

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

OCTOBER 2022

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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 2021-22 financial year amounts are not yet audited.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2022/23			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	601,350,985	-	195,671,814	33%
OPERATING EXPENDITURE	597,283,011	-	156,798,911	26%
TRANSFER - CAPITAL	79,606,004	-	32,294,009	41%
SURPLUS/(DEFICIT)	83,673,978	-	71,166,912	85%
CAPITAL EXPENDITURE	98,041,001	-	37,124,330	38%

Table C1 – Budget Statement Summary

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	39,913	44,645	-	4,989	19,660	14,882	4,778	32%	44,645
Service charges	108,243	117,968	-	8,764	34,573	39,569	(4,997)	-13%	117,968
Investment revenue	1,780	3,652	-	127	622	924	(302)	-33%	3,652
Transfers and subsidies	297,765	338,906	-	487	132,466	142,845	(10,378)	-7%	338,906
Other own revenue	30,108	96,180	-	2,588	8,350	35,323	(26,972)	-76%	96,180
Total Revenue (excluding capital transfers and contributions)	477,810	601,351	-	16,956	195,672	233,542	(37,871)	-16%	601,351
Employee costs	157,625	185,316	-	13,783	53,102	61,785	(8,683)	-14%	185,316
Remuneration of Councillors	24,783	25,580	-	2,079	8,621	8,527	94	1%	25,580
Depreciation & asset impairment	-	59,780	-	-	-	14,945	(14,945)	-100%	59,780
Finance charges	1,121	2,185	-	-	137	1,077	(940)	-87%	2,185
Materials and bulk purchases	136,677	148,283	-	10,957	49,024	48,387	637	1%	148,283
Transfers and subsidies	1,547	3,292	-	57	330	1,199	(869)	-72%	3,292
Other expenditure	143,963	172,846	-	10,523	45,585	61,917	(16,331)	-26%	172,846
Total Expenditure	465,716	597,283	-	37,399	156,799	197,837	(41,038)	-21%	597,283
Surplus/(Deficit)	12,094	4,068	-	(20,443)	38,873	35,706	3,167	9%	4,068
Transfers and subsidies - capital (monetary allocations)	67,914	79,606	-	7,850	32,294	46,833	(14,539)	-31%	79,606
Surplus/(Deficit) after capital transfers & contributions	80,008	83,674	-	(12,593)	71,167	82,539	(11,372)	-14%	83,674
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	80,008	83,674	-	(12,593)	71,167	82,539	(11,372)	-14%	83,674
Capital expenditure & funds sources									
Capital expenditure	72,706	98,041	-	14,431	37,124	41,926	(4,801)	-11%	98,041
Capital transfers recognised	70,770	79,606	-	13,779	34,772	34,565	207	1%	79,606
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	1,936	18,435	-	652	2,352	7,360	(5,008)	-68%	18,435
Total sources of capital funds	72,706	98,041	-	14,431	37,124	41,926	(4,801)	-11%	98,041
Financial position									
Total current assets	133,384	158,966	-	-	224,589	-	-	-	158,966
Total non current assets	1,223,261	1,325,025	-	-	1,221,950	-	-	-	1,325,025
Total current liabilities	92,636	120,343	-	-	141,424	-	-	-	120,343
Total non current liabilities	78,238	113,710	-	-	99,335	-	-	-	113,710
Community wealth/Equity	1,185,771	1,249,938	-	-	1,205,779	-	-	-	1,249,938
Cash flows									
Net cash from (used) operating	72,937	94,811	-	(29,591)	32,057	31,909	(147)	0%	94,811
Net cash from (used) investing	(70,756)	(78,022)	-	(14,431)	(37,124)	(40,781)	(3,657)	9%	(78,022)
Net cash from (used) financing	(2,441)	(6,971)	-	-	(542)	(510)	32	-6%	(6,971)
Cash/cash equivalents at the month/year end	6,597	24,063	-	-	987	4,864	3,876	80%	16,415
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	15,095	5,955	2,923	3,819	2,773	3,284	18,533	115,677	168,059
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 R195, 672 million and the year to date budget of R233, 542 million and this reflects a negative variance of R37, 871 million which is mostly attributable to equitable shares received amounting to R130, 361 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 33% unfavorable variance,
- Interest earned – outstanding debtors: 30% unfavorable variance,
- Rental on Facilities and Equipment: 14% unfavorable variance,
- Fines, penalties and forfeits: 99% unfavorable variance
- Services Charges – electricity revenue: 14% unfavorable variance
- Services Charges – refuse revenue: 2% unfavorable variance
- Licenses and permits: 26% favorable variance
- Property rates: 32% favorable variance
- Other revenue: 131% favorable
- Transfer and subsidies: 7% unfavorable

Operating Expenditure

The year to date operational expenditure as at end of October amounts to R156,799 million and the year to date budget is R197,837 million. This reflects underspending variance of R41,038 million that translates to 21% 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: 14% under performance
- Debt impairment: 100% under performance
- Depreciation and asset impairment: 100% under performance
- Finance charges: 87% under performance
- Other material: 34% over performance
- Bulk purchase: 12% under performance
- Contracted services: 19% over performance
- Transfer and subsidies: 72% under performance
- Other expenditure: 0% 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 October 2022 amounts to R37, 124 million and the year to date budget amounts to R41,926 million and this gives rise to R4,801 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of October is R71,167 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 R168,059 million and this shows an increase of R9,721 million as compared to R158,338 million as at end of 2021/22 financial year.

Consumer debtors is made up of service charges and property rates that amount to R104,478 million and other debtors amounting to R63, 580 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	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	249,584	281,883	-	7,079	106,213	110,838	(4,625)	-4%	281,883
Executive and council	53,432	53,728	-	-	13,925	14,925	(1,000)	-7%	53,728
Finance and administration	185,365	214,701	-	7,079	86,079	89,704	(3,625)	-4%	214,701
Internal audit	10,787	13,455	-	-	6,209	6,209	(0)	0%	13,455
Community and public safety	23,607	96,507	-	174	9,706	35,736	(26,031)	-73%	96,507
Community and social services	10,214	10,998	-	4	4,695	4,716	(21)	0%	10,998
Sport and recreation	11,148	17,075	-	-	4,738	4,753	(15)	0%	17,075
Public safety	2,244	68,435	-	169	273	26,267	(25,995)	-99%	68,435
Economic and environmental services	122,556	124,248	-	6,709	57,853	68,089	(10,236)	-15%	124,248
Planning and development	23,586	20,920	-	302	11,024	10,285	739	7%	20,920
Road transport	96,164	102,518	-	6,407	46,318	57,293	(10,975)	-19%	102,518
Environmental protection	2,806	811	-	-	511	511	(0)	0%	811
Trading services	149,977	178,318	-	10,844	54,194	65,712	(11,518)	-18%	178,318
Energy sources	121,594	145,384	-	10,030	40,421	49,857	(9,436)	-19%	145,384
Waste management	28,383	32,935	-	814	13,773	15,855	(2,082)	-13%	32,935
Total Revenue - Functional	545,724	680,957	-	24,806	227,966	280,375	(52,409)	-19%	680,957
Expenditure - Functional									
Governance and administration	213,771	220,755	-	14,671	73,635	76,511	(2,875)	-4%	220,755
Executive and council	41,413	47,573	-	3,262	13,315	14,978	(1,663)	-11%	47,573
Finance and administration	161,909	163,419	-	9,914	56,828	57,515	(687)	-1%	163,419
Internal audit	10,449	9,764	-	1,495	3,492	4,018	(525)	-13%	9,764
Community and public safety	35,025	89,593	-	3,494	11,674	31,730	(20,056)	-63%	89,593
Community and social services	5,961	8,174	-	472	1,911	2,756	(845)	-31%	8,174
Sport and recreation	9,938	16,175	-	566	2,640	5,425	(2,785)	-51%	16,175
Public safety	19,126	65,243	-	2,456	7,122	23,548	(16,426)	-70%	65,243
Economic and environmental services	63,229	120,750	-	7,333	27,096	38,222	(11,126)	-29%	120,750
Planning and development	16,804	20,798	-	1,300	5,359	7,151	(1,792)	-25%	20,798
Road transport	46,228	99,257	-	6,033	21,737	30,840	(9,103)	-30%	99,257
Environmental protection	197	696	-	-	-	232	(232)	-100%	696
Trading services	153,690	166,185	-	11,901	44,393	51,374	(6,981)	-14%	166,185
Energy sources	120,044	134,925	-	8,816	33,639	41,223	(7,584)	-18%	134,925
Waste management	33,647	31,260	-	3,084	10,754	10,151	603	6%	31,260
Total Expenditure - Functional	465,716	597,283	-	37,399	156,799	197,837	(41,038)	-21%	597,283
Surplus/ (Deficit) for the year	80,008	83,674	-	(12,593)	71,167	82,539	(11,372)	-14%	83,674

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

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	47,876	47,271	-	-	10,583	10,583	(0)	0%	47,271
Vote 2 - Municipal Manager	36,327	46,531	-	-	20,295	21,295	(1,000)	-5%	46,531
Vote 3 - Budget & Treasury	82,410	103,972	-	7,079	38,639	36,258	2,382	7%	103,972
Vote 4 - Corporate Services	44,128	50,627	-	-	24,949	28,955	(4,007)	-14%	50,627
Vote 5 - Community Services	62,834	138,801	-	1,556	27,415	55,090	(27,675)	-50%	138,801
Vote 6 - Technical Services	231,991	265,908	-	15,869	91,255	112,103	(20,848)	-19%	265,908
Vote 7 - Developmental Planning	16,336	12,923	-	302	8,104	7,365	739	10%	12,923
Vote 8 - Executive Support	23,821	14,925	-	-	6,727	8,727	(2,000)	-23%	14,925
Total Revenue by Vote	545,724	680,957	-	24,806	227,966	280,375	(52,409)	-19%	680,957
Expenditure by Vote									
Vote 1 - Executive & Council	35,397	35,371	-	2,970	11,488	12,367	(880)	-7%	35,371
Vote 2 - Municipal Manager	45,887	41,983	-	4,232	16,689	15,201	1,488	10%	41,983
Vote 3 - Budget & Treasury	171,728	66,301	-	3,122	24,685	23,535	1,149	5%	66,301
Vote 4 - Corporate Services	26,478	36,714	-	2,089	9,213	12,681	(3,468)	-27%	36,714
Vote 5 - Community Services	77,045	130,751	-	7,273	25,266	45,157	(19,891)	-44%	130,751
Vote 6 - Technical Services	179,490	248,110	-	14,933	58,236	76,023	(17,787)	-23%	248,110
Vote 7 - Developmental Planning	12,217	15,057	-	931	3,478	5,181	(1,703)	-33%	15,057
Vote 8 - Executive Support	22,638	22,996	-	1,848	7,745	7,690	55	1%	22,996
Total Expenditure by Vote	570,880	597,283	-	37,399	156,799	197,837	(41,038)	-21%	597,283
Surplus/ (Deficit) for the year	(25,156)	83,674	-	(12,593)	71,167	82,539	(11,372)	-14%	83,674

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

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

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	39,913	44,645	-	4,989	19,660	14,882	4,778	32%	44,645
Service charges - electricity revenue	98,860	108,186	-	7,951	31,314	36,228	(4,915)	-14%	108,186
Service charges - refuse revenue	9,383	9,781	-	814	3,259	3,341	(82)	-2%	9,781
Rental of facilities and equipment	998	1,004	-	65	285	333	(48)	-14%	1,004
Interest earned - external investments	1,780	3,652	-	127	622	924	(302)	-33%	3,652
Interest earned - outstanding debtors	19,283	18,817	-	1,152	4,486	6,443	(1,957)	-30%	18,817
Fines, penalties and forfeits	2,236	68,520	-	160	263	26,296	(26,032)	-99%	68,520
Licences and permits	5,966	6,315	-	578	2,265	1,798	468	26%	6,315
Transfers and subsidies	297,765	338,906	-	487	132,466	142,845	(10,378)	-7%	338,906
Other revenue	1,624	1,524	-	633	1,051	454	597	131%	1,524
Gains							-		
Total Revenue (excluding capital transfers and contributions)	477,810	601,351	-	16,956	195,672	233,542	(37,871)	-16%	601,351
Expenditure By Type									
Employee related costs	157,625	185,316	-	13,783	53,102	61,785	(8,683)	-14%	185,316
Remuneration of councillors	24,783	25,580	-	2,079	8,621	8,527	94	1%	25,580
Debt impairment	17,950	61,181	-	-	-	20,545	(20,545)	-100%	61,181
Depreciation & asset impairment	-	59,780	-	-	-	14,945	(14,945)	-100%	59,780
Finance charges	1,121	2,185	-	-	137	1,077	(940)	-87%	2,185
Bulk purchases	97,917	109,638	-	8,400	30,375	34,496	(4,121)	-12%	109,638
Other materials	38,760	38,645	-	2,557	18,649	13,891	4,758	34%	38,645
Contracted services	82,960	67,165	-	6,185	25,796	21,595	4,201	19%	67,165
Transfers and subsidies	1,547	3,292	-	57	330	1,199	(869)	-72%	3,292
Other expenditure	43,053	44,500	-	4,338	19,789	19,777	12	0%	44,500
Losses							-		
Total Expenditure	465,716	597,283	-	37,399	156,799	197,837	(41,038)	-21%	597,283
Surplus/(Deficit)	12,094	4,068	-	(20,443)	38,873	35,706	3,167	9%	4,068
Transfers and subsidies - capital (monetary allocations)	67,914	79,606	-	7,850	32,294	46,833	(14,539)	-31%	79,606
Transfers and subsidies - capital (monetary allocations)							-		-
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers & contributions	80,008	83,674	-	(12,593)	71,167	82,539			83,674
Taxation									
Surplus/(Deficit) after taxation	80,008	83,674	-	(12,593)	71,167	82,539			83,674
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	80,008	83,674	-	(12,593)	71,167	82,539			83,674
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	80,008	83,674	-	(12,593)	71,167	82,539		-	83,674

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

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

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

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

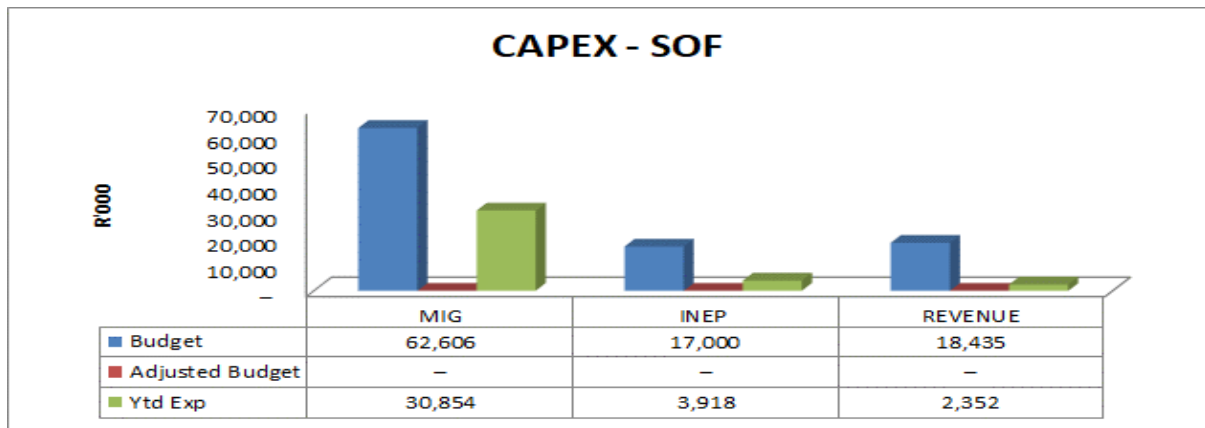
Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,945	1,500	-	28	416	784	(368)	-47%	1,500
Executive and council	-						-		
Finance and administration	1,945	1,500	-	28	416	784	(368)	-47%	1,500
Internal audit	-						-		
Community and public safety	498	3,935	-	-	454	1,242	(788)	-63%	3,935
Community and social services	498	1,515	-	-	454	367	87	24%	1,515
Sport and recreation	-	1,680	-	-	-	435	(435)	-100%	1,680
Public safety	-	740	-	-	-	440	(440)	-100%	740
Housing							-		
Health							-		
Economic and environmental services	50,458	73,756	-	12,595	32,308	34,894	(2,586)	-7%	73,756
Planning and development	-	1,100	-	538	1,075	365	710	195%	1,100
Road transport	50,458	72,656	-	12,058	31,233	34,529	(3,296)	-10%	72,656
Environmental protection	-						-		
Trading services	19,805	18,850	-	1,809	3,946	5,005	(1,059)	-21%	18,850
Energy sources	13,669	17,600	-	1,809	3,918	4,605	(688)	-15%	17,600
Waste management	6,135	1,250	-	-	29	400	(372)	-93%	1,250
Other							-		
Total Capital Expenditure - Functional Classification	72,706	98,041	-	14,431	37,124	41,926	(4,801)	-11%	98,041
Funded by:									
National Government	70,770	79,606	-	13,779	34,772	34,565	207	1%	79,606
Provincial Government							-		
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	70,770	79,606	-	13,779	34,772	34,565	207	1%	79,606
Borrowing							-		
Internally generated funds	1,936	18,435	-	652	2,352	7,360	(5,008)	-68%	18,435
Total Capital Funding	72,706	98,041	-	14,431	37,124	41,926	(4,801)	-11%	98,041

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	866	1,500	-	28	416	784	(368)	-47%	1,500
Vote 5 - Community Services	-	4,345	-	-	454	1,202	(748)	-62%	4,345
Vote 6 - Technical Services	37,435	22,815	-	5,259	8,722	10,123	(1,400)	-14%	22,815
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	38,301	28,660	-	5,286	9,592	12,109	(2,516)	-21%	28,660
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	6,633	840	-	-	29	440	(412)	-94%	840
Vote 6 - Technical Services	27,771	67,441	-	8,607	26,428	29,012	(2,583)	-9%	67,441
Vote 7 - Developmental Planning	-	1,100	-	538	1,075	365	710	195%	1,100
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	34,405	69,381	-	9,145	27,532	29,817	(2,285)	-8%	69,381
Total Capital Expenditure	72,706	98,041	-	14,431	37,124	41,926	(4,801)	-11%	98,041

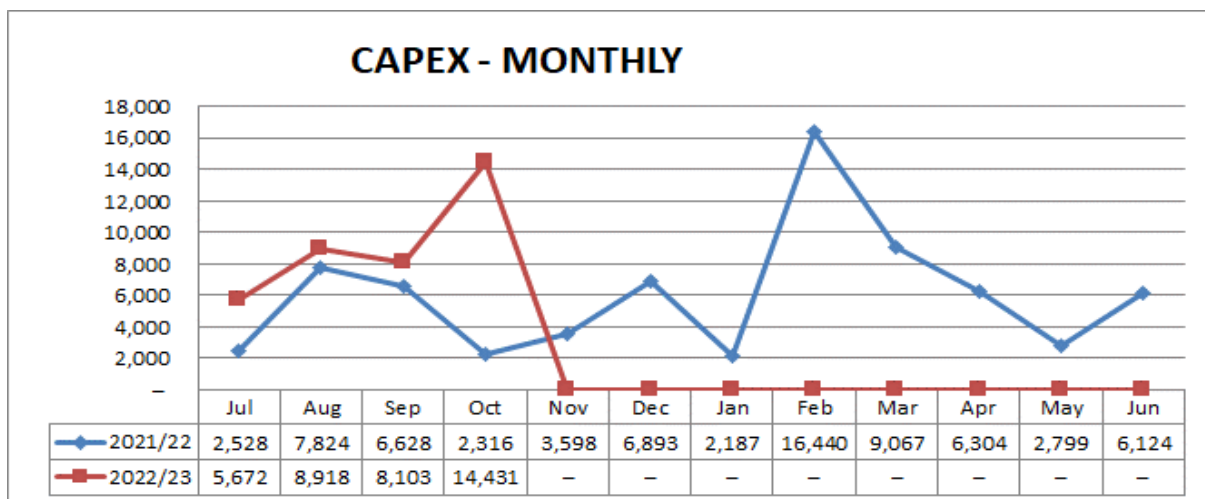
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of October 2022, R14, 431 million spending is incurred and the year to date expenditure amounts to R37 124 million whilst the year to date budget is R41 926 million and this gave rise to under spending variance of R4, 801 million that translates to 11%.

Figure 1: Capital expenditure by source



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

Figure 2: Monthly capital expenditure



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

Table C6: Monthly Budget Statement Financial Position

Description	2021/22	Budget Year 2022/23			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	14,775	24,162		987	24,162
Call investment deposits	–	–		–	–
Consumer debtors	102,891	61,834		109,041	61,834
Other debtors	5,863	62,845		88,211	62,845
Current portion of long-term receivables	–	119			119
Inventory	9,855	10,005		26,349	10,005
Total current assets	133,384	158,966	–	224,589	158,966
Non current assets					
Long-term receivables	–	–		–	–
Investments	–	17,278		–	17,278
Investment property	93,880	48,547		95,259	48,547
Investments in Associate	–				
Property, plant and equipment	1,128,896	1,258,405		1,124,749	1,258,405
Biological	–	–		–	–
Intangible	23	331		14	331
Other non-current assets	463	463		1,928	463
Total non current assets	1,223,261	1,325,025	–	1,221,950	1,325,025
TOTAL ASSETS	1,356,645	1,483,992	–	1,446,539	1,483,992
LIABILITIES					
Current liabilities					
Bank overdraft	–	–		–	–
Borrowing	1,022	7,459		4,224	7,459
Consumer deposits	5,622	5,700		5,381	5,700
Trade and other payables	83,990	101,172		130,677	101,172
Provisions	2,003	6,012		1,142	6,012
Total current liabilities	92,636	120,343	–	141,424	120,343
Non current liabilities					
Borrowing	–	17,458		14,616	17,458
Provisions	78,238	96,252		84,720	96,252
Total non current liabilities	78,238	113,710	–	99,335	113,710
TOTAL LIABILITIES	170,874	234,053	–	240,760	234,053
NET ASSETS	1,185,771	1,249,938	–	1,205,779	1,249,938
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,175,771	1,230,938		1,186,708	1,230,938
Reserves	10,000	19,000		19,071	19,000
TOTAL COMMUNITY WEALTH/EQUITY	1,185,771	1,249,938	–	1,205,779	1,249,938

The above table shows that community wealth amounts to R1,205 billion, total liabilities R240, million and the total assets R1, 466 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 1.6:1 that is within the acceptable norm of 2:1. The municipality still needs to keep the current liabilities low and increase the current assets to strengthen the liquidity ratio.

Table C7: Monthly Budget Statement Cash Flow

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	28,584	40,092		2,585	12,634	12,865	(231)	-2%	40,092
Service charges	96,925	122,434		7,025	30,946	31,849	(903)	-3%	122,434
Other revenue	8,077	17,752		2,016	9,887	11,025	(1,138)	-10%	17,752
Transfers and Subsidies - Operational	307,767	338,906		-	133,660	133,846	(186)	0%	338,906
Transfers and Subsidies - Capital	69,330	79,606			42,270	42,371	(101)	0%	79,606
Interest	1,570	3,652		286	1,716	1,864	(149)	-8%	3,652
Payments									
Suppliers and employees	(437,783)	(508,739)		(41,445)	(198,588)	(201,425)	(2,837)	1%	(508,739)
Finance charges	(1,300)	(2,185)		-	(137)	(140)	(2)	2%	(2,185)
Transfers and Grants	(232)	3,292		(57)	(330)	(345)	(16)	5%	3,292
NET CASH FROM/(USED) OPERATING ACTIVITIES	72,937	94,811	-	(29,591)	32,057	31,909	(147)	0%	94,811
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	1,778	5,544				421	(421)	-100%	5,544
Decrease (increase) in non-current receivables	-	-					-		-
Decrease (increase) in non-current investments	-	(1,776)				(1,780)	1,780	-100%	(1,776)
Payments									
Capital assets	(72,534)	(81,790)		(14,431)	(37,124)	(39,423)	(2,298)	6%	(81,790)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(70,756)	(78,022)	-	(14,431)	(37,124)	(40,781)	(3,657)	9%	(78,022)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-					-		-
Borrowing long term/refinancing	-	488				42	(42)	-100%	488
Increase (decrease) in consumer deposits	-						-		
Payments									
Repayment of borrowing	(2,441)	(7,459)		-	(542)	(552)	(10)	2%	(7,459)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2,441)	(6,971)	-	-	(542)	(510)	32	-6%	(6,971)
NET INCREASE/ (DECREASE) IN CASH HELD	(261)	9,818	-	(44,022)	(5,610)	(9,382)			9,818
Cash/cash equivalents at beginning:	6,858	14,245			6,597	14,245			6,597
Cash/cash equivalents at month/year end:	6,597	24,063	-		987	4,864			16,415

Table C7 presents details pertaining to cash flow performance. As at end of October 2022, the net cash inflow from operating activities is R32,057 million whilst net cash outflow from investing activities is R37,124 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R542 thousands. The cash and cash equivalent held at end of October 2022 amounted to R987 thousand and the net effect of the above cash flows is cash inflow movement of R5, 610 thousand. The cash and cash equivalent at end of the reporting period of R987 thousand, is mainly made up of cash in the primary bank account amounting to R987 with a short term investment amounting to Nil at the end of October 2022.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Property rates	32%	The projected monthly revenue appear to be lower in light of the actual revenue performance	The municipality should sustain the revenue collection and reconsider the monthly proctions during the main budget adjustment.
Service charges - electricity revenue	-14%	The projected monthly revenue appear to be higher in light of the actual revenue performance	The municipality should encourages customers to pay their electricity bills when the due and come up with strategies to do away with illegal connections in the prepaid areas.
Service charges - refuse revenue	-2%	The actual revenue generated is lower than the projected monthly revenue	No remedial action is needed as the amount is immaterial.
Rental of facilities and equipment	-14%	The actual revenue generated is less 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	-33%	The municipality has invested in different short term portfolio investment.	The municipality should draft cash flow projections plan which will assist if there is a need to invest
Interest earned - outstanding debtors	-30%	The projected revenue is more than the actual revenue generated.	The municipality should encourage customers to pay the accounts on time to avoid incurring interest.
Fines, penalties and forfeits	-99%	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 entrences where cashiers are available to collection on outstanding traffic fines.
Licences and permits	26%	The actual revenue generated is more than the projected monthly revenue	No remedial action is needed since the collection is higher than the projections thereof and the variance is immaterial.
Transfers and subsidies	-7%	The equitable share trenches received is slightly higher than the projections thereof.	The budget unit should make use of the payment schedule during budget preparations.
Other revenue	131%	The actual revenue generated is more than the projected monthly revenue.	No remedial action is needed as the variance is positive.
Expenditure By Type			
Employee related costs	-14%	The actual expenditure incurred on employee related costs is less than the projections thereof	Majority of the positions are vacant hence the low spending of employee related costs, and this should be addressed once the vacant positions are filled.
Remuneration of councillors	1%	The actual expenditure incurred on remuneration of councillors is slightly more than the projected monthly expenditure	No remedial action is needed.
Debt impairment	-100%	Debt impairment is still calculated annually	The municipality should do away with this approach as it not viable
Depreciation & asset impairment	-100%	Depreciation is still calculated annually.	The municipality should do away with this approach as it not viable
Finance charges	-87%	Finance charges is mainly for finance lease and the municipality has a lease contract with Afirent pty ltd.	The municipality should encourages the service provider to submit invoices before month end sytem closure.
Bulk purchases	-12%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure.	No remedial action is needed.
Other materials	34%	The projected expendire is less than the actual expenditure thereof.	No remedial action is needed as it shows improvements on spending on maintenance and repairs.
Contracted services	19%	The actual expenditure incurred is less than the projected monthly expenditure	Major contracts are overspending and the municipality should budget enough during the 2022-23 adjustment budget
Transfers and subsidies	-72%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Other expenditure	0%	The actual expenditure incurred is slightly more than the projected monthly expenditure	No remedial action is needed

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	1%	The projections on capital grants is less than the spending thereof.	The municipality should fast track slow moving projects in order to avoid unspent grants being return to National Treasury every year
Internally generated funds	-68%	The actual spending on internally generated funds is less than the projections thereof.	No remedial action is needed since internally generated projects are discontinued.
Cash Flow			
Property rates	-2%	The actual collection rate on property rates is less than the projected rate	The municipality should keep on improving on the actual collection on residential and business areas and encourage customers to pay their accounts when they are due.
Service charges	-3%	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	-10%	The collection rate on leased assets are slightly over 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 in line with the projections thereof.	The municipality should make use of DORA during the draft and final budget preparations.
Government - Capital	0%	The received trenches of capital grants are in line with the projections thereof.	During the main budget preparation division of revenue act (DORA) should be used as a guideline.
Interest	-8%	Interest on other revenue is slightly over projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	1%	The actual costs incurred is way higher than the projected costs and the variance is caused by overspending on contracted services, other materials and other expenditure.	The variance is caused by outstanding payment on Contracted services, Other materials and general expenses therefore the municipality should avoid closing the year end with outstanding creditors
Finance charges	2%	The finance charges have been over projected.	No remedial action is needed
Transfers and Grants	5%	The payments relating to this account are slightly lower than the projections thereof	No remedial action is needed
Capital assets	6%	The projected capital expenditure on capex is more than the actual spending thereof.	All the expected trenches of the grants have been received in line with their payment schedule
Increase (decrease) in consumer deposits	-100%	The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	2%	The projections is not in line with the amortisation schedule	The municipality should make use of amortisation during budget preparations.

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2022/23											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Bad Debts Written Off	Impairment Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	7,284	1,534	230	148	112	71	615	2,427	12,420	3,373	-	-
Receivables from Non-exchange Transactions - Property Rates	4,812	2,689	2,341	2,246	1,172	1,146	6,134	47,497	68,036	58,195	-	-
Receivables from Exchange Transactions - Waste Management	814	512	424	403	388	389	2,330	17,218	22,476	20,727	-	-
Receivables from Exchange Transactions - Property Rental Debtors	65	31	20	22	22	22	132	1,231	1,546	1,429	-	-
Interest on Arrear Debtor Accounts	1,154	1,124	1,087	1,058	1,677	1,635	9,015	43,628	60,377	57,012	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	966	66	(1,179)	(58)	(598)	22	309	3,676	3,204	3,351	-	-
Total By Income Source	15,095	5,955	2,923	3,819	2,773	3,284	18,533	115,677	168,059	144,086	-	-
2019/20 - totals only	13,747	5,951	3,560	3,407	3,479	3,298	18,231	106,666	158,338	135,081		
Debtors Age Analysis By Customer Group												
Organs of State	2,417	1,749	1,021	1,368	1,040	1,005	5,755	37,936	52,291	47,103	-	-
Commercial	7,759	1,402	(41)	502	(263)	327	1,467	7,772	18,926	9,806	-	-
Households	4,723	2,780	1,932	1,914	1,887	1,865	10,795	67,272	93,169	83,733	-	-
Other	196	23	11	35	109	86	516	2,697	3,674	3,443	-	-
Total By Customer Group	15,095	5,955	2,923	3,819	2,773	3,284	18,533	115,677	168,059	144,086	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of October amount to R168,059 million. The debtors' book is made up as follows:

- Rates 40%
- Electricity 7%
- Rental 1%
- Refuse removal 13%
- Interest on Debtors 36%
- Other 2%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

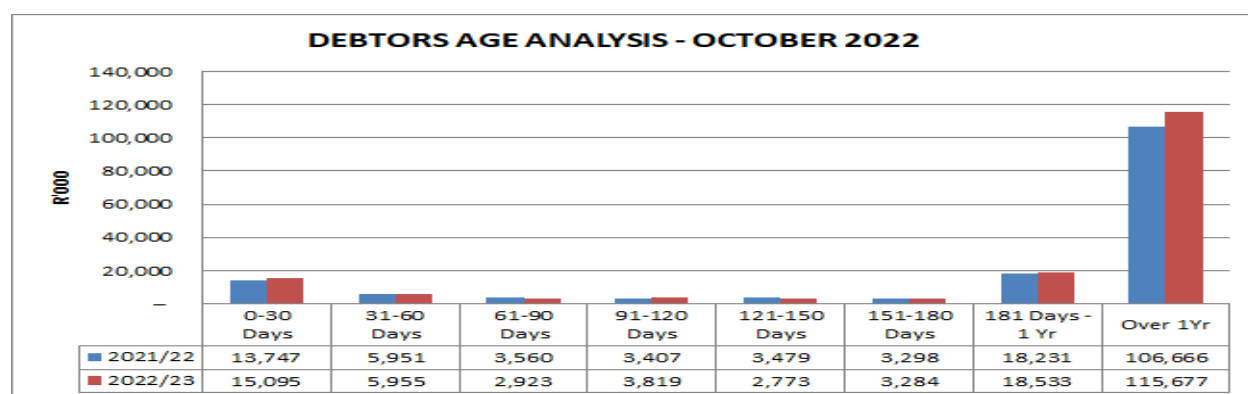
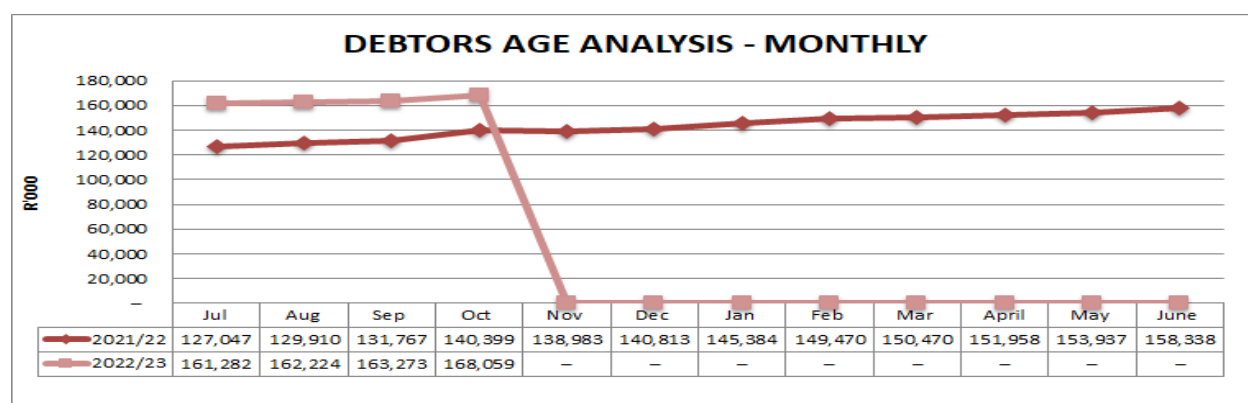


Figure 4: Monthly debtors book



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

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

TOP TWENTY DEBTORS

ACCOUNT	ACCOUNT HOLDER NAME	ACCOUNT	OCC/OWN	OUTSTANDING BALANCE
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	2,425,806
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	1,396,146
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OCCUPIER	1,123,327
800000478	DAYBREAK PROP 3 PTY LTD	ACTIVE	OWNER	526,457
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	435,247
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OCCUPIER	431,330
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	429,156
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	425,040
1200062	GREAT NORTH TRANSPORT	ACTIVE	OCCUPIER	419,458
9000808	NATIONAL GOVERNMENT OF THE REP	ACTIVE	OWNER	414,272
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OCCUPIER	412,599
9000819	SUID-AFRIKAANSE ONTWIKKELINGST	ACTIVE	OWNER	406,586
211693	BOXER SUPERSTORE'ATT KERSHNEE	ACTIVE	OCCUPIER	391,739
9002503	GOUWS BOERDERY TRUST 1999/022459/07	ACTIVE	OWNER	368,291
9019006	TIGER STRIPES INVESTMENTS (PTY	ACTIVE	OWNER	355,548
9900067	WATER PURIFICATION PLANT (SDM)	ACTIVE	OCCUPIER	352,096
9002541	NELSPRUIT DEVELOPMENT TRUST	ACTIVE	OWNER	344,805
5000305	NKANGALA DISTRICT MUNICIPALITY	ACTIVE	OWNER	328,625
2200691	EHLERS JA	ACTIVE	OWNER	322,019
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	316,406
TOTAL				11,624,953

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2022/23									Prior year totals
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type										
Bulk Electricity									-	
Bulk Water									-	
PAYE deductions									-	
VAT (output less input)									-	
Pensions / Retirement deductions									-	
Loan repayments									-	
Trade Creditors									-	
Auditor General									-	
Other									-	
Total By Customer Type	-	-	-	-	-	-	-	-	-	-

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

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

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

TOP CREDITORS PAID

The Municipality had an amount of R24, 555 million as outstanding creditors by the end of the month of October 2022.

CODE	CREDITOR NAME	AMOUNT
1	ESKOM	8,539,509
81054	KGWADI YA MADIBA GENERAL	2,645,000
80984	GUBIS 85 SOLUTION	2,255,277
81098	AUDITOR GENERAL OF SOUTH AFRICA	1,229,574
80654	MPOFU ELECTRICAL SERVICES	1,155,000
81246	F-TECH SERVICES	1,023,591
40029	GIFTRON DISTRIBUTION	978,903
41027	KDM TRAVEL EXPRESS	849,743
81008	OBAKENG MEDIA AND PROJECTS	818,446
81099	PHUTITAU INVESTMENT	740,974
81002	SELEMA PLANT HIRE	688,435
32409	MAKGONATSOHLE TRADING ENTERPRI	654,715
80519	NSK ELECTRICAL AND CONSTRUCTIO	583,571
31905	MORANA TRADING ENTERPRISES	558,125
81042	MATUPUNUKA ICT	487,340
81256	MOLOKO PHOOKO ATTORNEYS	302,350
81041	LEKONAKONETSI CONSULTING SERVI	289,896
32508	NTSHIANA T/ENTERPRISE t/a NTSH	280,945
81025	STOP AND GO PROPERTIES	276,909
80638	BEN STRUCTURAL STEEL	197,653
TOTAL		24,555,954

Supporting Table: SC 5 - Investment Portfolio

Name of institution	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest Realised	Withdrawal	Investment Top Up	Closing Balance
ABSA 9372565177	1 Month	Current Investment	5.4%		31-Jul-22	8,250,617	40,552	- 8,291,169	-	-
STANDARD BANK 013	1 Month	Current Investment	6.5%		22-Sep-22	-	-	-	-	-
STANDARD BANK 014	2 Month	Current Investment	6.6%		24-Oct-22	20,137,425	86,795	-20,224,219	-	-
TOTAL INVESTMENTS AND INTEREST						28,388,041	127,347	-28,515,388	-	-

The Municipality's current investment portfolio during the month of October had an opening investment top up amounted R28, 388 million in single portfolio investment, earned an interest of R127, 347 thousand, withdrew R28, 515 million and closed off with Nil.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	307,637	338,906	-	-	133,660	142,845	(9,185)	-6%	338,906
Local Government Equitable Share	302,788	334,260	-	-	130,361	139,546	(9,185)	-7%	334,260
Finance Management	2,650	2,850	-	-	2,850	2,850	-		2,850
EPWP Incentive	2,199	1,796	-	-	449	449	(0)	0%	1,796
Other grant providers:	-	-	-	-	-	-	-		-
LGSETA Learnership and Development							-		
Total Operating Transfers and Grants	307,637	338,906	-	-	133,660	142,845	(9,185)	-6%	338,906
Capital Transfers and Grants									
National Government:	74,315	79,606	-	-	42,270	46,833	(4,563)	-10%	79,606
Municipal Infrastructure Grant (MIG)	57,924	62,606	-	-	37,270	38,870	(1,600)	-4%	62,606
Intergrated National Electrification Grant	16,391	17,000	-	-	5,000	7,963	(2,963)	-37.2%	17,000
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-	-	-			-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total Capital Transfers and Grants	74,315	79,606	-	-	42,270	46,833	(4,563)	-10%	79,606
TOTAL RECEIPTS OF TRANSFERS & GRANTS	381,952	418,512	-	-	175,930	189,678	(13,748)	-7%	418,512

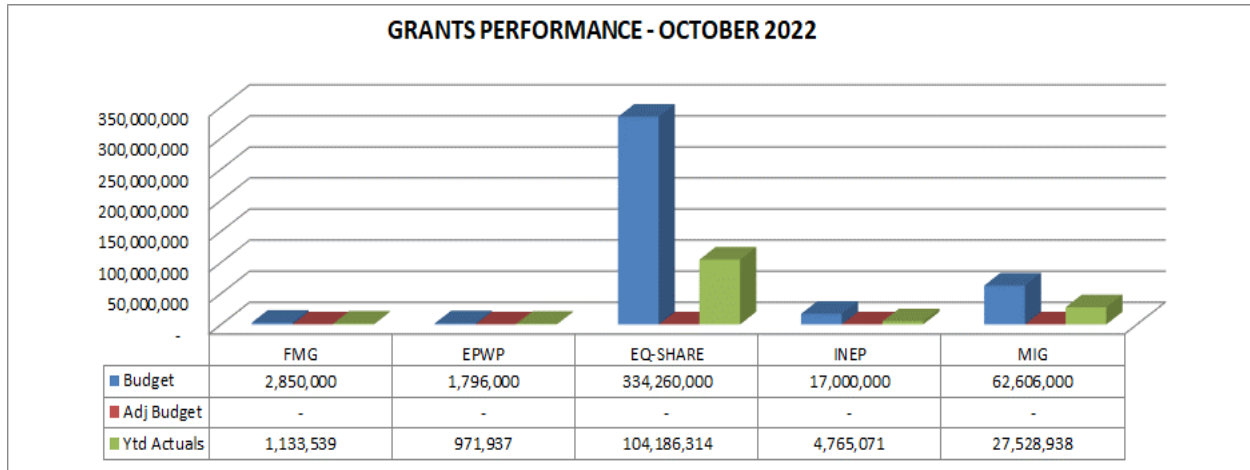
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R152,660 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R130, 361 million; Financial Management Grant amounting to R2,850 million; Municipal Infrastructure Grant amounting to R37, 270 million; Integrated National Energy Grant R5, 000 million and Expanded Public Works Programme R449 thousand were received. Most of the first trench of the grants allocated for the current financial year, so far have been received in line with National Treasury payment schedule.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	307,637	338,906	-	24,996	106,292	114,030	(7,738)	-7%	338,906
Local Government Equitable Share	302,788	334,260		24,509	104,186	110,731	(6,544)	-6%	334,260
Finance Management	2,650	2,850		212	1,134	2,850	(1,716)	-60%	2,850
EPWP Incentive	2,199	1,796		275	972	449	523	116%	1,796
Other grant providers:	-	-	-	-	-	-	-		-
LGSETA Learnership and Development							-		
Total operating expenditure of Transfers and Grants:	307,637	338,906	-	24,996	106,292	114,030	(7,738)	-7%	338,906
Capital expenditure of Transfers and Grants									
National Government:	79,332	79,606	-	7,850	32,294	46,833	(14,539)	-31%	79,606
Municipal Infrastructure Grant (MIG)	57,984	62,606		5,770	27,529	38,870	(11,341)	-29%	62,606
Intergrated National Electrification Grant	21,348	17,000		2,080	4,765	7,963	(3,198)	-40%	17,000
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-					-		
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							0		
Total capital expenditure of Transfers and Grants	79,332	79,606	-	7,850	32,294	46,833	(14,539)	-31%	79,606
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	386,969	418,512	-	32,846	138,586	160,863	(22,277)	-14%	418,512

An amount of R36, 666 million has been spent on grants during the month of October 2022 and the year to date actuals is R105, 740 million whilst the year to date budget amounts to R110, 730 million and this results in an under spending variance of R4 990 million that translates to 5%. Of the total spending amounting to R36,666 million, R27, 926 million is spent on operational grants whilst capital grants spent R8, 740 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 2022. The grants expenditure are shown below in percentages:

- Financial Management Grant 39.77%
- Expanded Public Work Programme 54.12%
- Equitable Share 31.17%
- Integrated National Electrification Grant 28.03%
- Municipal Infrastructure Grant 43.97%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	14,470	14,476		1,223	5,219	4,825	394	8%	14,476
Pension and UIF Contributions	1,863	2,504		172	682	835	(153)	-18%	2,504
Medical Aid Contributions	194	89		7	30	30	-		89
Motor Vehicle Allowance	5,281	5,536		450	1,930	1,845	85	5%	5,536
Cellphone Allowance	2,738	2,753		207	667	918	(251)	-27%	2,753
Other benefits and allowances	238	223		19	94	74	19	26%	223
Sub Total - Councillors	24,783	25,580	-	2,079	8,621	8,527	94	1%	25,580
% increase		3%							3%
Senior Managers of the Municipality									
Basic Salaries and Wages	3,137	4,315		118	822	1,438	(616)	-43%	4,315
Pension and UIF Contributions	88	338		9	30	112	(82)	-73%	338
Medical Aid Contributions	80	1,464		10	30	488	(458)	-94%	1,464
Motor Vehicle Allowance	186	519		17	59	173	(114)	-66%	519
Cellphone Allowance	85	166		5	24	55	(31)	-57%	166
Other benefits and allowances	211	312		0	51	104	(53)	-51%	312
Payments in lieu of leave							-		
Sub Total - Senior Managers of Municipality	3,787	7,112	-	159	1,016	2,371	(1,354)	-57%	7,112
% increase		88%							88%
Other Municipal Staff									
Basic Salaries and Wages	98,265	115,473		9,763	35,797	38,491	(2,694)	-7%	115,473
Pension and UIF Contributions	19,580	26,387		1,718	6,901	8,796	(1,895)	-22%	26,387
Medical Aid Contributions	5,442	5,593		473	1,900	1,864	35	2%	5,593
Overtime	1,053	1,163		30	164	388	(223)	-58%	1,163
Motor Vehicle Allowance	13,018	15,702		1,172	4,706	5,234	(528)	-10%	15,702
Cellphone Allowance	1,917	1,426		160	644	475	168	35%	1,426
Housing Allowances	220	230		21	83	77	6	8%	230
Other benefits and allowances	10,429	11,279		175	702	3,773	(3,070)	-81%	11,279
Payments in lieu of leave	624	442		-	639	147	492	334%	442
Long service awards	1,288	510		112	550	170	380	223%	510
Post-retirement benefit obligations	2,002	-		-	-	-	-		-
Sub Total - Other Municipal Staff	153,838	178,204	-	13,624	52,085	59,414	(7,329)	-12%	178,204
% increase		16%							16%
Total Parent Municipality	182,408	210,897	-	15,862	61,723	70,312	(8,589)	-12%	210,897
		16%							16%
TOTAL SALARY, ALLOWANCES & BENEFITS	182,408	210,897	-	15,862	61,723	70,312	(8,589)	-12%	210,897
% increase		16%							16%
TOTAL MANAGERS AND STAFF	157,625	185,316	-	13,783	53,102	61,785	(8,683)	-14%	185,316

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of October 2022 amounts to 61,723 million and the year to date budget is R70,312 million and the expenditure for remuneration of councilors amounts to R8,621 million while the year to date budget is R8,527 million. The year to date actual expenditure for senior managers is R1,016 million and the year to date budget thereof is R2, 371 million. There are four senior managerial vacant positions (Budget and Treasury, Corporate services, Infrastructure and Planning) and this is causing underspending variance on budget performance for senior management. The year to date actuals for other municipal staff is R52,085 million and the year to date budget is R59,414 million. The remuneration of councilors and other municipal staff category has under spending variance, and there are four vacant positions in the senior management level and the positions should be filled in the new financial year 2022/23.

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

Description	Budget Year 2022/23												2022/23 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Year	Year +1	Year +2	
	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	2022/23	2023/24	2024/25	
Cash Receipts By Source																
Property rates	2,878	4,492	2,679	2,585	3,341	3,341	3,341	3,341	3,341	3,341	3,341	4,072	40,092	41,856	43,740	
Service charges - electricity revenue	8,018	7,087	7,464	6,636	9,569	9,569	9,569	9,569	9,569	9,569	9,569	18,639	114,826	119,873	125,264	
Service charges - refuse	509	364	478	389	642	642	642	642	642	642	642	1,471	7,708	8,047	8,409	
Rental of facilities and equipment	46	29	40	31	193	193	193	193	193	193	193	816	2,312			
Interest earned - external investments	71	157	324	127	19	32	21	32	32	32	32	(493)	389	3,669	3,675	
Interest earned - outstanding debtors	213	537	128	159	547	598	654	686	689	754	422	1,126	6,512	7,551	8,541	
Fines, penalties and forfeits	21	35	48	160	353	353	353	353	353	353	353	1,500	4,232	9,300	9,718	
Licences and permits	500	612	576	578	526	526	526	526	526	526	526	366	6,315	6,593	6,890	
Transfers and Subsidies - Operational	130,361	3,299	-	-	809	110,305		538	93,594			-	338,906	359,874	384,977	
Other revenue	1,599	2,742	1,624	1,246	1,877	1,877	1,877	1,877	1,877	1,877	1,877	2,176	22,528	2,640	2,758	
Cash Receipts by Source	144,217	19,354	13,360	11,911	17,876	127,437	17,177	17,757	110,817	17,288	16,956	29,672	543,823	559,405	593,974	
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations)	19,000	-	23,270		4,000	16,750		4,000	12,586	-	-	-	79,606	76,364	79,794	
Borrowing long term/refinancing					-											
Increase (decrease) in consumer deposits												488	488	237	505	
Decrease (increase) in non-current receivables																
Decrease (increase) in non-current investments																
Total Cash Receipts by Source	163,217	19,354	36,630	11,911	21,876	144,187	17,177	21,757	123,403	17,288	16,956	30,160	623,917	636,006	674,273	
Cash Payments by Type																
Employee related costs	12,738	13,454	13,127	13,783	16,824	16,824	16,824	16,824	16,824	16,824	16,824	31,019	201,889	210,668	219,614	
Remuneration of councillors	2,069	2,393	2,080	2,079	2,069	2,069	2,069	2,069	2,069	2,069	2,069	3,296	26,401	30,493	34,153	
Interest paid	-	137	-	-	303	315	329	339	346	354	321	778	3,221	2,326	2,472	
Bulk purchases - Electricity	83	10,506	11,386	8,400	9,137	9,137	9,137	9,137	9,137	9,137	9,137	15,308	109,638	114,462	119,613	
Other materials	5,315	6,109	4,668	2,557	3,320	3,320	3,320	3,320	3,320	3,320	3,320	(2,048)	39,844	35,165	36,667	
Contracted services	3,535	6,867	9,209	6,185	5,805	5,805	5,805	5,805	5,805	5,805	5,805	3,231	69,664	63,305	66,069	
Grants and subsidies paid - other	136	61	75	57	274	274	274	274	274	274	274	1,042	3,292	3,436	3,588	
General expenses	10,729	2,360	2,363	4,338	4,079	2,423	3,212	3,851	3,452	2,897	2,880	6,364	48,946	61,842	52,478	
Cash Payments by Type	34,604	41,887	42,908	37,399	41,811	40,167	40,970	41,620	41,228	40,681	40,631	58,990	502,897	521,699	534,655	
Other Cash Flows/Payments by Type																
Capital assets	5,672	8,918	8,103	14,431	6,667	6,667	6,667	6,667	6,667	6,667	6,667	(3,789)	80,005	81,383	90,922	
Repayment of borrowing	-	542	-	-	1,759	1,875	1,986	2,140	2,425	2,642	2,861	8,686	24,917	25,723	26,588	
Other Cash Flows/Payments	23,500	2,986	11,668	4,103			3,542		2,654		3,456	(12,054)	39,855	31,800	46,694	
Total Cash Payments by Type	63,776	54,333	62,679	55,934	50,237	48,709	53,165	50,427	52,975	49,990	53,615	51,834	647,674	660,605	698,859	
NET INCREASE/(DECREASE) IN CASH HELD	99,441	(34,979)	(26,049)	(44,022)	(28,361)	95,478	(35,989)	(28,670)	70,428	(32,702)	(36,659)	(21,673)	(23,757)	(24,599)	(24,586)	
Cash/cash equivalents at the month/year beginning:	6,597	106,038	71,059	45,010	987	(27,373)	68,105	32,116	3,446	73,874	41,172	4,513	6,597	(17,160)	(41,759)	
Cash/cash equivalents at the month/year end:	106,038	71,059	45,010	987	(27,373)	68,105	32,116	3,446	73,874	41,172	4,513	(17,160)	(17,160)	(41,759)	(66,345)	

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R11, 911 million and the total cash payment for the month were R55, 934 million and this resulted in net increase in cash held amounting to R44, 022 million. With cash and cash equivalent of R45, 010 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R987 thousand. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
July	2,528	11,281		5,672	5,672	11,281	5,608	50%	6%
August	7,824	13,110		8,918	14,590	24,391	9,800	40%	15%
September	6,628	8,644		8,103	22,693	33,034	10,341	31%	23%
October	2,316	8,526		14,431	37,124	41,561	4,436	11%	38%
November	3,598	7,411				48,972	–		
December	6,893	11,299				60,271	–		
January	2,187	3,718				63,989	–		
February	16,440	10,392				74,381	–		
March	9,067	7,436				81,817	–		
April	6,304	8,496				90,314	–		
May	2,799	2,619				92,932	–		
June	6,124	5,109				98,041	–		
Total Capital expenditure	72,706	98,041	–	37,124					

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 R14, 431 million. The year to date actual expenditure incurred is R37, 124 million whilst the year to date budget is R41, 561 million that gives rise to under spending variance of R4, 436 million that translate to 11%.

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	13,378	18,500	-	1,809	3,946	4,816	869	18%	18,500
Roads Infrastructure	-	-	-	-	-	-	-		-
Roads		-	-	-	-	-	-		-
Road Structures							-		
Road Furniture							-		
Attenuation							-		
Electrical Infrastructure	13,378	17,250	-	1,809	3,918	4,416	498	11%	17,250
MV Substations		50				45	45	100%	50
MV Networks	14,210	17,000		1,809	3,918	4,171	253	6%	17,000
LV Networks	(832)						-		
Capital Spares		200				200	200	100%	200
Solid Waste Infrastructure	-	1,250	-	-	29	400	372	93%	1,250
Landfill Sites							-		
Waste Transfer Stations							-		
Capital Spares		1,250	-	-	29	400	372	93%	1,250
Community Assets	-	418	-	-	-	300	300	100%	418
Community Facilities	-	418	-	-	-	300	300	100%	418
Libraries							-		
Cemeteries/Crematoria							-		
Capital Spares		418				300	300	100%	418
Other assets	-	458	-	-	454	-	(454)		458
Municipal Offices	-						-		
Stores		458		-	454	-	(454)		458
Intangible Assets	-	300	-	-	-	200	200	100%	300
Servitudes							-		
Licences and Rights	-	300	-	-	-	200	200	100%	300
Unspecified		300				200	200	100%	300
Computer Equipment	866	700	-	28	266	399	132	33%	700
Computer Equipment	866	700		28	266	399	132	33%	700
Furniture and Office Equipment	-	500	-	-	149	185	36	19%	500
Furniture and Office Equipment		500		-	149	185	36	19%	500
Machinery and Equipment	291	1,610	-	87	379	1,030	651	63%	1,610
Machinery and Equipment	291	1,610		87	379	1,030	651	63%	1,610
Transport Assets	1,079	-	-	-	-	-	-		-
Transport Assets	1,079						-		
Total Capital Expenditure on new assets	15,615	22,485	-	1,923	5,195	6,930	1,735	25%	22,485

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets									
Infrastructure	34,499	32,631	-	8,332	14,340	13,344	(996)	-7%	32,631
Roads Infrastructure	34,499	28,631	-	4,356	10,364	11,344	979	9%	28,631
Roads	34,499	28,331		4,356	10,364	11,144	779	7%	28,331
Road Structures							-		
Road Furniture		300				200	200	100%	300
Attenuation							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
LV Networks		-					-		
Solid Waste Infrastructure	-	4,000	-	3,975	3,975	2,000	(1,975)	-99%	4,000
Landfill Sites		4,000		3,975	3,975	2,000	(1,975)	-99%	4,000
Waste Transfer Stations							-		
Community Assets	-	1,000	-	-	-	367	367	100%	1,000
Cemeteries/Crematoria		1,000		-	-	367	367	100%	1,000
Police							-		
Public Open Space							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Computer Software and Applications							-		
Load Settlement Software Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	34,499	33,631	-	8,332	14,340	13,711	(629)	-4.6%	33,631

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	33,280	24,753	-	2,643	13,110	10,290	(2,819)	-27%	24,753
Roads Infrastructure	13,895	14,217	-	2,329	10,264	6,984	(3,280)	-47%	14,217
Roads	13,895	14,217	-	2,329	10,264	6,984	(3,280)	-47%	14,217
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	12,201	9,536	-	73	1,882	2,326	444	19%	9,536
HV Substations							-		
MV Networks	12,201	9,536	-	73	1,882	2,326	444	19%	9,536
LV Networks							-		
Solid Waste Infrastructure	7,184	1,000	-	241	963	980	17	2%	1,000
Landfill Sites	7,184	1,000	-	241	963	980	17	2%	1,000
Waste Transfer Stations							-		
Community Assets	166	594	-	2	318	253	(65)	-26%	594
Community Facilities	166	594	-	2	318	253	(65)	-26%	594
Libraries							-		
Cemeteries/Crematoria							-		
Parks	166	594	-	2	318	253	(65)	-26%	594
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	541	2,645	-	801	933	350	(583)	-166%	2,645
Municipal Offices	541	2,645	-	801	933	350	(583)	-166%	2,645
Stores							-		
Intangible Assets	44	200	-	-	-	62	62	100%	200
Servitudes							-		
Computer Software and Applications	44	200	-	-	-	62	62	100%	200
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	3,388	6,445	-	1,199	2,590	1,269	(1,321)	-104%	6,445
Machinery and Equipment	3,388	6,445	-	1,199	2,590	1,269	(1,321)	-104%	6,445
Transport Assets	3,268	3,904	-	527	2,081	1,543	(538)	-35%	3,904
Transport Assets	3,268	3,904	-	527	2,081	1,543	(538)	-35%	3,904
Total Repairs and Maintenance Expenditure	40,687	38,542	-	5,171	19,032	13,768	(5,264)	-38.2%	38,542

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

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

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

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets									
Infrastructure	22,060	39,525	-	3,639	16,515	20,685	4,171	20%	39,525
Roads Infrastructure	15,925	39,525	-	3,639	16,515	20,685	4,171	20%	39,525
Roads	15,925	39,525		3,639	16,515	20,685	4,171	20%	39,525
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Drainage Collection							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
MV Networks							-		
LV Networks							-		
Solid Waste Infrastructure	6,135	-	-	-	-	-	-		-
Landfill Sites	6,135						-		
Community Assets	498	1,300	-	-	-	235	235	100%	1,300
Libraries							-		
Cemeteries/Crematoria	498						-		
Police							-		
Parks		1,300		-	-	235	235	100%	1,300
Other assets	33	1,100	-	538	1,075	365	(710)	(0)	1,100
Municipal Offices	33						-		
Workshops							-		
Yards		1,100		538	1,075	365	(710)	-195%	1,100
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Solid Waste Licenses							-		
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	22,592	41,925	-	4,176	17,590	21,285	3,695	17%	41,925

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, 195 and the year to date budget is R6, 930 million that reflects over spending variance of R1, 735 million that translates to 25% variance.

The year to date actuals on renewal of existing assets amounts R14, 340 million and with the year to date budget of R13, 711 million and this reflects over spending variance of R629 thousand that translates to 4.6% variance.

The year to date actual expenditure on repairs and maintenance is R19, 032 million, and the year to date budget is R13, 768 million, reflecting under spending variance of R5, 264 million that translates to 38.2%.

The year to date actual expenditure on upgrading of existing assets is R17, 590 million and the year to date budget is R21, 285 million, reflecting over spending variance of R3, 369 million that translates to 17%.

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

List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2022/23 Medium Term Revenue and Expenditure Framework			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Parent municipality:								
Community Services	No Illegal Dumping Boards	Single	Solid Waste Infrastructure	Capital Spares	100,000	-	28,500	29%
	Street litter Bibs	Multi	Solid Waste Infrastructure	Capital Spares	850,000	-	-	0%
	Fencing of Elandsdoorn/Ntwane Cemetery	Multi	Community Assets	Cemeteries/Crematoria	1,000,000	-	-	0%
	Upgrading and Development of Parks	Multi	Community Assets	Parks	1,300,000	-	-	0%
	Emergency Relief Store room	Multi	Operational Buildings	Stores	435,000	-	454,230	104%
	500 Twenty skip bins 500	Single	Solid Waste Infrastructure	Capital Spares	300,000	-	-	0%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	380,000	-	-	0%
	Trailer	Multi	Machinery and Equipment	Machinery and Equipment	380,000	-	-	0%
	Vehicles	Single	Community Assets	Capital Spares	440,000	-	-	0%
Corporate Services	Computer Equipment	Multi	Computer Equipment	Computer Equipment	700,000	-	266,300	38%
	Furniture and Office Equipment	Multi	Equipment	Equipment	500,000	-	149,465	30%
	Record Management System	Multi	Intangible Assets	Unspecified	300,000	-	-	0%
Economic Development Planning	Klipbank 26 JS (Game Farm)	Single	Other assets	Yards	1,100,000	-	1,075,000	98%
Technical Services	Culverts and Road signs 600	Multi	Roads Infrastructure	Road Furniture	300,000	-	-	0%
	Motetema Streets Upgrade	Multi	Roads Infrastructure	Roads	3,500,000	-	-	0%
	Access Road	Single	Roads Infrastructure	Roads	24,830,820	-	10,364,346	42%
	Groblersdal Landfill site 6.6	Multi	Solid Waste Infrastructure	Landfill Sites	4,000,000	-	3,975,492	99%
	Ugrading of Stompo Bus Road	Multi	Roads Infrastructure	Roads	800,000	-	-	0%
	Road 600	Multi	Roads Infrastructure	Roads	900,000	-	-	0%
	Upgrading of Hlogotloulou-Bopanang Road	Multi	Roads Infrastructure	Roads	800,000	-	-	0%
	Road	Multi	Roads Infrastructure	Roads	800,000	-	-	0%
	Access Road	Multi	Roads Infrastructure	Roads	900,000	-	-	0%
	Upgrading of Masoing Bus route	Multi	Roads Infrastructure	Roads	850,000	-	-	0%
	Marateng taxi rank (MIG)	Multi	Roads Infrastructure	Roads	700,000	-	-	0%
	Upgrading of Dipakapakeng	Multi	Roads Infrastructure	Roads	2,169,180	-	1,111,481	51%
	Road	Multi	Roads Infrastructure	Roads	4,604,885	-	-	0%
	Road 600	Single	Roads Infrastructure	Roads	27,001,116	-	15,403,151	57%
	Electrification of Makaepa	Single	Electrical Infrastructure	MV Networks	3,240,000	-	289,557	9%
	Electrification of Masakaneng	Multi	Electrical Infrastructure	MV Networks	3,960,000	-	3,256,966	82%
	Electrification of Nyakelang Extension	Single	Electrical Infrastructure	MV Networks	3,800,000	-	217,896	6%
	Electrification of Phomola	Single	Electrical Infrastructure	MV Networks	2,000,000	-	153,400	8%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	4,000,000	-	-	0%
	Main substation	Single	Electrical Infrastructure	MV Substations	50,000	-	-	0%
Aircons	Multi	Electrical Infrastructure	Capital Spares	200,000	-	-	0%	
Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	850,000	-	378,547	45%	

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

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature

Date