

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2019/20

REPORTING PERIOD: THIRD QUARTER

PART 1: QUARTERLY REPORT

PURPOSE

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

Executive Summary

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

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2019/20			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
OPERATING REVENUE	500 884 685	491 691 657	388 900 693	79%
		-		
OPERATING EXPENDITURE	482 591 369	485 305 414	292 784 025	60%
		-		
TRANSFER - CAPITAL	73 921 000	75 421 443	56 930 626	75%
SURPLUS/(DEFICIT)	92 214 316	103 578 736	165 700 538	160%
CAPITAL EXPENDITURE	95 653 510	113 090 431	72 377 748	64%

Table C1: Quarterly Budget Statement Summary

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	32 756	34 727	36 658	8 984	26 796	27 165	(369)	-1%	36 658
Service charges	82 962	101 507	102 856	24 590	72 165	75 157	(2 992)	-4%	102 856
Investment revenue	2 133	2 946	3 246	41	1 228	2 010	(783)	-39%	3 246
Transfers and subsidies	245 324	272 618	272 735	67 916	271 545	271 784	(239)	0%	272 735
Other own revenue	73 848	89 087	76 196	5 442	17 166	17 906	(740)	-4%	76 196
Total Revenue (excluding capital transfers and contributic	437 024	500 885	491 692	106 973	388 901	394 022	(5 122)	-1%	491 692
Employee costs	146 968	147 530	142 665	33 673	108 554	108 695	(141)	0%	142 665
Remuneration of Councillors	23 662	25 554	25 068	5 852	17 962	18 464	(502)	-3%	25 068
Depreciation & asset impairment	54 178	56 520	54 830	273	273	-	273		54 830
Finance charges	2 797	2 505	2 505	595	1 768	1 706	62	4%	2 505
Materials and bulk purchases	89 566	94 531	104 798	22 544	69 490	72 013	(2 523)	-4%	104 798
Transfers and subsidies	2 483	3 740	3 340	562	1 824	2 172	(348)	-16%	3 340
Other expenditure	157 463	152 210	152 099	21 770	92 912	92 502	410	0%	152 099
Total Expenditure	477 117	482 591	485 305	85 270	292 784	295 552	(2 768)	-1%	485 305
Surplus/(Deficit)	(40 092)	18 293	6 386	21 703	96 117	98 470	(2 353)	-2%	6 386
Transfers and subsidies - capital (monetary allocations)	70 766	73 921	75 421	22 387	56 931	63 905	(6 975)	-11%	75 421
Contributions & Contributed assets	-	-	21 771	-	12 653	-	12 653		21 771
Surplus/(Deficit) after capital transfers & contributions	30 674	92 214	103 579	44 090	165 701	162 375	3 325	2%	103 579
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	30 674	92 214	103 579	44 090	165 701	162 375	3 325	2%	103 579
Capital expenditure & funds sources									
Capital expenditure	76 437	95 654	113 090	23 714	72 378	73 883	(1 505)	-2%	113 090
Capital transfers recognised	61 021	73 921	97 192	21 583	60 603	62 255	(1 652)	-3%	97 192
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	15 417	21 733	15 898	2 130	11 775	11 628	147	1%	15 898
Total sources of capital funds	76 437	95 654	113 090	23 714	72 378	73 883	(1 505)	-2%	113 090
Financial position									
Total current assets	106 679	115 014	120 388		173 171				120 388
Total non current assets	1 070 962	1 123 066	1 208 090		1 134 242				1 208 090
Total current liabilities	132 534	81 128	87 970		117 267				87 970
Total non current liabilities	107 621	103 696	103 515		98 557				103 515
Community wealth/Equity	937 486	1 053 256	1 136 993		1 091 588				1 136 993
Cash flows									
Net cash from (used) operating	99 560	102 851	121 326	37 710	74 248	83 344	9 096	11%	121 326
Net cash from (used) investing	(72 765)	(88 001)	(126 231)	(4 553)	(45 024)	(54 203)	(9 179)	17%	(126 231)
Net cash from (used) financing	(8 843)	(10 086)	(15 497)	(809)	(6 968)	(4 448)	2 520	-57%	(15 497)
Cash/cash equivalents at the month/year end	24 177	29 037	10 995	-	47 237	56 089	8 852	16%	4 580
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	12 573	4 935	2 728	2 430	2 332	2 364	16 588	57 778	101 729
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Revenue

For the third quarter of January to March 2020, the year to date actual amounted to R 388, 901 million. Of the total revenue received during the third quarter, the major portion of R67, 252 million is from equitable share. Other receipts are from property rates, service charges and other grants.

Operating Expenditure

The operating expenditure for the quarter amounts to R85, 270 million with the year to date expenditure of R292, 784 million which shows 1% year to date variance when compared to the year to date budget.

Capital Expenditure

The year to date actual capital expenditure as at end of third quarter amounts to R72, 372 million and the year to date budget amounts to R73, 883 million and this deviates with 2% when compared to year to date target.

Surplus/Deficit

Taking the above into consideration the net operating surplus for the quarter ending 31 March 2019 amounts to R44, 090 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of March amounts to R101, 729 million and this shows an increase of R21, 620 million as compared to R80, 108 million as at end of 2018/19 financial year. This increase portrays declining revenue collection of the municipality as the lesser the collection rate the more the increase in consumer debtors.

Consumer debtors is made up of service charges and property rates that amount to R68, 410 million and other debtors amounting to R33, 319 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, they do not form part of consumer debtors.

Creditors

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

Table C2 – Quarterly Financial Performance (Standard Classification)

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	192 483	214 636	217 729	53 602	209 467	207 242	2 226	1%	217 729
Executive and council	40 562	46 559	46 559	8 565	46 559	46 559	(0)	0%	46 559
Finance and administration	143 989	159 127	162 220	43 013	153 958	151 732	2 226	1%	162 220
Internal audit	7 932	8 950	8 950	2 024	8 950	8 950	(0)	0%	8 950
Community and public safety	71 651	94 968	74 760	6 684	24 235	24 002	232	1%	74 760
Community and social services	11 375	9 026	9 076	3 044	9 032	9 024	8	0%	9 076
Sport and recreation	9 710	12 092	12 092	3 182	12 104	12 086	18	0%	12 092
Public safety	50 566	73 850	53 592	458	3 099	2 893	206	7%	53 592
Economic and environmental services	116 607	117 004	141 587	35 580	112 657	107 128	5 529	5%	141 587
Planning and development	13 036	21 564	21 339	7 120	21 011	20 963	48	0%	21 339
Road transport	102 541	94 287	118 977	28 071	90 493	84 895	5 598	7%	118 977
Environmental protection	1 030	1 153	1 270	390	1 153	1 270	(117)	-9%	1 270
Trading services	127 049	148 197	154 808	33 494	112 126	119 555	(7 429)	-6%	154 808
Energy sources	106 327	119 623	126 235	25 722	86 108	93 176	(7 068)	-8%	126 235
Waste management	20 722	28 574	28 574	7 771	26 018	26 380	(361)	-1%	28 574
Total Revenue - Functional	507 790	574 806	588 884	129 359	458 485	457 927	557	0%	588 884
Expenditure - Functional									
Governance and administration	210 937	191 835	209 573	40 297	153 706	152 709	998	1%	209 573
Executive and council	44 433	41 658	50 599	10 275	40 232	39 862	370	1%	50 599
Finance and administration	158 816	141 488	152 110	29 423	107 542	106 452	1 090	1%	152 110
Internal audit	7 688	8 689	6 864	600	5 933	6 395	(462)	-7%	6 864
Community and public safety	69 179	76 535	59 454	6 056	19 758	19 919	(161)	-1%	59 454
Community and social services	4 988	7 457	5 582	1 261	3 896	3 948	(52)	-1%	5 582
Sport and recreation	6 003	11 037	8 951	1 292	4 271	4 399	(128)	-3%	8 951
Public safety	58 188	58 041	44 921	3 503	11 591	11 572	19	0%	44 921
Economic and environmental services	88 411	87 675	84 795	11 151	36 127	38 752	(2 625)	-7%	84 795
Planning and development	13 453	17 147	19 388	3 889	11 488	13 157	(1 669)	-13%	19 388
Road transport	74 310	69 685	64 766	7 124	24 176	25 131	(954)	-4%	64 766
Environmental protection	648	843	641	138	463	464	(1)	0%	641
Trading services	108 589	126 546	131 483	27 766	83 193	84 173	(980)	-1%	131 483
Energy sources	81 381	99 370	104 456	20 696	63 027	64 228	(1 201)	-2%	104 456
Waste management	27 208	27 177	27 027	7 070	20 166	19 945	221	1%	27 027
Total Expenditure - Functional	477 117	482 591	485 305	85 270	292 784	295 552	(2 768)	-1%	485 305
Surplus/ (Deficit) for the year	30 674	92 214	103 579	44 090	165 701	162 375	3 325	2%	103 579

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

Vote Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	35 733	46 559	41 231	6 929	41 231	41 231	(0)	0%	41 231
Vote 2 - Municipal Manager	24 626	35 643	35 643	8 877	35 643	35 643	(0)	0%	35 643
Vote 3 - Budget & Treasury	64 175	64 188	67 281	19 406	58 829	56 745	2 084	4%	67 281
Vote 4 - Corporate Services	43 715	40 227	40 227	9 665	40 417	40 275	142	0%	40 227
Vote 5 - Community Services	105 498	132 693	113 239	16 158	55 292	58 249	(2 957)	-5%	113 239
Vote 6 - Technical Services	211 009	227 629	258 293	57 816	194 431	193 190	1 241	1%	258 293
Vote 7 - Developmental Planning	7 022	14 966	14 741	4 891	14 413	14 365	48	0%	14 741
Vote 8 - Executive Support	16 013	18 229	18 229	5 617	18 229	18 229	(0)	0%	18 229
Total Revenue by Vote	507 790	580 134	588 884	129 359	458 485	457 927	557	0%	588 884
Expenditure by Vote									
Vote 1 - Executive & Council	37 443	36 873	42 579	9 336	33 673	33 352	321	1%	42 579
Vote 2 - Municipal Manager	46 078	35 065	42 688	10 105	39 064	39 696	(632)	-2%	42 688
Vote 3 - Budget & Treasury	64 915	52 917	56 083	8 758	41 870	39 028	2 842	7%	56 083
Vote 4 - Corporate Services	27 310	36 814	30 859	5 062	15 804	17 389	(1 585)	-9%	30 859
Vote 5 - Community Services	103 847	112 427	94 391	15 119	45 854	45 623	231	1%	94 391
Vote 6 - Technical Services	171 711	181 124	185 231	29 999	94 552	96 932	(2 381)	-2%	185 231
Vote 7 - Developmental Planning	7 632	13 185	12 998	2 492	6 774	8 283	(1 509)	-18%	12 998
Vote 8 - Executive Support	18 180	15 088	19 749	4 398	15 194	15 249	(55)	0%	19 749
Total Expenditure by Vote	477 117	483 492	484 577	85 270	292 784	295 552	(2 768)	-1%	484 577
Surplus/ (Deficit) for the year	30 674	96 642	104 307	44 090	165 701	162 375	3 325	2%	104 307

Table C2 and C3 measures the quarterly actual against the year to date performance targets which is realized by vote and standard classification. The variances are all reflected in the year to date variance column.

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

Table C4: Quarterly Financial performance by Revenue Source and Expenditure Type

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	32 756	34 727	36 658	8 984	26 796	27 165	(369)	-1%	36 658
Service charges - electricity revenue	75 108	92 957	94 306	22 475	65 847	68 607	(2 760)	-4%	94 306
Service charges - refuse revenue	7 854	8 550	8 550	2 116	6 318	6 550	(232)	-4%	8 550
Rental of facilities and equipment	1 644	1 052	2 033	239	562	1 275	(713)	-56%	2 033
Interest earned - external investments	2 133	2 946	3 246	41	1 228	2 010	(783)	-39%	3 246
Interest earned - outstanding debtors	9 183	7 040	12 303	3 142	8 710	8 879	(170)	-2%	12 303
Fines, penalties and forfeits	56 635	73 860	53 638	529	3 145	2 922	223	8%	53 638
Licences and permits	4 707	5 470	6 070	1 243	3 843	4 046	(203)	-5%	6 070
Transfers and subsidies	245 324	272 618	272 735	67 916	271 545	271 784	(239)	0%	272 735
Other revenue	1 680	1 664	1 290	290	906	784	123	16%	1 290
Gains on disposal of PPE		-	862	-	-	-	-		862
Total Revenue excluding capital transfers	437 024	500 885	491 692	80 215	388 901	394 022	(5 122)	-1%	491 692
Expenditure By Type									
Employee related costs	146 968	147 530	142 665	33 673	108 554	108 695	(141)	0%	142 665
Remuneration of councillors	23 662	25 554	25 068	5 852	17 962	18 464	(502)	-3%	25 068
Debt impairment	47 752	57 860	43 505	-	-	-	-		43 505
Depreciation & asset impairment	54 178	56 520	54 830	273	273	28 898	273	-99%	54 830
Finance charges	2 797	2 505	2 505	595	1 768	1 706	62	4%	2 505
Bulk purchases	73 727	80 941	87 000	19 455	57 696	58 715	(1 019)	-2%	87 000
Other materials	15 839	13 590	17 798	3 089	11 794	13 298	(1 504)	-11%	17 798
Contracted services	67 496	53 788	65 807	13 785	64 397	62 182	2 216	4%	65 807
Transfers and subsidies	2 483	3 740	3 340	562	1 824	2 172	(348)	-16%	3 340
Other expenditure	42 216	40 562	42 787	7 985	28 514	30 320	(1 806)	-6%	42 787
Loss on disposal of PPE	-	(0)	-	-	-	-	-		-
Total Expenditure	477 117	482 591	485 305	85 270	292 784	295 552	(2 768)	-1%	485 305
Surplus/(Deficit)	(40 092)	18 293	6 386	21 703	96 117	98 470	(2 353)	-2%	6 386
Transfers and subsidies - capital (monetary allocations)	70 766	73 921	75 421	22 387	56 931	63 905	(6 975)	-11%	75 421
Transfers and subsidies - capital (monetary allocations)	-	-	21 771	-	12 653	-	12 653		21 771
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers	30 674	92 214	103 579	44 090	165 701	162 375			103 579
Taxation									
Surplus/(Deficit) after taxation	30 674	92 214	103 579	44 090	165 701	162 375			103 579
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	30 674	92 214	103 579	44 090	165 701	162 375			103 579
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	30 674	92 214	103 579	44 090	165 701	162 375		-	103 579

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

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

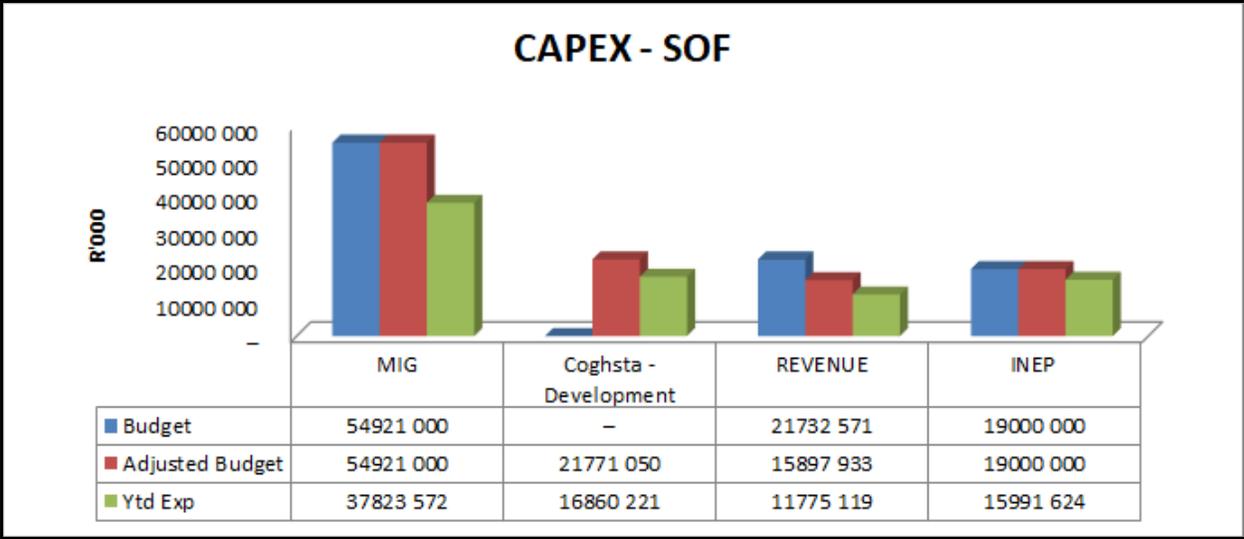
Vote Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2 200	1 800	1 015	–	569	769	(200)	-26%	1 015
Executive and council							–		
Finance and administration	2 200	1 800	1 015	30	569	769	(200)	-26%	1 015
Internal audit							–		
Community and public safety	522	500	–	–	–	–	–		–
Community and social services	522	500	–	–	–	–	–		–
Sport and recreation							–		
Public safety							–		
Housing							–		
Health							–		
Economic and environmental services	58 640	72 006	91 010	21 040	55 683	55 216	467	1%	91 010
Planning and development							–		
Road transport	58 640	72 006	91 010	21 040	55 683	55 216	467	1%	91 010
Environmental protection							–		
Trading services	15 075	21 348	21 066	2 644	16 126	17 898	(1 772)	-10%	21 066
Energy sources	13 475	19 522	19 562	2 207	15 063	16 836	(1 773)	-11%	19 562
Waste management	1 600	1 826	1 504	437	1 063	1 062	1	0%	1 504
Other							–		
Total Capital Expenditure - Functional Classification	76 437	95 654	113 090	23 714	72 378	73 883	(1 505)	-2%	113 090
Funded by:									
National Government	61 021	73 921	75 421	13 536	47 112	48 252	(1 140)	-2%	75 421
Provincial Government		–	21 771	8 048	13 491	14 003	(512)	-4%	21 771
District Municipality							–		
Other transfers and grants							–		
Transfers recognised - capital	61 021	73 921	97 192	21 583	60 603	62 255	(1 652)	-3%	97 192
Borrowing							–		
Internally generated funds	15 417	21 733	15 898	2 130	11 775	11 628	147	1%	15 898
Total Capital Funding	76 437	95 654	113 090	23 714	72 378	73 883	(1 505)	-2%	113 090

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1 400	-	-	-	-	-	-	-	-
Vote 5 - Community Services	1 600	-	-	-	-	-	-	-	-
Vote 6 - Technical Services	23 825	50 583	50 816	9 846	36 098	38 250	(2 152)	-6%	50 816
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	26 825	50 583	50 816	9 846	36 098	38 250	(2 152)	-6%	50 816
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	500	-	-	-	-	-	-	-
Vote 4 - Corporate Services	800	1 800	1 015	30	569	769	(200)	-26%	1 015
Vote 5 - Community Services	522	1 826	1 504	437	1 063	1 062	1	0%	1 504
Vote 6 - Technical Services	48 291	40 945	59 756	13 401	34 648	33 802	845	3%	59 756
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	49 613	45 071	62 275	13 868	36 280	35 633	646	2%	62 275
Total Capital Expenditure	76 437	95 654	113 090	23 714	72 378	73 883	(1 505)	-2%	113 090

Table C5 Capex and C5C present capital expenditure performance for all votes, standard classification and the funding thereof and measures the year-to-date performance targets against the actual capital expenditure figures.

R72, 378 million spending was incurred on capital budget and year to date budget is R73, 883 million and this gave rise to underperformance variance of R1, 505 million that translates to 2%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget, R54, 921 million is funded from Municipal Infrastructure grant, R19, 000 million from INEP and R15, 897 million from own revenue and the spending per source of finance is presented in the above graph. There is a new grant received by the municipality that was not gazetted amounting to R21, 771 million that is meant for Development of Masakaneng. The grant was received from department of CoGHSTA.

Table C6: Quarterly Budget Statement Financial Position

Description	2018/19	Budget Year 2019/20			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	24 177	4 882	16 697	12 197	16 697
Call investment deposits	–	24 155	–	35 041	–
Consumer debtors	21 334	41 950	49 631	57 893	49 631
Other debtors	54 923	40 727	49 052	59 949	49 052
Current portion of long-term receivables	–	–	–	–	–
Inventory	6 245	3 300	5 009	8 092	5 009
Total current assets	106 679	115 014	120 388	173 171	120 388
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	13 539	–	13 539	774	13 539
Investment property	58 240	53 739	58 240	58 240	58 240
Investments in Associate	–	–	–	–	–
Property, plant and equipment	998 680	1 055 765	1 135 808	1 074 452	1 135 808
Biological	–	–	–	–	–
Intangible	39	85	39	39	39
Other non-current assets	463	13 476	463	736	463
Total non current assets	1 070 962	1 123 066	1 208 090	1 134 242	1 208 090
TOTAL ASSETS	1 177 641	1 238 080	1 328 478	1 307 412	1 328 478
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	9 624	9 686	11 542	7 769	11 542
Consumer deposits	5 383	4 860	5 430	5 527	5 430
Trade and other payables	113 571	60 924	64 491	92 612	64 491
Provisions	3 955	5 658	6 508	11 358	6 508
Total current liabilities	132 534	81 128	87 970	117 267	87 970
Non current liabilities					
Borrowing	13 469	13 554	13 469	13 469	13 469
Provisions	94 152	90 142	90 046	85 088	90 046
Total non current liabilities	107 621	103 696	103 515	98 557	103 515
TOTAL LIABILITIES	240 155	184 824	191 485	215 824	191 485
NET ASSETS	937 486	1 053 256	1 136 993	1 091 588	1 136 993
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	937 486	1 053 256	1 136 993	1 091 588	1 136 993
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	937 486	1 053 256	1 136 993	1 091 588	1 136 993

The above table shows that community wealth amounts to R1, 091 billion, total liabilities R215, 824 million and the total assets R1, 307 billion. Non-current liabilities are mainly made up of provisions for long service award, landfill site and bonus.

Total current assets appear to be fairly reasonable relative to total current liabilities and this as a result portray a much better picture of the municipality's current ratio.

Table C7: Quarterly Budgeted Statement Cash Flow

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	28 779	21 878	20 958	5 883	18 589	17 364	1 225	7%	20 958
Service charges	77 686	91 398	101 547	22 454	65 367	45 195	20 172	45%	101 547
Other revenue	14 066	17 441	15 467	5 366	17 490	23 865	(6 375)	-27%	15 467
Government - operating	240 283	272 618	272 735	68 282	272 618	181 465	91 153	50%	272 735
Government - capital	97 537	73 921	75 421	20 477	73 911	64 400	9 511	15%	75 421
Interest	2 966	3 861	15 548	245	2 037	3 833	(1 795)	-47%	15 548
Payments									
Suppliers and employees	(356 478)	(372 021)	(374 506)	(83 839)	(371 903)	(249 735)	122 168	-49%	(374 506)
Finance charges	(2 797)	(2 505)	(2 505)	(595)	(2 037)	(1 253)	785	-63%	(2 505)
Transfers and Grants	(2 483)	(3 740)	(3 340)	(562)	(1 824)	(1 790)	34	-2%	(3 340)
NET CASH FROM/(USED) OPERATING ACTIVITIES	99 560	102 851	121 326	37 710	74 248	83 344	9 096	11%	121 326
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	2 839	-	862	-	-	-	-	-	862
Decrease (Increase) in non-current debtors	-	-	-	-	28 366	-	28 366	-	-
Decrease (increase) other non-current receivables	833	-	(463)	18 285	-	-	-	-	(463)
Decrease (increase) in non-current investments	-	-	(13 539)	-	-	-	-	-	(13 539)
Payments									
Capital assets	(76 437)	(88 001)	(113 090)	(22 838)	(73 391)	(54 203)	19 188	-35%	(113 090)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(72 765)	(88 001)	(126 231)	(4 553)	(45 024)	(54 203)	(9 179)	17%	(126 231)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	1 542	-	-	-	-	-	1 542
Increase (decrease) in consumer deposits	-	(400)	170	17	142	(916)	1 057	-115%	170
Payments									
Repayment of borrowing	(8 843)	(9 686)	(17 208)	(826)	(7 109)	(3 533)	3 577	-101%	(17 208)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(8 843)	(10 086)	(15 497)	(809)	(6 968)	(4 448)	2 520	-57%	(15 497)
NET INCREASE/ (DECREASE) IN CASH HELD	17 952	4 764	(20 402)	32 347	22 255	24 692			(20 402)
Cash/cash equivalents at beginning:	6 225	24 273	31 396		24 982	31 396			24 982
Cash/cash equivalents at month/year end:	24 177	29 037	10 995		47 237	56 089			4 580

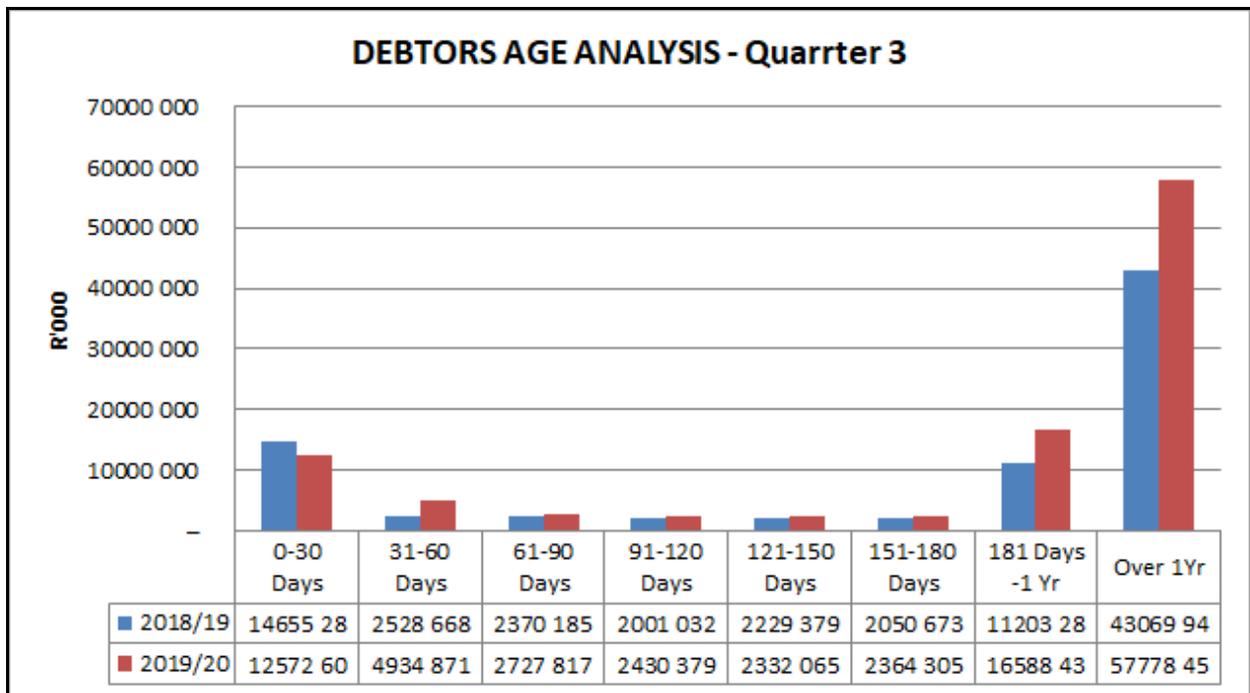
Table C7 provides details of the monthly cash in and outflow. For the quarter ending 31 March 2020 the net cash from operating activities is R37, 710 million whilst cash used for investing activities is R4, 553 million and the net cash from financing activities is R 809 thousand. The cash and cash equivalent held at end of the third quarter amounted to R47, 237 million.

PART 2: SUPPORTING TABLES

Table SC3: Debtors Analysis

Description	Budget Year 2019/20										Actual Bad Debts Written Off	Impairment - Bad Debts
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	7 111	1 724	121	67	64	57	321	2 897	12 361	3 406	12%	
Receivables from Non-exchange Transactions - Property Rates	2 994	1 434	1 167	1 060	1 039	1 011	8 797	25 150	42 652	37 057	42%	
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-	-		
Receivables from Exchange Transactions - Waste Management	729	480	380	368	366	364	2 160	8 549	13 397	11 808	13%	
Receivables from Exchange Transactions - Property Rental Debtors	48	13	9	8	8	8	148	878	1 120	1 050	1%	
Interest on Arrear Debtor Accounts	1 091	1 050	1 011	977	948	919	4 942	19 773	30 711	27 559	30%	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-		
Other	599	235	41	(50)	(93)	5	221	531	1 488	614	1%	
Total By Income Source	12 573	4 935	2 728	2 430	2 332	2 364	16 588	57 778	101 729	81 494	-	-
2018/19 - totals only	14 655	2 529	2 370	2 001	2 229	2 051	11 203	43 070	80 108	60 554		
Debtors Age Analysis By Customer Group												
Organs of State	1 547	1 100	582	557	521	531	3 594	12 655	21 086	17 858		
Commercial	6 529	1 335	465	346	286	318	1 969	8 187	19 436	11 106		
Households	3 616	1 821	1 149	1 005	1 015	1 012	6 242	23 760	39 620	33 034		
Other	881	679	532	522	510	504	4 783	13 177	21 587	19 496		
Total By Customer Group	12 573	4 935	2 728	2 430	2 332	2 364	16 588	57 778	101 729	81 494	-	-

Table provides a breakdown of the consumer and sundry debtors at the end of the quarter. The outstanding debtors amounted to R101, 729 million as at 31 March 2020. Consumer debtors amounts to R68, 410 million and sundry debtors amounts to R 33, 319 million as at end of the third quarter.



The graph compares debtors' age analysis for 2018/19 financial year and 2019/20 (as at end of third quarter) and noted from the graph there is an increase in the municipal debt book for 2019/20 financial year.

Table SC4: Creditors Analysis

Description	Budget Year 2019/20								Total	Prior year totals for chart
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		
Creditors Age Analysis By Customer Type										
Bulk Electricity										-
Bulk Water										-
PAYE deductions										-
VAT (output less input)										-
Pensions / Retirement deductions										-
Loan repayments										-
Trade Creditors										-
Auditor General										-
Other										-
Total By Customer Type	-	-	-	-	-	-	-	-	-	-

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30 days of receiving an invoice. No creditors were outstanding for more than 30 days. All invoices were paid within the prescribed period for the third quarter.

Table SC5: Investment Portfolio Analysis

Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate ³	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
Municipality									
Nedbank 03/7881068264/000057	1 Month	Current Investment	6.06%	25-Mar-20	35 000 000	40 677	-	-	35 040 677
TOTAL INVESTMENTS AND INTEREST					35 000 000		-	-	35 040 677

Supporting Table SC5 displays the council's investments portfolio and indicates that R35, 040 million was invested as at end of the third quarter.

Table SC6- Allocation and grant receipts

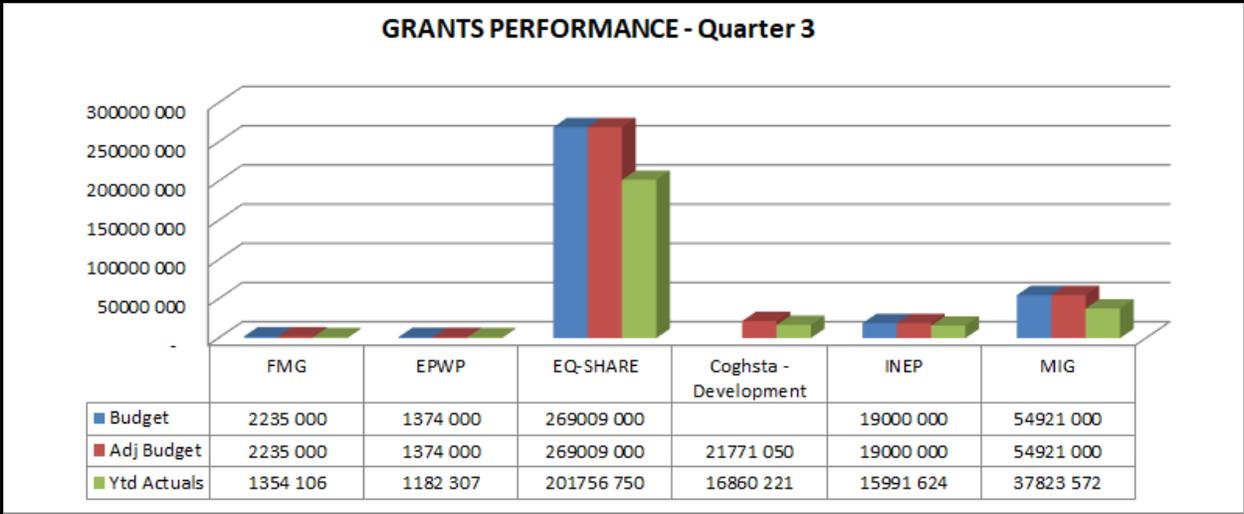
Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	245 283	272 618	272 618	67 663	272 618	272 510	108	0%	272 618
Local Government Equitable Share	237 511	269 009	269 009	67 252	269 009	269 126	(117)	0%	269 009
Finance Management	1 770	2 235	2 235	-	2 235	2 235	-		2 235
EPWP Incentive	1 002	1 374	1 374	411	1 374	1 149	225	20%	1 374
Energy Efficiency and Demand Management	5 000	-	-	-	-	-			-
Provincial Government:	-	-	-	-	-	-	-	-	-
N/A							-		
District Municipality:	-	-	-	-	-	-	-	-	-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A							-		
Total Operating Transfers and Grants	245 283	272 618	272 618	67 663	272 618	272 510	108	0%	272 618
Capital Transfers and Grants									
National Government:	72 279	73 921	73 921	20 477	73 921	66 336	7 585	11%	73 921
Municipal Infrastructure Grant (MIG)	62 270	54 921	54 921	15 477	54 921	49 500	5 421	11%	54 921
Intergrated National Electrification Grant	10 009	19 000	19 000	5 000	19 000	16 836	2 164	13%	19 000
Provincial Government:	21 771	-	21 771	-	21 771	4 256	17 515	411%	21 771
Coghsta - Development	21 771	-	21 771	-	21 771	4 256	17 515	411%	21 771
District Municipality:	-	-	-	-	-	-	-	-	-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A							-		
Total Capital Transfers and Grants	94 050	73 921	95 692	20 477	95 692	70 593	25 099	36%	95 692
TOTAL RECEIPTS OF TRANSFERS & GRANTS	339 333	346 539	368 310	88 140	368 310	343 102	25 208	7%	368 310

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R368, 310 million of which the major portion is attributed to equitable share. In the reporting period, all gazetted grants were received according to National Treasury's grants payment schedule.

Table SC7: Transfers and Grant Expenditure

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	245 283	272 618	272 618	23 082	204 293	272 510	(68 217)	-25%	272 618
Local Government Equitable Share	237 511	269 009	269 009	22 417	201 757	269 126	(67 370)	-25%	269 009
Finance Management	1 770	2 235	2 235	260	1 354	2 235	(881)	-39%	2 235
EPWP Incentive	1 002	1 374	1 374	404	1 182	1 149	34	3%	1 374
Energy Efficiency and Demand Management	5 000	-	-		-	-	-		-
Provincial Government:	-	-	-	-	-	-	-		-
N/A							-		
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total operating expenditure of Transfers and Grants:	245 283	272 618	272 618	23 082	204 293	272 510	(68 217)	-25%	272 618
Capital expenditure of Transfers and Grants									
National Government:	72 279	73 921	73 921	16 889	53 815	66 336	(12 521)	-19%	73 921
Municipal Infrastructure Grant (MIG)	62 270	54 921	54 921	15 082	37 824	49 500	(11 676)	-24%	54 921
Intergrated National Electrification Grant	10 009	19 000	19 000	1 807	15 992	16 836	(844)	-5%	19 000
Provincial Government:	21 771	21 771	21 771	4 207	16 860	4 256	12 604	296%	21 771
Coghsta - Development	21 771	21 771	21 771	4 207	16 860	4 256	12 604	296%	21 771
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total capital expenditure of Transfers and Grants	94 050	95 692	95 692	21 096	70 675	70 593	83	0%	95 692
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	339 333	368 310	368 310	44 178	274 969	343 102	(68 134)	-20%	368 310

A total amount of R44, 178 million has been spent on grants during the third quarter and the year to date budget thereof amount to R343, 102 million and this resulted in underspending variance of R68, 134 million that translates to 20%. Of the total spending amounting to R274, 969 million, R204, 293 million is spent on operational grants whilst R70, 675 million is spent of capital grants.



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

- Financial Management Grant 60.59%
- Expanded Public Work Programme 86.05%
- Equitable Share 75%
- Municipal Infrastructure Grant 68.87%
- Integrated National Electrification Grant 84.17%
- CoGHSTA - Development of Masakaneng 77.44%

Table SC8: Councilor Allowances and Employee Benefits

Summary of Employee and Councilor remuneration	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	13 395	15 201	14 851	3 381	10 584	10 938	(354)	-3%	14 851
Pension and UIF Contributions	1 605	1 744	1 719	418	1 242	1 266	(24)	-2%	1 719
Medical Aid Contributions	368	369	341	80	245	251	(7)	-3%	341
Motor Vehicle Allowance	5 145	5 611	5 130	1 242	3 706	3 779	(73)	-2%	5 130
Cellphone Allowance	2 708	2 629	2 804	677	2 024	2 065	(41)	-2%	2 804
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	223	54	161	165	(3)	-2%	223
Sub Total - Councillors	23 222	25 554	25 068	5 852	17 962	18 464	(502)	-3%	25 068
% increase		10%	8%						8%
Senior Managers of the Municipality									
Basic Salaries and Wages	3 421	5 150	4 304	1 182	3 334	3 228	106	3%	4 304
Pension and UIF Contributions	100	172	163	44	126	122	4	3%	163
Medical Aid Contributions	102	64	79	21	61	60	1	2%	79
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	403	918	660	165	494	494	(0)	0%	660
Cellphone Allowance	108	188	161	42	126	122	4	3%	161
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	378	331	445	78	411	388	22	6%	445
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	4 512	6 824	5 813	1 533	4 551	4 414	136	3%	5 813
% increase		51%	29%						29%
Other Municipal Staff									
Basic Salaries and Wages	84 473	91 339	90 220	21 915	66 947	67 501	(554)	-1%	90 220
Pension and UIF Contributions	16 792	18 714	17 856	1 477	13 366	13 383	(18)	0%	17 856
Medical Aid Contributions	5 303	4 761	5 391	1 461	4 151	4 063	88	2%	5 391
Overtime	2 166	1 948	1 261	504	1 070	894	177	20%	1 261
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	10 390	11 571	11 107	2 751	8 307	8 329	(22)	0%	11 107
Cellphone Allowance	1 437	1 171	1 757	444	1 338	1 319	19	1%	1 757
Housing Allowances	171	437	174	45	133	125	8	6%	174
Other benefits and allowances	7 859	8 329	8 146	358	7 944	7 874	70	1%	8 146
Payments in lieu of leave	5 981	1 951	494	38	403	430	(27)	-6%	494
Long service awards	1 020	486	446	192	345	363	(19)	-5%	446
Post-retirement benefit obligations	3 523	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	139 115	140 707	136 852	29 184	104 004	104 281	(278)	0%	136 852
% increase		1%	-2%						-2%
Total Parent Municipality	166 850	173 085	167 733	36 569	126 516	127 159	(643)	-1%	167 733
		4%	1%						1%
TOTAL SALARY, ALLOWANCES & BENEFITS	166 850	173 085	167 733	36 569	126 516	127 159	(643)	-1%	167 733
% increase		4%	1%						1%
TOTAL MANAGERS AND STAFF	143 628	147 530	142 665	30 717	108 554	108 695	(141)	0%	142 665

This table provides the details for councilor and employee benefits. For the third quarter the total salaries, allowances and benefits amounted to R36, 569 million which deviates with R643 thousand from the planned figure.

Table SC9: Actual and Revised Targets for Cash Receipts

Description					2019/20 Medium Term Revenue		
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Budget	Budget	Budget
	Outcome	Outcome	Outcome	Budget	Year	Year +1	Year +2
Cash Receipts By Source							
Property rates	6 601	6 105	5 883	3 289	21 878	27 452	28 934
Service charges - electricity revenue	18 845	21 867	21 399	25 269	87 380	86 220	90 876
Service charges - refuse	1 172	1 029	1 055	763	4 018	4 596	4 844
Rental of facilities and equipment	264	101	108	231	705	721	760
Interest earned - external investments	1 114	41	41	1 750	2 946	3 105	3 272
Interest earned - outstanding debtors	410	228	204	73	915	1 484	1 564
Fines, penalties and forfeits	-	-	-	9 602	9 602	10 120	10 667
Licences and permits	1 411	1 226	1 243	1 590	5 470	5 766	6 077
Transfer receipts - operating	114 666	89 670	68 282	-	272 618	291 737	314 255
Other revenue	4 771	4 350	4 014	(11 471)	1 664	1 754	1 849
Cash Receipts by Source	149 253	124 618	102 229	31 096	407 197	432 954	463 098
Other Cash Flows by Source							
Transfer receipts - capital	30 967	22 467	20 477	10	73 921	74 234	75 773
Contributions & Contributed assets							
Proceeds on disposal of PPE							
Short term loans							
Borrowing long term/refinancing							
Increase in consumer deposits	230	(106)	17	(542)	(400)	(350)	(300)
Receipt of non-current debtors	4 651	5 431	18 285	(28 366)			
Receipt of non-current receivables							
Change in non-current investments							
Total Cash Receipts by Source	185 101	152 411	141 008	2 198	480 718	506 838	538 571
Cash Payments by Type							
Employee related costs	33 435	41 446	33 673	38 976	147 530	157 231	165 564
Remuneration of councillors	5 940	6 170	5 852	7 592	25 554	27 266	28 093
Interest paid	255	1 164	595	490	2 505	1 141	53
Bulk purchases - Electricity	18 127	20 114	19 455	23 245	80 941	93 406	107 884
Other materials	1 877	4 552	2 335	356	9 120	9 612	9 831
Contracted services	18 106	27 586	13 960	(3 383)	56 268	58 464	61 929
Grants and subsidies paid - other	587	675	562	1 916	3 740	3 942	4 155
General expenses	14 715	12 828	8 564	6 445	42 552	40 284	40 150
Cash Payments by Type	93 042	114 535	84 996	75 637	368 211	391 346	417 660
Other Cash Flows/Payments by Type							
Capital assets	16 151	34 402	22 838	14 610	88 001	89 158	88 783
Repayment of borrowing	2 289	2 370	2 451	2 577	9 686	11 050	2 504
Other Cash Flows/Payments	45 124	22 093	15 168	(72 330)	10 055	13 000	15 000
Total Cash Payments by Type	156 606	173 400	125 453	20 495	475 953	504 555	523 947
NET INCREASE/(DECREASE) IN CASH HELD	28 495	(20 989)	15 555	(18 297)	4 764	2 283	14 624
Cash/cash equivalents at the month/year beginning:	24 177	52 671	31 682	47 237	24 177	28 941	31 224
Cash/cash equivalents at the month/year end:	52 671	31 682	47 237	28 941	28 941	31 224	45 848

Supporting Table SC9 provides the details of the cash inflow for the budget setting out receipt by source and payments by type. As at end of third quarter, cash receipts reflect an amount of R141, 008 million whilst the total cash payment is R125, 453 million. The cash and cash equivalent at end the quarter amounted to R47, 237 million that is inclusive of unspent conditional grants amounting to R26, 089 million that leaves the municipality with own cash and cash equivalent amounting to R21, 148 million (inclusive of equitable share) available to sustain the operations of the municipality till end of the financial year.

Table SC12: Capital Expenditure Trend

Month	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
Quarter 1	15 743	27 239	26 926	14 245	14 245	26 926	12 681	47%	13%
Quarter 2	19 091	26 964	27 422	34 419	48 664	54 348	5 684	10%	43%
Quarter 3	10 845	23 536	30 135	23 714	72 378	84 483	12 106	14%	64%
Quarter 4	25 691	17 915	28 607			113 090			
Total Capital expenditure	71 370	95 654	113 090	72 378					

Supporting table SC12 provides information on the monthly trends for capital expenditure and this table serves as a supporting table for table C5. In terms of this table the capital expenditure for third quarter amounts to R23, 714 million. The year to date capital budget is R84, 483 million that gives rise to underspending variance of R12, 106 million.

Table SC13a: Quarterly Capital Expenditure on New Assets

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	28 613	53 043	74 049	19 119	49 361	49 544	184	0%	74 049
Roads Infrastructure	15 138	33 521	54 487	16 912	34 298	32 708	(1 590)	-5%	54 487
Roads	15 138	33 521	54 487	16 912	34 298	32 708	(1 590)	-5%	54 487
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Drainage Collection							-		
Electrical Infrastructure	13 475	19 522	19 562	2 207	15 063	16 836	1 773	11%	19 562
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	13 475	19 522	19 562	2 207	15 063	16 836	1 773	11%	19 562
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Waste Processing Facilities							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Other assets	4 947	900	-	-	-	-	-		-
Operational Buildings	4 947	900	-	-	-	-	-		-
Municipal Offices	4 947	900	-	-	-	-	-		-
Pay/Enquiry Points							-		
Building Plan Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	1 000	500	115	2	15	115	100	87%	115
Computer Equipment	1 000	500	115	2	15	115	100	87%	115
Furniture and Office Equipment	400	400	534	-	526	526	-		534
Furniture and Office Equipment	400	400	534	-	526	526	-		534
Machinery and Equipment	300	2 326	1 870	465	1 091	1 190	99	8%	1 870
Machinery and Equipment	300	2 326	1 870	465	1 091	1 190	99	8%	1 870
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on new assets	35 261	57 169	76 568	19 586	50 992	51 375	383	1%	76 568

Table SC13b: Quarterly Expenditure on Existing Assets

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	39 055	21 663	20 701	3 041	11 388	12 797	1 410	11%	20 701
Roads Infrastructure	39 055	21 663	20 701	3 041	11 388	12 797	1 410	11%	20 701
Roads	39 055	21 663	20 701	3 041	11 388	12 797	1 410	11%	20 701
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Community Assets	522	-	-	-	-	-	-		-
Community Facilities	522	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria	522	-	-	-	-	-	-		-
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	39 577	21 663	20 701	3 041	11 388	12 797	1 410	11.0%	20 701

Table SC13c: Quarterly Expenditure on Repairs & Maintenance

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	6 704	6 756	7 683	1 486	4 583	5 353	770	14%	7 683
Roads Infrastructure	2 000	2 000	2 767	54	161	1 203	1 042	87%	2 767
Roads	2 000	2 000	2 767	54	161	1 203	1 042	87%	2 767
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	1 000	1 052	2 052	51	1 644	1 777	132	7%	2 052
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	1 000	1 052	2 052	51	1 644	1 777	132	7%	2 052
Solid Waste Infrastructure	3 704	3 704	2 864	1 380	2 778	2 373	(405)	-17%	2 864
Landfill Sites	3 704	3 704	2 864	1 380	2 778	2 373	(405)	-17%	2 864
Waste Transfer Stations							-		
Community Assets	-	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Libraries							-		
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	1 000	1 052	1 752	154	1 497	1 712	215	13%	1 752
Operational Buildings	1 000	1 052	1 752	154	1 497	1 712	215	13%	1 752
Municipal Offices	1 000	1 052	1 752	154	1 497	1 712	215	13%	1 752
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	1 670	1 757	1 739	480	1 197	1 301	104	8%	1 739
Machinery and Equipment	1 670	1 757	1 739	480	1 197	1 301	104	8%	1 739
Transport Assets	1 000	1 052	2 352	633	1 672	1 774	101	6%	2 352
Transport Assets	1 000	1 052	2 352	633	1 672	1 774	101	6%	2 352
Total Repairs and Maintenance Expenditure	10 374	10 617	13 526	2 752	8 950	10 140	1 190	11.7%	13 526

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

The capital expenditure on new assets amounted to R19, 586 million for the third quarter which reflects a 1% variance when compared to the quarterly target.

For renewal and upgrading of existing assets to R3, 041 million has been spent during the third quarter on renewal of assets. This reflects 11% variance when compared to the target.

The repairs and maintenance for the third quarter amounted to R 2,752 million reflecting a 11.7% variance when compared to the third quarter target.

Quality Certificate

I, **KGWALE MAHLAGAUME MESHACK**, Acting Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the quarterly report and supporting documentation for the quarter ending 31 March 2020 have been prepared in accordance with the Municipal Finance Management Act and the regulation made under the Act

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature

Date

[Handwritten Signature]
2020/05/22

