

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

APRIL

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PART 1: IN - YEAR REPORT

PURPOSE

To report to the Council and submit to the 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 states that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the Mayor of the municipality and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2024/25			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
OPERATING REVENUE	752 711 553	743 376 275	654 515 343	88%
OPERATING EXPENDITURE	734 364 413	729 698 468	551 391 722	76%
		-		
TRANSFER - CAPITAL	95 858 000	160 508 000	93 782 388	58%
SURPLUS/(DEFICIT)	114 565 544	174 546 211	196 906 008	113%
CAPITAL EXPENDITURE	110 495 280	173 549 086	97 837 925	56%

Table C1 – Budget Statement Summary

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	59 511	67 168	61 818	5 719	50 078	30 467	19 611	64%	61 818
Service charges	118 023	146 003	161 854	13 303	126 717	97 464	29 253	30%	161 854
Investment revenue	7 316	9 404	10 989	996	7 332	3 574	3 758	105%	6 772
Transfers and subsidies	364 580	383 099	383 099	215	382 282	286 981	95 301	33%	383 099
Other own revenue	121 102	147 038	125 616	2 931	88 106	15 952	72 154	452%	129 833
Total Revenue (excluding capital transfers and contributions)	670 532	752 712	743 376	23 163	654 515	434 438	220 077	51%	743 376
Employee costs	188 236	213 757	196 286	16 052	165 873	106 410	59 462	56%	196 286
Remuneration of Councillors	26 131	28 178	29 661	2 283	23 143	17 186	5 957	35%	29 661
Depreciation & asset impairment	61 877	58 901	62 754	5 361	53 110	40 036	13 073	33%	62 754
Finance charges	11 344	406	1 104	–	396	485	(89)	-18%	1 104
Materials and bulk purchases	152 718	158 988	181 257	2 839	146 336	120 887	25 449	21%	181 257
Transfers and subsidies	15 844	9 404	12 133	121	7 761	7 826	(65)	-1%	12 133
Other expenditure	234 315	264 731	246 503	9 964	154 774	74 679	80 095	107%	246 503
Total Expenditure	690 466	734 364	729 698	36 620	551 392	367 508	183 883	50%	729 698
Surplus/(Deficit)	(19 933)	18 347	13 678	(13 457)	103 124	66 930	36 194	54%	13 678
Transfers and subsidies - capital (monetary allocations)	75 405	95 858	160 508	7 789	93 782	96 465	(2 683)	-3%	160 508
Transfers and subsidies - capital (monetary allocations)	–	360	360	–	–	–	–	–	360
Surplus/(Deficit) after capital transfers & contributions	55 471	114 566	174 546	(5 667)	196 906	163 395	33 511	21%	174 546
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	55 471	114 566	174 546	(5 667)	196 906	163 395	33 511	21%	174 546
Capital expenditure & funds sources									
Capital expenditure	108 862	110 495	173 549	3 004	97 838	89 165	8 673	10%	173 549
Capital transfers recognised	81 945	96 218	160 868	3 091	92 088	85 665	6 423	7%	160 868
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	26 917	14 277	12 681	(87)	5 750	3 500	2 249	64%	12 681
Total sources of capital funds	108 862	110 495	173 549	3 004	97 838	89 165	8 673	10%	173 549
Financial position									
Total current assets	215 289	277 229	298 373		459 492				298 373
Total non current assets	1 284 966	1 474 187	1 536 542		1 304 061				1 536 542
Total current liabilities	131 904	124 375	130 508		196 843				130 508
Total non current liabilities	122 639	117 850	135 904		138 264				135 904
Community wealth/Equity	1 245 713	1 509 192	1 568 503		1 428 445				1 568 503
Cash flows									
Net cash from (used) operating	21 066	193 674	216 849	19 154	246 257	99 607	(146 651)	-147%	216 849
Net cash from (used) investing	(97 122)	(100 130)	(143 515)	(3 004)	(97 838)	(98 957)	(1 119)	1%	(143 515)
Net cash from (used) financing	(10 601)	(9 494)	(11 751)	39	(5 191)	(5 310)	(120)	2%	(11 751)
Cash/cash equivalents at the month/year end	(53 565)	93 259	84 257	–	152 438	18 013	(134 424)	-746%	70 792
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	18 281	9 273	5 533	5 502	4 122	4 316	4 226	197 309	248 562
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

The above C1 Sum table summarizes the following activities: -

Revenue:

The actual year to date operational revenue as at the end of April is R654, 515 million and the year to date budget of R434, 438 million and this reflects a positive variance of R220, 077 million which is mostly attributable to equitable shares received amounting to R377, 690 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 105% favorable variance,
- Interest earned – outstanding debtors: 57% favorable variance,
- Rental of Facilities and Equipment: 5983% favorable variance,
- Fines, penalties and forfeits: 8610% favorable variance
- Services Charges – electricity revenue: 31% favorable variance
- Services Charges – refuse revenue: 25% favorable variance
- Licenses and permits: 39% favorable variance
- Property rates: 64% favorable variance
- Other revenue: 12% unfavorable
- Transfer and subsidies: 33% favorable
- Gains : 0%

Operating Expenditure

The year to date operational expenditure as at end of April amounts to R551, 392 million and the year to date budget is R367, 508 million. This reflects the underspending variance of R183, 883 million that translates to 50% variance. The variance is attributed to the underspending of debt impairment and finance charges. The municipality is still facing a challenge regarding the computation of monthly movement of the debt impairment

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

- Debt impairment: 432% overspending
- Depreciation assets and impairment :33% under spending.
- Employee related cost :56% under spending
- Remuneration of coucillors:35% under spending
- Other material :28% under spending
- Other expenditure :63% under spending
- Losses: 20033% under performing
- Finance charges: 18% overspending
- Bulk purchases: 19% under spending
- Contracted services:11% under spending

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 April amounts to R97, 838 million and the year to date budget amounts to R89, 165 million and this gives rise to R8, 673 million over performance.

Surplus/Deficit

Taking the above into consideration, the net operating deficit for the month of April is R5, 667 million that is mainly attributed to overperformance on capital expenditure in the reporting period.

Debtors

Outstanding debtors are comprised of consumer and sundry debtors. The total outstanding debtors at end of April amounts to R248,562 million and this shows an increase of R31,912 million as compared to R216, 650 million as at end of 2023-24 financial year.

Consumer debtors are made up of service charges and property rates that amount to R155,380 million and other debtors amounting to R93, 181 million. Debtors relating to traffic fines are reported as part of other debtors presented under current assets on table C6 and as a result, do not form part of consumer debtors.

Creditors

All creditors were paid within 30 days of receipt of the invoice in the month of April as required by MFMA and as a result there are no outstanding creditors. The creditors mentioned above exclude payments made to creditors relating to retentions.

Table C2 – Financial Performance (Standard Classification)

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	312 699	339 405	331 211	7 706	308 781	224 582	84 199	37%	331 211
Executive and council	42 864	55 444	55 444	–	52 513	34 281	18 232	53%	55 444
Finance and administration	253 277	265 077	256 883	7 706	237 384	176 297	61 087	35%	256 883
Internal audit	16 559	18 884	18 884	–	18 884	14 004	4 880	35%	18 884
Community and public safety	123 210	147 318	131 774	999	98 124	27 686	70 438	254%	131 774
Community and social services	11 295	11 332	11 320	12	11 309	8 842	2 467	28%	11 320
Sport and recreation	17 577	17 596	17 612	–	17 590	14 651	2 939	20%	17 612
Public safety	94 338	118 389	102 842	988	69 225	4 192	65 032	1551%	102 842
Economic and environmental services	122 639	145 708	210 401	4 017	146 038	135 192	10 846	8%	193 401
Planning and development	23 661	26 909	27 921	117	27 309	22 060	5 249	24%	27 921
Road transport	98 141	117 962	181 644	3 900	114 962	109 595	5 367	5%	164 644
Environmental protection	836	836	836	–	3 767	3 538	230	6%	836
Trading services	187 389	216 500	230 859	18 231	195 355	143 443	51 911	36%	230 859
Energy sources	136 984	176 261	190 868	16 853	159 543	117 957	41 586	35%	190 868
Waste management	50 405	40 239	39 991	1 378	35 812	25 486	10 326	41%	39 991
Total Revenue - Functional	745 937	848 930	904 245	30 953	748 298	530 904	217 394	41%	887 245
Expenditure - Functional									
Governance and administration	250 913	256 051	261 598	14 384	203 200	147 415	55 785	38%	261 598
Executive and council	45 644	50 467	51 199	3 510	40 611	28 174	12 436	44%	51 199
Finance and administration	193 326	193 168	196 272	9 604	150 279	107 772	42 507	39%	196 272
Internal audit	11 943	12 416	14 127	1 270	12 310	11 469	841	7%	14 127
Community and public safety	112 849	166 016	135 850	4 232	85 539	21 078	64 461	306%	135 850
Community and social services	12 405	16 523	8 026	595	6 414	(571)	6 985	-1224%	8 026
Sport and recreation	11 776	17 967	25 212	1 889	20 285	17 017	3 268	19%	25 212
Public safety	88 668	131 526	102 612	1 749	58 839	4 631	54 209	1171%	102 612
Economic and environmental services	111 943	121 360	112 277	9 516	97 284	64 925	32 359	50%	112 277
Planning and development	20 264	29 097	24 647	3 296	20 622	11 055	9 568	87%	24 647
Road transport	91 679	91 267	87 484	6 220	76 605	54 387	22 218	41%	87 484
Environmental protection	–	996	146	–	57	(517)	573	-111%	146
Trading services	214 760	190 937	219 973	8 488	165 369	134 091	31 278	23%	219 973
Energy sources	135 137	139 573	158 450	2 335	125 598	102 015	23 583	23%	158 450
Waste management	79 623	51 364	61 523	6 153	39 771	32 076	7 695	24%	61 523
Total Expenditure - Functional	690 466	734 364	729 698	36 620	551 392	367 508	183 883	50%	729 698
Surplus/ (Deficit) for the year	55 471	114 566	174 546	(5 667)	196 906	163 395	33 511	21%	157 546

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

Vote Description	2023/24	Budget Year 2024/25							
	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	36 200	48 780	48 780	–	48 780	31 974	16 806	53%	48 780
Vote 2 - Municipal Manager	52 692	53 017	53 017	–	50 086	37 504	12 582	34%	53 017
Vote 3 - Budget & Treasury	134 073	155 069	146 875	7 706	127 769	88 213	39 555	45%	146 875
Vote 4 - Corporate Services	57 641	46 686	46 686	–	46 294	36 116	10 178	28%	46 686
Vote 5 - Community Services	183 060	197 934	182 142	2 831	145 058	60 513	84 545	140%	182 142
Vote 6 - Technical Services	253 091	309 085	387 373	20 299	291 553	242 958	48 595	20%	387 373
Vote 7 - Developmental Planning	13 410	18 658	19 670	117	19 057	16 047	3 011	19%	19 670
Vote 8 - Executive Support	15 770	19 701	19 701	–	19 701	16 043	3 659	23%	19 701
Total Revenue by Vote	745 937	848 930	904 245	30 953	748 298	529 367	218 931	41%	904 245
Expenditure by Vote									
Vote 1 - Executive & Council	38 807	42 336	43 295	2 967	34 440	24 696	9 744	39%	43 295
Vote 2 - Municipal Manager	46 652	43 952	51 629	3 948	39 894	33 783	6 111	18%	51 629
Vote 3 - Budget & Treasury	85 803	84 203	84 720	2 178	65 944	48 965	16 980	35%	84 720
Vote 4 - Corporate Services	32 461	45 697	32 137	1 362	20 673	7 242	13 431	185%	32 137
Vote 5 - Community Services	201 461	229 017	207 291	11 176	133 513	57 839	75 675	131%	207 291
Vote 6 - Technical Services	245 055	249 634	265 980	10 041	219 739	166 593	53 145	32%	265 980
Vote 7 - Developmental Planning	13 444	21 637	17 900	2 819	14 841	7 016	7 825	112%	17 900
Vote 8 - Executive Support	26 783	17 889	26 747	2 128	22 348	21 375	973	5%	26 747
Total Expenditure by Vote	690 466	734 364	729 698	36 620	551 392	367 508	183 883	50%	729 698
Surplus/ (Deficit) for the year	55 471	114 566	174 546	(5 667)	196 906	161 859	35 047	22%	174 546

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	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	59 511	67 168	61 818	5 719	50 078	30 467	19 611	64%	61 818
Service charges - electricity revenue	105 796	133 515	147 578	12 207	115 791	88 704	27 087	31%	147 578
Service charges - refuse revenue	12 227	12 488	14 276	1 096	10 927	8 760	2 167	25%	14 276
Rental of facilities and equipment	1 301	2 855	1 886	110	953	16	937	5983%	1 886
Interest earned - external investments	7 316	9 404	10 989	996	7 332	3 574	3 758	105%	6 772
Interest earned - outstanding debtors	15 860	19 888	13 635	1 115	14 392	9 149	5 243	57%	17 852
Fines, penalties and forfeits	90 047	113 999	98 497	1 154	65 544	753	64 791	8610%	98 497
Licences and permits	6 344	7 302	7 302	454	5 115	3 691	1 424	39%	7 302
Transfers and subsidies	364 580	383 099	383 099	215	382 282	286 981	95 301	33%	383 099
Other revenue	635	2 994	4 296	97	2 071	2 343	(272)	-12%	4 296
Gains	6 914		-	-	31	-	31	0%	-
Total Revenue (excluding capital transfers and contributions)	670 532	752 712	743 376	23 163	654 515	434 438	220 077	51%	743 376
Expenditure By Type									
Employee related costs	188 236	213 757	196 286	16 052	165 873	106 410	59 462	56%	196 286
Remuneration of councillors	26 131	28 178	29 661	2 283	23 143	17 186	5 957	35%	29 661
Debt impairment	92 121	125 207	94 211	7 869	44 955	(13 542)	58 497	-432%	94 211
Depreciation & asset impairment	61 877	58 901	62 754	5 361	53 110	40 036	13 073	33%	62 754
Finance charges	11 344	406	1 104	-	396	485	(89)	-18%	1 104
Bulk purchases	109 783	121 123	139 391	1 113	111 231	93 364	17 867	19%	139 391
Other materials	42 936	37 865	41 866	1 726	35 105	27 523	7 582	28%	41 866
Contracted services	79 028	70 102	85 336	3 505	62 772	56 376	6 396	11%	85 336
Transfers and subsidies	15 844	9 404	12 133	121	7 761	7 826	(65)	-1%	12 133
Other expenditure	61 771	69 371	66 889	3 589	52 002	31 820	20 182	63%	66 889
Losses	1 396	50	67	(5 000)	(4 955)	25	(4 980)	-20033%	67
Total Expenditure	690 466	734 364	729 698	36 620	551 392	367 508	183 883	50%	729 698
Surplus/(Deficit)	(19 933)	18 347	13 678	(13 457)	103 124	66 930	36 194	54%	13 678
Transfers and subsidies - capital (monetary allocations)	75 405	95 858	160 508	7 789	93 782	96 465	(2 683)	-3%	160 508
Transfers and subsidies - capital (monetary allocations)	-	360	360	-	-	-	-		360
Surplus/(Deficit) after capital transfers & contributions	55 471	114 566	174 546	(5 667)	196 906	163 395			174 546
Taxation							-		
Surplus/(Deficit) after taxation	55 471	114 566	174 546	(5 667)	196 906	163 395			174 546
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	55 471	114 566	174 546	(5 667)	196 906	163 395			174 546
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	55 471	114 566	174 546	(5 667)	196 906	163 395			174 546

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main positive 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 .

In the case of expenditure, the following line items reflect negative material variance, debt impairment,, finance charges, and losses

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

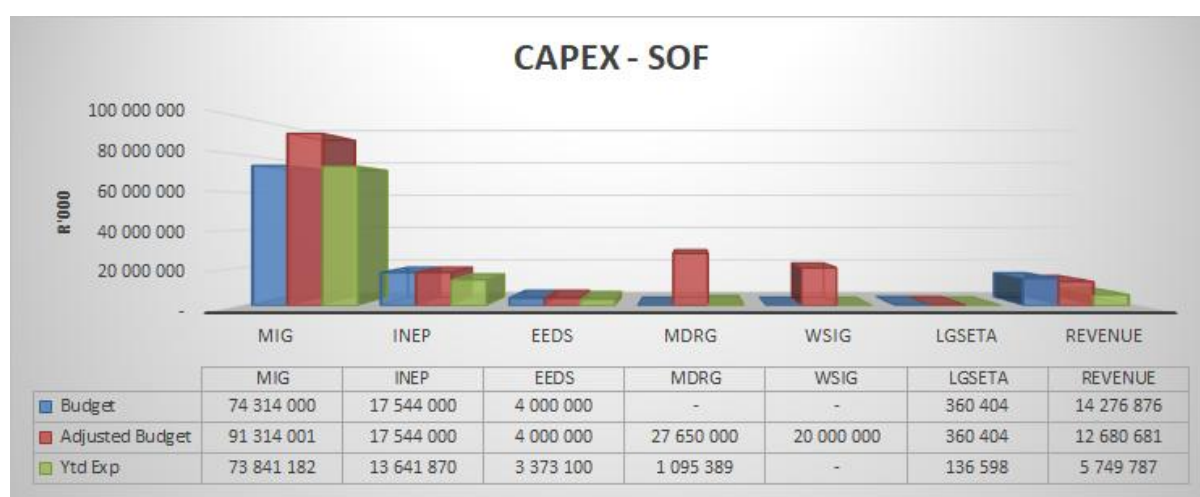
Vote Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	8 643	7 170	2 370	(52)	1 406	(3 933)	5 339	-136%	2 370
Executive and council	–	–	–	–	–	–	–	–	–
Finance and administration	8 643	7 170	2 370	(52)	1 406	(3 933)	5 339	-136%	2 370
Internal audit	–	–	–	–	–	–	–	–	–
Community and public safety	216	11 100	12 191	1 156	6 594	1 701	4 893	288%	12 191
Community and social services	–	800	696	–	800	692	108	16%	696
Sport and recreation	216	10 300	11 495	1 156	5 794	1 009	4 785	474%	11 495
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	76 556	68 949	134 654	188	71 583	80 258	(8 674)	-11%	134 654
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	76 556	68 949	134 654	188	71 583	80 258	(8 674)	-11%	134 654
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	23 448	23 277	24 333	1 713	18 254	11 139	7 115	64%	24 333
Energy sources	21 342	22 227	22 748	563	17 015	11 121	5 894	53%	22 748
Waste management	2 107	1 050	1 585	1 150	1 239	18	1 221	6738%	1 585
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	108 862	110 495	173 549	3 004	97 838	89 165	8 673	10%	173 549
Funded by:									
National Government	81 945	95 858	140 508	3 091	91 952	79 399	12 552	16%	140 508
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	–	–	20 000	–	–	6 266	(6 266)	-100%	20 000
Transfers and subsidies - capital (monetary allocations)	–	360	360	–	137	–	137	#DIV/0!	360
Transfers recognised - capital	81 945	96 218	160 868	3 091	92 088	85 665	6 423	7%	160 868
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	26 917	14 277	12 681	(87)	5 750	3 500	2 249	64%	12 681
Total Capital Funding	108 862	110 495	173 549	3 004	97 838	89 165	8 673	10%	173 549

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Expenditure of multi-year capital appropriation									
Vote 1 - Executive & Council	–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–		–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–		–
Vote 4 - Corporate Services	2 375	1 000	1 660	–	966	1 041	(76)	-7%	1 660
Vote 5 - Community Services	1 915	10 000	11 217	1 156	5 516	901	4 615	512%	11 217
Vote 6 - Technical Services	93 610	70 688	88 766	–	71 668	66 505	5 163	8%	88 766
Vote 7 - Developmental Planning	–	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
Total multi-year capital expenditure	97 900	81 688	101 644	1 156	78 149	68 447	9 702	14%	101 644
Expenditure of single-year capital appropriation									
Vote 1 - Executive & Council	–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–		–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–		–
Vote 4 - Corporate Services	6 268	6 170	710	(52)	441	(4 974)	5 414	-109%	710
Vote 5 - Community Services	407	2 150	2 559	1 150	2 318	818	1 499	183%	2 559
Vote 6 - Technical Services	4 287	20 487	68 636	751	16 931	24 874	(7 943)	-32%	68 636
Vote 7 - Developmental Planning	–	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
Total single-year capital expenditure	10 962	28 807	71 905	1 849	19 689	20 718	(1 030)	-5%	71 905
Total Capital Expenditure	108 862	110 495	173 549	3 004	97 838	89 165	8 673	10%	173 549

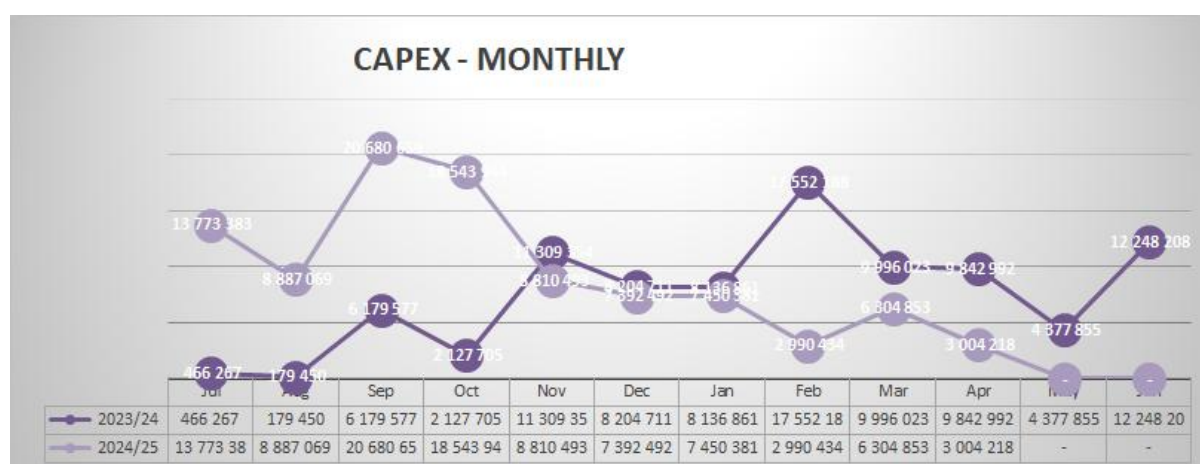
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by municipal vote, standard classification and the funding thereof. For the month of April, R3,004 million expenditure is incurred and the year-to-date expenditure amounts to R97, 838 whilst the year to date budget is R89, 032 million and this gave rise to under spending variance of R8, 673 million that translates to 10%.

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 R173, 549 million, R91, 314 million is funded from Municipal Infrastructure Grant, R17, 544 million from Integrated National Electrification Programme, R4, 000 million from Energy Efficiency and Demand Side Management grant, , R360 thousand from LGSETA , R27,650 Municipal Disaster Recovery Grant, R20 000 million from Water Service Infrastructure Grant and R12,681 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 2023-24 and 2024-25 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2023/24	Budget Year 2024/25			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	22 674	76 076	71 789	28 545	71 789
Call investment deposits	–	–	–	123 893	–
Consumer debtors	131 274	145 085	167 485	185 218	167 485
Other debtors	29 832	13 993	20 723	86 047	20 723
Current portion of long-term receivables	–	119	119	–	119
Inventory	31 509	41 956	38 258	35 789	38 258
Total current assets	215 289	277 229	298 373	459 492	298 373
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	18 475	19 693	20 193	–	20 193
Investment property	110 604	47 492	47 492	110 604	47 492
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1 155 424	1 405 876	1 467 731	1 190 422	1 467 731
Biological	463	–	–	–	–
Intangible	–	663	663	–	663
Other non-current assets	–	463	463	3 036	463
Total non current assets	1 284 966	1 474 187	1 536 542	1 304 061	1 536 542
TOTAL ASSETS	1 500 256	1 751 416	1 834 915	1 763 553	1 834 915
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	8 006	8 895	6 639	2 169	6 639
Consumer deposits	5 518	6 653	6 810	5 343	6 810
Trade and other payables	108 238	102 261	112 056	180 564	112 056
Provisions	10 141	6 565	5 003	8 768	5 003
Total current liabilities	131 904	124 375	130 508	196 843	130 508
Non current liabilities					
Borrowing	27 611	27 548	45 602	16 475	45 602
Provisions	95 028	90 302	90 302	121 790	90 302
Total non current liabilities	122 639	117 850	135 904	138 264	135 904
TOTAL LIABILITIES	254 543	242 225	266 412	335 107	266 412
NET ASSETS	1 245 713	1 509 192	1 568 503	1 428 445	1 568 503
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 245 713	1 509 192	1 568 503	1 428 445	1 568 503
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	1 245 713	1 509 192	1 568 503	1 428 445	1 568 503

The above table shows that community wealth amounts to R1 428 445 billion, total liabilities R335,107 million and the total assets R1 763,553 million. Non-current liabilities are mainly made up of borrowing, provisions for long service award and provisions for landfill sites. Taking the current liabilities and current assets together, the municipality has a current ratio of 2.3:1 which does meets the acceptable norm of 2:1. The municipality 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	2023/24	Budget Year 2024/25							
	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	35 212	68 803	64 791	3 262	35 561	37 645	(2 085)	-6%	64 791
Service charges	95 066	144 048	158 130	10 541	102 371	98 926	3 445	3%	158 130
Other revenue	6 795	28 186	26 864	32 610	125 067	126 987	(1 920)	-2%	26 864
Transfers and Subsidies - Operational	343 852	383 099	376 370	–	383 182	315 522	67 659	21%	376 370
Transfers and Subsidies - Capital	13 000	91 858	139 508	–	140 867	156 585	(15 719)	-10%	139 508
Interest	2 234	8 210	5 078	1 131	6 756	7 366	(610)	-8%	5 078
Payments									
Suppliers and employees	(475 093)	(520 719)	(540 656)	(28 269)	(539 388)	(632 756)	(93 368)	15%	(540 656)
Finance charges	–	(406)	(1 104)	–	(396)	(870)	(473)	54%	(1 104)
Transfers and Grants	–	(9 404)	(12 133)	(121)	(7 761)	(9 799)	(2 038)	21%	(12 133)
NET CASH FROM/(USED) OPERATING ACTIVITIES	21 066	193 674	216 849	19 154	246 257	99 607	(146 651)	-147%	216 849
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	–	659	659	–	–	–	–		659
Decrease (increase) in non-current receivables	–	(1 194)	(1 694)	–	–	–	–		(1 694)
Decrease (increase) in non-current investments	–	–	–	–	–	–	–		–
Payments									
Capital assets	(97 122)	(99 595)	(142 480)	(3 004)	(97 838)	(98 957)	(1 119)	1%	(142 480)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(97 122)	(100 130)	(143 515)	(3 004)	(97 838)	(98 957)	(1 119)	1%	(143 515)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	–	–	–	–	–	–	–		–
Borrowing long term/refinancing	–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits	–	–	–	39	(64)	679	(743)	-109%	–
Payments									
Repayment of borrowing	(10 601)	(9 494)	(11 751)		(5 127)	(5 989)	(862)	14%	(11 751)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(10 601)	(9 494)	(11 751)	39	(5 191)	(5 310)	(120)	2%	(11 751)
NET INCREASE/ (DECREASE) IN CASH HELD	(86 658)	84 050	61 583	16 189	143 229	(4 661)			61 583
Cash/cash equivalents at beginning:	33 093	9 209	22 674		9 209	22 674			9 209
Cash/cash equivalents at month/year end:	(53 565)	93 259	84 257		152 438	18 013			70 792

Table C7 presents details pertaining to cash flow performance. As at end of April, the net cash inflow from operating activities is R246, 257 million whilst net cash outflow from investing activities is R97,838 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R5, 191 million. The cash and cash equivalent held at end of April amounted to R152, 438 million and the net effect of the above cash flows is cash inflow movement of R143, 229 million. The cash and cash equivalent at end of the reporting period of R152, 438 million, is mainly made up of cash in the primary bank account amounting to R28, 545 million and short-term investments amounting to R123, 893 million at the end of April.

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	64%	The actual revenue generated is more than the projected monthly revenue	The municipality should ensure revenue is collected in all business areas where revenue is billed
Service charges - electricity revenue	31%	The projected monthly revenue appear to be lower in light of the actual revenue performance	No remedial action since the actual revenue is performing well.
Service charges - refuse revenue	25%	The actual revenue generated is slightly higher than the projected monthly revenue	The municipality should ensure revenue is collected in all business areas where skips bins are located
Rental of facilities and equipment	5983%	The actual revenue generated is higher than the projected monthly revenue and the majority of the rented assets are not at arm's length transactions	The municipal needs to ensure all the municipal and rented equipments generate revenue as hired out.
Interest earned - external investments	105%	The municipality has invested in four different investment portfolios with Standard bank, and ABSA and the actual interest generated is more than the budgeted revenue	The municipality should draft cash flow projections plan which will assist if there is a need to invest during the budget preparations to avoid variances.
Interest earned - outstanding debtors	57%	The actual revenue generated is more than the projected monthly revenue.	The municipality should continue encouraging customers to pay the accounts on time to avoid incurring interest.
Fines, penalties and forfeits	8610%	The actual revenue issued on speed cameras is more than the projections. The contract of the speed fine cameras has been appointed, however there still slow collection in terms of revenue collection.	The municipality should strategies on how to speed up the revenue collection under this item. There should be road blocks in the groblersdal entrances where cashiers are available to collection on outstanding traffic fines.
Licences and permits	39%	The actual revenue generated is more than the projected monthly revenue	The municipal department of town planning should come up with measures to ensure that all vendors operating within municipal services area are issued with licences and permits and pay fees.
Transfers and subsidies	33%	The equitable share trenches received is more than the projections thereof.	The budget team should request LPT DORA to guide in the projections during the final budget preparations.
Other revenue	-12%	The actual revenue generated is less than the projected monthly revenue.	The municipality should ensure that all write offs on the outstanding debts are true reflections of what should be written off.
Expenditure By Type			
Employee related costs	56%	The actual expenditure incurred on employee related costs is more than the projections thereof	The municipality has appointed on vacant posts.
Remuneration of councillors	35%	The actual expenditure incurred on remuneration of councillors is more than the projected monthly expenditure	The municipality should budget according to the number of councillors that they have
Debt impairment	-432%	Debt impairment has not been calculated since the beginning of the year.	The municipality should introduce the method of calculating debt impairment on monthly basis to avoid the the variances.
Depreciation & asset impairment	33%	The actual depreciation calculated is more than the projections thereof	The municipality has introduced the method of calculating depreciation on monthly basis as they Asset module contract is with the system vendor.
Finance charges	-18%	Finance charges is mainly for finance lease and the municipality has a new lease contract	The municipality should continue encouraging the service provider to submit invoices before month end system closure so payments are processed and captured on the system to avoid variances.
Bulk purchases	19%	The municipal licenced electrification areas have increased and the projections are less than the actual expenditure, the monthly payments were captured before month end.	The municipality should encourages the service provider (Eskom) to submit invoices before month end system closure so payments are processed and captured on the system to avoid variances.
Other materials	28%	The municipal licenced electrification areas have increased and the projections are less than the actual expenditure.	The municipality should ensure that all the municipal assets are maintained to keep their useful life as they are.
Contracted services	11%	The actual expenditure incurred is more than the projected monthly expenditure	Majority of contractors are paid after month end. The municipality should encourage contractors to submit invoices on time to avoid variances and ultimately improves cash flow management.
Transfers and subsidies	-1%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Other expenditure	63%	The actual expenditure incurred is more than the projected monthly expenditure	The municipality should identify expenditure lead to significant variances and improve on those items to avoid the variances.
Losses	-20033%	The actual expenditure incurred is more than the projected monthly expenditure	The municipality should come up with the remedy that they will use to identify expenditure lead to significant variances and improve on those items to avoid the variances.

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Capital Expenditure			
National Government	16%	The projections on capital grants is less than the spending thereof.	The majority of municipal national funded capital projects are at the completion stage
Internally generated funds	64%	The actual spending on internally generated funds is more than the projections thereof.	The municipality should implement all the internal projects to ensure service delivery is achieved.
Cash Flow			
Property rates	-6%	The actual collection rate on property rates is more 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 more than the projected rate	The municipality should continue using the strategies they use to collect on licenced municipal areas on electricity billings and refuse removal
Other revenue	-2%	The collection rate on leased assets is more than the projected amount	The municipality should continue with the strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	21%	The receipted trenches of operational grants are not in line with the projections thereof.	The municipality should make use of DORA during the draft and final budget preparations.
Government - Capital	-10%	The receipted trenches of capital grants are not in line with the projections.	The municipality should make use of DORA during the draft and final budget preparations.
Interest	-8%	Interest on other revenue is under projected to the over collection from other debtors	No remedial action is needed
Suppliers and employees	15%	The actual costs incurred is more than the projected costs and the variance is caused by vacant posts on employee related costs, and other variances in 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	54%	The finance costs which is for finance lease contracts has outstanding payments due to late payments submissions.	The municipality should encourage Afrent to send invoices on time and the fleet unit should prepare invoices on time to avoid the material variances.
Transfers and Grants	21%	The payments relating to this account are less than the projections thereof	Municipality should develop a strategy to pay on time to avoid interest
Capital assets	1%	The projected capital expenditure on capex is more than the actual spending thereof.	The municipality should continue to encourage implementation of all capital projects.
Increase (decrease) in consumer deposits		The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	-109%	The projections is not in line with the amortisation schedule	The municipality should make use of amortisation during budget preparations and ensure the payments are inline with the amortisation schedule.

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2024/25											
	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	Actual Bad Debts Written Off	Impairment- Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	10 631	3 938	927	957	(31)	167	153	4 146	20 887	5 392	-	-
Receivables from Non-exchange Transactions - Property Rates	4 731	2 852	2 171	1 979	1 895	1 875	1 842	78 169	95 513	85 759	-	-
Receivables from Exchange Transactions - Waste Management	1 073	722	648	679	660	674	659	31 959	37 075	34 632	-	-
Receivables from Exchange Transactions - Property Rental Debtors	82	74	53	52	52	51	51	1 490	1 906	1 696	-	-
Interest on Arrear Debtor Accounts	1 723	1 675	1 630	1 599	1 557	1 511	1 483	75 801	86 981	81 952	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	41	12	103	237	(12)	38	38	5 743	6 200	6 044	-	-
Total By Income Source	18 281	9 273	5 533	5 502	4 122	4 316	4 226	197 309	248 562	215 475	-	-
2019/20 - totals only	15 812	8 961	4 446	4 150	4 023	4 013	3 911	171 333	216 650	187 430		
Debtors Age Analysis By Customer Group												
Organs of State	1 926	1 467	1 598	1 907	1 524	977	954	47 954	58 308	53 317	-	-
Commercial	10 110	3 672	954	738	(216)	597	531	13 776	30 162	15 426	-	-
Households	5 641	4 337	2 866	2 766	2 724	2 672	2 638	133 461	157 106	144 261	-	-
Other	603	(203)	115	91	89	70	102	2 118	2 985	2 470	-	-
Total By Customer Group	18 281	9 273	5 533	5 502	4 122	4 316	4 226	197 309	248 562	215 475	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of April amount to R245, 164 million. The debtors' book is made up as follows:

- Rates 38%
- Electricity 8%
- Rental 1%
- Refuse removal 15%
- Interest on outstanding debtors 35%
- Other 2%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

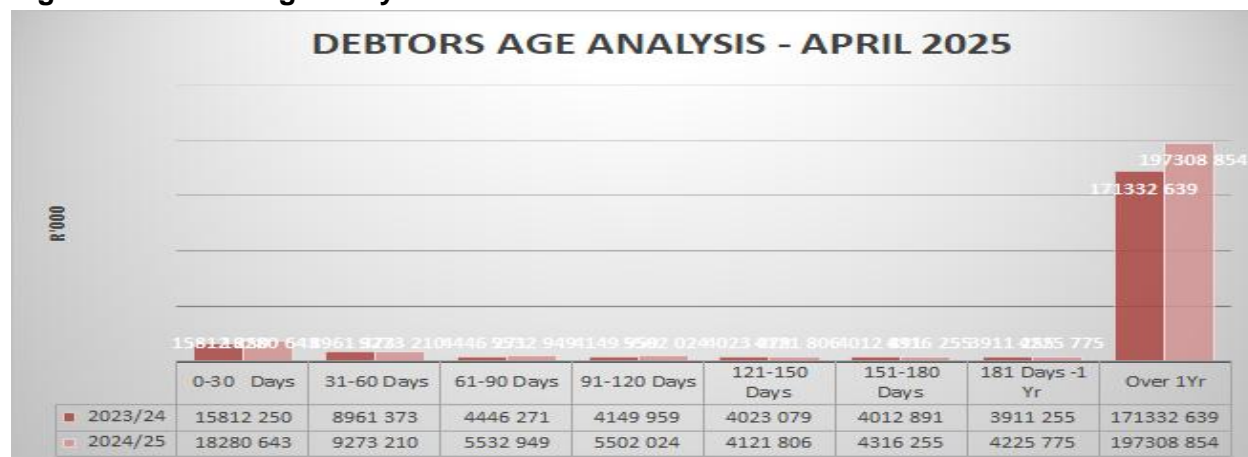
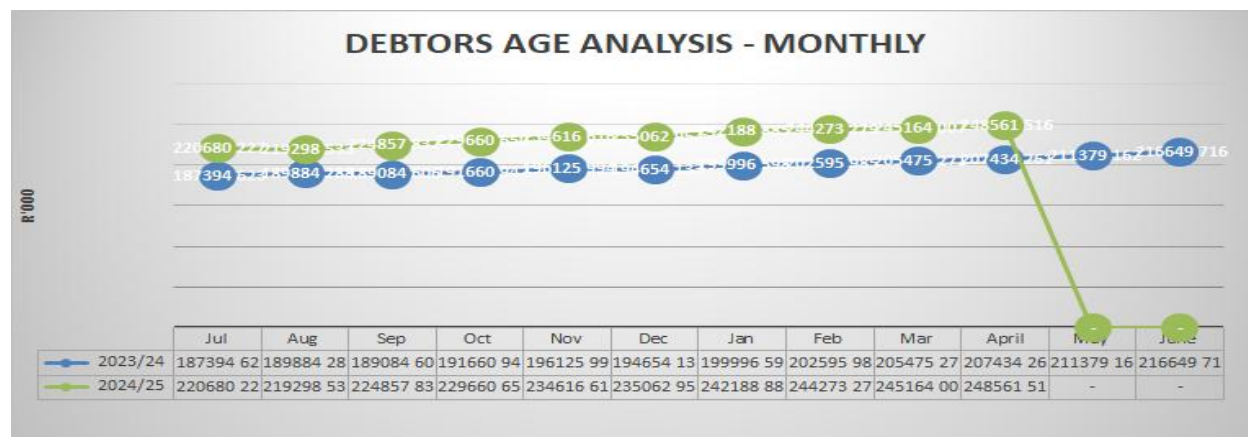


Figure 4: Monthly debtors' book



The initial graph compares debtors' age analysis for 2023-24 financial year and 2024-25 (as at end of April) whilst the latter shows monthly movement of debtors for both the current financial year and the 2023-24 financial year. The debtor's book is materially less than the 2024/25 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

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

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	INDIGENT	PENSIONER	HAND OVER	OUTSTANDING TOTAL BALANCE
9900067	SDM(WATER PURIFICATION & SEWAGE PLANT)	N	N	Y	3 152 489
1501364	JAN JOUBERT TRUST (JO JO TANKS)	N	N	N	1 894 859
9012345	BREED J & OOSTHUIZEN J F	N	N	N	1 750 513
911906	TAFELKOP MALL (PTY) LTD	N	N	N	1 733 289
9005301	PATRICIO & SONS PROP (PTY) LTD/ TWIN CITY TRADING (PTY) LTD	N	N	N	1 709 363
136	LIZINEX (PTY) LTD	N	N	N	1 134 909
9001667	NDEBELE MAHLANGU TRIBE	N	N	N	1 099 354
9001668	NDEBELE MAHLANGU TRIBE	N	N	N	1 098 960
9002327	DE LEMOS E M	N	N	N	794 232
5004546	I R L (SOUTH AFRICA) RESOURCES INVESTMENT PROP.LTD	N	N	N	790 687
2913	SHOPRITE/CHECKERS	N	N	Y	651 774
9001763	TSHEHLA TRUST MAMAILE GEORGE	N	N	N	644 839
211693	BOXER SUPERSTORE/ATT KERSHNEE	N	N	N	575 802
5000633	ERASMUS G J	N	N	N	561 528
9002503	GOUWS BOERDERY TRUST 1999/022459/07	N	N	N	556 448
7000918	MATHEBULA JABULANI JACK TITUS	N	N	Y	543 069
9019006	TIGER STRIPES INVESTMENTS (PTY	N	N	Y	530 802
9001714	KWAMAQHUZE COMMUNAL PROP ASSOC	N	N	N	521 983
9001550	LEHLAKONG COMMUNAL PROP ASSOC	N	N	Y	473 846
9002065	GOVERNMENT OF KWANDEBELE(RURAL DEVELOPMENT)	N	N	N	445 508
TOTAL					20 664 253

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2024/25								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	
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	1 320							-	
Total By Customer Type	1 320	-	-	-	-	-	-	-	-

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30 days of receiving an invoice.

The contracted services are to be paid through order system payments and that should feed the age analysis module every month.

Supporting Table: SC 5 - Investment Portfolio

Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA CALL ACCOUNT (9393951418)	4 Months	Current Investment	8.0%		30-Apr-25	3 128 251.17	2 057	- 3 130 308	-	-
ABSA CALL ACCOUNT(9396519964)	1 Month	Current Investment	8.1%		30-Apr-25	42 784 997.40	462 504		30 130 308	73 377 810
STANDARD BANK(038823527026)	1 Month	Current Investment	8.3%		24-Apr-25	25 085 017.12	130 360	- 25 215 377	-	-
STANDARD BANK(038823527027)	2 Months	Current Investment	8.3%		23-May-25	25 085 530.82	171 062		-	25 256 592
STANDARD BANK(038823527028)	3 Months	Current Investment	8.4%		24-Jun-25	25 086 044.52	172 089	-	-	25 258 134
TOTAL INVESTMENTS AND INTEREST						121 169 841	938 071	- 28 345 685	30 130 308	123 892 536

The Municipality had short investment portfolios during the month of April with an opening balance of R121, 170 million and top up investment of R30,130 million in various investment portfolios. An amount of R938 thousand was earned as an interest. Investment withdrawn was R28, 346 million and closed off with R123, 893 at the end of April.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2023/24	Budget Year 2024/25							
	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:	363 612	383 099	383 099	-	383 099	383 099	-		383 099
Local Government Equitable Share	358 519	377 690	377 690	-	377 690	377 690	-		377 690
Finance Management	2 850	2 800	2 800	-	2 800	2 800	-		2 800
EPWP Incentive	2 243	2 609	2 609	-	2 609	2 609	-		2 609
Total Operating Transfers and Grants	363 612	383 099	383 099	-	383 099	383 099	-		383 099
Capital Transfers and Grants									
National Government:	75 385	95 858	140 508	-	140 508	113 692	17 000	15%	140 508
Municipal Infrastructure Grant (MIG)	60 985	74 314	91 314	-	91 314	74 314	17 000	23%	91 314
Integrated National Electrification Grant	14 400	17 544	17 544	-	17 544	17 544	-		17 544
Energy Efficiency and Demand Side Management Grant	-	4 000	4 000	-	4 000	4 000	-		4 000
Disaster Recovery Grant	-	-	27 650	-	27 650	17 834			27 650
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-					-		-
District Municipality:	-	-	20 000	-	-	1 965	(1 965)	-100%	20 000
Sekhukhune Boreholes	-	-	20 000	-	-	1 965	(1 965)	-100%	20 000
Other grant providers:	344	360	360	-	359	31	328	1075%	360
LGSETA Learnership and Development	344	360	360	-	359	31	328	1075%	360
Total Capital Transfers and Grants	75 729	96 218	160 868	-	140 867	115 688	15 363	13%	160 868
TOTAL RECEIPTS OF TRANSFERS & GRANTS	439 341	479 317	543 967	-	523 966	498 787	15 363	3%	543 967

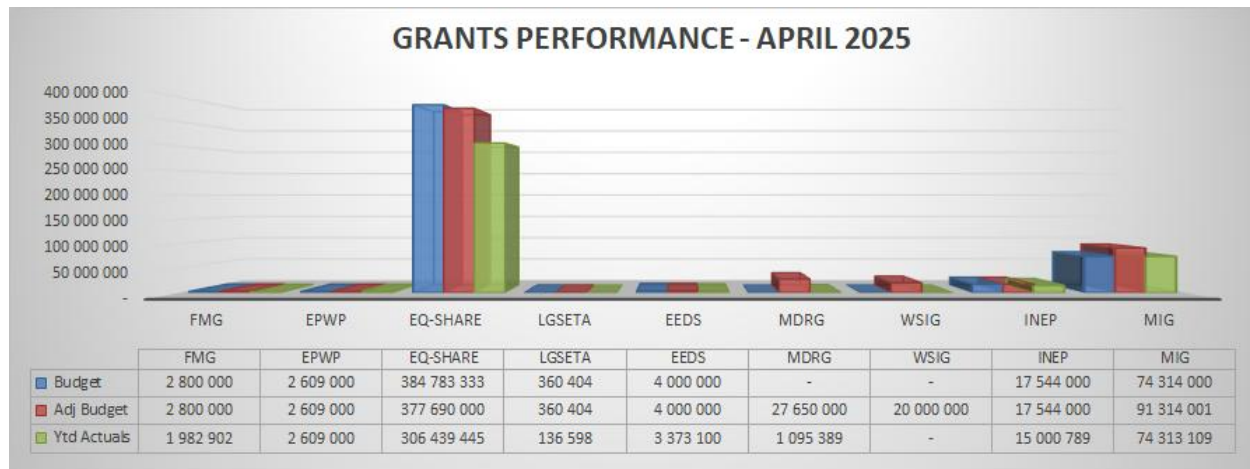
Supporting tables SC6 presents information on both received grants and those expected to be received in the near future. The year-to-date actual receipts amount to R523, 966 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R377, 690 million; Financial Management Grant amounting to R2,800 million LGSETA amounting R359 thousand, Municipal Infrastructure Grant amounting to R91 314 million; Integrated National Energy Grant R17 544 million and Expanded Public Works Programme R2 609 million were received, Disaster Recovery Grant of R27 650 million and Energy Efficiency and Demand Side Management Grant R4 million. All the trenches of the grants allocated for the current financial year have been received in line with the National Treasury payment schedule except water services infrastructure grant of R20 million relating to Sekhukhune MoU

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2023/24	Budget Year 2024/25							
	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:	379 159	384 501	388 308	21 057	311 031	260 083	50 948	20%	388 308
Local Government Equitable Share	374 066	379 092	382 899	20 842	306 439	255 548	50 891	20%	382 899
Finance Management	2 850	2 800	2 800	215	1 983	1 926	57	3%	2 800
EPWP Incentive	2 243	2 609	2 609	–	2 609	2 609	–		2 609
Total operating expenditure of Transfers and Grants	379 159	384 501	388 308	21 057	311 031	260 083	50 948	20%	388 308
Capital expenditure of Transfers and Grants									
National Government:	80 970	95 858	140 508	7 789	93 782	103 929	(10 146)	-10%	140 508
Municipal Infrastructure Grant (MIG)	66 506	74 314	91 314	2 241	74 313	71 296	3 018	4%	91 314
Integrated National Electrification Grant	14 464	17 544	17 544	4 453	15 001	10 799	4 202	39%	17 544
Energy Efficiency and Demand Side Management Grant		4 000	4 000	–	3 373	4 000	(627)	-16%	4 000
Municipal Disaster Recovery Grant		–	27 650	1 095	1 095	17 834	(16 739)	-94%	27 650
District Municipality:	–	–	20 000	–	–	5 163	(5 163)	-100%	20 000
Water Service Infrastructure Grant			20 000			5 163	(5 163)	-100%	20 000
Other grant providers:	976	360	360	–	137	110	27	25%	360
LGSETA Learnership and Development	976	360	360	–	137	110	27	25%	360
Total capital expenditure of Transfers and Grants	81 945	96 218	160 868	7 789	93 919	109 201	(15 282)	-14%	160 868
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	461 104	480 719	549 176	28 846	404 950	369 284	35 666	10%	549 176

An amount of R28, 846 million has been spent on grants during the month of April and the year-to-date actuals is R404, 950 million whilst the year to date budget amounts to R369,284 million and this results in an under-performance variance of R35 ,666 million that translates to 10%. Of the total spending amounting to R404, 950 million, R311, 031 million is spent on operational grants whilst capital grants spent R93, 919 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 April. The grants expenditure is shown below in percentages:

- Financial Management Grant 71%
- Expanded Public Work Programme 100%
- Equitable Share 81%
- Integrated National Electrification Grant 86%
- Municipal Infrastructure Grant 81%
- Energy Efficiency and Demand Side Management Grant 84.33%
- LGSETA 38%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	2023/24	Budget Year 2024/25							
	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	15 739	16 754	17 052	1 340	13 725	9 877	3 849	39%	17 052
Pension and UIF Contributions	2 137	2 187	2 442	193	1 830	1 357	473	35%	2 442
Medical Aid Contributions	99	88	6	–	6	(40)	46	-116%	6
Motor Vehicle Allowance	5 796	5 726	6 759	490	5 065	4 171	894	21%	6 759
Cellphone Allowance	3 240	3 154	3 118	239	2 361	1 622	739	46%	3 118
Other benefits and allowances	264	239	285	21	155	199	(43)	-22%	285
Sub Total - Councillors	27 275	28 148	29 661	2 283	23 143	17 186	5 957	35%	29 661
% increase		3%	9%						9%
Senior Managers of the Municipality									
Basic Salaries and Wages	2 125	5 567	3 896	422	3 894	888	3 006	338%	3 896
Pension and UIF Contributions	122	325	332	32	237	114	123	107%	332
Medical Aid Contributions	127	223	285	26	209	92	117	128%	285
Motor Vehicle Allowance	404	902	740	76	568	265	303	114%	740
Cellphone Allowance	81	138	355	14	112	44	68	156%	355
Housing Allowances	–						–		
Other benefits and allowances	143	319	177	0	164	(1)	165	-11122%	177
Sub Total - Senior Managers of Municipality	3 002	7 474	5 785	570	5 183	1 401	3 782	270%	5 785
% increase		149%	93%						93%
Other Municipal Staff									
Basic Salaries and Wages	112 799	136 119	125 657	10 742	104 800	66 790	38 010	57%	125 657
Pension and UIF Contributions	22 094	26 099	23 028	2 060	19 989	11 905	8 084	68%	23 028
Medical Aid Contributions	6 848	7 397	7 735	684	6 424	4 516	1 909	42%	7 735
Overtime	343	1 095	931	122	530	171	359	211%	931
Performance Bonus							–		
Motor Vehicle Allowance	15 316	17 755	16 172	1 396	13 295	8 217	5 078	62%	16 172
Cellphone Allowance	2 113	2 358	2 377	200	1 950	1 361	589	43%	2 377
Housing Allowances	284	295	294	26	256	179	77	43%	294
Other benefits and allowances	11 222	14 225	12 487	204	11 820	9 742	2 079	21%	12 487
Payments in lieu of leave	1 715	106	938	–	801	1 279	(478)	-37%	938
Long service awards	3 221	538	881	48	823	849	(26)	-3%	881
Sub Total - Other Municipal Staff	175 953	205 987	190 501	15 482	160 689	105 009	55 680	53%	190 501
% increase		17%	8%						8%
Total Parent Municipality	206 231	241 609	225 947	18 335	189 016	123 596	65 420	53%	225 947
% increase		17%	10%						10%
TOTAL SALARY, ALLOWANCES & BENEFITS	206 231	241 609	225 947	18 335	189 016	123 596	65 420	53%	225 947
% increase		17%	10%						10%
TOTAL MANAGERS AND STAFF	178 956	213 461	196 286	16 052	165 873	106 410	59 462	56%	196 286

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid at end of April amounts to R165, 873 million and the year-to-date budget is R106,410 million and the expenditure for remuneration of councilors amounts to R23, 143 million while the year-to-date budget is R17, 186 million. The year-to-date actual expenditure for senior managers is R5, 183 million and the year-to-date budget is R1, 401 million. There is one senior managerial vacant position (Executive Support) and this is causing an underspending variance on budget performance for senior management. The year-to-date actual for other municipal staff is R160, 689 million and the year-to-date budget is R105, 009 million. The remuneration of councilors has an underspending variance, senior managers have underspending and other municipal staff category has underspending variance.

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

Description	Budget Year 2024/25												2024/25 Medium Term Revenue		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget	Budget	Budget
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Year	Year +1	Year +2
Cash Receipts By Source															
Property rates	2 993	3 922	3 431	3 943	3 386	3 063	3 154	4 168	4 240	3 262	6 378	26 864	68 803	71 969	75 280
Service charges - electricity revenue	6 142	11 956	9 526	7 855	8 164	12 701	9 567	10 283	11 025	10 022	10 632	26 908	134 780	149 222	165 244
Service charges - refuse	446	612	493	509	498	513	495	488	557	519	516	3 621	9 268	9 695	10 141
Rental of facilities and equipment	44	74	25	46	46	30	29	45	302	34	491	1 689	2 855	2 986	3 123
Interest earned - external investments	541	382	247	205	305	459	539	318	548	938	1 133	2 596	8 210	8 588	8 983
Interest earned - outstanding debtors	166	266	112	199	352	154	125	295	412	193	–	(2 275)	–	–	–
Fines, penalties and forfeits	589	1 110	2 660	1 802	1 397	1 213	823	985	595	1 154	1 045	1 468	14 840	16 824	21 497
Licences and permits	578	–	549	520	468	455	511	456	514	454	–	2 798	7 302	7 638	7 989
Transfers and Subsidies - Operational	157 454	3 452	–	1 174	–	125 897	–	783	94 422	–	–	(83)	383 099	379 202	365 452
Other revenue	30 240	5 126	19 945	1 039	242	2 234	15 996	1 620	150	30 968	273	(104 645)	3 188	3 335	3 488
Cash Receipts by Source	199 192	26 900	36 988	17 292	14 859	146 717	31 239	19 441	112 765	47 544	20 468	(41 059)	632 345	649 459	661 197
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	33 514	–	24 000	–	6 000	17 000	800	4 544	54 650	–	–	(48 650)	91 858	72 932	78 173
Transfers and subsidies - capital (monetary allocations)	83	–	–	–	–	–	27	–	249	–	–	(359)	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets	–	–	–	–	–	–	–	–	–	–	58	601	659	131	137
Increase (decrease) in consumer deposits	–	(28)	(87)	4	(65)	38	69	(5 165)	5 130	39	–	64	–	–	–
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–	–	–	–	–	(1 194)	(1 194)	1 249	1 307
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Receipts by Source	232 788	26 872	60 901	17 296	20 793	163 755	32 135	18 821	172 794	47 583	20 526	(90 597)	723 668	723 771	740 814
Cash Payments by Type															
Employee related costs	14 612	14 768	16 166	14 973	15 672	24 956	15 899	16 825	15 950	16 052	17 628	28 033	211 534	218 928	228 721
Remuneration of councillors	2 021	2 145	2 348	2 087	3 026	2 539	2 302	2 283	2 283	2 283	2 348	2 513	28 178	30 996	34 095
Interest paid	–	79	71	–	–	246	–	–	–	–	20	(10)	406	1 737	1 815
Bulk purchases - Electricity	11 293	14 733	14 861	11 807	8 962	9 040	10 711	10 601	18 110	1 113	6 056	3 836	121 123	136 530	153 896
Other materials	3 400	958	8 755	4 900	1 810	3 940	2 107	2 777	4 732	1 726	2 528	(5 802)	31 831	38 703	40 483
Contracted services	5 328	7 381	8 860	5 740	6 561	6 135	6 524	4 851	7 886	3 505	5 149	2 181	70 102	68 548	72 158
Grants and subsidies paid - other	740	811	90	814	1 398	963	822	358	1 643	121	742	901	9 404	9 913	10 442
General expenses	11 821	24 944	4 685	8 902	10 998	6 551	2 079	1 562	6 998	3 589	2 682	(25 372)	59 438	67 901	70 983
Cash Payments by Type	49 214	65 820	55 836	49 223	48 426	54 370	40 445	39 257	57 601	28 389	37 153	6 281	532 016	573 255	612 594
Other Cash Flows/Payments by Type															
Capital assets	13 773	8 887	20 681	18 544	8 810	7 392	7 450	2 990	6 305	3 004	10 866	(9 109)	99 595	75 203	74 932
Repayment of borrowing	–	841	849	–	–	3 437	–	–	–	–	–	4 367	9 494	–	–
Other Cash Flows/Payments	23 199	–	–	–	–	16 271	–	–	19 494	–	(495)	(42 185)	16 284	16 533	16 891
Total Cash Payments by Type	86 186	75 548	77 366	67 767	57 237	81 470	47 895	42 248	83 400	31 394	47 524	(40 645)	657 389	664 991	704 417
NET INCREASE/(DECREASE) IN CASH HELD	146 602	(48 676)	(16 464)	(50 470)	(36 443)	82 285	(15 761)	(23 427)	89 394	16 189	(26 998)	(49 952)	66 279	58 780	36 397
Cash/cash equivalents at the month/year beginning:	9 209	155 811	107 135	90 671	40 200	3 757	86 042	70 282	46 855	136 249	152 438	125 440	9 209	75 488	134 268
Cash/cash equivalents at the month/year end:	155 811	107 135	90 671	40 200	3 757	86 042	70 282	46 855	136 249	152 438	125 440	75 488	75 488	134 268	170 665

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly total cash receipts reflect an amount of R47, 583 million and the total cash payment for the month was R31, 394 million and this resulted in net increase in cash amounting to R16, 189 million. With cash and cash equivalent of R136,249 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting to R152, 438 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2023/24	Budget Year 2024/25							
	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	1 050	4 245	4 245	13 773	13 773	4 245	(9 528)	-224%	12%
August	(312)	6 735	6 735	8 887	22 660	10 980	(11 681)	-106%	21%
September	7 102	7 018	7 018	20 681	43 341	17 997	(25 344)	-141%	39%
October	2 432	9 954	9 954	18 544	61 885	27 951	(33 934)	-121%	56%
November	12 985	7 123	7 123	8 810	70 696	35 074	(35 622)	-102%	64%
December	9 157	7 080	7 080	7 392	78 088	42 154	(35 934)	-85%	71%
January	9 315	11 054	11 054	7 450	85 538	53 208	(32 330)	-61%	77%
February	20 322	10 039	26 782	2 990	88 529	79 990	(8 539)	-11%	80%
March	11 637	12 246	30 069	6 305	94 834	110 059	15 225	14%	86%
April	11 128	8 810	15 133	3 004	97 838	125 192	27 354	22%	89%
May	5 030	11 362	26 556	–		151 748	–		
June	19 014	14 830	21 801	–		173 549	–		
Total Capital expenditure	108 862	110 495	173 549	97 838					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of April amounts to R3, 004 million. The year-to-date actual expenditure incurred is R97, 838 million whilst the year-to-date budget is R125, 192 million, that gives rise to under spending variance of R27, 354 million that translates to 22%.The under spending is due to MDRG grant of R27 650 million that was received in March, procurement process are underway.

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

Description	2023/24	Budget Year 2024/25							
	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	30 361	32 450	42 783	563	17 104	15 044	(2 060)	-14%	42 783
Roads Infrastructure	800	300	20 000	–	–	6 266	6 266	100%	20 000
Roads	800	300	20 000	–	–	6 266	6 266	100%	20 000
Road Structures							–		
Drainage Collection				–	–	–	–		–
Electrical Infrastructure	21 472	21 727	22 248	563	17 015	11 121	(5 894)	-53%	22 248
Power Plants	6 597	4 000	4 000	–	3 373	2 933	(440)	-15%	4 000
MV Substations	–	–	–	–	–	–	–		–
MV Networks	14 875	17 544	17 544	563	13 642	8 188	(5 454)	-67%	17 544
Capital Spares	–	183	704	–	–	–	–		704
Solid Waste Infrastructure	8 089	8 250	100	–	89	(169)	(258)	153%	100
Landfill Sites	8 089	8 250	100	–	89	(169)	(258)	153%	100
Waste Transfer Stations							–		
Capital Spares	–	–	–	–	–	–	–		–
Rail Infrastructure	–	2 174	435	–	–	(2 174)	(2 174)	100%	435
Drainage Collection		2 174	435	–	–	(2 174)	(2 174)	100%	435
Community Assets	–	–	–	–	–	–	–		–
Community Facilities	–	–	–	–	–	–	–		–
Other assets	–	–	–	–	–	–	–		–
Operational Buildings	–	–	–	–	–	–	–		–
Municipal Offices	–						–		
Intangible Assets	–	–	–	–	–	–	–		–
Servitudes							–		
Computer Software and Applications		–	–	–	–	–	–		–
Computer Equipment	2 375	1 360	1 660	–	966	1 041	76	7%	1 660
Computer Equipment	2 375	1 360	1 660	–	966	1 041	76	7%	1 660
Furniture and Office Equipment	6 459	6 110	760	(52)	441	(5 224)	(5 664)	108%	760
Furniture and Office Equipment	6 459	6 110	760	(52)	441	(5 224)	(5 664)	108%	760
Machinery and Equipment	331	800	278	130	431	261	(170)	-65%	278
Machinery and Equipment	331	800	278	130	431	261	(170)	-65%	278
Transport Assets	–	–	–	–	–	–	–		–
Transport Assets	–						–		
Total Capital Expenditure on new assets	39 526	40 720	45 481	640	18 941	11 123	(7 818)	-70%	45 481

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

Description	2023/24	Budget Year 2024/25							
	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	-	500	17 550	-	877	4 972	4 095	82%	17 550
Roads Infrastructure	-	-	17 050	-	877	4 972	4 095	82%	17 050
Roads	-	-	17 050	-	877	4 972	4 095	82%	17 050
Road Structures							-		
Electrical Infrastructure	-	500	500	-	-	-	-		500
MV Networks	-						-		
Capital Spares		500	500	-	-	-	-		500
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites	-	-	-	-	-	-	-		-
Capital Spares							-		
Community Assets	-	800	1 696	1 150	1 950	1 129	(822)	-73%	1 696
Community Facilities	-	800	1 696	1 150	1 950	1 129	(822)	-73%	1 696
Cemeteries/Crematoria	-	800	1 696	1 150	1 950	1 129	(822)	-73%	1 696
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices	-	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	261	238	(160)	89	55	(34)	-61%	238
Machinery and Equipment		261	238	(160)	89	55	(34)	-61%	238
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	-	1 561	19 484	990	2 916	6 156	3 240	52.6%	19 484

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

Description	2023/24	Budget Year 2024/25							
	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	19 675	14 718	16 116	176	14 653	12 856	(1 797)	-14%	16 116
Roads Infrastructure	13 024	7 766	8 126	(100)	7 620	7 564	(56)	-1%	8 126
Roads	13 024	7 766	8 126	(100)	7 620	7 564	(56)	-1%	8 126
Road Structures							-		
Electrical Infrastructure	4 551	4 750	5 150	40	4 665	3 135	(1 530)	-49%	5 150
MV Networks	4 551	4 750	5 150	40	4 665	3 135	(1 530)	-49%	5 150
Capital Spares							-		
Solid Waste Infrastructure	2 100	2 203	2 841	237	2 367	2 156	(211)	-10%	2 841
Landfill Sites	2 100	2 203	2 841	237	2 367	2 156	(211)	-10%	2 841
Capital Spares							-		
Community Assets	448	5 986	7 686	538	5 569	3 856	(1 713)	-44%	7 686
Community Facilities	448	5 986	7 686	538	5 569	3 856	(1 713)	-44%	7 686
Cemeteries/Crematoria							-		
Parks	448	5 986	7 686	538	5 569	3 856	(1 713)	-44%	7 686
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	959	1 353	2 306	-	1 372	747	(624)	-83%	2 306
Operational Buildings	959	1 353	2 306	-	1 372	747	(624)	-83%	2 306
Municipal Offices	959	1 353	2 306	-	1 372	747	(624)	-83%	2 306
Intangible Assets	1 470	221	185	6	166	2	(164)	-8747%	185
Servitudes							-		
Licences and Rights	1 470	221	185	6	166	2	(164)	-8747%	185
Computer Software and Applications	1 470	221	185	6	166	2	(164)	-8747%	185
Furniture and Office Equipment	-	550	550	-	256	256	-		550
Furniture and Office Equipment		550	550	-	256	256	-		550
Machinery and Equipment	12 401	12 324	11 781	718	9 616	7 486	(2 130)	-28%	11 781
Machinery and Equipment	12 401	12 324	11 781	718	9 616	7 486	(2 130)	-28%	11 781
Transport Assets	4 295	2 776	3 276	194	2 671	2 186	(486)	-22%	3 276
Transport Assets	4 295	2 776	3 276	194	2 671	2 186	(486)	-22%	3 276
Total Repairs and Maintenance Expenditure	39 247	37 929	41 900	1 632	34 303	27 389	(6 914)	-25.2%	41 900

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

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class									
Infrastructure	31 545	40 397	44 147	3 874	39 191	7 229	(31 962)	-442%	44 147
Roads Infrastructure	24 678	36 420	36 327	3 327	33 714	1 062	(32 652)	-3076%	36 327
Roads	24 221	35 937	35 937	3 290	33 341	840	(32 501)	-3870%	35 937
Road Structures	228	241	227	18	186	123	(63)	-51%	227
Road Furniture	229	242	163	18	187	99	(89)	-90%	163
Capital Spares							-		
Drainage Collection	-						-		
Electrical Infrastructure	4 640	3 226	6 199	382	3 872	4 766	894	19%	6 199
MV Substations	1 226	2 014	3 037	78	2 780	1 430	(1 351)	-94%	3 037
MV Switching Stations	(1)		321	26	264	149	(116)	-78%	321
MV Networks	1 543	1 212	599	97	288	681	394	58%	599
LV Networks	262		641	52	154	740	586	79%	641
Capital Spares	1 610		1 601	130	385	1 766	1 381	78%	1 601
Solid Waste Infrastructure	2 227	710	1 578	164	1 605	1 401	(204)	-15%	1 578
Landfill Sites	516	417	426	47	413	292	(121)	-42%	426
Waste Transfer Stations							-		
Waste Processing Facilities	1 708	289	1 150	117	1 190	1 108	(82)	-7%	1 150
Capital Spares	3	3	3	0	2	2	(1)	-41%	3
Rail Infrastructure	-	42	42	-	-	-	-		42
Drainage Collection	-	42	42	-	-	-	-		42
Community Assets	958	1 117	1 071	62	783	413	(370)	(0)	1 071
Community Facilities	802	854	807	51	521	340	(181)	(0)	807
Halls	30	31	28	2	23	15	(8)	(0)	28
Centres	183	193	185	6	60	38	(22)	(0)	185
Cemeteries/Crematoria	92	97	93	7	76	51	(25)	(0)	93
Purls	1	3	1	0	1	(1)	(1)	235%	1
Taxi Ranks/Bus Terminals	244	263	247	15	156	100	(56)	-56%	247
Capital Spares	253	267	253	20	205	136	(69)	-51%	253
Sport and Recreation Facilities	156	263	263	10	262	73	(189)	(0)	263
Indoor Facilities	-						-		
Outdoor Facilities	156	263	263	10	262	73	(189)	-258%	263
Capital Spares							-		
Heritage assets	-	6	6	-	-	-	-		6
Other Heritage	-	6	6	-	-	-	-		6
Other assets	3 966	6 366	5 003	281	2 694	1 306	(1 387)	-106%	5 003
Operational Buildings	1 415	2 608	2 086	190	1 765	1 491	(274)	-18%	2 086
Municipal Offices	716	2 574	1 538	149	1 507	879	(628)	-72%	1 538
Stores	389	34	234	19	192	226	33	15%	234
Training Centres	310		314	22	66	387	321	83%	314
Housing	2 552	3 759	2 917	92	929	(185)	(1 114)	603%	2 917
Staff Housing							-		
Social Housing	2 552	3 759	2 917	92	929	(185)	(1 114)	603%	2 917
Intangible Assets	6	22	22	-	-	-	-		22
Servitudes	6	14	14	-	-	-	-		14
Licences and Rights	-	8	8	-	-	-	-		8
Computer Software and Applications	-	8	8	-	-	-	-		8
Computer Equipment	673	994	967	103	1 138	288	(850)	-295%	967
Computer Equipment	673	994	967	103	1 138	288	(850)	-295%	967
Furniture and Office Equipment	763	840	2 433	159	1 498	1 992	494	25%	2 433
Furniture and Office Equipment	763	840	2 433	159	1 498	1 992	494	25%	2 433
Machinery and Equipment	3 564	3 168	3 939	438	3 447	25 681	22 234	87%	3 939
Machinery and Equipment	3 564	3 168	3 939	438	3 447	25 681	22 234	87%	3 939
Transport Assets	20 401	5 990	5 168	445	4 359	3 127	(1 232)	-39%	5 168
Transport Assets	20 401	5 990	5 168	445	4 359	3 127	(1 232)	-39%	5 168
Total Depreciation	61 877	58 901	62 754	5 361	53 110	40 036	(13 073)	-33%	62 754

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

Description	2023/24	Budget Year 2024/25							
	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	69 337	58 214	97 366	218	70 465	70 985	521	1%	97 366
Roads Infrastructure	67 552	58 214	96 932	218	70 465	70 985	521	1%	96 932
Roads	67 552	58 214	96 932	218	70 465	70 985	521	1%	96 932
Road Structures							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	916	-	-	-	-	-	-		-
MV Substations							-		
MV Switching Stations							-		
MV Networks	916						-		
LV Networks							-		
Solid Waste Infrastructure	869	-	435	-	-	-	-		435
Landfill Sites	869		435	-	-		-		435
Waste Transfer Stations							-		
Community Assets	-	10 000	11 217	1 156	5 516	901	(4 615)	-512%	11 217
Community Facilities	-	-	-	-	-	-	-		-
Parks		-	-	-	-	-	-		-
Sport and Recreation Facilities	-	10 000	11 217	1 156	5 516	901	(4 615)	-512%	11 217
Indoor Facilities							-		
Outdoor Facilities		10 000	11 217	1 156	5 516	901	(4 615)	-512%	11 217
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices	-						-		
Yards	-	-		-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	69 337	68 214	108 584	1 374	75 980	71 886	(4 094)	-6%	108 584

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 R18,941 million and the year-to-date budget is R11, 123 million that reflects a negative spending variance of R7, 818 million that translates to 70% variance.

The total expenditure for renewal of existing assets amounts to R2, 916 million and the year to budget amounts to R6 156 thousand for the 2024/25 financial year.

The year-to-date actual expenditure on repairs and maintenance is R34, 303 million, and the year-to-date budget is R27, 389million, reflecting an overspending variance of R6, 914 million that translates to 25.2%.

The year-to-date actual expenditure on upgrading of existing assets is R75, 980 million and the year-to-date budget is R71, 886 million, reflecting a negative spending variance of R4,094 million that translates to 6%.

The year-to-date actual expenditure on depreciation and asset impairment is R53, 110 million and the year-to-date budget is R40, 036 million, reflecting a negative spending variance of R13, 073 million, that translates to 33% which means the integration between asset management system and core financial system is working which is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is complying mSCOA requirements in terms of the depreciation method

List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2024/25 Medium Term Revenue and Expenditure			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Community Services	Fencing of Elandsdoorn/Ntwane Cemetery	Single	Community Assets	Community Assets	700 000	696 000	800 400	115%
	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	300 000	50 000	-	0%
	Construction of washbay at Groblersdal landfill site	Single	Solid Waste Infrastructure	Landfill Sites	250 000	-	-	0%
	Landfill Sites:Elansdooren Landfill Site	Single	Community Assets	Community Assets	500 000	1 000 000	1 150 000	115%
	Landfill Sites:Notice Boards	Single	Machinery and Equipment	Machinery and Equipment	100 000	100 000	89 100	89%
	Landfill Sites:Fencing of Groblersdal Landfill Site	Multi	Community Assets	Landfill Sites	-	434 783	-	0%
	Machinery and Equipment	Single	Machinery and Equipment	Machinery and Equipment	300 000	278 000	278 000	100%
Corporate Services	Upgrading of Tafelkop Stadium	Multi	Community Assets	Community Assets	10 000 000	11 217 392	5 515 877	49%
	Computer Equipment	Multi	Computer Equipment	Computer Equipment	1 360 404	1 660 404	965 550	58%
Technical Services	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	5 809 566	710 000	440 531	62%
	Groblersdal Traffic lights	Single	Electrical Infrastructure	Capital Spares	500 000	500 000	-	0%
	Groblersdal Storm water	Multi	Storm water Infrastructure	Drainage Collection	2 173 914	434 783	-	0%
	AIRCONS	Multi	Electrical Infrastructure	Capital Spares	182 526	704 266	-	0%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	260 870	237 948	241 902	102%
	Electrification of Doorom (Designs)	Multi	Electrical Infrastructure	MV Networks	200 000	200 000	199 392	100%
	Electrification of Luckau Maganagobuswa	single	Electrical Infrastructure	MV Networks	5 277 000	5 277 000	3 833 015	73%
	Electrification of Lusaka (Designs)	Multi	Electrical Infrastructure	MV Networks	200 000	200 000	-	0%
	Electrification of Magukubjane	single	Electrical Infrastructure	MV Networks	4 267 000	4 267 000	4 300 240	101%
	Electrification of Mantrombi Section	single	Electrical Infrastructure	MV Networks	2 000 000	2 000 000	1 035 755	52%
	Electrification of Motetema High view	Single	Electrical Infrastructure	MV Networks	2 000 000	2 000 000	1 972 996	99%
	Electrification of Ntswelomotse ext (Designs)	Multi	Electrical Infrastructure	MV Networks	200 000	200 000	-	0%
	Electrification of Oorlog (Designs)	Single	Electrical Infrastructure	MV Networks	200 000	200 000	200 000	100%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	3 000 000	3 000 000	1 900 472	63%
	Electrification of Zaaipuss Police Station (Designs)	Single	Electrical Infrastructure	MV Networks	200 000	200 000	200 000	100%
	Energy Efficiency and Demand Side Management	Multi	Electrical Infrastructure	Power Plants	4 000 000	4 000 000	3 373 100	84%
	Construction of Jerusalema/Motsephiri stormwater control	Single	Roads Infrastructure	Roads		12 350 000	492 386	4%
	Re - construction of culvert bridge at Kgobokwane village	Single	Roads Infrastructure	Roads		3 500 000	384 661	11%
	Re - construction of gabions on RHS & LHS at Marapong village	Single	Roads Infrastructure	Roads		1 200 000		0%
	Ugrading of Stompo Bus Road	Single	Roads Infrastructure	Roads	300 000	300 000	299 995	100%
	Upgrading of gravel road to pave and storm water control at Moteti village	Single	Roads Infrastructure	Roads		10 600 000	218 342	2%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	21 000 000	28 880 360	21 230 270	74%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	17 750 000	21 304 216	18 722 724	88%
	Upgrading of Maraganeng internal Access road (MIG)	Multi	Roads Infrastructure	Roads	8 574 200	11 054 932	10 926 614	99%
	Upgrading of Mokumong access road to Marateng taxi rank (MIG)	Multi	Roads Infrastructure	Roads	16 989 800	22 892 002	17 414 979	76%
	Upgrading of Tafelkop Bapeding Bus route	Single	Roads Infrastructure	Roads	600 000	600 000	362 130	60%
	Upgrading of Talane Bus route	Single	Roads Infrastructure	Roads	600 000	600 000	598 141	100%
	Upgrading of Waalkral Bus route	Single	Roads Infrastructure	Roads	700 000	700 000	691 354	99%
	Boreholes:Sekhukhune Boreholes	Single	Roads Infrastructure	Roads	-	20 000 000	-	0%

Quality certificate

I, **Namudi Reginah Makgata**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of 30 April 2025 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature 

Date 13/05/2025