

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2023/24

REPORTING PERIOD: FOURTH QUARTER

PART 1: QUARTERLY REPORT

PURPOSE

To submit a report to council within 30 days of the end of each quarter on implementation of the Budget and Financial state of the Municipality as required by Section 52 of the Municipal Finance Management Act

Executive Summary

Section 52 of the Municipal Finance Management Act deals with requirements for quarterly reporting and further states that the Mayor of the Municipality must within 30 days of the end of each quarter submit a report to council on implementation of the Budget and the financial state of the Municipality.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2023/24			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	680,763,743	697,761,925	638,998,494	92%
		-		
OPERATING EXPENDITURE	654,216,898	677,674,528	610,187,472	90%
		-		
TRANSFER - CAPITAL	79,756,000	76,056,134	72,246,433	95%
SURPLUS/(DEFICIT)	106,302,845	96,163,125	101,077,051	105%
CAPITAL EXPENDITURE	84,156,000	94,038,144	90,601,595	96%

Table C1: Quarterly Budget Statement Summary

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	54,993	63,025	60,026	15,939	59,487	60,026	(539)	-1%	60,026
Service charges	96,995	125,701	125,520	29,359	113,453	125,520	(12,067)	-10%	125,520
Investment revenue	2,996	2,306	8,678	1,210	7,316	8,678	(1,362)	-16%	8,678
Transfers and subsidies	338,905	363,745	363,612	1,289	363,048	363,612	(564)	0%	363,612
Other own revenue	26,828	125,987	139,925	5,996	95,694	139,925	(44,231)	-32%	139,925
Total Revenue (excluding capital transfers and contributions)	520,718	680,764	697,762	53,794	638,998	697,762	(58,763)	-8%	697,762
Employee costs	162,017	194,460	178,695	44,386	178,956	178,695	261	0%	178,695
Remuneration of Councillors	24,855	26,490	28,006	6,456	27,289	28,006	(717)	-3%	28,006
Depreciation & asset impairment	60,629	65,402	59,298	30,934	60,971	59,298	1,673	3%	59,298
Finance charges	1,623	931	1,543	213	1,585	1,543	42	3%	1,543
Materials and bulk purchases	129,936	153,791	144,459	28,916	134,588	144,459	(9,871)	-7%	144,899
Transfers and subsidies	4,495	3,176	6,871	6,092	10,946	6,871	4,075	59%	7,131
Other expenditure	151,158	209,967	258,801	26,539	195,853	258,801	(62,949)	-24%	258,102
Total Expenditure	534,713	654,217	677,675	143,536	610,187	677,675	(67,487)	-10%	677,675
Surplus/(Deficit)	(13,995)	26,547	20,087	(89,743)	28,811	20,087	8,724	43%	20,087
Transfers and subsidies - capital (monetary allocations)	91,816	79,756	75,385	18,342	72,246	75,385	(3,139)	-4%	75,385
Transfers and subsidies - capital (monetary allocations)	-	-	691	-	20	691	(671)	-97%	691
Surplus/(Deficit) after capital transfers & contributions	77,820	106,303	96,163	(71,401)	101,077	96,163	4,914	5%	96,163
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	77,820	106,303	96,163	(71,401)	101,077	96,163	4,914	5%	96,163
Capital expenditure & funds sources									
Capital expenditure	98,645	84,156	94,038	26,469	90,602	94,038	(3,437)	-4%	94,038
Capital transfers recognised	77,457	79,756	76,056	18,924	69,884	76,056	(6,172)	-8%	76,056
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	21,188	4,400	17,982	7,545	20,718	17,982	2,736	15%	17,982
Total sources of capital funds	98,645	84,156	94,038	26,469	90,602	94,038	(3,437)	-4%	94,038
Financial position									
Total current assets	256,254	248,465	221,593		283,931				221,593
Total non current assets	1,239,934	1,379,378	1,394,852		1,243,425				1,394,852
Total current liabilities	169,725	124,219	130,123		141,815				130,123
Total non current liabilities	92,008	92,871	95,052		116,096				95,052
Community wealth/Equity	1,234,455	1,410,753	1,391,270		1,269,445				1,391,270
Cash flows									
Net cash from (used) operating	128,295	56,732	85,611	48,082	80,840	102,246	21,406	21%	85,611
Net cash from (used) investing	(98,645)	(71,634)	(81,275)	(35,685)	(90,602)	(83,652)	6,950	-8%	(81,275)
Net cash from (used) financing	(7,251)	(7,009)	(9,257)	(3,557)	(8,521)	(9,042)	(520)	6%	(9,257)
Cash/cash equivalents at the month/year end	32,939	19,757	9,789	-	23,385	24,262	877	4%	36,747
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	15,812	8,961	4,446	4,150	4,023	4,013	3,911	171,333	216,650
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Revenue

For the fourth quarter of April to June 2024, the year to date actual amounted to R638, 998 million with the year-to-date budget of R697, 762 which shows positive 8% year to date variance when compared to the year-to-date budget. Of the total revenue received during the fourth quarter, the major portion of R337, 809 million is from equitable share. Other receipts are from property rates, service charges and other grants.

Operating Expenditure

The operating expenditure for the fourth quarter amounts to R610, 187 million with the year-to-date budget of R677, 675 million which shows negative 10% year to date variance when compared to the year-to-date budget.

Capital Expenditure

The year-to-date actual capital expenditure as at end of fourth quarter amounts to R90, 576 million and the year-to-date budget amounts to R94, 038 million and this deviates with negative 4% when compared to year to date target.

Surplus/Deficit

Taking the above into consideration the net operating surplus for the fourth quarter ending 30 June 2024 amounts to R101, 077 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of June amounts to R216, 650 million and this shows an increase of R31, 123 million as compared to R185, 527 million as at end of 2022/23 financial year. This increase portrays declining revenue collection of the municipality as the lesser the collection rate the more the increase in consumer debtors.

Consumer debtors is made up of service charges and property rates that amount to R132, 538 million and other debtors amounting to R84, 112 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

The municipality is currently striving for paying its creditors within 30 days of receipt of invoice as required by MFMA. However, the municipality has instances where the cash flow position was quite unfavorable, and it was then unable to service certain creditors as and when became due. This resulted in the municipality incurring penalties and/or fruitless and wasteful expenditure due to late payment, however the municipality try by all means to avoid such.

Table C2 – Quarterly Financial Performance (Standard Classification)

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	277,768	300,481	304,943	21,906	305,586	304,943	642	0%	304,943
Executive and council	43,728	55,444	55,444	–	42,864	55,444	(12,580)	-23%	55,444
Finance and administration	220,586	231,152	235,615	21,906	246,163	235,615	10,548	4%	235,615
Internal audit	13,455	13,884	13,884	–	16,559	13,884	2,675	19%	13,884
Community and public safety	31,175	129,150	140,865	1,482	103,742	140,865	(37,123)	-26%	140,865
Community and social services	10,947	11,327	11,326	11	11,295	11,326	(32)	0%	11,326
Sport and recreation	17,033	17,595	17,595	1	17,578	17,595	(18)	0%	17,595
Public safety	3,195	100,228	111,944	1,470	74,870	111,944	(37,074)	-33%	111,944
Economic and environmental services	140,432	130,503	127,503	17,402	122,266	127,503	(5,237)	-4%	127,503
Planning and development	21,669	22,674	22,508	143	23,780	22,508	1,272	6%	22,508
Road transport	117,952	106,992	104,159	17,259	97,650	104,159	(6,509)	-6%	104,159
Environmental protection	811	836	836	–	836	836	–		836
Trading services	163,158	200,386	200,526	31,345	179,670	200,526	(20,856)	-10%	200,526
Energy sources	126,820	151,238	150,886	28,064	129,271	150,886	(21,614)	-14%	150,886
Waste management	36,339	49,148	49,641	3,281	50,399	49,641	758	2%	49,641
Total Revenue - Functional	612,533	760,520	773,838	72,136	711,265	773,838	(62,573)	-8%	773,838
Expenditure - Functional									
Governance and administration	215,448	227,933	242,857	54,921	233,661	242,857	(9,196)	-4%	242,944
Executive and council	40,873	45,702	47,203	11,067	46,681	47,203	(522)	-1%	47,275
Finance and administration	162,605	170,758	183,784	41,717	175,145	183,784	(8,639)	-5%	183,871
Internal audit	11,970	11,472	11,870	2,137	11,835	11,870	(36)	0%	11,798
Community and public safety	39,658	118,872	135,159	11,582	100,864	135,159	(34,295)	-25%	135,309
Community and social services	9,422	9,467	7,004	1,133	6,912	7,004	(92)	-1%	7,004
Sport and recreation	8,989	14,805	9,893	4,848	11,854	9,893	1,961	20%	10,043
Public safety	21,246	94,601	118,262	5,601	82,098	118,262	(36,164)	-31%	118,262
Economic and environmental services	120,504	127,771	111,412	27,492	110,217	111,412	(1,194)	-1%	111,225
Planning and development	18,411	24,992	20,917	6,140	19,513	20,917	(1,403)	-7%	20,820
Road transport	102,093	102,085	90,495	21,352	90,704	90,495	209	0%	90,405
Environmental protection	–	695	0	–	–	–	–		0
Trading services	159,103	179,641	188,246	49,541	165,445	188,246	(22,801)	-12%	188,196
Energy sources	109,850	133,039	125,492	29,177	114,507	125,492	(10,985)	-9%	125,592
Waste management	49,253	46,602	62,754	20,364	50,939	62,754	(11,816)	-19%	62,604
Total Expenditure - Functional	534,713	654,217	677,675	143,536	610,187	677,675	(67,487)	-10%	677,675
Surplus/ (Deficit) for the year	77,820	106,303	96,163	(71,401)	101,077	96,163	4,914	5%	96,163

Table C3 – Quarterly Fin’ Performance (Revenue and Expenditure by vote)

Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	37,271	48,780	48,780	–	36,200	48,780	(12,580)	-26%	48,780
Vote 2 - Municipal Manager	46,531	48,017	48,017	–	52,692	48,017	4,675	10%	48,017
Vote 3 - Budget & Treasury	109,827	116,810	120,601	21,873	127,939	120,601	7,338	6%	120,601
Vote 4 - Corporate Services	50,657	52,321	52,992	34	56,661	52,992	3,669	7%	52,992
Vote 5 - Community Services	76,536	188,606	200,542	5,788	163,089	200,542	(37,454)	-19%	200,542
Vote 6 - Technical Services	263,115	276,162	273,247	44,298	245,385	273,247	(27,862)	-10%	273,247
Vote 7 - Developmental Planning	13,673	14,423	14,257	143	13,529	14,257	(728)	-5%	14,257
Vote 8 - Executive Support	14,925	15,401	15,401	–	15,770	15,401	369	2%	15,401
Total Revenue by Vote	612,533	760,520	773,838	72,136	711,265	773,838	(62,573)	-8%	773,838
Expenditure by Vote									
Vote 1 - Executive & Council	35,446	37,797	40,914	9,053	39,933	40,914	(981)	-2%	40,914
Vote 2 - Municipal Manager	45,914	46,270	44,275	10,608	45,561	44,275	1,286	3%	44,275
Vote 3 - Budget & Treasury	61,222	61,056	78,940	18,806	71,103	78,940	(7,836)	-10%	78,940
Vote 4 - Corporate Services	27,772	41,928	31,596	6,534	28,975	31,596	(2,621)	-8%	31,596
Vote 5 - Community Services	97,515	175,066	206,991	33,896	160,788	206,991	(46,203)	-22%	206,991
Vote 6 - Technical Services	230,159	254,734	233,989	54,536	224,382	233,989	(9,607)	-4%	233,989
Vote 7 - Developmental Planning	13,119	18,039	14,114	4,173	12,706	14,114	(1,408)	-10%	14,114
Vote 8 - Executive Support	23,567	19,327	26,855	5,930	26,738	26,855	(117)	0%	26,855
Total Expenditure by Vote	534,713	654,217	677,675	143,536	610,187	677,675	(67,487)	-10%	677,675
Surplus/ (Deficit) for the year	77,820	106,303	96,163	(71,401)	101,077	96,163	4,914	5%	96,163

Table C2 and C3 measures the quarterly actual against the year-to-date performance targets which is realized by vote and standard classification. 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: Quarterly Financial performance by Revenue Source and Expenditure Type

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	54,993	63,025	60,026	15,939	59,487	60,026	(539)	-1%	60,026
Service charges - electricity revenue	87,458	115,903	113,616	26,163	101,233	113,616	(12,384)	-11%	113,616
Service charges - refuse revenue	9,537	9,798	11,904	3,196	12,221	11,904	316	3%	11,904
Rental of facilities and equipment	1,039	913	2,721	(361)	1,308	2,721	(1,414)	-52%	2,721
Interest earned - external investments	2,996	2,306	8,678	1,210	7,316	8,678	(1,362)	-16%	8,678
Interest earned - outstanding debtors	14,200	14,686	18,959	3,664	15,871	18,959	(3,088)	-16%	18,959
Fines, penalties and forfeits	3,300	100,528	108,430	1,470	71,118	108,430	(37,312)	-34%	108,430
Licences and permits	6,062	7,176	6,961	1,025	5,872	6,961	(1,089)	-16%	6,961
Transfers and subsidies	338,905	363,745	363,612	1,289	363,048	363,612	(564)	0%	363,612
Other revenue	2,227	2,684	2,854	198	1,525	2,854	(1,329)	-47%	2,854
Gains							-		
Total Revenue (excluding capital transfers and contributions)	520,718	680,764	697,762	53,794	638,998	697,762	(58,763)	-8%	697,762
Expenditure By Type									
Employee related costs	162,017	194,460	178,695	44,386	178,956	178,695	261	0%	178,695
Remuneration of councillors	24,855	26,490	28,006	6,456	27,289	28,006	(717)	-3%	28,006
Debt impairment	19,063	95,607	119,358	15,879	63,819	119,358	(55,539)	-47%	119,358
Depreciation & asset impairment	60,629	65,402	59,298	15,055	60,971	59,298	1,673	3%	59,298
Finance charges	1,623	931	1,543	213	1,585	1,543	42	3%	1,543
Bulk purchases	93,194	113,017	107,455	17,499	91,699	107,455	(15,756)	-15%	107,455
Other materials	36,742	40,774	37,004	11,417	42,889	37,004	5,885	16%	37,444
Contracted services	75,840	61,720	74,652	16,084	73,485	74,652	(1,167)	-2%	73,821
Transfers and subsidies	4,495	3,176	6,871	6,092	10,946	6,871	4,075	59%	7,131
Other expenditure	56,254	52,641	64,743	10,156	58,226	64,743	(6,517)	-10%	64,875
Losses	-	-	48	299	323	48	275	573%	48
Total Expenditure	534,713	654,217	677,675	143,536	610,187	677,675	(67,487)	-10%	677,675
Surplus/(Deficit)	(13,995)	26,547	20,087	(89,743)	28,811	20,087	8,724	43%	20,087
Transfers and subsidies - capital (monetary allocations)	91,816	79,756	75,385	18,342	72,246	75,385	(3,139)	-4%	75,385
Transfers and subsidies - capital (monetary allocations)			671	-	-	671	(671)	-100%	671
Transfers and subsidies - capital (in-kind - all)	-	-	20	-	20	20	0	0%	20
Surplus/(Deficit) after capital transfers & contributions	77,820	106,303	96,163	(71,401)	101,077	96,163			96,163
Taxation							-		
Surplus/(Deficit) after taxation	77,820	106,303	96,163	(71,401)	101,077	96,163			96,163
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	77,820	106,303	96,163	(71,401)	101,077	96,163			96,163
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	77,820	106,303	96,163	(71,401)	101,077	96,163			96,163

This table provides the quarterly details for revenue by source and expenditure by type. The reasons for deviations will only be provided in cases where the difference is more than 10% and can be viewed in supporting table SC1.

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

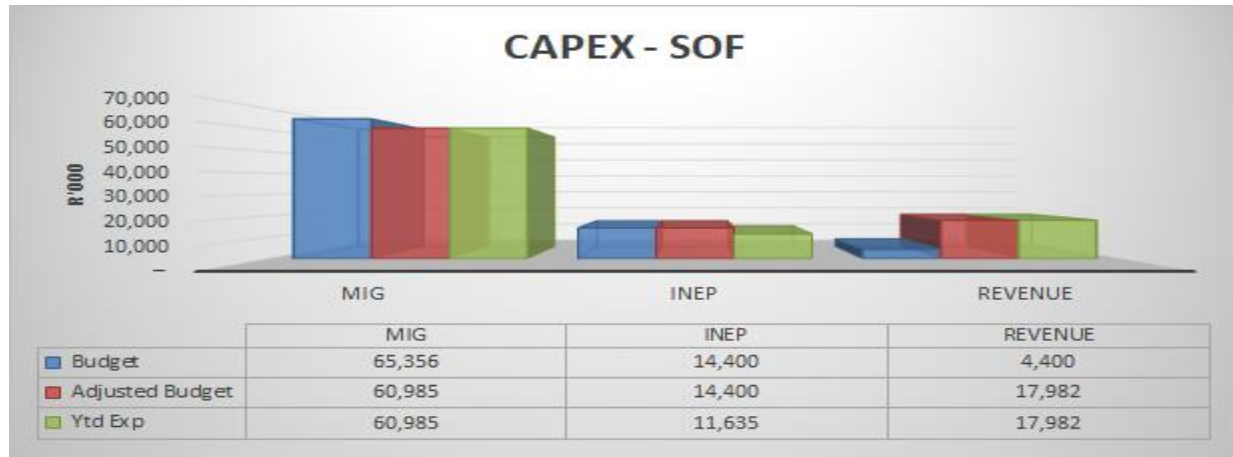
Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2,663	1,000	2,123	5,872	7,551	2,123	5,428	256%	2,123
Executive and council	–	–	–	–	–	–	–	–	–
Finance and administration	2,663	1,000	2,123	5,872	7,551	2,123	5,428	256%	2,123
Internal audit	–	–	–	–	–	–	–	–	–
Community and public safety	2,450	100	250	148	245	250	(5)	-2%	250
Community and social services	1,455	–	–	–	–	–	–	–	–
Sport and recreation	550	100	250	148	245	250	(5)	-2%	250
Public safety	445	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	75,671	66,256	69,900	17,648	64,560	69,900	(5,340)	-8%	69,900
Planning and development	1,075	–	–	–	–	–	–	–	–
Road transport	74,596	66,256	69,900	17,648	64,560	69,900	(5,340)	-8%	69,900
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	17,861	16,800	21,765	2,802	18,220	21,765	(3,545)	-16%	21,765
Energy sources	16,001	15,000	20,559	1,933	17,351	20,559	(3,208)	-16%	20,559
Waste management	1,860	1,800	1,206	869	869	1,206	(337)	-28%	1,206
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	98,645	84,156	94,038	26,469	90,576	94,038	(3,463)	-4%	94,038
Funded by:									
National Government	77,457	79,756	75,385	18,856	69,153	75,385	(6,232)	-8%	75,385
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations)	–	–	671	69	731	671	59	9%	671
Transfers recognised - capital	77,457	79,756	76,056	18,924	69,884	76,056	(6,172)	-8%	76,056
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	21,188	4,400	17,982	7,545	20,718	17,982	2,736	15%	17,982
Total Capital Funding	98,645	84,156	94,038	26,469	90,602	94,038	(3,437)	-4%	94,038

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	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	2,663	700	1,823	683	2,081	1,823	258	14%	1,823
Vote 5 - Community Services	4,063	1,000	1,000	869	869	1,000	(131)	-13%	1,000
Vote 6 - Technical Services	40,032	73,356	80,685	17,342	74,273	80,685	(6,412)	-8%	80,685
Vote 7 - Developmental Planning	–	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	46,759	75,056	83,508	18,894	77,223	83,508	(6,285)	-8%	83,508
Single Year expenditure appropriation									
Vote 1 - Executive & Council	–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–		–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–		–
Vote 4 - Corporate Services	–	300	300	5,189	5,470	300	5,170	1723%	300
Vote 5 - Community Services	247	900	456	148	271	456	(185)	-41%	456
Vote 6 - Technical Services	50,564	7,900	9,774	2,238	7,638	9,774	(2,136)	-22%	9,774
Vote 7 - Developmental Planning	1,075	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
Total Capital single-year expenditure	51,886	9,100	10,530	7,575	13,379	10,530	2,849	27%	10,530
Total Capital Expenditure	98,645	84,156	94,038	26,469	90,602	94,038	(3,437)	-4%	94,038

Table C5 Capex and C5C present capital expenditure performance for all votes, standard classification and the funding thereof and measures the year-to-date performance targets against the actual capital expenditure figures. R90, 576 million spending was incurred on capital budget, year to date budget is R94, 038 million, and this gave rise to an under-performance variance of R3, 463 million that translates to 4%.

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 R94, 038 million, R60, 985 is funded from Municipal Infrastructure grant, R14, 400 million from INEP and R17, 982 million from own revenue and the spending per source of finance is presented in the above graph.

Table C6: Quarterly Budget Statement Financial Position

Description	2022/23	Budget Year 2023/24			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	7,479	18,804	9,789	23,385	9,789
Call investment deposits	25,460	–	–	–	–
Consumer debtors	109,709	178,921	157,743	146,439	157,743
Other debtors	88,862	12,169	12,170	81,977	12,170
Current portion of long-term receivables	–	–	–	1,194	–
Inventory	24,743	38,571	41,891	30,936	41,891
Total current assets	256,254	248,465	221,593	283,931	221,593
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	17,149	18,499	18,499	–	18,499
Investment property	96,399	48,884	48,884	107,616	48,884
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1,123,988	1,310,538	1,326,411	1,133,881	1,326,411
Biological	463	463	–	–	–
Intangible	7	606	671	–	671
Other non-current assets	1,928	388	388	1,928	388
Total non current assets	1,239,934	1,379,378	1,394,852	1,243,425	1,394,852
TOTAL ASSETS	1,496,188	1,627,843	1,616,444	1,527,356	1,616,444
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	4,650	7,246	9,494	6,124	9,494
Consumer deposits	5,757	5,937	5,937	5,316	5,937
Trade and other payables	158,176	108,287	114,060	119,717	114,060
Provisions	1,142	2,750	631	10,658	631
Total current liabilities	169,725	124,219	130,123	141,815	130,123
Non current liabilities					
Borrowing	7,288	5,456	7,637	5,436	7,637
Provisions	84,720	87,415	87,415	110,660	87,415
Total non current liabilities	92,008	92,871	95,052	116,096	95,052
TOTAL LIABILITIES	261,733	217,091	225,174	257,911	225,174
NET ASSETS	1,234,455	1,410,753	1,391,270	1,269,445	1,391,270
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,234,455	1,410,753	1,391,242	1,269,445	1,391,242
Reserves	–	–	28	–	28
TOTAL COMMUNITY WEALTH/EQUITY	1,234,455	1,410,753	1,391,270	1,269,445	1,391,270

The above table shows that community wealth amounts to R1, 269 billion, total liabilities R257, 911 million and the total assets R1, 527 billion. Non-current liabilities are mainly made up of provisions for long service award, landfill site and bonus.

Total current assets appear to be fairly reasonable relative to total current liabilities and this as a result portray a much better picture of the municipality's current ratio of 2:1 which meets the acceptable norm of 2:1.

Table C7: Quarterly Budgeted Statement Cash Flow

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	38,293	54,392	45,020	3,119	41,848	45,020	(3,172)	-7%	45,020
Service charges	94,950	124,873	112,300	6,555	94,679	112,300	(17,621)	-16%	112,300
Other revenue	12,995	21,801	23,866	23,861	98,374	78,866	19,508	25%	23,866
Transfers and Subsidies - Operational	333,807	363,745	363,612	–	343,248	363,612	(20,364)	-6%	363,612
Transfers and Subsidies - Capital	111,606	79,756	76,056	–	75,385	76,056	(671)	-1%	76,056
Interest	2,252	1,455	21,490	790	6,555	21,490	(14,935)	-69%	21,490
Payments									
Suppliers and employees	(462,146)	(585,183)	(550,001)	(33,376)	(567,029)	(587,502)	(20,474)	3%	(550,001)
Finance charges	(4,403)	(931)	(1,491)	–	(1,285)	(1,954)	(670)	34%	(1,491)
Transfers and Grants	(1,099)	(3,176)	(5,241)	(5,331)	(10,946)	(5,642)	5,304	-94%	(5,241)
NET CASH FROM/(USED) OPERATING ACTIVITIES	126,255	56,732	85,611	(4,381)	80,830	102,246	21,416	21%	85,611
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	1,566	851	852			–	–		852
Decrease (increase) in non-current receivables	–	–	1,524	–	–		–		1,524
Decrease (increase) in non-current investments	–	–	–			–	–		–
Payments									
Capital assets	(104,484)	(72,485)	(83,652)	(12,248)	(90,602)	(83,652)	6,950	-8%	(83,652)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(102,918)	(71,634)	(81,275)	(12,248)	(90,602)	(83,652)	6,950	-8%	(81,275)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	–	–					–		–
Borrowing long term/refinancing	–	–				–	–		–
Increase (decrease) in consumer deposits	–	237	237	(10)	237	452	(215)	-48%	237
Payments									
Repayment of borrowing	(4,954)	(7,246)	(9,494)	–	(8,748)	(9,494)	(746)	8%	(9,494)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(4,954)	(7,009)	(9,257)	(10)	(8,511)	(9,042)	(530)	6%	(9,257)
NET INCREASE/ (DECREASE) IN CASH HELD	18,383	(21,911)	(4,921)	(16,639)	(18,283)	9,552			(4,921)
Cash/cash equivalents at beginning:	14,710	33,093	14,710		41,668	14,710			41,668
Cash/cash equivalents at month/year end:	33,093	11,182	9,789		23,385	24,262			36,747

Table C7 provides details of the monthly cash in and outflow. For the quarter ending 30 June 2024 the net cash from operating activities is R80, 840 million whilst cash used for investing activities is R90, 602 million and the net cash from financing activities is R8, 521 million. The cash and cash equivalent held at end of the fourth quarter amounted to R23, 385 million.

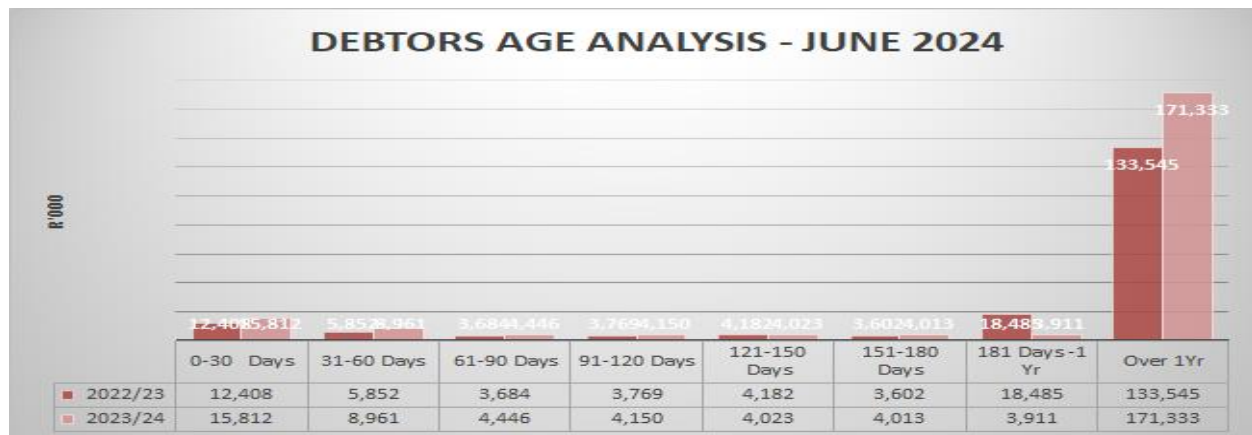
PART 2: SUPPORTING TABLES

Table SC3: Debtors Analysis

Table provides a breakdown of the consumer and sundry debtors at the end of the fourth quarter. The outstanding debtors amounted to R216, 650 million as of 30 June 2024. Consumer debtors amounts to R132, 538 million and sundry debtors amounts to R 84, 112 million as at end of the fourth quarter.

Description	Budget Year 2023/24									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Electricity	7,367	3,441	310	198	123	95	136	3,781	15,451	4,333
Receivables from Non-exchange Transactions - Property Rates	4,856	2,744	2,023	1,818	1,830	1,805	1,777	68,678	85,531	75,908
Receivables from Exchange Transactions - Waste Management	1,071	811	659	635	628	615	612	26,525	31,556	29,015
Receivables from Exchange Transactions - Property Rental Debtors	130	67	45	40	42	77	44	1,320	1,763	1,523
Interest on Arrear Debtor Accounts	1,496	1,442	1,405	1,372	1,346	1,316	1,288	66,030	75,696	71,353
Other	893	455	6	87	54	103	55	4,999	6,652	5,298
Total By Income Source	15,812	8,961	4,446	4,150	4,023	4,013	3,911	171,333	216,650	187,430
2022/23 - totals only	12,408	5,852	3,684	3,769	4,182	3,602	18,485	133,545	185,527	163,584
Debtors Age Analysis By Customer Group										
Organs of State	1,796	1,175	976	965	932	961	849	44,208	51,862	47,915
Commercial	7,502	3,816	831	627	532	511	541	12,657	27,017	14,868
Households	6,191	3,900	2,538	2,448	2,484	2,444	2,419	111,960	134,384	121,755
Other	323	70	101	110	76	97	102	2,508	3,387	2,892
Total By Customer Group	15,812	8,961	4,446	4,150	4,023	4,013	3,911	171,333	216,650	187,430

Figure 3: Debtors age analysis



The graph compares debtors' age analysis for 2022/23 financial year and 2024/24 (as at end of fourth quarter) and noted from the graph there is an increase in the municipal debt book for 2023/24 financial year.

Table SC4: Creditors Analysis

Description	Budget Year 2023/24								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									
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. No creditors were outstanding for more than 30 days. All invoices were paid within the prescribed period for the Fourth quarter.

Table SC5: Investment Portfolio Analysis

Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry Date	Opening Balance	Interest Earned	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA CALL ACCOUNT (9381052783)	1 Month	Current Investment	8.9%	-	31-Dec-23	31,148,649	939,766	- 42,088,415	10,000,000	-
STANDARD BANK (03882352013)		Current Investment	9.1%	-	22-Mar-24	20,050,274	251,370	- 20,301,644	-	-
STANDARD BANK (038823527014)		Current Investment	9.2%	-	22-Jan-24	20,050,000	105,000	- 20,155,000	-	-
ABSA (2081371923)		Current Investment	9.3%	-	20-Feb-24	20,050,274	410,959	- 20,461,233	-	-
STANDARD BANK (038823527018)		Current Investment	9.1%	-	21-May-24	-	285,137	- 25,285,137	25,000,000	-
STANDARD BANK (038823527019)		Current Investment	9.1%	-	20-Jun-24	-	474,375	- 25,474,375	25,000,000	-
STANDARD BANK (038823527020)		Current Investment	8.9%	-	22-Apr-24	-	103,339	- 25,103,339	25,000,000	-
TOTAL INVESTMENTS AND INTEREST						91,299,197	2,569,947	-178,869,143	85,000,000	-

Supporting Table SC5 displays the council's investments portfolio and indicates that the municipality had an investment with opening balance of R91, 299 million in the fourth quarter, withdrew R178, 869 million, earned interest of R2, 569 million and closed off with zero balance at the end of fourth quarter.

Table SC6- Allocation and grant receipts

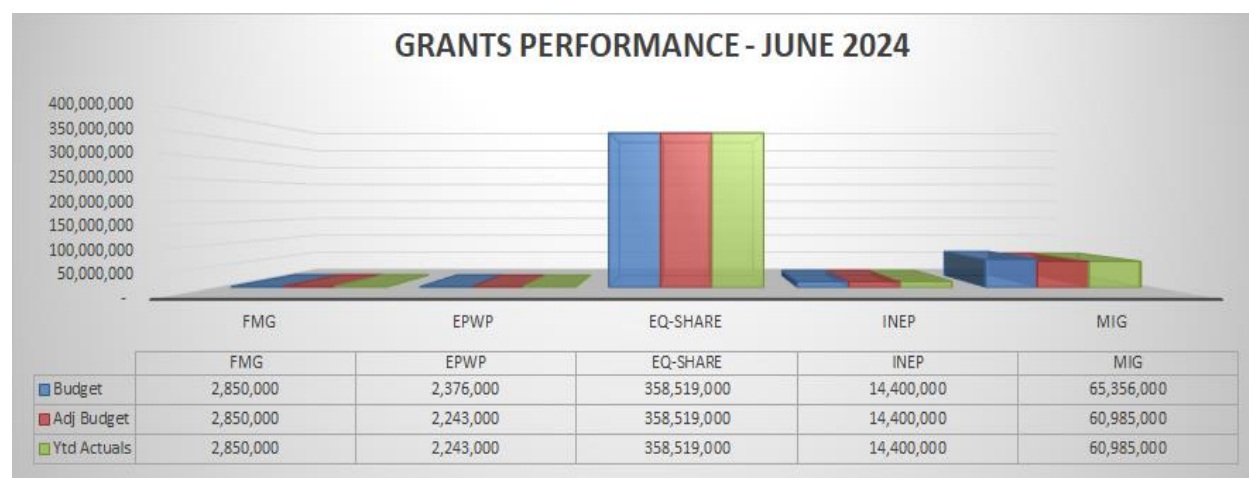
Supporting tables SC6 provides details of grants received. The year-to-date actual receipts amounts to R418, 630 million of which the major portion is attributed to equitable share. In the reporting period, all gazetted grants were received according to National Treasury's grants payment schedule.

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	338,905	363,745	363,612	-	342,902	363,612	(20,710)	-6%	363,612
Local Government Equitable Share	334,259	358,519	358,519	-	337,809	358,519	(20,710)	-6%	358,519
Finance Management	2,850	2,850	2,850	-	2,850	2,850	-		2,850
EPWP Incentive	1,796	2,376	2,243	-	2,243	2,243	-		2,243
Other grant providers:	358	-	-	-	344	-	344	0%	-
LGSETA Learnership and Development	358	-	-	-	344	-	344	0%	-
Total Operating Transfers and Grants	339,263	363,745	363,612	-	343,245	363,612	(20,367)	-6%	363,612
Capital Transfers and Grants									
National Government:	111,606	79,756	75,385	-	75,385	75,385	-		75,385
Municipal Infrastructure Grant (MIG)	94,606	65,356	60,985	-	60,985	60,985	-		60,985
Intergrated National Electrification Grant	17,000	14,400	14,400	-	14,400	14,400	-		14,400
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	111,606	79,756	75,385	-	75,385	75,385	-		75,385
TOTAL RECEIPTS OF TRANSFERS & GRANTS	450,869	443,501	438,997	-	418,630	438,997	(20,367)	-5%	438,997

Table SC7: Transfers and Grant Expenditure

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	338,905	363,745	363,612	92,847	361,352	363,612	(2,260)	-1%	363,612
Local Government Equitable Share	334,259	358,519	358,519	91,557	356,259	358,519	(2,260)	-1%	358,519
Finance Management	2,850	2,850	2,850	1,289	2,850	2,850	-		2,850
EPWP Incentive	1,796	2,376	2,243	-	2,243	2,243	(0)	0%	2,243
Other grant providers:	358	-	-	-	-	-	-		-
LGSETA Learnership and Development	358						-		
Total operating expenditure of Transfers and Grants:	339,263	363,745	363,612	92,847	361,352	363,612	(2,260)	-1%	363,612
Capital expenditure of Transfers and Grants									
National Government:	90,896	79,756	75,385	21,480	75,385	75,385	-		75,385
Municipal Infrastructure Grant (MIG)	73,896	65,356	60,985	16,595	60,985	60,985	-		60,985
Integrated National Electrification Grant	17,000	14,400	14,400	4,885	14,400	14,400	-		14,400
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-					-		
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total capital expenditure of Transfers and Grants	90,896	79,756	75,385	21,480	75,385	75,385	-		75,385
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	430,159	443,501	438,997	114,327	436,737	438,997	(2,260)	-1%	438,997

A total amount of R436, 737 million that have been spent on grants by the end fourth quarter and the year-to-date budget thereof amount to R438, 997 million and this resulted in underspending variance of R2, 260 million that translates to 1%. Of the total spending amounting to R436, 737 million, R361, 352 million is spent on operational grants whilst R75, 385 million is spent of capital grants.



The above graph depicts the gazetted and/or budgeted amounts for all the grants and the expenditure thereof as at end of fourth quarter. The grants expenditure is shown below in percentages:

- Financial Management Grant 100%
- Expanded Public Work Programme 100%
- Equitable Share 100%
- Municipal Infrastructure Grant 100%
- Integrated National Electrification Grant 100%

Table SC8: Councilor Allowances and Employee Benefits

Summary of Employee and Councillor remuneration	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	14,631	16,222	16,734	3,739	15,739	16,734	(996)	-6%	16,734
Pension and UIF Contributions	2,008	2,060	2,144	533	2,137	2,144	(7)	0%	2,144
Medical Aid Contributions	91	89	117	26	99	117	(18)	-16%	117
Motor Vehicle Allowance	5,376	5,399	5,828	1,380	5,796	5,828	(31)	-1%	5,828
Cellphone Allowance	2,511	2,489	2,856	712	3,240	2,856	384	13%	2,856
Other benefits and allowances	239	230	299	60	264	299	(35)	-12%	299
Sub Total - Councillors	24,855	26,490	27,978	6,449	27,275	27,978	(704)	-3%	27,978
% increase		7%	13%						13%
Senior Managers of the Municipality									
Basic Salaries and Wages	1,798	4,877	2,019	631	2,125	2,019	107	5%	2,019
Pension and UIF Contributions	97	366	379	44	122	379	(256)	-68%	379
Medical Aid Contributions	109	211	146	45	127	146	(19)	-13%	146
Motor Vehicle Allowance	200	545	478	115	404	478	(74)	-16%	478
Cellphone Allowance	58	168	117	23	81	117	(36)	-31%	117
Housing Allowances	-	-	-	-	-	-	-		-
Other benefits and allowances	97	361	278	0	143	278	(135)	-49%	278
Sub Total - Senior Managers of Municipality	2,358	6,527	3,416	858	3,002	3,416	(413)	-12%	3,416
% increase		177%	45%						45%
Other Municipal Staff									
Basic Salaries and Wages	105,415	124,064	111,667	29,688	112,799	111,667	1,132	1%	111,667
Pension and UIF Contributions	20,535	25,011	22,903	5,730	22,094	22,903	(808)	-4%	22,903
Medical Aid Contributions	5,908	6,133	6,968	1,833	6,848	6,968	(120)	-2%	6,968
Overtime	312	1,232	379	88	343	379	(36)	-10%	379
Performance Bonus							-		
Motor Vehicle Allowance	14,071	15,907	15,511	3,842	15,316	15,511	(196)	-1%	15,511
Cellphone Allowance	1,919	1,830	2,058	560	2,113	2,058	54	3%	2,058
Housing Allowances	255	268	281	73	284	281	2	1%	281
Other benefits and allowances	10,609	12,655	11,300	659	11,222	11,300	(78)	-1%	11,300
Payments in lieu of leave	(177)	35	1,705	162	1,715	1,705	9	1%	1,705
Long service awards	812	797	2,507	892	3,221	2,507	714	28%	2,507
Sub Total - Other Municipal Staff	159,659	187,932	175,280	43,528	175,953	175,280	674	0%	175,280
% increase		18%	10%						10%
Total Parent Municipality	186,872	220,949	206,674	50,835	206,231	206,674	(443)	0%	206,674
		18%	11%						11%
TOTAL SALARY, ALLOWANCES & BENEFITS	186,872	220,949	206,674	50,835	206,231	206,674	(443)	0%	206,674
% increase		18%	11%						11%
TOTAL MANAGERS AND STAFF	162,017	194,460	178,695	44,386	178,956	178,695	261	0%	178,695

This table provides the details for councilor and employee benefits. For the fourth quarter the total salaries, allowances and benefits amounted to R206, 231 million which deviates with R206, 674 million from the planned figure.

Table SC9: Actual and Revised Targets for Cash Receipts

Description	Budget Year 2023/24				2023/24 Medium Term Revenue & Expenditure Framework		
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Year	Year +1	Year +2
	Outcome	Outcome	Outcome	Outcome	2020/21	2021/22	2022/23
Cash Receipts By Source							
Property rates	12,031	10,096	9,994	9,727	41,848	58,227	62,147
Service charges - electricity revenue	19,975	24,673	23,104	21,366	89,118	130,679	153,686
Service charges - refuse	1,375	1,435	1,369	1,382	5,561	7,791	8,385
Rental of facilities and equipment	135	94	592	129	951	958	1,003
Interest earned - external investments	1,200	732	690	649	3,270	1,600	1,659
Interest earned - outstanding debtors	768	733	551	1,234	3,285	5,864	5,965
Fines, penalties and forfeits	1,410	1,501	818	1,470	5,199	11,568	12,112
Licences and permits	1,576	1,646	1,625	1,025	5,872	7,528	7,882
Transfers and Subsidies - Operational	152,920	99,865	90,343	120	343,248	387,608	378,480
Other revenue	6,497	14,677	30,682	34,496	86,352	2,816	2,948
Cash Receipts by Source	197,887	155,451	159,769	71,597	584,705	614,639	634,268
Other Cash Flows by Source	-	-	-	-			
Transfers and subsidies - capital (monetary allocations)	17,200	41,476	16,709	-	75,385	76,283	79,692
Borrowing long term/refinancing	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	(4)	60	358	(177)	237	305	320
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	891	935
Total Cash Receipts by Source	215,083	196,987	176,836	71,420	660,327	692,118	715,215
Cash Payments by Type	-	-	-	-			
Employee related costs	41,319	50,428	42,823	44,386	178,956	198,267	207,585
Remuneration of councillors	7,690	6,605	6,538	6,456	27,289	28,218	29,544
Interest paid	-	396	676	213	1,285	471	100
Bulk purchases - Electricity	24,124	25,113	24,963	17,499	91,699	127,505	150,074
Other materials	6,673	14,203	10,596	11,417	42,889	34,942	36,575
Contracted services	18,729	18,226	20,446	16,084	73,485	67,294	70,501
Grants and subsidies paid - other	837	1,731	2,287	6,092	10,946	3,417	3,671
General expenses	21,302	35,379	17,637	10,156	84,473	49,202	51,469
Cash Payments by Type	120,674	152,080	125,965	112,303	511,022	509,316	549,519
Other Cash Flows/Payments by Type	-	-	-	-			
Capital assets	6,825	21,622	35,685	26,469	90,602	77,363	77,492
Repayment of borrowing	-	3,207	3,915	1,627	8,748	5,456	-
Other Cash Flows/Payments	35,355	12,990	2,431	17,452	68,228	67,329	67,329
Total Cash Payments by Type	162,854	189,899	167,996	157,851	678,600	659,465	694,340
NET INCREASE/(DECREASE) IN CASH HELD	52,229	7,088	8,840	(86,278)	(18,273)	32,654	20,875
Cash/cash equivalents at the month/year beginning:	336,549	198,134	229,502	236,132	41,668	19,757	52,411
Cash/cash equivalents at the month/year end:	388,779	205,222	238,343	149,691	23,395	52,411	73,286

Supporting Table SC9 provides the details of the cash inflow for the budget setting out receipt by source and payments by type. As at end of fourth quarter, cash receipts reflect an amount of R71, 420 million whilst the total cash payment is R157, 851 million. The cash and cash equivalent at end of the fourth quarter amounted to R149, 691 million that is inclusive of unspent conditional grants amounting to RNil.

Table SC12: Capital Expenditure Trend

Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
First Quarter	22,693	10,821	10,821	6,825	7,937	10,821	2,883	27%	9%
Second Quarter	27,088	27,617	27,617	21,642	28,467	38,437	9,970	26%	34%
Third Quarter	16,931	19,024	22,656	35,685	64,152	57,462	(6,691)	-12%	76%
Fourth Quarter	31,933	26,694	32,945	26,469	90,621	94,038	3,417	4%	108%
Total Capital expenditure	98,645	84,156	94,038	90,621					

Supporting table SC12 provides information on the monthly trends for capital expenditure and this table serves as a supporting table for table C5. In terms of this table the capital expenditure for the fourth quarter amounts to R26, 469 million. The year-to-date actual amounts to R90, 621 million and year to date capital budget is R94, 038 million that gives rise to underspending variance of R3, 417 million that translate to positive 4%.

Table SC13a: Quarterly Capital Expenditure on New Assets

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	16,629	15,800	33,639	8,211	25,833	33,639	7,806	23%	33,639
Roads Infrastructure	-	-	1,430	696	1,430	1,430	(0)	0%	1,430
Roads		-	1,430	696	1,430	1,430	(0)	0%	1,430
Road Structures							-		
Storm water Infrastructure	-	800	-	-	-	-	-		-
Drainage Collection		800		-	-	-	-		-
Electrical Infrastructure	15,895	15,000	20,559	1,933	17,351	20,559	3,208	16%	20,559
Power Plants	2,230		5,741	-	5,737	5,741	4	0%	5,741
MV Switching Stations							-		
MV Networks	13,665	14,800	14,644	1,933	11,614	14,644	3,030	21%	14,644
Capital Spares	-	200	174	-	-	174	174	100%	174
Solid Waste Infrastructure	734	-	11,650	5,582	7,053	11,650	4,597	39%	11,650
Landfill Sites			11,650	5,582	7,053	11,650	4,597	39%	11,650
Waste Transfer Stations							-		
Capital Spares	734	-	-	-	-	-	-		-
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Stores	-	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Computer Software and Applications		-	-	-	-	-	-		-
Computer Equipment	1,930	700	1,823	683	2,081	1,823	(258)	-14%	1,823
Computer Equipment	1,930	700	1,823	683	2,081	1,823	(258)	-14%	1,823
Furniture and Office Equipment	1,036	1,100	506	5,189	5,496	506	(4,990)	-986%	506
Furniture and Office Equipment	1,036	1,100	506	5,189	5,496	506	(4,990)	-986%	506
Machinery and Equipment	2,227	200	376	177	360	376	16	4%	376
Machinery and Equipment	2,227	200	376	177	360	376	16	4%	376
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets	-						-		
Total Capital Expenditure on new assets	21,822	17,800	36,344	14,259	33,770	36,344	2,574	7%	36,344

Table SC13b: Quarterly Expenditure on Existing Assets

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	29,802	-	-	-	-	-	-		-
Roads Infrastructure	26,455	-	-	-	-	-	-		-
Roads	26,294	-	-	-	-	-	-		-
Road Furniture	161	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
MV Switching Stations							-		
MV Networks	-						-		
Solid Waste Infrastructure	3,347	-	-	-	-	-	-		-
Landfill Sites	3,347	-	-	-	-	-	-		-
Capital Spares							-		
Community Assets	1,376	-	-	-	-	-	-		-
Community Facilities	1,376	-	-	-	-	-	-		-
Cemeteries/Crematoria	1,376	-	-	-	-	-	-		-
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	247	-	-	-	-	-	-		-
Operational Buildings	247	-	-	-	-	-	-		-
Municipal Offices	247	-	-	-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment			-	-	-		-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	31,425	-	-	-	-	-	-		-

Table SC13c: Quarterly Expenditure on Repairs & Maintenance

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	26,633	21,666	19,537	5,658	21,575	19,537	(2,038)	-10%	19,537
Roads Infrastructure	21,436	14,350	13,001	2,028	12,995	13,001	6	0%	13,001
Roads	21,436	14,350	13,001	2,028	12,995	13,001	6	0%	13,001
Road Furniture							-		
Electrical Infrastructure	2,203	6,073	4,428	3,280	6,655	4,428	(2,227)	-50%	4,428
MV Switching Stations							-		
MV Networks	2,203	6,073	4,428	3,280	6,655	4,428	(2,227)	-50%	4,428
Solid Waste Infrastructure	2,994	1,243	2,108	350	1,925	2,108	183	9%	2,108
Landfill Sites	2,994	1,243	2,108	350	1,925	2,108	183	9%	2,108
Capital Spares							-		
Community Assets	537	323	929	67	448	929	481	52%	929
Community Facilities	537	323	929	67	448	929	481	52%	929
Parks	537	323	929	67	448	929	481	52%	929
Other assets	1,443	1,598	1,280	198	959	1,280	321	25%	1,280
Operational Buildings	1,443	1,598	1,280	198	959	1,280	321	25%	1,280
Municipal Offices	1,443	1,598	1,280	198	959	1,280	321	25%	1,280
Intangible Assets	58	211	211	6	119	211	92	44%	211
Licences and Rights	58	211	211	6	119	211	92	44%	211
Computer Software and Applications	58	211	211	6	119	211	92	44%	211
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	7,250	6,212	12,731	2,211	12,331	12,731	400	3%	12,731
Machinery and Equipment	7,250	6,212	12,731	2,211	12,331	12,731	400	3%	12,731
Transport Assets	3,424	2,646	1,643	114	1,833	1,643	(190)	-12%	1,643
Transport Assets	3,424	2,646	1,643	114	1,833	1,643	(190)	-12%	1,643
Total Repairs and Maintenance Expenditure	39,346	32,656	36,330	8,254	37,264	36,330	(934)	-3%	36,330

Table SC13d: Quarterly Expenditure on Depreciation

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class									
Infrastructure	43,983	51,395	41,285	11,339	45,617	41,285	(4,332)	-10%	41,285
Roads Infrastructure	37,525	43,096	34,719	9,732	39,143	34,719	(4,425)	-13%	34,719
Roads	37,233	43,096	34,258	9,619	38,686	34,258	(4,428)	-13%	34,258
Road Structures	227		230	57	229	230	2	1%	
Road Furniture	64		230	57	228	230	2	1%	460
Storm water Infrastructure	–	440	40	–	–	40	40	100%	40
Drainage Collection	–	440	40	–	–	40	40	100%	40
Electrical Infrastructure	5,390	7,083	5,851	1,440	5,802	5,851	49	1%	5,851
MV Substations		4,238	1,569	382	1,547	1,569	21	1%	1,569
MV Switching Stations			358	88	356	358	2	1%	358
MV Networks	3,254	2,845	1,794	658	1,519	1,794	274	15%	1,794
LV Networks			–	(215)	262	–	(262)	#DIV/0!	
Capital Spares	2,136		2,130	527	2,118	2,130	12	1%	2,130
Solid Waste Infrastructure	1,068	777	676	167	672	676	5	1%	676
Landfill Sites	764	777	398	98	395	398	3	1%	398
Waste Transfer Stations							–		
Waste Processing Facilities	302		276	68	274	276	2	1%	276
Capital Spares	3		3	1	3	3	0	1%	3
Community Assets	1,039	1,333	1,065	263	1,058	1,065	7	1%	1,065
Community Facilities	799	1,333	814	201	808	814	6	1%	814
Halls			30	7	30	30	0	1%	30
Centres			184	45	183	184	1	1%	184
Cemeteries/Crematoria	91		92	23	92	92	1	1%	92
Parks	456		2	1	2	2	0	1%	2
Public Open Space	–	1,333		–	–	–	–		
Taxi Ranks/Bus Terminals			251	62	249	251	2	1%	251
Capital Spares	252		255	63	253	255	2	1%	255
Sport and Recreation Facilities	240	–	251	62	249	251	2	1%	251
Indoor Facilities	240						–		
Outdoor Facilities			251	62	249	251	2	1%	251
Heritage assets	–	6	6	–	–	6	6	100%	6
Other Heritage	–	6	6	–	–	6	6	100%	6
Investment properties	–	–	–	–	–	371	371	100%	–
Improved Property							–		
Unimproved Property							–		
Other assets	3,999	4,453	6,440	928	3,979	6,440	2,461	38%	6,440
Operational Buildings	3,999	4,453	2,857	(783)	1,427	2,857	1,430	50%	2,857
Municipal Offices	3,999	4,453	2,453	(821)	1,026	2,453	1,427	58%	2,453
Stores			33	8	32	33	0	1%	33
Training Centres			371	30	369	371	3	1%	371
Housing	–	–	3,583	1,711	2,552	3,583	1,031	29%	3,583
Social Housing			3,583	1,711	2,552	3,583	1,031	29%	3,583
Intangible Assets	7	88	21	5	10	19	9	47%	21
Servitudes			13	5	10	11	1	11%	13
Licences and Rights	7	88	8	–	–	8	8	100%	8
Computer Software and Applications	7	88	8	–	–	8	8	100%	8
Computer Equipment	835	974	948	560	672	948	276	29%	948
Computer Equipment	835	974	948	560	672	948	276	29%	948
Furniture and Office Equipment	766	651	801	203	809	801	(8)	-1%	801
Furniture and Office Equipment	766	651	801	203	809	801	(8)	-1%	801
Machinery and Equipment	3,355	3,118	3,021	749	3,005	3,021	16	1%	3,021
Machinery and Equipment	3,355	3,118	3,021	749	3,005	3,021	16	1%	3,021
Transport Assets	6,645	3,384	5,710	1,119	5,821	5,710	(110)	-2%	5,710
Transport Assets	6,645	3,384	5,710	1,119	5,821	5,710	(110)	-2%	5,710
Total Depreciation	60,629	65,402	59,298	15,228	60,971	59,668	(1,304)	-2%	59,298

Table SC13e: Quarterly Capital Expenditure on Upgrading of Existing Assets

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	44,323	66,356	57,694	12,210	56,831	57,694	863	1%	57,694
Roads Infrastructure	43,487	65,356	56,694	11,341	55,962	56,694	732	1%	56,694
Roads	43,487	65,356	56,694	11,341	55,962	56,694	732	1%	56,694
Road Structures							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
MV Substations							-		
MV Switching Stations							-		
MV Networks							-		
LV Networks							-		
Solid Waste Infrastructure	836	1,000	1,000	869	869	1,000	131	13%	1,000
Landfill Sites	836	1,000	1,000	869	869	1,000	131	13%	1,000
Waste Transfer Stations							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Parks		-	-	-	-	-	-		-
Public Open Space							-		
Other assets	1,075	-	-	-	-	-	-		-
Operational Buildings	1,075	-	-	-	-	-	-		-
Municipal Offices	-						-		
Yards	1,075	-		-	-	-	-		-
Intangible Assets	-	-	-	-	-	-	-		-
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment			-	-	-		-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	45,398	66,356	57,694	12,210	56,831	57,694	863	1%	57,694

Supporting Tables SC13a and SC13b provide the details of capital expenditure by asset classification for new and replacements of assets separately, whilst Supporting Table SC13c measure's the extent to which the municipality's assets are maintained.

List of Capital Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2023/24 Medium Term Revenue and Expenditure Framework			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Community Services	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	800,000	206,000	26,000	13%
	Machinery and Equipment	Single	Machinery and Equipment	Machinery and Equipment	100,000	250,000	244,603	98%
	Fencing of Roossenekal Landfill Site	Multi	Solid Waste Infrastructure	Landfill Sites	1,000,000	1,000,000	869,000	87%
Corporate Services	Computer Equipment	Multi	Computer Equipment	Computer Equipment	700,000	1,823,134	2,081,211	114%
	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	300,000	300,000	5,469,920	1823%
Technical Services	Groblersdal Stormwater	Single	Storm water Infrastructure	Drainage Collection	800,000	-	-	
	Landfill Sites:Groblersdal Landfill site 6.6	Multi	Solid Waste Infrastructure	Landfill Sites	-	9,126,050	7,052,865	77%
	Upgrading of Hlogottlou-Bopanang Road	Multi	Roads Infrastructure	Roads	12,275,600	-	-	
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	20,580,400	13,580,400	15,140,256	111%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	10,000,000	11,000,000	9,259,584	84%
	Upgrading of Mokumong Access Road to Marateng Taxi Rank	Multi	Roads Infrastructure	Roads	22,500,000	19,023,950	19,023,950	100%
	Roads:Ugrading of Stompo Bus Road	single	Roads Infrastructure	Roads	-	695,649	695,652	100%
	Roads:Upgrading of Maraganeng internal Access road (MIG)	Multi	Roads Infrastructure	Roads	-	8,254,600	7,306,937	89%
	Roads:Upgrading of Masoing Bus route	single	Roads Infrastructure	Roads	-	734,100	734,100	100%
	Roads:Upgrading of Tafelkop stadium Access Road 600	single	Roads Infrastructure	Roads	-	7,359,000	5,231,606	71%
	Electrification of Magukubjane	Single	Electrical Infrastructure	MV Networks	400,000	244,300	244,295	100%
	Electrification of Masakaneng	Multi	Electrical Infrastructure	MV Networks	8,000,000	6,600,000	5,520,903	84%
	Electrification of Motetema High view	Single	Electrical Infrastructure	MV Networks	2,000,000	2,145,176	1,784,361	83%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	1,400,000	1,400,000	388,467	28%
	Electrification of Phomola	Single	Electrical Infrastructure	MV Networks	2,000,000	2,000,000	1,781,185	89%
	Electrification of Vlaktefontein	Single	Electrical Infrastructure	MV Networks	1,000,000	854,824	775,987	91%
	Power Plants:Alternative Energy Solution	Multi	Electrical Infrastructure	Power Plants	-	5,740,961	5,736,714	100%
	Electrification of Makaepa	Single	Electrical Infrastructure	MV Networks	-	1,400,000	1,118,950	80%
	Aircons	Single	Furniture and Office Equipment	Furniture and Office Equipment	174,000	174,000	-	0%
	Machinery and Equipment	Single	Machinery and Equipment	Machinery and Equipment	126,000	126,000	115,050	91%

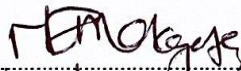
Quality Certificate

I, **Namudi Reginah Makgata**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the quarterly report and supporting documentation for the quarter ending 30 June 2024 have been prepared in accordance with the Municipal Finance Management Act and the regulation made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature

Date


10/07/2024