

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

NOVEMBER 2023

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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 November 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	-	236 259 565	35%
OPERATING EXPENDITURE	654 216 898	-	222 472 423	34%
TRANSFER - CAPITAL	79 756 000	-	19 032 854	24%
SURPLUS/(DEFICIT)	106 302 845	-	33 196 958	31%
CAPITAL EXPENDITURE	84 156 000	-	20 262 352	24%

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	-	5 584	23 961	26 260	(2 299)	-9%	63 025
Service charges	96 995	125 701	-	11 111	47 598	52 375	(4 777)	-9%	125 701
Investment revenue	2 996	2 306	-	296	3 210	537	2 673	498%	2 306
Transfers and subsidies	338 905	363 745	-	410	151 427	151 658	(232)	0%	363 745
Other own revenue	26 828	125 987	-	1 256	10 063	52 312	(42 249)	-81%	125 987
Total Revenue (excluding capital transfers and contributions)	520 718	680 764	-	18 658	236 260	283 143	(46 883)	-17%	680 764
Employee costs	162 017	194 460	-	14 351	69 356	78 426	(9 070)	-12%	194 460
Remuneration of Councillors	24 855	26 490	-	2 182	12 053	11 037	1 016	9%	26 490
Depreciation & asset impairment	60 629	65 402	-	5 016	25 501	26 453	(952)	-4%	65 402
Finance charges	1 623	931	-	381	696	455	241	53%	931
Materials and bulk purchases	129 936	153 791	-	13 981	56 928	61 120	(4 191)	-7%	153 791
Transfers and subsidies	4 495	3 176	-	406	1 821	461	1 360	295%	3 176
Other expenditure	151 158	209 967	-	15 376	56 117	50 690	5 427	11%	209 967
Total Expenditure	534 713	654 217	-	51 692	222 472	228 642	(6 170)	-3%	654 217
Surplus/(Deficit)	(13 995)	26 547	-	(33 035)	13 787	54 501	(40 713)	-75%	26 547
Transfers and subsidies - capital (monetary allocations) (National / Prov	91 816	79 756	-	10 860	19 410	46 531	(27 121)	-58%	79 756
Surplus/(Deficit) after capital transfers & contributions	77 820	106 303	-	(22 174)	33 197	101 031	(67 834)	-67%	106 303
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	77 820	106 303	-	(22 174)	33 197	101 031	(67 834)	-67%	106 303
Capital expenditure & funds sources									
Capital expenditure	98 645	84 156	-	11 309	20 262	25 378	(5 115)	-20%	84 156
Capital transfers recognised	77 457	79 756	-	11 169	19 033	23 227	(4 194)	-18%	79 756
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	21 188	4 400	-	141	1 229	2 151	(921)	-43%	4 400
Total sources of capital funds	98 645	84 156	-	11 309	20 262	25 378	(5 115)	-20%	84 156
Financial position									
Total current assets	256 254	248 465	-		281 511				248 465
Total non current assets	1 239 934	1 379 378	-		1 214 158				1 379 378
Total current liabilities	169 725	124 219	-		183 562				124 219
Total non current liabilities	92 008	92 871	-		120 017				92 871
Community wealth/Equity	1 234 455	1 410 753	-		1 192 090				1 410 753
Cash flows									
Net cash from (used) operating	128 295	56 732	-	2 506	28 677	55 477	26 800	48%	56 732
Net cash from (used) investing	(98 645)	(71 634)	-	(11 309)	(20 262)	(23 511)	(3 249)	14%	(71 634)
Net cash from (used) financing	(7 251)	(7 009)	-	(1 547)	(3 140)	(3 278)	(138)	4%	(7 009)
Cash/cash equivalents at the month/year end	32 939	19 757	-	-	46 943	70 356	23 413	33%	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	17 110	6 391	3 712	4 368	4 129	3 172	3 230	154 013	196 126
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 November is R236, 260 million and the year to date budget of R283, 143 million and this reflects a negative variance of R46, 883 million which is mostly attributable to equitable shares received amounting to R149, 383 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 498% favorable variance,
- Interest earned – outstanding debtors: 31% favorable variance,
- Rental of Facilities and Equipment: 290% favorable variance,
- Fines, penalties and forfeits: 94% unfavorable variance
- Services Charges – electricity revenue: 11% unfavorable variance
- Services Charges – refuse revenue: 18% favorable variance
- Licenses and permits: 9% unfavorable variance
- Property rates: 9% unfavorable variance
- Other revenue: 332% unfavorable
- Transfer and subsidies: 0% favorable

Operating Expenditure

The year to date operational expenditure as at end of November amounts to R222, 472 million and the year to date budget is R228, 642 million. This reflects underspending variance of R6, 170 million that translates to 3% 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: 12% under performance
- Remuneration of councilors: 9% over performance
- Debt impairment: 100% under performance
- Finance charges: 53% over performance
- Bulk purchase: 12% under performance
- Contracted services: 23% over performance
- Transfer and subsidies: 259% over performance
- Losses: 100% under 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 November 2023 amounts to R20, 262 million and the year to date budget amounts to R25, 378 million and this gives rise to R5, 115 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of November is R33,197 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 November amounts to R196,126 million and this shows an increase of R10, 559 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 R121,490 million and other debtors amounting to R74, 636 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 November 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	-	6 093	118 355	119 037	(682)	-1%	300 481
Executive and council	43 728	55 444	-	-	12 173	12 173	(0)	0%	55 444
Finance and administration	220 586	231 152	-	6 093	99 877	100 559	(682)	-1%	231 152
Internal audit	13 455	13 884	-	-	6 305	6 305	(0)	0%	13 884
Community and public safety	31 175	129 150	-	495	15 016	54 928	(39 912)	-73%	129 150
Community and social services	10 947	11 327	-	6	3 222	3 255	(33)	-1%	11 327
Sport and recreation	17 033	17 595	-	3	9 336	9 343	(7)	0%	17 595
Public safety	3 195	100 228	-	486	2 458	42 330	(39 872)	-94%	100 228
Economic and environmental services	140 432	130 503	-	11 153	48 309	70 366	(22 057)	-31%	130 503
Planning and development	21 669	22 674	-	372	11 264	11 576	(312)	-3%	22 674
Road transport	117 952	106 992	-	10 781	36 552	58 297	(21 745)	-37%	106 992
Environmental protection	811	836	-	-	493	493	0	0%	836
Trading services	163 158	200 386	-	11 777	73 989	85 343	(11 354)	-13%	200 386
Energy sources	126 820	151 238	-	10 702	54 031	65 148	(11 117)	-17%	151 238
Waste management	36 339	49 148	-	1 075	19 958	20 195	(237)	-1%	49 148
Total Revenue - Functional	612 533	760 520	-	29 518	255 669	329 674	(74 004)	-22%	760 520
Expenditure - Functional									
Governance and administration	215 448	227 933	-	22 053	94 362	90 048	4 314	5%	227 933
Executive and council	40 873	45 702	-	4 006	19 223	18 269	954	5%	45 702
Finance and administration	162 605	170 758	-	16 449	70 683	65 751	4 932	8%	170 758
Internal audit	11 970	11 472	-	1 598	4 456	6 027	(1 572)	-26%	11 472
Community and public safety	39 658	118 872	-	4 076	15 701	19 756	(4 055)	-21%	118 872
Community and social services	9 422	9 467	-	560	2 699	3 910	(1 211)	-31%	9 467
Sport and recreation	8 989	14 805	-	705	3 435	6 188	(2 753)	-44%	14 805
Public safety	21 246	94 601	-	2 811	9 567	9 658	(91)	-1%	94 601
Economic and environmental services	120 504	127 771	-	10 951	46 342	51 296	(4 955)	-10%	127 771
Planning and development	18 411	24 992	-	1 743	7 568	10 177	(2 609)	-26%	24 992
Road transport	102 093	102 085	-	9 209	38 773	40 830	(2 056)	-5%	102 085
Environmental protection	-	695	-	-	-	289	(289)	-100%	695
Trading services	159 103	179 641	-	14 612	66 068	67 543	(1 475)	-2%	179 641
Energy sources	109 850	133 039	-	9 549	47 808	54 591	(6 783)	-12%	133 039
Waste management	49 253	46 602	-	5 063	18 260	12 951	5 309	41%	46 602
Total Expenditure - Functional	534 713	654 217	-	51 692	222 472	228 642	(6 170)	-3%	654 217
Surplus/ (Deficit) for the year	77 820	106 303	-	(22 174)	33 197	101 031	(67 834)	-67%	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	–	–	10 497	10 497	(0)	0%	48 780
Vote 2 - Municipal Manager	46 531	48 017	–	–	22 887	22 887	(0)	0%	48 017
Vote 3 - Budget & Treasury	109 827	116 810	–	6 093	51 386	52 019	(634)	-1%	116 810
Vote 4 - Corporate Services	50 657	52 321	–	–	19 994	20 043	(48)	0%	52 321
Vote 5 - Community Services	76 536	188 606	–	2 059	38 795	79 242	(40 447)	-51%	188 606
Vote 6 - Technical Services	263 115	276 162	–	20 994	98 277	130 840	(32 563)	-25%	276 162
Vote 7 - Developmental Planning	13 673	14 423	–	372	7 759	8 071	(312)	-4%	14 423
Vote 8 - Executive Support	14 925	15 401	–	–	6 075	6 075	0	0%	15 401
Total Revenue by Vote	612 533	760 520	–	29 518	255 669	329 674	(74 004)	-22%	760 520
Expenditure by Vote									
Vote 1 - Executive & Council	35 446	37 797	–	3 795	17 035	15 016	2 019	13%	37 797
Vote 2 - Municipal Manager	45 914	46 270	–	3 677	16 806	20 805	(3 999)	-19%	46 270
Vote 3 - Budget & Treasury	61 222	61 056	–	6 138	28 692	24 733	3 960	16%	61 056
Vote 4 - Corporate Services	27 772	41 928	–	2 618	13 329	16 156	(2 827)	-17%	41 928
Vote 5 - Community Services	97 515	175 066	–	9 832	37 579	36 615	965	3%	175 066
Vote 6 - Technical Services	230 159	254 734	–	21 862	93 549	100 557	(7 008)	-7%	254 734
Vote 7 - Developmental Planning	13 119	18 039	–	1 264	4 690	7 430	(2 740)	-37%	18 039
Vote 8 - Executive Support	23 567	19 327	–	2 506	10 792	7 331	3 460	47%	19 327
Total Expenditure by Vote	534 713	654 217	–	51 692	222 472	228 642	(6 170)	-3%	654 217
Surplus/ (Deficit) for the year	77 820	106 303	–	(22 174)	33 197	101 031	(67 834)	-67%	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	–	5 584	23 961	26 260	(2 299)	-9%	63 025
Service charges - electricity revenue	87 458	115 903	–	10 036	42 790	48 293	(5 503)	-11%	115 903
Service charges - refuse revenue	9 537	9 798	–	1 075	4 808	4 082	726	18%	9 798
Rental of facilities and equipment	1 039	913	–	97	1 183	304	880	290%	913
Interest earned - external investments	2 996	2 306	–	296	3 210	537	2 673	498%	2 306
Interest earned - outstanding debtors	14 200	14 686	–	134	6 816	5 223	1 593	31%	14 686
Fines, penalties and forfeits	3 300	100 528	–	485	2 460	42 455	(39 995)	-94%	100 528
Licences and permits	6 062	7 176	–	491	2 719	2 990	(271)	-9%	7 176
Transfers and subsidies	338 905	363 745	–	410	151 427	151 658	(232)	0%	363 745
Other revenue	2 227	2 684	–	50	(3 115)	1 340	(4 455)	-332%	2 684
Gains							–		
Total Revenue (excluding capital transfers and contributions)	520 718	680 764	–	18 658	236 260	283 143	(46 883)	-17%	680 764
Expenditure By Type									
Employee related costs	162 017	194 460	–	14 351	69 356	78 426	(9 070)	-12%	194 460
Remuneration of councillors	24 855	26 490	–	2 182	12 053	11 037	1 016	9%	26 490
Debt impairment	19 063	95 607	–	–	–	2 652	(2 652)	-100%	95 607
Depreciation & asset impairment	60 629	65 402	–	5 016	25 501	26 453	(952)	-4%	65 402
Finance charges	1 623	931	–	381	696	455	241	53%	931
Bulk purchases	93 194	113 017	–	8 361	41 644	47 090	(5 446)	-12%	113 017
Other materials	36 742	40 774	–	5 619	15 284	14 029	1 255	9%	40 774
Contracted services	75 840	61 720	–	9 380	31 331	25 382	5 950	23%	61 720
Transfers and subsidies	4 495	3 176	–	406	1 821	461	1 360	295%	3 176
Other expenditure	56 254	52 641	–	5 996	24 786	22 656	2 130	9%	52 641
Losses	–	–	–	–	–	–	–	–	–
Total Expenditure	534 713	654 217	–	51 692	222 472	228 642	(6 170)	-3%	654 217
Surplus/(Deficit)	(13 995)	26 547	–	(33 035)	13 787	54 501	(40 713)	-75%	26 547
Transfers and subsidies - capital (monetary allocations)	91 816	79 756	–	10 860	19 410	46 531	(27 121)	-58%	79 756
Transfers and subsidies - capital (monetary allocations)							–		–
Transfers and subsidies - capital (in-kind - all)							–		–
Surplus/(Deficit) after capital transfers & contributions	77 820	106 303	–	(22 174)	33 197	101 031			106 303
Taxation							–		
Surplus/(Deficit) after taxation	77 820	106 303	–	(22 174)	33 197	101 031			106 303
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	77 820	106 303	–	(22 174)	33 197	101 031			106 303
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	77 820	106 303	–	(22 174)	33 197	101 031			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 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

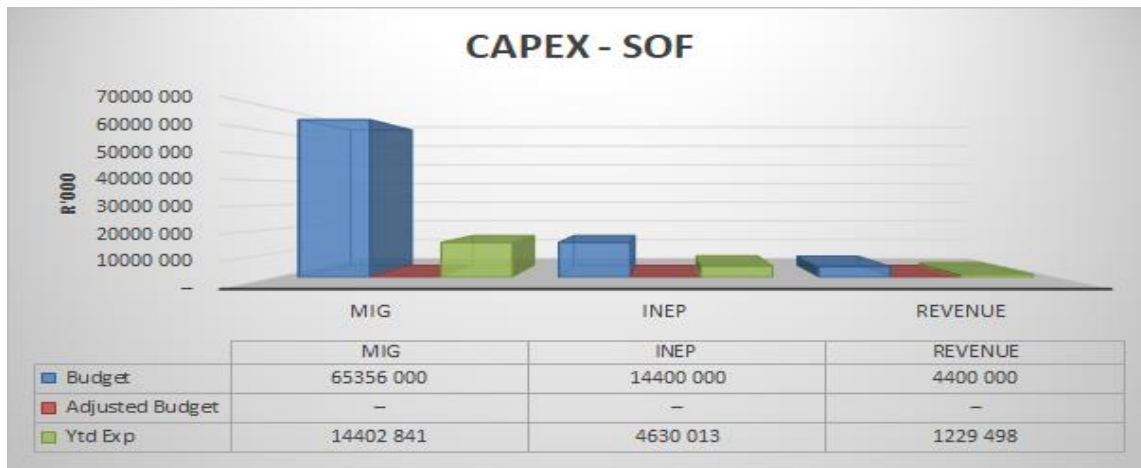
Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2 663	1 000	-	73	791	611	180	29%	1 000
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	2 663	1 000	-	73	791	611	180	29%	1 000
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	2 450	100	-	-	97	60	37	61%	100
Community and social services	1 455	-	-	-	-	-	-	-	-
Sport and recreation	550	100	-	-	97	60	37	61%	100
Public safety	445	-	-	-	-	-	-	-	-
Housing									
Health									
Economic and environmental services	75 671	66 256	-	8 933	14 500	17 767	(3 267)	-18%	66 256
Planning and development	1 075	-	-	-	-	-	-	-	-
Road transport	74 596	66 256	-	8 933	14 500	17 767	(3 267)	-18%	66 256
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	17 861	16 800	-	2 304	4 874	6 940	(2 065)	-30%	16 800
Energy sources	16 001	15 000	-	2 304	4 874	5 794	(920)	-16%	15 000
Waste management	1 860	1 800	-	-	-	1 145	(1 145)	-100%	1 800
Other									
Total Capital Expenditure - Functional Classification	98 645	84 156	-	11 309	20 262	25 378	(5 115)	-20%	84 156
Funded by:									
National Government	77 457	79 756	-	11 169	19 033	23 227	(4 194)	-18%	79 756
Provincial Government							-		
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	77 457	79 756	-	11 169	19 033	23 227	(4 194)	-18%	79 756
Borrowing							-		
Internally generated funds	21 188	4 400	-	141	1 229	2 151	(921)	-43%	4 400
Total Capital Funding	98 645	84 156	-	11 309	20 262	25 378	(5 115)	-20%	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	-	-	540	411	128	31%	700
Vote 5 - Community Services	4 063	1 000	-	-	-	375	(375)	-100%	1 000
Vote 6 - Technical Services	40 032	73 356	-	9 894	16 871	21 196	(4 325)	-20%	73 356
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total multi-year capital expenditure	46 759	75 056	-	9 894	17 410	21 983	(4 572)	-21%	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	-	73	252	200	52	26%	300
Vote 5 - Community Services	247	900	-	-	97	830	(733)	-88%	900
Vote 6 - Technical Services	50 564	7 900	-	1 342	2 504	2 365	138	6%	7 900
Vote 7 - Developmental Planning	1 075	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total single-year capital expenditure	51 886	9 100	-	1 415	2 852	3 395	(543)	-16%	9 100
Total Capital Expenditure	98 645	84 156	-	11 309	20 262	25 378	(5 115)	-20%	84 156

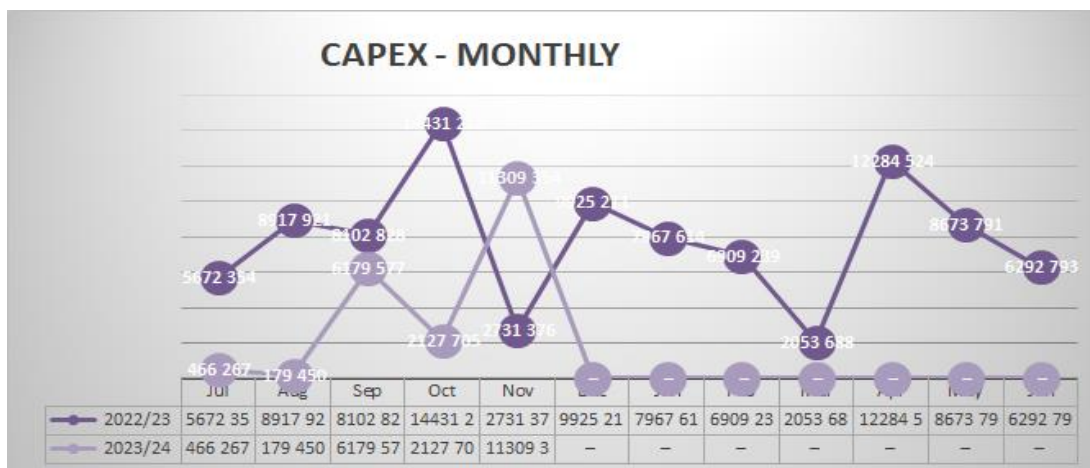
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of November 2023, R11, 309 spending is incurred and the year to date expenditure amounts to R20, 262 whilst the year to date budget is R26, 262 million and this gave rise to under spending variance of R5, 115 million that translates to 20%.

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	–	25 977	18 804
Call investment deposits	25 460	–	–	20 966	–
Consumer debtors	109 709	178 921	–	124 908	178 921
Other debtors	88 862	12 169	–	83 461	12 169
Current portion of long-term receivables	–	–	–	–	–
Inventory	24 743	38 571	–	26 199	38 571
Total current assets	256 254	248 465	–	281 511	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	–	1 107 015	1 310 538
Biological	463	463	–	–	463
Intangible	7	606	–	1 385	606
Other non-current assets	1 928	388	–	1 928	388
Total non current assets	1 239 934	1 379 378	–	1 214 158	1 379 378
TOTAL ASSETS	1 496 188	1 627 843	–	1 495 669	1 627 843
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	4 650	7 246	–	4 415	7 246
Consumer deposits	5 757	5 937	–	5 490	5 937
Trade and other payables	158 176	108 287	–	163 902	108 287
Provisions	1 142	2 750	–	9 754	2 750
Total current liabilities	169 725	124 219	–	183 562	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	–	303 579	217 091
NET ASSETS	1 234 455	1 410 753	–	1 192 090	1 410 753
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 234 455	1 410 753	–	1 192 090	1 410 753
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	1 234 455	1 410 753	–	1 192 090	1 410 753

The above table shows that community wealth amounts to R1, 192 billion, total liabilities R303, million and the total assets R1, 495 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 1.5:1 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	-	3 176	18 568	26 260	(7 692)	-29%	54 392
Service charges	89 721	124 873	-	7 557	36 868	52 375	(15 507)	-30%	124 873
Other revenue	53 816	21 801	-	11 903	24 318	24 632	(314)	-1%	21 801
Transfers and Subsidies - Operational	333 406	363 745	-	1 069	153 989	154 322	(334)	0%	363 745
Transfers and Subsidies - Capital	111 606	79 756	-	24 700	41 900	46 531	(4 631)	-10%	79 756
Interest	5 365	1 455	-	477	3 074	3 212	(139)	-4%	1 455
Payments									
Suppliers and employees	(499 712)	(585 183)	-	(45 889)	(247 823)	(249 513)	(1 689)	1%	(585 183)
Finance charges	(1 314)	(931)	-	(81)	(396)	(357)	39	-11%	(931)
Transfers and Grants	(1 787)	(3 176)	-	(406)	(1 821)	(1 987)	(166)	8%	(3 176)
NET CASH FROM/(USED) OPERATING ACTIVITIES	128 295	56 732	-	2 506	28 677	55 477	26 800	48%	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)	-	(11 309)	(20 262)	(23 511)	(3 249)	14%	(72 485)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(98 645)	(71 634)	-	(11 309)	(20 262)	(23 511)	(3 249)	14%	(71 634)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	237	-	138	67	42	24	58%	237
Payments									
Repayment of borrowing	(7 251)	(7 246)	-	(1 685)	(3 207)	(3 320)	(113)	3%	(7 246)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(7 251)	(7 009)	-	(1 547)	(3 140)	(3 278)	(138)	4%	(7 009)
NET INCREASE/(DECREASE) IN CASH HELD	22 400	(21 911)	-	(10 351)	5 275	28 688			(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	-		46 943	70 356			19 757

Table C7 presents details pertaining to cash flow performance. As at end of November 2023, the net cash inflow from operating activities is R28, 677 million whilst net cash outflow from investing activities is R20, 262 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R3, 140 million. The cash and cash equivalent held at end of November 2023 amounted to R46, 943 million and the net effect of the above cash flows is cash inflow movement of R5, 275 million. The cash and cash equivalent at end of the reporting period of R46, 943 million, is mainly made up of cash in the primary bank account amounting to R25, 977 million with a short term investment amounting to R20, 966 million at the end of November 2023.

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	-9%	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 revenue	-11%	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 revenue	18%	The actual revenue generated is slightly higher than the projected monthly revenue	The municipality should continue collecting revenue in all business areas where skips are located
Rental of facilities and equipment	290%	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	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	498%	The municipality has invested in five different investment portfolios with ABSA and Nedbank, 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 avoid variances.
Interest earned - outstanding debtors	31%	The actual revenue generated is more than the projected monthly revenue.	The municipality should continue encouraging 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 that 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	-9%	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	0%	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	-332%	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	-12%	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	9%	The actual expenditure incurred on remuneration of councillors is more than the projected monthly expenditure	The projection will be adjusted during the budget adjustment.
Debt impairment	-100%	Debt impairment has not been calculated since the start of financial year.	The municipality should introduce the method of calculating debt impairment on monthly basis to avoid the the variances.
Depreciation & asset impairment	-4%	Depreciation has been calculated for the month of July and the actuals is lower than the projections.	The municipality has introduced the method of calculating depreciation on monthly basis as they Asset module contract with the system vendor.
Finance charges	53%	Finance charges is mainly for finance lease and the municipality has a lease contract with Afrivent pty ltd.	The municipality should encourages the service provider to submit invoices before month end system closure so payments are processed and captured on the system to avoid variances.
Bulk purchases	-12%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure, however the july payments were captured hence the actuals are less than the projections.	The municipality should encourages the service provider (Eskom) to submit invoices before month end system closure so payments are processed and captured on the system to avoid variances.
Other materials	9%	The projected expendire is less 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	23%	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	295%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Other expenditure	9%	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	-18%	The projections on capital grants is more than the spending thereof.	Majority of projects haven't started according their planned schedules, the municipality should fasten the implementation process to avoid unspent grants being returned to national treasury after year end.
Internally generated funds	-43%	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	-29%	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	-30%	The collection rate on service charges is less 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	-1%	The collection rate on leased assets is slightly less projected	The municipality should come up with strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	0%	The received 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	-10%	The received 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	-4%	Interest on other revenue is over projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	1%	The actual costs incurred is less than the projected costs and the variance is caused by 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	-11%	The finance costs for finance lease contracts has been paid.	The municipality should continue encouraging Afirent to send invoices on time and the fleet unit should prepare invoices on time to avoid the material variances.
Transfers and Grants	8%	The payments relating to this account are less than the projections thereof	No remedial action is needed
Capital assets	14%	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 consumer deposits	0%	The actual payments on consumer deposit is more than the projections thereof	No remedial action is needed
Repayment of borrowing	3%	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										Bad Debts Written Off	Impairment Bad Debts
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	9 193	1 685	514	201	141	125	96	3 651	15 605	4 213	-	-
Receivables from Non-exchange Transactions - Property Rates	5 036	2 509	2 110	1 942	1 864	1 719	1 752	61 375	78 306	68 651	-	-
Receivables from Exchange Transactions - Waste Management	1 074	744	665	637	621	388	407	23 043	27 579	25 096	-	-
Receivables from Exchange Transactions - Property Rental Debtors	97	55	44	270	1	16	16	1 517	2 016	1 821	-	-
Interest on Arrear Debtor Accounts	683	1 305	1 269	1 237	1 209	1 183	1 165	60 115	68 166	64 908	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	1 027	93	(889)	82	293	(259)	(206)	4 312	4 454	4 222	-	-
Total By Income Source	17 110	6 391	3 712	4 368	4 129	3 172	3 230	154 013	196 126	168 912	-	-
2022/23 - 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	1 831	1 385	1 229	1 152	1 230	643	627	44 178	52 275	47 830	-	-
Commercial	9 247	1 705	778	653	387	351	358	10 408	23 886	12 156	-	-
Households	6 076	3 180	2 537	2 434	2 397	2 051	2 133	97 146	117 954	106 160	-	-
Other	(44)	122	(832)	130	115	126	113	2 282	2 012	2 766	-	-
Total By Customer Group	17 110	6 391	3 712	4 368	4 129	3 172	3 230	154 013	196 126	168 912	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of November amount to R196, 126 million. The debtors' book is made up as follows:

- Rates 40%
- Electricity 8%
- Rental 1%
- Refuse removal 14%
- Interest on Debtors 35%
- Other 2%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

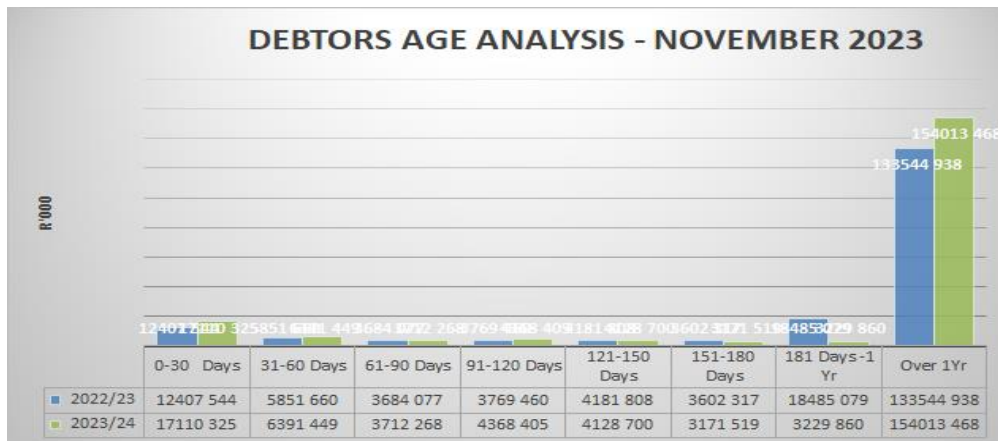
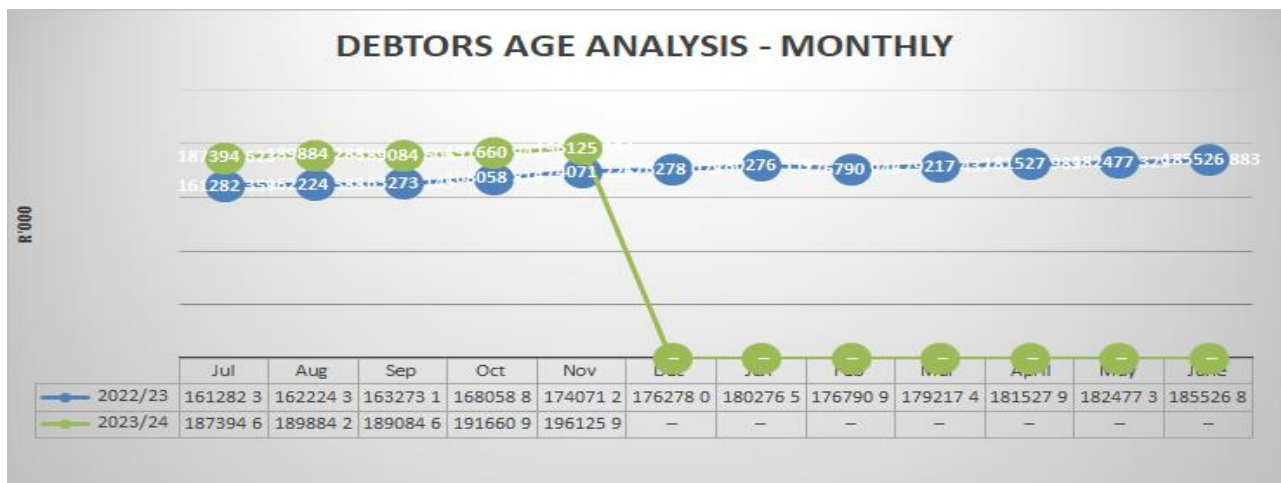


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2022-23 financial year and 2023/24 (as at end of November 2023) 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	ACCOUNT HOLDER NAME	ACCOUNT STATUS	OCC/OWN	HAND OVER	OUTSTANDING
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	N	2 509 559
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	N	1 539 744
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OCCUPIER	Y	1 242 775
1501364	JAN JOUBERT TRUST (JO JO TANKS)	ACTIVE	OCCUPIER	N	877 703
1200062	GREAT NORTH TRANSPORT	ACTIVE	OCCUPIER	N	565 088
9900067	WATER PURIFICATION PLANT (SDM)	ACTIVE	OCCUPIER	Y	564 948
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	N	515 196
9001667	NDEBELE MAHLANGU TRIBE	ACTIVE	OWNER	N	508 969
9001668	NDEBELE MAHLANGU TRIBE	ACTIVE	OWNER	N	508 623
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OCCUPIER	Y	476 609
9002327	LEMONS EMANUEL MARQUES DE	ACTIVE	OWNER	N	460 262
9002503	GOUWS BOERDERY TRUST 1999/022459/07	ACTIVE	OWNER	N	443 330
9019006	TIGER STRIPES INVESTMENTS (PTY)	ACTIVE	OWNER	Y	425 483
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	N	394 612
9001714	KWAMAQUHZE COMMUNAL PROP ASSOC	ACTIVE	OWNER	N	391 569
2200691	EHLERS JA	ACTIVE	OWNER	Y	390 526
72010812	PROVINCIAL GOVERNMENT OF THE PROVINCE OF MPUMALANGA	ACTIVE	OWNER	N	377 644
911906	TAFELKOP MALL (PTY) LTD	ACTIVE	OWNER	N	372 277
5000305	ELIAS MOTSOLEDI LOCAL MUNICIPALITY	ACTIVE	OWNER	Y	366 950
9001550	LEHLAKONG COMMUNAL PROP ASSOC	ACTIVE	OWNER	Y	355 335
TOTAL					13 287 203

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2023/24								Prior year totals for chart (same
	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	Opening balance	Interest Earned	Premature Withdrawal	Investment Top Up	Closing Balance
ABSA (9381052783)	1 Month	Current Investment	8.9%		30-Nov-23	25 794 169	171 618	- 5 000 000	-	20 965 787
ABSA (2081162528)		Current Investment	9.6%		20-Nov-23	25 739 144	124 281	- 25 863 425	-	-
TOTAL INVESTMENTS AND INTEREST						51 533 313		- 30 863 425	-	20 965 787

The Municipality had short investment portfolios during the month of November 2023 with an opening balance of R51, 533 million in various investment portfolios. An total amount R295 thousand was earned as an interest, withdrew R30, 863 million, closed off with R20, 965 million at the end of November 2023.

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	-	1 069	153 896	151 658	2 238	1%	363 745
Local Government Equitable Share	334 259	358 519	-	-	149 383	147 144	2 239	2%	358 519
Finance Management	2 850	2 850	-	-	2 850	2 850	-		2 850
EPWP Incentive	1 796	2 376	-	1 069	1 663	1 664	(1)	0%	2 376
Other grant providers:	358	-	-	-	46	-	46		-
LGSETA Learnership and Development	358			-	46		46		
Total Operating Transfers and Grants	339 263	363 745	-	1 069	153 942	151 658	2 284	2%	363 745
Capital Transfers and Grants									
National Government:	111 606	79 756	-	24 700	41 900	46 531	(4 631)	-10%	79 756
Municipal Infrastructure Grant (MIG)	94 606	65 356	-	19 500	33 000	38 907	(5 907)	-15%	65 356
Integrated National Electrification Grant	17 000	14 400	-	5 200	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	-	24 700	41 900	46 531	(4 631)	-10%	79 756
TOTAL RECEIPTS OF TRANSFERS & GRANTS	450 869	443 501	-	25 769	195 842	198 189	(2 347)	-1%	443 501

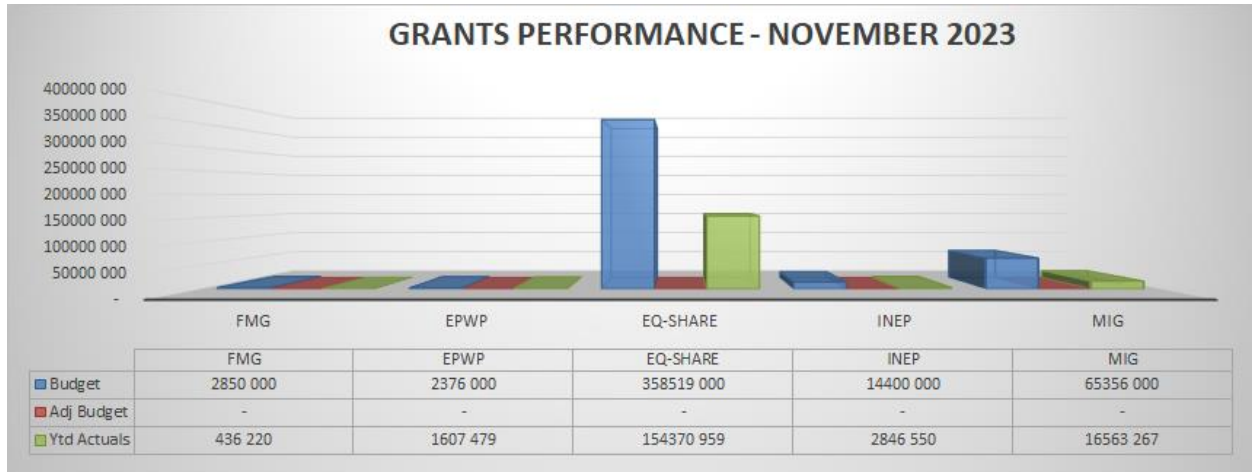
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R195, 842 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R149, 383 million; Financial Management Grant amounting to R2, 850 million; LGSETA amounting to R46 hundred, Municipal Infrastructure Grant amounting to R33 million; Integrated National Energy Grant R8, 900 million and Expanded Public Works Programme R1, 663 million were received. All the tranches 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	-	36 903	156 415	151 658	4 756	3%	363 745
Local Government Equitable Share	334 259	358 519	-	36 492	154 371	147 144	7 227	5%	358 519
Finance Management	2 850	2 850	-	75	436	2 850	(2 414)	-85%	2 850
EPWP Incentive	1 796	2 376	-	336	1 607	1 664	(57)	-3%	2 376
Other grant providers:	358	-	-	-	-	-	-		-
LGSETA Learnership and Development	358						-		
Total operating expenditure of Transfers and Grants:	339 263	363 745	-	36 903	156 415	151 658	4 756	3%	363 745
Capital expenditure of Transfers and Grants									
National Government:	90 896	79 756	-	10 860	19 410	46 531	(27 121)	-58%	79 756
Municipal Infrastructure Grant (MIG)	73 896	65 356	-	10 194	16 563	38 907	(22 344)	-57%	65 356
Intergrated National Electrification Grant	17 000	14 400	-	666	2 847	7 624	(4 777)	-63%	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	-	10 860	19 410	46 531	(27 121)	-58%	79 756
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	430 159	443 501	-	47 763	175 824	198 189	(22 364)	-11%	443 501

An amount of R47, 763 million has been spent on grants during the month of November 2023 and the year to date actuals is R175, 824 million whilst the year to date budget amounts to R198, 189 million and this results in an under spending variance of R22 364 million that translates to 11%. Of the total spending amounting to 175, 824 million, 156, 415 million is spent on operational grants whilst capital grants spent R19, 410 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 November 2023. The grants expenditure are shown below in percentages:

- Financial Management Grant 15.31%
- Expanded Public Work Programme 67.65%
- Equitable Share 43.06%
- Integrated National Electrification Grant 19.77%
- Municipal Infrastructure Grant 25.34%

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	-	1 267	6 883	6 759	124	2%	16 222
Pension and UIF Contributions	2 008	2 060	-	181	883	858	24	3%	2 060
Medical Aid Contributions	91	89	-	8	39	37	3	7%	89
Motor Vehicle Allowance	5 376	5 399	-	467	2 550	2 250	300	13%	5 399
Cellphone Allowance	2 511	2 489	-	239	1 573	1 037	536	52%	2 489
Other benefits and allowances	239	230	-	20	125	96	29	30%	230
Sub Total - Councillors	24 855	26 490	-	2 182	12 053	11 037	1 016	9%	26 490
% increase		7%							7%
Senior Managers of the Municipality									
Basic Salaries and Wages	1 798	4 877	-	118	818	2 032	(1 215)	-60%	4 877
Pension and UIF Contributions	97	366	-	5	173	152	21	14%	366
Medical Aid Contributions	109	211	-	4	41	88	(47)	-54%	211
Motor Vehicle Allowance	200	545	-	23	142	227	(85)	-37%	545
Cellphone Allowance	58	168	-	5	31	70	(40)	-56%	168
Other benefits and allowances	97	361	-	0	48	150	(102)	-68%	361
Payments in lieu of leave	-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality	2 358	6 527	-	155	1 252	2 720	(1 467)	-54%	6 527
% increase		177%							177%
Other Municipal Staff									
Basic Salaries and Wages	105 415	124 064	-	9 201	46 027	51 693	(5 666)	-11%	124 064
Pension and UIF Contributions	20 535	25 011	-	1 814	9 054	10 421	(1 367)	-13%	25 011
Medical Aid Contributions	5 908	6 133	-	543	2 719	2 555	164	6%	6 133
Overtime	312	1 232	-	41	167	513	(347)	-67%	1 232
Motor Vehicle Allowance	14 071	15 907	-	1 281	6 395	6 628	(233)	-4%	15 907
Cellphone Allowance	1 919	1 830	-	169	831	763	68	9%	1 830
Housing Allowances	255	268	-	23	117	112	6	5%	268
Other benefits and allowances	10 609	12 655	-	305	1 072	2 678	(1 606)	-60%	12 655
Payments in lieu of leave	(177)	35	-	281	691	-	691	#DIV/0!	35
Long service awards	812	797	-	538	1 030	343	687	200%	797
Post-retirement benefit obligations		-	-	-	-	-	-		-
Sub Total - Other Municipal Staff	159 659	187 932	-	14 197	68 104	75 707	(7 603)	-10%	187 932
% increase		18%							18%
Total Parent Municipality	186 872	220 949	-	16 533	81 409	89 464	(8 054)	-9%	220 949
		18%							18%
TOTAL SALARY, ALLOWANCES & BENEFITS	186 872	220 949	-	16 533	81 409	89 464	(8 054)	-9%	220 949
% increase		18%							18%
TOTAL MANAGERS AND STAFF	162 017	194 460	-	14 351	69 356	78 426	(9 070)	-12%	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 November 2023 amounts to R81, 409 million and the year-to-date budget is R89, 464 million and the expenditure for remuneration of councilors amounts to R12, 053 million while the year-to-date budget is R11, 037 million. The year-to-date actual expenditure for senior managers is R1, 252 million and the year-to-date budget thereof is R2, 720 million. There are three senior managerial vacant positions (Budget and Treasury, Corporate services, and Planning) and this is causing underspending variance on budget performance for senior management. The year-to-date actual for other municipal staff is R68, 104 million and the year-to-date budget is R75, 707 million. The remuneration of councilors has overspending variance, and senior managers and other municipal staff category has underspending variance, and there are three vacant positions 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 Year	Budget Year +1	Budget Year +2	
	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget				
Cash Receipts By Source																
Property rates	4 158	3 574	4 299	3 361	3 176	4 538	4 538	4 538	4 538	4 538	4 538	8 596	54 392	58 227	62 147	
Service charges - electricity revenue	6 586	6 734	6 655	7 489	7 076	8 658	7 560	7 491	6 533	11 620	13 585	22 018	112 005	130 679	153 686	
Service charges - refuse	494	468	413	472	481	627	516	683	516	627	795	1 121	7 213	7 791	8 385	
Rental of facilities and equipment	42	61	33	29	30	101	164	99	31	37	57	230	913	958	1 003	
Interest earned - external investments	573	429	197	273	296	190	123	-	-	150	-	(778)	1 455	1 600	1 659	
Interest earned - outstanding debtors	272	286	210	356	181	514	642	635	675	680	514	691	5 655	5 864	5 965	
Fines, penalties and forfeits	436	449	525	565	485	1 003	1 003	1 003	1 003	1 003	1 003	2 553	11 028	11 568	12 112	
Licences and permits	428	593	555	653	491	652	652	652	652	652	652	543	7 176	7 528	7 882	
Transfers and Subsidies - Operational	150 023	2 896	-	-	1 069	119 506	-	713	89 630	-	-	(93)	363 745	387 608	378 480	
Other revenue	1 480	-	5 017	1 550	10 897	-	-	-	-	-	-	(16 261)	2 684	2 816	2 948	
Cash Receipts by Source	164 492	15 489	17 905	14 748	24 182	135 789	15 198	15 813	103 578	19 306	21 144	18 620	566 266	614 639	634 268	
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations)	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	-	27	52	13	-	94	(16)	237	305	320	
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments	-	-	-	-	-	103	95	105	106	108	0	333	851	891	935	
Total Cash Receipts by Source	181 692	15 477	17 914	14 681	49 020	152 668	15 320	19 971	120 778	19 414	21 238	18 937	647 110	692 118	715 215	
Cash Payments by Type																
Employee related costs	13 630	13 725	13 964	13 686	14 351	21 571	15 517	15 505	15 505	15 516	15 508	23 862	192 340	198 267	207 585	
Remuneration of councillors	2 079	2 079	3 532	2 182	2 182	2 237	2 237	2 237	2 237	2 237	2 237	1 425	26 900	28 218	29 544	
Interest paid	-	-	-	315	81	78	74	67	64	57	53	142	931	471	100	
Bulk purchases - Electricity	83	12 020	12 021	9 159	8 361	9 347	9 347	9 347	9 347	9 347	9 347	15 291	113 017	127 505	150 074	
Other materials	901	1 930	3 842	2 991	5 619	1 851	1 623	3 703	2 579	2 346	2 193	3 740	33 319	34 942	36 575	
Contracted services	2 593	5 361	10 775	3 222	9 380	6 053	5 721	5 279	4 868	4 643	4 376	1 249	63 520	67 294	70 501	
Grants and subsidies paid - other	145	331	362	578	406	66	270	151	66	66	66	670	3 176	3 417	3 671	
General expenses	6 459	8 672	6 171	2 512	5 996	3 480	4 287	4 193	4 781	3 651	4 146	(5 590)	48 758	49 202	51 469	
Cash Payments by Type	25 889	44 117	50 667	34 645	46 376	44 683	39 076	40 482	39 447	37 863	37 926	40 789	481 961	509 316	549 519	
Other Cash Flows/Payments by Type																
Capital assets	466	179	6 180	2 128	11 309	3 407	4 530	12 018	7 104	5 871	5 364	13 929	72 485	77 363	77 492	
Repayment of borrowing	-	-	-	1 522	1 685	602	606	611	615	620	625	360	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	48 692	44 212	93 111	47 166	44 354	43 915	74 062	669 022	659 465	694 340	
NET INCREASE/(DECREASE) IN CASH HELD	120 384	(29 222)	(38 932)	(36 604)	(10 351)	103 976	(28 892)	(73 140)	73 612	(24 940)	(22 677)	(55 125)	(21 911)	32 654	20 875	
Cash/cash equivalents at the month/year beginning:	41 668	162 052	132 830	93 897	57 294	46 943	150 919	122 028	48 887	122 499	97 559	74 882	41 668	19 757	52 411	
Cash/cash equivalents at the month/year end:	162 052	132 830	93 897	57 294	46 943	150 919	122 028	48 887	122 499	97 559	74 882	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 R49, 020 million and the total cash payment for the month were R59, 371 million and this resulted in net decrease in cash held amounting to R10, 351 million. With cash and cash equivalent of R57, 294 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R46, 943 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	–	–	–	38 437	–		
January	7 968	5 318	–	–	–	43 755	–		
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	–	20 262					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of November amounts to R11, 309 million. The year to date actual expenditure incurred is R20, 262 million whilst the year to date budget is R25, 378 million that gives rise to over spending variance of R5, 115 million that translate to 20%.

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	-	2 304	4 874	5 924	1 050	18%	15 800
Roads Infrastructure	-	-	-	-	-	-	-		-
Roads		-	-	-	-	-	-		-
Road Structures									
Storm water Infrastructure	-	800	-	-	-	130	130	100%	800
Drainage Collection		800	-	-	-	130	130	100%	800
Electrical Infrastructure	15 895	15 000	-	2 304	4 874	5 794	920	16%	15 000
Power Plants	2 230		-	-	-	-	-		-
MV Substations	-	-	-	-	-	-	-		-
MV Networks	13 665	14 800	-	2 304	4 874	5 744	870	15%	14 800
Capital Spares	-	200	-	-	-	50	50	100%	200
Solid Waste Infrastructure	734	-	-	-	-	-	-		-
Landfill Sites									
Waste Transfer Stations									
Capital Spares	734	-	-	-	-	-	-		-
Community Assets	-	-	-	-	-	-	-		-
Capital Spares	-	-	-	-	-	-	-		-
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Stores	-	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes									
Computer Software and Applications		-	-	-	-	-	-		-
Computer Equipment	1 930	700	-	-	540	411	(128)	-31%	700
Computer Equipment	1 930	700	-	-	540	411	(128)	-31%	700
Furniture and Office Equipment	1 036	1 100	-	73	252	970	718	74%	1 100
Furniture and Office Equipment	1 036	1 100	-	73	252	970	718	74%	1 100
Machinery and Equipment	2 227	200	-	68	194	130	(64)	-49%	200
Machinery and Equipment	2 227	200	-	68	194	130	(64)	-49%	200
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets	-								
Total Capital Expenditure on new assets	21 822	17 800	-	2 445	5 860	7 436	1 576	21%	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	19 481	-	3 302	8 450	7 014	(1 436)	-20%	19 481
Roads Infrastructure	21 436	12 165	-	2 676	6 572	4 175	(2 397)	-57%	12 165
Roads	21 436	12 165	-	2 676	6 572	4 175	(2 397)	-57%	12 165
Road Furniture							-		
Electrical Infrastructure	2 203	6 073	-	276	1 002	2 320	1 318	57%	6 073
MV Switching Stations							-		
MV Networks	2 203	6 073	-	276	1 002	2 320	1 318	57%	6 073
Solid Waste Infrastructure	2 994	1 243	-	350	875	518	(357)	-69%	1 243
Landfill Sites	2 994	1 243	-	350	875	518	(357)	-69%	1 243
Capital Spares							-		
Community Assets	537	573	-	28	116	431	315	73%	573
Community Facilities	537	573	-	28	116	431	315	73%	573
Parks	537	573	-	28	116	431	315	73%	573
Other assets	1 443	1 698	-	33	163	696	533	77%	1 698
Operational Buildings	1 443	1 698	-	33	163	696	533	77%	1 698
Municipal Offices	1 443	1 698	-	33	163	696	533	77%	1 698
Intangible Assets	58	211	-	55	61	62	1	1%	211
Licences and Rights	58	211	-	55	61	62	1	1%	211
Computer Software and Applications	58	211	-	55	61	62	1	1%	211
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	7 250	6 262	-	1 540	4 200	2 746	(1 454)	-53%	6 262
Machinery and Equipment	7 250	6 262	-	1 540	4 200	2 746	(1 454)	-53%	6 262
Transport Assets	3 424	2 646	-	442	1 430	2 666	1 236	46%	2 646
Transport Assets	3 424	2 646	-	442	1 430	2 666	1 236	46%	2 646
Total Repairs and Maintenance Expenditure	39 346	30 871	-	5 399	14 420	13 614	(806)	-6%	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/Sub-class									
Infrastructure	43 983	51 395	-	683	3 480	5 738	2 258	39%	51 395
Roads Infrastructure	37 525	43 096	-	152	774	1 049	275	26%	43 096
Roads	37 233	43 096	-	114	583	846	263	31%	43 096
Road Structures	227			19	95	102	7	7%	
Road Furniture	64			19	96	101	6	6%	
Storm water Infrastructure	-	440	-	-	-	183	183	100%	440
Drainage Collection	-	440	-	-	-	183	183	100%	440
Electrical Infrastructure	5 390	7 083	-	476	2 426	4 062	1 637	40%	7 083
MV Substations		4 238	-	127	648	1 413	764	54%	4 238
MV Switching Stations				29	149	155	6	4%	
MV Networks	3 254	2 845	-	94	479	1 185	706	60%	2 845
LV Networks				52	265	325	60	18%	
Capital Spares	2 136			174	884	985	101	10%	
Solid Waste Infrastructure	1 068	777	-	55	281	443	163	37%	777
Landfill Sites	764	777	-	32	165	324	159	49%	777
Waste Transfer Stations							-		
Waste Processing Facilities	302			22	115	120	5	4%	
Capital Spares	3			0	1	0	(1)	-772%	
Community Assets	1 039	1 333	-	87	442	1 032	590	57%	1 333
Community Facilities	799	1 333	-	66	338	924	586	0	1 333
Halls				2	12	33	20	62%	
Centres				15	76	87	10	12%	
Cemeteries/Crematoria	91			8	38	17	(21)	-122%	
Purbs	456			0	1	2	1	57%	
Public Open Space	-	1 333	-	-	-	555	555	100%	1 333
Taxi Ranks/Bus Terminals				20	104	43	(61)	-141%	
Capital Spares	252			21	106	187	81	43%	
Sport and Recreation Facilities	240	-	-	20	104	109	4	4%	-
Indoor Facilities	240						-		
Outdoor Facilities				20	104	109	4	4%	
Heritage assets	-	6	-	-	-	3	3	100%	6
Other Heritage	-	6	-	-	-	3	3	100%	6
Other assets	3 999	4 453	-	126	644	265	(379)	-143%	4 453
Operational Buildings	3 999	4 453	-	35	176	78	(98)	-125%	4 453
Municipal Offices	3 999	4 453	-	2	8	9	1	11%	4 453
Stores				3	14	7	(7)	-107%	
Training Centres				30	154	62	(92)	-147%	
Housing	-	-	-	92	468	186	(282)	-151%	-
Social Housing				92	468	186	(282)	-151%	
Intangible Assets	7	88	-	1	3	38	36	93%	88
Servitudes				1	3	2	(1)	-40%	
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	-	3 143	15 975	16 001	25	0%	974
Computer Equipment	835	974	-	3 143	15 975	16 001	25	0%	974
Furniture and Office Equipment	766	651	-	265	1 348	1 565	216	14%	651
Furniture and Office Equipment	766	651	-	265	1 348	1 565	216	14%	651
Machinery and Equipment	3 355	3 118	-	428	2 176	2 325	149	6%	3 118
Machinery and Equipment	3 355	3 118	-	428	2 176	2 325	149	6%	3 118
Transport Assets	6 645	3 384	-	285	1 432	1 410	(22)	-2%	3 384
Transport Assets	6 645	3 384	-	285	1 432	1 410	(22)	-2%	3 384
Total Depreciation	60 629	65 402	-	5 016	25 501	28 376	2 875	10%	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	-	8 865	14 403	17 942	3 539	20%	66 356
Roads Infrastructure	43 487	65 356	-	8 865	14 403	17 567	3 164	18%	65 356
Roads	43 487	65 356	-	8 865	14 403	17 567	3 164	18%	65 356
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Drainage Collection	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-
MV Substations	-	-	-	-	-	-	-	-	-
MV Switching Stations	-	-	-	-	-	-	-	-	-
MV Networks	-	-	-	-	-	-	-	-	-
LV Networks	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	836	1 000	-	-	-	375	375	100%	1 000
Landfill Sites	836	1 000	-	-	-	375	375	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	-	8 865	14 403	17 942	3 539	20%	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 R5, 860 million and the year to date budget is R7, 436 million that reflects positive spending variance of R1, 576 million that translates to 21% 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 R14, 420 million, and the year-to-date budget is R13, 614 million, reflecting a under spending variance of R806 million that translates to 6%.

The year-to-date actual expenditure on upgrading of existing assets is R14, 403 and the year-to-date budget is R17, 942 million, reflecting a positive spending variance of R3, 539 million that translates to 20%.

The year-to-date actual expenditure on depreciation and asset impairment is R25, 501 and the year-to-date budget is R28, 376 million, reflecting a positive spending variance of R2, 875 million, that translates to 10% 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	-	0%
	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	539 500	77%
Technical Services	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	300 000	251 950	84%
	Groblersdal Stormwater	Single	Storm water Infrastructure	Drainage Collection	800 000	-	0%
	Upgrading of Maraganeng internal Access road	Multi	Roads Infrastructure	Roads	12 275 600	1 622 383	13%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	20 580 400	3 328 976	16%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	10 000 000	2 009 948	20%
	Upgrading of Mokumong Access Road to Marateng Taxi Rank	Multi	Roads Infrastructure	Roads	22 500 000	7 441 533	33%
	Electrification of Magukubjane	Single	Electrical Infrastructure	MV Networks	400 000	244 295	61%
	Electrification of Masakaneng	Multi	Electrical Infrastructure	MV Networks	8 000 000	2 467 731	31%
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	-	0%	
Electrification of Phomola	Single	Electrical Infrastructure	MV Networks	2 000 000	1 543 844	77%	
Electrification of Vlakfontein	Single	Electrical Infrastructure	MV Networks	1 000 000	250 274	25%	
Aircons	Single	Furniture and Office Equipment	Furniture and Office Equipment	200 000	-	0%	
Machinery and Equipment	Single	Machinery and Equipment	Machinery and Equipment	100 000	97 000	97%	

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 30 November 2023 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 13/12/2023