification Programme and R18, 435 million from own revenue and the spending per source of finance is presented in the above graph.

Figure 2: Monthly capital expenditure



The above graph compares the 2021/22 and 2022/23 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2021/22	Budget Year 2022/23			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	14,775	24,162		86,967	24,162
Call investment deposits	–	–		19,071	–
Consumer debtors	102,891	61,834		107,361	61,834
Other debtors	5,863	62,845		52,629	62,845
Current portion of long-term receivables	–	119			119
Inventory	9,855	10,005		11,097	10,005
Total current assets	133,384	158,966	–	277,126	158,966
Non current assets					
Long-term receivables	–	–		–	–
Investments	–	17,278		–	17,278
Investment property	93,880	48,547		78,795	48,547
Investments in Associate	–				
Property, plant and equipment	1,128,896	1,258,405		1,132,593	1,258,405
Biological	–	–		–	–
Intangible	23	331		23	331
Other non-current assets	463	463		1,928	463
Total non current assets	1,223,261	1,325,025	–	1,213,339	1,325,025
TOTAL ASSETS	1,356,645	1,483,992	–	1,490,465	1,483,992
LIABILITIES					
Current liabilities					
Bank overdraft	–	–		–	–
Borrowing	1,022	7,459		1,872	7,459
Consumer deposits	5,622	5,700		5,589	5,700
Trade and other payables	83,990	101,172		137,824	101,172
Provisions	2,003	6,012		1,868	6,012
Total current liabilities	92,636	120,343	–	147,152	120,343
Non current liabilities					
Borrowing	–	17,458		1,865	17,458
Provisions	78,238	96,252		76,777	96,252
Total non current liabilities	78,238	113,710	–	78,642	113,710
TOTAL LIABILITIES	170,874	234,053	–	225,794	234,053
NET ASSETS	1,185,771	1,249,938	–	1,264,670	1,249,938
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,175,771	1,230,938		1,264,670	1,230,938
Reserves	10,000	19,000		–	19,000
TOTAL COMMUNITY WEALTH/EQUITY	1,185,771	1,249,938	–	1,264,670	1,249,938

The above table shows that community wealth amounts to R1,264 billion, total liabilities R225,794 million and the total assets R1, 490 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 1.9:1 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	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	28,584	40,092		2,878	2,878	2,945	(67)	-2%	40,092
Service charges	96,925	122,434		8,527	8,527	8,621	(94)	-1%	122,434
Other revenue	8,077	17,752		2,166	2,166	2,121	45	2%	17,752
Transfers and Subsidies - Operational	307,767	338,906		130,361	130,361	130,451	(90)	0%	338,906
Transfers and Subsidies - Capital	69,330	79,606		19,000	19,000	19,500	(500)	-3%	79,606
Interest	1,570	3,652		284	284	365	(81)	-22%	3,652
Payments									
Suppliers and employees	(437,783)	(508,739)		(57,968)	(57,968)	(59,512)	(1,544)	3%	(508,739)
Finance charges	(1,300)	(2,185)		-	-	(102)	(102)	100%	(2,185)
Transfers and Grants	(232)	3,292		(136)	(136)	(142)	(6)	4%	3,292
NET CASH FROM/(USED) OPERATING ACTIVITIES	72,937	94,811	-	105,113	105,113	104,247	(866)	-1%	94,811
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	1,778	5,544				421	(421)	-100%	5,544
Decrease (increase) in non-current receivables	-	-					-		-
Decrease (increase) in non-current investments	-	(1,776)				(95)	95	-100%	(1,776)
Payments									
Capital assets	(72,534)	(81,790)		(5,672)	(5,672)	(7,545)	(1,873)	25%	(81,790)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(70,756)	(78,022)	-	(5,672)	(5,672)	(7,219)	(1,547)	21%	(78,022)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-					-		-
Borrowing long term/refinancing	-	488				42	(42)	-100%	488
Increase (decrease) in consumer deposits	-						-		
Payments									
Repayment of borrowing	(2,441)	(7,459)				(546)	(546)	100%	(7,459)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2,441)	(6,971)	-	-	-	(504)	(504)	100%	(6,971)
NET INCREASE/ (DECREASE) IN CASH HELD	(261)	9,818	-	99,441	99,441	96,524			9,818
Cash/cash equivalents at beginning:	6,858	14,245			6,597	14,245			6,597
Cash/cash equivalents at month/year end:	6,597	24,063	-		106,038	110,769			16,415

Table C7 presents details pertaining to cash flow performance. As at end of July 2022, the net cash inflow from operating activities is R105,113 million whilst net cash outflow from investing activities is R5,672 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R0 million. The cash and cash equivalent held at end of July 2022 amounted to R106,038 million and the net effect of the above cash flows is cash inflow movement of 99,441 million. The cash and cash equivalent at end of the reporting period of R106,038 million, is mainly made up of cash in the primary bank account amounting to R86,967, with a short term investment amounting to R19, 071 million at the end of July 2022.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Property rates	54%	The projected monthly revenue appear to be higher in light of the actual revenue performance	The variance is immaterial and no remedial action is needed.
Service charges - electricity revenue	39%	The projected monthly revenue appear to be higher in light of the actual revenue performance	No remedial action is needed since it end of the year
Service charges - refuse revenue	-2%	The actual revenue generated is lower than the projected monthly revenue	No remedial action is needed as the revenue is high.
Rental of facilities and equipment	-29%	The actual revenue generated is less the projected monthly revenue and the majority of the rented assets are not at arm's length transactions	The municipality should look into the revenue generated on their rental of facilities to see if they generate cash as they are rented out
Interest earned - external investments	-68%	The municipality has withdrew all their short term investment	The municipality should draft cash flow projections plan which will assist if there is a need to invest
Interest earned - outstanding debtors	232%	The projected revenue is less than the actual revenue generated.	The municipality should encourage customers to pay the accounts on time to avoid incurring interest.
Fines, penalties and forfeits	-100%	The contract of the speed fine cameras has been appointed, however there still slow collection in terms of revenue collection.	The municipality has cut down the revenue budget during the main adjustment with a hope that the actual revenue collected with to date will agree with projected monthly revenue collection.
Licences and permits	12%	The actual revenue generated is less than the projected monthly revenue	No remedial action is needed since the adjustment budget has completed.
Transfers and subsidies	-19%	The equitable share trenches received is slightly higher than the projections thereof.	The budget unit should make use of the payment schedule during budget preparations.
Other revenue	481%	The actual revenue generated is less than the projected monthly revenue.	No remedial action is needed as the variance is positive.
Expenditure By Type			
Employee related costs	-18%	The actual expenditure incurred on employee related costs is more than the projections thereof	No remedial action is needed.
Remuneration of councillors	-3%	The actual expenditure incurred on remuneration of councillors is less than the projected monthly expenditure	No remedial action is needed.
Debt impairment	-100%	Debt impairment is still calculated at bi-annually	The municipality should do away with this approach as it not viable
Depreciation & asset impairment	-100%	Depreciation is still calculated annually.	The municipality should do away with this approach as it not viable
Finance charges	-100%	Finance charges is mainly for finance lease and the lease contract has expired.	The municipality should prioritice the lease contract to start.
Bulk purchases	-99%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure.	No remedial action is needed.
Other materials	40%	The projected expendire is less than the actual expenditure thereof.	No remedial action is needed as it shows improvements on spending on maintenance and repairs.
Contracted services	-49%	The actual expenditure incurred is more than the projected monthly expenditure	Major contracts are overspending and the municipality should budget enough during the 2022-23 draft budget
Transfers and subsidies	-41%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Other expenditure	30%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	-43%	The projections on capital grants is more than the spending thereof.	No remedial action is needed
Internally generated funds	-100%	The actual spending on internally generated funds is slightly more than the projections thereof.	No remedial action is needed since internally generated projects are discontinued.
Cash Flow			
Property rates	-2%	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	-1%	The collection rate on service charges is lower than the projected rate	The municipality should come up strategies of collection methods in licenced municipal areas on electricity billings and refuse removal.
Other revenue	2%	The collection rate on leased assets are under projected	The municipality should come up with strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	0%	The receipted trenches of operational grants are in line with the projections thereof.	The municipality should make use of DORA during the draft and final budget preparations.
Government - Capital	-3%	The receipted trenches of capital grants are in line with the projections thereof.	During the main budget preparation division of revenue act (DORA) should be used as a guideline.
Interest	-22%	Interest on other revenue is under projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	3%	The actual costs incurred is way higher than the projected costs and the variance is caused by overspending on contracted services, other materials and other expenditure.	The variance is caused by outstanding payment on Contracted services, Other materials and general expenses therefore the municipality should avoid closing the year end with outstanding creditors
Finance charges	100%	The finance charges have been over projected.	No remedial action is needed
Transfers and Grants	4%	The payments relating to this account are slightly lower than the projections thereof	No remedial action is needed
Capital assets	25%	The projected capital expenditure on capex is more than the actual spending thereof.	All the expected trenches of the grants have been received in line with their payment schedule
Increase (decrease) in consumer deposits	-100%	The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	100%	The projections is not in line with the amortisation schedule	The municipality should make use of amortisation during budget preparations.

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2022/23											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Bad Debts Written Off	Impairment - Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	7,982	1,056	196	96	113	242	485	2,361	12,531	3,297	-	-
Receivables from Non-exchange Transactions - Property Rates	5,210	1,495	1,310	1,248	1,214	1,194	6,354	46,110	64,135	56,121	-	-
Receivables from Exchange Transactions - Waste Management	818	475	421	395	390	389	2,347	16,099	21,333	19,619	-	-
Receivables from Exchange Transactions - Property Rental Debtors	59	30	25	22	23	25	123	1,173	1,481	1,367	-	-
Interest on Arrear Debtor Accounts	1,092	1,735	1,676	1,642	1,603	1,566	8,564	40,272	58,150	53,646	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	625	(556)	(84)	(23)	(5)	(26)	332	3,388	3,652	3,666	-	-
Total By Income Source	15,786	4,236	3,544	3,381	3,339	3,390	18,205	109,402	161,282	137,717	-	-
2019/20 - totals only	13,747	5,951	3,560	3,407	3,479	3,298	18,231	106,666	158,338	135,081		
Debtors Age Analysis By Customer Group												
Organs of State	2,346	1,261	1,042	1,005	991	1,017	5,593	35,686	48,941	44,292	-	-
Commercial	7,915	228	445	421	406	458	1,682	8,727	20,281	11,693	-	-
Households	5,404	2,597	1,963	1,866	1,874	1,828	10,442	62,531	88,505	78,541	-	-
Other	120	150	95	89	68	87	488	2,459	3,556	3,191	-	-
Total By Customer Group	15,786	4,236	3,544	3,381	3,339	3,390	18,205	109,402	161,282	137,717	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of July amount to R161,282 million. The debtors' book is made up as follows:

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

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

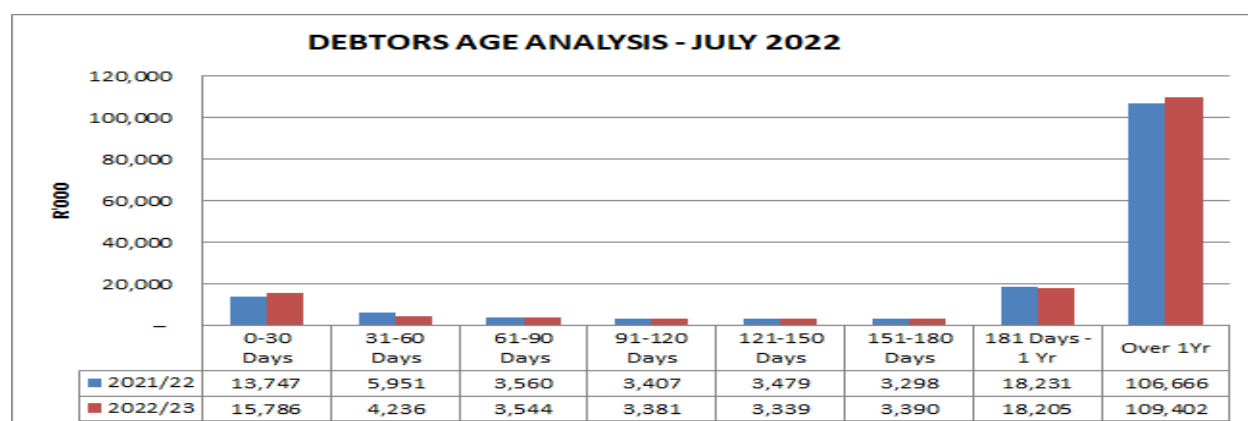
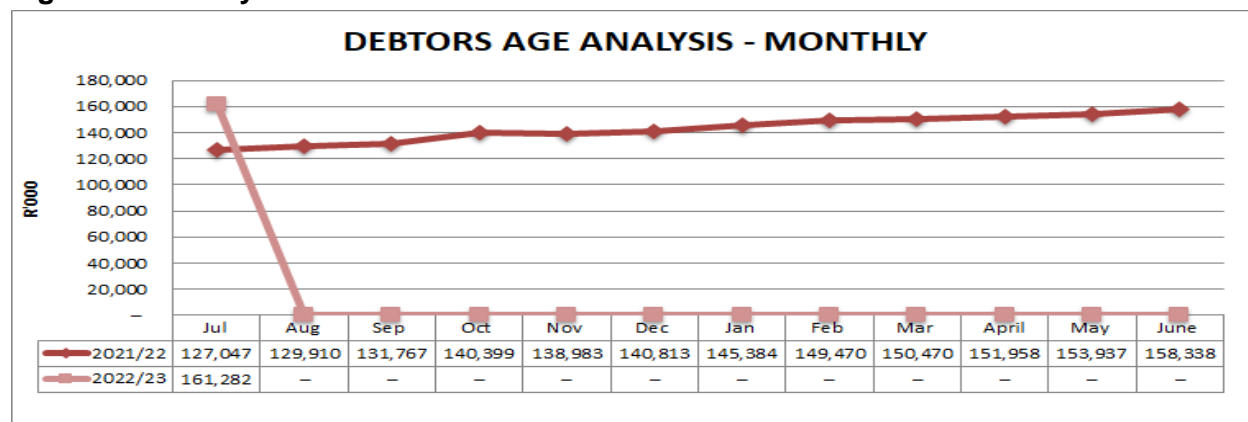


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2021/22 financial year and 2022/23 (as at end of July 2022) whilst the latter shows monthly movement of debtors for both the current financial year and the 2021/22 financial year. The debtors book is materially less than the 2022/23 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

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

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	ACCOUNT	OCC/OWN	OUTSTANDING BALANCE
9000276	DEPARTMENT OF PUBLIC WORKS-PROVINCIAL	ACTIVE	OWNER	1,596,156
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	1,743,367
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	634,691
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OCCUPIER	821,592
800000478	DAYBREAK PROP 3 PTY LTD	ACTIVE	OWNER	484,085
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OCCUPIER	484,481
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OWNER	307,586
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	197,228
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	181,505
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	198,466
20494	BREAKAWAY TRUST	ACTIVE	OWNER	303,199
1200062	GREAT NORTH TRANSPORT	ACTIVE	OCCUPIER	366,823
9900067	WATER PURIFICATION PLANT (SDM)	ACTIVE	OCCUPIER	350,814
9002503	GOUWS BOERDERY TRUST 1999/022459/07	ACTIVE	OWNER	181,585
9019006	TIGER STRIPES INVESTMENTS (PTY	ACTIVE	OWNER	177,028
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	134,899
1101703	ALLMUSS PROP PTY LTD TMGROBLERS	ACTIVE	OWNER	327,786
5000305	NKANGALA DISTRICT MUNICIPALITY	ACTIVE	OWNER	218,781
2200691	EHLERS JA	ACTIVE	OWNER	177,516
9001712	MINERAL WILDLIFE INV PTY LTD 200402878407	ACTIVE	OWNER	199,715
TOTAL				9,087,303

Supporting Table: SC 4 - Creditors Age Analysis

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

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

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

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

TOP CREDITORS PAID

The Municipality had an amount of R10, 789 million as outstanding creditors by the end of the month of July 2022.

CODE	CREDITOR NAME	AMOUNT
81054	KGWADI YA MADIBA GENERAL	3,450,000
80984	GUBIS 85 SOLUTION	2,402,477
40029	GIFTRON DISTRIBUTION	1,275,868
1256	MANY LE MANG CONSTRUCTION	1,215,000
80900	MARKET DEMAND TRADING 773	727,858
81042	MATUPUNUKA ICT	448,617
81137	MPOYANA LEDWABA INC	362,546
81135	LOSKOP RADIO/NEWSTAR BUSINESS	331,387
41095	REAKGONA TRAVEL SERVICES	158,039
37581	PHELADI NOKO B1 FUNERAL	136,800
81225	LOSKOP ALARMS	115,832
41027	KDM TRAVEL EXPRESS	83,307
80962	OREDITETSE FINANCIAL SOLUTION	29,600
81192	PIONEER BIOFUELS	28,900
81176	KWELI PROJECTS	21,000
935	GOVERNMENT PRINTING WORKS	2,018
TOTAL		10,789,247

Supporting Table: SC 5 - Investment Portfolio

Name of institution	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest Realised	Withdrawal	Investment Top Up	Closing Balance
ABSA 9372565177	1 Month	Current Investment	5.4%		31-Jul-22	-	71,367	-	19,000,000	19,071,367
TOTAL INVESTMENTS AND INTEREST						-		-	19,000,000	19,071,367

The Municipality's current investment portfolio during the month of July had an investment top up amounted R19,000 million in single portfolio investment, earned an interest of R71, 367 thousand and closed off with R19, 071 million.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	307,637	338,906	-	130,361	130,361	142,396	(12,035)	-8%	338,906
Local Government Equitable Share	302,788	334,260		130,361	130,361	139,546	(9,185)	-7%	334,260
Finance Management	2,650	2,850		-	-	2,850	(2,850)	-100%	2,850
EPWP Incentive	2,199	1,796		-	-	-	-		1,796
Other grant providers:	-	-	-	-	-	-	-		-
LGSETA Learnership and Development									
Total Operating Transfers and Grants	307,637	338,906	-	130,361	130,361	142,396	(12,035)	-8%	338,906
Capital Transfers and Grants									
National Government:	74,315	79,606	-	19,000	19,000	22,674	(3,674)	-16%	79,606
Municipal Infrastructure Grant (MIG)	57,924	62,606		14,000	14,000	22,674	(8,674)	-38%	62,606
Integrated National Electrification Grant	16,391	17,000		5,000	5,000	-	5,000		17,000
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-							
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A									
Total Capital Transfers and Grants	74,315	79,606	-	19,000	19,000	22,674	(3,674)	-16%	79,606
TOTAL RECEIPTS OF TRANSFERS & GRANTS	381,952	418,512	-	149,361	149,361	165,069	(15,708)	-10%	418,512

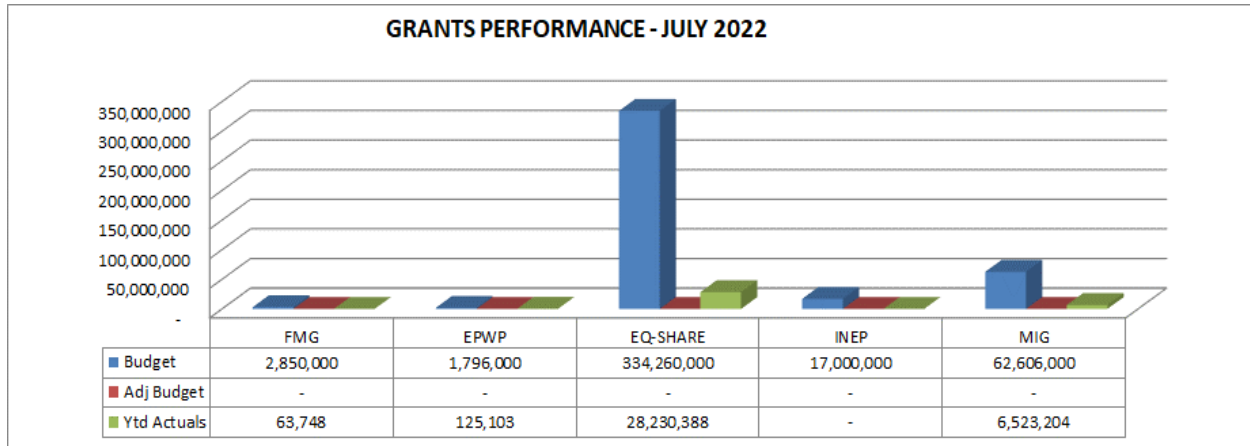
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R149,361 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R130, 361 million; Financial Management Grant amounting to R0 million; Municipal Infrastructure Grant amounting to R14, 000 million; Integrated National Energy Grant R5, 000 million and Expanded Public Works Programme R0 million were received. Most of the first trench of the grants allocated for the current financial year, so far have been received in line with National Treasury payment schedule.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	307,637	338,906	-	28,419	28,419	32,794	(4,374)	-13%	338,906
Local Government Equitable Share	302,788	334,260		28,230	28,230	32,476	(4,245)	-13%	334,260
Finance Management	2,650	2,850		64	64	190	(127)	-67%	2,850
EPWP Incentive	2,199	1,796		125	125	128	(3)	-2%	1,796
Other grant providers:	-	-	-	-	-	-	-		-
LGSETA Learnership and Development									
Total operating expenditure of Transfers and Grants:	307,637	338,906	-	28,419	28,419	32,794	(4,374)	-13%	338,906
Capital expenditure of Transfers and Grants									
National Government:	79,332	79,606	-	6,523	6,523	10,997	(4,474)	-41%	79,606
Municipal Infrastructure Grant (MIG)	57,984	62,606		6,523	6,523	7,546	(1,023)	-14%	62,606
Intergrated National Electrification Grant	21,348	17,000		-	-	3,451	(3,451)	-100%	17,000
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development									
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A							0		
Total capital expenditure of Transfers and Grants	79,332	79,606	-	6,523	6,523	10,997	(4,474)	-41%	79,606
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	386,969	418,512	-	34,942	34,942	43,791	(8,849)	-20%	418,512

An amount of R34, 942 million has been spent on grants during the month of July 2022 and the year to date actuals is R34, 942 million whilst the year to date budget amounts to R43, 791 million and this results in an over spending variance of R8 849 million that translates to 20%. Of the total spending amounting to R34,942 million, R28, 419 million is spent on operational grants whilst capital grants spent R6, 523 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 July 2022. The grants expenditure are shown below in percentages:

- Financial Management Grant 2.24%
- Expanded Public Work Programme 6.97%
- Equitable Share 8.45%
- Integrated National Electrification Grant 0%
- Municipal Infrastructure Grant 10.42%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	14,470	14,476		1,205	1,205	1,206	(2)	0%	14,476
Pension and UIF Contributions	1,863	2,504		167	167	209	(42)	-20%	2,504
Medical Aid Contributions	194	89		7	7	7	-		89
Motor Vehicle Allowance	5,281	5,536		443	443	461	(19)	-4%	5,536
Cellphone Allowance	2,738	2,753		229	229	229	-		2,753
Other benefits and allowances	238	223		19	19	19	-		223
Sub Total - Councillors	24,783	25,580	-	2,069	2,069	2,132	(62)	-3%	25,580
% increase		3%							3%
Senior Managers of the Municipality									
Basic Salaries and Wages	3,137	4,315		181	181	360	(179)	-50%	4,315
Pension and UIF Contributions	88	338		7	7	28	(21)	-75%	338
Medical Aid Contributions	80	1,464		5	5	122	(117)	-96%	1,464
Motor Vehicle Allowance	186	519		11	11	43	(33)	-76%	519
Cellphone Allowance	85	166		5	5	14	(9)	-65%	166
Other benefits and allowances	211	312		0	0	26	(26)	-100%	312
Payments in lieu of leave							-		
Sub Total - Senior Managers of Municipality	3,787	7,112	-	208	208	593	(385)	-65%	7,112
% increase		88%							88%
Other Municipal Staff									
Basic Salaries and Wages	98,265	115,473		8,600	8,600	9,623	(1,023)	-11%	115,473
Pension and UIF Contributions	19,580	26,387		1,738	1,738	2,199	(461)	-21%	26,387
Medical Aid Contributions	5,442	5,593		478	478	466	12	3%	5,593
Overtime	1,053	1,163		17	17	97	(80)	-82%	1,163
Motor Vehicle Allowance	13,018	15,702		1,180	1,180	1,308	(128)	-10%	15,702
Cellphone Allowance	1,917	1,426		162	162	119	43	36%	1,426
Housing Allowances	220	230		21	21	19	2	11%	230
Other benefits and allowances	10,429	11,279		153	153	958	(805)	-84%	11,279
Payments in lieu of leave	624	442		180	180	37	143	389%	442
Long service awards	1,288	510		-	-	43	(43)	-100%	510
Post-retirement benefit obligations	2,002	-		-	-	-	-		-
Sub Total - Other Municipal Staff	153,838	178,204	-	12,530	12,530	14,869	(2,339)	-16%	178,204
% increase		16%							16%
Total Parent Municipality	182,408	210,897	-	14,807	14,807	17,593	(2,786)	-16%	210,897
		16%							16%
TOTAL SALARY, ALLOWANCES & BENEFITS	182,408	210,897	-	14,807	14,807	17,593	(2,786)	-16%	210,897
% increase		16%							16%
TOTAL MANAGERS AND STAFF	157,625	185,316	-	12,738	12,738	15,461	(2,724)	-18%	185,316

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of July 2022 amounts to R14,807 million and the year to date budget is R17,593 million and the expenditure for remuneration of councilors amounts to R2,069 million while the year to date budget is R2,132 million. The year to date actual expenditure for senior managers is R208 thousand and the year to date budget thereof is R593 thousand. There are four senior managerial vacant positions (Budget and Treasury, Community services, Infrastructure and Planning) and this is causing underspending variance on budget performance for senior management. The year to date actuals for other municipal staff is R12,530 million and the year to date budget is R14,869 million. The remuneration of councilors and other municipal staff category has under spending variance, and there are four vacant positions in the senior management level and the positions should be filled in the new financial year 2022/23.

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

Description	Budget Year 2021/22												2022/23 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Year	Year +1	Year +2
	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	2021/22	2022/23	2023/24
Cash Receipts By Source															
Property rates	2,878	3,341	3,341	3,341	3,341	3,341	3,341	3,341	3,341	3,341	3,341	3,804	40,092	41,856	43,740
Service charges - electricity revenue	8,018	9,569	9,569	9,569	9,569	9,569	9,569	9,569	9,569	9,569	9,569	11,120	114,826	119,873	125,264
Service charges - refuse	509	642	642	642	642	642	642	642	642	642	642	775	7,708	8,047	8,409
Rental of facilities and equipment	46	193	193	193	193	193	193	193	193	193	193	339	2,312		
Interest earned - external investments	71	32	21	32	19	32	21	32	32	32	32	29	389	3,669	3,675
Interest earned - outstanding debtors	213	425	479	499	547	598	654	686	689	754	422	546	6,512	7,551	8,541
Fines, penalties and forfeits	21	353	353	353	353	353	353	353	353	353	353	684	4,232	9,300	9,718
Licences and permits	500	526	526	526	526	526	526	526	526	526	526	553	6,315	6,593	6,890
Transfers and Subsidies - Operational	130,361	3,299			809	110,305		538	93,594				338,906	359,874	384,977
Other revenue	1,599	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	2,156	22,528	2,640	2,758
Cash Receipts by Source	144,217	20,258	17,001	17,032	17,876	127,437	17,177	17,757	110,817	17,288	16,956	20,006	543,823	559,405	593,974
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	19,000		23,270		4,000	16,750		4,000	12,586	-	-	-	79,606	76,364	79,794
Borrowing long term/refinancing				-	-		-		-						
Increase (decrease) in consumer deposits												488	488	237	505
Decrease (increase) in non-current receivables															
Decrease (increase) in non-current investments															
Total Cash Receipts by Source	163,217	20,258	40,271	17,032	21,876	144,187	17,177	21,757	123,403	17,288	16,956	20,494	623,917	636,006	674,273
Cash Payments by Type															
Employee related costs	12,738	16,824	16,824	16,824	16,824	16,824	16,824	16,824	16,824	16,824	16,824	20,911	201,889	210,668	219,614
Remuneration of councillors	2,069	2,069	2,069	2,069	2,069	2,069	2,069	2,069	2,069	2,069	2,069	3,640	26,401	30,493	34,153
Interest paid	-	212	237	321	303	315	329	339	346	354	321	145	3,221	2,326	2,472
Bulk purchases - Electricity	83	9,137	9,137	9,137	9,137	9,137	9,137	9,137	9,137	9,137	9,137	18,190	109,638	114,462	119,613
Other materials	5,315	3,320	3,320	3,320	3,320	3,320	3,320	3,320	3,320	3,320	3,320	1,326	39,844	35,165	36,667
Contracted services	3,535	5,805	5,805	5,805	5,805	5,805	5,805	5,805	5,805	5,805	5,805	8,076	69,664	63,305	66,069
Grants and subsidies paid - other	136	274	274	274	274	274	274	274	274	274	274	413	3,292	3,436	3,588
General expenses	10,729	4,079	4,079	4,079	4,079	2,423	3,212	3,851	3,452	2,897	2,880	3,188	48,946	61,842	52,478
Cash Payments by Type	34,604	41,721	41,745	41,830	41,811	40,167	40,970	41,620	41,228	40,681	40,631	55,889	502,897	521,699	534,655
Other Cash Flows/Payments by Type															
Capital assets	5,672	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	7,662	80,005	81,383	90,922
Repayment of borrowing	-	1,646	1,656	1,675	1,759	1,875	1,986	2,140	2,425	2,642	2,861	4,251	24,917	25,723	26,588
Other Cash Flows/Payments	23,500			4,251			3,542		2,654		3,456	2,452	39,855	31,800	46,694
Total Cash Payments by Type	63,776	50,034	50,069	54,424	50,237	48,709	53,165	50,427	52,975	49,990	53,615	70,253	647,674	660,605	698,859
NET INCREASE/(DECREASE) IN CASH HELD	99,441	(29,776)	(9,798)	(37,392)	(28,361)	95,478	(35,989)	(28,670)	70,428	(32,702)	(36,659)	(49,759)	(23,757)	(24,599)	(24,586)
Cash/cash equivalents at the month/year beginning:	6,597	106,038	76,263	66,465	29,073	712	96,190	60,202	31,532	101,960	69,258	32,599	6,597	(17,160)	(41,759)
Cash/cash equivalents at the month/year end:	106,038	76,263	66,465	29,073	712	96,190	60,202	31,532	101,960	69,258	32,599	(17,160)	(17,160)	(41,759)	(66,345)

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R163, 217 million and the total cash payment for the month were R63, 776 million and this resulted in net increase in cash held amounting to R99, 441 million. With cash and cash equivalent of R6, 597 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R106, 038 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

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

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of July amounts to R5,672 million. The year to date actual expenditure incurred is R5,672 million whilst the year to date budget is R11,281 million that gives rise to under spending variance of R5, 608 million that translate to %50.

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	13,378	18,850	-	-	-	1,047	1,047	100%	18,850
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-
Road Structures								-	
Road Furniture								-	
Capital Spares								-	
Attenuation								-	
Electrical Infrastructure	13,378	17,600	-	-	-	1,047	1,047	100%	17,600
MV Substations		400				235	235	100%	400
MV Networks	14,210	17,000				812	812	100%	17,000
LV Networks	(832)							-	
Capital Spares		200				-	-	-	200
Solid Waste Infrastructure	-	1,250	-	-	-	-	-	-	1,250
Landfill Sites								-	
Waste Transfer Stations								-	
Capital Spares		1,250	-	-	-	-	-	-	1,250
Community Assets	-	440	-	-	-	-	-	-	440
Community Facilities	-	440	-	-	-	-	-	-	440
Libraries								-	
Cemeteries/Crematoria								-	
Capital Spares		440				-	-	-	440
Other assets	-	435	-	-	-	-	-	-	435
Municipal Offices	-							-	
Stores		435				-	-	-	435
Intangible Assets	-	300	-	-	-	-	-	-	300
Servitudes								-	
Computer Software and Applications								-	
Unspecified		300				-	-	-	300
Computer Equipment	866	700	-	-	-	-	-	-	700
Computer Equipment	866	700				-	-	-	700
Furniture and Office Equipment	-	500	-	-	-	185	185	100%	500
Furniture and Office Equipment		500				185	185	100%	500
Machinery and Equipment	291	1,260	-	-	-	-	-	-	1,260
Machinery and Equipment	291	1,260				-	-	-	1,260
Transport Assets	1,079	-	-	-	-	-	-	-	-
Transport Assets	1,079							-	
Total Capital Expenditure on new assets	15,615	22,485	-	-	-	1,232	1,232	100%	22,485

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	34,499	34,800	-	2,427	2,427	3,464	1,037	30%	34,800
Roads Infrastructure	34,499	30,800	-	2,427	2,427	3,464	1,037	30%	30,800
Roads	34,499	30,500		2,427	2,427	3,464	1,037	30%	30,500
Road Structures							-		
Road Furniture		300				-	-		300
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
MV Networks							-		
LV Networks		-					-		
Solid Waste Infrastructure	-	4,000	-	-	-	-	-		4,000
Landfill Sites		4,000				-	-		4,000
Waste Transfer Stations							-		
Community Assets	-	1,000	-	-	-	74	74	100%	1,000
Cemeteries/Crematoria		1,000				74	74	100%	1,000
Police							-		
Public Open Space							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Computer Software and Applications							-		
Load Settlement Software Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	34,499	35,800	-	2,427	2,427	3,538	1,111	31.4%	35,800

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	33,280	26,448	-	4,994	4,994	2,488	(2,506)	-101%	26,448
Roads Infrastructure	13,895	14,217	-	4,304	4,304	1,418	(2,886)	-204%	14,217
Roads	13,895	14,217	-	4,304	4,304	1,418	(2,886)	-204%	14,217
Road Structures							-		
Road Furniture							-		
Capital Spares							-		
Electrical Infrastructure	12,201	2,909	-	687	687	699	11	2%	2,909
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	12,201	2,909	-	687	687	699	11	2%	2,909
LV Networks							-		
Solid Waste Infrastructure	7,184	9,322	-	2	2	371	369	99%	9,322
Landfill Sites	7,184	9,322	-	2	2	371	369	99%	9,322
Waste Transfer Stations							-		
Community Assets	166	594	-	31	31	139	108	78%	594
Community Facilities	166	594	-	31	31	139	108	78%	594
Libraries							-		
Parks	166	594	-	31	31	139	108	78%	594
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	541	3,525	-	426	426	118	(308)	-262%	3,525
Municipal Offices	541	3,525	-	426	426	118	(308)	-262%	3,525
Stores							-		
Intangible Assets	44	200	-	-	-	-	-		200
Servitudes							-		
Computer Software and Applications	44	200	-	-	-	-	-		200
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	3,388	4,260	-	84	84	463	378	82%	4,260
Machinery and Equipment	3,388	4,260	-	84	84	463	378	82%	4,260
Transport Assets	3,268	3,515	-	70	70	406	336	83%	3,515
Transport Assets	3,268	3,515	-	70	70	406	336	83%	3,515
Total Repairs and Maintenance Expenditure	40,687	38,542	-	5,605	5,605	3,614	(1,992)	-55.1%	38,542

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

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

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	22,060	37,356	-	3,245	3,245	6,275	3,030	48%	37,356
Roads Infrastructure	15,925	37,356	-	3,245	3,245	6,275	3,030	48%	37,356
Roads	15,925	37,356		3,245	3,245	6,275	3,030	48%	37,356
Road Structures							-		
Road Furniture							-		
Drainage Collection							-		
Attenuation							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
LV Networks							-		
Solid Waste Infrastructure	6,135	-	-	-	-	-	-		-
Landfill Sites	6,135						-		
Community Assets	498	1,300	-	-	-	235	235	100%	1,300
Libraries							-		
Cemeteries/Crematoria	498						-		
Police							-		
Parks		1,300				235	235	100%	1,300
Other assets	33	1,100	-	-	-	-	-		1,100
Municipal Offices	33						-		
Workshops							-		
Yards		1,100					-		1,100
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Solid Waste Licenses							-		
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	22,592	39,756	-	3,245	3,245	6,510	3,265	50%	39,756

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

The total expenditure for new capital projects amounts to R0 and the year to date budget is R1,232 million that reflects over spending variance of R1,232 million that translates to 100% variance.

The year to date actuals on renewal of existing assets amounts R2,427 million and with the year to date budget of R3,538 million and this reflects over spending variance of R1, 111 million that translates to 31.4% variance.

The year to date actual expenditure on repairs and maintenance is R5,605 million, and the year to date budget is R3,605 million, reflecting under spending variance of R1,992 million that translates to 55.1%.

The year to date actual expenditure on upgrading of existing assets is R16,277 million and the year to date budget is R19,034 million, reflecting over spending variance of R2,756 million that translates to 14%.

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

List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2022/23 Medium Term Revenue and Expenditure Framework		
					Original Budget	YTD Actuals	Percentage
Parent municipality:							
Community Services	No Illegal Dumping Boards	single	Solid Waste Infrastructure	Capital Spares	100,000	-	0%
	Street litter Bibs	Multi	Solid Waste Infrastructure	Capital Spares	850,000	-	0%
	Fencing of Elandsdoorn/Ntwane Cemetery	Multi	Community Assets	Cemeteries/Crematoria	1,000,000	-	0%
	Upgrading and Development of Parks	Multi	Community Assets	Parks	1,300,000	-	0%
	6.4 Disaster Management Centre & Emergency Relief Store room	Multi	Operational Buildings	Stores	435,000	-	0%
	500 Twenty skip bins	single	Solid Waste Infrastructure	Capital Spares	300,000	-	0%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	380,000	-	0%
	Trailer	Multi	Machinery and Equipment	Machinery and Equipment	380,000	-	0%
	Vehicles	single	Community Assets	Capital Spares	440,000	-	0%
Corporate Services	Computer Equipment	Multi	Computer Equipment	Computer Equipment	700,000	-	0%
	Furniture and Office Equipment	Multi	Furniture and Office Equipment	Furniture and Office Equipment	500,000	-	0%
	Record Management System	Multi	Intangible Assets	Unspecified	300,000	-	0%
Economic Development Planning	Razor Fencing of Portion 39 of Farm Klipbank 26 JS (Game Farm)	single	Other assets	Yards	1,100,000	-	0%
Technical Services	Culverts and Road signs	Multi	Roads Infrastructure	Road Furniture	300,000	-	0%
	Motetema Streets Upgrade	Multi	Roads Infrastructure	Roads	3,500,000	-	0%
	Upgrading of Bloomport and Uitspanning Access Road	single	Roads Infrastructure	Roads	27,000,000	2,427,257	9%
	Groblersdal Landfill site 6.6	Multi	Solid Waste Infrastructure	Landfill Sites	4,000,000	-	0%
	Upgrading of Stompo Bus Road	Multi	Roads Infrastructure	Roads	800,000	-	0%
	Upgrading Maraganeng Access Road 600	Multi	Roads Infrastructure	Roads	900,000	-	0%
	Upgrading of Hlogottlou-Bopanang Road	Multi	Roads Infrastructure	Roads	800,000	-	0%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	800,000	-	0%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	900,000	-	0%
	Upgrading of Masoing Bus route	Multi	Roads Infrastructure	Roads	850,000	-	0%
	Upgrading of Mokumong access road to Marateng taxi rank (MIG)	Multi	Roads Infrastructure	Roads	700,000	-	0%
	Upgrading of Nyakoroane Internal Access Road	Multi	Roads Infrastructure	Roads	4,604,885	-	0%
	Upgrading of Tafelkop stadium Access Road 600	single	Roads Infrastructure	Roads	27,001,116	3,245,097	12%
	Electrification of Makaepa	single	Electrical Infrastructure	MV Networks	3,240,000	-	0%
	Electrification of Masakaneng	Multi	Electrical Infrastructure	MV Networks	3,960,000	-	0%
	Electrification of Nyakelang Extension	single	Electrical Infrastructure	MV Networks	3,800,000	-	0%
	Electrification of Phomola	single	Electrical Infrastructure	MV Networks	2,000,000	-	0%
	Electrification of Phooko	single	Electrical Infrastructure	MV Networks	4,000,000	-	0%
	Main substation	single	Electrical Infrastructure	MV Substations	400,000	-	0%
	Aircons	Multi	Electrical Infrastructure	Capital Spares	200,000	-	0%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	500,000	-	0%

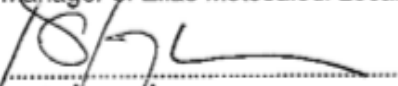
Quality certificate

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 July 2022 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature

Date


16/08/2022