

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2021/22

REPORTING PERIOD: FIRST 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	2021/22			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	546,626,097	-	172,173,298	31%
OPERATING EXPENDITURE	532,674,879	-	109,110,824	20%
TRANSFER - CAPITAL	79,332,000	-	16,520,184	21%
SURPLUS/(DEFICIT)	93,283,218	-	83,203,008	89%
CAPITAL EXPENDITURE	88,032,000	-	16,979,584	19%

Table C1: Quarterly Budget Statement Summary

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	39,442	38,865	-	10,139	10,139	9,880	259	3%	38,865
Service charges	97,738	113,490	-	27,561	27,561	24,876	2,685	11%	113,490
Investment revenue	585	1,900	-	659	659	561	98	17%	1,900
Transfers and subsidies	347,058	307,637	-	127,450	127,450	106,141	21,309	20%	307,637
Other own revenue	25,501	84,734	-	6,365	6,365	25,738	(19,373)	-75%	84,734
Total Revenue (excluding capital transfers and contributions)	510,324	546,626	-	172,173	172,173	167,196	4,978	3%	546,626
Employee costs	157,214	163,212	-	35,298	35,298	40,724	(5,426)	-13%	163,212
Remuneration of Councillors	24,279	27,334	-	6,061	6,061	6,834	(773)	-11%	27,334
Depreciation & asset impairment	58,174	58,392	-	-	-	14,598	(14,598)	-100%	58,392
Finance charges	2,123	3,729	-	33	33	1,185	(1,152)	-97%	3,729
Materials and bulk purchases	114,597	129,586	-	32,699	32,699	31,537	1,163	4%	129,586
Transfers and subsidies	2,963	3,784	-	764	764	932	(168)	-18%	3,784
Other expenditure	138,271	146,638	-	34,256	34,256	43,697	(9,441)	-22%	146,638
Total Expenditure	497,621	532,675	-	109,111	109,111	139,506	(30,395)	-22%	532,675
Surplus/(Deficit)	12,702	13,951	-	63,062	63,062	27,690	35,373	128%	13,951
Transfers and subsidies - capital (monetary allocations)	68,708	79,332	-	20,141	20,141	18,490	1,651	9%	79,332
Transfers and subsidies - capital (monetary allocations)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	81,410	93,283	-	83,203	83,203	46,180	37,023	80%	93,283
Surplus/ (Deficit) for the year	81,410	93,283	-	83,203	83,203	46,180	37,023	80%	93,283
Capital expenditure & funds sources									
Capital expenditure	93,474	88,032	-	16,980	16,980	37,385	(20,405)	-55%	88,032
Capital transfers recognised	70,918	79,332	-	16,520	16,520	34,187	(17,666)	-52%	79,332
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	22,556	8,700	-	459	459	3,198	(2,739)	-86%	8,700
Total sources of capital funds	93,474	88,032	-	16,980	16,980	37,385	(20,405)	-55%	88,032
Financial position									
Total current assets	157,083	165,299	-		217,765				165,299
Total non current assets	1,211,674	1,305,435	-		1,155,274				1,305,435
Total current liabilities	101,365	111,087	-		108,727				111,087
Total non current liabilities	74,504	114,907	-		77,257				114,907
Community wealth/Equity	1,192,888	1,244,739	-		1,187,055				1,244,739
Cash flows									
Net cash from (used) operating	102,726	97,304	-	71,470	71,470	103,088	31,618	31%	97,304
Net cash from (used) investing	(84,301)	(80,993)	-	(16,980)	(16,980)	(15,983)	997	-6%	(80,993)
Net cash from (used) financing	(13,938)	(11,947)	-	(2,233)	(2,233)	(2,599)	(366)	14%	(11,947)
Cash/cash equivalents at the month/year end	6,415	31,852	-	58,673	58,673	111,994	53,322	48%	10,780
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	12,901	5,101	3,507	3,184	3,175	3,163	17,582	83,153	131,767
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Revenue

For the first quarter of July to September 2021, the year to date actual amounted to R172, 173 million with the year to date budget of R167, 196 which shows negative 3% year to date variance when compared to the year to date budget. Of the total revenue received during the first quarter, the major portion of R126, 162 million is from equitable share. Other receipts are from property rates, service charges and other grants.

Operating Expenditure

The operating expenditure for the first quarter amounts to R109, 111 million with the year to date budget of R139, 506 million which shows negative 22% 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 first quarter amounts to R16, 980 million and the year to date budget amounts to R37, 385 million and this deviates with negative 55% when compared to year to date target.

Surplus/Deficit

Taking the above into consideration the net operating surplus for the first quarter ending 30 September 2021 amounts to R83, 203 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of September amounts to R131, 767 million and this shows an increase of R6, 755 million as compared to R125, 011 million as at end of 2020/21 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 R86, 121 million and other debtors amounting to R45, 646 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	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	273,715	245,185	-	96,117	96,117	84,068	12,049	14%	245,185
Executive and council	56,129	48,669	-	20,279	20,279	10,087	10,192	101%	48,669
Finance and administration	204,155	184,328	-	70,759	70,759	69,428	1,331	2%	184,328
Internal audit	13,430	12,188	-	5,078	5,078	4,552	526	12%	12,188
Community and public safety	29,655	88,396	-	9,781	9,781	30,234	(20,453)	-68%	88,396
Community and social services	11,515	9,924	-	4,137	4,137	3,826	311	8%	9,924
Sport and recreation	17,675	13,472	-	5,599	5,599	7,316	(1,717)	-23%	13,472
Public safety	465	65,000	-	45	45	19,092	(19,047)	-100%	65,000
Economic and environmental services	132,017	126,286	-	46,643	46,643	18,522	28,121	152%	126,286
Planning and development	30,386	24,295	-	9,717	9,717	6,359	3,358	53%	24,295
Road transport	100,013	99,173	-	35,753	35,753	11,042	24,711	224%	99,173
Environmental protection	1,617	2,818	-	1,174	1,174	1,122	52	5%	2,818
Trading services	143,645	166,092	-	39,773	39,773	52,861	(13,089)	-25%	166,092
Energy sources	109,642	134,030	-	27,875	27,875	38,080	(10,205)	-27%	134,030
Waste management	34,003	32,062	-	11,897	11,897	14,781	(2,884)	-20%	32,062
Total Revenue - Functional	579,032	625,958	-	192,314	192,314	185,685	6,629	4%	625,958
Expenditure - Functional									
Governance and administration	233,612	199,255	-	52,330	52,330	57,827	(5,496)	-10%	199,255
Executive and council	41,788	42,577	-	8,599	8,599	10,752	(2,153)	-20%	42,577
Finance and administration	183,778	148,683	-	42,483	42,483	44,413	(1,930)	-4%	148,683
Internal audit	8,045	7,995	-	1,249	1,249	2,663	(1,413)	-53%	7,995
Community and public safety	31,882	76,374	-	6,940	6,940	19,315	(12,376)	-64%	76,374
Community and social services	7,155	7,280	-	1,315	1,315	1,769	(454)	-26%	7,280
Sport and recreation	8,287	12,783	-	1,647	1,647	3,157	(1,510)	-48%	12,783
Public safety	16,439	56,311	-	3,977	3,977	14,389	(10,412)	-72%	56,311
Economic and environmental services	101,322	103,751	-	15,012	15,012	24,773	(9,761)	-39%	103,751
Planning and development	12,907	17,950	-	2,811	2,811	3,892	(1,080)	-28%	17,950
Road transport	87,797	85,136	-	12,057	12,057	20,717	(8,661)	-42%	85,136
Environmental protection	618	665	-	144	144	163	(19)	-12%	665
Trading services	130,806	153,295	-	34,829	34,829	37,591	(2,762)	-7%	153,295
Energy sources	99,670	128,242	-	27,848	27,848	30,894	(3,046)	-10%	128,242
Waste management	31,136	25,053	-	6,981	6,981	6,697	284	4%	25,053
Total Expenditure - Functional	497,621	532,675	-	109,111	109,111	139,506	(30,395)	-22%	532,675
Surplus/ (Deficit) for the year	81,410	93,283	-	83,203	83,203	46,180	37,023	80%	93,283

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

Vote Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	49,347	42,820	–	17,842	17,842	8,429	9,413	112%	42,820
Vote 2 - Municipal Manager	47,408	42,149	–	17,562	17,562	20,540	(2,978)	-14%	42,149
Vote 3 - Budget & Treasury	84,867	74,785	–	25,117	25,117	26,586	(1,470)	-6%	74,785
Vote 4 - Corporate Services	51,329	46,749	–	19,478	19,478	15,249	4,229	28%	46,749
Vote 5 - Community Services	72,659	130,531	–	25,320	25,320	48,153	(22,834)	-47%	130,531
Vote 6 - Technical Services	228,759	250,001	–	71,183	71,183	54,830	16,353	30%	250,001
Vote 7 - Developmental Planning	21,988	17,052	–	6,699	6,699	3,745	2,954	79%	17,052
Vote 8 - Executive Support	22,675	21,871	–	9,113	9,113	8,153	960	12%	21,871
Total Revenue by Vote	579,032	625,958	–	192,314	192,314	185,685	6,629	4%	625,958
Expenditure by Vote									
Vote 1 - Executive & Council	37,251	37,114	–	7,801	7,801	9,408	(1,607)	-17%	37,114
Vote 2 - Municipal Manager	45,687	36,199	–	9,653	9,653	9,954	(301)	-3%	36,199
Vote 3 - Budget & Treasury	78,762	56,980	–	20,498	20,498	20,625	(127)	-1%	56,980
Vote 4 - Corporate Services	27,189	35,707	–	6,473	6,473	9,064	(2,591)	-29%	35,707
Vote 5 - Community Services	71,254	109,512	–	15,873	15,873	28,021	(12,148)	-43%	109,512
Vote 6 - Technical Services	207,669	228,211	–	42,132	42,132	56,103	(13,971)	-25%	228,211
Vote 7 - Developmental Planning	8,333	13,293	–	1,821	1,821	2,680	(859)	-32%	13,293
Vote 8 - Executive Support	21,476	15,657	–	4,859	4,859	3,650	1,208	33%	15,657
Total Expenditure by Vote	497,621	532,675	–	109,111	109,111	139,506	(30,395)	-22%	532,675
Surplus/ (Deficit) for the year	81,410	93,283	–	83,203	83,203	46,180	37,023	80%	93,283

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	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	39,442	38,865		10,139	10,139	9,880	259	3%	38,865
Service charges - electricity revenue	88,812	104,214		25,157	25,157	22,712	2,445	11%	104,214
Service charges - refuse revenue	8,926	9,276		2,404	2,404	2,164	240	11%	9,276
Rental of facilities and equipment	1,081	898		189	189	225	(35)	-16%	898
Interest earned - external investments	585	1,900		659	659	561	98	17%	1,900
Interest earned - outstanding debtors	17,041	12,860		4,237	4,237	4,944	(707)	-14%	12,860
Fines, penalties and forfeits	473	65,071		70	70	19,103	(19,034)	-100%	65,071
Licences and permits	4,635	5,240		1,623	1,623	1,300	323	25%	5,240
Transfers and subsidies	347,058	307,637		127,450	127,450	106,141	21,309	20%	307,637
Other revenue	2,271	664		246	246	166	80	48%	664
Gains							-		
Total Revenue (excluding capital transfers and contributions)	510,324	546,626	-	172,173	172,173	167,196	4,978	3%	546,626
Expenditure By Type									
Employee related costs	157,214	163,212		35,298	35,298	40,724	(5,426)	-13%	163,212
Remuneration of councillors	24,279	27,334		6,061	6,061	6,834	(773)	-11%	27,334
Debt impairment	19,637	48,632		-	-	12,158	(12,158)	-100%	48,632
Depreciation & asset impairment	58,174	58,392		-	-	14,598	(14,598)	-100%	58,392
Finance charges	2,123	3,729		33	33	1,185	(1,152)	-97%	3,729
Bulk purchases	88,182	110,035		22,353	22,353	26,127	(3,774)	-14%	110,035
Other materials	26,415	19,551		10,346	10,346	5,410	4,936	91%	19,551
Contracted services	75,437	60,088		18,635	18,635	20,916	(2,281)	-11%	60,088
Transfers and subsidies	2,963	3,784		764	764	932	(168)	-18%	3,784
Other expenditure	43,197	37,918		15,621	15,621	10,623	4,998	47%	37,918
Losses							-		
Total Expenditure	497,621	532,675	-	109,111	109,111	139,506	(30,395)	-22%	532,675
Surplus/(Deficit)	12,702	13,951	-	63,062	63,062	27,690	35,373	128%	13,951
Transfers and subsidies - capital (monetary allocations)	68,708	79,332		20,141	20,141	18,490	1,651	9%	79,332
Transfers and subsidies - capital (monetary allocations)							-		-
Transfers and subsidies - capital (in-kind - all)							-		-
Surplus/(Deficit) after capital transfers & contributions	81,410	93,283	-	83,203	83,203	46,180			93,283
Taxation									
Surplus/(Deficit) after taxation	81,410	93,283	-	83,203	83,203	46,180			93,283
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	81,410	93,283	-	83,203	83,203	46,180			93,283
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	81,410	93,283	-	83,203	83,203	46,180		-	93,283

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.

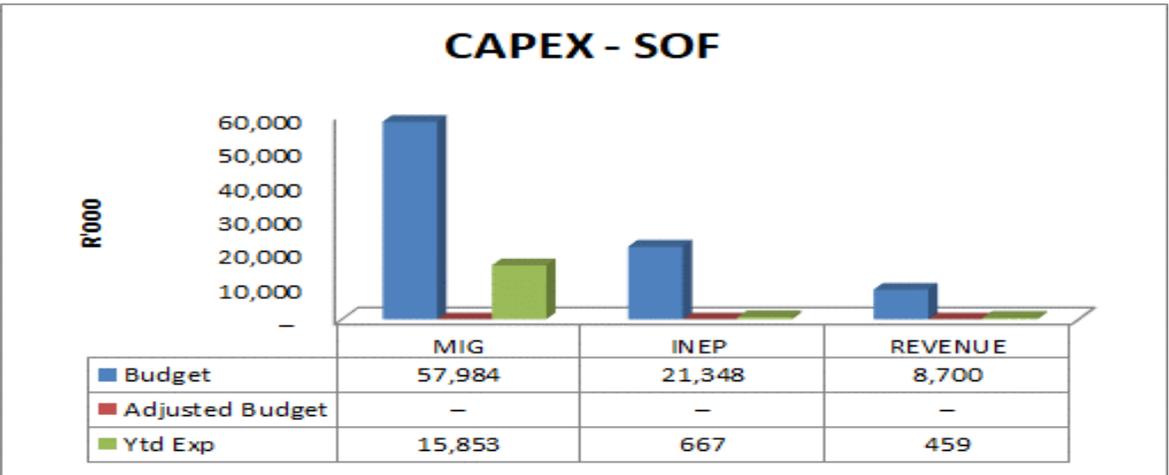
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Vote Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,105	1,360	-	459	459	602	(142)	-24%	1,360
Executive and council							-		
Finance and administration	1,105	1,360		459	459	602	(142)	-24%	1,360
Internal audit							-		
Community and public safety	1,972	800	-	-	-	-	-		800
Community and social services	687	600		-	-	-	-		600
Sport and recreation	602	200		-	-	-	-		200
Public safety	682						-		
Housing							-		
Health							-		
Economic and environmental services	69,845	63,584	-	15,853	15,853	31,847	(15,994)	-50%	63,584
Planning and development		1,100		-	-	-	-		1,100
Road transport	69,845	62,484		15,853	15,853	31,847	(15,994)	-50%	62,484
Environmental protection							-		
Trading services	20,552	22,288	-	667	667	4,936	(4,269)	-86%	21,988
Energy sources	20,552	21,988		667	667	4,736	(4,069)	-86%	21,988
Waste management	-	300		-	-	200	(200)	-100%	-
Other							-		
Total Capital Expenditure - Functional Classification	93,474	88,032	-	16,980	16,980	37,385	(20,405)	-55%	87,732
Funded by:									
National Government	70,918	79,332		16,520	16,520	34,187	(17,666)	-52%	79,332
Provincial Government							-		
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	70,918	79,332	-	16,520	16,520	34,187	(17,666)	-52%	79,332
Borrowing							-		
Internally generated funds	22,556	8,700		459	459	3,198	(2,739)	-86%	8,700
Total Capital Funding	93,474	88,032	-	16,980	16,980	37,385	(20,405)	-55%	88,032

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1,105	460	-	459	459	185	274	148%	460
Vote 5 - Community Services	-	300	-	-	-	-	-	-	300
Vote 6 - Technical Services	9,057	40,840	-	11,975	11,975	18,151	(6,176)	-34%	40,840
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	10,163	41,600	-	12,434	12,434	18,336	(5,902)	-32%	41,600
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	100	-	-	-	-	-	-	100
Vote 4 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	1,972	800	-	-	-	200	(200)	-100%	800
Vote 6 - Technical Services	81,339	44,432	-	4,545	4,545	18,849	(14,303)	-76%	44,432
Vote 7 - Developmental Planning	-	1,100	-	-	-	-	-	-	1,100
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	83,311	46,432	-	4,545	4,545	19,049	(14,503)	-76%	46,432
Total Capital Expenditure	93,474	88,032	-	16,980	16,980	37,385	(20,405)	-55%	88,032

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. R16, 980 million spending was incurred on capital budget, year to date budget is R37, 385 million, and this gave rise to an under performance variance of R20, 405 million that translates to 55%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget, R57, 984 million is funded from Municipal Infrastructure grant, R21, 348 million from INEP and R8, 700 million from own revenue and the spending per source of finance is presented in the above graph.

Table C6: Quarterly Budget Statement Financial Position

Description	2020/21	Budget Year 2021/22			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	6,415	8,536		28,381	8,536
Call investment deposits		23,315		30,291	23,315
Consumer debtors	77,298	63,924		86,298	63,924
Other debtors	62,288	60,917		62,004	60,917
Current portion of long-term receivables					
Inventory	11,082	8,606		10,791	8,606
Total current assets	157,083	165,299	-	217,765	165,299
Non current assets					
Long-term receivables				-	
Investments	-	-		-	-
Investment property	67,612	60,343		80,022	60,343
Investments in Associate					
Property, plant and equipment	1,127,375	1,229,559		1,073,301	1,229,559
Biological	463			-	
Intangible	31	31		23	31
Other non-current assets	16,193	15,502		1,928	15,502
Total non current assets	1,211,674	1,305,435	-	1,155,274	1,305,435
TOTAL ASSETS	1,368,758	1,470,733	-	1,373,039	1,470,733
LIABILITIES					
Current liabilities					
Bank overdraft	-	-		-	-
Borrowing	2,441	12,271		1,369	12,271
Consumer deposits	5,782	5,700		5,759	5,700
Trade and other payables	88,822	87,165		99,351	87,165
Provisions	4,319	5,950		2,247	5,950
Total current liabilities	101,365	111,087	-	108,727	111,087
Non current liabilities					
Borrowing	(2,110)	19,467		2,058	19,467
Provisions	76,614	95,439		75,199	95,439
Total non current liabilities	74,504	114,907	-	77,257	114,907
TOTAL LIABILITIES	175,869	225,994	-	185,984	225,994
NET ASSETS	1,192,888	1,244,739	-	1,187,055	1,244,739
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,192,888	1,234,739		1,187,055	1,244,739
Reserves		10,000			
TOTAL COMMUNITY WEALTH/EQUITY	1,192,888	1,244,739	-	1,187,055	1,244,739

The above table shows that community wealth amounts to R1, 187 billion, total liabilities R185, 984 million and the total assets R1, 373 billion. Non-current liabilities are mainly made up of provisions for long service award, landfill site and bonus.

Total current assets appear to be fairly reasonable relative to total current liabilities and this as a result portray a much better picture of the municipality's current ratio of 2.0:1 which is within the acceptable norm of 2:1.

Table C7: Quarterly Budgeted Statement Cash Flow

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	47,281	29,997		7,266	7,266	7,421	(155)	-2%	29,997
Service charges	128,148	107,419		25,233	25,233	27,439	(2,206)	-8%	107,419
Other revenue	13,218	20,923		8,951	8,951	4,821	4,130	86%	20,923
Transfers and Subsidies - Operational	249,240	307,637		129,492	129,492	139,302	(9,810)	-7%	307,637
Transfers and Subsidies - Capital	70,918	79,332		46,000	46,000	22,844	23,156	101%	79,332
Interest	941	3,018		694	694	529	165	31%	3,018
Payments									
Suppliers and employees	(404,748)	(443,509)		(145,365)	(145,365)	(97,775)	47,590	-49%	(443,509)
Finance charges	(786)	(3,729)		(37)	(37)	(625)	(588)	94%	(3,729)
Transfers and Grants	(1,487)	(3,784)		(764)	(764)	(867)	(103)	12%	(3,784)
NET CASH FROM/(USED) OPERATING ACTIVITIES	102,726	97,304	-	71,470	71,470	103,088	31,618	31%	97,304
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	(58)	-					-		-
Decrease (increase) in non-current receivables	-	-					-		-
Decrease (increase) in non-current investments	-	-					-		-
Payments									
Capital assets	(84,243)	(80,993)		(16,980)	(16,980)	(15,983)	997	-6%	(80,993)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(84,301)	(80,993)	-	(16,980)	(16,980)	(15,983)	997	-6%	(80,993)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-					-		-
Borrowing long term/refinancing	-						-		
Increase (decrease) in consumer deposits		325		(37)	(37)	(42)	5	-13%	325
Payments									
Repayment of borrowing	(13,938)	(12,271)		(2,196)	(2,196)	(2,556)	(360)	14%	(12,271)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(13,938)	(11,947)	-	(2,233)	(2,233)	(2,599)	(366)	14%	(11,947)
NET INCREASE/ (DECREASE) IN CASH HELD	4,486	4,364	-	52,257	52,257	84,507			4,364
Cash/cash equivalents at beginning:	1,929	27,487			6,415	27,487			6,415
Cash/cash equivalents at month/year end:	6,415	31,852			58,673	111,994			10,780

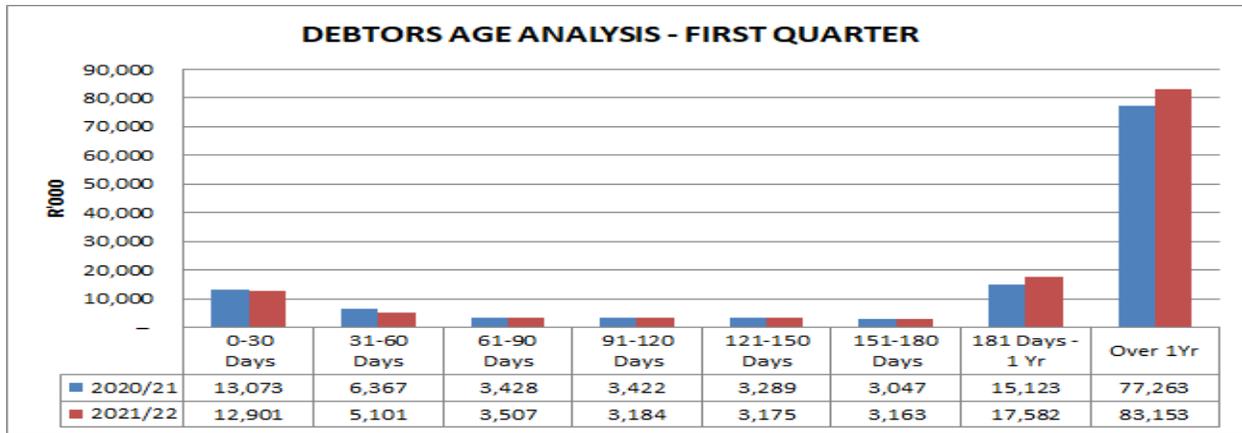
Table C7 provides details of the monthly cash in and outflow. For the quarter ending 30 September 2021 the net cash from operating activities is R71, 470 million whilst cash used for investing activities is R16, 980 million and the net cash from financing activities is R2, 233 million. The cash and cash equivalent held at end of the first quarter amounted to R58, 673 million.

PART 2: SUPPORTING TABLES

Table SC3: Debtors Analysis

Table provides a breakdown of the consumer and sundry debtors at the end of the first quarter. The outstanding debtors amounted to R131, 767 million as at 30 September 2021. Consumer debtors amounts to R86, 121 million and sundry debtors amounts to R 44, 646 million as at end of the first quarter.

Description	Budget Year 2021/22											
	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	7,913	1,454	227	117	105	78	504	1,859	12,257	2,663		
Receivables from Non-exchange Transactions - Property Rates	3,471	1,466	1,487	1,321	1,272	1,210	6,556	37,776	54,559	48,134		
Receivables from Exchange Transactions - Waste Management	800	499	412	386	382	380	2,265	12,710	17,833	16,123		
Receivables from Exchange Transactions - Property Rental Debtors	54	51	34	31	25	25	278	974	1,472	1,333		
Interest on Arrear Debtor Accounts	1,451	1,413	1,360	1,321	1,465	1,426	7,712	28,550	44,699	40,474		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-		
Other	(788)	219	(14)	8	(73)	44	268	1,283	947	1,529		
Total By Income Source	12,901	5,101	3,507	3,184	3,175	3,163	17,582	83,153	131,767	110,257	-	-
2020/21 - totals only	13,073	6,367	3,428	3,422	3,289	3,047	15,123	77,263	125,011	102,144		
Debtors Age Analysis By Customer Group												
Organs of State	2,121	1,333	1,025	1,030	1,023	995	5,622	26,281	39,431	34,951		
Commercial	5,591	1,295	564	495	391	451	2,212	11,449	22,448	14,998		
Households	5,173	2,465	1,906	1,650	1,751	1,708	9,700	45,203	69,556	60,012		
Other	17	8	11	10	9	9	49	220	332	296		
Total By Customer Group	12,901	5,101	3,507	3,184	3,175	3,163	17,582	83,153	131,767	110,257	-	-



The graph compares debtors' age analysis for 2020/21 financial year and 2021/22 (as at end of first quarter) and noted from the graph there is an increase in the municipal debt book for 2021/22 financial year.

Table SC4: Creditors Analysis

Description	Budget Year 2021/22									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	Total	
Creditors Age Analysis By Customer Type										
Bulk Electricity										-
Bulk Water										-
PAYE deductions										-
VAT (output less input)										-
Pensions / Retirement deductions										-
Loan repayments										-
Trade Creditors										-
Auditor General										-
Other										-
Total By Customer Type	-	-	-	-	-	-	-	-	-	-

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

Table SC5: Investment Portfolio Analysis

Below is summary of investments made during the reporting period:

Name of institution	Investment Date	Interest Rate	Expiry date	Investment Amount	Interest	Withdrawal	Closing Balance
Standard Bank 038823527006	14-Jul-21	4.3%	14-Aug-21	20,000,000	70,274	(20,070,274)	-
Standard Bank 038823527007	14-Jul-21	4.4%	14-Sep-21	30,000,000	223,761	(30,223,761)	-
Standard Bank 38823527008	14-Jul-21	4.5%	14-Oct-21	30,000,000	291,088	-	30,291,088
Nedbank 037881068264/0061	19-Jul-21	4.2%	20-Aug-21	20,000,000	73,556	(20,073,556)	-
Total				100,000,000	658,679	- 70,367,591	30,291,088

Supporting Table SC5 displays the council's investments portfolio and indicates that the municipality had initially an investment of R100, 000 million, earned interest of R658, 679 thousand, withdrew R70, 367 million and at the end of the first quarter the municipal had an investment of R30,291 million.

Table SC6- Allocation and grant receipts

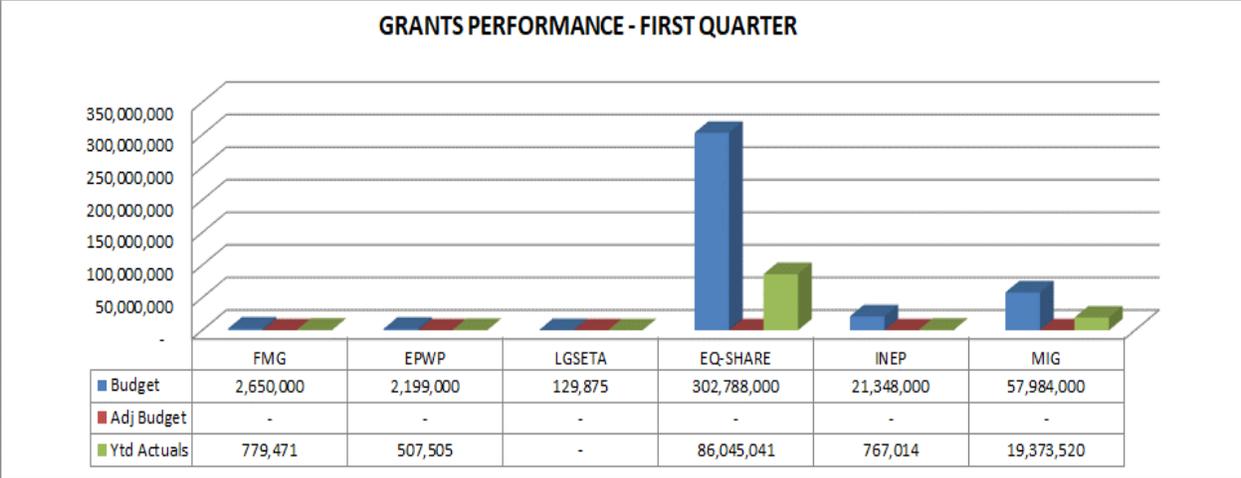
Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	351,806	307,637	-	129,362	129,362	106,141	23,221	22%	307,637
Local Government Equitable Share	347,525	302,788		126,162	126,162	103,168	22,994	22%	302,788
Finance Management	2,600	2,650		2,650	2,650	2,650	-		2,650
EPWP Incentive	1,681	2,199		550	550	323	227	70%	2,199
Disaster Relief Grant COVID-19 (Corona virus)							-		-
Other grant providers:	102	130	-	130	130	136	(6)	-4%	130
LGSETA Learnership and Development	102	130		130	130	136	(6)	-4%	130
Total Operating Transfers and Grants	351,908	307,767	-	129,492	129,492	106,277	23,215	22%	307,767
Capital Transfers and Grants									
National Government:	68,891	79,332	-	46,000	46,000	18,490	29,585	160%	79,332
Municipal Infrastructure Grant (MIG)	53,891	57,984		36,000	36,000	6,415	29,585	461%	57,984
Intergrated National Electrification Grant	15,000	21,348		10,000	10,000	12,075			21,348
Provincial Government:	-	-	-	-	-	-	-	-	-
Coghsta - Development		-					-		-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A							-		
Total Capital Transfers and Grants	68,891	79,332	-	46,000	46,000	18,490	29,585	160%	79,332
TOTAL RECEIPTS OF TRANSFERS & GRANTS	420,799	387,099	-	175,492	175,492	124,766	52,800	42%	387,099

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R175, 492 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	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	351,806	307,637	-	87,332	87,332	106,141	(18,809)	-18%	307,637
Local Government Equitable Share	347,525	302,788		86,045	86,045	103,168	(17,123)	-17%	302,788
Finance Management	2,600	2,650		779	779	2,650	(1,871)	-71%	2,650
EPWP Incentive	1,681	2,199		508	508	323	184	57%	2,199
Disaster Relief Grant COVID-19 (Corona virus)							-		-
Other grant providers:	102	130	-	-	-	-	-		130
LGSETA Learnership and Development	102	130		-	-	-	-		130
Total operating expenditure of Transfers and Grants:	351,908	307,767	-	87,332	87,332	106,141	(18,809)	-18%	307,767
Capital expenditure of Transfers and Grants									
National Government:	68,891	79,332	-	20,141	20,141	18,490	1,651	9%	79,332
Municipal Infrastructure Grant (MIG)	53,891	57,984		19,374	19,374	6,415	12,959	202%	57,984
Intergrated National Electrification Grant	15,000	21,348		767	767	12,075	(11,308)	-94%	21,348
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development		-					-		
District Municipality:	-	-	-	-	-	-	-		-
N/A							-		
Other grant providers:	-	-	-	-	-	-	-		-
N/A							-		
Total capital expenditure of Transfers and Grants	68,891	79,332	-	20,141	20,141	18,490	1,651	9%	79,332
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	420,799	387,099	-	107,473	107,473	124,631	(17,158)	-14%	387,099

A total amount of R107, 473 million that have been spent on grants during the first quarter and the year to date budget thereof amount to R124, 631 million and this resulted in underspending variance of R17, 158 million that translates to 14%. Of the total spending amounting to R107, 473 million, R87, 332 million is spent on operational grants whilst R20, 141 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 first quarter. The grants expenditure is shown below in percentages:

- Financial Management Grant 29.41%
- Expanded Public Work Programme 23.08%
- Equitable Share 28.42%
- Local Government Sector Education & Training: 0%
- Municipal Infrastructure Grant 33.41%
- Integrated National Electrification Grant 3.59%

Table SC8: Councilor Allowances and Employee Benefits

Summary of Employee and Councillor remuneration	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	14,184	16,008		3,537	3,537	4,002	(465)	-12%	16,008
Pension and UIF Contributions	1,600	1,847		397	397	462	(64)	-14%	1,847
Medical Aid Contributions	396	399		102	102	100	2	2%	399
Motor Vehicle Allowance	5,167	5,847		1,292	1,292	1,462	(170)	-12%	5,847
Cellphone Allowance	2,708	2,992		677	677	748	(71)	-9%	2,992
Other benefits and allowances	223	243		56	56	61	(5)	-8%	243
Sub Total - Councillors	24,279	27,334	-	6,061	6,061	6,834	(773)	-11%	27,334
% increase		13%							13%
Senior Managers of the Municipality									
Basic Salaries and Wages	3,947	6,226		791	791	1,557	(766)	-49%	6,226
Pension and UIF Contributions	141	299		22	22	75	(53)	-70%	299
Medical Aid Contributions	81	92		13	13	23	(10)	-45%	92
Motor Vehicle Allowance	420	912		47	47	228	(181)	-80%	912
Cellphone Allowance	114	151		21	21	38	(16)	-43%	151
Other benefits and allowances	1,846	491		1	1	123	(122)	-99%	491
Payments in lieu of leave							-		
Sub Total - Senior Managers of Municipality	6,549	8,171	-	894	894	2,043	(1,148)	-56%	8,171
% increase		25%							25%
Other Municipal Staff									
Basic Salaries and Wages	93,585	99,214		23,531	23,531	24,803	(1,273)	-5%	99,214
Pension and UIF Contributions	18,983	27,125		4,736	4,736	6,781	(2,045)	-30%	27,125
Medical Aid Contributions	5,228	4,550		1,310	1,310	1,133	177	16%	4,550
Overtime	1,353	1,005		365	365	243	122	50%	1,005
Motor Vehicle Allowance	12,066	12,315		3,106	3,106	3,079	27	1%	12,315
Cellphone Allowance	1,901	1,284		478	478	317	162	51%	1,284
Housing Allowances	206	202		52	52	48	4	8%	202
Other benefits and allowances	9,250	8,457		482	482	2,085	(1,603)	-77%	8,457
Payments in lieu of leave	6,688	173		148	148	-	148	#DIV/0!	173
Long service awards	1,405	714		197	197	192	5	3%	714
Post-retirement benefit obligations							-		
Sub Total - Other Municipal Staff	150,665	155,041	-	34,404	34,404	38,681	(4,277)	-11%	155,041
% increase		3%							3%
Total Parent Municipality	181,493	190,546	-	41,359	41,359	47,557	(6,198)	-13%	190,546
% increase		5%							5%
TOTAL SALARY, ALLOWANCES & BENEFITS	181,493	190,546	-	41,359	41,359	47,557	(6,198)	-13%	190,546
% increase		5%							5%
TOTAL MANAGERS AND STAFF	157,214	163,212	-	35,298	35,298	40,724	(5,426)	-13%	163,212

This table provides the details for councilor and employee benefits. For the first quarter the total salaries, allowances and benefits amounted to R41, 359 million which deviates with R47, 557 million from the planned figure.

Table SC9: Actual and Revised Targets for Cash Receipts

Description					2021/22 Medium Term Revenue & Expenditure Framework		
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Year	Year +1	Year +2
	Outcome	Budgeted	Budgeted	Budgeted	2021/22	2022/23	2023/24
Cash Receipts By Source							
Property rates	7,266	7,391	7,441	7,899	29,997	30,907	31,931
Service charges - electricity revenue	23,969	26,603	22,746	26,680	99,998	101,965	102,930
Service charges - refuse	1,264	1,932	1,903	2,322	7,421	8,755	9,978
Rental of facilities and equipment	142	170	178	408	898	936	977
Interest earned - external investments	357	143	245	1,155	1,900	1,980	2,067
Interest earned - outstanding debtors	337	257	231	294	1,118	796	641
Fines, penalties and forfeits	70	3,359	3,500	7,192	14,120	15,331	16,006
Licences and permits	1,623	980	700	1,937	5,240	5,460	5,701
Transfers and Subsidies - Operational	129,492	87,070	81,265	9,810	307,637	322,626	316,577
Other revenue	7,116	-	-	(6,452)	664	692	722
Cash Receipts by Source	171,636	127,906	118,207	51,245	468,994	489,449	487,530
Other Cash Flows by Source	-	-	-	-			
Transfers and subsidies - capital (monetary allocations)	46,000	40,942	15,546	(23,156)	79,332	72,606	76,364
Transfers and subsidies - capital (monetary allocations)	-	-	-	-			
Proceeds on Disposal of Fixed and Intangible Assets	-	-	-	-	-	-	-
Short term loans	-	-	-	-			
Borrowing long term/refinancing	-	-	-	-			
Increase (decrease) in consumer deposits	(37)	(921)	(1,000)	2,283	325	(3,247)	(3,247)
Decrease (increase) in non-current receivables	-	-	-	-			
Decrease (increase) in non-current investments	-	-	-	-			
Total Cash Receipts by Source	217,599	167,926	132,753	30,372	548,651	558,808	560,648
Cash Payments by Type	-	-	-	-			
Employee related costs	35,298	41,335	37,065	49,513	163,212	170,102	177,553
Remuneration of councillors	6,061	6,283	6,413	8,577	27,334	28,428	29,565
Interest paid	37	1,720	1,084	888	3,729	2,653	1,880
Bulk purchases - Electricity	33,420	23,984	24,591	28,040	110,035	114,656	119,701
Other materials	22,702	3,216	2,374	4,397	32,689	28,778	30,507
Contracted services	27,525	18,751	17,289	536	64,102	51,538	45,479
Grants and subsidies paid - other	764	936	545	1,539	3,784	3,943	4,116
General expenses	20,358	11,153	7,680	(7,327)	31,864	33,203	34,663
Cash Payments by Type	146,166	107,378	97,041	86,164	436,748	433,300	443,465
Other Cash Flows/Payments by Type	-	-	-	-			
Capital assets	16,980	17,392	22,320	24,302	80,993	85,145	78,358
Repayment of borrowing	2,196	2,704	3,684	3,687	12,271	11,347	8,120
Other Cash Flows/Payments	-	-	-	14,274	14,274	19,580	29,705
Total Cash Payments by Type	165,342	127,473	123,045	128,427	544,286	549,373	559,648
NET INCREASE/(DECREASE) IN CASH HELD	52,257	40,453	9,709	(98,055)	4,364	9,435	1,000
Cash/cash equivalents at the month/year beginning:	191,959	143,194	215,686	243,182	6,415	10,780	20,214
Cash/cash equivalents at the month/year end:	244,216	183,647	225,394	145,127	10,780	20,214	21,214

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 first quarter, cash receipts reflect an amount of R217, 599 million whilst the total cash payment is R165, 342 million. The cash and cash equivalent at end the quarter amounted to R244, 216 million that is inclusive of unspent conditional grants amounting to R68, 019 million.

Table SC12: Capital Expenditure Trend

Month	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
First Quarter	18,111	38,757	–	16,980	16,980	38,757	21,777	56%	19%
Second Quarter	19,708	26,993	–	–	–	65,749	–	–	–
Third Quarter	23,441	12,341	–	–	–	78,090	–	–	–
Fourth Quarter	32,213	9,942	–	–	–	88,032	–	–	–
Total Capital expenditure	93,474	88,032	–	16,980					

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 first quarter amounts to R16, 980 million. The year to date actual amounts to R16, 980 and year to date capital budget is R38, 757 million that gives rise to underspending variance of R21, 777 million that translate to 56%.

Table SC13a: Quarterly Capital Expenditure on New Assets

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	18,640	22,048	-	667	667	4,962	4,295	87%	22,048
Roads Infrastructure	-	500	-	-	-	261	261	100%	500
Roads		500		-	-	261	261	100%	500
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Attenuation							-		
Electrical Infrastructure	18,640	21,348	-	667	667	4,501	3,834	85%	21,348
HV Substations							-		
HV Switching Station							-		
MV Networks	18,640	21,348		667	667	4,501	3,834	85%	21,348
LV Networks							-		
Solid Waste Infrastructure	-	200	-	-	-	200	200	100%	200
Landfill Sites							-		
Waste Transfer Stations							-		
Capital Spares		200		-	-	200	200	100%	200
Community Assets	-	100	-	-	-	-	-		100
Community Facilities	-	100	-	-	-	-	-		100
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Other assets	2,221	-	-	-	-	-	-		-
Municipal Offices	682						-		
Workshops	1,539						-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	626	460	-	459	459	185	(274)	-148%	460
Computer Equipment	626	460		459	459	185	(274)	-148%	460
Furniture and Office Equipment	479	-	-	-	-	-	-		-
Furniture and Office Equipment	479						-		
Machinery and Equipment	842	400	-	-	-	235	235	100%	400
Machinery and Equipment	842	400		-	-	235	235	100%	400
Transport Assets	-	800	-	-	-	416	416	100%	800
Transport Assets		800		-	-	416	416	100%	800
Land	-	1,100	-	-	-	-	-		1,100
Land		1,100		-	-	-	-		1,100
Total Capital Expenditure on new assets	22,808	24,908	-	1,126	1,126	5,798	4,672	81%	24,908

Table SC13b: Quarterly Expenditure on Existing Assets

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	54,137	39,750	-	11,059	11,059	21,246	10,186	48%	39,750
Roads Infrastructure	52,225	39,750	-	11,059	11,059	21,246	10,186	48%	39,750
Roads	52,225	39,750		11,059	11,059	21,246	10,186	48%	39,750
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	1,912	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
LV Networks	1,912	-					-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Community Assets	687	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria	687						-		
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	54,825	39,750	-	11,059	11,059	21,246	10,186	47.9%	39,750

Table SC13c: Quarterly Expenditure on Repairs & Maintenance

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	First Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	13,146	8,660	-	8,006	8,006	1,922	(6,085)	-317%	8,660
Roads Infrastructure	8,193	5,092	-	5,095	5,095	802	(4,294)	-536%	5,092
Roads	8,193	5,092		5,095	5,095	802	(4,294)	-536%	5,092
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	2,195	2,033	-	1,763	1,763	736	(1,027)	-140%	2,033
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	2,195	2,033		1,763	1,763	736	(1,027)	-140%	2,033
Solid Waste Infrastructure	2,757	1,536	-	1,148	1,148	384	(764)	-199%	1,536
Landfill Sites	2,757	1,536		1,148	1,148	384	(764)	-199%	1,536
Waste Transfer Stations							-		
Community Assets	164	703	-	100	100	154	54	35%	703
Community Facilities	164	703	-	100	100	154	54	35%	703
Police							-		
Parks	164	703		100	100	154	54	35%	703
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	1,991	1,756	-	210	210	273	63	23%	1,756
Operational Buildings	1,991	1,756	-	210	210	273	63	23%	1,756
Stores		1,229		15	15	273	258	94%	1,229
Intangible Assets	-	187	-	11	11	40	29	72%	187
Servitudes							-		
Computer Software and Applications		187		11	11	40	29	72%	187
Computer Equipment	5	-	-	-	-	-	-		-
Computer Equipment	5						-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	1,561	1,905	-	879	879	436	(443)	-102%	1,905
Machinery and Equipment	1,561	1,905		879	879	436	(443)	-102%	1,905
Transport Assets	3,099	1,513	-	577	577	879	302	34%	1,513
Transport Assets	3,099	1,513		577	577	879	302	34%	1,513
Total Repairs and Maintenance Expenditure	19,966	14,724	-	9,784	9,784	3,704	(6,080)	-164.2%	14,724

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 R1, 126 million for the first quarter, which reflects a 81% variance when compared to the quarterly target.

For renewal and upgrading of existing assets to R11, 059 million has been spent during the first quarter on renewal of assets. This reflects 47.9% variance when compared to the target.

The repairs and maintenance for the first quarter amounted to R9, 784 million reflecting a 164.2% variance when compared to the first quarter target.

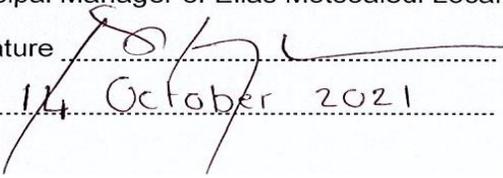
Quality Certificate

I, **KGWALE MAHLAGAUME MESHACK**, Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the quarterly report and supporting documentation for the quarter ending 30 September 2021 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


14 October 2021