

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

JUNE 2025

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PART 1: IN - YEAR REPORT

PURPOSE

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

EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further states that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the Juneor of the municipality and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2024/25				
	ORIGINAL BUDGET	ADJUSTED BUDGET	SPECIAL ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
OPERATING REVENUE	752 711 553	743 376 275	743 376 275	648 017 452	87%
OPERATING EXPENDITURE	734 364 413	726 702 433	729 698 468	601 596 923	82%
TRANSFER - CAPITAL	96 218 404	143 868 404	160 868 405	115 607 281	72%
SURPLUS/(DEFICIT)	114 565 544	160 542 246	174 546 211	162 152 811	93%
CAPITAL EXPENDITURE	110 495 280	158 166 958	173 549 086	122 338 280	70%

Table C1 – Budget Statement Summary

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	59 511	67 168	61 818	5 169	60 419	28 747	31 672	110%	61 818
Service charges	118 023	146 003	161 854	10 584	147 694	104 750	42 945	41%	161 854
Investment revenue	7 316	9 404	10 989	643	8 831	1 141	7 691	674%	6 772
Transfers and subsidies	364 580	383 099	383 099	463	382 783	286 981	95 802	33%	383 099
Other own revenue	121 102	147 038	125 616	(47 539)	48 290	8 718	39 571	454%	129 833
Total Revenue (excluding capital transfers and contributions)	670 532	752 712	743 376	(30 680)	648 017	430 337	217 680	51%	743 376
Employee costs	188 236	213 757	196 286	16 270	198 271	99 575	98 697	99%	196 286
Remuneration of Councillors	26 131	28 178	29 661	2 282	27 708	17 820	9 888	55%	29 661
Depreciation & asset impairment	61 877	58 901	62 754	1 382	59 845	41 299	18 545	45%	62 754
Finance charges	11 344	406	1 104	638	1 034	1 094	(59)	-5%	1 104
Materials and bulk purchases	152 718	158 988	181 287	22 631	167 267	129 442	37 825	29%	181 257
Transfers and subsidies	15 844	9 404	11 313	2 099	9 959	8 368	1 591	19%	12 133
Other expenditure	234 315	264 731	247 293	(28 290)	137 388	65 517	71 870	110%	246 503
Total Expenditure	690 466	734 364	729 698	17 013	601 472	363 115	238 357	66%	729 698
Surplus/(Deficit)	(19 933)	18 347	13 678	(47 692)	46 546	67 222	(20 677)	-31%	13 678
Transfers and subsidies - capital (monetary allocations)	75 405	95 858	160 508	7 199	115 471	121 118	(5 647)	-5%	160 508
Transfers and subsidies - capital (monetary allocations)	–	360	360	–	137	–	137	#DIV/0!	360
Surplus/(Deficit) after capital transfers & contributions	55 471	114 566	174 546	(40 493)	162 153	188 340	(26 187)	-14%	174 546
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	55 471	114 566	174 546	(40 493)	162 153	188 340	(26 187)	-14%	174 546
Capital expenditure & funds sources									
Capital expenditure	108 862	110 495	173 549	9 330	122 338	122 140	198	0%	173 549
Capital transfers recognised	81 945	96 218	160 868	8 124	111 204	118 480	(7 276)	-6%	160 868
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	26 917	14 277	12 681	1 207	11 135	3 660	7 474	204%	12 681
Total sources of capital funds	108 862	110 495	173 549	9 330	122 338	122 140	198	0%	173 549
Financial position									
Total current assets	215 289	277 229	298 210		370 994				298 373
Total non current assets	1 284 966	1 474 187	1 546 924		1 266 076				1 536 542
Total current liabilities	131 904	124 375	158 508		157 782				130 508
Total non current liabilities	122 639	117 850	135 904		138 264				135 904
Community wealth/Equity	1 245 713	1 509 192	1 550 722		1 341 024				1 568 503
Cash flows									
Net cash from (used) operating	21 066	193 674	216 849	(18 049)	228 209	252 607	24 398	10%	216 849
Net cash from (used) investing	(97 122)	(100 130)	(143 515)	(15 338)	(113 176)	(198 957)	(85 781)	43%	(143 515)
Net cash from (used) financing	(10 601)	(9 494)	(11 751)	(9)	(5 200)	(5 310)	(111)	2%	(11 751)
Cash/cash equivalents at the month/year end	(53 565)	93 259	84 257	–	119 042	71 013	(48 029)	-68%	70 792
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	17 354	8 433	5 279	5 474	4 269	4 374	3 314	200 625	249 122
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

The above C1 Sum table summarizes the following activities: -

Revenue:

The actual year to date operational revenue as at the end of June is R648, 142 million and the year to date budget of R743, 376 million and this reflects a negative variance of R95, 235 million which is mostly attributable to equitable shares received amounting to R377, 690 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Services Charges – electricity revenue: 9% unfavorable variance
- Services Charges – refuse revenue: 9% unfavorable variance
- Sale of goods and rendering of services: 40% unfavorable variance
- Interest earned – outstanding debtors: 50% unfavorable variance,
- Interest earned - external investments: 19% favorable variance,
- Rental of Facilities and Equipment: 40% unfavorable variance,
- Licenses and permits: 19% unfavorable variance.
- Other revenue: 62% unfavorable variance
- Property rates: 2% unfavorable variance
- Fines, penalties and forfeits: 82% unfavorable variance
- Transfer and subsidies: 0% favorable variance
- Interest on non-exchange transactions: 50% favorable variance
- Gains on disposal of assets: 0% favorable variance

Operating Expenditure

The year-to-date operational expenditure as at end of June amounts to R601, 596 million and the year to date budget is R729, 698 million. This reflects the underspending variance of R128, 102 million that translates to 18% variance. The variance is attributed to the underspending of debt impairment and finance charges. The municipality is still facing a challenge regarding the computation of monthly movement of the debt impairment

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

- Debt impairment: 100% overspending
- Transfer and subsidies: 12% overspending.
- Irrecoverable debts written off: 183% underspending.
- Depreciation assets and impairment: 41% under spending.
- Losses on disposal of assets: 7918% overspending

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 June amounts to R120, 890 million and the year to date budget amounts to R173, 549 million and this gives rise to R52, 659 million over performance.

Surplus/Deficit

Taking the above into consideration, the net operating profit for the month of June is R162, 153 million that is mainly attributed to underperformance on capital expenditure in the reporting period.

Debtors

Outstanding debtors are comprised of consumer and sundry debtors. The total outstanding debtors at end of June amounts to R249,122 million and this shows an increase of R32,472 million as compared to R216, 650 million as at end of 2023-24 financial year, and it shows an increase of R 363 thousands as compared to R248,562 of last month.

Consumer debtors are made up of service charges and property rates that amount to R152,155 million and other debtors amounting to R96, 967 million. Debtors relating to traffic fines are reported as part of other debtors presented under current assets on table C6 and as a result, do not form part of consumer debtors.

Creditors

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

Table C2 – Financial Performance (Standard Classification)

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	312 699	339 405	331 211	7 610	324 406	220 294	104 112	47%	331 211
Executive and council	42 864	55 444	55 444	–	52 513	34 281	18 232	53%	55 444
Finance and administration	253 277	265 077	256 883	7 610	253 009	172 009	81 000	47%	256 883
Internal audit	16 559	18 884	18 884	–	18 884	14 004	4 880	35%	18 884
Community and public safety	123 210	147 318	131 774	(49 897)	49 742	20 993	28 749	137%	131 774
Community and social services	11 295	11 332	11 320	3	11 332	8 840	2 492	28%	11 320
Sport and recreation	17 577	17 596	17 612	–	17 590	14 657	2 933	20%	17 612
Public safety	94 338	118 389	102 842	(49 900)	20 820	(2 505)	23 324	-931%	102 842
Economic and environmental services	122 639	145 708	210 401	5 223	169 786	159 847	9 940	6%	193 401
Planning and development	23 661	26 909	27 921	142	27 593	22 517	5 076	23%	27 921
Road transport	98 141	117 962	181 644	5 081	138 426	133 792	4 634	3%	164 644
Environmental protection	836	836	836	–	3 767	3 538	230	6%	836
Trading services	187 389	216 500	230 859	13 583	219 690	150 321	69 370	46%	230 859
Energy sources	136 984	176 261	190 868	12 249	181 342	124 699	56 643	45%	190 868
Waste management	50 405	40 239	39 991	1 334	38 348	25 622	12 726	50%	39 991
Total Revenue - Functional	745 937	848 930	904 245	(23 480)	763 625	551 455	212 170	38%	887 245
Expenditure - Functional									
Governance and administration	250 913	256 051	261 398	16 658	237 435	152 129	85 306	56%	261 598
Executive and council	45 644	50 467	51 199	3 893	48 180	29 581	18 599	63%	51 199
Finance and administration	193 326	193 168	195 181	11 857	175 134	110 847	64 287	58%	196 272
Internal audit	11 943	12 416	15 018	908	14 122	11 701	2 420	21%	14 127
Community and public safety	112 849	166 016	135 836	(26 701)	63 829	4 828	59 000	1222%	135 850
Community and social services	12 405	16 523	8 012	725	7 841	(3 831)	11 671	-305%	8 026
Sport and recreation	11 776	17 967	25 212	2 239	24 589	20 606	3 983	19%	25 212
Public safety	88 668	131 526	102 612	(29 664)	31 399	(11 947)	43 346	-363%	102 612
Economic and environmental services	111 943	121 360	112 486	5 426	111 856	60 749	51 108	84%	112 277
Planning and development	20 264	29 097	24 797	2 442	24 756	9 155	15 602	170%	24 647
Road transport	91 679	91 267	87 593	2 958	87 016	52 386	34 631	66%	87 484
Environmental protection	–	996	96	27	83	(792)	875	-111%	146
Trading services	214 760	190 937	219 978	21 629	188 352	145 409	42 943	30%	219 973
Energy sources	135 137	139 573	158 450	19 809	144 046	108 976	35 070	32%	158 450
Waste management	79 623	51 364	61 528	1 820	44 306	36 433	7 873	22%	61 523
Total Expenditure - Functional	690 466	734 364	729 698	17 013	601 472	363 115	238 357	66%	729 698
Surplus/ (Deficit) for the year	55 471	114 566	174 546	(40 493)	162 153	188 340	(26 187)	-14%	157 546

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

Vote Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	36 200	48 780	48 780	–	48 780	31 974	16 806	53%	48 780
Vote 2 - Municipal Manager	52 692	53 017	53 017	–	50 086	37 504	12 582	34%	53 017
Vote 3 - Budget & Treasury	134 073	155 069	146 875	7 597	143 169	83 926	59 243	71%	146 875
Vote 4 - Corporate Services	57 641	46 686	46 686	13	46 518	36 116	10 402	29%	46 686
Vote 5 - Community Services	183 060	197 934	182 142	(48 140)	100 036	55 491	44 544	80%	182 142
Vote 6 - Technical Services	253 091	309 085	387 373	16 908	335 992	273 897	62 095	23%	387 373
Vote 7 - Developmental Planning	13 410	18 658	19 670	142	19 342	16 504	2 838	17%	19 670
Vote 8 - Executive Support	15 770	19 701	19 701	–	19 701	16 043	3 659	23%	19 701
Total Revenue by Vote	745 937	848 930	904 245	(23 480)	763 625	551 455	212 170	38%	904 245
Expenditure by Vote									
Vote 1 - Executive & Council	38 807	42 336	43 295	2 913	40 262	25 729	14 533	56%	43 295
Vote 2 - Municipal Manager	46 652	43 952	51 629	4 487	47 872	36 878	10 994	30%	51 629
Vote 3 - Budget & Treasury	85 803	84 203	84 720	(771)	72 510	50 970	21 540	42%	84 720
Vote 4 - Corporate Services	32 461	45 697	32 137	4 446	27 261	2 173	25 088	1154%	32 137
Vote 5 - Community Services	201 461	229 017	207 291	(23 998)	118 046	45 348	72 699	160%	207 291
Vote 6 - Technical Services	245 055	249 634	265 980	25 869	251 058	172 009	79 049	46%	265 980
Vote 7 - Developmental Planning	13 444	21 637	17 900	1 914	17 888	5 491	12 397	226%	17 900
Vote 8 - Executive Support	26 783	17 889	26 747	2 153	26 574	24 517	2 057	8%	26 747
Total Expenditure by Vote	690 466	734 364	729 698	17 013	601 472	363 115	238 357	66%	729 698
Surplus/ (Deficit) for the year	55 471	114 566	174 546	(40 493)	162 153	188 340	(26 187)	-14%	174 546

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

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

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		105 796	133 515	147 578	9 525	134 697	147 578	(12 882)	-9%	147 578
Service charges - Water		—	—	—	—	—	—	—	—	—
Service charges - Waste Water Management		—	—	—	—	—	—	—	—	—
Service charges - Waste management		12 227	12 488	14 276	1 059	12 998	14 276	(1 278)	-9%	14 276
Sale of Goods and Rendering of Services		625	2 026	3 000	80	1 805	3 000	(1 195)	-40%	3 000
Agency services		—	—	—	—	—	—	—	—	—
Interest		—	—	—	—	—	—	—	—	—
Interest earned from Receivables		2 646	9 925	7 889	348	3 972	7 889	(3 918)	-50%	7 889
Interest from Current and Non Current Assets		7 316	9 404	6 772	580	8 064	6 772	1 292	19%	6 772
Dividends		—	—	—	—	—	—	—	—	—
Rent on Land		—	—	—	—	—	—	—	—	—
Rental from Fixed Assets		1 301	2 855	1 886	86	1 126	1 886	(760)	-40%	1 886
Licence and permits		6 344	7 302	7 302	422	5 939	7 302	(1 363)	-19%	7 302
Operational Revenue		151	968	1 296	18	491	1 296	(805)	-62%	1 296
Non-Exchange Revenue										
Property rates		59 511	67 168	61 818	5 169	60 419	61 818	(1 399)	-2%	61 818
Surcharges and Taxes		—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits		90 047	113 999	98 497	(49 800)	17 283	98 497	(81 213)	-82%	98 497
Licence and permits		—	—	—	—	—	—	—	—	—
Transfers and subsidies - Operational		364 580	383 099	383 099	463	382 783	383 099	(316)	0%	383 099
Interest		13 214	9 963	9 963	1 382	14 978	9 963	5 015	50%	9 963
Fuel Levy		—	—	—	—	—	—	—	—	—
Operational Revenue		—	—	—	—	—	—	—	—	—
Gains on disposal of Assets		61	—	—	—	3 565	—	3 565	#DIV/0!	—
Other Gains		6 853	—	—	22	22	—	22	#DIV/0!	—
Discontinued Operations		—	—	—	—	—	—	—	—	—
Total Revenue (excluding capital transfers and		670 673	752 712	743 376	(30 647)	648 142	743 376	(95 235)	-13%	743 376
Expenditure By Type										
Employee related costs		188 236	213 757	196 286	16 270	198 271	196 286	1 985	1%	196 286
Remuneration of councillors		26 131	28 178	29 661	2 282	27 708	29 661	(1 953)	-7%	29 661
Bulk purchases - electricity		109 783	121 123	139 391	18 878	128 026	139 391	(11 365)	-8%	139 391
Inventory consumed		42 936	37 865	41 896	3 753	39 241	41 896	(2 655)	-6%	41 896
Debt impairment		92 121	124 419	93 423	(44 955)	—	93 423	(93 423)	-100%	93 423
Depreciation and amortisation		70 037	59 690	63 542	1 382	59 845	63 542	(3 698)	-6%	63 542
Interest		11 344	406	1 104	638	1 034	1 104	(69)	-6%	1 104
Contracted services		79 028	70 102	85 573	7 831	77 646	85 573	(7 927)	-9%	85 573
Transfers and subsidies		15 844	9 404	11 313	2 099	9 959	11 313	(1 354)	-12%	11 313
Irrecoverable debts written off		3 755	8 116	1 413	130	3 995	1 413	2 582	183%	1 413
Operational costs		56 682	61 255	66 029	8 966	61 023	66 029	(5 006)	-8%	66 029
Losses on Disposal of Assets		1 181	50	67	(241)	(5 255)	67	(5 322)	-7918%	67
Other Losses		364	—	—	11	102	—	102	#DIV/0!	—
Total Expenditure		697 441	734 364	729 698	17 046	601 596	729 698	(128 102)	-18%	729 698
Surplus/(Deficit)		(26 768)	18 347	13 678	(47 692)	46 546	13 678	32 868	240%	13 678
Transfers and subsidies - capital (monetary allocations)		75 385	96 218	160 868	7 199	115 607	160 868	(45 261)	-28%	160 868
Transfers and subsidies - capital (in-kind)		20	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions		48 637	114 566	174 546	(40 493)	162 153	174 546			174 546
Income Tax		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after income tax		48 637	114 566	174 546	(40 493)	162 153	174 546			174 546
Share of Surplus/Deficit attributable to Joint Venture		—	—	—	—	—	—	—	—	—
Share of Surplus/Deficit attributable to Minorities		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to municipality		48 637	114 566	174 546	(40 493)	162 153	174 546			174 546
Share of Surplus/Deficit attributable to Associate		—	—	—	—	—	—	—	—	—
Intercompany/Parent subsidiary transactions		—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year		48 637	114 566	174 546	(40 493)	162 153	174 546			174 546

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

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

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

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

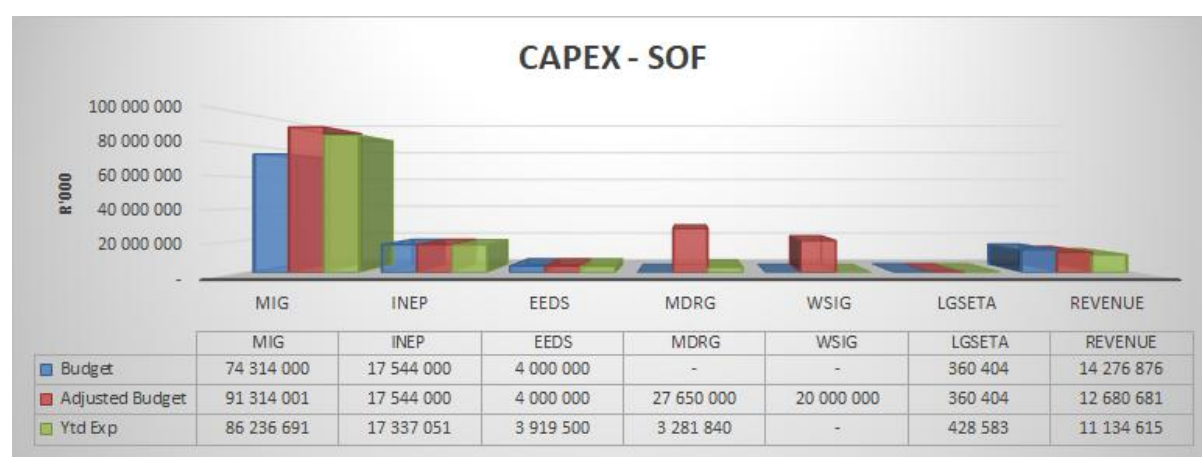
Vote Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	8 643	7 170	2 370	422	2 599	(3 836)	6 434	-168%	2 370
Executive and council	–	–	–	–	–	–	–	–	–
Finance and administration	8 643	7 170	2 370	422	2 599	(3 836)	6 434	-168%	2 370
Internal audit	–	–	–	–	–	–	–	–	–
Community and public safety	216	11 100	12 191	3 562	11 702	1 701	10 001	588%	12 191
Community and social services	–	800	696	–	800	692	108	16%	696
Sport and recreation	216	10 300	11 495	3 562	10 902	1 009	9 893	980%	11 495
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	76 556	68 949	134 654	2 220	84 352	113 073	(28 720)	-25%	134 654
Planning and development	–	–	–	–	–	–	–	–	–
Road transport	76 556	68 949	134 654	2 220	84 352	113 073	(28 720)	-25%	134 654
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	23 448	23 277	24 333	3 126	23 685	11 202	12 483	111%	24 333
Energy sources	21 342	22 227	22 748	3 111	22 431	11 121	11 310	102%	22 748
Waste management	2 107	1 050	1 585	15	1 254	81	1 173	1443%	1 585
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	108 862	110 495	173 549	9 330	122 338	122 140	198	0%	173 549
Funded by:									
National Government	81 945	95 858	140 508	7 975	110 775	98 480	12 295	12%	140 508
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	–	–	20 000	–	–	20 000	(20 000)	-100%	20 000
Transfers and subsidies - capital (monetary allocations)	–	360	360	149	429	–	429	#DIV/0!	360
Transfers recognised - capital	81 945	96 218	160 868	8 124	111 204	118 480	(7 276)	-6%	160 868
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	26 917	14 277	12 681	1 207	11 135	3 660	7 474	204%	12 681
Total Capital Funding	108 862	110 495	173 549	9 330	122 338	122 140	198	0%	173 549

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Expenditure of multi-year capital appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	2 375	1 000	1 660	422	1 882	1 138	744	65%	1 660
Vote 5 - Community Services	1 915	10 000	11 217	3 562	10 624	901	9 723	1079%	11 217
Vote 6 - Technical Services	93 610	70 688	88 566	-	83 206	66 505	16 701	25%	88 766
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total multi-year capital expenditure	97 900	81 688	101 444	3 984	95 712	68 544	27 168	40%	101 644
Expenditure of single-year capital appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	6 268	6 170	710	-	716	(4 974)	5 690	-114%	710
Vote 5 - Community Services	407	2 150	2 559	15	2 333	881	1 451	165%	2 559
Vote 6 - Technical Services	4 287	20 487	68 836	5 331	23 578	57 689	(34 111)	-59%	68 636
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total single-year capital expenditure	10 962	28 807	72 105	5 346	26 627	53 596	(26 970)	-50%	71 905
Total Capital Expenditure	108 862	110 495	173 549	9 330	122 338	122 140	198	0%	173 549

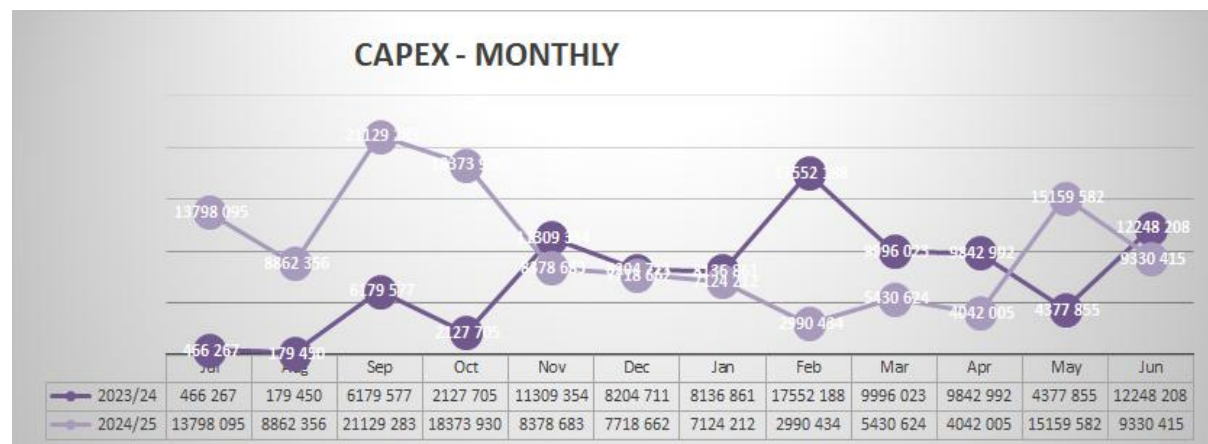
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by municipal vote, standard classification and the funding thereof. For the month of June, R9,330 million expenditure is incurred and the year-to-date expenditure amounts to R122, 338 whilst the year to date budget is R122, 140 million and this gave rise to under spending variance of R198 thousand that translates to 0%.

Figure 1: Capital expenditure by source



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R173, 549 million, R91, 314 million is funded from Municipal Infrastructure Grant, R17, 544 million from Integrated National Electrification Programme, R4, 000 million from Energy Efficiency and Demand Side Management grant, R360 thousand from LGSETA, R27,650 Municipal Disaster Recovery Grant, R20 000 million from Water Service Infrastructure Grant and R12,681 million from own revenue and the spending per source of finance is presented in the above graph

Figure 2: Monthly capital expenditure



The above graph compares the 2023-24 and 2024-25 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2023/24	Budget Year 2024/25			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	22 674	76 076	71 789	7 239	71 789
Call investment deposits	–	–	–	57 322	–
Consumer debtors	131 274	145 085	167 485	175 236	167 485
Other debtors	29 832	13 993	20 842	93 619	20 723
Current portion of long-term receivables	–	119	119	–	119
Inventory	31 509	41 956	37 975	37 579	38 258
Total current assets	215 289	277 229	298 210	370 994	298 373
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	18 475	19 693	20 193	–	20 193
Investment property	110 604	47 492	47 492	110 604	47 492
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1 155 424	1 405 876	1 478 113	1 152 437	1 467 731
Biological	463	–	–	–	–
Intangible	–	663	663	0	663
Other non-current assets	–	463	463	3 036	463
Total non current assets	1 284 966	1 474 187	1 546 924	1 266 076	1 536 542
TOTAL ASSETS	1 500 256	1 751 416	1 845 134	1 637 070	1 834 915
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	8 006	8 895	6 639	1 099	6 639
Consumer deposits	5 518	6 653	6 810	5 355	6 810
Trade and other payables	108 238	102 261	141 432	142 560	141 432
Provisions	10 141	6 565	3 627	8 768	3 627
Total current liabilities	131 904	124 375	158 508	157 782	158 508
Non current liabilities					
Borrowing	27 611	27 548	45 602	16 475	45 602
Provisions	95 028	90 302	90 302	121 790	90 302
Total non current liabilities	122 639	117 850	135 904	138 264	135 904
TOTAL LIABILITIES	254 543	242 225	294 411	296 046	294 411
NET ASSETS	1 245 713	1 509 192	1 550 722	1 341 024	1 550 722
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 245 713	1 509 192	1 550 722	1 341 024	1 550 722
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	1 245 713	1 509 192	1 550 722	1 341 024	1 550 722

The above table shows that community wealth amounts to R1 341 024 billion, total liabilities R296,046 million and the total assets R1 637,070 million. Non-current liabilities are mainly made up of borrowing, provisions for long service award and provisions for landfill sites. Taking the current liabilities and current assets together, the municipality has a current ratio of 2.4:1 which does meets the acceptable norm of 2:1. The municipality needs to keep the current liabilities low and increase the current assets to strengthen the liquidity ratio.

Table C7: Monthly Budget Statement Cash Flow

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	35 212	68 803	64 791	24 971	64 791	64 791	0	0%	64 791
Service charges	95 066	144 048	158 130	30 414	146 861	158 130	(11 269)	-7%	158 130
Other revenue	6 795	28 186	26 864	(100 003)	27 185	26 864	321	1%	26 864
Transfers and Subsidies - Operational	343 852	383 099	376 370	(6 811)	376 370	376 370	0	0%	376 370
Transfers and Subsidies - Capital	13 000	91 858	139 508	(49 009)	91 858	139 508	(47 650)	-34%	139 508
Interest	2 234	8 210	5 078	(1 728)	6 210	5 078	1 132	22%	5 078
Payments									
Suppliers and employees	(475 093)	(520 719)	(540 656)	40 487	(538 490)	(540 656)	(2 166)	0%	(540 656)
Finance charges	-	(406)	(1 104)	(10)	(306)	(1 104)	(798)	72%	(1 104)
Transfers and Grants	-	(9 404)	(12 133)	(1 544)	(9 404)	(12 133)	(2 729)	22%	(12 133)
NET CASH FROM/(USED) OPERATING ACTIVITIES	21 066	193 674	216 849	(63 232)	165 076	216 849	51 772	24%	216 849
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	659	659	-	-	659	(659)	-100%	659
Decrease (increase) in non-current receivables	-	(1 194)	(1 694)	-	-	(1 694)			
Decrease (increase) in non-current investments	-	-	-	-	-	-	1 694	-100%	(1 694)
Payments									
Capital assets	(97 122)	(99 595)	(142 480)	13 581	(99 595)	(142 480)	(42 885)	30%	(142 480)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(97 122)	(100 130)	(143 515)	13 581	(99 595)	(143 515)	(99 362)	50%	(143 515)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	73	-	-	(679)	-100%	-
Payments									
Repayment of borrowing	(10 601)	(9 494)	(11 751)	(4 367)	(10 130)	(11 751)	(1 621)	14%	(11 751)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(10 601)	(9 494)	(11 751)	(4 294)	(10 130)	(11 751)	(942)	9%	(11 751)
NET INCREASE/ (DECREASE) IN CASH HELD	(86 658)	84 050	61 583	(53 946)	55 352	61 583			
Cash/cash equivalents at beginning:	33 093	9 209	22 674		9 209	22 674			9 209
Cash/cash equivalents at month/year end:	(53 565)	93 259	84 257		64 561	84 257			70 792

Table C7 presents details pertaining to cash flow performance. As at end of June, the net cash inflow from operating activities is R165, 076 million whilst net cash outflow from investing activities is R99,595 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R10, 130 million. The cash and cash equivalent held at end of June amounted to R64, 561 million and the net effect of the above cash flows is cash inflow movement of R55, 352 million. The cash and cash equivalent at end of the reporting period of R64, 561 million, is mainly made up of cash in the primary bank account amounting to R7, 329 million and short-term investments amounting to R57, 322 million at the end of June.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source			
Property rates	-2%	The actual revenue generated is less than the projected monthly revenue	The municipality should ensure revenue is collected in all business areas where revenue is billed
Service charges - electricity revenue	-9%	The projected monthly revenue appear to be more in light of the actual revenue performance	The revenue unit should ensure that electricity revenue billed is a true reflection of the services under electricity charges
Service charges - refuse revenue	-9%	The actual revenue generated is slightly lower than the projected monthly revenue	The municipality should ensure revenue is billed in all business areas where skips bins are located
Sale of goods and rendering of services	-40%	The actual revenue generated in is less than the projected monthly revenue	The municipality should monitor all the sale goods and rendering of services to ensure they generate cash as expected and that the municipality doesn't incur losses on them
Rental of facilities and equipment	-40%	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 needs to ensure all the municipal and rented equipments generate revenue as hired out.
Interest earned - external investments	-50%	The municipality has invested in three different investment portfolios with Standard bank, and ABSA and the actual interest generated is less than the projected budget revenue	The municipality should draft cash flow projections plan which will assist if there is a need to invest during the budget preparations to avoid variances.
Interest earned - outstanding debtors	19%	The actual revenue generated is more than the projected monthly revenue.	The municipality should encourage customers to pay their accounts on time to avoid incurring interests.
Fines, penalties and forfeits	-82%	The actual revenue issued on speed cameras is less than the projections. The contract of the speed fine cameras has been appointed, however there still slow collection in terms of revenue collection.	The municipality should strategies on how to speed up the revenue collection under this item. There should be road blocks in the groblersdal entrances where cashiers are available to collection on outstanding traffic fines.
Licences and permits	-19%	The actual revenue generated is less than the projected monthly revenue	The municipal department of town planning should come up with measures to ensure that all vendors operating within municipal services area are issued with licences and permits and pay fees.
Transfers and subsidies	0%	All operational grants and subsidies trenches are received in line with the DORA.	The budget team should continue to make use of DORA to guide in the projections during the budget preparations.
Interest on non exchange transactions	50%	The actual revenue generated is more than the projected monthly revenue.	The municipality should ensure that the interest generated on non exchange transactions are later collected
Expenditure By Type			
Employee related costs	1%	The actual expenditure incurred on employee related costs is slightly more than the projections thereof	No remedial action is needed
Remuneration of councillors	-7%	The actual expenditure incurred on remuneration of councillors is slightly less than the projected monthly expenditure	The municipality should budget according to the number of councillors that they have
Bulk purchases	-8%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure, the monthly payments were captured before month end.	The municipality should encourages the service provider (Eskom) to submit invoices before month end system closure so payments are processed and captured on the system to avoid variances.
Inventory consumed	-6%	The actual expenditure incurred on material consumption is slightly lower than the projections thereof	The municipality should monitor consumptions of materials versus the requisition thereof
Debt impairment	-100%	Debt impairment calculated is less than the projections thereof.	The municipality should introduce the method of calculating debt impairment on monthly basis to avoid the the variances.
Depreciation & asset impairment	-6%	The actual depreciation calculated is slightly less than the projections thereof	The municipality has introduced the method of calculating depreciation on monthly basis as the Asset module contract is with the system vendor.
Finance charges	-6%	Finance charges is mainly for finance lease and the municipality has a new lease contract	The municipality should continue encouraging the service provider to submit invoices before month end system closure so payments are processed and captured on the system to avoid variances.
Contracted services	-9%	The actual expenditure incurred is less than the projected monthly expenditure	Majority of contractors are paid after month end. The municipality should encourage contractors to submit invoices on time to avoid variances and ultimately improves cash flow management.
Transfers and subsidies	-12%	The actual expenditure incurred is less than the projected monthly expenditure	The municipality should ensure all the awarded bursaries are paid within the financial year to achieve cut off
Irrecoverable debts written off	183%	The actual expenditure written off on irrecoverable debts are more than the projections thereof	The revenue unit should investigate and satisfy themselves that all the debts written off as irrecoverable are indeed irrecoverable
Operational costs	-8%	The actual expenditure incurred is less than the projected monthly expenditure	The municipality should keep operational costs at minimum and provide services to the communities.
Losses on disposal of assets	7918%	The actual expenditure incurred is less than the projected monthly expenditure	The municipality has actioned their depreciated assets and a gain has been made as the results however the capturing of the transaction should be investigated as it causes inaccuracy thereof.

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	-31%	The projections on capital grants is less than the spending thereof.	The majority of municipal national funded capital projects are at the completion stage
Internally generated funds	-21%	The actual spending on internally generated funds is more than the projections thereof.	The municipality should implement all the internal projects to ensure service delivery is achieved.
Cash Flow			
Property rates	59%	The actual collection rate on property rates is more than the projected rate	The municipality should keep on improving on the actual collection on residential and business areas and encourage customers to pay their accounts when they are due to avoid incurring interests.
Service charges	-26%	The collection rate on service charges is less than the projected rate	The municipality should come up with strategies to use for collecting on licenced municipal areas on electricity billings and refuse removal
Other revenue	-79%	The collection rate on leased assets is more than the projected amount	The municipality should continue with the strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	3%	The receipted trenches of operational grants are not in line with the projections thereof.	The municipality should make use of DORA during the draft and final budget preparations.
Government - Capital	-41%	The receipted trenches of capital grants are not in line with the projections.	The municipality should make use of DORA during the draft and final budget preparations.
Interest	-16%	Interest on other revenue is under projected to the over collection from other debtors	No remedial action is needed
Suppliers and employees	15%	The actual costs incurred is more than the projected costs and the variance is caused by vacant posts on employee related costs, and other variances in materials and other expenditure.	The variance is caused by outstanding payment on Contracted services, Other materials and general expenses therefore the municipality should avoid closing the year end with outstanding creditors
Finance charges	65%	The finance costs which is for finance lease contracts has outstanding payments due to late payments submissions.	The municipality should encourages Afriront to send invoices on time and the fleet unit should prepare invoices on time to avoid the material variances.
Transfers and Grants	4%	The payments relating to this account are less than the projections thereof	Municipality should develop a strategy to pay on time to avoid interest
Capital assets	43%	The projected capital expenditure on capex is less than the actual spending thereof.	The municipality should encourage implementation of all capital projects.
Increase (decrease) in consumer deposits	-100%	The actual payments on consumer deposit is less than the projections thereof	No remedial action is needed
Repayment of borrowing	-69%	The projections is not in line with the amortisation schedule	The municipality should make use of amortisation during budget preparations and ensure the payments are inline with the amortisation schedule.

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 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	Actual Bad Debts Written Off	Impairment - Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	8 298	2 448	603	775	144	163	(608)	4 150	15 973	4 623	-	-
Receivables from Non-exchange Transactions - Property Rates	5 293	3 213	2 272	2 147	1 886	1 826	1 780	79 697	98 116	87 337	-	-
Receivables from Exchange Transactions - Waste Management	1 101	759	627	605	601	658	645	33 071	38 066	35 580	-	-
Receivables from Exchange Transactions - Property Rental Debtors	90	67	52	52	53	51	51	941	1 358	1 149	-	-
Interest on Arrear Debtor Accounts	1 805	1 685	1 645	1 604	1 579	1 553	1 519	76 929	88 319	83 184	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	767	260	80	291	6	122	(73)	5 837	7 290	6 182	-	-
Total By Income Source	17 354	8 433	5 279	5 474	4 269	4 374	3 314	200 625	249 122	218 056	-	-
2019/20 - totals only	15 812	8 961	4 446	4 150	4 023	4 013	3 911	171 333	216 650	187 430		
Debtors Age Analysis By Customer Group												
Organs of State	2 585	1 194	1 034	801	971	1 034	882	46 952	55 452	50 639	-	-
Commercial	7 613	2 658	1 063	876	537	566	(316)	13 089	26 087	14 752	-	-
Households	6 516	4 080	2 781	3 439	2 645	2 677	2 662	138 002	162 801	149 425	-	-
Other	640	501	401	358	117	97	85	2 583	4 782	3 240	-	-
Total By Customer Group	17 354	8 433	5 279	5 474	4 269	4 374	3 314	200 625	249 122	218 056	-	

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of June amount to R249, 122 million. The debtors' book is made up as follows:

- Rates 39%
- Electricity 6%
- Rental 1%
- Refuse removal 15%
- Interest on outstanding debtors 35%
- Other 3%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

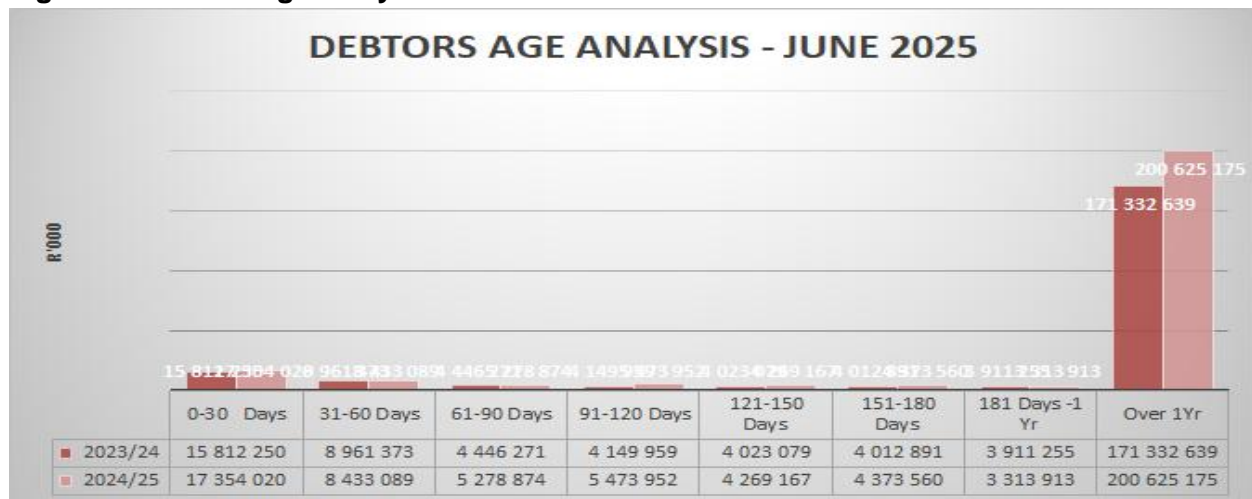
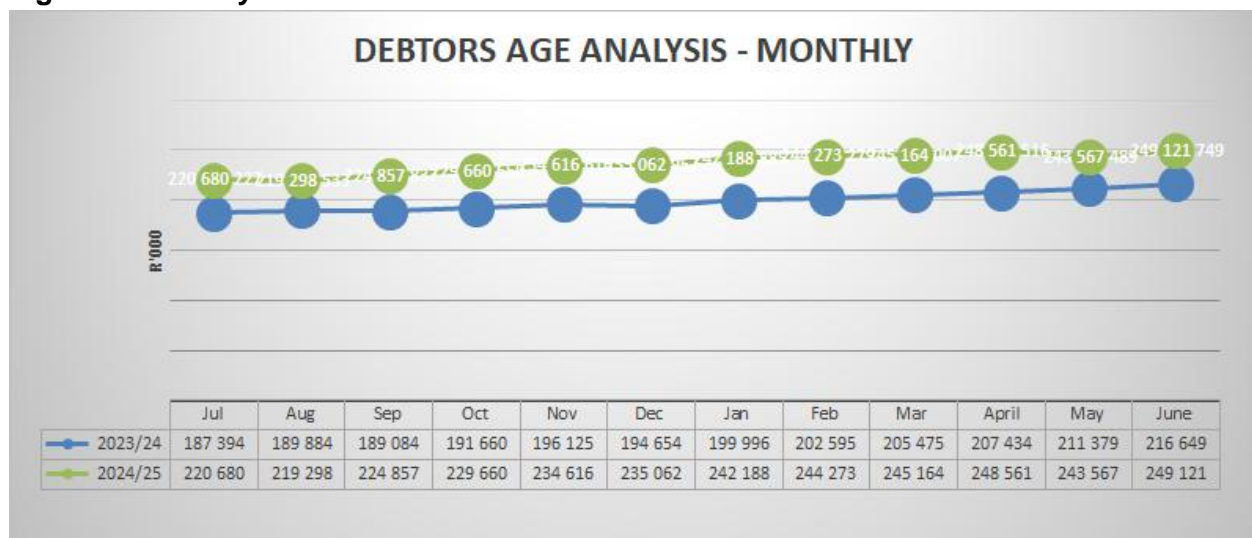


Figure 4: Monthly debtors' book



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

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

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	INDIGENT	PENSIONER	HAND OVER	OUTSTANDING TOTAL BALANCE
911906	TAFELKOP MALL (PTY) LTD	N	N	N	1 581 997
9001667	NDEBELE MAHLANGU TRIBE	N	N	N	1 175 193
9001668	NDEBELE MAHLANGU TRIBE	N	N	N	1 174 793
9005301	PATRICIO & SONS PROP (PTY) LTD/ TWIN CITY TRADING (PTY) LTD	N	N	N	1 124 645
1501364	JAN JOUBERT TRUST (JO JO TANKS)	N	N	N	1 029 652
9002327	DE LEMOS E M	N	N	N	837 083
5004546	I R L (SOUTH AFRICA) RESOURCES INVESTMENT PROP.LTD	N	N	N	810 896
9001763	TSHEHLA TRUST MAMAILE GEORGE	N	N	N	661 365
9900067	SDM(WATER PURIFICATION & SEWAGE PLANT)	N	N	Y	594 803
9002503	GOUWS BOERDERY TRUST 1999/022459/07	N	N	N	570 869
5000633	ERASMUS G J	N	N	N	570 847
7000918	MATHEBULA JABULANI JACK TITUS	N	N	Y	551 473
9019006	TIGER STRIPES INVESTMENTS (PTY	N	N	Y	544 225
9001714	KWAMAHUZE COMMUNAL PROP ASSOC	N	N	N	538 647
9001550	LEHLAKONG COMMUNAL PROP ASSOC	N	N	Y	488 990
9001052	NDEBELE STAM	N	N	Y	460 722
9002065	GOVERNMENT OF KWANDEBELE(RURAL DEVELOPMENT)	N	N	N	453 509
9001035	NDEBELE MAHLANGU TRIBE	N	N	Y	440 437
2100165	LEBOWA TRANSPORT	N	N	N	419 576
9000529	REPUBLIC OF SOUTH AFRICA	N	N	Y	419 001
TOTAL					14 448 724

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2024/25								Prior year totals for chart
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
Creditors Age Analysis By Customer Type									
Bulk Electricity									
Bulk Water									
PAYE deductions									
VAT (output less input)									
Pensions / Retirement deductions									
Loan repayments									
Trade Creditors									
Auditor General									
Other	1 061							-	
Total By Customer Type	1 061	-	-	-	-	-	-	-	-

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

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

Supporting Table: SC 5 - Investment Portfolio

Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA CALL ACCOUNT(9396519964)	1 Month	Current Investment	7.8%		30-May-25	71 874 103.93	447 960	- 15 000 000	-	57 322 064
STANDARD BANK(038823527028)	3 Months	Current Investment	8.4%		24-Jun-25	25 435 958.90	131 935	- 25 567 894	-	0
TOTAL INVESTMENTS AND INTEREST						97 310 063	579 895	- 40 567 894	-	57 322 064

The Municipality had short investment portfolios during the month of June with an opening balance of R97, 310 million and with no top up investment in various investment portfolios. An amount of R579 thousand was earned as an interest. Investment withdrawn was R40, 568 million and closed off with R57, 322 at the end of June.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	Ref	2023/24	Budget Year 2024/25						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands									
RECEIPTS:	1,2								
Operating Transfers and Grants									
National Government:		363 612	383 099	383 099	–	383 099	383 099	(0)	0.0%
Expanded Public Works Programme Integrated Grant		2 243	2 609	2 609	–	2 609	2 609	–	
Local Government Financial Management Grant	3	2 850	2 800	2 800	–	2 800	2 800	–	
Equitable Share		358 519	377 690	377 690	–	377 690	377 690	(0)	0.0%
Provincial Government:		–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–
Other grant providers:		(625)	–	–	–	–	–	–	–
Education, Training and Development Practices SETA		(625)	–	–	–	–	–	–	–
Total Operating Transfers and Grants		362 987	383 099	383 099	–	383 099	383 099	(0)	0.0%
Capital Transfers and Grants									
National Government:		75 385	95 858	140 508	–	140 508	140 508	–	
Energy Efficiency and Demand Side Management Grant		–	4 000	4 000	–	4 000	4 000	–	
Municipal Infrastructure Grant		60 985	74 314	91 314	–	91 314	91 314	–	
Integrated National Electrification Programme Grant		14 400	17 544	17 544	–	17 544	17 544	–	
Municipal Disaster Recovery Grant		–	–	27 650	–	27 650	27 650	–	
Provincial Government:		–	–	–	–	–	–	–	–
District Municipality:		–	–	20 000	–	–	20 000	(20 000)	-100.0%
Specify (Add grant description)		–	–	20 000	–	–	20 000	(20 000)	-100.0%
Other grant providers:		–	360	360	–	359	360	(2)	-0.5%
Education, Training and Development Practices SETA		–	360	360	–	359	360	(2)	-0.5%
Total Capital Transfers and Grants		75 385	96 218	160 868	–	140 867	160 868	(20 002)	-12.4%
TOTAL RECEIPTS OF TRANSFERS & GRANTS		438 372	479 317	543 967	–	523 966	543 967	(20 002)	-3.7%

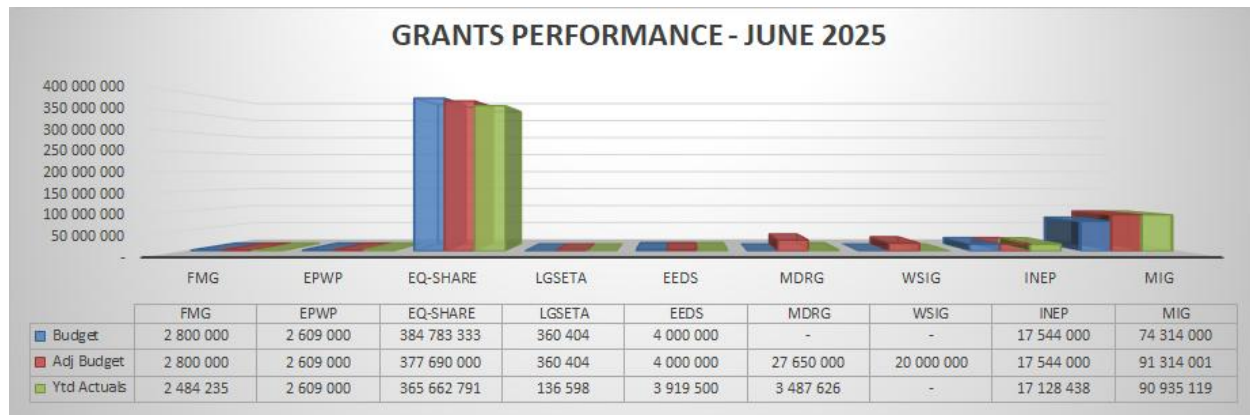
Supporting tables SC6 presents information on both received grants and those expected to be received in the near future. The year-to-date actual receipts amount to R523, 966 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R377,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

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		5 093	9 409	5 409	463	5 093	5 409	(316)	-5.8%	5 409
Expanded Public Works Programme Integrated Grant		2 243	2 609	2 609	–	2 609	2 609	0	0.0%	2 609
Local Government Financial Management Grant	3	2 850	2 800	2 800	463	2 484	2 800	(316)	-11.3%	2 800
Municipal Infrastructure Grant		0	–	–	–	–	–	–		–
Energy Efficiency and Demand Side Management Grant		–	4 000	–	–	–	–	–		–
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants		5 093	9 409	5 409	463	5 093	5 409	(316)	-5.8%	5 409
Capital Transfers and Grants										
National Government:		75 385	95 858	140 508	7 199	115 471	140 508	(25 037)	-17.8%	140 508
Energy Efficiency and Demand Side Management Grant		–	4 000	4 000	–	3 919	4 000	(81)	-2.0%	4 000
Municipal Infrastructure Grant		60 985	74 314	91 314	2 384	90 935	91 314	(379)	-0.4%	91 314
Integrated National Electrification Programme Grant		14 400	17 544	17 544	2 627	17 128	17 544	(416)	-2.4%	17 544
Municipal Disaster Recovery Grant		–	–	27 650	2 188	3 488	27 650	(24 162)	-87.4%	27 650
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	20 000	–	–	20 000	(20 000)	-100.0%	20 000
Specify (Add grant description)		–	–	20 000	–	–	20 000	(20 000)	-100.0%	20 000
Other grant providers:		–	721	360	–	137	360	(224)	-62.1%	360
Education, Training and Development Practices SETA		–	721	360	–	137	360	(224)	-62.1%	360
Total Capital Transfers and Grants		75 385	96 579	160 868	7 199	115 607	160 868	(45 261)	-28.1%	160 868
TOTAL EXPENDITURE OF TRANSFERS & GRANTS		80 478	105 988	166 277	7 663	120 701	166 277	(45 577)	-27.4%	166 277

An amount of R7, 663 million has been spent on grants during the month of June and the year-to-date actuals is R120, 701 million whilst the year to date budget amounts to R166,277 million and this results in an over-performance variance of R45 ,577 million that translates to 27.4%. Of the total spending amounting to R120, 701 million, R5, 093 million is spent on operational grants whilst capital grants spent R115, 607 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 June. The grants expenditure is shown below in percentages:

- Financial Management Grant 89%
- Expanded Public Work Programme 100%
- Equitable Share 97%
- Integrated National Electrification Grant 98%
- Municipal Infrastructure Grant 100%
- Energy Efficiency and Demand Side Management Grant 98%
- LGSETA 38%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		15 173	16 754	17 052	1 339	16 405	17 052	(647)	-4%	17 052
Pension and UIF Contributions		2 137	2 187	2 442	193	2 216	2 442	(226)	-9%	2 442
Medical Aid Contributions		112	119	6	–	6	6	(0)	0%	6
Motor Vehicle Allowance		5 592	5 726	6 759	490	6 044	6 759	(714)	-11%	6 759
Cellphone Allowance		2 862	3 154	3 118	239	2 839	3 118	(278)	-9%	3 118
Housing Allowances		–	–	–	–	–	–	–	–	–
Other benefits and allowances		255	239	285	21	197	285	(87)	-31%	285
Sub Total - Councillors		26 131	28 178	29 661	2 282	27 708	29 661	(1 953)	-7%	29 661
% increase	4		7.8%	13.5%						13.5%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		2 241	5 567	3 896	422	4 737	3 896	841	22%	3 896
Pension and UIF Contributions		122	380	352	32	303	352	(50)	-14%	352
Medical Aid Contributions		127	333	285	27	262	285	(22)	-8%	285
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		142	368	161	–	161	161	(0)	0%	161
Motor Vehicle Allowance		404	902	740	76	719	740	(21)	-3%	740
Cellphone Allowance		81	166	355	14	140	355	(215)	-60%	355
Housing Allowances		–	–	–	–	–	–	–	–	–
Other benefits and allowances		0	10	2	0	1	2	(2)	-76%	2
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	2	3 556	–	–	–	–	–	–	–	–
Entertainment		–	–	–	–	–	–	–	–	–
Scarcity		–	–	–	–	–	–	–	–	–
Acting and post related allowance		121	42	11	–	–	11	(11)	-100%	11
In kind benefits		–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality		6 795	7 768	5 803	570	6 323	5 803	520	9%	5 803
% increase	4		14.3%	-14.6%						-14.6%
Other Municipal Staff										
Basic Salaries and Wages		112 793	136 119	125 657	10 813	126 435	125 657	777	1%	125 657
Pension and UIF Contributions		22 101	26 099	23 028	2 080	24 562	23 028	1 534	7%	23 028
Medical Aid Contributions		6 849	7 397	7 735	698	7 694	7 735	(41)	-1%	7 735
Overtime		347	1 095	931	39	606	931	(324)	-35%	931
Performance Bonus		8 838	10 777	9 894	9	9 638	9 894	(257)	-3%	9 894
Motor Vehicle Allowance		15 316	17 755	16 172	1 410	16 110	16 172	(62)	0%	16 172
Cellphone Allowance		2 113	2 358	2 377	205	2 358	2 377	(20)	-1%	2 377
Housing Allowances		284	295	294	26	308	294	13	5%	294
Other benefits and allowances		1 392	525	956	137	1 566	956	610	64%	956
Payments in lieu of leave		4 881	106	938	49	850	938	(89)	-9%	938
Long service awards		803	538	881	167	1 074	881	193	22%	881
Post-retirement benefit obligations	2	4 817	2 222	660	–	–	660	(660)	-100%	660
Entertainment		–	–	–	–	–	–	–	–	–
Scarcity		–	–	–	–	–	–	–	–	–
Acting and post related allowance		908	703	959	68	749	959	(209)	-22%	959
In kind benefits		–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff		181 441	205 989	190 483	15 700	191 948	190 483	1 465	1%	190 483
% increase	4		13.5%	5.0%						5.0%
Total Parent Municipality		214 367	241 935	225 947	18 552	225 979	225 947	32	0%	225 947
TOTAL SALARY, ALLOWANCES & BENEFITS		214 367	241 935	225 947	18 552	225 979	225 947	32	0%	225 947
% increase	4		12.9%	5.4%						5.4%
TOTAL MANAGERS AND STAFF		188 236	213 757	196 286	16 270	198 271	196 286	1 985	1%	196 286

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid at end of June amounts to R198, 271 million and the year-to-date budget is R196,286 million and the expenditure for remuneration of councilors amounts to R27, 708 million while the year-to-date budget is R29, 661 million. The year-to-date actual expenditure for senior managers is R6, 323 million and the year-to-date budget is R5, 803 million. There is one senior managerial vacant position (Executive Support) and this is causing an underspending variance on budget performance for senior management. The year-to-date actual for other municipal staff is R191, 948 million and the year-to-date budget is R190, 483 million. The remuneration of councilors has an overspending variance, senior managers have underspending and other municipal staff category has underspending variance.

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

2024/25 Medium Term Revenue & Expenditure Framework	Budget Year 2024/25												2024/25 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Year	Year +1	Year +2
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	2020/21	2021/22	2022/23
Cash Receipts By Source															
Property rates	2 993	3 922	3 431	3 943	3 386	3 063	3 154	4 168	4 240	3 262	4 259	24 971	64 791	71 969	75 280
Service charges - electricity revenue	6 142	11 956	9 526	7 855	8 164	12 701	9 567	10 283	11 025	10 022	13 511	34 029	144 780	149 222	165 244
Service charges - refuse	446	612	493	509	498	513	495	488	557	519	565	(3 615)	2 081	9 695	10 141
Rental of facilities and equipment	44	74	25	46	46	30	29	45	302	34	52	1 128	1 855	2 986	3 123
Interest earned - external investments	541	382	247	205	305	459	539	318	548	938	800	929	6 210	8 588	8 983
Interest earned - outstanding debtors	166	266	112	199	352	154	125	295	412	193	383	(2 657)	–	–	–
Fines, penalties and forfeits	589	1 110	2 660	1 802	1 397	1 213	823	985	595	1 154	1 539	974	14 840	16 824	21 497
Licences and permits	578	–	549	520	468	455	511	456	514	454	402	2 396	7 302	7 638	7 989
Transfers and Subsidies - Operational	157 454	3 452	–	1 174	–	125 897	–	783	94 422	–	–	(6 811)	376 370	379 202	365 452
Other revenue	30 240	5 126	19 945	1 039	242	2 234	15 996	1 620	150	30 968	128	42 308	3 188	3 335	3 488
Cash Receipts by Source	199 192	26 900	36 988	17 292	14 859	146 717	31 239	19 441	112 765	47 544	21 639	93 651	621 418	649 459	661 197
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	33 514	–	24 000	–	6 000	17 000	800	4 544	54 650	–	–	48 650	91 858	72 932	78 173
Transfers and subsidies - capital (monetary allocations)	83	–	–	–	–	–	27	–	249	–	–	(359)	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets	–	–	–	–	–	–	–	–	–	–	–	659	659	131	137
Increase (decrease) in consumer deposits	–	(28)	(87)	4	(65)	38	69	(5 165)	5 130	39	(9)	73	–	–	–
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–	–	–	–	–	(1 194)	(1 194)	1 249	1 307
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Receipts by Source	232 788	26 872	60 901	17 296	20 793	163 755	32 135	18 821	172 794	47 583	21 630	141 480	712 741	723 771	740 814
Cash Payments by Type															
Employee related costs	14 612	14 768	16 166	14 973	15 672	24 956	15 899	16 825	15 950	16 052	16 128	29 533	211 534	218 928	228 721
Remuneration of councillors	2 021	2 145	2 348	2 087	3 026	2 539	2 302	2 283	2 283	2 283	2 283	2 578	28 178	30 996	34 095
Interest paid	–	79	71	–	–	246	–	–	–	–	–	10	406	1 737	1 815
Bulk purchases - Electricity	11 293	14 733	14 861	11 807	8 962	9 040	10 711	10 601	18 110	1 113	(2 083)	11 975	121 123	136 530	153 896
Other materials	3 400	958	8 755	4 900	1 810	3 940	2 107	2 777	4 732	1 726	383	(3 658)	31 831	38 703	40 483
Contracted services	5 328	7 381	8 860	5 740	6 561	6 135	6 524	4 851	7 886	3 505	7 043	287	70 102	68 548	72 158
Grants and subsidies paid - other	740	811	90	814	1 398	963	822	358	1 643	121	99	1 544	9 404	9 913	10 442
General expenses	11 821	24 944	4 685	8 902	10 998	6 551	2 079	1 562	6 998	3 589	3 919	11 592	59 438	67 901	70 983
Cash Payments by Type	49 214	65 820	55 836	49 223	48 426	54 370	40 445	39 257	57 601	28 389	27 773	53 862	532 016	573 255	612 594
Other Cash Flows/Payments by Type															
Capital assets	13 773	8 887	20 681	18 544	8 810	7 392	7 450	2 990	6 305	3 004	15 338	(13 581)	99 595	75 203	74 932
Repayment of borrowing	–	841	849	–	–	3 437	–	–	–	–	–	4 367	9 494	–	–
Other Cash Flows/Payments	23 199	–	–	–	–	16 271	–	–	19 494	–	11 915	(54 594)	16 284	16 533	16 891
Total Cash Payments by Type	86 186	75 548	77 366	67 767	57 237	81 470	47 895	42 248	83 400	31 394	55 026	(9 946)	657 389	664 991	704 417
NET INCREASE/(DECREASE) IN CASH HELD	146 602	(48 676)	(16 464)	(50 470)	(36 443)	82 285	(15 761)	(23 427)	89 394	16 189	(33 396)	151 426	55 352	58 780	36 397
Cash/cash equivalents at the month/year beginning:	9 209	155 811	107 135	90 671	40 200	3 757	86 042	70 282	46 855	136 249	152 438	119 042	9 209	64 561	123 340
Cash/cash equivalents at the month/year end:	155 811	107 135	90 671	40 200	3 757	86 042	70 282	46 855	136 249	152 438	119 042	64 561	64 561	123 340	159 737

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly total cash receipts reflect an amount of R141, 480 million and the total cash payment for the month was -R9, 946 million and this resulted in net decrease in cash amounting to R151, 426 million. With cash and cash equivalent of R119,042 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting to R64, 561 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
July	1 050	4 245	4 245	13 798	13 798	4 245	(9 553)	-225%	12%
August	(312)	6 735	6 735	8 862	22 660	10 980	(11 681)	-106%	21%
September	7 102	7 018	7 018	21 129	43 790	17 997	(25 792)	-143%	40%
October	2 432	9 954	9 954	18 374	62 164	27 951	(34 213)	-122%	56%
November	12 985	7 123	7 123	8 379	70 542	35 074	(35 469)	-101%	64%
December	9 157	7 080	7 080	7 719	78 261	42 154	(36 107)	-86%	71%
January	9 315	11 054	11 054	7 124	85 385	53 208	(32 177)	-60%	77%
February	20 322	10 039	26 782	2 990	88 376	79 990	(8 386)	-10%	80%
March	11 637	12 246	30 069	5 431	93 806	110 059	16 253	15%	85%
April	11 128	8 810	15 133	4 042	97 848	125 192	27 344	22%	89%
May	5 030	11 362	26 556	15 160	113 008	151 748	38 740	26%	102%
June	19 014	14 830	21 801	9 330	122 338	173 549	51 211	30%	111%
Total Capital expenditure	108 862	110 495	173 549	122 338					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of June amounts to R9, 330 million. The year-to-date actual expenditure incurred is R122, 338 million whilst the year-to-date budget is R173, 549 million, that gives rise to under spending variance of R51, 211 million that translates to 30%.The under spending is due to MDRG grant of R27 650 million that was received in March, procurement process are underway.

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

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		17 619	23 968	42 079	2 128	18 580	42 079	23 499	55.8%	42 079
Roads Infrastructure		-	-	-	-	-	-	-		-
Roads		-	-	-	-	-	-	-		-
Road Structures		-	-	-	-	-	-	-		-
Road Furniture		-	-	-	-	-	-	-		-
Capital Spares		-	-	-	-	-	-	-		-
Storm water Infrastructure		-	2 174	435	-	-	435	435	100.0%	435
Drainage Collection		-	2 174	435	-	-	435	(435)	(0)	435
Storm water Conveyance		-	-	-	-	-	-	-		-
Attenuation		-	-	-	-	-	-	-		-
Electrical Infrastructure		18 535	21 544	21 544	2 113	18 484	21 544	3 060	14.2%	21 544
Power Plants		5 737	-	-	-	-	-	-		-
HV Substations		-	-	-	-	-	-	-		-
HV Switching Station		-	-	-	-	-	-	-		-
HV Transmission Conductors		-	-	-	-	-	-	-		-
MV Substations		-	-	-	-	-	-	-		-
MV Switching Stations		-	-	-	-	-	-	-		-
MV Networks		12 799	21 544	21 544	2 113	18 484	21 544	(3 060)	(0)	21 544
LV Networks		-	-	-	-	-	-	-		-
Capital Spares		-	-	-	-	-	-	-		-
Water Supply Infrastructure		-	-	20 000	-	-	20 000	20 000	100.0%	20 000
Dams and Weirs		-	-	-	-	-	-	-		-
Boreholes		-	-	20 000	-	-	20 000	(20 000)	(0)	20 000
Solid Waste Infrastructure		(916)	250	100	15	96	100	4	3.7%	100
Landfill Sites		(916)	250	100	15	96	100	(4)	(0)	100
Other assets		-	-	-	-	242	-	(242)	#DIV/0!	-
Operational Buildings		-	-	-	-	242	-	(242)	#DIV/0!	-
Municipal Offices		-	-	-	-	242	-	242	#DIV/0!	-
Computer Equipment		2 035	1 360	1 660	367	1 574	1 660	87	5.2%	1 660
Computer Equipment		2 035	1 360	1 660	367	1 574	1 660	(87)	(0)	1 660
Furniture and Office Equipment		5 739	6 110	760	-	679	760	81	10.6%	760
Furniture and Office Equipment		5 739	6 110	760	-	679	760	(81)	(0)	760
Machinery and Equipment		331	983	982	592	13 971	982	(12 988)	-1322.3%	982
Machinery and Equipment		331	983	982	592	13 971	982	12 988	0	982
Transport Assets		-	-	-	-	1 001	-	(1 001)	#DIV/0!	-
Transport Assets		-	-	-	-	1 001	-	1 001	#DIV/0!	-
Land		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Living resources		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Immature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Total Capital Expenditure on new assets	1	25 725	32 420	45 481	3 088	36 047	45 481	9 434	20.7%	45 481

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

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		7 053	8 500	18 550	939	2 702	18 550	15 848	85.4%	18 550
Roads Infrastructure		-	-	17 050	939	1 702	17 050	15 348	90.0%	17 050
Roads		-	-	17 050	939	1 702	17 050	(15 348)	(0)	17 050
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	500	500	-	-	500	500	100.0%	500
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	500	500	-	-	500	(500)	(0)	500
Solid Waste Infrastructure		7 053	8 000	1 000	-	1 000	1 000	-	-	1 000
Landfill Sites		7 053	8 000	1 000	-	1 000	1 000	-	-	1 000
Community Assets		-	800	696	-	696	696	-	-	696
Community Facilities		-	800	696	-	696	696	-	-	696
Cemeteries/Crematoria		-	800	696	-	696	696	-	-	696
Police		-	-	-	-	-	-	-	-	-
Parks		-	-	-	-	-	-	-	-	-
Public Open Space		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	261	238	-	78	238	160	67.2%	238
Machinery and Equipment		-	261	238	-	78	238	(160)	(0)	238
Transport Assets		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	1	7 053	9 561	19 484	939	3 476	19 484	16 008	82.2%	19 484

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

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		19 675	14 718	16 116	758	15 615	16 116	500	3.1%	16 116
Roads Infrastructure		13 024	7 766	8 126	29	7 808	8 126	317	3.9%	8 126
Roads		13 024	7 766	8 126	29	7 808	8 126	(317)	(0)	8 126
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		4 551	4 750	5 150	493	4 967	5 150	183	3.5%	5 150
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		4 551	4 750	5 150	493	4 967	5 150	(183)	(0)	5 150
Solid Waste Infrastructure		2 100	2 203	2 841	237	2 841	2 841	-	-	2 841
Landfill Sites		2 100	2 203	2 841	237	2 841	2 841	-	-	2 841
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Community Assets		448	6 262	7 686	877	7 312	7 686	375	4.9%	7 686
Community Facilities		448	6 262	7 686	877	7 312	7 686	375	4.9%	7 686
Halls		-	-	-	-	-	-	-	-	-
Purls		448	6 262	7 686	877	7 312	7 686	(375)	(0)	7 686
Other assets		-	-	-	-	39	-	(39)	#DIV/0!	-
Operational Buildings		-	-	-	-	39	-	(39)	#DIV/0!	-
Municipal Offices		-	-	-	-	39	-	39	#DIV/0!	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	550	550	89	345	550	205	37.3%	550
Furniture and Office Equipment		-	550	550	89	345	550	(205)	(0)	550
Machinery and Equipment		16 695	13 101	12 883	1 742	12 319	12 883	564	4.4%	12 883
Machinery and Equipment		16 695	13 101	12 883	1 742	12 319	12 883	(564)	(0)	12 883
Transport Assets		-	1 724	2 174	257	2 044	2 174	130	6.0%	2 174
Transport Assets		-	1 724	2 174	257	2 044	2 174	(130)	(0)	2 174
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	1	36 818	36 354	39 409	3 723	37 674	39 409	1 735	4.4%	39 409

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

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		42 775	40 397	44 147	(24)	43 356	44 147	791	1.8%	44 147
Roads Infrastructure		35 908	36 420	36 327	(567)	36 772	36 327	(445)	-1.2%	36 327
Roads		35 622	35 937	35 937	(438)	36 490	35 937	553	0	35 937
Road Structures		58	241	227	(151)	53	227	(174)	(0)	227
Road Furniture		229	242	163	23	229	163	66	0	163
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	42	42	-	-	42	42	100.0%	42
Drainage Collection		-	42	42	-	-	42	(42)	(0)	42
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		4 640	3 226	6 199	384	4 656	6 199	1 543	24.9%	6 199
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		907	1 639	3 037	78	2 938	3 037	(99)	(0)	3 037
MV Switching Stations		318	376	321	26	318	321	(4)	(0)	321
MV Networks		1 543	1 212	599	99	491	599	(108)	(0)	599
LV Networks		262	-	641	52	260	641	(381)	(0)	641
Capital Spares		1 610	-	1 601	130	649	1 601	(952)	(0)	1 601
Solid Waste Infrastructure		2 227	710	1 578	159	1 928	1 578	(349)	-22.1%	1 578
Landfill Sites		516	417	426	41	496	426	70	0	426
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		1 708	289	1 150	117	1 429	1 150	279	0	1 150
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		3	3	3	0	3	3	(0)	(0)	3
Community Assets		958	1 117	1 071	61	749	1 071	322	30.1%	1 071
Community Facilities		802	854	807	51	625	807	182	22.5%	807
Halls		30	31	28	2	27	28	(1)	(0)	28
Centres		183	193	185	6	72	185	(113)	(0)	185
Cemeteries/Crematoria		92	97	93	7	91	93	(2)	(0)	93
Police		-	-	-	-	-	-	-	-	-
Parks		1	3	1	0	1	1	(0)	(0)	1
Public Open Space		-	-	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals		244	263	247	15	188	247	(59)	(0)	247
Capital Spares		253	267	253	20	246	253	(7)	(0)	253
Sport and Recreation Facilities		156	263	263	9	124	263	140	53.1%	263
Indoor Facilities		-	-	-	-	-	-	-	-	-
Outdoor Facilities		156	263	263	9	124	263	(140)	(0)	263

Other assets		3 966	6 366	5 003	282	3 427	5 003	1 576	31.5%	5 003
Operational Buildings		1 415	2 608	2 086	190	2 153	2 086	(67)	-3.2%	2 086
Municipal Offices		716	2 574	1 538	149	1 812	1 538	274	0	1 538
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		389	34	234	19	231	234	(3)	(0)	234
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		310	-	314	22	111	314	(203)	(0)	314
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		2 552	3 759	2 917	92	1 274	2 917	1 643	56.3%	2 917
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		2 552	3 759	2 917	92	1 274	2 917	(1 643)	(0)	2 917
Capital Spares		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Intangible Assets		6	22	22	-	-	22	22	100.0%	22
Servitudes		6	14	14	-	-	14	(14)	(0)	14
Licences and Rights		-	8	8	-	-	8	8	100.0%	8
Water Rights		-	-	-	-	-	-	-	-	-
Effluent Licenses		-	-	-	-	-	-	-	-	-
Solid Waste Licenses		-	-	-	-	-	-	-	-	-
Computer Software and Applications		-	8	8	-	-	8	(8)	(0)	8
Load Settlement Software Applications		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Computer Equipment		997	994	967	115	1 262	967	(294)	-30.4%	967
Computer Equipment		997	994	967	115	1 262	967	294	0	967
Furniture and Office Equipment		763	840	2 433	159	1 667	2 433	766	31.5%	2 433
Furniture and Office Equipment		763	840	2 433	159	1 667	2 433	(766)	(0)	2 433
Machinery and Equipment		3 248	3 168	3 939	429	4 370	3 939	(432)	-11.0%	3 939
Machinery and Equipment		3 248	3 168	3 939	429	4 370	3 939	432	0	3 939
Transport Assets		5 229	5 990	5 168	361	5 013	5 168	154	3.0%	5 168
Transport Assets		5 229	5 990	5 168	361	5 013	5 168	(154)	(0)	5 168
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Depreciation	1	57 943	58 895	62 748	1 382	59 845	62 748	2 903	4.6%	62 748

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

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		61 428	58 514	97 366	991	72 129	97 366	25 237	25.9%	97 366
Roads Infrastructure		59 643	58 514	96 932	991	71 636	96 932	25 296	26.1%	96 932
Roads		59 643	58 514	96 932	991	71 636	96 932	(25 296)	(0)	96 932
Road Structures		-	-	-	-	-	-	-		-
Road Furniture		-	-	-	-	-	-	-		-
Capital Spares		-	-	-	-	-	-	-		-
Storm water Infrastructure		-	-	-	-	-	-	-		-
Drainage Collection		-	-	-	-	-	-	-		-
Storm water Conveyance		-	-	-	-	-	-	-		-
Attenuation		-	-	-	-	-	-	-		-
Electrical Infrastructure		-	-	-	-	494	-	(494)	#DIV/0!	-
Power Plants		-	-	-	-	-	-	-		-
HV Substations		-	-	-	-	-	-	-		-
HV Switching Station		-	-	-	-	-	-	-		-
HV Transmission Conductors		-	-	-	-	-	-	-		-
MV Substations		-	-	-	-	494	-	494	#DIV/0!	-
Solid Waste Infrastructure		1 785	-	435	-	-	435	435	100.0%	435
Landfill Sites		1 785	-	435	-	-	435	(435)	(0)	435
Community Assets		-	10 000	11 217	3 097	9 238	11 217	1 979	17.6%	11 217
Community Facilities		-	-	-	-	-	-	-		-
Halls		-	-	-	-	-	-	-		-
Centres		-	-	-	-	-	-	-		-
Crèches		-	-	-	-	-	-	-		-
Clinics/Care Centres		-	-	-	-	-	-	-		-
Fire/Ambulance Stations		-	-	-	-	-	-	-		-
Testing Stations		-	-	-	-	-	-	-		-
Museums		-	-	-	-	-	-	-		-
Galleries		-	-	-	-	-	-	-		-
Theatres		-	-	-	-	-	-	-		-
Libraries		-	-	-	-	-	-	-		-
Cemeteries/Crematoria		-	-	-	-	-	-	-		-
Police		-	-	-	-	-	-	-		-
Parks		-	-	-	-	-	-	-		-
Public Open Space		-	-	-	-	-	-	-		-
Nature Reserves		-	-	-	-	-	-	-		-
Public Ablution Facilities		-	-	-	-	-	-	-		-
Markets		-	-	-	-	-	-	-		-
Stalls		-	-	-	-	-	-	-		-
Abattoirs		-	-	-	-	-	-	-		-
Airports		-	-	-	-	-	-	-		-
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-		-
Capital Spares		-	-	-	-	-	-	-		-
Sport and Recreation Facilities		-	10 000	11 217	3 097	9 238	11 217	1 979	17.6%	11 217
Indoor Facilities		-	-	-	-	-	-	-		-
Outdoor Facilities		-	10 000	11 217	3 097	9 238	11 217	(1 979)	(0)	11 217
Immature		-	-	-	-	-	-	-		-
Policing and Protection		-	-	-	-	-	-	-		-
Zoological plants and animals		-	-	-	-	-	-	-		-
Total Capital Expenditure on upgrading of existing assets	1	61 428	68 514	108 584	4 089	81 367	108 584	27 216	25.1%	108 584

Supporting table SC13a, SC13b and SC13e provide details of capital expenditure in terms of asset classification based on new assets and renewal of existing assets; while table SC13c provide details of expenditure performance on repairs and maintenance by asset classification and Table SC13d presents expenditure on depreciation and asset impairment. These tables present the capital programme, and assets management and performance of the Municipality.

The total expenditure for new capital projects amounts to R36,047 million and the year-to-date budget is R45, 481 million that reflects a positive spending variance of R9, 434 million that translates to 20.7% variance.

The total expenditure for renewal of existing assets amounts to R3, 476 million and the year to budget amounts to R19 484 million for the 2024/25 financial year.

The year-to-date actual expenditure on repairs and maintenance is R37, 674 million, and the year-to-date budget is R39, 409million, reflecting an underspending variance of R 1 735 million that translates to 4.4%.

The year-to-date actual expenditure on upgrading of existing assets is R77, 279 million and the year-to-date budget is R82, 047 million, reflecting a positive spending variance of R4,768 million that translates to 5.8%.

The year-to-date actual expenditure on depreciation and asset impairment is R59, 845 million and the year-to-date budget is R62, 748 million, reflecting a positive spending variance of R2, 903 million, that translates to 4.6% which means the integration between asset management system and core financial system is working which is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is complying mSCOA requirements in terms of the depreciation method

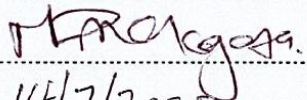
List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2024/25 Medium Term Revenue and Expenditure Framework			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Community Services	Fencing of Elandsdoorn/Ntwane Cemetery	Single	Community Assets	Community Assets	700 000	696 000	800 400	115%
	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	300 000	50 000	-	0%
	Construction of washbay at Groblersdal landfill site	Single	Solid Waste Infrastructure	Landfill Sites	250 000	-	-	0%
	Landfill Sites:Elansdooren Landfill Site	Single	Community Assets	Community Assets	500 000	1 000 000	1 150 000	115%
	Landfill Sites:Notice Boards	Single	Machinery and Equipment	Machinery and Equipment	100 000	100 000	104 100	104%
	Landfill Sites:Fencing of Groblersdal Landfill Site	Multi	Community Assets	Landfill Sites	-	434 783	-	0%
	Machinery and Equipment	Single	Machinery and Equipment	Machinery and Equipment	300 000	278 000	278 000	100%
Corporate Services	Upgrading of Tafelkop Stadium	Multi	Community Assets	Community Assets	10 000 000	11 217 392	10 623 702	95%
	Computer Equipment	Multi	Computer Equipment	Computer Equipment	1 360 404	1 660 404	1 882 224	113%
Technical Services	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	5 809 566	710 000	716 413	101%
	Groblersdal Traffic lights	Single	Electrical Infrastructure	Capital Spares	500 000	612 266	-	0%
	Groblersdal Storm water	Multi	Storm water Infrastructure	Drainage Collection	2 173 914	434 783	-	0%
	AIRCONS	Multi	Electrical Infrastructure	Capital Spares	182 526	592 000	680 800	115%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	260 870	237 948	88 702	37%
	Electrification of Dooroom (Designs)	Multi	Electrical Infrastructure	MV Networks	200 000	200 000	199 392	100%
	Electrification of Luckau Maganagobuswa	single	Electrical Infrastructure	MV Networks	5 277 000	6 366 340	6 097 917	96%
	Electrification of Lusaka (Designs)	Multi	Electrical Infrastructure	MV Networks	200 000	200 000	200 000	100%
	Electrification of Magukubjane	single	Electrical Infrastructure	MV Networks	4 267 000	4 267 000	4 340 000	102%
	Electrification of Mantrombi Section	single	Electrical Infrastructure	MV Networks	2 000 000	2 000 000	1 957 352	98%
	Electrification of Motetema High view	Single	Electrical Infrastructure	MV Networks	2 000 000	2 000 000	2 000 000	100%
	Electrification of Ntswelomotse ext (Designs)	Multi	Electrical Infrastructure	MV Networks	200 000	200 000	200 000	100%
	Electrification of Oorlog (Designs)	Single	Electrical Infrastructure	MV Networks	200 000	200 000	200 000	100%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	3 000 000	1 910 660	1 942 390	102%
	Electrification of Zaaipuss Police Station (Designs)	Single	Electrical Infrastructure	MV Networks	200 000	200 000	200 000	100%
	Energy Efficiency and Demand Side Management	Multi	Electrical Infrastructure	Power Plants	4 000 000	4 000 000	3 919 500	98%
	MV Substations:Mini substation	Multi	Electrical Infrastructure	MV Substations	-	-	493 762	0%
	Construction of Jerusalema/Motsephiri stormwater control	Single	Roads Infrastructure	Roads		12 350 000	492 386	4%
	Re - construction of culvert bridge at Kgobokwane village	Single	Roads Infrastructure	Roads		3 500 000	384 661	11%
	Re - construction of gabions on RHS & LHS at Marapong village	Single	Roads Infrastructure	Roads		1 200 000	1 080 000	90%
	Ugrading of Stompo Bus Road	Single	Roads Infrastructure	Roads	300 000	300 000	299 995	100%
	Upgrading of gravel road to pave and storm water control at Moteti village	Single	Roads Infrastructure	Roads		10 600 000	1 324 793	12%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	21 000 000	28 880 360	26 468 730	92%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	17 750 000	21 304 216	21 304 215	100%
	Upgrading of Maraganeng internal Access road (MIG)	Multi	Roads Infrastructure	Roads	8 574 200	11 054 932	11 054 932	100%
	Upgrading of Mokumong access road to Marateng taxi rank (MIG)	Multi	Roads Infrastructure	Roads	16 989 800	22 892 002	19 964 575	87%
	Upgrading of Tafelkop Bapeding Bus route	Single	Roads Infrastructure	Roads	600 000	600 000	599 844	100%
	Upgrading of Talane Bus route	Single	Roads Infrastructure	Roads	600 000	600 000	598 141	100%
	Upgrading of Waalkrat Bus route	Single	Roads Infrastructure	Roads	700 000	700 000	691 354	99%
	Boreholes:Sekhukhune Boreholes	Single	Roads Infrastructure	Roads	-	20 000 000	-	0%

Quality certificate

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

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature 
Date 14/7/2025