

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

MARCH 2024

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PART 1: IN - YEAR REPORT

PURPOSE

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

EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further state that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the March or and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results. It must be noted that 2022-23 financial year audit final report is out the municipality received an unqualified audit opinion with issues.

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2023/24			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
OPERATING REVENUE	680,763,743	697,761,925	585,204,627	84%
		-		
OPERATING EXPENDITURE	654,216,898	677,674,528	466,651,025	69%
		-		
TRANSFER - CAPITAL	79,756,000	76,056,134	50,959,616	67%
SURPLUS/(DEFICIT)	106,302,845	96,163,125	172,477,859	179%
CAPITAL EXPENDITURE	84,156,000	93,912,144	64,065,936	68%

Table C1 – Budget Statement Summary

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
Financial Performance									
Property rates	54 993	63 025	60 026	3 711	43 548	46 652	(3 104)	-7%	60 026
Service charges	96 995	125 701	125 520	9 784	84 094	74 047	10 047	14%	125 520
Investment revenue	2 996	2 306	8 678	1 473	6 105	5 673	433	8%	8 678
Transfers and subsidies	338 905	363 745	363 612	89 756	361 759	359 475	2 284	1%	363 612
Other own revenue	26 828	125 987	139 925	68 772	89 698	84 537	5 162	6%	139 925
Total Revenue (excluding capital transfers and contributions)	520 718	680 764	697 762	173 495	585 205	570 383	14 822	3%	697 762
Employee costs	162 017	194 460	178 695	15 056	134 570	129 127	5 443	4%	178 695
Remuneration of Councillors	24 855	26 490	28 006	2 174	20 833	20 281	551	3%	28 006
Depreciation & asset impairment	60 629	65 402	59 298	5 192	45 916	43 141	2 775	6%	59 298
Finance charges	1 623	931	1 543	238	1 371	1 475	(103)	-7%	1 543
Materials and bulk purchases	129 936	153 791	144 899	12 517	105 672	103 539	2 133	2%	144 899
Transfers and subsidies	4 495	3 176	7 131	907	4 854	4 582	273	6%	7 131
Other expenditure	151 158	209 967	258 102	61 497	153 435	143 186	10 249	7%	258 102
Total Expenditure	534 713	654 217	677 675	97 582	466 651	445 331	21 320	5%	677 675
Surplus/(Deficit)	(13 995)	26 547	20 087	75 913	118 554	125 052	(6 499)	-5%	20 087
Transfers and subsidies - capital (monetary allocations)	91 816	79 756	75 385	7 884	53 905	53 855	50	0%	75 385
Transfers and subsidies - capital (monetary allocations)	–	–	691	–	20	20	–	–	691
Surplus/(Deficit) after capital transfers & contributions	77 820	106 303	96 163	83 797	172 478	178 926	(6 449)	-4%	96 163
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	77 820	106 303	96 163	83 797	172 478	178 926	(6 449)	-4%	96 163
Capital expenditure & funds sources									
Capital expenditure	98 645	84 156	93 912	9 996	64 066	55 523	8 543	15%	93 912
Capital transfers recognised	77 457	79 756	76 056	9 908	50 960	48 623	2 337	5%	76 056
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	21 188	4 400	17 856	88	13 106	6 900	6 207	90%	17 856
Total sources of capital funds	98 645	84 156	93 912	9 996	64 066	55 523	8 543	15%	93 912
Financial position									
Total current assets	256 254	248 465	221 593		366 083				221 593
Total non current assets	1 239 934	1 379 378	1 394 852		1 237 586				1 394 852
Total current liabilities	169 725	124 219	130 123		147 356				130 123
Total non current liabilities	92 008	92 871	95 052		119 872				95 052
Community wealth/Equity	1 234 455	1 410 753	1 391 270		1 336 439				1 391 270
Cash flows									
Net cash from (used) operating	128 295	56 732	85 611	69 288	139 104	112 519	(26 585)	-24%	85 611
Net cash from (used) investing	(98 645)	(71 634)	(81 275)	(9 996)	(64 133)	(65 421)	(1 289)	2%	(81 275)
Net cash from (used) financing	(7 251)	(7 009)	(9 257)	(1 282)	(6 707)	(6 980)	(273)	4%	(9 257)
Cash/cash equivalents at the month/year end	32 939	19 757	9 789	–	109 932	54 828	(55 104)	-101%	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	16 025	6 465	4 320	3 737	3 941	3 710	3 649	163 628	205 475
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

The above C1 Sum table summarizes the following activities: -

Revenue:

The actual year to date operational revenue as at end of March is R585, 205 million and the year to date budget of R570, 383 million and this reflects a positive variance of R14, 822 million which is mostly attributable to equitable shares received amounting to R342, 902 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 8% favorable variance,
- Interest earned – outstanding debtors: 9% unfavorable variance,
- Rental of Facilities and Equipment: 1% unfavorable variance,
- Fines, penalties and forfeits: 19% favorable variance
- Services Charges – electricity revenue: 21% favorable variance
- Services Charges – refuse revenue: 24% unfavorable variance
- Licenses and permits: 0% favorable variance
- Property rates: 7% unfavorable variance
- Other revenue: 78% unfavorable
- Transfer and subsidies: 1% unfavorable

Operating Expenditure

The year to date operational expenditure as at end of March amounts to R466, 651 million and the year to date budget is R445, 331 million. This reflects overspending variance of R21, 320 million that translates to 5% variance. The variance is attributed overspending variance on depreciation and asset impairment and debt impairment that the municipality is still facing a challenge regarding the computation of monthly movement of the two accounts.

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

- Debt impairment: 22% over performance
- Losses: 75% under performing

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 March 2024 amounts to R64, 066 million and the year to date budget amounts to R55, 523 million and this gives rise to R8, 543 million over performance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the month of March is R172, 478 million that is mainly attributed over performance on capital and operating expenditure in the reporting period.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of March amounts to R205,475 million and this shows an increase of R19,948 million as compared to R185, 527 million as at end of 2022-23 financial year.

Consumer debtors is made up of service charges and property rates that amount to R125,729 million and other debtors amounting to R79, 746 million. Debtors such those relating to traffic fines are reported as other debtors as presented under current assets on Table C6 and as a result, the do not form part of consumer debtors.

Creditors

All creditors are paid within 30 days of receipt of invoice in the month of March as required by MFMA and as a result.

Table C2 – Financial Performance (Standard Classification)

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
Revenue - Functional									
Governance and administration	277 768	300 481	304 943	67 493	283 679	276 842	6 837	2%	304 943
Executive and council	43 728	55 444	55 444	17 387	42 864	36 024	6 839	19%	55 444
Finance and administration	220 586	231 152	235 615	45 543	224 256	223 934	323	0%	235 615
Internal audit	13 455	13 884	13 884	4 563	16 559	16 884	(325)	-2%	13 884
Community and public safety	31 175	129 150	140 865	72 454	102 261	109 398	(7 137)	-7%	140 865
Community and social services	10 947	11 327	11 326	3 562	11 283	11 296	(13)	0%	11 326
Sport and recreation	17 033	17 595	17 595	2 973	17 578	17 581	(4)	0%	17 595
Public safety	3 195	100 228	111 944	65 919	73 400	80 521	(7 120)	-9%	111 944
Economic and environmental services	140 432	130 503	127 503	12 931	104 864	99 327	5 538	6%	127 503
Planning and development	21 669	22 674	22 508	3 175	23 637	21 886	1 751	8%	22 508
Road transport	117 952	106 992	104 159	9 624	80 391	76 604	3 787	5%	104 159
Environmental protection	811	836	836	131	836	836	–		836
Trading services	163 158	200 386	200 526	28 501	148 325	138 690	9 634	7%	200 526
Energy sources	126 820	151 238	150 886	15 284	101 207	90 274	10 933	12%	150 886
Waste management	36 339	49 148	49 641	13 217	47 117	48 416	(1 299)	-3%	49 641
Total Revenue - Functional	612 533	760 520	773 838	181 379	639 129	624 257	14 872	2%	773 838
Expenditure - Functional									
Governance and administration	215 448	227 933	242 944	19 196	178 740	179 777	(1 037)	-1%	242 944
Executive and council	40 873	45 702	47 275	3 627	35 614	33 624	1 990	6%	47 275
Finance and administration	162 605	170 758	183 871	14 676	133 428	137 605	(4 177)	-3%	183 871
Internal audit	11 970	11 472	11 798	892	9 698	8 548	1 150	13%	11 798
Community and public safety	39 658	118 872	135 309	63 086	89 282	60 875	28 407	47%	135 309
Community and social services	9 422	9 467	7 004	559	5 137	5 035	102	2%	7 004
Sport and recreation	8 989	14 805	10 043	1 465	7 648	7 579	69	1%	10 043
Public safety	21 246	94 601	118 262	61 062	76 497	48 260	28 237	59%	118 262
Economic and environmental services	120 504	127 771	111 225	8 746	82 725	75 247	7 478	10%	111 225
Planning and development	18 411	24 992	20 820	1 334	13 373	13 428	(55)	0%	20 820
Road transport	102 093	102 085	90 405	7 413	69 352	61 818	7 534	12%	90 405
Environmental protection	–	695	0	–	–	–	–		0
Trading services	159 103	179 641	188 196	6 554	115 904	129 433	(13 529)	-10%	188 196
Energy sources	109 850	133 039	125 592	8 293	85 329	86 919	(1 589)	-2%	125 592
Waste management	49 253	46 602	62 604	(1 738)	30 575	42 514	(11 939)	-28%	62 604
Total Expenditure - Functional	534 713	654 217	677 675	97 582	466 651	445 331	21 320	5%	677 675
Surplus/ (Deficit) for the year	77 820	106 303	96 163	83 797	172 478	178 926	(6 449)	-4%	96 163

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

Vote 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
Revenue by Vote									
Vote 1 - Executive & Council	37 271	48 780	48 780	14 890	36 200	29 361	6 839	23%	48 780
Vote 2 - Municipal Manager	46 531	48 017	48 017	12 504	52 692	49 274	3 417	7%	48 017
Vote 3 - Budget & Treasury	109 827	116 810	120 601	18 111	106 066	103 987	2 080	2%	120 601
Vote 4 - Corporate Services	50 657	52 321	52 992	13 884	56 628	61 927	(5 299)	-9%	52 992
Vote 5 - Community Services	76 536	188 606	200 542	86 828	157 301	165 721	(8 420)	-5%	200 542
Vote 6 - Technical Services	263 115	276 162	273 247	29 735	201 087	187 210	13 876	7%	273 247
Vote 7 - Developmental Planning	13 673	14 423	14 257	596	13 385	13 635	(249)	-2%	14 257
Vote 8 - Executive Support	14 925	15 401	15 401	4 831	15 770	13 143	2 628	20%	15 401
Total Revenue by Vote	612 533	760 520	773 838	181 379	639 129	624 257	14 872	2%	773 838
Expenditure by Vote									
Vote 1 - Executive & Council	35 446	37 797	40 914	3 257	30 880	28 753	2 128	7%	40 914
Vote 2 - Municipal Manager	45 914	46 270	44 275	4 729	34 953	32 062	2 891	9%	44 275
Vote 3 - Budget & Treasury	61 222	61 056	78 940	3 591	52 297	59 127	(6 831)	-12%	78 940
Vote 4 - Corporate Services	27 772	41 928	31 596	2 207	22 441	22 746	(305)	-1%	31 596
Vote 5 - Community Services	97 515	175 066	206 991	62 082	126 892	110 088	16 805	15%	206 991
Vote 6 - Technical Services	230 159	254 734	233 989	18 479	169 846	163 893	5 953	4%	233 989
Vote 7 - Developmental Planning	13 119	18 039	14 114	873	8 533	8 718	(185)	-2%	14 114
Vote 8 - Executive Support	23 567	19 327	26 855	2 364	20 808	19 943	865	4%	26 855
Total Expenditure by Vote	534 713	654 217	677 675	97 582	466 651	445 331	21 320	5%	677 675
Surplus/ (Deficit) for the year	77 820	106 303	96 163	83 797	172 478	178 926	(6 449)	-4%	96 163

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	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
Revenue By Source									
Property rates	54 993	63 025	60 026	3 711	43 548	46 652	(3 104)	-7%	60 026
Service charges - electricity revenue	87 458	115 903	113 616	8 723	75 070	62 193	12 877	21%	113 616
Service charges - refuse revenue	9 537	9 798	11 904	1 061	9 025	11 854	(2 829)	-24%	11 904
Rental of facilities and equipment	1 039	913	2 721	227	1 669	1 686	(17)	-1%	2 721
Interest earned - external investments	2 996	2 306	8 678	1 473	6 105	5 673	433	8%	8 678
Interest earned - outstanding debtors	14 200	14 686	18 959	2 158	12 207	13 423	(1 216)	-9%	18 959
Fines, penalties and forfeits	3 300	100 528	108 430	65 919	69 648	58 625	11 023	19%	108 430
Licences and permits	6 062	7 176	6 961	569	4 847	4 828	20	0%	6 961
Transfers and subsidies	338 905	363 745	363 612	89 756	361 759	359 475	2 284	1%	363 612
Other revenue	2 227	2 684	2 854	(102)	1 327	5 975	(4 648)	-78%	2 854
Gains							-		
Total Revenue (excluding capital transfers and contributions)	520 718	680 764	697 762	173 495	585 205	570 383	14 822	3%	697 762
Expenditure By Type									
Employee related costs	162 017	194 460	178 695	15 056	134 570	129 127	5 443	4%	178 695
Remuneration of councillors	24 855	26 490	28 006	2 174	20 833	20 281	551	3%	28 006
Debt impairment	19 063	95 607	119 358	47 940	47 940	39 140	8 800	22%	119 358
Depreciation & asset impairment	60 629	65 402	59 298	5 192	45 916	43 141	2 775	6%	59 298
Finance charges	1 623	931	1 543	238	1 371	1 475	(103)	-7%	1 543
Bulk purchases	93 194	113 017	107 455	7 891	74 200	74 672	(473)	-1%	107 455
Other materials	36 742	40 774	37 444	4 626	31 472	28 867	2 606	9%	37 444
Contracted services	75 840	61 720	73 821	10 474	57 401	52 460	4 941	9%	73 821
Transfers and subsidies	4 495	3 176	7 131	907	4 854	4 582	273	6%	7 131
Other expenditure	56 254	52 641	64 875	3 106	48 070	51 489	(3 420)	-7%	64 875
Losses	-	-	48	(24)	24	96	(72)	-75%	48
Total Expenditure	534 713	654 217	677 675	97 582	466 651	445 331	21 320	5%	677 675
Surplus/(Deficit)	(13 995)	26 547	20 087	75 913	118 554	125 052	(6 499)	-5%	20 087
Transfers and subsidies - capital (monetary allocations)	91 816	79 756	75 385	7 884	53 905	53 855	50	0%	75 385
Transfers and subsidies - capital (monetary allocations)			671	-	-		-		671
Transfers and subsidies - capital (in-kind - all)	-	-	20	-	20	20	-		20
Surplus/(Deficit) after capital transfers & contributions	77 820	106 303	96 163	83 797	172 478	178 926			96 163
Taxation							-		
Surplus/(Deficit) after taxation	77 820	106 303	96 163	83 797	172 478	178 926			96 163
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	77 820	106 303	96 163	83 797	172 478	178 926			96 163
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	77 820	106 303	96 163	83 797	172 478	178 926			96 163

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

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

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

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

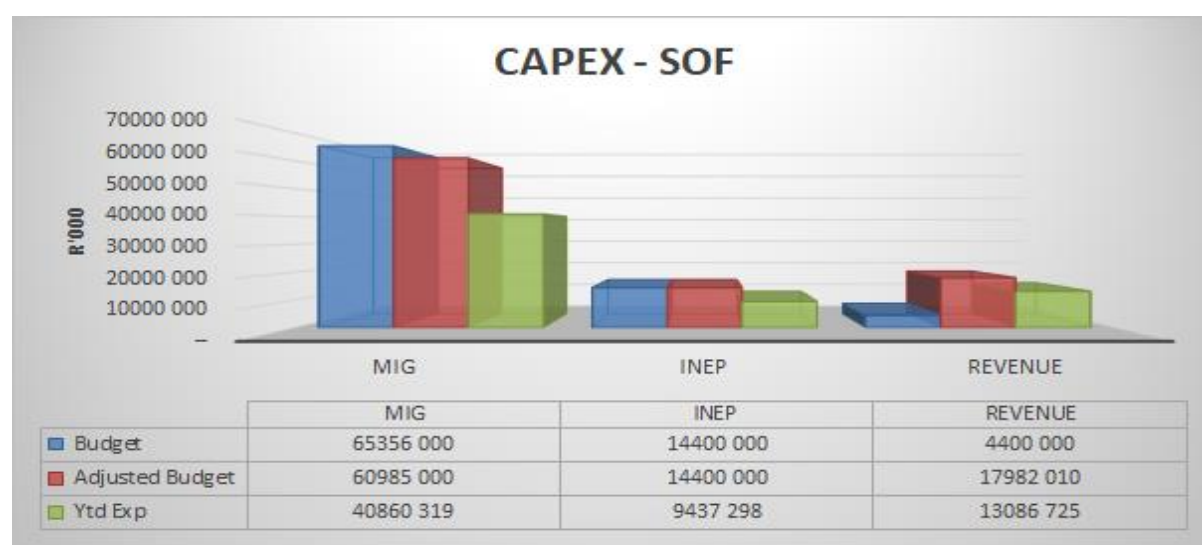
Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2,663	1,000	2,123	691	1,699	1,812	(114)	-6%	2,123
Executive and council	–	–	–	–	–	–	–	–	–
Finance and administration	2,663	1,000	2,123	691	1,699	1,812	(114)	-6%	2,123
Internal audit	–	–	–	–	–	–	–	–	–
Community and public safety	2,450	100	250	–	97	147	(51)	-34%	250
Community and social services	1,455	–	–	–	–	–	–	–	–
Sport and recreation	550	100	250	–	97	147	(51)	-34%	250
Public safety	445	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	75,671	66,256	69,900	7,896	46,912	42,041	4,785	11%	69,900
Planning and development	1,075	–	–	–	–	–	–	–	–
Road transport	74,596	66,256	69,900	7,896	46,912	42,041	4,785	11%	69,900
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	17,861	16,800	21,765	1,409	15,444	11,522	3,923	34%	21,765
Energy sources	16,001	15,000	20,559	1,409	15,418	11,106	4,312	39%	20,559
Waste management	1,860	1,800	1,206	–	26	415	(389)	-94%	1,206
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional Classification	98,645	84,156	94,038	9,996	64,152	55,523	8,543	15%	94,038
Funded by:									
National Government	77,457	79,756	75,385	9,246	50,298	47,952	2,346	5%	75,385
Provincial Government	–	–	–	–	–	–	–	–	–
District Municipality	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations)	–	–	671	662	662	671	(9)	-1%	671
Transfers recognised - capital	77,457	79,756	76,056	9,908	50,960	48,623	2,337	5%	76,056
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	21,188	4,400	17,982	88	13,193	6,900	6,207	90%	17,982
Total Capital Funding	98,645	84,156	94,038	9,996	64,152	55,523	8,543	15%	94,038

Table C5C: Monthly Capital Expenditure by Vote

Vote 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
Expenditure of multi-year capital appropriation									
Vote 1 - Executive & Council	–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–		–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–		–
Vote 4 - Corporate Services	2,663	700	1,823	29	756	854	(98)	-11%	1,823
Vote 5 - Community Services	4,063	1,000	1,000	–	–	330	(330)	-100%	1,000
Vote 6 - Technical Services	40,032	73,356	80,685	9,217	56,931	48,718	8,213	17%	80,685
Vote 7 - Developmental Planning	–	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
Total multi-year capital expenditure	46,759	75,056	83,508	9,246	57,686	49,902	7,785	16%	83,508
Expenditure of single-year capital appropriation							–		
Vote 1 - Executive & Council	–	–	–	–	–	–	–		–
Vote 2 - Municipal Manager	–	–	–	–	–	–	–		–
Vote 3 - Budget & Treasury	–	–	–	–	–	–	–		–
Vote 4 - Corporate Services	–	300	300	662	943	959	(15)	-2%	300
Vote 5 - Community Services	247	900	456	–	123	233	(110)	-47%	456
Vote 6 - Technical Services	50,564	7,900	9,774	88	5,400	4,429	884	20%	9,774
Vote 7 - Developmental Planning	1,075	–	–	–	–	–	–		–
Vote 8 - Executive Support	–	–	–	–	–	–	–		–
Total single-year capital expenditure	51,886	9,100	10,530	750	6,466	5,621	759	13%	10,530
Total Capital Expenditure	98,645	84,156	94,038	9,996	64,152	55,523	8,543	15%	94,038

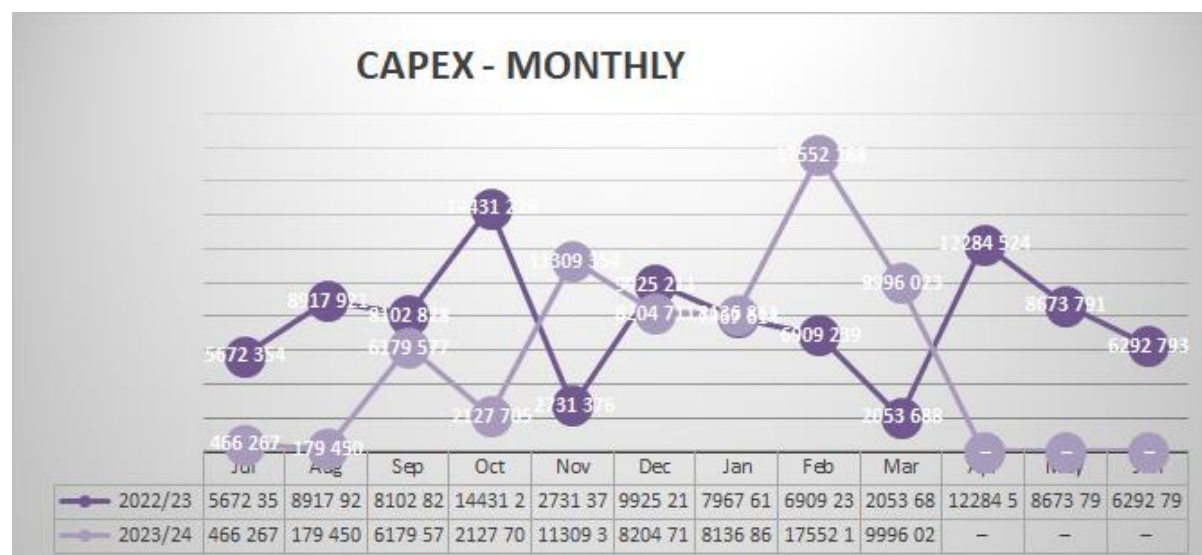
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of March 2024, R9,996 spending is incurred and the year-to-date expenditure amounts to R64, 066 whilst the year to date budget is R55, 523 million and this gave rise to over spending variance of R8, 543 million that translates to 15%.

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 R93, 367 million, R60, 985 million is funded from Municipal Infrastructure grant, R14, 400 million from Integrated National Electrification Programme and R17, 982 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 2022-23 and 2023/24 monthly capital expenditure performance.

Table C6: Monthly 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	88 184	9 789
Call investment deposits	25 460	–	–	21 748	–
Consumer debtors	109 709	178 921	157 743	143 148	157 743
Other debtors	88 862	12 169	12 170	84 006	12 170
Current portion of long-term receivables	–	–	–	1 194	–
Inventory	24 743	38 571	41 891	27 802	41 891
Total current assets	256 254	248 465	221 593	366 083	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	103 831	48 884
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1 123 988	1 310 538	1 326 411	1 130 444	1 326 411
Biological	463	463	–	–	–
Intangible	7	606	671	1 382	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	1 237 586	1 394 852
TOTAL ASSETS	1 496 188	1 627 843	1 616 444	1 603 668	1 616 444
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	4 650	7 246	9 494	501	9 494
Consumer deposits	5 757	5 937	5 937	5 618	5 937
Trade and other payables	158 176	108 287	114 060	131 483	114 060
Provisions	1 142	2 750	631	9 754	631
Total current liabilities	169 725	124 219	130 123	147 356	130 123
Non current liabilities					
Borrowing	7 288	5 456	7 637	9 213	7 637
Provisions	84 720	87 415	87 415	110 660	87 415
Total non current liabilities	92 008	92 871	95 052	119 872	95 052
TOTAL LIABILITIES	261 733	217 091	225 174	267 229	225 174
NET ASSETS	1 234 455	1 410 753	1 391 270	1 336 439	1 391 270
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1 234 455	1 410 753	1 391 242	1 336 439	1 391 242
Reserves	–	–	28	–	28
TOTAL COMMUNITY WEALTH/EQUITY	1 234 455	1 410 753	1 391 270	1 336 439	1 391 270

The above table shows that community wealth amounts to R1, 336 billion, total liabilities R267, million and the total assets R1,604 billion. Non-current liabilities are mainly made up of borrowing and provisions for long service award, landfill site. Taking the current liabilities and current assets together, the municipality has current ratio of 2.5:1 that is above 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	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	37 194	54 392	45 020	2 966	32 121	31 440	681	2%	45 020
Service charges	89 721	124 873	112 300	8 458	71 931	69 523	2 409	3%	112 300
Other revenue	53 816	21 801	23 866	2 108	61 255	22 522	38 733	172%	23 866
Transfers and Subsidies - Operational	333 406	363 745	363 612	89 630	343 128	363 612	(20 484)	-6%	363 612
Transfers and Subsidies - Capital	111 606	79 756	76 056	12 709	75 385	76 056	(671)	-1%	76 056
Interest	5 365	1 455	21 490	322	4 673	5 222	(549)	-11%	21 490
Payments									
Suppliers and employees	(499 712)	(585 183)	(550 001)	(45 759)	(443 462)	(449 522)	(6 060)	1%	(550 001)
Finance charges	(1 314)	(931)	(1 491)	(238)	(1 071)	(1 121)	(50)	4%	(1 491)
Transfers and Grants	(1 787)	(3 176)	(5 241)	(907)	(4 854)	(5 212)	(358)	7%	(5 241)
NET CASH FROM/(USED) OPERATING ACTIVITIES	128 295	56 732	85 611	69 288	139 104	112 519	(26 585)	-24%	85 611
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	–	851	852			–	–		852
Decrease (increase) in non-current receivables	–	–	1 524	–	–		–		1 524
Decrease (increase) in non-current investments	–	–	–			–	–		–
Payments									
Capital assets	(98 645)	(72 485)	(83 652)	(9 996)	(64 133)	(65 421)	(1 289)	2%	(83 652)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(98 645)	(71 634)	(81 275)	(9 996)	(64 133)	(65 421)	(1 289)	2%	(81 275)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	–	–					–		–
Borrowing long term/refinancing	–	–					–		–
Increase (decrease) in consumer deposits	–	237	237	315	414	452	(38)	-8%	237
Payments									
Repayment of borrowing	(7 251)	(7 246)	(9 494)	(1 598)	(7 122)	(7 432)	(311)	4%	(9 494)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(7 251)	(7 009)	(9 257)	(1 282)	(6 707)	(6 980)	(273)	4%	(9 257)
NET INCREASE/ (DECREASE) IN CASH HELD	22 400	(21 911)	(4 921)	58 010	68 264	40 118			(4 921)
Cash/cash equivalents at beginning:	10 539	41 668	14 710		41 668	14 710			41 668
Cash/cash equivalents at month/year end:	32 939	19 757	9 789		109 932	54 828			36 747

Table C7 presents details pertaining to cash flow performance. As at end of March 2024, the net cash inflow from operating activities is R139, 104 million whilst net cash outflow from investing activities is R64, 133 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R6, 707 million. The cash and cash equivalent held at end of March 2024 amounted to R109, 932 million and the net effect of the above cash flows is cash inflow movement of R68, 264 million. The cash and cash equivalent at end of the reporting period of R109, 932 million, is mainly made up of cash in the primary bank account amounting to R88, 184 million with a short term investment amounting to R21, 748 million at the end of March 2024.

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	-7%	The projected monthly revenue appears to be higher in light of the actual revenue performance	The municipality should improve on the revenue collection and strategise on collection revenue
Service charges - electricity	21%	The projected monthly revenue appear to be lower in light of the actual revenue performance	No remedial action since the actual revenue is performing well.
Service charges - refuse re	-24%	The actual revenue generated is lower than the projected monthly revenue	The municipality should continue collecting revenue in all business areas where skips are located
Rental of facilities and equip	-1%	The actual revenue generated is slightly the as the projected monthly revenue and the majority of the rented assets are not at arm's length transactions	No remedial action since the actual revenue is performing well.
Interest earned - external in	8%	The municipality has invested in five different investment portfolios with ABSA and Standard bank, and the actual interest generated is more budgeted revenue	The municipality should draft cash flow projections plan which will assist if there is a need to invest during the budget preparations to avoice variances.
Interest earned - outstanding	-9%	The actual revenue generated is slightly more than the projected monthly revenue.	The municipality should encourage customers to pay the accounts on time to avoid incurring interest.
Fines, penalties and forfeits	19%	The actual revenue issued on speed cameras is less that the pojections. The contract of the speed fine cameras has been appointed, however there still slow collection in terms of revenue collection.	The municipality shiould 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	0%	The actual revenue generated is slightly less than the projected monthly revenue	No remedial action is needed since the variance is immaterial.
Transfers and subsidies	1%	The equitable share trenches received is slightly lower than the projections thereof.	The budget team should request LPT DORA to guide in the projections during the final budget preparations.
Other revenue	-78%	The actual revenue generated is less than the projected monthly revenue.	The municipality should ensure that all write offs on the outstanding debts are true reflections of what should be wrten off.
Expenditure By Type			
Employee related costs	4%	The actual expenditure incurred on employee related costs is more than the projections thereof	Majority of the positions were vacant and now the positions are filled which explains the actual spending increase.
Remuneration of councillors	3%	The actual expenditure incurred on remuneration of councillors is more than the projected monthly expenditure	No remedial action is needed.
Debt impairment	22%	Debt impairment has not been calculated for the month of beginning of the year.	The municipality should introduce the method of calculating debt impairment on monthly basis to avoid the the variances.
Depreciation & asset impairm	6%	Depreciation has been calculated on monthly basis and the actuals is slightly more than the projections.	No remedial action is needed
Finance charges	-7%	Finance charges is mainly for finance lease and the municipality has a lease contract with Afrivent pty ltd.	The municipality should encourages the service provider to submit invoices before month end sytem closure so payments are processed and captured on the system to avoid variances.
Bulk purchases	-1%	The municipal licenced electrification areas have increased and the projections are less than the actual expenditure, the monthly payments were captured before month end hence the actuals are more than the projections.	The municipality should encourages the service provider (Eskom) to submit invoices before month end sytem closure so payments are processed and captured on the system to avoid variances.
Other materials	9%	The projected expenditure is sligly than the actual expenditure thereof.	The municipality should continue have with the maintenance plan policy to ensure all their vehicles and other assets are maintained to avoid their assets depreciated quickly than their lifes span.
Contracted services	9%	The actual expenditure incurred is more than the projected monthly expenditure	Majority of contractors are paid after month end. The municipality should encourage contractors to submit invoices on time to avoid variances and ultimately improves cash flow management.
Transfers and subsidies	6%	The actual expenditure incurred is slightly than the projected monthly expenditure	No remedial action is needed
Other expenditure	-7%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed
Losses	-75%	The actual expenditure incurred is less than the projected monthly expenditure	The municipality should continue with the remedy that they use to identify expenditure lead to significant variances and improve on those items to avoid the variances.

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure			
National Government	5%	The projections on capital grants is more than the spending thereof.	Majority of projects are moving slowly, the municipality should ensure all projects are performing according to planned schedule.
Internally generated funds	90%	The actual spending on internally generated funds is more than the projections thereof.	The municipality should continue implementing all the internal projects to ensure service delivery is achieved.
Cash Flow			
Property rates	11%	The actual collection rate on property rates is more than the projected rate	The municipality should keep on improving on the actual collection on residential and business areas and encourage customers to pay their accounts when they are due.
Service charges	21%	The collection rate on service charges is more than the projected rate	The municipality should continue using the strategies they use to collect on licenced municipal areas on electricity billings and refuse removal
Other revenue	61%	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	-7%	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	7%	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	20%	Interest on other revenue is under projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	-11%	The actual costs incurred is more than the projected costs .	No remedial action is needed
Finance charges	-54%	The finance costs which is for finance lease contracts has outstanding payments due to late payments submissions.	The municipality should encourages Afrent to send invoices on time and the fleet unit should prepare invoices on time to avoid the material variances.
Transfers and Grants	-25%	The payments relating to this account are slightly more than the projections thereof	Municipality should develop a strategy to pay on time to avoid interest
Capital assets	-36%	The projected capital expenditure on capex is more than the actual spending thereof.	The municipality should fast track implementation of all capital projects.
Increase (decrease) in cons	134%	The actual payments on consumer deposit is more than the projections thereof	No remedial action is needed
Repayment of borrowing	-56%	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 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	Bad Debts Written Off	Impairment - Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Electricity	7,826	1,727	209	184	127	0	102	3,818	13,993	4,231	-	-
Receivables from Non-exchange Transactions - Property Rates	4,937	2,420	1,955	1,861	1,838	1,798	1,792	65,275	81,876	72,565	-	-
Receivables from Exchange Transactions - Waste Management	1,061	750	654	642	631	619	618	24,887	29,860	27,396	-	-
Receivables from Exchange Transactions - Property Rental Debtors	79	48	77	44	27	27	27	1,310	1,638	1,434	-	-
Interest on Arrear Debtor Accounts	1,419	1,384	1,349	1,260	1,290	1,263	1,236	63,765	72,966	68,813	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	704	137	77	(253)	28	3	(125)	4,573	5,143	4,225	-	-
Total By Income Source	16,025	6,465	4,320	3,737	3,941	3,710	3,649	163,628	205,475	178,665	-	-
2019/20 - 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	1,911	989	1,060	713	888	911	893	45,171	52,536	48,577	-	-
Commercial	8,030	2,060	612	560	516	299	477	11,388	23,943	13,241	-	-
Households	5,584	3,298	2,539	2,427	2,438	2,404	2,374	104,732	125,796	114,375	-	-
Other	500	118	110	37	99	96	(95)	2,336	3,200	2,473	-	-
Total By Customer Group	16,025	6,465	4,320	3,737	3,941	3,710	3,649	163,628	205,475	178,665	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of March amount to R205, 475 million. The debtors' book is made up as follows:

- Rates 40%
- Electricity 7%
- Rental 1%
- Refuse removal 15%
- Interest on Debtors 36%
- Other 3%

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

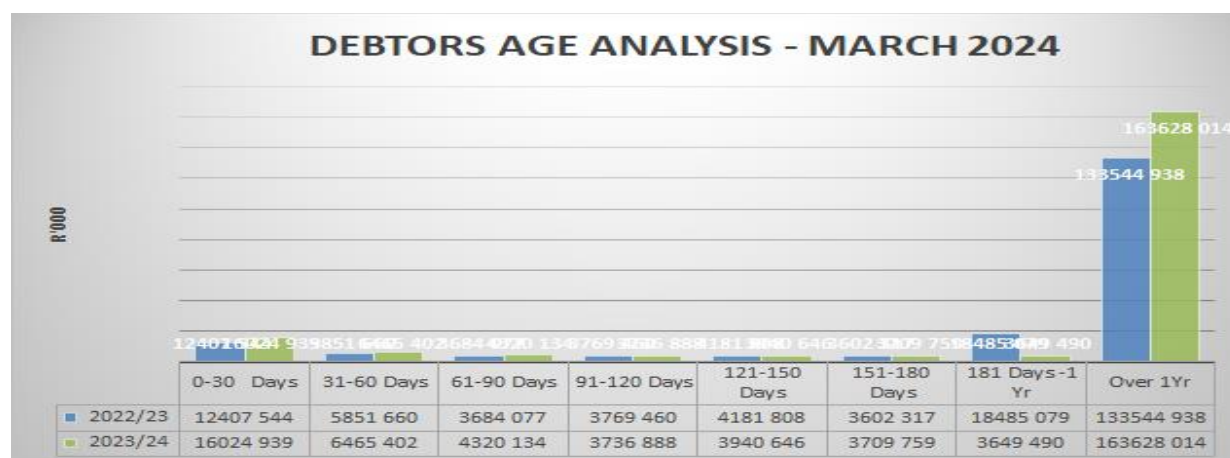
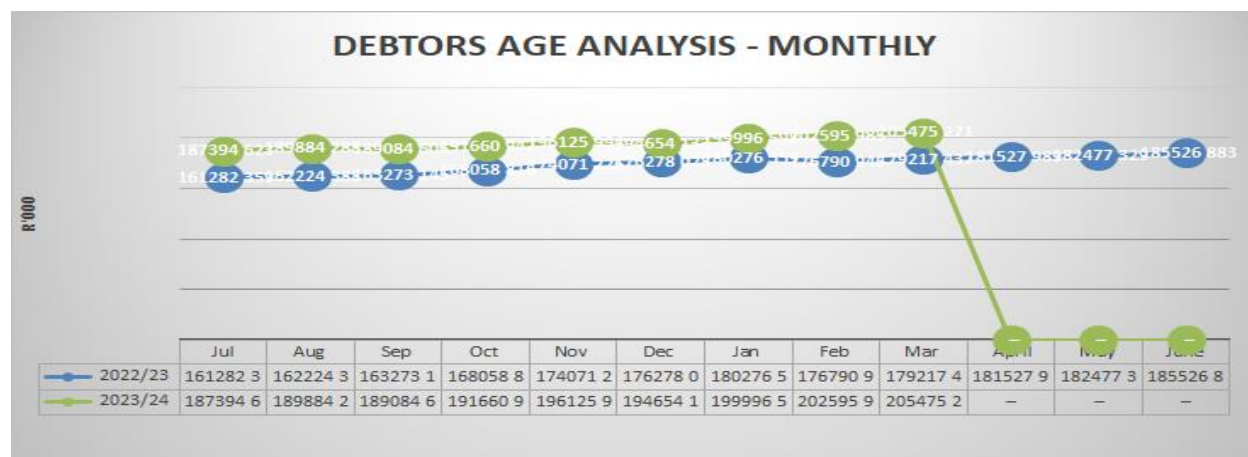


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2022-23 financial year and 2023/24 (as at end of March 2024) whilst the latter shows monthly movement of debtors for both the current financial year and the 2022-23 financial year. The debtors book is materially less than the 2023/24 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

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

TOP TWENTY DEBTORS

ACCOUNT	ACCOUNT HOLDER NAME	OCC/OWN	OUTSTANDING
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	OWNER	1 607 275
9012345	BREED J & OOSTHUIZEN J F	OCCUPIER	1 586 891
6000908	DEPARTMENT OF EDUCATION	OCCUPIER	1 282 004
911906	TAFELKOP MALL (PTY) LTD	OWNER	880 730
9001667	NDEBELE MAHLANGU TRIBE	OWNER	637 853
9001668	NDEBELE MAHLANGU TRIBE	OWNER	637 497
9001763	TSHEHLA TRUST MAMAILE GEORGE	OWNER	543 842
9002327	LEMONS EMANUEL MARQUES DE	OWNER	533 304
7000918	MATHEBULA JABULANI JACK TITUS	OCCUPIER	491 476
9002503	GOUWS BOERDERY TRUST 1999/022459/07	OWNER	468 319
9019006	TIGER STRIPES INVESTMENTS (PTY	OWNER	448 760
1501364	JAN JOUBERT TRUST (JO JO TANKS)	OCCUPIER	441 798
9000207	GROMAR TRUST	OWNER	429 140
9001714	KWAMAQHUZE COMMUNAL PROP ASSOC	OWNER	420 277
2200691	EHLERS JA	OWNER	413 355
72010812	PROVINCIAL GOVERNMENT OF THE PROVINCE OF MPUMALANGA	OWNER	409 867
9002065	GOVERNMENT OF KWANDEBELE(RURAL DEVELOPMENT)	OWNER	402 544
5000633	ERASMUS G J	OCCUPIER	401 160
9000157	NEDERDUITSE GEREFORMEERDE KERK	OWNER	397 139
9001550	LEHLAKONG COMMUNAL PROP ASSOC	OWNER	381 423
TOTAL			12 814 654

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2023/24								Prior year totals
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
Creditors Age Analysis By Customer Type									
Bulk Electricity									
Bulk Water									
PAYE deductions									
VAT (output less input)									
Pensions / Retirement deductions									
Loan repayments									
Trade Creditors									
Auditor General									
Other									
Total By Customer Type	-	-	-	-	-	-	-	-	-

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

The 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 ³	Commission Paid	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA (9381052783)	1 Month	Current Investment	8.9%		29-Feb-24	26 576 762	171 631	- 5 000 000	-	21 748 393
ABSA (2081371923)		Current Investment	9.3%		22-Mar-24	20 354 795	106 438	- 20 461 233	-	-
TOTAL INVESTMENTS AND INTEREST						46 931 557		- 25 461 233	-	21 748 393

The Municipality had short investment portfolios during the month of March 2024 with an opening balance of R46, 932 million in various investment portfolios. An amount of R278 thousand was earned as an interest, with no investment top up, closed off with R21, 748 million at the end of March 2024.

Supporting Table: SC 6 - Transfers and Grant Receipts

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
RECEIPTS:									
Operating Transfers and Grants									
National Government:	338,905	363,745	363,612	89,630	342,902	281,825	61,077	22%	363,612
Local Government Equitable Share	334,259	358,519	358,519	89,630	337,809	276,310	61,499	22%	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	2,664	(421)	-16%	2,243
Other grant providers:	358	–	–	–	46	–	46	0%	–
LGSETA Learnership and Development	358			–	46		46	0%	
Total Operating Transfers and Grants	339,263	363,745	363,612	89,630	342,948	281,825	61,124	22%	363,612
Capital Transfers and Grants									
National Government:	111,606	79,756	75,385	12,709	75,385	70,016	5,369	8%	75,385
Municipal Infrastructure Grant (MIG)	94,606	65,356	60,985	11,209	60,985	56,393	4,592	8%	60,985
Integrated National Electrification Grant	17,000	14,400	14,400	1,500	14,400	13,624	776	6%	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	12,709	75,385	70,016	5,369	8%	75,385
TOTAL RECEIPTS OF TRANSFERS & GRANTS	450,869	443,501	438,997	102,339	418,333	351,841	66,492	19%	438,997

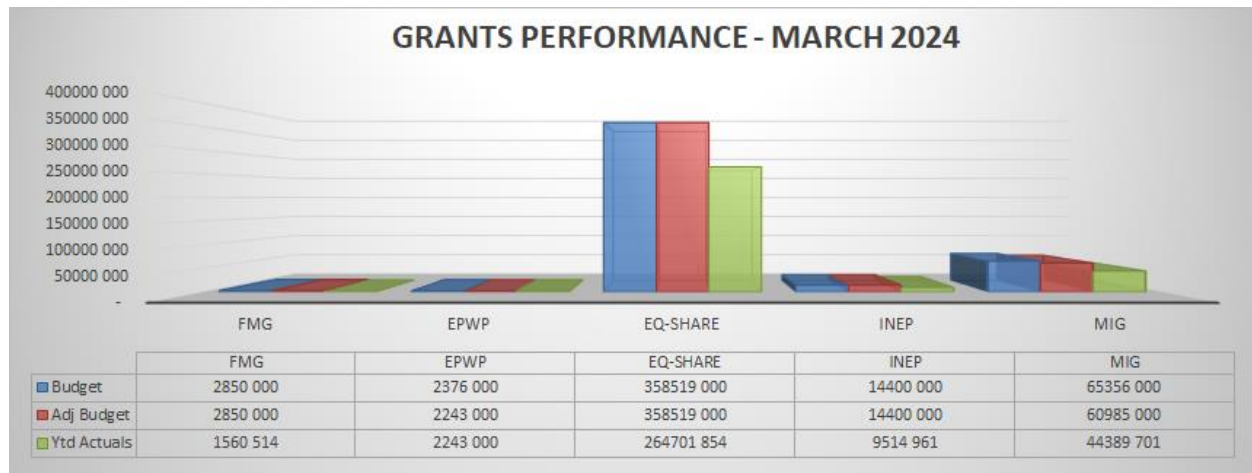
Supporting tables SC6 provides details of grants received. The year-to-date actual receipts amounts to R418, 833 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R337, 809 million; Financial Management Grant amounting to R2, 850 million; LGSETA amounting to R46 hundred, Municipal Infrastructure Grant amounting to R60 985 million; Integrated National Energy Grant R14, 400 million and Expanded Public Works Programme R2, 243 million were received. All the trenches of the grants allocated for the current financial year have been received in line with National Treasury payment schedule.

Supporting Table: SC 7 Transfers and grants – Expenditure

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
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	338 905	363 745	363 612	37 023	268 505	193 547	74 959	39%	363 612
Local Government Equitable Share	334 259	358 519	358 519	36 897	264 702	190 092	74 610	39%	358 519
Finance Management	2 850	2 850	2 850	126	1 561	1 216	344	28%	2 850
EPWP Incentive	1 796	2 376	2 243	–	2 243	2 239	4	0%	2 243
Other transfers and grants [insert description]							–		
LGSETA Learnership and Development	358						–		
Total operating expenditure of Transfers and Grants:	339 263	363 745	363 612	37 023	268 505	193 547	74 959	39%	363 612
Capital expenditure of Transfers and Grants									
National Government:	90 896	79 756	75 385	7 884	53 905	40 961	12 944	32%	75 385
Municipal Infrastructure Grant (MIG)	73 896	65 356	60 985	6 836	44 390	32 935	11 455	35%	60 985
Intergrated National Electrification Grant	17 000	14 400	14 400	1 048	9 515	8 026	1 489	19%	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	7 884	53 905	40 961	12 944	32%	75 385
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	430 159	443 501	438 997	44 907	322 410	234 508	87 902	37%	438 997

An amount of R44, 907 million has been spent on grants during the month of March 2024 and the year-to-date actuals is R322, 410 million whilst the year to date budget amounts to R, 234,508 million and this results in an over spending variance of R87 ,902 million that translates to 37%. Of the total spending amounting to 322, 410 million, 268, 505 million is spent on operational grants whilst capital grants spent R53, 905 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 March 2024. The grants expenditure are shown below in percentages:

- Financial Management Grant 54.75%
- Expanded Public Work Programme 100%
- Equitable Share 73.83%
- Integrated National Electrification Grant 66.08%
- Municipal Infrastructure Grant 72.7%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	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
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	14 631	16 222	16 734	1 260	12 000	10 564	1 436	14%	16 734
Pension and UIF Contributions	2 008	2 060	2 144	180	1 604	1 379	225	16%	2 144
Medical Aid Contributions	91	89	117	9	73	65	8	12%	117
Motor Vehicle Allowance	5 376	5 399	5 828	465	4 416	3 836	581	15%	5 828
Cellphone Allowance	2 511	2 489	2 856	239	2 529	2 172	357	16%	2 856
Other benefits and allowances	239	230	299	20	204	185	20	11%	299
Sub Total - Councillors	24 855	26 490	27 978	2 172	20 826	18 200	2 626	14%	27 978
% increase		7%	13%						13%
Senior Managers of the Municipality									
Basic Salaries and Wages	1 798	4 877	2 019	165	1 494	1 263	232	18%	2 019
Pension and UIF Contributions	97	366	379	(120)	78	215	(136)	-63%	379
Medical Aid Contributions	109	211	146	14	82	70	12	17%	146
Motor Vehicle Allowance	200	545	478	35	289	244	44	18%	478
Cellphone Allowance	58	168	117	7	58	53	5	9%	117
Other benefits and allowances	97	361	278	0	143	221	(79)	-36%	278
Payments in lieu of leave	-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality	2 358	6 527	3 416	100	2 144	2 066	78	4%	3 416
% increase		177%	45%						45%
Other Municipal Staff									
Basic Salaries and Wages	105 415	124 064	111 667	9 740	83 111	71 176	11 935	17%	111 667
Pension and UIF Contributions	20 535	25 011	22 903	1 918	16 364	14 172	2 192	15%	22 903
Medical Aid Contributions	5 908	6 133	6 968	581	5 015	4 320	695	16%	6 968
Overtime	312	1 232	379	11	254	238	17	7%	379
Performance Bonus							-		
Motor Vehicle Allowance	14 071	15 907	15 511	1 287	11 474	9 931	1 543	16%	15 511
Cellphone Allowance	1 919	1 830	2 058	185	1 553	1 320	233	18%	2 058
Housing Allowances	255	268	281	23	211	182	29	16%	281
Other benefits and allowances	10 609	12 655	11 300	189	10 563	10 203	360	4%	11 300
Payments in lieu of leave	(177)	35	1 705	212	1 552	1 175	377	32%	1 705
Long service awards	812	797	2 507	809	2 329	1 547	782	51%	2 507
Sub Total - Other Municipal Staff	159 659	187 932	175 280	14 956	132 426	114 263	18 163	16%	175 280
% increase		18%	10%						10%
Total Parent Municipality	186 872	220 949	206 674	17 228	155 396	134 529	20 867	16%	206 674
% increase		18%	11%						11%
TOTAL SALARY, ALLOWANCES & BENEFITS	186 872	220 949	206 674	17 228	155 396	134 529	20 867	16%	206 674
% increase		18%	11%						11%
TOTAL MANAGERS AND STAFF	162 017	194 460	178 695	15 056	134 570	116 329	18 241	16%	178 695

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of March 2024 amounts to R155, 396 million and the year-to-date budget is R134, 529 million and the expenditure for remuneration of councilors amounts to R20, 826 million while the year-to-date budget is R18, 200 million. The year-to-date actual expenditure for senior managers is R2, 144 million and the year-to-date budget thereof is R2, 066 million. There is one senior managerial vacant position (Corporate services,) and this is causing an underspending variance on budget performance for senior management. The year-to-date actual for other municipal staff is R132, 426 million and the year-to-date budget is R114, 263 million. The remuneration of councilors has overspending variance, senior managers has over spending and other municipal staff category has over spending variance, and there is one vacant position in the senior management level and the positions should be filled in this financial year 2023/24.

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

Description	Budget Year 2023/24												2023/24 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget	Budget	Budget
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Year	Year +1	Year +2
Cash Receipts By Source															
Property rates	4 158	3 574	4 299	3 361	3 176	3 558	3 445	3 583	2 966	4 538	4 538	13 195	54 392	58 227	62 147
Service charges - electricity revenue	6 586	6 734	6 655	7 489	7 076	10 108	6 653	8 436	8 016	11 620	13 585	19 049	112 005	130 679	153 686
Service charges - refuse	494	468	413	472	481	482	451	476	442	627	795	1 612	7 213	7 791	8 385
Rental of facilities and equipment	42	61	33	29	30	35	521	48	23	37	57	(2)	913	958	1 003
Interest earned - external investments	573	429	197	273	296	162	315	218	157	150		(1 317)	1 455	1 600	1 659
Interest earned - outstanding debtors	272	286	210	356	181	196	150	236	165	680	514	2 410	5 655	5 864	5 965
Fines, penalties and forfeits	436	449	525	565	485	451	412	406		1 003	1 003	5 294	11 028	11 568	12 112
Licences and permits	428	593	555	653	491	503	555	501	569	652	652	1 024	7 176	7 528	7 882
Transfers and Subsidies - Operational	150 023	2 896	–	–	1 069	98 796	–	713	89 630	–	–	20 617	363 745	387 608	378 480
Other revenue	1 480	–	5 017	1 550	10 897	2 230	10 766	18 400	1 516	–	–	(49 173)	2 684	2 816	2 948
Cash Receipts by Source	164 492	15 489	17 905	14 748	24 182	116 521	23 268	33 018	103 484	19 306	21 144	12 709	566 266	614 639	634 268
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations)	17 200	–	–	–	24 700	16 776	–	4 000	12 709	–	–	4 371	79 756	76 283	79 692
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		(12)	9	(68)	138	(10)	(67)	110	315		94	(271)	237	305	320
Decrease (increase) in non-current receivables															
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	106	108	0	637	851	891	935
Total Cash Receipts by Source	181 692	15 477	17 914	14 681	49 020	133 286	23 200	37 127	116 615	19 414	21 238	17 445	647 110	692 118	715 215
Cash Payments by Type															
Employee related costs	13 630	13 725	13 964	13 686	14 351	22 391	13 917	13 850	15 056	15 516	15 508	26 746	192 340	198 267	207 585
Remuneration of councillors	2 079	2 079	3 532	2 182	2 182	2 242	2 182	2 182	2 174	2 237	2 237	1 593	26 900	28 218	29 544
Interest paid	–	–	–	315	81	–	150	287	238	57	53	(250)	931	471	100
Bulk purchases - Electricity	83	12 020	12 021	9 159	8 361	7 592	9 289	7 783	7 891	9 347	9 347	20 123	113 017	127 505	150 074
Other materials	901	1 930	3 842	2 991	5 619	5 592	3 996	1 975	4 626	2 346	2 193	(2 692)	33 319	34 942	36 575
Contracted services	2 593	5 361	10 775	3 222	9 380	5 624	5 093	4 879	10 474	4 643	4 376	(2 900)	63 520	67 294	70 501
Grants and subsidies paid - other	145	331	362	578	406	747	758	621	907	66	66	(1 810)	3 176	3 417	3 671
General expenses	6 459	8 672	6 171	2 512	5 996	26 871	3 888	10 643	3 106	3 651	4 146	(33 356)	48 758	49 202	51 469
Cash Payments by Type	25 889	44 117	50 667	34 645	46 376	71 059	39 272	42 219	44 474	37 863	37 926	7 454	481 961	509 316	549 519
Other Cash Flows/Payments by Type															
Capital assets	466	179	6 180	2 128	11 309	8 185	8 137	17 552	9 996	5 871	5 364	(2 883)	72 485	77 363	77 492
Repayment of borrowing	–	–	–	1 522	1 685	–	76	2 241	1 598	620	625	(1 121)	7 246	5 456	–
Other Cash Flows/Payments	34 953	402	–	12 990	–	–	–	–	2 431	–	–	56 553	107 329	67 329	67 329
Total Cash Payments by Type	61 309	44 699	56 847	51 284	59 371	79 244	47 485	62 012	58 499	44 354	43 915	60 004	669 022	659 465	694 340
NET INCREASE/(DECREASE) IN CASH HELD	120 384	(29 222)	(38 932)	(36 604)	(10 351)	54 043	(24 285)	(24 885)	58 116	(24 940)	(22 677)	(42 558)	(21 911)	32 654	20 875
Cash/cash equivalents at the month/year beginning:	41 668	162 052	132 830	93 897	57 294	46 943	100 985	76 701	51 816	109 932	84 992	62 315	41 668	19 757	52 411
Cash/cash equivalents at the month/year end:	162 052	132 830	93 897	57 294	46 943	100 985	76 701	51 816	109 932	84 992	62 315	19 757	19 757	52 411	73 286

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R116, 615 million and the total cash payment for the month were R58, 499 million and this resulted in net increase in cash held amounting to R58, 116 million. With cash and cash equivalent of R109,932 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R109, 932 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 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									
July	5 672	1 718	1 718	466	466	1 718	1 251	73%	1%
August	8 918	4 713	4 713	179	646	6 431	5 785	90%	1%
September	8 103	4 390	4 390	6 180	6 825	10 821	3 995	37%	8%
October	14 431	8 295	8 295	2 128	8 953	19 115	10 162	53%	11%
November	2 731	6 262	6 262	11 309	20 262	25 378	5 115	20%	24%
December	9 925	13 059	13 059	8 205	28 467	38 437	9 970	26%	34%
January	7 968	5 318	5 318	8 137	36 604	43 755	7 151	16%	43%
February	6 909	4 512	6 307	17 552	54 156	48 266	(5 890)	-12%	64%
March	2 054	9 195	11 031	9 996	64 152	57 462	(6 691)	-12%	76%
April	12 525	4 478	6 452	–		61 940	–		
May	7 513	9 027	12 680	–		70 967	–		
June	11 895	13 189	13 813	–		84 156	–		
Total Capital expenditure	98 645	84 156	94 038	64 152					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of March amounts to R9, 996 million. The year-to-date actual expenditure incurred is R64, 152 million whilst the year to date budget is R57, 462 million, that gives rise to under spending variance of R6, 691 million that translate to 12%.

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

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
Capital expenditure on new assets by Asset Class									
Infrastructure	16,629	15,800	33,639	1,409	17,623	15,423	(2,200)	-14%	33,639
Roads Infrastructure	-	-	1,430	-	734	472	(262)	-56%	1,430
Roads		-	1,430	-	734	472	(262)	-56%	1,430
Road Structures							-		
Storm water Infrastructure	-	800	-	-	-	-	-		-
Drainage Collection		800		-	-	-	-		-
Electrical Infrastructure	15,895	15,000	20,559	1,409	15,418	11,106	(4,312)	-39%	20,559
Power Plants	2,230		5,741	-	5,737	1,895	(3,842)	-203%	5,741
MV Substations	-	-	-	-	-	-	-		-
MV Networks	13,665	14,800	14,644	1,409	9,682	9,154	(527)	-6%	14,644
Capital Spares	-	200	174	-	-	57	57	100%	174
Solid Waste Infrastructure	734	-	11,650	-	1,471	3,845	2,374	62%	11,650
Landfill Sites			11,650	-	1,471	3,845	2,374	62%	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	691	1,418	1,525	107	7%	1,823
Computer Equipment	1,930	700	1,823	691	1,418	1,525	107	7%	1,823
Furniture and Office Equipment	1,036	1,100	506	-	307	373	66	18%	506
Furniture and Office Equipment	1,036	1,100	506	-	307	373	66	18%	506
Machinery and Equipment	2,227	200	376	-	183	247	150	61%	250
Machinery and Equipment	2,227	200	376	-	183	247	150	61%	250
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets	-						-		
Total Capital Expenditure on new assets	21,822	17,800	36,344	2,100	19,531	17,567	(1,877)	-11%	36,218

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

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
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 Substations							-		
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	-	-	-	-	-	-		-

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

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
Repairs and maintenance expenditure by Asset Class									
Infrastructure	26 633	21 666	21 371	1 561	17 201	17 219	18	0%	21 371
Roads Infrastructure	21 436	14 350	14 350	554	12 251	12 457	206	2%	14 350
Roads	21 436	14 350	14 350	554	12 251	12 457	206	2%	14 350
Road Furniture							-		
Electrical Infrastructure	2 203	6 073	4 528	833	3 375	3 118	(257)	-8%	4 528
MV Switching Stations							-		
MV Networks	2 203	6 073	4 528	833	3 375	3 118	(257)	-8%	4 528
Solid Waste Infrastructure	2 994	1 243	2 493	175	1 575	1 643	68	4%	2 493
Landfill Sites	2 994	1 243	2 493	175	1 575	1 643	68	4%	2 493
Capital Spares							-		
Community Assets	537	323	1 299	83	381	605	224	37%	1 299
Community Facilities	537	323	1 299	83	381	605	224	37%	1 299
Parks	537	323	1 299	83	381	605	224	37%	1 299
Other assets	1 443	1 598	2 283	107	1 646	629	(1 017)	-162%	2 283
Operational Buildings	1 443	1 598	2 283	107	1 646	629	(1 017)	-162%	2 283
Municipal Offices	1 443	1 598	2 283	107	1 646	629	(1 017)	-162%	2 283
Intangible Assets	58	211	211	6	113	79	(34)	-43%	211
Licences and Rights	58	211	211	6	113	79	(34)	-43%	211
Computer Software and Applications	58	211	211	6	113	79	(34)	-43%	211
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	7 250	6 212	10 179	964	7 950	7 128	(822)	-12%	10 179
Machinery and Equipment	7 250	6 212	10 179	964	7 950	7 128	(822)	-12%	10 179
Transport Assets	3 424	2 646	1 643	330	1 720	2 155	436	20%	1 643
Transport Assets	3 424	2 646	1 643	330	1 720	2 155	436	20%	1 643
Total Repairs and Maintenance Expenditure	39 346	32 656	36 985	3 052	29 010	27 814	(1 196)	-4%	36 985

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

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
Depreciation by Asset Class/Sub-class									
Infrastructure	43 983	51 395	41 285	3 845	34 235	35 521	1 285	4%	41 285
Roads Infrastructure	37 525	43 096	34 719	3 296	29 374	29 690	317	1%	34 719
Roads	37 233	43 096	34 258	3 277	29 068	29 522	454	2%	34 258
Road Structures	227			–	–	–	–		
Road Furniture	64		460	19	306	168	(138)	-82%	460
Storm water Infrastructure	–	440	40	–	–	–	–		40
Drainage Collection	–	440	40	–	–	–	–		40
Electrical Infrastructure	5 390	7 083	5 851	492	4 357	5 289	932	18%	5 851
MV Substations		4 238	1 569	131	1 162	1 422	260	18%	1 569
MV Switching Stations			358	30	267	290	22	8%	358
MV Networks	3 254	2 845	1 794	97	1 234	1 622	388	24%	1 794
LV Networks				54	104	–	(104)	#DIV/0!	
Capital Spares	2 136		2 130	179	1 590	1 955	365	19%	2 130
Solid Waste Infrastructure	1 068	777	676	57	505	541	36	7%	676
Landfill Sites	764	777	398	33	297	293	(4)	-1%	398
Waste Transfer Stations							–		
Waste Processing Facilities	302		276	23	206	245	39	16%	276
Capital Spares	3		3	0	2	3	1	36%	3
Community Assets	1 039	1 333	1 065	90	795	902	107	12%	1 065
Community Facilities	799	1 333	814	68	607	670	62	0	814
Halls			30	3	22	35	13	36%	30
Centres			184	15	137	142	5	3%	184
Cemeteries/Crematoria	91		92	8	69	76	7	9%	92
Parks	456		2	0	2	1	(1)	-48%	2
Public Open Space	–	1 333		–	–	–	–		
Taxi Ranks/Bus Terminals			251	21	187	201	14	7%	251
Capital Spares	252		255	21	190	214	24	11%	255
Sport and Recreation Facilities	240	–	251	21	187	232	45	19%	251
Indoor Facilities	240						–		
Outdoor Facilities			251	21	187	232	45	19%	251
Heritage assets	–	6	6	–	–	–	–		6
Other Heritage	–	6	6	–	–	–	–		6
Other assets	3 999	4 453	6 440	337	2 990	6 295	3 306	53%	6 440
Operational Buildings	3 999	4 453	2 857	242	716	2 774	2 058	74%	2 857
Municipal Offices	3 999	4 453	2 453	208	415	2 399	1 984	83%	2 453
Stores			33	3	24	30	6	19%	33
Training Centres			371	31	277	345	68	20%	371
Housing	–	–	3 583	95	2 274	3 521	1 248	35%	3 583
Staff Housing							–		
Social Housing			3 583	95	2 274	3 521	1 248	35%	3 583
Intangible Assets	7	88	21	1	9	12	3	29%	21
Servitudes			13	1	9	12	3	29%	13
Licences and Rights	7	88	8	–	–	–	–		8
Computer Software and Applications	7	88	8	–	–	–	–		8
Computer Equipment	835	974	948	19	584	942	359	38%	948
Computer Equipment	835	974	948	19	584	942	359	38%	948
Furniture and Office Equipment	766	651	801	69	602	790	187	24%	801
Furniture and Office Equipment	766	651	801	69	602	790	187	24%	801
Machinery and Equipment	3 355	3 118	3 021	255	2 254	3 020	766	25%	3 021
Machinery and Equipment	3 355	3 118	3 021	255	2 254	3 020	766	25%	3 021
Transport Assets	6 645	3 384	5 710	558	4 410	5 641	1 231	22%	5 710
Transport Assets	6 645	3 384	5 710	558	4 410	5 641	1 231	22%	5 710
Total Depreciation	60 629	65 402	59 298	5 173	45 878	53 123	7 244	14%	59 298

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

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
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	44,323	66,356	57,694	7,896	44,621	37,956	(6,666)	-18%	57,694
Roads Infrastructure	43,487	65,356	56,694	7,896	44,621	37,626	(6,996)	-19%	56,694
Roads	43,487	65,356	56,694	7,896	44,621	37,626	(6,996)	-19%	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	-	-	330	330	100%	1,000
Landfill Sites	836	1,000	1,000	-	-	330	330	100%	1,000
Waste Transfer Stations							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Cemeteries/Crematoria	-	-	-	-	-	-	-		-
Parks		-	-	-	-	-	-		-
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	7,896	44,621	37,956	(6,666)	-18%	57,694

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 R19, 445 million and the year to date budget is R17, 567 million that reflects negative spending variance of R1, 877 million that translates to 11% variance.

The renewal of existing assets is not budgeted for the 2023/24 financial year.

The year-to-date actual expenditure on repairs and maintenance is R29, 010 million, and the year-to-date budget is R27, 814 million, reflecting an underspending variance of R1,196 million that translates to 4%.

The year-to-date actual expenditure on upgrading of existing assets is R44, 621 and the year-to-date budget is R37, 956 million, reflecting a negative spending variance of R6 ,666 million that translates to 18%.

The year-to-date actual expenditure on depreciation and asset impairment is R45, 878 and the year-to-date budget is R53, 123 million, reflecting a positive spending variance of R 7,244 million, that translates to 14% 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	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	96,753	39%
	Fencing of Roossenekal Landfill Site	Multi	Solid Waste Infrastructure	Landfill Sites	1,000,000	1,000,000	-	0%
Corporate Services	Computer Equipment	Multi	Computer Equipment	Computer Equipment	700,000	1,823,134	1,417,702	78%
	Furniture and Office Equipment	Single	Furniture and Office Equipment	Furniture and Office Equipment	300,000	300,000	281,150	94%
Technical Services	Groblersdal Stormwater	Single	Storm water Infrastructure	Drainage Collection	800,000	-	-	0%
	Landfill Sites: Groblersdal Landfill site 6.6	Multi	Solid Waste Infrastructure	Landfill Sites	-	11,650,000	1,470,571	13%
	Ugrading of Stompo Bus Road	Single	Roads Infrastructure	Roads	-	695,649	-	0%
	Upgrading of Hlogottlou-Bopanang Road	Multi	Roads Infrastructure	Roads	12,275,600	-	-	0%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	20,580,400	13,580,400	11,396,459	84%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	10,000,000	11,000,000	7,173,281	65%
	Upgrading of Mokumong Access Road to Marateng Taxi Rank	Multi	Roads Infrastructure	Roads	22,500,000	16,500,000	14,380,693	87%
	Roads: Upgrading of Maraganeng internal Access road (MIG)	Multi	Roads Infrastructure	Roads	-	8,254,600	6,439,314	78%
	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	5,102,135	77%
	Electrification of Motetema High view	Single	Electrical Infrastructure	MV Networks	2,000,000	2,000,000	368,164	18%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	1,400,000	1,400,000	268,645	19%
	Electrification of Phomola	Single	Electrical Infrastructure	MV Networks	2,000,000	2,000,000	1,716,854	86%
	Electrification of Vlaktfontein	Single	Electrical Infrastructure	MV Networks	1,000,000	1,000,000	702,989	70%
	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	1,278,511	91%
	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	86,200	68%

Quality certificate

I, **MAKGOKE WALTER MOHLALA**, the Acting Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of 31 March 2024 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

Signature

Date

12/04/2024