

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

FEBRUARY 2021

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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 February 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 2021-21 financial year amounts are not yet audited.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2020/21			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	531,567,983	525,270,477	380,756,888	72%
		-		
OPERATING EXPENDITURE	512,448,796	516,327,989	263,886,076	51%
		-		
TRANSFER - CAPITAL	74,561,000	69,561,000	52,753,973	76%
SURPLUS/(DEFICIT)	93,680,187	78,503,488	169,624,785	216%
CAPITAL EXPENDITURE	89,279,520	88,376,820	55,146,463	62%

Table C1 – Budget Statement Summary

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	35,773	38,345	38,345	3,294	26,216	25,338	878	3%	38,345
Service charges	95,493	110,873	99,873	8,984	65,871	53,317	12,554	24%	99,873
Investment revenue	2,068	3,042	542	-	225	225	-		542
Transfers and subsidies	273,218	293,916	351,806	433	272,460	350,508	(78,048)	-22%	351,806
Other own revenue	32,632	85,393	34,705	2,199	15,984	29,091	(13,107)	-45%	34,705
Total Revenue (excluding capital transfers and contributions)	439,184	531,568	525,270	14,909	380,757	458,480	(77,723)	-17%	525,270
Employee costs	141,837	169,749	159,477	12,277	104,095	118,252	(14,157)	-12%	159,477
Remuneration of Councillors	24,575	26,525	26,283	2,020	16,198	18,218	(2,020)	-11%	26,283
Depreciation & asset impairment	56,343	55,163	57,163	-	-	-	-		57,163
Finance charges	3,538	1,184	2,633	75	2,442	2,582	(139)	-5%	2,633
Materials and bulk purchases	93,140	111,976	120,437	8,234	62,968	74,473	(11,505)	-15%	120,437
Transfers and subsidies	2,984	3,468	3,642	-	1,904	2,318	(414)	-18%	3,642
Other expenditure	142,158	144,385	146,692	8,093	76,279	88,642	(12,362)	-14%	146,692
Total Expenditure	464,574	512,449	516,328	30,699	263,886	304,484	(40,598)	-13%	516,328
Surplus/(Deficit)	(25,390)	19,119	8,942	(15,790)	116,871	153,996	(37,125)	-24%	8,942
Transfers and subsidies - capital (monetary allocations)	70,685	74,561	69,561	9,667	52,754	69,561	(16,807)	-24%	69,561
Transfers and subsidies - capital (monetary allocations)	21,471	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	66,766	93,680	78,503	(6,124)	169,625	223,557	(53,932)	-24%	78,503
Surplus/ (Deficit) for the year	66,766	93,680	78,503	(6,124)	169,625	223,557	(53,932)	-24%	78,503
Capital expenditure & funds sources									
Capital expenditure	92,168	89,280	88,377	14,315	55,146	64,423	(9,276)	-14%	88,377
Capital transfers recognised	78,193	74,561	69,561	13,721	46,071	53,998	(7,927)	-15%	69,561
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	13,975	14,719	18,816	593	9,076	10,425	(1,349)	-13%	18,816
Total sources of capital funds	92,168	89,280	88,377	14,315	55,146	64,423	(9,276)	-14%	88,377
Financial position									
Total current assets	129,467	134,416	119,868		232,410				119,868
Total non current assets	1,125,020	1,286,031	1,290,074		1,166,301				1,290,074
Total current liabilities	125,568	93,706	92,781		124,830				92,781
Total non current liabilities	79,251	94,548	94,548		73,611				94,548
Community wealth/Equity	1,049,667	1,232,193	1,222,613		1,200,270				1,222,613
Cash flows									
Net cash from (used) operating	25,247	108,434	124,956	(10,336)	95,425	139,204	43,780	31%	121,917
Net cash from (used) investing	(85,303)	(87,593)	(87,918)	(14,315)	(55,146)	(64,423)	(9,276)	14%	(84,280)
Net cash from (used) financing	(9,474)	(11,480)	(11,480)	(926)	(7,196)	(7,845)	(649)	8%	(11,480)
Cash/cash equivalents at the month/year end	(44,548)	20,356	36,552	-	35,012	77,931	42,919	55%	28,087
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	14,559	5,177	3,501	3,185	2,994	2,957	13,770	84,899	131,042
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 February is R380, 757 million and the year to date budget of R458, 480 million and this reflects a negative variance of R77, 723 million which is mostly attributable to equitable shares received amounting to R270, 517 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 0% favorable variance,
- Interest earned – outstanding debtors: 15% unfavorable variance,
- Rental on Facilities and Equipment: 34% unfavorable variance,
- Fines, penalties and forfeits: 97% unfavorable variance
- Services Charges – electricity revenue: 26% favorable variance
- Services Charges – refuse revenue: 0% favorable variance
- Licenses and permits: 12% unfavorable variance
- Property rates: 3% favorable variance
- Other revenue: 19% unfavorable
- Transfer and subsidies: 22% unfavorable

Operating Expenditure

The year to date operational expenditure as at end of February amounts to R263, 886 million and the year to date budget is R304, 484 million. This reflects underspending variance of R40, 598 million that translates to 13% 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:

- Bulk purchases: 12% under performance
- Other Materials: 33% under performance
- Employee related costs: 12% under performance
- Remuneration of councilors: 11% under performance
- Contracted services: 14% under performance
- Transfer and subsidies: 18% under performance
- Other expenditure: 15% 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 February 2021 amounts to R55, 146 million and the year to date budget amounts to R64, 423 million and this gives rise to R9, 276 million under performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of February is R169, 625 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 February amounts to R131, 042 million and this shows an increase of R22, 804 million as compared to R108, 238 million as at end of 2019/20 financial year.

Consumer debtors is made up of service charges and property rates that amount to R85, 131 million and other debtors amounting to R45, 911 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 February as required by MFMA and as a result.

Table C2 – Financial Performance (Standard Classification)

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	223,026	228,630	277,913	4,998	210,437	259,170	(48,734)	-19%	277,913
Executive and council	46,559	49,315	55,860	–	44,886	55,860	(10,974)	-20%	55,860
Finance and administration	167,516	169,450	208,065	4,998	154,586	189,322	(34,736)	-18%	208,065
Internal audit	8,950	9,864	13,988	–	10,964	13,988	(3,024)	-22%	13,988
Community and public safety	36,265	94,154	37,006	48	19,660	37,328	(17,668)	-47%	37,006
Community and social services	9,633	10,636	11,376	15	5,720	11,376	(5,656)	-50%	11,376
Sport and recreation	12,104	13,344	15,456	–	13,621	15,456	(1,835)	-12%	15,456
Public safety	14,529	70,174	10,174	33	319	10,496	(10,177)	-97%	10,174
Economic and environmental services	132,942	121,857	130,832	8,238	102,203	129,018	(26,815)	-21%	130,832
Planning and development	21,248	23,604	26,971	199	21,465	26,620	(5,155)	-19%	26,971
Road transport	110,541	96,853	100,627	8,039	79,121	99,164	(20,043)	-20%	100,627
Environmental protection	1,153	1,400	3,234	–	1,617	3,234	(1,617)	-50%	3,234
Trading services	139,107	161,488	149,081	11,292	101,212	102,525	(1,313)	-1%	149,081
Energy sources	110,981	130,709	114,001	10,549	73,840	70,454	3,386	5%	114,001
Waste management	28,126	30,779	35,080	743	27,372	32,071	(4,699)	-15%	35,080
Total Revenue - Functional	531,340	606,129	594,831	24,575	433,511	528,041	(94,530)	-18%	594,831
Expenditure - Functional									
Governance and administration	210,068	216,242	221,947	12,802	131,146	150,653	(19,507)	-13%	221,947
Executive and council	50,877	49,314	45,093	3,365	26,961	30,572	(3,611)	-12%	45,093
Finance and administration	152,835	158,383	169,754	8,601	100,998	116,154	(15,156)	-13%	169,754
Internal audit	6,356	8,545	7,099	836	3,187	3,927	(740)	-19%	7,099
Community and public safety	25,269	61,707	45,423	2,256	19,864	23,722	(3,858)	-16%	45,423
Community and social services	5,097	8,269	8,789	411	4,023	5,246	(1,223)	-23%	8,789
Sport and recreation	6,833	10,698	10,206	547	4,877	5,787	(910)	-16%	10,206
Public safety	13,339	42,740	26,428	1,297	10,964	12,689	(1,726)	-14%	26,428
Economic and environmental services	91,700	97,667	98,963	3,618	31,112	36,744	(5,632)	-15%	98,963
Planning and development	14,923	16,561	13,821	899	8,155	9,595	(1,439)	-15%	13,821
Road transport	76,178	80,487	84,515	2,671	22,523	26,668	(4,145)	-16%	84,515
Environmental protection	598	619	626	48	434	482	(48)	-10%	626
Trading services	137,538	136,832	149,995	12,023	81,764	93,365	(11,601)	-12%	149,995
Energy sources	93,187	111,667	116,490	10,732	63,027	71,806	(8,779)	-12%	116,490
Waste management	44,351	25,165	33,505	1,290	18,737	21,559	(2,822)	-13%	33,505
Total Expenditure - Functional	464,574	512,449	516,328	30,699	263,886	304,484	(40,598)	-13%	516,328
Surplus/ (Deficit) for the year	66,766	93,680	78,503	(6,124)	169,625	223,557	(53,932)	-24%	78,503

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

Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	41,231	43,443	49,146	-	41,529	49,146	(7,617)	-15%	49,146
Vote 2 - Municipal Manager	35,643	39,284	48,377	-	34,211	48,377	(14,166)	-29%	48,377
Vote 3 - Budget & Treasury	72,301	66,279	82,337	4,998	57,172	63,569	(6,397)	-10%	82,337
Vote 4 - Corporate Services	40,504	44,328	53,656	-	40,653	53,681	(13,027)	-24%	53,656
Vote 5 - Community Services	69,521	135,511	82,668	1,281	52,943	78,518	(25,575)	-33%	82,668
Vote 6 - Technical Services	239,261	241,319	234,888	18,098	169,610	191,341	(21,731)	-11%	234,888
Vote 7 - Developmental Planning	14,650	16,332	18,658	199	17,309	18,307	(998)	-5%	18,658
Vote 8 - Executive Support	18,229	19,633	25,102	-	20,083	25,102	(5,019)	-20%	25,102
Total Revenue by Vote	531,340	606,129	594,831	24,575	433,511	528,041	(94,530)	-18%	594,831
Expenditure by Vote									
Vote 1 - Executive & Council	42,975	41,789	40,511	3,035	24,139	27,387	(3,248)	-12%	40,511
Vote 2 - Municipal Manager	49,330	39,198	44,072	3,395	30,817	34,222	(3,405)	-10%	44,072
Vote 3 - Budget & Treasury	55,077	62,769	67,880	2,910	40,131	46,477	(6,346)	-14%	67,880
Vote 4 - Corporate Services	24,723	36,795	27,703	1,115	12,786	16,097	(3,311)	-21%	27,703
Vote 5 - Community Services	77,292	96,097	87,405	4,181	44,271	51,596	(7,325)	-14%	87,405
Vote 6 - Technical Services	186,065	207,387	217,613	14,033	91,206	105,246	(14,040)	-13%	217,613
Vote 7 - Developmental Planning	8,942	11,455	8,892	537	4,928	6,028	(1,099)	-18%	8,892
Vote 8 - Executive Support	20,169	16,960	22,253	1,493	15,609	17,431	(1,822)	-10%	22,253
Total Expenditure by Vote	464,574	512,449	516,328	30,699	263,886	304,484	(40,598)	-13%	516,328
Surplus/ (Deficit) for the year	66,766	93,680	78,503	(6,124)	169,625	223,557	(53,932)	-24%	78,503

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

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

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	35,773	38,345	38,345	3,294	26,216	25,338	878	3%	38,345
Service charges - electricity revenue	87,068	101,945	90,945	8,240	59,958	47,398	12,560	26%	90,945
Service charges - refuse revenue	8,425	8,928	8,928	743	5,914	5,919	(6)	0%	8,928
Rental of facilities and equipment	897	1,220	834	187	553	834	(281)	-34%	834
Interest earned - external investments	2,068	3,042	542	-	225	225	-	-	542
Interest earned - outstanding debtors	12,170	6,656	17,946	1,374	11,068	13,039	(1,971)	-15%	17,946
Fines, penalties and forfeits	14,570	70,242	10,242	87	363	10,578	(10,215)	-97%	10,242
Licences and permits	3,939	6,344	5,044	436	3,130	3,567	(436)	-12%	5,044
Transfers and subsidies	273,218	293,916	351,806	433	272,460	350,508	(78,048)	-22%	351,806
Other revenue	1,056	931	639	115	868	1,072	(204)	-19%	639
Gains	-						-		
Total Revenue (excluding capital transfers and contributions)	439,184	531,568	525,270	14,909	380,757	458,480	(77,723)	-17%	525,270
Expenditure By Type									
Employee related costs	141,837	169,749	159,477	12,277	104,095	118,252	(14,157)	-12%	159,477
Remuneration of councillors	24,575	26,525	26,283	2,020	16,198	18,218	(2,020)	-11%	26,283
Debt impairment	13,246	42,658	19,858	-	-	-	-	-	19,858
Depreciation & asset impairment	56,343	55,163	57,163	-	-	-	-	-	57,163
Finance charges	3,538	1,184	2,633	75	2,442	2,582	(139)	-5%	2,633
Bulk purchases	81,428	94,047	94,047	7,258	54,436	61,795	(7,359)	-12%	94,047
Other materials	11,713	17,929	26,390	975	8,532	12,678	(4,146)	-33%	26,390
Contracted services	83,969	60,660	78,622	6,396	49,253	56,982	(7,729)	-14%	78,622
Transfers and subsidies	2,984	3,468	3,642	-	1,904	2,318	(414)	-18%	3,642
Other expenditure	46,003	41,067	48,213	1,698	27,026	31,659	(4,633)	-15%	48,213
Losses	(1,060)	-					-	-	-
Total Expenditure	464,574	512,449	516,328	30,699	263,886	304,484	(40,598)	-13%	516,328
Surplus/(Deficit)	(25,390)	19,119	8,942	(15,790)	116,871	153,996	(37,125)	-24%	8,942
Transfers and subsidies - capital (monetary allocations)	70,685	74,561	69,561	9,667	52,754	69,561	(16,807)	-24%	69,561
Transfers and subsidies - capital (monetary allocations)	21,471	-					-	-	-
Transfers and subsidies - capital (in-kind - all)							-	-	-
Surplus/(Deficit) after capital transfers & contributions	66,766	93,680	78,503	(6,124)	169,625	223,557			78,503
Taxation									
Surplus/(Deficit) after taxation	66,766	93,680	78,503	(6,124)	169,625	223,557			78,503
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	66,766	93,680	78,503	(6,124)	169,625	223,557			78,503
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	66,766	93,680	78,503	(6,124)	169,625	223,557			78,503

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

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

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

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

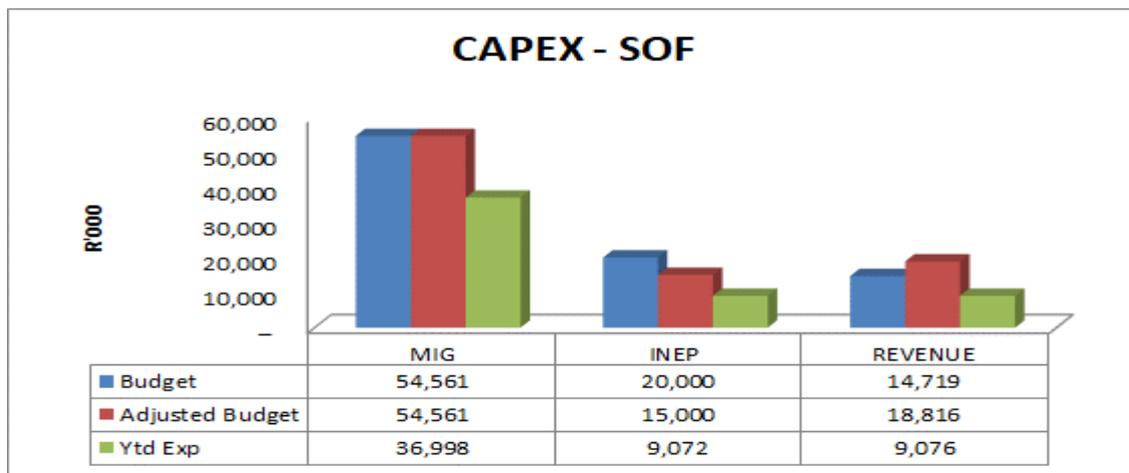
Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,957	1,900	1,454	64	533	651	(118)	-18%	1,454
Executive and council							-		
Finance and administration	1,957	1,900	1,454	64	533	651	(118)	-18%	1,454
Internal audit							-		
Community and public safety	-	2,200	2,290	-	29	354	(325)	-92%	2,290
Community and social services		600	720	-	-	79	(79)	-100%	720
Sport and recreation		1,000	800	-	29	275	(246)	-90%	800
Public safety		600	770	-	-	-	-		770
Housing							-		
Health							-		
Economic and environmental services	69,833	64,830	69,633	12,244	45,512	52,876	(7,364)	-14%	69,633
Planning and development							-		
Road transport	69,833	64,830	69,633	12,244	45,512	52,876	(7,364)	-14%	69,633
Environmental protection							-		
Trading services	20,378	20,350	15,000	2,007	9,072	10,542	(1,469)	-14%	15,000
Energy sources	18,954	20,350	15,000	2,007	9,072	10,542	(1,469)	-14%	15,000
Waste management	1,424	-		-	-	-	-		-
Other							-		
Total Capital Expenditure - Functional Classification	92,168	89,280	88,377	14,315	55,146	64,423	(9,276)	-14%	88,377
Funded by:									
National Government	56,721	74,561	69,561	13,721	46,071	53,998	(7,927)	-15%	69,561
Provincial Government	21,471	-					-		-
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	78,193	74,561	69,561	13,721	46,071	53,998	(7,927)	-15%	69,561
Borrowing							-		
Internally generated funds	13,975	14,719	18,816	593	9,076	10,425	(1,349)	-13%	18,816
Total Capital Funding	92,168	89,280	88,377	14,315	55,146	64,423	(9,276)	-14%	88,377

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	1,050	1,050	64	479	555	(76)	-14%	1,050
Vote 5 - Community Services	-	-	120	-	-	-	-	-	120
Vote 6 - Technical Services	46,151	13,240	8,629	632	7,865	8,162	(297)	-4%	8,629
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	46,151	14,290	9,799	696	8,344	8,717	(373)	-4%	9,799
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	350	350	-	-	43	(43)	-100%	350
Vote 4 - Corporate Services	633	500	54	-	54	54	-	-	54
Vote 5 - Community Services	1,424	2,200	2,170	-	29	354	(325)	-92%	2,170
Vote 6 - Technical Services	43,960	71,939	76,004	13,619	46,719	55,255	(8,536)	-15%	76,004
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	46,017	74,989	78,578	13,619	46,802	55,706	(8,904)	-16%	78,578
Total Capital Expenditure	92,168	89,280	88,377	14,315	55,146	64,423	(9,276)	-14%	88,377

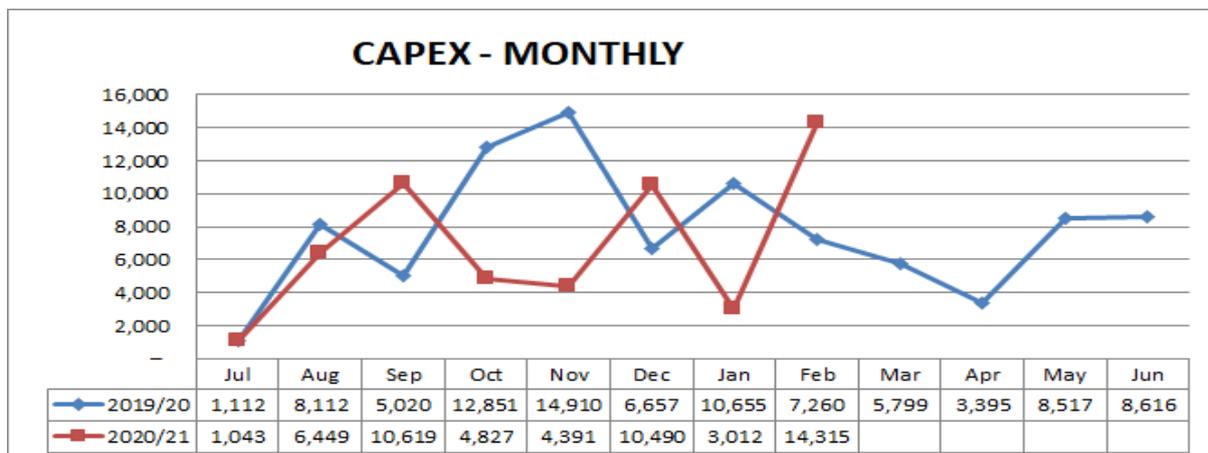
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of February 2021, R14, 315 million spending is incurred and that increased the year to date expenditure to R55, 146 million whilst the year to date budget is R64, 423 million and this gave rise to under spending variance of R9, 276 million that translates to 14%.

Figure 1: Capital expenditure by source



The above graph shows the components of sources of finance for capital budget. Of the total adjusted capital budget of R88, 377 million, R54, 561 million is funded from Municipal Infrastructure grant, R15, 000 million from Integrated National Electrification Programme and R18, 816 million from own revenue and the spending per source of finance is presented in the above graph.

Figure 2: Monthly capital expenditure



The above graph compares the 2019/20 and 2021/21 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2019/20	Budget Year 2020/21			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	1,929	12,300	4,758	35,012	4,758
Call investment deposits	–	8,056	18,056	–	18,056
Consumer debtors	65,806	54,594	55,619	91,780	55,619
Other debtors	53,542	53,957	38,742	92,724	38,742
Current portion of long-term receivables	–	–	–	–	–
Inventory	8,190	5,510	2,693	12,895	2,693
Total current assets	129,467	134,416	119,868	232,410	119,868
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	–	–	–	–	–
Investment property	60,324	48,000	48,000	60,343	48,000
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1,048,853	1,223,249	1,227,292	1,104,000	1,227,292
Biological	–	–	–	–	–
Intangible	31	30	30	31	30
Other non-current assets	15,811	14,752	14,752	1,928	14,752
Total non current assets	1,125,020	1,286,031	1,290,074	1,166,301	1,290,074
TOTAL ASSETS	1,254,487	1,420,447	1,409,942	1,398,711	1,409,942
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	10,975	10,980	10,980	8,409	10,980
Consumer deposits	5,516	5,701	5,701	5,737	5,701
Trade and other payables	106,573	71,167	70,243	107,929	70,243
Provisions	2,504	5,857	5,857	2,754	5,857
Total current liabilities	125,568	93,706	92,781	124,830	92,781
Non current liabilities					
Borrowing	2,444	–	–	–	–
Provisions	76,807	94,548	94,548	73,611	94,548
Total non current liabilities	79,251	94,548	94,548	73,611	94,548
TOTAL LIABILITIES	204,819	188,254	187,329	198,441	187,329
NET ASSETS	1,049,667	1,232,193	1,222,613	1,200,270	1,222,613
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,049,667	1,232,193	1,212,613	1,200,270	1,212,613
Reserves	–	–	10,000	–	10,000
TOTAL COMMUNITY WEALTH/EQUITY	1,049,667	1,232,193	1,222,613	1,200,270	1,222,613

The above table shows that community wealth amounts to R1, 200 billion, total liabilities R198, 441 million and the total assets R1, 398 billion. Non-current liabilities are mainly made up of borrowing and provisions for long service award, landfill site. Taking the current liabilities and current assets together, the municipality has current ratio of 1.9:1 that is below the acceptable norm of 2:1. The municipality still needs to keep the current liabilities low and increase the current assets to strengthen the liquidity ratio.

Table C7: Monthly Budget Statement Cash Flow

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	24,332	26,841	26,841	1,820	15,519	26,118	(10,599)	-41%	26,841
Service charges	83,646	94,138	85,338	7,220	55,625	65,127	(9,502)	-15%	94,138
Other revenue	21,376	20,268	8,968	8,333	22,478	11,381	11,097	98%	20,268
Transfers and Subsidies - Operational	273,214	293,916	351,806	504	274,798	325,338	(50,540)	-16%	351,806
Transfers and Subsidies - Capital	73,921	74,561	69,561	2,000	61,950	54,920	7,030	13%	69,561
Interest	1,768	4,373	11,979	119	940	2,506	(1,566)	-62%	4,373
Payments									
Suppliers and employees	(447,788)	(401,012)	(423,262)	(30,257)	(331,538)	(341,526)	(9,988)	3%	(440,419)
Finance charges	(2,592)	(1,184)	(2,633)	(75)	(2,442)	(2,407)	35	-1%	(1,184)
Transfers and Grants	(2,632)	(3,468)	(3,642)	-	(1,904)	(2,252)	(347)	15%	(3,468)
NET CASH FROM/(USED) OPERATING ACTIVITIES	25,247	108,434	124,956	(10,336)	95,425	139,204	43,780	31%	121,917
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(85,303)	(87,593)	(87,918)	(14,315)	(55,146)	(64,423)	(9,276)	14%	(84,280)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(85,303)	(87,593)	(87,918)	(14,315)	(55,146)	(64,423)	(9,276)	14%	(84,280)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	(500)	(500)	-	-	(281)	281	-100%	(500)
Increase (decrease) in consumer deposits	196	-	-	-	-	-	-	-	-
Payments									
Repayment of borrowing	(9,670)	(10,980)	(10,980)	(926)	(7,196)	(7,565)	(369)	5%	(10,980)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(9,474)	(11,480)	(11,480)	(926)	(7,196)	(7,845)	(649)	8%	(11,480)
NET INCREASE/ (DECREASE) IN CASH HELD	(69,530)	9,361	25,558	(25,577)	33,082	66,936			26,158
Cash/cash equivalents at beginning:	24,982	10,995	10,995		1,929	10,995			1,929
Cash/cash equivalents at month/year end:	(44,548)	20,356	36,552		35,012	77,931			28,087

Table C7 presents details pertaining to cash flow performance. As at end of February 2021, the net cash inflow from operating activities is R95, 425 million whilst net cash outflow from investing activities is R55, 146 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R7, 196 million. The cash and cash equivalent held at end of February 2021 amounted to R35, 012 million and the net effect of the above cash flows is cash outflow movement of 33, 082 million. The cash and cash equivalent at end of the reporting period of R35, 012 million, is mainly made up of cash in the primary bank account amounting to R35, 012 million and short-term investment amounting to R0.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Property rates	3%	The projected monthly revenue appear to be low in light of the actual revenue performance	No remedial action is needed since the variance is immeterial and the adjusted budget has been finanlised.
Service charges - electricity revenue	26%	The projected monthly revenue appear to be lower in light of the actual revenue performance	No remedial action is needed
Service charges - refuse revenue	0%	The actual revenue generated is slightly less than the projected monthly revenue	No remedial action is needed
Rental of facilities and equipment	-34%	The actual revenue generated is lower than the projected monthly revenue and the majority of the rented assets are not at arm's length transactions	The municipality should look into the revenue generated on their rental of facilities to see if they generate cash as they are rented out
Interest earned - external investments	0%	The municipality has no short term investment hence the actual revenue equals to the projected revenue.	The municipality shoud draft cash flow projections pain which will assist if there is a need to invest
Interest earned - outstanding debtors	-15%	The projected revenue is more than the actual revenue generated.	No remedial action is needed
Fines, penalties and forfeits	-97%	The contract of the speed fine cameras has been appointed however there is still challenges on revenue collection.	No remedial action is needed
Licences and permits	-12%	The actual revenue generated is slightly lower than the projected monthly revenue	No remedial action is needed
Transfers and subsidies	-22%	The equitable share trenches received is lower than the projections thereof.	No remedial action is needed as the adjustment budget has been finanlised.
Other revenue	-19%	The actual revenue generated is less than the projected monthly revenue.	No remedial action is needed as the variance is immeterial
Expenditure By Type			
Employee related costs	-12%	The actual expenditure incurred on employee related costs are less than the projections thereof	The expenditure should improve as soon as the appoint of vacant positions are filled
Remuneration of councillors	-11%	The actual expenditure incurred on remuniration of councillors is less than the projected monthly expenditure	No remedial action is needed as the adjustment budget has been finanlised.
Debt impairment	0%	Debt impairment is still calculated at year end	The municipality shoud do away with this approach as it not viable
Depreciation & asset impairment	0%	Depreciation is still calculated at year end	The municipality shoud do away with this approach as it not viable
Finance charges	-5%	Finance charges is mainly for finance lease and the leased invoices are not captured before System closure	The expenditure unit should priorities the capturing of invoice prior to month end closure
Bulk purchases	-12%	The municipal licenced electrification areas have increased and the projections are lower that the actual expenditure thereof.	No remedial action is needed for now.
Other materials	-33%	The discrepancy is caused by non spending on repairs and maintenance and the major portion of other materials as the results of lockdown since the fewer material is consumed.	No remedial action is needed
Contracted services	-14%	The actual expenditure incurred is less than the projected monthly expenditure	Major contracted payments should be captured immedially when they are paid to minimize the difference between the actual and projected.
Transfers and subsidies	-18%	The actual expenditure incurred is slightly more than the projected monthly expenditure	No remedial action is needed
Other expenditure	-15%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed for now.

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	-15%	The projections on capital grants is more than the spending thereof	No remedial action is needed
Provincial Government	0%		
Internally generated funds	-13%	The actual spending of internally generated funds are under projected	No remedial action is needed
Cash Flow			
Property rates	-41%	The actual collection rate on property rates is less than the projected rate	No remedial action is needed
Service charges	-15%	The collection rate on service charges is more than the projected rate	The municipality should come up strategies of collection methods in licenced municipal areas
Other revenue	98%	The collection rate on leased assets are more than the projections	The municipality should come up with strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	-16%	All grants have been received to this date and the projections are not in line with payment schedule.	No remedial action is needed
Interest	-62%	Interest on on other revenue is over projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	3%	The actual costs incurred is below the projected costs	No remedial action is needed
Finance charges	-1%	The finance charges have been under projected.	There should be a short term investment so the capital could earn interest
Capital assets	14%	The projected capital expenditure on capex is slightly higher than the actual spending thereof.	All the expected first trench of the grants have been received in line with their payment schedule
Transfers and Grants	15%	The payments relating to this account are slightly lower than the projections thereof	No remedial action is needed
Increase (decrease) in consumer deposits	0%	Consumer deposits were significantly more than the projection thereof	
Repayment of borrowing	5%	Projected repayments is higher than the actual Payment	No remedial action is needed

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2020/21											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Bad Debts Written Off	Impairment-Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	8,052	1,448	408	181	162	106	209	3,134	13,700	3,792		
Receivables from Non-exchange Transactions - Property Rates	3,291	1,666	1,361	1,307	1,283	1,230	5,950	36,778	52,865	46,548		
Receivables from Exchange Transactions - Waste Management	746	511	425	414	406	402	2,213	12,126	17,243	15,561		
Receivables from Exchange Transactions - Property Rental Debtors	187	29	18	19	10	6	42	1,011	1,322	1,087		
Interest on Arrear Debtor Accounts	1,409	1,359	1,314	1,292	1,257	1,224	6,638	28,812	43,304	39,223		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-		
Other	873	164	(24)	(28)	(124)	(10)	(1,282)	3,037	2,607	1,594		
Total By Income Source	14,559	5,177	3,501	3,185	2,994	2,957	13,770	84,899	131,042	107,805	-	-
2019/20 - totals only	11,089	4,781	3,306	2,934	2,675	2,528	13,881	67,045	108,238	89,062		
Debtors Age Analysis By Customer Group												
Organs of State	1,884	1,025	735	738	602	722	2,265	19,970	27,941	24,297		
Commercial	7,188	1,339	693	548	532	456	1,795	11,179	23,729	14,510		
Households	4,352	2,088	1,443	1,265	1,272	1,226	6,631	33,827	52,105	44,222		
Other	1,135	725	630	634	588	553	3,079	19,922	27,267	24,776		
Total By Customer Group	14,559	5,177	3,501	3,185	2,994	2,957	13,770	84,899	131,042	107,805	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of February amount to R131, 042 million. The debtors' book is made up as follows:

- Rates 40%
- Electricity 10%
- Rental 1%
- Refuse removal 13%
- Interest on Debtors 33%
- Other 2%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

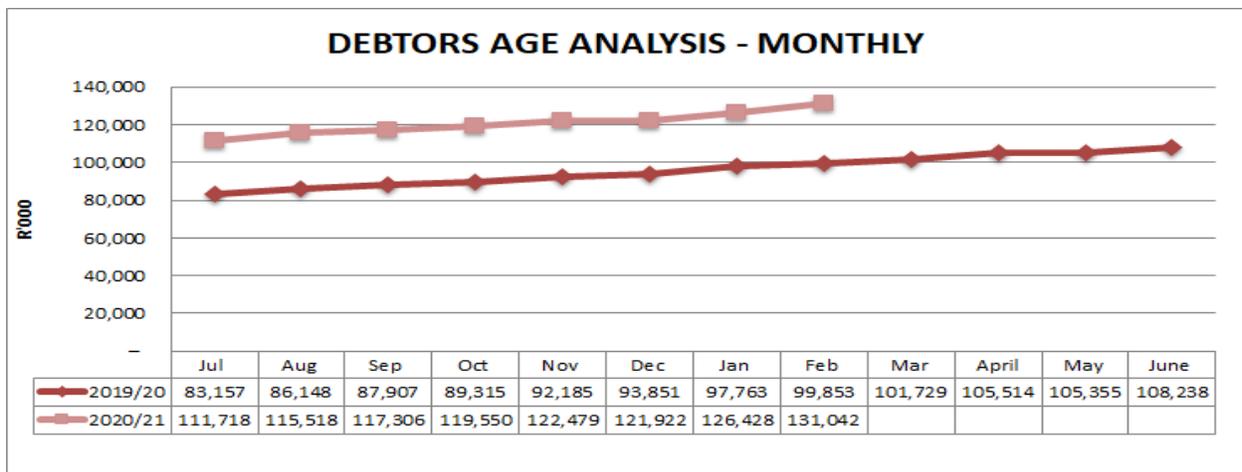
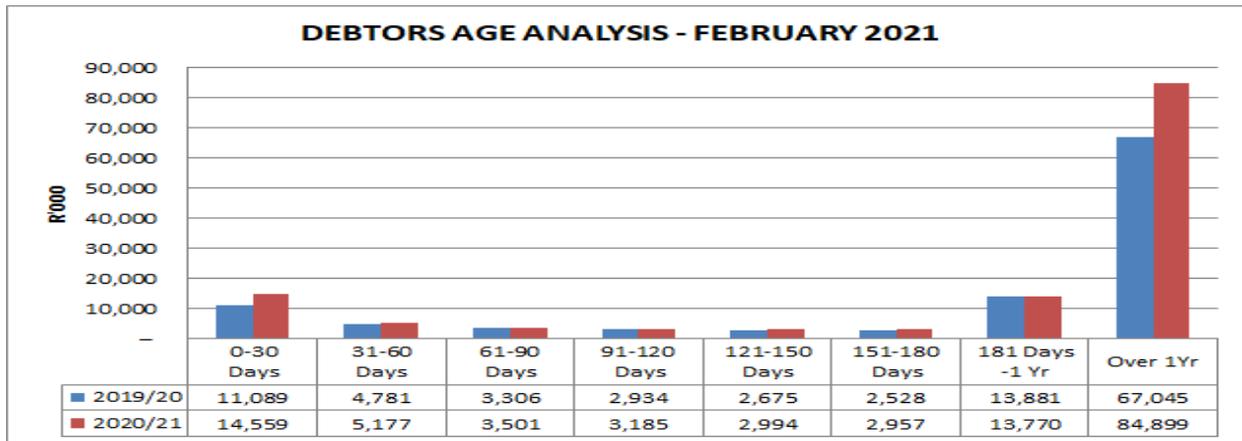


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2019/20 financial year and 2021/21 (as at end of February 2021) whilst the latter shows monthly movement of debtors for both the current financial year and the 2019/20 financial year. The debtors book is materially less than the 2021/21 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

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

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	ACCOUNT STATUS	OCC/OWN	OUTSTANDING BALANCE
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	1,862,577.12
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	634,691.40
9000276	DEPARTMENT OF PUBLIC WORKS-PROVINCIAL	ACTIVE	OWNER	788,827.88
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OWNER	522,913.61
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OWNER	570,356.74
800000478	DAYBREAK PROP 3 PTY LTD	ACTIVE	OWNER	510,550.38
5001708	UNITRADE 518 (PTY) LTD	ACTIVE	OWNER	144,765.67
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	170,604.27
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	159,857.01
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	153,406.15
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OWNER	205,699.23
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	122,790.03
20494	BREAKAWAY TRUST	ACTIVE	OWNER	216,986.79
9002503	GOUWS BOERDERY TRUST	ACTIVE	OWNER	144,286.68
5617	GROBLERSDAL VLEISMARK PTY LTD	ACTIVE	OWNER	247,662.89
9000400	UITZOECHT LANDGOED CC	ACTIVE	OWNER	111,893.03
4300009	BONUREX (PTY) LTD (CHICKEN LICKEN)	ACTIVE	OCCUPIER	210,423.79
9019006	TIGER STRIPES INVESTMENTS (PTY	ACTIVE	OWNER	141,189.19
37850	WORLD WATCH TRADING 136 CC	ACTIVE	OCCUPIER	239,303.21
5002109	VAN AARD FJ(MAPOCHH	ACTIVE	OCCUPIER	88,896.51
TOTAL				7,247,681.58

Supporting Table: SC 4 - Creditors Age Analysis

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

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

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

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

TOP CREDITORS PAID

The Municipality had an amount of R31, 095 million as outstanding creditors by the end of the month of February 2021.

CODE	CREDITOR NAME	AMOUNT
1	ESKOM	6,837,963.10
81086	DIFF CONSTRUCTION GROUP	6,782,584.31
81035	SPECTRUM UTILITY MANAGEMENT	3,487,154.35
81005	UNITY CONSTRUCTION	3,094,998.65
81045	MWELASE THOBS CONSTRUCTION	2,077,324.37
80984	GUBIS 85 SOLUTION	1,983,958.82
81101	VIBRO BRICKS AND PAVING	1,632,887.30
80889	FLEET HORIZON SOLUTIONS	1,230,537.81
81098	AUDITOR GENERAL OF SOUTH AFRICA	662,244.09
81091	MAKANAKA RISK AND ADVISORY SER	521,435.19
41093	MTP INFRASTRUCTURE RESOURCES	492,936.00
81060	TLOU INTERGRATED TECH	459,054.50
41009	TSHASHU CONSULTING AND PROJECT	407,736.41
81099	PHUTITAU INVESTMENT	402,500.00
81062	TBZ AND SON TRADING	398,193.35
81080	MULALO BUSINESS ENTERPRISE	180,866.25
7989	MUNSOFT (PTY) LTD	148,352.63
81059	MOHUBE SETSOALO MABUSELA	124,020.00
80591	MOTHAKGE PHADIMA CONSTRUCTION	106,932.69
81046	SEILELE TL	64,000.00
TOTAL		31,095,679.82

Supporting Table: SC 5 - Investment Portfolio

The Municipality has no short-term investment.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	273,218	293,320	351,806	504	274,798	277,108	(2,310)	-1%	351,806
Local Government Equitable Share	269,013	289,039	347,525	-	270,517	273,209	(2,692)	-1%	347,525
Finance Management	2,235	2,600	2,600	-	2,600	2,600	-		2,600
EPWP Incentive	1,374	1,681	1,681	504	1,681	1,299	382	29%	1,681
Disaster Relief Grant COVID-19 (Corona virus)	596	-	-	-	-	-	-		-
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A									
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total Operating Transfers and Grants	273,218	293,320	351,806	504	274,798	277,108	(2,310)	-1%	351,806
Capital Transfers and Grants									
National Government:	73,921	74,561	69,561	2,000	61,950	63,616	(1,666)	-3%	69,561
Municipal Infrastructure Grant (MIG)	54,921	54,561	54,561	-	46,950	48,616	(1,666)	-3%	54,561
Integrated National Electrification Grant	19,000	20,000	15,000	2,000	15,000	15,000			15,000
Provincial Government:	21,771	-	-	-	-	-	-	-	-
Coghsta - Development	21,771	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total Capital Transfers and Grants	95,692	74,561	69,561	2,000	61,950	63,616	(1,666)	-3%	69,561
TOTAL RECEIPTS OF TRANSFERS & GRANTS	368,910	367,881	421,367	2,504	336,748	340,724	(3,976)	-1%	421,367

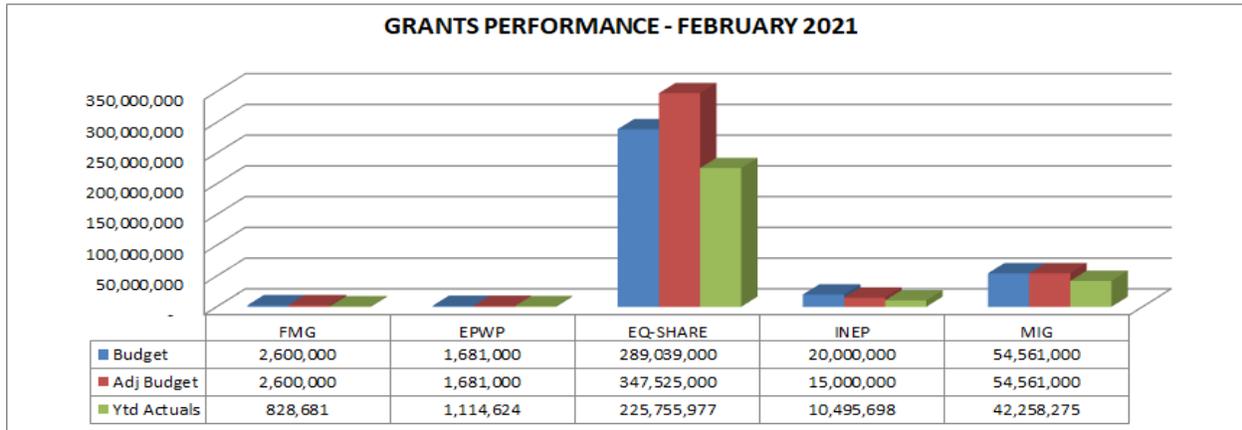
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R336, 748 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R270, 517 million; Municipal Infrastructure Grant amounting to R46, 950 million; Integrated National Energy Grant R15, 000 million, Financial Management Grant R2, 600 million and Expanded Public Works Programme R1,681 million were received. Most of the first trench of the grants allocated for the current financial year, so far have been received in line with National Treasury payment schedule.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	273,218	293,320	351,806	29,393	227,699	277,108	(49,409)	-18%	351,806
Local Government Equitable Share	269,013	289,039	347,525	28,960	225,756	273,209	(47,453)	-17%	347,525
Finance Management	2,235	2,600	2,600	305	829	2,600	(1,771)	-68%	2,600
EPWP Incentive	1,374	1,681	1,681	127	1,115	1,299	(185)	-14%	1,681
Disaster Relief Grant COVID-19 (Corona virus)	596	-	-	-	-	-	-	-	-
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A									
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total operating expenditure of Transfers and Grants:	273,218	293,320	351,806	29,393	227,699	277,108	(49,409)	-18%	351,806
Capital expenditure of Transfers and Grants									
National Government:	70,685	74,561	69,561	9,667	52,754	63,616	(10,862)	-17%	69,561
Municipal Infrastructure Grant (MIG)	51,731	54,561	54,561	7,359	42,258	48,616	(6,358)	-13%	54,561
Intergrated National Electrification Grant	18,954	20,000	15,000	2,308	10,496	15,000	(4,504)	-30%	15,000
Provincial Government:	21,471	-	-	-	-	-	-	-	-
Coghsta - Development	21,471	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A									
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A									
Total capital expenditure of Transfers and Grants	92,156	74,561	69,561	9,667	52,754	63,616	(10,862)	-17%	69,561
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	365,374	367,881	421,367	39,060	280,453	340,724	(60,271)	-18%	421,367

An amount of R39, 060 million has been spent on grants during the month of February 2021 and the year to date actuals is R280, 453 million whilst the year to date budget amounts to R340, 724 million and this results in under spending variance of R60, 271 million that translates to 18%. Of the total spending amounting to R39, 060 million, R29, 393 million is spent on operational grants whilst capital grants amounts to R9, 667 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 February 2021. The grants expenditure are shown below in percentages:

- Financial Management Grant 31.87%
- Expanded Public Work Programme 66.31%
- Equitable Share 64.96%
- Integrated National Electrification Grant 69.97%
- Municipal Infrastructure Grant 77.45%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	14,458	15,692	15,392	1,179	9,468	10,647	(1,179)	-11%	15,692
Pension and UIF Contributions	1,713	1,761	1,776	132	1,070	1,203	(132)	-11%	1,761
Medical Aid Contributions	319	340	383	34	261	294	(34)	-11%	340
Motor Vehicle Allowance	5,149	5,622	5,622	431	3,445	3,875	(431)	-11%	5,622
Cellphone Allowance	2,701	2,877	2,877	226	1,806	2,031	(226)	-11%	2,877
Other benefits and allowances	235	234	234	19	149	168	(19)	-11%	234
Sub Total - Councillors	24,575	26,525	26,283	2,020	16,198	18,218	(2,020)	-11%	26,525
% increase		8%	7%						8%
Senior Managers of the Municipality									
Basic Salaries and Wages	4,938	6,540	4,855	325	2,770	3,420	(650)	-19%	6,540
Pension and UIF Contributions	178	202	288	12	102	135	(33)	-24%	202
Medical Aid Contributions	82	85	88	7	57	65	(7)	-11%	85
Motor Vehicle Allowance	661	791	649	36	317	414	(96)	-23%	791
Cellphone Allowance	168	-	145	9	81	109	(27)	-25%	103
Other benefits and allowances	446	376	394	0	406	431	(25)	-6%	376
Payments in lieu of leave	18	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	6,491	7,993	6,419	390	3,734	4,574	(839)	-18%	8,096
% increase		23%	-1%						25%
Other Municipal Staff									
Basic Salaries and Wages	87,892	99,984	94,731	7,783	63,895	71,897	(8,002)	-11%	99,984
Pension and UIF Contributions	17,806	26,133	19,658	1,579	12,665	14,334	(1,668)	-12%	26,133
Medical Aid Contributions	5,555	8,477	5,239	445	3,480	3,922	(443)	-11%	8,598
Overtime	1,443	974	1,811	104	824	1,101	(277)	-25%	974
Motor Vehicle Allowance	11,056	12,848	12,526	1,005	8,003	9,011	(1,008)	-11%	12,955
Cellphone Allowance	1,786	102	1,897	160	1,263	1,424	(161)	-11%	152
Housing Allowances	179	17	204	17	137	154	(17)	-11%	25
Other benefits and allowances	5,710	12,488	15,123	179	8,519	10,048	(1,529)	-15%	12,967
Payments in lieu of leave	3,479	-	439	50	477	478	(1)	0%	-
Long service awards	439	733	1,429	565	1,097	1,309	(212)	-16%	733
Post-retirement benefit obligations									
Sub Total - Other Municipal Staff	135,345	161,756	153,058	11,887	100,361	113,679	(13,318)	-12%	162,520
% increase		20%	13%						20%
Total Parent Municipality	166,412	196,274	185,760	14,297	120,293	136,470	(16,178)	-12%	197,141
		18%	12%						18%
TOTAL SALARY, ALLOWANCES & BENEFITS	166,412	196,274	185,760	14,297	120,293	136,470	(16,178)	-12%	197,141
% increase		18%	12%						18%
TOTAL MANAGERS AND STAFF	141,837	169,749	159,477	12,277	104,095	118,252	(14,157)	-12%	170,616

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of February 2021 amounts to R104, 095 million and the year to date budget is R118, 252 million and the expenditure for remuneration of councilors amounts to R16, 198 million while the year to date budget is R18, 218 million. The year to date actual expenditure for senior managers is R3, 734 million and the year to date budget thereof is R4, 574 million. There is one senior management vacant position (Budget and Treasury) and this is causing underspending variance on budget performance for senior management. The year to date actuals for other municipal staff is R100, 361 million and the year to date budget is R113, 679 million. The remuneration of councilors and other municipal staff category has under spending variance, and there is only one vacant position in the senior management level and the position in the new financial year 2021/21.

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

Description	Budget Year 2020/21												2020/21 Medium Term Revenue		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Budget	April Budget	May Budget	June Budget	Budget Year	Budget Year +1	Budget Year +2
Cash Receipts By Source															
Property rates	2,023	1,960	2,294	2,510	2,072	1,645	1,195	1,820	2,216	2,237	2,224	4,646	26,841	28,076	29,367
Service charges - electricity revenue	5,482	6,173	7,122	6,798	7,023	6,488	6,835	6,906	7,391	7,591	7,389	13,495	88,692	92,772	97,039
Service charges - refuse	339	290	392	397	368	342	357	314	459	484	464	1,241	5,446	5,697	5,959
Rental of facilities and equipment	38	58	41	43	30	23	24	187	72	71	72	200	860	899	941
Interest earned - external investments	-	-	83	29	-	-	-	-	392	-	722	1,816	3,042	3,182	3,328
Interest earned - outstanding debtors	80	91	158	141	75	88	74	119	82	60	210	152	1,331	1,392	1,457
Fines, penalties and forfeits	39	35	39	31	1	36	96	87	821	931	991	9,027	12,134	12,554	12,994
Licences and permits	367	347	469	535	434	218	325	436	86	79	1,135	1,913	6,344	6,635	6,941
Transfers and Subsidies - Operational	130,489	2,600	-	756	-	140,449	-	504	77,136	-	-	(58,018)	293,916	314,089	333,501
Other revenue	1,735	1,183	1,374	1,618	1,296	2,323	1,386	7,623	90	62	100	(17,859)	931	974	1,018
Cash Receipts by Source	140,592	12,737	11,972	12,859	11,300	151,613	10,291	17,996	88,744	11,514	13,306	(43,387)	439,537	466,270	492,544
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	16,470	5,000	-	14,830	8,000	15,650	-	2,000	15,378	-	-	(2,767)	74,561	77,207	72,606
Transfers and subsidies - capital (monetary allocations)															
Proceeds on Disposal of Fixed and Intangible Assets				-		-		-		236		(236)	-	-	-
Short term loans															
Borrowing long term/refinancing				-	-		-		(62)		(39)	(399)	(500)	(480)	(520)
Increase (decrease) in consumer deposits															
Decrease (increase) in non-current receivables															
Decrease (increase) in non-current investments															
Total Cash Receipts by Source	157,062	17,737	11,972	27,689	19,300	167,263	10,291	19,996	104,060	11,750	13,268	(46,789)	513,598	542,997	564,630
Cash Payments by Type															
Employee related costs	12,071	11,833	11,686	11,691	11,767	19,642	13,128	12,277	13,242	13,242	13,242	25,927	169,749	177,557	185,725
Remuneration of councillors	2,020	2,020	2,020	2,020	2,020	2,056	2,020	2,020	2,183	2,183	2,183	3,778	26,525	27,745	29,021
Interest paid	-	115	1,185	101	90	608	270	75	30			(1,289)	1,184	83	15
Bulk purchases - Electricity	22,318	9,105	8,055	8,682	268	6,421	6,204	7,258	8,410	8,760	8,800	(233)	94,047	98,937	107,743
Other materials	178	1,016	1,779	877	237	361	563	975	926	757	966	331	8,964	12,707	13,522
Contracted services	33,407	2,528	4,351	11,653	3,057	10,605	7,867	6,396	3,045	3,572	3,850	(29,670)	60,660	57,320	59,107
Grants and subsidies paid - other	244	192	358	260	244	354	252	-	247	247	247	822	3,468	3,605	3,747
General expenses	1,676	5,029	2,117	11,838	146	23,011	11,939	1,331	4,361	3,036	3,025	(26,441)	41,067	39,436	41,140
Cash Payments by Type	71,914	31,838	31,551	47,121	17,829	63,057	42,242	30,332	32,444	31,798	32,314	(26,777)	405,664	417,391	440,021
Other Cash Flows/Payments by Type															
Capital assets	1,043	6,449	10,619	4,827	4,391	10,490	3,012	14,315	7,965	6,846	7,987	9,648	87,593	93,994	94,483
Repayment of borrowing	872	881	888	896	903	911	918	926	938	948	958	940	10,980	2,489	-
Other Cash Flows/Payments															
Total Cash Payments by Type	73,830	39,168	43,059	52,844	23,123	74,459	46,173	45,573	41,347	39,591	41,258	(16,188)	504,236	513,874	534,504
NET INCREASE/(DECREASE) IN CASH HELD	83,232	(21,430)	(31,087)	(25,155)	(3,823)	92,804	(35,882)	(25,577)	62,712	(27,842)	(27,990)	(30,601)	9,361	29,123	30,126
Cash/cash equivalents at the month/year beginning:	1,929	85,161	63,731	32,644	7,489	3,666	96,470	60,589	35,012	97,724	69,882	41,892	1,929	11,291	40,414
Cash/cash equivalents at the month/year end:	85,161	63,731	32,644	7,489	3,666	96,470	60,589	35,012	97,724	69,882	41,892	11,291	11,291	40,414	70,540

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 R19, 996 million and the total cash payment for the month were R45, 573 million and this resulted in net decrease in cash held amounting to R25, 577 million. With cash and cash equivalent of R60, 589 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R35, 012 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
July	1,112	6,438	6,438	1,043	1,043	6,438	5,394	84%	1%
August	8,112	4,370	4,370	6,449	7,492	10,808	3,316	31%	8%
September	5,020	8,862	8,862	10,619	18,111	19,670	1,558	8%	20%
October	12,851	6,303	6,303	4,827	22,938	25,973	3,035	12%	26%
November	14,910	8,248	8,248	4,391	27,329	34,221	6,892	20%	31%
December	6,657	9,508	9,508	10,490	37,819	43,729	5,910	14%	42%
January	10,655	3,141	3,141	3,012	40,832	46,870	6,038	13%	46%
February	7,260	6,205	6,205	14,315	55,146	53,075	(2,071)	-4%	62%
March	5,799	5,653	5,653			58,728	-		
April	3,395	8,602	8,602			67,330	-		
May	8,517	11,684	11,684			79,014	-		
June	13,671	10,265	5,265			84,280	-		
Total Capital expenditure	97,961	89,280	84,280	55,146					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of February amounts to R14, 315 million. The year to date actual expenditure incurred is R55, 146 million whilst the year to date budget is R53, 075 million that gives rise to under spending variance of R2, 071 million that translate to 4%.

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

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	67,457	20,000	15,000	2,007	9,072	10,542	1,469	14%	15,000
Roads Infrastructure	51,346	-	-	-	-	-	-		-
Roads	51,346	-					-		-
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Drainage Collection							-		
Electrical Infrastructure	16,111	20,000	15,000	2,007	9,072	10,542	1,469	14%	15,000
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	16,111	20,000	15,000	2,007	9,072	10,542	1,469	14%	15,000
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Waste Processing Facilities							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Other assets	-	2,339	2,199	-	1,350	1,350	-		2,199
Municipal Offices		600	770	-	-	-	-		770
Pay/Enquiry Points							0%		
Building Plan Offices							-		
Workshops		1,739	1,429	-	1,350	1,350	-		1,429
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	38	250	250	-	242	242	-		250
Computer Equipment	38	250	250	-	242	242	-		250
Furniture and Office Equipment	526	800	800	64	237	313	76	24%	800
Furniture and Office Equipment	526	800	800	64	237	313	76	24%	800
Machinery and Equipment	1,492	1,200	804	-	54	203	148	73%	804
Machinery and Equipment	1,492	1,200	804	-	54	203	148	73%	804
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on new assets	69,514	24,589	19,053	2,071	10,955	12,649	1,693	13%	19,053

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

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	10,527	46,940	51,853	8,748	37,102	42,373	5,270	12%	51,853
Roads Infrastructure	10,527	39,222	51,753	8,748	37,102	42,373	5,270	12%	51,753
Roads	10,527	39,222	51,753	8,748	37,102	42,373	5,270	12%	51,753
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	-	7,719	100	-	-	-	-		100
Landfill Sites		7,719	100	-	-	-	-		100
Waste Transfer Stations							-		
Community Assets	-	600	720	-	-	79	79	100%	720
Libraries							-		
Cemeteries/Crematoria		600	720	-	-	79	79	100%	720
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	10,527	47,540	52,573	8,748	37,102	42,452	5,349	12.6%	52,573

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

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	5,119	9,729	15,272	179	4,612	7,235	2,624	36%	15,272
Roads Infrastructure	161	4,892	7,783	82	2,546	3,812	1,266	33%	7,783
Roads	161	4,892	7,783	82	2,546	3,812	1,266	33%	7,783
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	2,180	1,845	3,689	97	389	1,288	899	70%	3,689
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	2,180	1,845	3,689	97	389	1,288	899	70%	3,689
Solid Waste Infrastructure	2,778	2,993	3,800	-	1,677	2,136	459	21%	3,800
Landfill Sites	2,778	2,993	3,800	-	1,677	2,136	459	21%	3,800
Waste Transfer Stations							-		
Community Assets	-	306	1,806	-	50	431	381	88%	1,806
Community Facilities	-	306	1,806	-	50	431	381	88%	1,806
Libraries							-		
Parks		306	1,806	-	50	431	381	88%	1,806
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	1,497	1,845	1,690	99	392	501	109	22%	1,690
Operational Buildings	1,497	1,845	1,690	99	392	501	109	22%	1,690
Workshops							-		
Intangible Assets	-	425	180	-	-	32	32	100%	180
Servitudes							-		
Licences and Rights	-	425	180	-	-	32	32	100%	180
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	1,306	1,214	1,834	313	776	1,102	325	30%	1,834
Machinery and Equipment	1,306	1,214	1,834	313	776	1,102	325	30%	1,834
Transport Assets	2,727	1,854	2,418	9	1,751	2,077	326	16%	2,418
Transport Assets	2,727	1,854	2,418	9	1,751	2,077	326	16%	2,418
Total Repairs and Maintenance Expenditure	10,649	15,373	23,200	600	7,581	11,379	3,798	33.4%	23,200

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

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class/Sub-class									
Infrastructure	41,654	40,059	40,059	-	-	17,873	17,873	100%	40,059
Roads Infrastructure	36,797	29,935	29,935	-	-	14,807	14,807	100%	29,935
Roads	36,797	29,935	29,935			14,807	14,807	100%	29,935
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	4	3,953	3,953	-	-	1,308	1,308	100%	3,953
Attenuation							-		
Electrical Infrastructure	4,156	5,501	5,501	-	-	1,586	1,586	100%	5,501
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	4,156	5,501	5,501			1,586	1,586	100%	5,501
Solid Waste Infrastructure	697	670	670	-	-	172	172	100%	670
Landfill Sites	697	670	670			172	172	100%	670
Waste Transfer Stations							-		
Community Assets	1,209	3,108	3,108	-	-	2	2	100%	3,108
Cemeteries/Crematoria	1,209	3,108	3,108			2	2	100%	3,108
Police							-		
Other assets	4,079	500	500	-	-	499	499	0	500
Operational Buildings	4,079	500	500	-	-	499	499	100%	500
Workshops							-		
Intangible Assets	1,169	402	402	-	-	-	-		402
Servitudes							-		
Computer Software and Applications	1,169	402	402				-		402
Computer Equipment	644	1,616	1,616	-	-	278	278	100%	1,616
Computer Equipment	644	1,616	1,616			278	278	100%	1,616
Furniture and Office Equipment	672	3,390	3,390	-	-	236	236	100%	3,390
Furniture and Office Equipment	672	3,390	3,390			236	236	100%	3,390
Machinery and Equipment	-	2,316	2,316	-	-	689	689	100%	2,316
Machinery and Equipment	-	2,316	2,316			689	689	100%	2,316
Transport Assets	3,849	3,772	3,772	-	-	2,306	2,306	100%	3,772
Transport Assets	3,849	3,772	3,772			2,306	2,306	100%	3,772
Total Depreciation	53,277	55,163	55,163	-	-	21,883	21,883	100%	55,163

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

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	10,828	16,150	15,950	3,495	7,060	9,048	1,988	22%	15,950
Roads Infrastructure	10,828	16,150	15,950	3,495	7,060	9,048	1,988	22%	15,950
Roads	10,828	16,150	15,950	3,495	7,060	9,048	1,988	22%	15,950
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Attenuation							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Community Assets	-	1,000	800	-	29	275	246	90%	800
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Parks		1,000	800	-	29	275	246	0	800
Other assets	1,299	-	-	-	-	-	-		-
Operational Buildings	1,299	-	-	-	-	-	-		-
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	12,127	17,150	16,750	3,495	7,089	9,322	2,234	24%	16,750

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 R10, 955 million and the year to date budget is R12, 649 million that reflects under spending variance of R1, 693 million that translates to 13% variance.

The year to date actuals on renewal of existing assets amounts R37, 102 million and with the year to date budget of R42, 452 million and this reflects under spending variance of R5, 349 million that translates to 12.6% variance.

The year to date actual expenditure on repairs and maintenance is R7, 581 million, and the year to date budget is R11, 379 million, reflecting under spending variance of R3, 798 million that translates to 33.4%.

The year to date actual expenditure on upgrading of existing assets is R7, 089 million, and the year to date budget is R9, 322 million, reflecting under spending variance of R2, 234 million that translates to 24%.

The year to date actual expenditure on depreciation and asset impairment is R0 and the year to date budget is R21, 883 million, reflecting spending variance of R21, 883 million, that translates to 100% which means the integration between asset management system and core financial system is done bi-annually and this is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is partially complying with some of mSCOA requirements.

List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	Medium Term Revenue and Expenditure Framework			
					Budget Year 2020/21			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Parent municipality:								
Technical Services	Kgoshi Rammupudu Road	Renewal	Infrastructure	Roads Infrastructure	16,000	16,500	10,596	64%
Technical Services	Upgrading of Mogaung Road	Upgrade	Infrastructure	Roads Infrastructure	15,250	15,250	7,060	46%
Technical Services	Electrification of Mashemong	New	Infrastructure	Electrical Infrastructure	10,494	10,734	7,202	67%
Technical Services	Tambo Road Construction	Renewal	Infrastructure	Roads Infrastructure	9,581	10,058	8,338	83%
Technical Services	Groblerdsdal Landfill site	Renewal	Infrastructure	Roads Infrastructure	7,719	100	–	0%
Technical Services	Motetema Internal Streets	Renewal	Infrastructure	Roads Infrastructure	7,629	7,629	7,164	94%
Technical Services	Kgaphamadi Road	Renewal	Infrastructure	Roads Infrastructure	5,500	11,654	10,303	88%
Technical Services	Electrification of Masakaneng	New	Infrastructure	Electrical Infrastructure	5,100	–	–	0%
Technical Services	Kgaphamadi Bus Road	Renewal	Infrastructure	Roads Infrastructure	–	4,913	–	0%
Technical Services	Electrification of Ntswelemotse	New	Infrastructure	Electrical Infrastructure	2,430	2,190	1,735	79%
Technical Services	Electrification of Zumapark	New	Infrastructure	Electrical Infrastructure	1,976	2,076	136	7%
Technical Services	Development of workshop	New	Infrastructure	Operational building	1,739	1,429	1,350	94%
Community Services	Upgrading and Development of Parks	Renewal	Community assets	Operational building	1,000	800	29	4%
Technical Services	Nyakoroane Road	Upgrade	Infrastructure	Roads Infrastructure	900	700	–	0%
Corporate Services	Furniture and Office Equipment	New	Furniture and Office equipment	Electrical Infrastructure	800	800	237	30%
Community Services	Cemeteries	Renewal	Community assets	Cemeteries/Crematoria	600	600	–	0%
Community Services	Mobile Offices	New	Community assets	Operational building	600	770	–	0%
Technical Services	Laersdrift Road	Renewal	Infrastructure	Roads Infrastructure	511	999	701	70%
Corporate Services	Machinery and Equipment	New	Machinery and Equipment	Machinery and Equipment	500	454	54	12%
Finance	Machinery and Equipment: Forklift	New	Machinery and Equipment	Machinery and Equipment	350	350	–	0%
Technical Services	Aircons Conditioner	New	Infrastructure	Equipment	350	–	–	0%
Corporate Services	Computer Equipment	New	Equipment	Equipment	250	250	242	97%
Technical Services	Cemeteries	Renewal	Community assets	Cemeteries/Crematoria	–	120	–	0%

Quality certificate

I, **MESHACK MAHLAGAUME KGWALE**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of February 2021 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

12/03/2021

**Elias Motsoaledi Local
Municipality**

12 MAR 2021

Municipal Manager