

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

OCTOBER 2020

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PART 1: IN - YEAR REPORT

PURPOSE

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

EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further state that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the October 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 2020-21 financial year amounts are not yet audited.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2020/21			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	531,567,983	589,458,004	183,298,805	31%
		-		
OPERATING EXPENDITURE	512,448,796	557,451,548	120,654,810	22%
		-		
TRANSFER - CAPITAL	74,561,000	69,561,000	19,534,237	28%
SURPLUS/(DEFICIT)	93,680,187	101,567,456	82,178,232	81%
CAPITAL EXPENDITURE	89,279,520	84,279,520	22,938,266	27%

Table C1 – Budget Statement Summary

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	35,773	38,345	38,345	3,257	13,083	12,782	301	2%	38,345
Service charges	91,506	110,873	110,873	8,113	31,061	36,958	(5,897)	-16%	110,873
Investment revenue	1,368	3,042	3,042	283	366	1,474	(1,108)	-75%	3,042
Transfers and subsidies	272,622	293,916	351,806	193	130,817	72,115	58,703	81%	351,806
Other own revenue	21,560	85,393	85,393	1,934	7,972	22,587	(14,615)	-65%	85,393
Total Revenue (excluding capital transfers and contribu	422,829	531,568	589,458	13,780	183,299	145,915	37,383	26%	589,458
Employee costs	142,262	169,749	170,616	11,691	47,281	53,752	(6,471)	-12%	170,616
Remuneration of Councillors	24,574	26,525	26,525	2,020	8,081	8,842	(761)	-9%	26,525
Depreciation & asset impairment	273	55,163	55,163	-	-	18,388	(18,388)	-100%	55,163
Finance charges	2,345	1,184	1,184	101	1,401	1,502	(102)	-7%	1,184
Materials and bulk purchases	78,477	111,976	122,770	3,094	32,513	34,233	(1,720)	-5%	122,770
Transfers and subsidies	2,632	3,468	3,468	260	1,054	1,059	(5)	-1%	3,468
Other expenditure	118,175	144,385	177,726	13,497	30,325	57,541	(27,216)	-47%	177,726
Total Expenditure	368,738	512,449	557,452	30,663	120,655	175,317	(54,662)	-31%	557,452
Surplus/(Deficit)	54,091	19,119	32,006	(16,882)	62,644	(29,401)	92,045	-313%	32,006
Transfers and subsidies - capital (monetary allocations)	62,183	74,561	69,561	7,644	19,534	30,968	(11,434)	-37%	69,561
Transfers and subsidies - capital (monetary allocations)	18,054	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	134,327	93,680	101,567	(9,238)	82,178	1,567	80,612	5146%	101,567
Surplus/ (Deficit) for the year	134,327	93,680	101,567	(9,238)	82,178	1,567	80,612	5146%	101,567
Capital expenditure & funds sources									
Capital expenditure	84,302	89,280	84,280	4,827	22,938	26,836	(3,898)	-15%	84,280
Capital transfers recognised	70,327	74,561	69,561	4,211	17,336	22,417	(5,081)	-23%	69,561
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	13,975	14,719	14,719	616	5,602	4,420	1,183	27%	14,719
Total sources of capital funds	84,302	89,280	84,280	4,827	22,938	26,836	(3,898)	-15%	84,280
Financial position									
Total current assets	132,048	134,416	147,899		189,042				147,899
Total non current assets	1,149,795	1,286,031	1,286,031		1,134,075				1,286,031
Total current liabilities	109,500	93,706	93,706		131,195				93,706
Total non current liabilities	102,417	94,548	94,548		73,611				94,548
Community wealth/Equity	1,069,926	1,232,193	1,245,677		1,118,310				1,245,677
Cash flows									
Net cash from (used) operating	25,884	108,434	121,917	(19,432)	31,507	69,386	37,879	55%	121,917
Net cash from (used) investing	(85,303)	(87,593)	(87,593)	(4,827)	(22,938)	(25,242)	(2,304)	9%	(87,593)
Net cash from (used) financing	(9,474)	(11,480)	(11,480)	(896)	(3,538)	(3,319)	219	-7%	(11,480)
Cash/cash equivalents at the month/year end	(43,911)	20,356	33,839	-	7,489	51,819	44,330	86%	25,303
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	12,902	4,995	3,485	1,134	2,748	2,611	14,510	77,165	119,550
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 October is R183, 299 million and the year to date budget of R145, 915 million and this reflects a positive variance of R37, 383 million which is mostly attributable to equitable shares received amounting to R130, 068 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 75% unfavorable variance,
- Interest earned – outstanding debtors: 178% favorable variance,
- Rental on Facilities and Equipment: 56% unfavorable variance,
- Fines, penalties and forfeits: 99% unfavorable variance
- Services Charges – electricity revenue: 17% unfavorable variance
- Services Charges – refuse revenue: 1% unfavorable variance
- Licenses and permits: 36% unfavorable variance
- Property rates: 2% favorable variance
- Other revenue: 28% unfavorable
- Transfer and subsidies: 81% favorable

Operating Expenditure

The year to date operational expenditure as at end of October amounts to R120, 655 million and the year to date budget is R175, 317 million. This reflects underspending variance of R54, 662 million that translates to 31% 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
- Bulk Purchase: 5% over performance
- Other Materials: 44% under performance
- Depreciation and asset impairment: 100% under performance
- Debt impairment: 100% under performance
- Contracted services: 31% under performance
- Other expenditure: 29% under performance
- Finance charges: 7% 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 October 2020 amounts to R22, 938 million and the year to date budget amounts to R26, 836 million and this gives rise to R3, 898 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of October is R82, 178 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 October amounts to R119, 550 million and this shows an increase of R11, 312 million as compared to R108, 238 million as at end of 2019/20 financial year.

Consumer debtors is made up of service charges and property rates that amount to R79, 307 million and other debtors amounting to R40, 243 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 October as required by MFMA and as a result.

Table C2 – Financial Performance (Standard Classification)

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	223,172	228,630	265,347	4,866	107,653	68,165	39,488	58%	265,347
Executive and council	46,559	49,315	57,497	–	27,078	26,349	729	3%	57,497
Finance and administration	167,663	169,450	194,961	4,866	78,931	40,172	38,759	96%	194,961
Internal audit	8,950	9,864	12,888	–	1,644	1,644	(0)	0%	12,888
Community and public safety	24,327	94,154	100,671	53	4,056	21,628	(17,571)	-81%	100,671
Community and social services	9,037	10,636	15,485	3	1,684	2,289	(606)	-26%	15,485
Sport and recreation	12,104	13,344	15,012	–	2,219	2,238	(20)	-1%	15,012
Public safety	3,186	70,174	70,174	50	154	17,100	(16,946)	-99%	70,174
Economic and environmental services	123,212	121,857	131,744	5,977	40,295	36,872	3,423	9%	131,744
Planning and development	21,248	23,604	27,619	187	4,356	4,088	268	7%	27,619
Road transport	100,811	96,853	102,596	5,791	34,889	31,834	3,055	10%	102,596
Environmental protection	1,153	1,400	1,529	–	1,050	950	100	10%	1,529
Trading services	132,355	161,488	161,258	10,528	50,828	50,219	609	1%	161,258
Energy sources	104,223	130,709	127,150	9,790	35,220	43,573	(8,353)	-19%	127,150
Waste management	28,132	30,779	34,107	738	15,608	6,645	8,963	135%	34,107
Total Revenue - Functional	503,065	606,129	659,019	21,424	202,833	176,883	25,950	15%	659,019
Expenditure - Functional									
Governance and administration	195,732	216,242	243,085	20,354	60,170	82,516	(22,346)	-27%	243,085
Executive and council	49,343	49,314	56,334	3,469	13,471	18,599	(5,128)	-28%	56,334
Finance and administration	140,290	158,383	178,206	16,757	46,204	59,839	(13,635)	-23%	178,206
Internal audit	6,099	8,545	8,545	127	495	4,078	(3,583)	-88%	8,545
Community and public safety	25,616	61,707	66,773	2,224	8,922	20,194	(11,272)	-56%	66,773
Community and social services	5,068	8,269	10,680	450	1,879	2,642	(763)	-29%	10,680
Sport and recreation	5,514	10,698	12,348	555	2,208	3,372	(1,164)	-35%	12,348
Public safety	15,034	42,740	43,745	1,220	4,836	14,181	(9,345)	-66%	43,745
Economic and environmental services	45,576	97,667	103,541	3,379	12,709	32,506	(19,797)	-61%	103,541
Planning and development	14,737	16,561	16,571	860	3,525	5,655	(2,130)	-38%	16,571
Road transport	30,241	80,487	86,341	2,471	8,990	26,656	(17,667)	-66%	86,341
Environmental protection	598	619	629	48	193	194	(0)	0%	629
Trading services	101,814	136,832	144,052	4,705	38,854	40,101	(1,247)	-3%	144,052
Energy sources	75,508	111,667	116,511	2,561	30,201	32,099	(1,898)	-6%	116,511
Waste management	26,306	25,165	27,541	2,144	8,654	8,002	651	8%	27,541
Total Expenditure - Functional	368,738	512,449	557,452	30,663	120,655	175,317	(54,662)	-31%	557,452
Surplus/ (Deficit) for the year	134,327	93,680	101,567	(9,238)	82,178	1,567	80,612	5146%	101,567

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

Vote Description	2019/20	Budget Year 2020/21							
	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	41,231	43,443	49,824	–	26,099	25,370	729	3%	49,824
Vote 2 - Municipal Manager	35,643	39,284	48,962	–	12,978	6,547	6,430	98%	48,962
Vote 3 - Budget & Treasury	72,458	66,279	74,294	4,866	23,294	21,002	2,292	11%	74,294
Vote 4 - Corporate Services	40,493	44,328	52,292	–	22,704	7,389	15,315	207%	52,292
Vote 5 - Community Services	57,897	135,511	146,509	1,308	22,414	32,366	(9,952)	-31%	146,509
Vote 6 - Technical Services	222,464	241,319	246,627	15,064	80,067	76,087	3,980	5%	246,627
Vote 7 - Developmental Planning	14,650	16,332	18,118	187	3,144	2,876	268	9%	18,118
Vote 8 - Executive Support	18,229	19,633	22,392	–	12,133	5,247	6,887	131%	22,392
Total Revenue by Vote	503,065	606,129	659,019	21,424	202,833	176,883	25,950	15%	659,019
Expenditure by Vote									
Vote 1 - Executive & Council	41,936	41,789	44,789	3,307	12,133	16,204	(4,072)	-25%	44,789
Vote 2 - Municipal Manager	46,489	39,198	48,238	3,234	11,469	14,476	(3,007)	-21%	48,238
Vote 3 - Budget & Treasury	54,686	62,769	75,570	9,072	19,030	26,217	(7,188)	-27%	75,570
Vote 4 - Corporate Services	21,101	36,795	36,863	1,994	6,094	13,757	(7,663)	-56%	36,863
Vote 5 - Community Services	59,595	96,097	103,549	4,993	20,195	31,086	(10,891)	-35%	103,549
Vote 6 - Technical Services	115,674	207,387	219,343	5,960	42,915	64,550	(21,634)	-34%	219,343
Vote 7 - Developmental Planning	8,756	11,455	11,465	446	1,983	3,860	(1,877)	-49%	11,465
Vote 8 - Executive Support	20,146	16,960	17,635	1,656	6,836	5,167	1,670	32%	17,635
Total Expenditure by Vote	368,383	512,449	557,452	30,663	120,655	175,317	(54,662)	-31%	557,452
Surplus/ (Deficit) for the year	134,682	93,680	101,567	(9,238)	82,178	1,567	80,612	5146%	101,567

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	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	35,773	38,345	38,345	3,257	13,083	12,782	301	2%	38,345
Service charges - electricity revenue	83,075	101,945	101,945	7,375	28,119	33,982	(5,863)	-17%	101,945
Service charges - refuse revenue	8,431	8,928	8,928	738	2,942	2,976	(34)	-1%	8,928
Rental of facilities and equipment	702	1,220	1,220	43	179	407	(227)	-56%	1,220
Interest earned - external investments	1,368	3,042	3,042	283	366	1,474	(1,108)	-75%	3,042
Interest earned - outstanding debtors	12,170	6,656	6,656	1,279	5,680	2,041	3,639	178%	6,656
Fines, penalties and forfeits	3,236	70,242	70,242	31	144	17,117	(16,973)	-99%	70,242
Licences and permits	4,240	6,344	6,344	535	1,717	2,673	(955)	-36%	6,344
Transfers and subsidies	272,622	293,916	351,806	193	130,817	72,115	58,703	81%	351,806
Other revenue	1,211	931	931	46	251	350	(99)	-28%	931
Gains							-		
Total Revenue (excluding capital transfers and contrib	422,829	531,568	589,458	13,780	183,299	145,915	37,383	26%	589,458
Expenditure By Type									
Employee related costs	142,262	169,749	170,616	11,691	47,281	53,752	(6,471)	-12%	170,616
Remuneration of councillors	24,574	26,525	26,525	2,020	8,081	8,842	(761)	-9%	26,525
Debt impairment	-	42,658	42,658	-	-	14,219	(14,219)	-100%	42,658
Depreciation & asset impairment	273	55,163	55,163	-	-	18,388	(18,388)	-100%	55,163
Finance charges	2,345	1,184	1,184	101	1,401	1,502	(102)	-7%	1,184
Bulk purchases	68,417	94,047	94,047	2,217	28,663	27,312	1,351	5%	94,047
Other materials	10,059	17,929	28,723	877	3,850	6,920	(3,070)	-44%	28,723
Contracted services	74,997	60,660	80,799	6,653	18,243	26,367	(8,124)	-31%	80,799
Transfers and subsidies	2,632	3,468	3,468	260	1,054	1,059	(5)	-1%	3,468
Other expenditure	43,178	41,067	54,269	6,844	12,082	16,955	(4,873)	-29%	54,269
Losses	-	-					-		-
Total Expenditure	368,738	512,449	557,452	30,663	120,655	175,317	(54,662)	-31%	557,452
Surplus/(Deficit)	54,091	19,119	32,006	(16,882)	62,644	(29,401)	92,045	-313%	32,006
Transfers and subsidies - capital (monetary allocations)	62,183	74,561	69,561	7,644	19,534	30,968	(11,434)	-37%	69,561
Transfers and subsidies - capital (monetary allocations)	18,054	-					-		-
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers & contributions	134,327	93,680	101,567	(9,238)	82,178	1,567			101,567
Taxation									
Surplus/(Deficit) after taxation	134,327	93,680	101,567	(9,238)	82,178	1,567			101,567
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	134,327	93,680	101,567	(9,238)	82,178	1,567			101,567
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	134,327	93,680	101,567	(9,238)	82,178	1,567		-	101,567

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

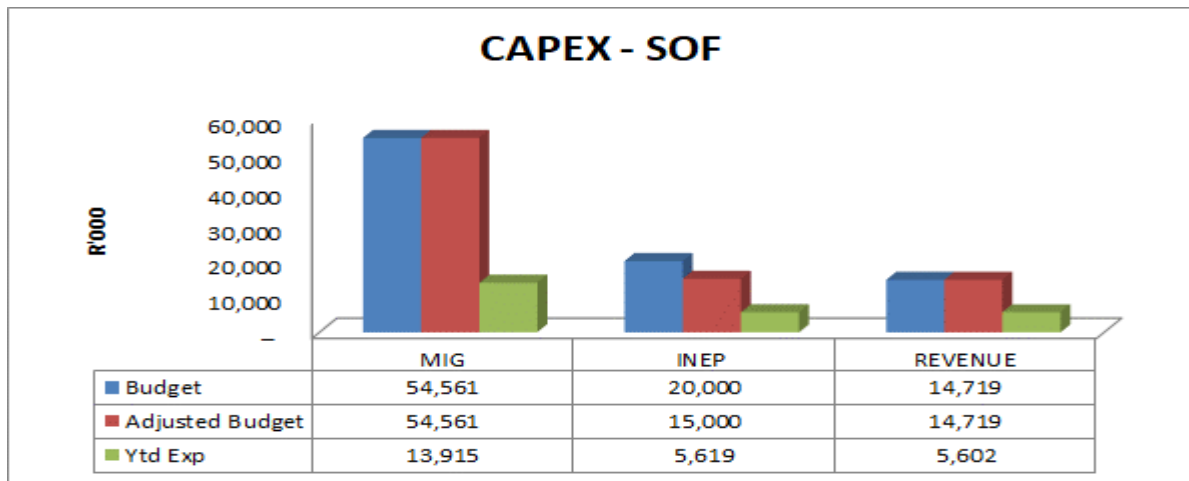
Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	633	1,900	1,900	280	396	751	(355)	-47%	1,900
Executive and council							-		
Finance and administration	633	1,900	1,900	280	396	751	(355)	-47%	1,900
Internal audit							-		
Community and public safety	-	2,200	2,200	29	29	490	(461)	-94%	2,200
Community and social services		600	600	-	-	150	(150)	-100%	600
Sport and recreation		1,000	1,000	29	29	340	(311)	-92%	1,000
Public safety		600	600	-	-	-	-		600
Housing							-		
Health							-		
Economic and environmental services	66,134	64,830	64,830	2,417	17,681	19,884	(2,203)	-11%	64,830
Planning and development							-		
Road transport	66,134	64,830	64,830	2,417	17,681	19,884	(2,203)	-11%	64,830
Environmental protection							-		
Trading services	17,535	20,350	15,350	2,100	4,832	5,711	(879)	-15%	15,350
Energy sources	16,111	20,350	15,350	2,100	4,832	5,711	(879)	-15%	15,350
Waste management	1,424	-					-		-
Other							-		
Total Capital Expenditure - Functional Classification	84,302	89,280	84,280	4,827	22,938	26,836	(3,898)	-15%	84,280
Funded by:									
National Government	54,628	74,561	69,561	4,211	17,336	22,417	(5,081)	-23%	69,561
Provincial Government	15,699	-					-		-
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	70,327	74,561	69,561	4,211	17,336	22,417	(5,081)	-23%	69,561
Borrowing							-		
Internally generated funds	13,975	14,719	14,719	616	5,602	4,420	1,183	27%	14,719
Total Capital Funding	84,302	89,280	84,280	4,827	22,938	26,836	(3,898)	-15%	84,280

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	1,050	1,050	252	368	400	(32)	-8%	1,050
Vote 5 - Community Services	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services	43,961	13,240	8,140	-	3,827	3,770	57	2%	8,140
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	43,961	14,290	9,190	252	4,195	4,170	25	1%	9,190
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	350	350	-	-	150	(150)	-100%	350
Vote 4 - Corporate Services	633	500	500	28	28	201	(173)	-86%	500
Vote 5 - Community Services	1,424	2,200	2,200	29	29	490	(461)	-94%	2,200
Vote 6 - Technical Services	38,284	71,939	72,039	4,518	18,686	21,825	(3,139)	-14%	72,039
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	40,341	74,989	75,089	4,575	18,743	22,666	(3,923)	-17%	75,089
Total Capital Expenditure	84,302	89,280	84,280	4,827	22,938	26,836	(3,898)	-15%	84,280

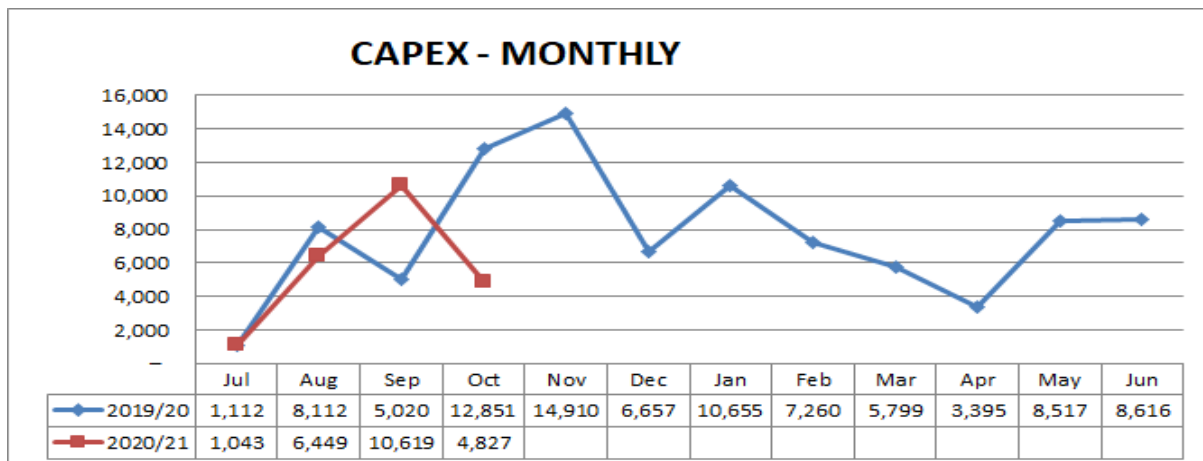
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of October 2020, R4, 827 million spending is incurred and that increased the year to date expenditure to R22, 938 million whilst the year to date budget is R26, 836 million and this gave rise to under spending variance of R3, 898 million that translates to 15%.

Figure 1: Capital expenditure by source



The above graph shows the components of sources of finance for capital budget. Of the total adjusted capital budget of R84, 280 million, R54, 561 million is funded from Municipal Infrastructure grant, R15, 000 million from Integrated National Electrification Programme and R14, 719 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 2019/20 and 2020/21 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2019/20	Budget Year 2020/21			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	2,458	12,300	15,784	7,489	15,784
Call investment deposits	–	8,056	18,056	–	18,056
Consumer debtors	64,133	54,594	54,594	80,695	54,594
Other debtors	57,019	53,957	53,957	92,368	53,957
Current portion of long-term receivables	–			–	
Inventory	8,438	5,510	5,510	8,490	5,510
Total current assets	132,048	134,416	147,899	189,042	147,899
Non current assets					
Long-term receivables				–	
Investments	774	–		–	–
Investment property	60,900	48,000	48,000	60,324	48,000
Investments in Associate					
Property, plant and equipment	1,085,676	1,223,249	1,223,249	1,071,792	1,223,249
Biological				–	
Intangible	1,207	30	30	31	30
Other non-current assets	1,237	14,752	14,752	1,928	14,752
Total non current assets	1,149,795	1,286,031	1,286,031	1,134,075	1,286,031
TOTAL ASSETS	1,281,843	1,420,447	1,433,930	1,323,116	1,433,930
LIABILITIES					
Current liabilities					
Bank overdraft	–	–		–	–
Borrowing	2,248	10,980	10,980	12,038	10,980
Consumer deposits	5,581	5,701	5,701	5,734	5,701
Trade and other payables	90,313	71,167	71,167	110,669	71,167
Provisions	11,358	5,857	5,857	2,754	5,857
Total current liabilities	109,500	93,706	93,706	131,195	93,706
Non current liabilities					
Borrowing	17,328	–		–	–
Provisions	85,088	94,548	94,548	73,611	94,548
Total non current liabilities	102,417	94,548	94,548	73,611	94,548
TOTAL LIABILITIES	211,917	188,254	188,254	204,806	188,254
NET ASSETS	1,069,926	1,232,193	1,245,677	1,118,310	1,245,677
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,069,926	1,232,193	1,245,677	1,118,310	1,245,677
Reserves					
TOTAL COMMUNITY WEALTH/EQUITY	1,069,926	1,232,193	1,245,677	1,118,310	1,245,677

The above table shows that community wealth amounts to R1, 118 billion, total liabilities R204, 806 million and the total assets R1, 323 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 1.4:1 that is below 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	2019/20	Budget Year 2020/21							
	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	24,332	26,841	26,841	2,510	8,787	9,006	(220)	-2%	26,841
Service charges	83,646	94,138	94,138	7,195	26,992	31,104	(4,112)	-13%	94,138
Other revenue	21,376	20,268	20,268	2,228	7,953	6,845	1,107	16%	20,268
Transfers and Subsidies - Operational	273,214	293,916	351,806	756	133,845	124,689	9,156	7%	351,806
Transfers and Subsidies - Capital	73,921	74,561	69,561	14,830	36,300	31,301	4,999	16%	69,561
Interest	2,405	4,373	4,373	171	583	1,893	(1,309)	-69%	4,373
Payments									
Suppliers and employees	(447,788)	(401,012)	(440,419)	(46,761)	(180,498)	(133,600)	46,899	-35%	(440,419)
Finance charges	(2,592)	(1,184)	(1,184)	(101)	(1,401)	(794)	607	-76%	(1,184)
Transfers and Grants	(2,632)	(3,468)	(3,468)	(260)	(1,054)	(1,059)	(5)	1%	(3,468)
NET CASH FROM/(USED) OPERATING ACTIVITIES	25,884	108,434	121,917	(19,432)	31,507	69,386	37,879	55%	121,917
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(85,303)	(87,593)	(87,593)	(4,827)	(22,938)	(25,242)	(2,304)	9%	(87,593)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(85,303)	(87,593)	(87,593)	(4,827)	(22,938)	(25,242)	(2,304)	9%	(87,593)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	(500)	(500)	-	-	184	(184)	-100%	(500)
Increase (decrease) in consumer deposits	196	-	-	-	-	-	-	-	-
Payments									
Repayment of borrowing	(9,670)	(10,980)	(10,980)	(896)	(3,538)	(3,503)	35	-1%	(10,980)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(9,474)	(11,480)	(11,480)	(896)	(3,538)	(3,319)	219	-7%	(11,480)
NET INCREASE/(DECREASE) IN CASH HELD	(68,893)	9,361	22,845	(25,155)	5,031	40,825			22,845
Cash/cash equivalents at beginning:	24,982	10,995	10,995		2,458	10,995			2,458
Cash/cash equivalents at month/year end:	(43,911)	20,356	33,839		7,489	51,819			25,303

Table C7 presents details pertaining to cash flow performance. As at end of October 2020, the net cash inflow from operating activities is R31, 507 million whilst net cash outflow from investing activities is R22, 938 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R3, 538 million. The cash and cash equivalent held at end of October 2020 amounted to R7, 489 million and the net effect of the above cash flows is cash outflow movement of R5, 031 million. The cash and cash equivalent at end of the reporting period of R7, 489 million, is mainly made up of cash in the primary bank account amounting to R7, 489 million and short-term investment amounting to R0.

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	2%	The projected monthly revenue appear to be low in light of the actual revenue performance	No remedial action is needed since the variance is immaterial.
Service charges - electricity revenue	-17%	The projected monthly revenue appear to be higher in light of the actual revenue performance	No remedial action is needed since it the early months of the new year. And again it could be due to corona virus pandemic
Service charges - refuse revenue	-1%	The actual revenue generated is slightly less than the projected monthly revenue	No remedial action is needed
Rental of facilities and equipment	-56%	The actual revenue generated is lower 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	-75%	The municipality has a short term investment with standard bank	The municipality should draft cash flow projections pain which will assist if there is a need to invest
Interest earned - outstanding debtors	178%	The projected interest seems to be underprojected considering the interest earned	This could be as the result of lockdown due to COVID 19 as most of the customers accounts were overdue and now
Fines, penalties and forfeits	-99%	The contract of the speed fine cameras has been appointed however there is still challenges on revenue collection. The reversal was made on the wrong capturing of the portion of equitable share captured under fines	No remedial action is needed
Licences and permits	-36%	The actual revenue generated is lower than the projected monthly revenue	No remedial action is needed
Transfers and subsidies	81%	The first tranche of equitable share was higher than the projection thereof	An upward projections could be needed during budget adjustments, however it is still early
Other revenue	-28%	The actual revenue generated is less than the projected monthly revenue	No remedial action is needed as the variance is immaterial
Expenditure By Type			
Employee related costs	-12%	The actual expenditure incurred on employee related costs are less than the projections thereof	The expenditure should improve as soon as the appoint of vacant positions are filled
Remuneration of councillors	-9%	The actual expenditure incurred on remuneration of councillors is less than the projected monthly expenditure	No remedial action is needed as the variance is immaterial
Debt impairment	-100%	Debt impairment is still calculated at year end	The municipality should do away with this approach as it not viable
Depreciation & asset impairment	-100%	Depreciation is still calculated at year end	The municipality should do away with this approach as it not viable
Finance charges	-7%	Finance charges is mainly for finance lease and the leased invoices are not captured before System closure	The expenditure unit should priorities the capturing of invoice prior to month end closure
Bulk purchases	5%	and the projections are lower that the actual expenditure	monitoted so that an upward adjustment will be considered
Other materials	-44%	The discrepancy is caused by non spending on repairs and maintenance and the major portion of other materials as the	No remedial action is needed
Contracted services	-31%	The actual expenditure incurred is less than the projected monthly expenditure	Major contracted payments should be captured immediially when they are paid to minimize the difference between the
Transfers and subsidies	-1%	The actual expenditure incurred is slightly more than the projected monthly expenditure	No remedial action is needed
Other expenditure	-29%	The actual expenditure incurred is less than the projected monthly expenditure	monitoted so that an upward adjustment will be considered should this continues

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	-23%	The projections on capital grants is more than the spending thereof	No remedial action is needed
Provincial Government	0%		
Internally generated funds	27%	The actual spending of internally generated funds are under projected	The should be upwards projects during the main budget adjustment
Cash Flow			
Property rates	-2%	The actual collection rate on property rates is less than the projected rate	No remedial action is needed
Service charges	-13%	The collection rate on service charges is below the projected rate	The municipality should come up strategies of collection methods in licenced municipal areas
Other revenue	16%	projections	that all leased municipal assets are rented out as projected
Government - operating	7%	All grants have been received to this date and the projections are not in line with payment schedule.	The national treasury has uploaded payment schedule late and final budget was already submitted. No remedial action is
Interest	-69%	Interest on on other revenue is over projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	-35%	The actual costs incurred is way above the projected costs	This is the results of accruals paid during the current financial year
Finance charges	-76%	The finance charges have been under projected.	There should be a short term investment so the capital costs earn interest
Capital assets	9%	The projected capital expenditure on capex is slightly higher than the actual spending thereof.	All the expected first trench of the grants have been received in line with their payment schedule except the second trench of MIG
Transfers and Grants	1%	The payments relating to this account are slightly higher than the projections thereof	No remedial action is needed
Increase (decrease) in consumer deposits	0%	Consumer deposits were significantly more than the projection thereof	
Repayment of borrowing	-1%	Projected repayments is lower than the actual Payment	No remedial action is needed

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2020/21											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Bad Debts Written Off	Impairment - Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water									-	-		
Trade and Other Receivables from Exchange Transactions - Electricity	7,209	1,514	423	24	139	91	370	3,102	12,872	3,727		
Receivables from Non-exchange Transactions - Property Rates	3,287	1,601	1,353	1,153	1,060	1,003	5,829	34,094	49,379	43,138		
Receivables from Exchange Transactions - Waste Management	741	498	438	398	375	368	2,176	10,953	15,947	14,271		
Receivables from Exchange Transactions - Property Rental Debtors	41	6	5	8	6	6	51	986	1,109	1,056		
Interest on Arrear Debtor Accounts	1,292	1,257	1,218	1,169	1,138	1,102	5,981	25,222	38,380	34,613		
Other	332	118	48	(1,617)	31	41	103	2,807	1,864	1,365		
Total By Income Source	12,902	4,995	3,485	1,134	2,748	2,611	14,510	77,165	119,550	98,169	-	-
2019/20 - totals only	11,089	4,781	3,306	2,934	2,675	2,528	13,881	67,045	108,238	89,062		
Debtors Age Analysis By Customer Group												
Organs of State	1,505	1,018	762	(824)	609	584	3,243	18,181	25,078	21,793		
Commercial	6,461	1,301	597	308	404	348	1,896	10,236	21,550	13,191		
Households	4,037	1,942	1,546	1,204	1,197	1,150	6,350	30,558	47,983	40,459		
Other	898	734	581	447	538	528	3,022	18,191	24,939	22,726		
Total By Customer Group	12,902	4,995	3,485	1,134	2,748	2,611	14,510	77,165	119,550	98,169	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of October amount to R119, 550 million. The debtors' book is made up as follows:

- Rates 41%
- Electricity 11%
- Rental 1%
- Refuse removal 13%
- Interest on Debtors 32%
- Other 2%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

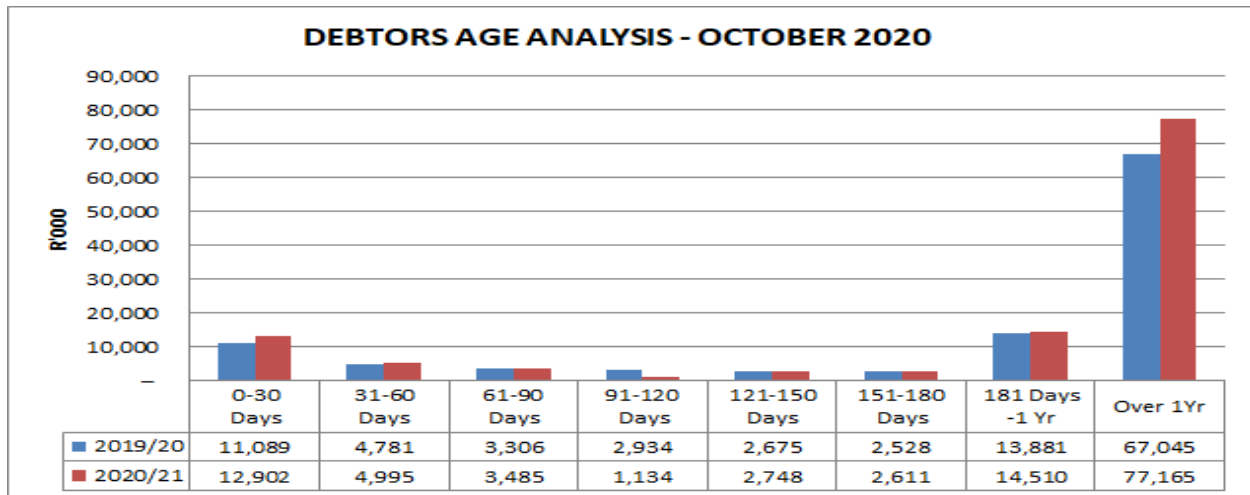
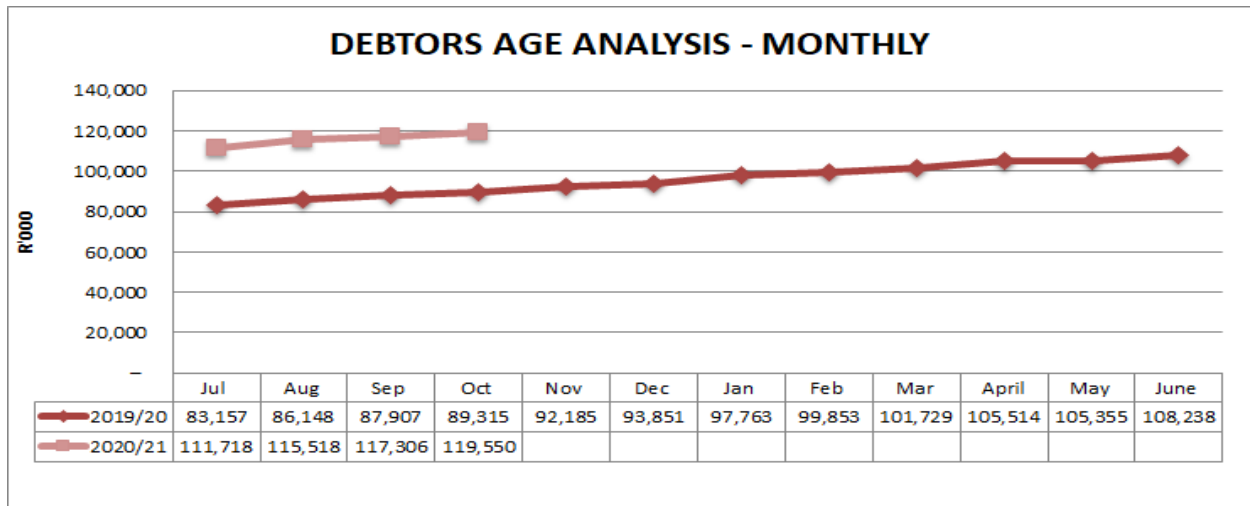


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2019/20 financial year and 2020/21 (as at end of October 2020) whilst the latter shows monthly movement of debtors for both the current financial year and the 2019/20 financial year. The debtors book is materially less than the 2020/21 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

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

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	ACCOUNT STATUS	OCC/OWN	OUTSTANDING BALANCE
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	1,523,573.59
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	1,068,344.67
9000276	DEPARTMENT OF PUBLIC WORKS-PROVINCIAL	ACTIVE	OWNER	728,351.17
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OWNER	517,065.61
201885	SHOPRITE CHECKERS (PTY) LTD	ACTIVE	OCCUPIER	464,100.17
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OWNER	463,347.87
800000478	DAYBREAK PROP 3 PTY LTD	ACTIVE	OWNER	377,768.24
9900067	WATER PURIFICATION PLANT (SDM)	ACTIVE	OCCUPIER	338,761.57
5001708	UNITRADE 518 (PTY) LTD	ACTIVE	OWNER	310,366.78
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	307,445.49
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	285,916.83
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	271,996.44
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	252,085.63
5617	GROBLERSDAL VLEISMARK PTY LTD	ACTIVE	OWNER	248,233.42
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OWNER	241,654.35
20494	BREAKAWAY TRUST	ACTIVE	OWNER	238,542.12
9002503	GOUWS BOERDERY TRUST	ACTIVE	OWNER	234,719.32
9000400	UITZOECHT LANDGOED CC	ACTIVE	OWNER	232,225.16
9019006	TIGER STRIPES INVESTMENTS (PTY	ACTIVE	OWNER	227,141.41
5002109	VAN AARD FJ(MAPOCHH	ACTIVE	OCCUPIER	226,862.65
TOTAL				8,558,502.49

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2020/21									Prior year totals for chart
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type										
Bulk Electricity										-
Bulk Water										-
PAYE deductions										-
VAT (output less input)										-
Pensions / Retirement deductions										-
Loan repayments										-
Trade Creditors										-
Auditor General										-
Other										-
Total By Customer Type	-	-	-	-	-	-	-	-	-	-

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

- Goods received vouchers (GRV) are only processed on the system as and when we are about to pay and this approach distorts the entire picture of ageing our creditors since the system will count the number of days taken to process an invoice from the date the GRV is processed.
- The contracted services are 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 R25, 903 million as outstanding creditors by the end of the month of OCTOBER 2020.

CODE	CREDITOR NAME	AMOUNT
1	ESKOM	7,792,809.40
81038	LATERAL UNISON INSURANCE BROKE	3,570,307.04
7989	MUNSOFT (PTY) LTD	2,462,940.90
80984	GUBIS 85 SOLUTION	1,983,958.82
81045	MWELASE THOBS CONSTRUCTION	1,850,918.00
81035	SPECTRUM UTILITY MANAGEMENT	1,712,535.59
81037	MOLELEKI A TLALA JV SDVK	1,306,971.70
81005	UNITY CONSTRUCTION	1,073,564.38
80889	FLEET HORIZON SOLUTIONS	731,822.50
81001	JUST-BREEZE JV TLOU YA HLAKA	625,000.00
81041	LEKONAKONETSI CONSULTING SERVI	479,166.66
81042	MATUPUNUKA ICT	462,921.00
490	RCA & COMPANY	379,427.55
81056	PHAMBANE MOKONE	289,954.00
81000	KHUMALO MASONDO ATTORNEYS	230,690.28
81059	MOHUBE SETSOALO MABUSELA	206,155.00
81061	MOGALEMOLE CONSULTING ENGINEER	202,671.42
80495	BLUE DIC E PTY LTD	194,600.00
37678	SHATADI DEVELOPERS	180,321.79
80904	RANMO HOLDINGS	167,246.00
TOTAL		25,903,982.03

Supporting Table: SC 5 - Investment Portfolio

Name of institution	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest to be realised	Withdrawal	Investment Top Up	Closing Balance
STANDARD BANK (038823527004)	1 Month	Investment	3.8%		22-Sep-20	-	18,493	(15,018,493)	15,000,000	-
STANDARD BANK (038823527005)	1 Month	Investment	4.0%		11-Oct-20	-	64,932		30,000,000	30,064,932
STANDARD BANK (038823527005)	1 Month	Investment	4.0%		11-Oct-20	30,064,932	29,219	(30,094,151)	-	(30,064,932)
TOTAL INVESTMENTS AND INTEREST						30,064,932		(45,112,644)	45,000,000	-

The Municipality's current investment portfolio during the month October started with an amount of R30 064 million, withdrew the whole amount of R30, 094 million, including an interest of R29 thousand and closing balance of R0.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2019/20	Budget Year 2020/21							
	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:	273,214	293,320	351,806	756	133,845	44,255	89,590	202%	351,806
Local Government Equitable Share	269,009	289,039	347,525	-	130,068	41,311	88,757	215%	347,525
Finance Management	2,235	2,600	2,600	-	2,600	2,600	-		2,600
EPWP Incentive	1,374	1,681	1,681	756	1,177	344	833	242%	1,681
Disaster Relief Grant COVID-19 (Corona virus)	596	-	-	-	-	-	-		-
Provincial Government:	-	-	-	-	-	-	-		-
N/A									
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A									
Total Operating Transfers and Grants	273,214	293,320	351,806	756	133,845	44,255	89,590	202%	351,806
Capital Transfers and Grants									
National Government:	73,921	74,561	69,561	14,830	36,300	30,968	8,332	27%	69,561
Municipal Infrastructure Grant (MIG)	54,921	54,561	54,561	14,830	31,300	22,968	8,332	36%	54,561
Intergrated National Electrification Grant	19,000	20,000	15,000	-	5,000	8,000			15,000
Provincial Government:	21,771	-	-	-	-	-	-		-
Coghsta - Development	21,771	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A									
Total Capital Transfers and Grants	95,692	74,561	69,561	14,830	36,300	30,968	8,332	27%	69,561
TOTAL RECEIPTS OF TRANSFERS & GRANTS	368,906	367,881	421,367	15,586	170,145	75,223	97,922	130%	421,367

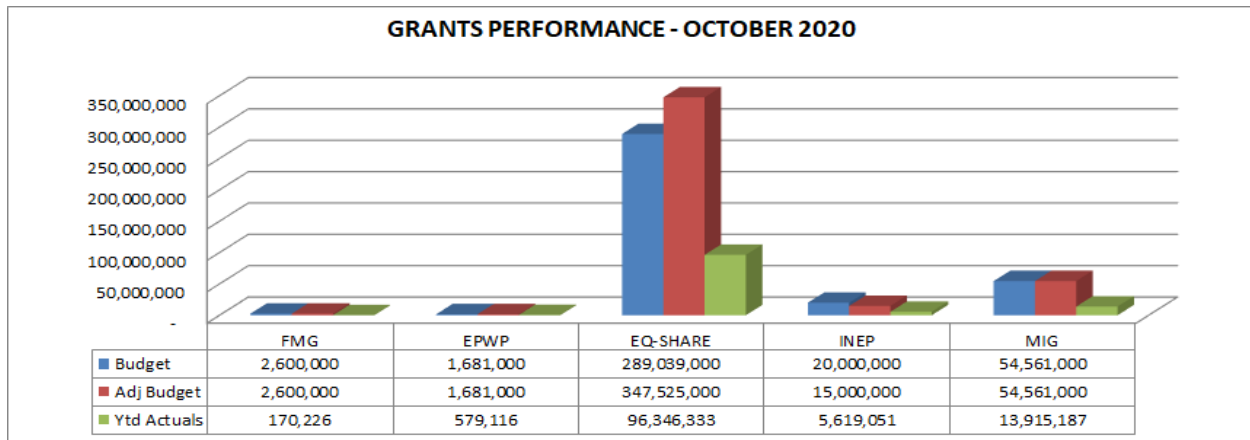
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R170, 145 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R130, 068 million; Municipal Infrastructure Grant amounting to R31, 300 million; Integrated National Energy Grant R5, 000 million, Financial Management Grant R2, 600 million and Expanded Public Works Programme R1,173 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 except for the second trench of equitable share.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2019/20	Budget Year 2020/21							
	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:	273,214	293,320	351,806	24,279	97,096	44,255	52,841	119%	351,806
Local Government Equitable Share	269,009	289,039	347,525	24,087	96,346	41,311	55,036	133%	347,525
Finance Management	2,235	2,600	2,600	43	170	2,600	(2,430)	-93%	2,600
EPWP Incentive	1,374	1,681	1,681	150	579	344	235	68%	1,681
Disaster Relief Grant COVID-19 (Corona virus)	596	-	-	-	-	-	-	-	-
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A									
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total operating expenditure of Transfers and Grants:	273,214	293,320	351,806	24,279	97,096	44,255	52,841	119%	351,806
Capital expenditure of Transfers and Grants									
National Government:	73,921	74,561	69,561	7,644	19,534	30,968	(11,434)	-37%	69,561
Municipal Infrastructure Grant (MIG)	54,921	54,561	54,561	5,229	13,915	22,968	(9,053)	-39%	54,561
Intergrated National Electrification Grant	19,000	20,000	15,000	2,415	5,619	8,000	(2,381)	-30%	15,000
Provincial Government:	21,771	-	-	-	-	-	-	-	-
Coghsta - Development	21,771	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total capital expenditure of Transfers and Grants	95,692	74,561	69,561	7,644	19,534	30,968	(11,434)	-37%	69,561
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	368,906	367,881	421,367	31,923	116,630	75,223	41,407	55%	421,367

An amount of R31, 923 million has been spent on grants during the month of October 2020 and the year to date actuals is R116, 630 million whilst the year to date budget amounts to R75, 223 million and this results in underspending variance of R41, 407 million that translates to positive 55%. Of the total spending amounting to R31, 923 million, R24, 279 million is spent on operational grants whilst capital grants amounts to R7, 644 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 October 2020. The grants expenditure are shown below in percentages:

- Financial Management Grant 6.55%
- Expanded Public Work Programme 34.45%
- Equitable Share 27.72%
- Integrated National Electrification Grant 37.46%
- Municipal Infrastructure Grant 25.50%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	2019/20	Budget Year 2020/21							
	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	14,458	15,692	15,692	1,178	4,713	5,231	(517)	-10%	15,692
Pension and UIF Contributions	1,712	1,761	1,761	135	540	617	(76)	-12%	1,761
Medical Aid Contributions	319	340	340	33	128	84	44	53%	340
Motor Vehicle Allowance	5,149	5,622	5,622	431	1,722	1,874	(152)	-8%	5,622
Cellphone Allowance	2,701	2,877	2,877	226	903	959	(56)	-6%	2,877
Other benefits and allowances	235	234	234	19	74	78	(3)	-4%	234
Sub Total - Councillors	24,574	26,525	26,525	2,020	8,081	8,842	(761)	-9%	26,525
% increase		8%	8%						8%
Senior Managers of the Municipality									
Basic Salaries and Wages	4,938	6,540	6,540	307	1,490	2,180	(690)	-32%	6,540
Pension and UIF Contributions	178	202	202	11	57	72	(15)	-21%	202
Medical Aid Contributions	82	85	85	7	28	28	-		85
Motor Vehicle Allowance	661	791	791	36	174	264	(90)	-34%	791
Cellphone Allowance	168	-	103	9	44	52	(8)	-16%	103
Other benefits and allowances	446	376	376	8	96	20	76	379%	376
Payments in lieu of leave	18	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality	6,491	7,993	8,096	378	1,888	2,616	(727)	-28%	8,096
% increase		23%	25%						25%
Other Municipal Staff									
Basic Salaries and Wages	88,856	99,984	99,984	7,877	31,258	33,328	(2,070)	-6%	99,984
Pension and UIF Contributions	17,801	26,133	26,133	1,592	6,325	8,711	(2,386)	-27%	26,133
Medical Aid Contributions	5,555	8,477	8,598	428	1,727	2,826	(1,099)	-39%	8,598
Overtime	1,443	974	974	96	383	325	58	18%	974
Motor Vehicle Allowance	11,056	12,848	12,955	1,019	3,971	4,283	(312)	-7%	12,955
Cellphone Allowance	1,786	102	152	163	626	34	592	1742%	152
Housing Allowances	179	17	25	16	66	6	60	1056%	25
Other benefits and allowances	8,248	12,488	12,967	114	519	1,433	(913)	-64%	12,967
Payments in lieu of leave	407	-	-	-	85	85	0	0%	-
Long service awards	439	733	733	7	434	244	190	78%	733
Post-retirement benefit obligations							-		
Sub Total - Other Municipal Staff	135,771	161,756	162,520	11,313	45,393	51,273	(5,880)	-11%	162,520
% increase		19%	20%						20%
Total Parent Municipality	166,836	196,274	197,141	13,711	55,362	62,730	(7,368)	-12%	197,141
		18%	18%						18%
TOTAL SALARY, ALLOWANCES & BENEFITS	166,836	196,274	197,141	13,711	55,362	62,730	(7,368)	-12%	197,141
% increase		18%	18%						18%
TOTAL MANAGERS AND STAFF	142,262	169,749	170,616	11,691	47,281	53,889	(6,608)	-12%	170,616

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of October 2020 amounts to R55, 362 million and the year to date budget is R62, 730 million and the expenditure for remuneration of councilors amounts to R8, 081 million while the year to date budget is R8, 842 million. The year to date actual expenditure for senior managers is R1, 888 million and the year to date budget thereof is R2, 616 million. There is one senior management vacant position (Budget and Treasury) and this is causing underspending variance on budget performance for senior management. The year to date actuals for other municipal staff is R45, 393 million and the year to date budget is R51, 273 million. The remuneration of councilors and other municipal staff category has under spending variance, and there is only one vacant position in the senior management level and the position in the new financial year 2020/21.

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

Description	Budget Year 2020/21												2020/21 Medium Term Revenue		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Budget	Dec Budget	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year	Budget Year +1	Budget Year +2
Cash Receipts By Source															
Property rates	2,023	1,960	2,294	2,510	2,234	2,239	2,246	2,260	2,216	2,237	2,224	2,400	26,841	28,076	29,367
Service charges - electricity revenue	5,482	6,173	7,122	6,798	7,561	7,681	7,131	7,021	7,391	7,591	7,389	11,353	88,692	92,772	97,039
Service charges - refuse	339	290	392	397	459	470	490	460	459	484	464	743	5,446	5,697	5,959
Rental of facilities and equipment	38	58	41	43	73	73	72	71	72	71	72	176	860	899	941
Interest earned - external investments	-	-	83	29	-	343	111	-	392	-	722	1,361	3,042	3,182	3,328
Interest earned - outstanding debtors	80	91	158	141	111	159	81	70	82	60	210	88	1,331	1,392	1,457
Fines, penalties and forfeits	39	35	39	31	1,061	1,181	1,298	981	821	931	991	4,725	12,134	12,554	12,994
Licences and permits	367	347	469	535	932	1,061	271	56	86	79	1,135	1,007	6,344	6,635	6,941
Transfers and Subsidies - Operational	130,489	2,600	-	756	543	89,999	-	1,549	77,136	-	-	(9,156)	293,916	314,089	333,501
Other revenue	1,735	1,183	1,374	1,618	81	74	60	76	90	62	100	(5,521)	931	974	1,018
Cash Receipts by Source	140,592	12,737	11,972	12,859	13,054	103,280	11,759	12,543	88,744	11,514	13,306	7,176	439,537	466,270	492,544
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	16,470	5,000	-	14,830	6,263	17,355	-	4,263	15,378	-	-	(4,999)	74,561	77,207	72,606
Transfers and subsidies - capital (monetary allocations)															
Proceeds on Disposal of Fixed and Intangible Assets				-		190		126		236		(551)	-	-	-
Short term loans															
Borrowing long term/refinancing				-	(97)		(45)		(62)		(39)	(257)	(500)	(480)	(520)
Increase (decrease) in consumer deposits															
Decrease (increase) in non-current receivables															
Decrease (increase) in non-current investments															
Total Cash Receipts by Source	157,062	17,737	11,972	27,689	19,221	120,825	11,714	16,932	104,060	11,750	13,268	1,370	513,598	542,997	564,630
Cash Payments by Type															
Employee related costs	12,071	11,833	11,686	11,691	13,242	24,082	13,242	13,242	13,242	13,242	13,242	18,931	169,749	177,557	185,725
Remuneration of councillors	2,020	2,020	2,020	2,020	2,183	2,183	2,183	2,183	2,183	2,183	2,183	3,163	26,525	27,745	29,021
Interest paid	-	115	1,185	101	140	130	50	40	30			(607)	1,184	83	15
Bulk purchases - Electricity	22,318	9,105	8,055	8,682	8,060	8,012	8,300	8,559	8,410	8,760	8,800	(13,014)	94,047	98,937	107,743
Other materials	178	1,016	1,779	877	621	866	953	756	926	757	966	(729)	8,964	12,707	13,522
Contracted services	33,935	2,528	4,351	11,653	2,833	8,207	3,783	4,177	3,045	3,572	3,850	(21,274)	60,660	57,320	59,107
Grants and subsidies paid - other	244	192	358	260	247	247	577	347	247	247	247	253	3,468	3,605	3,747
General expenses	1,676	5,029	2,117	11,838	2,830	3,077	2,838	2,407	4,361	3,036	3,025	(1,167)	41,067	39,436	41,140
Cash Payments by Type	72,443	31,838	31,551	47,121	30,157	46,804	31,926	31,713	32,444	31,798	32,314	(14,444)	405,664	417,391	440,021
Other Cash Flows/Payments by Type															
Capital assets	1,043	6,449	10,619	4,827	8,799	7,549	8,127	6,265	7,965	6,846	7,987	11,117	87,593	93,994	94,483
Repayment of borrowing	872	881	888	896	899	909	918	928	938	948	958	944	10,980	2,489	-
Other Cash Flows/Payments															
Total Cash Payments by Type	74,358	39,168	43,059	52,844	39,855	55,261	40,971	38,906	41,347	39,591	41,268	(2,382)	504,236	513,874	534,504
NET INCREASE/(DECREASE) IN CASH HELD	82,703	(21,430)	(31,087)	(25,155)	(20,634)	65,563	(29,257)	(21,975)	62,712	(27,842)	(27,990)	3,752	9,361	29,123	30,126
Cash/cash equivalents at the month/year beginning:	2,458	85,161	63,731	32,644	7,489	(13,145)	52,418	23,161	1,187	63,899	36,058	8,067	2,458	11,819	40,943
Cash/cash equivalents at the month/year end:	85,161	63,731	32,644	7,489	(13,145)	52,418	23,161	1,187	63,899	36,058	8,067	11,819	11,819	40,943	71,069

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 R27, 689 million and the total cash payment for the month were R52, 844 million and this resulted in net decrease in cash held amounting to 25, 155 million. With cash and cash equivalent of R32, 644 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R7, 489 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2019/20	Budget Year 2020/21							
	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	9,424	6,438	6,438	1,043	1,043	6,438	5,394	84%	1%
August	3,576	4,370	4,370	6,449	7,492	10,808	3,316	31%	8%
September	13,926	8,862	8,862	10,619	18,111	19,670	1,558	8%	20%
October	8,822	6,303	6,303	4,827	22,938	25,973	3,035	12%	26%
November	8,687	8,248	8,248			34,221	-		
December	9,913	9,508	9,508			43,729	-		
January	8,221	3,141	3,141			46,870	-		
February	8,162	6,205	6,205			53,075	-		
March	13,753	5,653	5,653			58,728	-		
April	8,363	8,602	8,602			67,330	-		
May	8,683	11,684	11,684			79,014	-		
June	11,573	10,265	5,265			84,280	-		
Total Capital expenditure	113,103	89,280	84,280	22,938					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of October amounts to R4, 827 million. The year to date actual expenditure incurred is R22, 938 million whilst the year to date budget is R25, 973 million that gives rise to under spending variance of R3, 035 million that translate to 12%.

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

Description	2019/20	Budget Year 2020/21							
	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	58,011	20,000	15,000	2,100	4,832	5,501	669	12%	15,000
Roads Infrastructure	41,899	-	-	-	-	-	-	-	-
Roads	41,899	-	-	-	-	-	-	-	-
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Drainage Collection							-		
Electrical Infrastructure	16,111	20,000	15,000	2,100	4,832	5,501	669	12%	15,000
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	16,111	20,000	15,000	2,100	4,832	5,501	669	12%	15,000
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Waste Processing Facilities							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Other assets	-	2,339	2,339	307	1,350	739	(611)	-83%	2,339
Municipal Offices		600	600			-	-		600
Pay/Enquiry Points							0%		
Building Plan Offices							-		
Workshops		1,739	1,739	307	1,350	739	(611)	-83%	1,739
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	38	250	250	224	224	100	(124)	-124%	250
Computer Equipment	38	250	250	224	224	100	(124)	-124%	250
Furniture and Office Equipment	526	800	800	29	145	300	156	52%	800
Furniture and Office Equipment	526	800	800	29	145	300	156	52%	800
Machinery and Equipment	1,492	1,200	1,200	28	28	561	533	95%	1,200
Machinery and Equipment	1,492	1,200	1,200	28	28	561	533	95%	1,200
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on new assets	60,068	24,589	19,589	2,687	6,578	7,201	623	9%	19,589

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

Description	2019/20	Budget Year 2020/21							
	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	13,885	46,940	46,940	2,111	16,331	13,940	(2,391)	-17%	46,940
Roads Infrastructure	13,885	39,222	39,222	2,111	16,331	9,641	(6,690)	-69%	39,222
Roads	13,885	39,222	39,222	2,111	16,331	9,641	(6,690)	-69%	39,222
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	-	7,719	7,719	-	-	4,299	4,299	100%	7,719
Landfill Sites		7,719	7,719			4,299	4,299	100%	7,719
Waste Transfer Stations							-		
Community Assets	-	600	600	-	-	150	150	100%	600
Community Facilities	-	600	600	-	-	150	150	100%	600
Libraries							-		
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	13,885	47,540	47,540	2,111	16,331	14,090	(2,241)	-15.9%	47,540

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

Description	2019/20	Budget Year 2020/21							
	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	5,119	9,729	17,772	286	999	3,518	2,519	72%	17,772
Roads Infrastructure	161	4,892	7,783	-	78	1,400	1,322	94%	7,783
Roads	161	4,892	7,783	-	78	1,400	1,322	94%	7,783
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	2,180	1,845	4,689	36	37	1,121	1,084	97%	4,689
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	2,180	1,845	4,689	36	37	1,121	1,084	97%	4,689
Solid Waste Infrastructure	2,778	2,993	5,300	250	884	998	113	11%	5,300
Landfill Sites	2,778	2,993	5,300	250	884	998	113	11%	5,300
Waste Transfer Stations							-		
Community Assets	-	306	1,806	24	50	82	32	39%	1,806
Community Facilities	-	306	1,806	24	50	82	32	39%	1,806
Libraries							-		
Parks		306	1,806	24	50	82	32	39%	1,806
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	1,497	1,845	3,690	2	100	612	512	84%	3,690
Operational Buildings	1,497	1,845	3,690	2	100	612	512	84%	3,690
Workshops							-		
Intangible Assets	-	425	425	-	-	174	174	100%	425
Servitudes							-		
Licences and Rights	-	425	425	-	-	174	174	100%	425
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	1,306	1,214	2,364	208	361	496	135	27%	2,364
Machinery and Equipment	1,306	1,214	2,364	208	361	496	135	27%	2,364
Transport Assets	2,727	1,854	3,038	21	1,578	590	(988)	-168%	3,038
Transport Assets	2,727	1,854	3,038	21	1,578	590	(988)	-168%	3,038
Total Repairs and Maintenance Expenditure	10,649	15,373	29,095	539	3,088	5,472	2,384	43.6%	29,095

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

Description	2019/20	Budget Year 2020/21							
	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	-	40,059	40,059	-	-	10,104	10,104	100%	40,059
Roads Infrastructure	-	29,935	29,935	-	-	8,884	8,884	100%	29,935
Roads		29,935	29,935			8,884	8,884	100%	29,935
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	3,953	3,953	-	-	96	96	100%	3,953
Attenuation							-		
Electrical Infrastructure	-	5,501	5,501	-	-	951	951	100%	5,501
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks		5,501	5,501			951	951	100%	5,501
Solid Waste Infrastructure	-	670	670	-	-	172	172	100%	670
Landfill Sites		670	670			172	172	100%	670
Waste Transfer Stations							-		
Community Assets	-	3,108	3,108	-	-	1	1	100%	3,108
Cemeteries/Crematoria		3,108	3,108			1	1	100%	3,108
Police							-		
Other assets	-	500	500	-	-	996	996	0	500
Operational Buildings	-	500	500	-	-	996	996	100%	500
Workshops							-		
Intangible Assets	-	402	402	-	-	-	-		402
Servitudes							-		
Computer Software and Applications		402	402				-		402
Computer Equipment	-	1,616	1,616	-	-	167	167	100%	1,616
Computer Equipment		1,616	1,616			167	167	100%	1,616
Furniture and Office Equipment	-	3,390	3,390	-	-	142	142	100%	3,390
Furniture and Office Equipment		3,390	3,390			142	142	100%	3,390
Machinery and Equipment	-	2,316	2,316	-	-	689	689	100%	2,316
Machinery and Equipment		2,316	2,316			689	689	100%	2,316
Transport Assets	273	3,772	3,772	-	-	1,384	1,384	100%	3,772
Transport Assets	273	3,772	3,772			1,384	1,384	100%	3,772
Total Depreciation	273	55,163	55,163	-	-	13,482	13,482	100%	55,163

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

Description	2019/20	Budget Year 2020/21							
	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	9,050	16,150	16,150	-	-	5,205	5,205	100%	16,150
Roads Infrastructure	9,050	16,150	16,150	-	-	5,205	5,205	100%	16,150
Roads	9,050	16,150	16,150			5,205	5,205	100%	16,150
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Attenuation							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Community Assets	-	1,000	1,000	29	29	340	311	92%	1,000
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Parks		1,000	1,000	29	29	340	311	0	1,000
Other assets	1,299	-	-	-	-	-	-		-
Operational Buildings	1,299	-	-	-	-	-	-		-
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	10,349	17,150	17,150	29	29	5,545	5,516	99%	17,150

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 R6, 578 million and the year to date budget is R7, 201 million that reflects under spending variance of R623 thousand that translates to 9% variance.

The year to date actuals on renewal of existing assets amounts R16, 331 million and with the year to date budget of R14, 090 million and this reflects over spending variance of R2, 241 million that translates to 15.9% variance.

The year to date actual expenditure on repairs and maintenance is R3, 088 million, and the year to date budget is R5, 472 million, reflecting under spending variance of R2, 384 million that translates to 43.6%.

The year to date actual expenditure on upgrading of existing assets is R0, and the year to date budget is R13, 482 million, reflecting under spending variance of R13, 482 million that translates to 100%.

The year to date actual expenditure on depreciation and asset impairment is R0 and the year to date budget is R13, 779 million, reflecting spending variance of R13, 779 million, that translates to 100% which means the integration between asset management system and core financial system is done bi-annually and this is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is partially complying with some of mSCOA requirements.

List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	Medium Term Revenue and Expenditure Framework			
					Budget Year 2020/21			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Parent municipality:								
Technical Services	Kgoshi Rammupudu Road	Renewal	Infrastructure	Roads Infrastructure	16,000	16,000	88	1%
Technical Services	Upgrading of Mogaung Road	Upgrade	Infrastructure	Roads Infrastructure	15,250	15,250	–	0%
Technical Services	Electrification of Mashemong	New	Infrastructure	Electrical Infrastructure	10,494	10,494	2,981	28%
Technical Services	Tambo Road Construction	Renewal	Infrastructure	Roads Infrastructure	9,581	9,581	6,107	64%
Technical Services	Groblerdsdal Landfill site	Renewal	Infrastructure	Roads Infrastructure	7,719	7,719	–	0%
Technical Services	Motetema Internal Streets	Renewal	Infrastructure	Roads Infrastructure	7,629	7,629	3,827	50%
Technical Services	Kgaphamadi Road	Renewal	Infrastructure	Roads Infrastructure	5,500	5,500	6,309	115%
Technical Services	Electrification of Masakaneng	New	Infrastructure	Electrical Infrastructure	5,100	–	–	0%
Technical Services	Electrification of Ntswelemotse	New	Infrastructure	Electrical Infrastructure	2,430	2,430	1,715	71%
Technical Services	Electrification of Zumapark	New	Infrastructure	Electrical Infrastructure	1,976	2,076	136	7%
Technical Services	Development of workshop	New	Infrastructure	Operational building	1,739	1,739	1,350	78%
Community Services	Upgrading and Development of Parks	Renewal	Community assets	Operational building	1,000	1,000	29	3%
Technical Services	Nyakoroane Road	Upgrade	Infrastructure	Roads Infrastructure	900	900	–	0%
Corporate Services	Furniture and Office Equipment	New	Furniture and Office equipment	Electrical Infrastructure	800	800	145	18%
Community Services	Cemeteries	Renewal	Community assets	Cemeteries/Crematoria	600	600	–	0%
Community Services	Mobile Offices	New	Community assets	Operational building	600	600	–	0%
Technical Services	Laersdrift Road	Renewal	Infrastructure	Roads Infrastructure	511	511	–	0%
Corporate Services	Machinery and Equipment	New	Machinery and Equipment	Machinery and Equipment	500	500	28	6%
Finance	Machinery and Equipment Forklift	New	Machinery and Equipment	Machinery and Equipment	350	350	–	0%
Technical Services	Aircons Conditioner	New	Infrastructure	Equipment	350	350	224	64%
Corporate Services	Computer Equipment	New	Equipment	Equipment	250	250	–	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 October 2020 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature

Date

[Handwritten Signature]
12/11/2020



The stamp is circular with a double border. The outer border contains the text "ELIAS MOTSOLEDI" at the top and "LOCAL MUNICIPALITY" at the bottom, separated by two stars. The inner circle contains the date "12-11-2020".