

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2022/23

REPORTING PERIOD: FOURTH QUARTER

PART 1: QUARTERLY REPORT

PURPOSE

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

Executive Summary

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

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2022/23			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	601,350,985	628,261,582	594,976,823	99%
		-		
OPERATING EXPENDITURE	597,283,011	555,062,633	533,935,576	89%
		-		
TRANSFER - CAPITAL	79,606,001	110,199,037	70,610,385	89%
SURPLUS/(DEFICIT)	83,673,978	185,724,850	137,255,205	164%
CAPITAL EXPENDITURE	98,041,001	139,385,876	86,579,433	88%

Table C1: Quarterly Budget Statement Summary

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	39,913	44,645	59,853	4,700	54,993	59,853	(4,860)	-8%	59,853
Service charges	107,753	117,968	110,719	7,520	96,539	110,719	(14,180)	-13%	110,719
Investment revenue	1,780	3,652	2,152	304	3,477	2,152	1,325	62%	2,152
Transfers and subsidies	307,637	338,906	338,906	250	338,905	338,906	(1)	0%	338,906
Other own revenue	30,560	96,180	116,631	1,490	115,326	116,631	(1,305)	-1%	116,631
Total Revenue (excluding capital transfers and contributions)	487,643	601,351	628,262	14,264	609,240	628,262	(19,021)	-3%	628,262
Employee costs	160,187	185,316	166,498	13,127	163,770	166,498	(2,728)	-2%	172,137
Remuneration of Councillors	25,567	25,580	24,735	2,079	24,670	24,735	(65)	0%	27,126
Depreciation & asset impairment	57,070	59,780	61,911	10,677	60,389	61,911	(1,522)	-2%	60,910
Finance charges	526	2,185	1,555	314	1,314	1,555	(241)	-16%	1,555
Materials and bulk purchases	135,835	148,283	137,321	10,827	126,233	137,321	(11,088)	-8%	133,627
Transfers and subsidies	2,591	3,292	2,384	(71)	1,787	2,384	(597)	-25%	2,783
Other expenditure	128,543	172,846	214,158	13,249	205,977	214,158	(8,181)	-4%	156,925
Total Expenditure	510,319	597,283	608,562	50,203	584,138	608,562	(24,423)	-4%	555,063
Surplus/(Deficit)	(22,676)	4,068	19,700	(35,939)	25,102	19,700	5,402	27%	73,199
Transfers and subsidies - capital (monetary allocations)	74,316	79,606	112,526	9,827	91,816	112,526	(20,710)	-18%	112,526
Surplus/(Deficit) after capital transfers & contributions	51,640	83,674	132,226	(26,112)	116,918	132,226	(15,308)	-12%	185,725
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	51,640	83,674	132,226	(26,112)	116,918	132,226	(15,308)	-12%	185,725
Capital expenditure & funds sources									
Capital expenditure	88,355	98,041	139,386	6,293	93,963	139,386	(45,423)	-33%	139,386
Capital transfers recognised	74,316	79,606	110,199	4,335	74,945	110,199	(35,254)	-32%	110,199
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	14,040	18,435	29,187	1,958	19,017	29,187	(10,170)	-35%	29,187
Total sources of capital funds	88,355	98,041	139,386	6,293	93,963	139,386	(45,423)	-33%	139,386
Financial position									
Total current assets	152,406	158,966	192,808		276,392				192,808
Total non current assets	1,201,016	1,325,025	1,328,531		1,218,378				1,328,531
Total current liabilities	118,941	120,343	118,035		148,124				118,035
Total non current liabilities	98,658	113,710	108,953		92,040				108,953
Community wealth/Equity	1,135,823	1,249,938	1,294,351		1,254,606				1,294,351
Cash flows									
Net cash from (used) operating	88,300	94,811	123,128	(17,974)	128,295	161,490	33,195	21%	123,128
Net cash from (used) investing	(75,949)	(78,022)	(89,012)	(9,827)	(95,923)	(91,064)	4,859	-5%	(89,012)
Net cash from (used) financing	(4,457)	(6,971)	(7,792)	(1,240)	(6,030)	(8,238)	(2,208)	27%	(7,792)
Cash/cash equivalents at the month/year end	14,710	24,063	41,034	-	32,939	76,897	43,958	57%	32,921
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	13,134	6,136	4,418	3,827	4,256	3,632	6,758	3,321	45,483
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Revenue

For the fourth quarter of April to June 2023, the year to date actual amounted to R609, 240 million with the year to date budget of R628, 262 which shows negative 3% year to date variance when compared to the year to date budget. Of the total revenue received during the fourth quarter, the major portion of R328, 760 million is from equitable share. Other receipts are from property rates, service charges and other grants.

Operating Expenditure

The operating expenditure for the fourth quarter amounts to R584, 138 million with the year to date budget of R608, 562 million which shows negative 4% year to date variance when compared to the year to date budget.

Capital Expenditure

The year to date actual capital expenditure as at end of fourth quarter amounts to R93, 963 million and the year to date budget amounts to R139, 386 million and this deviates with negative 33% when compared to year to date target.

Surplus/Deficit

Taking the above into consideration the net operating surplus for the fourth quarter ending 30 June 2023 amounts to R116, 918 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of June amounts to R185, 527 million and this shows an increase of R27, 189 million as compared to R158, 338 million as at end of 2021/22 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 R114, 053 million and other debtors amounting to R71, 474 million. Debtors such those relating to traffic fines are reported as other debtors as presented under current assets on Table C6 and as a result, the do not form part of consumer debtors.

Creditors

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

Table C2 – Quarterly Financial Performance (Standard Classification)

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	256,207	281,883	292,750	24,282	277,689	292,750	(15,061)	-5%	292,750
Executive and council	55,019	53,728	53,728	–	43,728	53,728	(10,000)	-19%	53,728
Finance and administration	190,004	214,701	225,568	24,282	220,507	225,568	(5,061)	-2%	225,568
Internal audit	11,184	13,455	13,455	–	13,455	13,455	(0)	0%	13,455
Community and public safety	24,366	96,507	118,460	91,429	121,315	118,460	2,855	2%	118,460
Community and social services	10,535	10,998	10,975	19	10,946	10,975	(28)	0%	10,975
Sport and recreation	11,586	17,075	17,050	4	17,033	17,050	(17)	0%	17,050
Public safety	2,244	68,435	90,435	91,406	93,335	90,435	2,900	3%	90,435
Economic and environmental services	128,540	124,248	157,082	10,637	139,951	157,082	(17,131)	-11%	157,082
Planning and development	24,294	20,920	21,441	(7,676)	21,673	21,441	231	1%	21,441
Road transport	101,348	102,518	134,830	18,312	117,468	134,830	(17,362)	-13%	134,830
Environmental protection	2,898	811	811	–	811	811	0	0%	811
Trading services	152,846	178,318	172,496	31,687	162,101	172,496	(10,395)	-6%	172,496
Energy sources	123,719	145,384	137,915	26,465	125,763	137,915	(12,152)	-9%	137,915
Waste management	29,126	32,935	34,581	5,222	36,339	34,581	1,758	5%	34,581
Total Revenue - Functional	561,959	680,957	740,787	158,034	701,056	740,787	(39,731)	-5%	740,787
Expenditure - Functional									
Governance and administration	208,324	220,755	222,895	56,292	210,762	222,895	(12,132)	-5%	222,201
Executive and council	41,975	47,573	40,970	8,538	40,742	40,970	(229)	-1%	43,516
Finance and administration	155,900	163,419	170,063	43,982	158,520	170,063	(11,542)	-7%	171,572
Internal audit	10,449	9,764	11,862	3,772	11,500	11,862	(361)	-3%	12,113
Community and public safety	40,240	89,593	107,820	79,107	106,386	107,820	(1,433)	-1%	57,760
Community and social services	11,679	8,174	6,404	1,090	6,291	6,404	(112)	-2%	6,511
Sport and recreation	10,059	16,175	10,424	4,486	10,129	10,424	(294)	-3%	9,739
Public safety	18,502	65,243	90,993	73,531	89,966	90,993	(1,027)	-1%	41,510
Economic and environmental services	91,149	120,750	120,072	62,746	117,752	120,072	(2,319)	-2%	115,563
Planning and development	16,794	20,798	19,215	4,698	18,959	19,215	(256)	-1%	17,779
Road transport	74,157	99,257	100,857	58,048	98,793	100,857	(2,064)	-2%	97,784
Environmental protection	197	696	0	–	–	0	(0)	-100%	0
Trading services	170,605	166,185	157,776	46,457	149,237	157,776	(8,539)	-5%	154,538
Energy sources	125,582	134,925	113,966	27,004	102,862	113,966	(11,104)	-10%	114,328
Waste management	45,024	31,260	43,810	19,453	46,375	43,810	2,565	6%	40,210
Total Expenditure - Functional	510,319	597,283	608,562	244,603	584,138	608,562	(24,423)	-4%	555,063
Surplus/ (Deficit) for the year	51,640	83,674	132,226	(86,569)	116,918	132,226	(15,308)	-12%	185,725

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

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	49,272	47,271	47,271	-	37,271	47,271	(10,000)	-21%	47,271
Vote 2 - Municipal Manager	37,701	46,531	46,531	-	46,531	46,531	0	0%	46,531
Vote 3 - Budget & Treasury	83,055	103,972	114,767	24,282	109,748	114,767	(5,018)	-4%	114,767
Vote 4 - Corporate Services	46,074	50,627	50,700	0	50,657	50,700	(43)	0%	50,700
Vote 5 - Community Services	64,581	138,801	162,889	97,529	166,192	162,889	3,303	2%	162,889
Vote 6 - Technical Services	239,933	265,908	290,261	43,898	262,058	290,261	(28,204)	-10%	290,261
Vote 7 - Developmental Planning	16,808	12,923	13,445	(7,676)	13,676	13,445	231	2%	13,445
Vote 8 - Executive Support	24,534	14,925	14,925	-	14,925	14,925	(0)	0%	14,925
Total Revenue by Vote	561,959	680,957	740,787	158,034	701,056	740,787	(39,731)	-5%	740,787
Expenditure by Vote									
Vote 1 - Executive & Council	35,993	35,371	35,358	7,460	35,203	35,358	(155)	0%	37,710
Vote 2 - Municipal Manager	45,860	41,983	46,329	11,084	45,242	46,329	(1,087)	-2%	47,114
Vote 3 - Budget & Treasury	53,340	66,301	62,687	16,054	60,598	62,687	(2,089)	-3%	63,175
Vote 4 - Corporate Services	28,369	36,714	30,034	7,854	26,464	30,034	(3,571)	-12%	32,357
Vote 5 - Community Services	93,637	130,751	160,233	100,527	161,366	160,233	1,132	1%	106,670
Vote 6 - Technical Services	218,275	248,110	236,488	92,567	217,995	236,488	(18,494)	-8%	232,122
Vote 7 - Developmental Planning	12,208	15,057	13,805	3,455	13,716	13,805	(89)	-1%	12,251
Vote 8 - Executive Support	22,638	22,996	23,626	5,602	23,555	23,626	(71)	0%	23,663
Total Expenditure by Vote	510,319	597,283	608,562	244,603	584,138	608,562	(24,423)	-4%	555,063
Surplus/ (Deficit) for the year	51,640	83,674	132,226	(86,569)	116,918	132,226	(15,308)	-12%	185,725

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	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	39,913	44,645	59,853	13,936	54,993	59,853	(4,860)	-8%	59,853
Service charges - electricity revenue	98,371	108,186	101,418	16,048	87,002	101,418	(14,416)	-14%	101,418
Service charges - refuse revenue	9,383	9,781	9,302	2,494	9,537	9,302	235	3%	9,302
Rental of facilities and equipment	1,019	1,004	867	387	1,039	867	173	20%	867
Interest earned - external investments	1,780	3,652	2,152	2,259	3,477	2,152	1,325	62%	2,152
Interest earned - outstanding debtors	19,283	18,817	15,322	11,027	13,456	15,322	(1,867)	-12%	15,322
Fines, penalties and forfeits	2,236	68,520	90,719	91,525	93,443	90,719	2,724	3%	90,719
Licences and permits	5,966	6,315	6,815	879	5,579	6,815	(1,237)	-18%	6,815
Transfers and subsidies	307,637	338,906	338,906	6,446	338,906	338,906	(1)	0%	338,906
Other revenue	2,055	1,524	2,907	(8,936)	1,809	2,907	(1,098)	-38%	2,907
Gains				-			-		
Total Revenue (excluding capital transfers and contributions)	487,643	601,351	628,262	136,063	609,240	628,262	(19,021)	-3%	628,262
Expenditure By Type									
Employee related costs	160,187	185,316	166,498	38,184	163,770	166,498	(2,728)	-2%	172,137
Remuneration of councillors	25,567	25,580	24,735	5,592	24,670	24,735	(65)	0%	27,126
Debt impairment	19,690	61,181	84,814	80,354	80,354	84,814	(4,460)	-5%	29,223
Depreciation & asset impairment	57,070	59,780	61,911	60,389	60,389	61,911	(1,522)	-2%	60,910
Finance charges	526	2,185	1,555	737	1,314	1,555	(241)	-16%	1,555
Bulk purchases	97,949	109,638	94,532	19,223	84,444	94,532	(10,088)	-11%	94,532
Other materials	37,886	38,645	42,789	10,092	41,789	42,789	(1,000)	-2%	39,095
Contracted services	77,956	67,165	74,830	16,932	71,805	74,830	(3,025)	-4%	73,916
Transfers and subsidies	2,591	3,292	2,384	468	1,787	2,384	(597)	-25%	2,783
Other expenditure	44,245	44,500	54,514	12,633	53,817	54,514	(696)	-1%	53,786
Losses	(13,349)			-			-		
Total Expenditure	510,319	597,283	608,562	244,603	584,138	608,562	(24,423)	-4%	555,063
Surplus/(Deficit)	(22,676)	4,068	19,700	(108,539)	25,102	19,700	5,402	27%	73,199
Transfers and subsidies - capital (monetary allocations)	74,316	79,606	112,526	21,971	91,816	112,526	(20,710)	-18%	112,526
Transfers and subsidies - capital (monetary allocations)							-		-
Transfers and subsidies - capital (in-kind - all)							-		-
Surplus/(Deficit) after capital transfers & contributions	51,640	83,674	132,226	(86,569)	116,918	132,226			185,725
Taxation									
Surplus/(Deficit) after taxation	51,640	83,674	132,226	(86,569)	116,918	132,226			185,725
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	51,640	83,674	132,226	(86,569)	116,918	132,226			185,725
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	51,640	83,674	132,226	(86,569)	116,918	132,226			185,725

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.

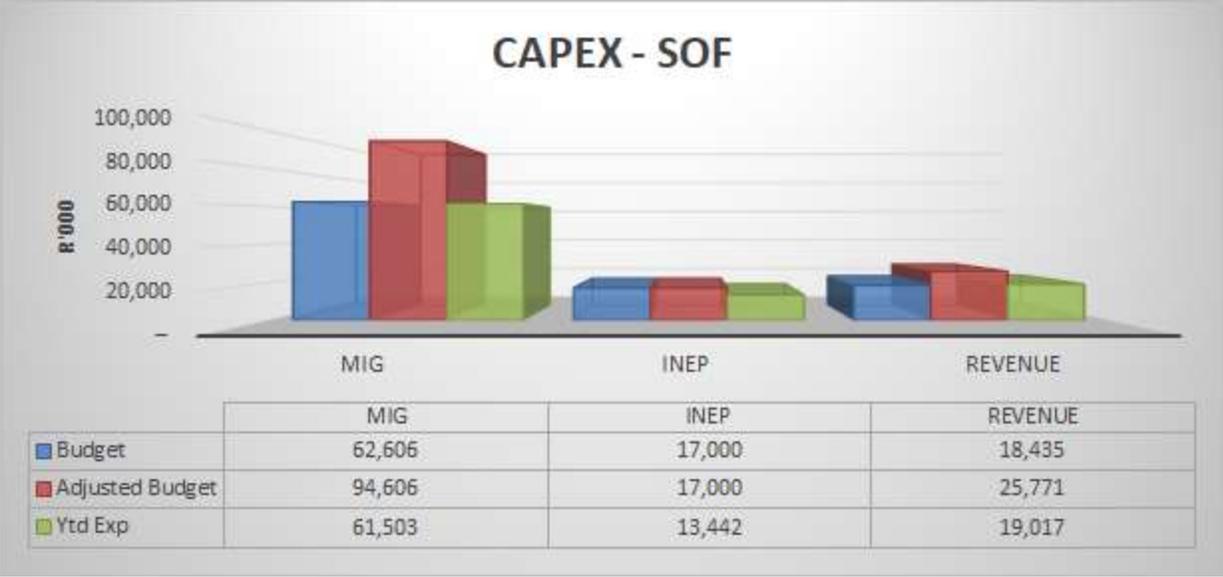
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,903	1,500	3,040	(38)	2,209	3,040	(831)	-27%	3,040
Executive and council	-						-		
Finance and administration	1,903	1,500	3,040	(38)	2,209	3,040	(831)	-27%	3,040
Internal audit	-						-		
Community and public safety	498	3,935	2,933	(177)	2,459	2,933	(473)	-16%	3,533
Community and social services	498	1,538	1,403	(0)	1,909	1,403	505	36%	1,403
Sport and recreation	-	1,680	664	24	550	664	(114)	-17%	1,264
Public safety	-	718	865	(201)	-	865	(865)	-100%	865
Housing							-		
Health							-		
Economic and environmental services	57,924	74,106	108,490	19,028	70,642	108,490	(37,847)	-35%	108,740
Planning and development	-	1,100	1,075	-	1,075	1,075	-		1,075
Road transport	57,924	73,006	107,415	19,028	69,567	107,415	(37,847)	-35%	107,665
Environmental protection	-						-		
Trading services	28,030	18,500	24,924	7,518	18,653	24,924	(6,271)	-25%	24,674
Energy sources	28,030	17,250	22,774	6,813	16,708	22,774	(6,066)	-27%	22,524
Waste management	-	1,250	2,150	705	1,944	2,150	(205)	-10%	2,150
Other							-		
Total Capital Expenditure - Functional Classification	88,355	98,041	139,386	26,331	93,963	139,386	(45,423)	-33%	139,986
Funded by:									
National Government	74,316	79,606	110,199	19,011	74,945	110,199	(35,254)	-32%	110,199
Provincial Government							-		
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	74,316	79,606	110,199	19,011	74,945	110,199	(35,254)	-32%	110,199
Borrowing							-		
Internally generated funds	14,040	18,435	29,187	7,321	19,017	29,187	(10,170)	-35%	29,187
Total Capital Funding	88,355	98,041	139,386	26,331	93,963	139,386	(45,423)	-33%	139,986

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	824	1,500	3,040	(38)	2,209	3,040	(831)	-27%	3,040
Vote 5 - Community Services	-	4,368	4,287	1,048	3,484	4,287	(803)	-19%	4,287
Vote 6 - Technical Services	46,398	29,334	71,268	15,926	37,416	71,268	(33,852)	-47%	71,268
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	47,222	35,202	78,595	16,937	43,108	78,595	(35,487)	-45%	78,595
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	-	-	-	-	-	-	-	-
Vote 5 - Community Services	498	818	795	(520)	920	795	125	16%	795
Vote 6 - Technical Services	40,635	60,922	58,921	9,915	48,859	58,921	(10,061)	-17%	58,921
Vote 7 - Developmental Planning	-	1,100	1,075	-	1,075	1,075	-	-	1,075
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	41,133	62,839	60,791	9,395	50,854	60,791	(9,936)	-16%	60,791
Total Capital Expenditure	88,355	98,041	139,386	26,331	93,963	139,386	(45,423)	-33%	139,386

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. R93, 963 million spending was incurred on capital budget, year to date budget is R139, 386 million, and this gave rise to an under performance variance of R45, 423 million that translates to 33%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget, R94, 606 million is funded from Municipal Infrastructure grant, R17, 000 million from INEP and R25, 771 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	2021/22	Budget Year 2022/23			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	14,710	24,162	41,034	7,479	41,034
Call investment deposits	–	–	–	25,460	
Consumer debtors	96,531	61,834	64,191	110,392	64,191
Other debtors	20,810	62,845	75,304	108,317	75,304
Current portion of long-term receivables	–	119	119		119
Inventory	20,355	10,005	12,160	24,743	12,160
Total current assets	152,406	158,966	192,808	276,392	192,808
Non current assets					
Long-term receivables	–	–		–	–
Investments	–	17,278	17,278	–	17,278
Investment property	96,399	48,547	48,547	95,259	48,547
Investments in Associate					
Property, plant and equipment	1,088,067	1,258,405	1,261,912	1,121,184	1,261,912
Biological	–	–		–	–
Intangible	14	331	331	7	331
Other non-current assets	16,536	463	463	1,928	463
Total non current assets	1,201,016	1,325,025	1,328,531	1,218,378	1,328,531
TOTAL ASSETS	1,353,422	1,483,992	1,521,339	1,494,770	1,521,339
LIABILITIES					
Current liabilities					
Bank overdraft	–	–		–	–
Borrowing	6,638	7,459	6,638	5,871	6,638
Consumer deposits	5,621	5,700	5,700	5,696	5,700
Trade and other payables	104,167	101,172	99,684	135,416	99,684
Provisions	2,515	6,012	6,012	1,142	6,012
Total current liabilities	118,941	120,343	118,035	148,124	118,035
Non current liabilities					
Borrowing	12,702	17,458	12,701	7,320	12,701
Provisions	85,956	96,252	96,252	84,720	96,252
Total non current liabilities	98,658	113,710	108,953	92,040	108,953
TOTAL LIABILITIES	217,599	234,053	226,988	240,164	226,988
NET ASSETS	1,135,823	1,249,938	1,294,351	1,254,606	1,294,351
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,135,823	1,230,938	1,294,351	1,254,606	1,294,351
Reserves	–	19,000		–	
TOTAL COMMUNITY WEALTH/EQUITY	1,135,823	1,249,938	1,294,351	1,254,606	1,294,351

The above table shows that community wealth amounts to R1, 254 billion, total liabilities R240, 164 million and the total assets R1, 294 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 1.9:1 which is below the acceptable norm of 2:1.

Table C7: Quarterly Budgeted Statement Cash Flow

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	28,584	40,092	50,336	9,185	37,194	37,356	(163)	0%	50,336
Service charges	70,796	122,434	128,509	20,657	89,721	89,706	15	0%	128,509
Other revenue	44,971	17,752	20,176	9,596	53,816	58,461	(4,645)	-8%	20,176
Transfers and Subsidies - Operational	307,767	338,906	338,906	-	333,406	338,906	(5,500)	-2%	338,906
Transfers and Subsidies - Capital	79,469	79,606	79,606	-	111,606	112,123	(517)	0%	79,606
Interest	1,780	3,652	2,152	1,620	5,365	8,664	(3,299)	-38%	2,152
Payments									
Suppliers and employees	(442,993)	(508,739)	(496,824)	(93,960)	(499,712)	(479,368)	20,344	-4%	(496,824)
Finance charges	(526)	(2,185)	(2,688)	(737)	(1,314)	(1,487)	(173)	12%	(2,688)
Transfers and Grants	(1,547)	3,292	2,954	(468)	(1,787)	(2,873)	(1,086)	38%	2,954
NET CASH FROM/(USED) OPERATING ACTIVITIES	88,300	94,811	123,128	(54,106)	128,295	161,490	33,195	21%	123,128
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	1,011	5,544	2,470			421	(421)	-100%	2,470
Decrease (increase) in non-current receivables	-	-					-		-
Decrease (increase) in non-current investments	-	(1,776)	(1,776)			(1,780)	1,780	-100%	(1,776)
Payments									
Capital assets	(76,960)	(81,790)	(89,706)	(29,625)	(95,923)	(89,706)	6,218	-7%	(89,706)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(75,949)	(78,022)	(89,012)	(29,625)	(95,923)	(91,064)	4,859	-5%	(89,012)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-					-		-
Borrowing long term/refinancing	-	-					-		-
Increase (decrease) in consumer deposits	-	488	488			42	(42)	-100%	488
Payments									
Repayment of borrowing	(4,457)	(7,459)	(8,281)	(3,074)	(6,030)	(8,281)	(2,250)	27%	(8,281)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(4,457)	(6,971)	(7,792)	(3,074)	(6,030)	(8,238)	(2,208)	27%	(7,792)
NET INCREASE/ (DECREASE) IN CASH HELD	7,894	9,818	26,324	(86,804)	26,342	62,187			26,324
Cash/cash equivalents at beginning:	6,816	14,245	14,710		6,597	14,710			6,597
Cash/cash equivalents at month/year end:	14,710	24,063	41,034		32,939	76,897			32,921

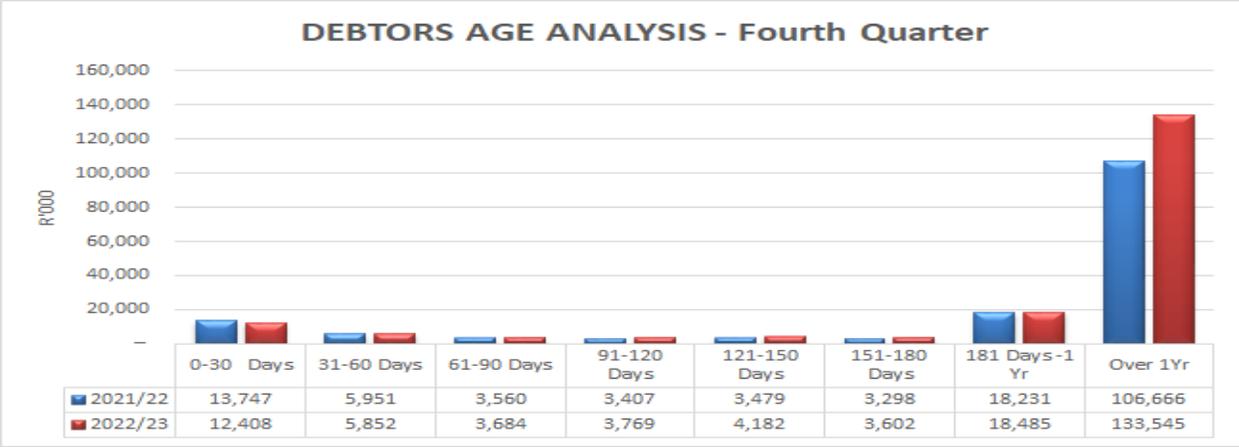
Table C7 provides details of the monthly cash in and outflow. For the quarter ending 30 June 2023 the net cash from operating activities is R128, 295 million whilst cash used for investing activities is R95, 923 million and the net cash from financing activities is R6, 030 million. The cash and cash equivalent held at end of the fourth quarter amounted to R32, 939 million.

PART 2: SUPPORTING TABLES

Table SC3: Debtors Analysis

Table provides a breakdown of the consumer and sundry debtors at the end of the Fourth quarter. The outstanding debtors amounted to R179, 217 million as at 31 June 2023. Consumer debtors amounts to R111, 783 million and sundry debtors amounts to R 67, 435 million as at end of the Fourth quarter.

Description	Budget Year 2022/23										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 - Electricity	5,343	1,350	203	237	513	112	591	2,853	11,201	4,305	-	-
Receivables from Non-exchange Transactions - Property Rates	4,740	2,500	2,097	2,506	1,965	1,877	9,159	51,240	76,083	66,746	-	-
Receivables from Exchange Transactions - Waste Management	850	536	435	419	406	401	2,370	19,724	25,142	23,321	-	-
Receivables from Exchange Transactions - Property Rental Debtors	62	24	37	4	19	20	122	1,338	1,627	1,504	-	-
Interest on Arrear Debtor Accounts	1,284	1,239	1,213	1,320	1,158	1,127	6,872	54,091	68,304	64,568	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	128	203	(302)	(717)	122	65	(629)	4,299	3,170	3,140	-	-
Total By Income Source	12,408	5,852	3,684	3,769	4,182	3,602	18,485	133,545	185,527	163,584	-	-
2019/20 - totals only	13,747	5,951	3,560	3,407	3,479	3,298	18,231	106,666	158,338	135,081		
Debtors Age Analysis By Customer Group												
Organs of State	1,093	1,227	736	222	1,363	939	5,028	42,073	52,683	49,627	-	-
Commercial	6,091	1,503	527	681	554	485	1,644	8,186	19,671	11,550	-	-
Households	4,689	2,669	2,059	2,025	2,000	1,949	11,251	79,466	106,108	96,692	-	-
Other	535	452	363	841	265	228	561	3,820	7,065	5,715	-	-
Total By Customer Group	12,408	5,852	3,684	3,769	4,182	3,602	18,485	133,545	185,527	163,584	-	-



The graph compares debtors' age analysis for 2021/22 financial year and 2022/23 (as at end of fourth quarter) and noted from the graph there is an increase in the municipal debt book for 2022/23 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 Fourth quarter.

Table SC5: Investment Portfolio Analysis

Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry Date	Opening Balance	Interest Erned	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA (2081036577)	1 Month	Current Investment	9.0%		18-Jul-23	-	459,760	-	25,000,000	25,459,760
NEDBANK (037881068264000065)		Current Investment	8.7%		19-May-23	10,152,986	8,344	- 35,541,066	25,379,726	-
NEDBANK (037881068264000064)		Current Investment	8.8%		19-Jun-23	-	379,726	- 25,379,726	25,000,000	-
TOTAL INVESTMENTS AND INTEREST						10,152,986	847,830	- 60,920,782	75,379,726	25,459,760

Supporting Table SC5 displays the council's investments portfolio and indicates that the municipality had no investment at the end of fourth quarter

Table SC6- Allocation and grant receipts

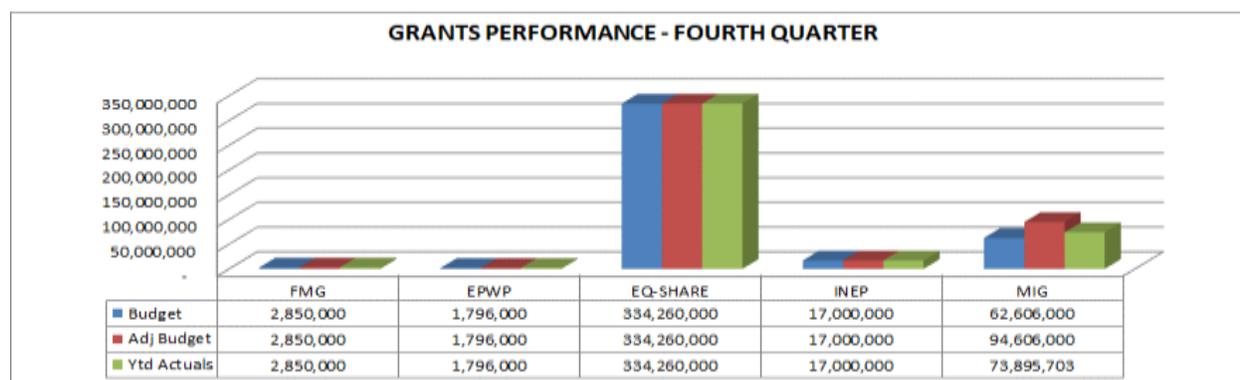
Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	307,638	338,906	338,906	-	333,406	333,406	-		338,906
Local Government Equitable Share	302,789	334,260	334,260	-	328,760	328,760	-		334,260
Finance Management	2,650	2,850	2,850	-	2,850	2,850	-		2,850
EPWP Incentive	2,199	1,796	1,796	-	1,796	1,796	-		1,796
Other grant providers:	130	-	-	-	-	-	-		-
LGSETA Learnership and Development	130								
Total Operating Transfers and Grants	307,768	338,906	338,906	-	333,406	333,406	-		338,906
Capital Transfers and Grants									
National Government:	79,332	79,606	111,606	-	111,606	111,606	-		111,606
Municipal Infrastructure Grant (MIG)	57,984	62,606	94,606	-	94,606	94,606	-		94,606
Intergrated National Electrification Grant	21,348	17,000	17,000	-	17,000	17,000	-		17,000
Provincial Government:	-	-	-	-	-	-	-		-
Coghsta - Development									
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A									
Total Capital Transfers and Grants	79,332	79,606	111,606	-	111,606	111,606	-		111,606
TOTAL RECEIPTS OF TRANSFERS & GRANTS	387,100	418,512	450,512	-	445,012	445,012	-		450,512

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R445, 012 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. The municipality received an additional amount of R32 million for Municipal Infrastructure Grant.

Table SC7: Transfers and Grant Expenditure

Description	2021/23	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	307,637	338,906	338,906	120,165	358,058	338,906	19,152	6%	338,906
Local Government Equitable Share	302,788	334,260	334,260	119,176	353,412	334,260	19,152	6%	334,260
Finance Management	2,650	2,850	2,850	990	2,850	2,850	-		2,850
EPWP Incentive	2,199	1,796	1,796	-	1,796	1,796	-		1,796
Total operating expenditure of Transfers and Grants:	307,637	338,906	338,906	120,165	358,058	338,906	19,152	6%	338,906
Capital expenditure of Transfers and Grants									
National Government:	74,316	79,606	111,606	21,971	90,896	111,606	(20,710)	-19%	111,606
Municipal Infrastructure Grant (MIG)	57,924	62,606	94,606	17,075	73,896	94,606	(20,710)	-22%	94,606
Integrated National Electrification Grant	16,392	17,000	17,000	4,896	17,000	17,000	-		17,000
Provincial Government:	-	-	-	-	-	-	-	-	-
Cogesta - Development	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
N/A	-	-	-	-	-	-	0		-
Total capital expenditure of Transfers and Grants	74,316	79,606	111,606	21,971	90,896	111,606	(20,710)	-19%	111,606
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	381,953	418,512	450,512	142,136	448,954	450,512	(1,558)	0%	450,512

A total amount of R448, 954 million that have been spent on grants by the end fourth quarter and the year to date budget thereof amount to R450, 512 million and this resulted in underspending variance of R1, 558 million that translates to 0%. Of the total spending amounting to R448, 954 million, R358, 058 million is spent on operational grants whilst R90, 896 million is spent of capital grants.



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

- Financial Management Grant 100%
- Expanded Public Work Programme 100%
- Equitable Share 100%
- Municipal Infrastructure Grant 78.11%
- Integrated National Electrification Grant 100%

Table SC8: Councilor Allowances and Employee Benefits

Summary of Employee and Councillor remuneration	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	15,253	14,476	14,684	3,234	14,631	14,684	(53)	0%	14,684
Pension and UIF Contributions	1,863	2,504	2,008	468	2,008	2,008	(0)	0%	2,008
Medical Aid Contributions	194	89	91	24	91	91	(0)	0%	91
Motor Vehicle Allowance	5,281	5,536	5,388	1,196	5,376	5,388	(12)	0%	5,388
Cellphone Allowance	2,738	2,753	2,326	622	2,326	2,326	-		2,326
Other benefits and allowances	238	223	239	49	239	239	(0)	0%	239
Sub Total - Councillors	25,567	25,580	24,735	5,592	24,670	24,735	(65)	0%	24,735
% increase		0%	-3%						-3%
Senior Managers of the Municipality									
Basic Salaries and Wages	3,197	4,315	1,980	568	1,980	1,980	(0)	0%	1,980
Pension and UIF Contributions	88	338	107	88	107	107	(0)	0%	107
Medical Aid Contributions	80	1,464	113	32	113	113	(0)	0%	113
Motor Vehicle Allowance	186	519	210	66	210	210	-		210
Cellphone Allowance	85	166	62	14	62	62	-		62
Other benefits and allowances	211	312	100	5	97	100	(3)	-3%	100
Payments in lieu of leave							-		
Sub Total - Senior Managers of Municipality	3,847	7,112	2,573	774	2,569	2,573	(3)	0%	2,573
% increase		85%	-33%						-33%
Other Municipal Staff									
Basic Salaries and Wages	102,769	115,473	106,060	26,075	105,991	106,060	(69)	0%	106,060
Pension and UIF Contributions	19,579	26,387	20,534	5,111	20,534	20,534	(0)	0%	20,534
Medical Aid Contributions	5,442	5,593	5,908	1,555	5,908	5,908	(0)	0%	5,908
Overtime	1,055	1,163	312	43	312	312	(0)	0%	312
Motor Vehicle Allowance	13,018	15,702	14,121	3,534	14,071	14,121	(50)	0%	14,121
Cellphone Allowance	1,917	1,426	2,119	480	1,919	2,119	(200)	-9%	2,119
Housing Allowances	220	230	255	66	255	255	(0)	0%	255
Other benefits and allowances	10,429	11,279	12,621	549	10,609	12,621	(2,012)	-16%	12,621
Payments in lieu of leave	624	442	1,204	(197)	810	1,204	(393)	-33%	1,204
Long service awards	1,288	510	791	3,534	791	791	(0)	0%	791
Post-retirement benefit obligations		-	-	-	-	-	-		-
Sub Total - Other Municipal Staff	156,340	178,204	163,925	37,410	161,200	163,925	(2,725)	-2%	163,925
% increase		14%	5%						5%
Total Parent Municipality	185,754	210,897	191,233	43,776	188,439	191,233	(2,793)	-1%	191,233
% increase		14%	3%						3%
TOTAL SALARY, ALLOWANCES & BENEFITS	185,754	210,897	191,233	43,776	188,439	191,233	(2,793)	-1%	191,233
% increase		14%	3%						3%
TOTAL MANAGERS AND STAFF	160,187	185,316	166,498	38,184	163,770	166,498	(2,728)	-2%	166,498

This table provides the details for councilor and employee benefits. For the fourth quarter the total salaries, allowances and benefits amounted to R188, 439 million which deviates with R2, 793 million from the planned figure.

Table SC9: Actual and Revised Targets for Cash Receipts

Description	Current Year				2022/23 Medium Term Revenue & Expenditure Framework		
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Year	Year +1	Year +2
	Outcome	Outcome	Outcome	Outcome	2022/23	2023/24	2024/25
Cash Receipts By Source							
Property rates	10,049	7,790	10,170	9,185	37,194	41,856	43,740
Service charges - electricity revenue	22,569	21,234	21,504	19,357	84,664	119,873	125,264
Service charges - refuse	1,352	1,184	1,221	1,300	5,057	8,047	8,409
Rental of facilities and equipment	116	93	94	124	427		
Interest earned - external investments	552	402	321	850	2,125	3,669	3,675
Interest earned - outstanding debtors	877	372	1,221	770	3,240	7,551	8,541
Fines, penalties and forfeits	103	855	960	1,374	3,292	9,300	9,718
Licences and permits	1,688	1,440	1,573	879	5,579	6,593	6,890
Transfers and Subsidies - Operational	133,660	105,614	94,132	-	333,406	359,874	384,977
Other revenue	5,965	25,376	5,958	7,220	44,519	2,640	2,758
Cash Receipts by Source	176,931	164,359	137,153	41,059	519,502	559,405	593,974
Other Cash Flows by Source	-	-	-	-			
Transfers and subsidies - capital (monetary allocations)	42,270	20,750	48,586	-	111,606	76,364	79,794
Borrowing long term/refinancing	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	237	505
Decrease (increase) in non-current receivables	-	-	-	-			
Decrease (increase) in non-current investments	-	-	-	-			
Total Cash Receipts by Source	219,201	185,109	185,739	41,059	631,108	636,006	674,273
Cash Payments by Type	-	-	-	-			
Employee related costs	39,318	48,488	37,779	38,241	163,827	210,668	219,614
Remuneration of councillors	6,542	6,299	6,237	5,592	24,670	30,493	34,153
Interest paid	137	-	440	737	1,314	2,326	2,472
Bulk purchases - Electricity	21,974	22,816	20,431	19,223	84,444	114,462	119,613
Other materials	16,093	10,675	4,929	10,092	41,789	35,165	36,667
Contracted services	19,611	19,094	16,169	16,932	71,805	63,305	66,069
Grants and subsidies paid - other	273	280	766	468	1,787	3,436	3,588
General expenses	15,452	12,864	12,869	12,633	53,817	61,842	52,478
Cash Payments by Type	119,400	120,517	99,619	103,917	443,452	521,699	534,655
Other Cash Flows/Payments by Type	-	-	-	-			
Capital assets	22,693	27,088	16,518	29,625	95,923	81,383	90,922
Repayment of borrowing	542	-	2,414	3,074	6,030	25,723	26,588
Other Cash Flows/Payments	38,153	32,810	(2,851)	(8,752)	59,360	31,800	46,694
Total Cash Payments by Type	180,789	180,415	115,700	127,863	604,766	660,605	698,859
NET INCREASE/(DECREASE) IN CASH HELD	38,412	4,694	70,039	(86,804)	26,342	(24,599)	(24,586)
Cash/cash equivalents at the month/year beginning:	183,695	50,132	70,950	265,203	6,597	32,939	8,340
Cash/cash equivalents at the month/year end:	222,107	54,826	140,989	178,399	32,939	8,340	(16,246)

Supporting Table SC9 provides the details of the cash inflow for the budget setting out receipt by source and payments by type. As at end of fourth quarter, cash receipts reflect an amount of R41, 059 million whilst the total cash payment is R103, 917 million. The cash and cash equivalent at end of the quarter amounted to R32, 939 million that is inclusive of unspent conditional grants amounting to R20, 710 million

Table SC12: Capital Expenditure Trend

Month	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
First Quarter	16,980	33,034	33,034	22,693	42,956	33,034	25,750	40%	15%
Second Quarter	12,807	27,236	27,236	27,088	49,781	60,271	24,042	16%	43%
Third Quarter	27,693	21,546	16,675	16,931	66,711	76,946	23,212	11%	64%
Fourth Quarter	30,876	16,224	62,440	27,251	93,963	139,386	90,847	25%	89%
Total Capital expenditure	88,355	98,041	139,386	93,963					

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 fourth quarter amounts to R27, 251 million. The year to date actual amounts to R93, 963 and year to date capital budget is R139, 386 million that gives rise to underspending variance of R90, 847 million that translate to 25%.

Table SC13a: Quarterly Capital Expenditure on New Assets

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets by Asset Class									
Infrastructure	22,332	18,500	23,924	7,136	17,350	23,924	6,574	27%	23,924
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-
Road Structures									
Road Furniture									
Attenuation									
Electrical Infrastructure	22,332	17,250	22,774	6,721	16,617	22,774	6,158	27%	22,774
Power Plants			2,230	2,230	2,230	2,230	-		2,230
MV Substations		50	-	-		-	-		-
MV Networks	22,332	17,000	20,344	4,583	14,387	20,344	5,958	29%	20,344
Capital Spares		200	200	(92)	-	200	200	100%	200
Solid Waste Infrastructure	-	1,250	1,150	415	734	1,150	416	36%	1,150
Landfill Sites							-		
Waste Transfer Stations							-		
Capital Spares		1,250	1,150	415	734	1,150	416	36%	1,150
Community Assets	-	418	238	(201)	-	238	238	100%	238
Capital Spares		418	238	(201)	-	238	238	100%	238
Other assets	-	458	454	-	454	454	0	0%	454
Operational Buildings	-	458	454	-	454	454	0	0%	454
Stores		458	454	-	454	454	0	0%	454
Intangible Assets	-	300	185	(185)	-	185	185	100%	185
Servitudes							-		
Computer Software and Applications		300	185	(185)	-	185	185	100%	185
Computer Equipment	824	700	2,135	-	1,605	2,135	529	25%	2,135
Computer Equipment	824	700	2,135	-	1,605	2,135	529	25%	2,135
Furniture and Office Equipment	-	500	1,139	239	695	1,139	444	39%	1,139
Furniture and Office Equipment		500	1,139	239	695	1,139	444	39%	1,139
Machinery and Equipment	214	1,610	1,400	776	2,171	1,400	(771)	-55%	1,400
Machinery and Equipment	214	1,610	1,400	776	2,171	1,400	(771)	-55%	1,400
Transport Assets	1,079	-	-	-	-	-	-		-
Transport Assets	1,079						-		
Total Capital Expenditure on new assets	24,449	22,485	29,475	7,765	22,276	29,475	7,199	24%	29,475

Table SC13b: Quarterly Expenditure on Existing Assets

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	44,874	30,723	54,435	7,477	29,361	54,435	25,073	46%	54,435
Roads Infrastructure	39,750	28,631	31,250	6,221	26,014	31,250	5,235	17%	31,250
Roads	39,750	28,331	30,690	6,061	25,853	30,690	4,836	16%	30,690
Road Furniture		300	560	161	161	560	399	71%	560
Electrical Infrastructure	5,124	-	-	-	-	-	-	-	-
MV Substations							-		
MV Switching Stations							-		
MV Networks	5,124						-		
Solid Waste Infrastructure	-	2,092	23,185	1,255	3,347	23,185	19,838	86%	23,185
Landfill Sites		2,092	23,185	1,255	3,347	23,185	19,838	86%	23,185
Capital Spares							-		
Community Assets	-	1,000	869	-	1,376	869	(507)	-58%	869
Cemeteries/Crematoria		1,000	869	-	1,376	869	(507)	-58%	869
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	208	-	-	208	208	100%	208
Municipal Offices		-	208	-	-	208	208	100%	208
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-	-	-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-	-	-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	920	-	(920)	#DIV/0!	-
Machinery and Equipment					920		(920)	#DIV/0!	
Transport Assets	-	-	-	-	-	-	-	-	-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	44,874	31,723	55,512	7,477	31,657	55,512	23,855	43.0%	55,512

Table SC13c: Quarterly Expenditure on Repairs & Maintenance

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	30,270	25,453	32,461	7,653	31,347	32,461	1,114	3%	32,461
Roads Infrastructure	13,895	15,467	22,463	5,007	21,463	22,463	1,000	4%	22,463
Roads	13,895	15,467	22,463	5,007	21,463	22,463	1,000	4%	22,463
Road Structures							-		
Road Furniture							-		
Electrical Infrastructure	12,201	8,263	7,235	1,924	7,235	7,235	0	0%	7,235
MV Substations							-		
MV Switching Stations							-		
MV Networks	12,201	8,263	7,235	1,924	7,235	7,235	0	0%	7,235
Solid Waste Infrastructure	4,175	1,722	2,763	722	2,649	2,763	114	4%	2,763
Landfill Sites	4,175	1,722	2,763	722	2,649	2,763	114	4%	2,763
Waste Transfer Stations							-		
Community Assets	166	594	537	37	537	537	0	0%	537
Community Facilities	166	594	537	37	537	537	0	0%	537
Libraries							-		
Parks	166	594	537	37	537	537	0	0%	537
Other assets	575	1,095	1,431	379	1,431	1,431	0	0%	1,431
Operational Buildings	575	1,095	1,431	379	1,431	1,431	0	0%	1,431
Municipal Offices	541	1,095	1,431	379	1,431	1,431	0	0%	1,431
Stores	34						-		
Intangible Assets	38	200	28	-	28	28	0	0%	28
Computer Software and Applications	38	200	28	-	28	28	0	0%	28
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Machinery and Equipment	3,214	6,556	7,317	1,678	6,830	7,317	487	7%	7,317
Machinery and Equipment	3,214	6,556	7,317	1,678	6,830	7,317	487	7%	7,317
Transport Assets	4,117	3,794	3,396	1,305	3,396	3,396	0	0%	3,396
Transport Assets	4,117	3,794	3,396	1,305	3,396	3,396	0	0%	3,396
Total Repairs and Maintenance Expenditure	38,380	37,692	45,170	11,052	43,568	45,170	1,602	3.5%	45,170

Table SC13d: Quarterly Expenditure on Depreciation

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class/Sub-class									
Infrastructure	41,746	44,007	45,908	37,209	37,209	41,645	4,436	11%	44,907
Roads Infrastructure	36,879	39,127	40,728	37,209	37,209	37,855	646	2%	39,727
Roads	36,879	39,127	40,728	37,209	37,209	37,855	646	2%	39,727
Storm water Infrastructure	399	418	418	-	-	246	246	100%	418
Drainage Collection	399	418	418	-	-	246	246	100%	418
Electrical Infrastructure	3,754	3,724	4,024	-	-	3,092	3,092	100%	4,024
MV Switching Stations	3,754	3,724	4,024	-	-	3,092	3,092	100%	4,024
MV Substations							-		
MV Networks							-		
Solid Waste Infrastructure	714	738	738	-	-	452	452	100%	738
Landfill Sites	714	738	738	-	-	452	452	100%	738
Waste Transfer Stations							-		
Community Assets	1,231	1,266	1,266	-	-	985	985	100%	1,266
Community Facilities	1,231	1,266	1,266	-	-	985	985	100%	1,266
Public Open Space	1,231	1,266	1,266	-	-	985	985	100%	1,266
Heritage assets	5	6	6	-	-	3	3	100%	6
Other Heritage	5	6	6	-	-	3	3	0	6
Other assets	4,140	4,229	4,229	-	-	3,215	3,215	100%	4,229
Operational Buildings	4,140	4,229	4,229	-	-	3,215	3,215	100%	4,229
Municipal Offices	4,140	4,229	4,229	-	-	3,215	3,215	100%	4,229
Intangible Assets	51	53	83	-	-	56	56	100%	83
Licences and Rights	51	53	83	-	-	56	56	100%	83
Computer Software and Applications	51	53	83	-	-	56	56	100%	83
Computer Equipment	692	725	925	836	836	762	(74)	-10%	925
Computer Equipment	692	725	925	836	836	762	(74)	-10%	925
Furniture and Office Equipment	590	618	618	-	-	452	452	100%	618
Furniture and Office Equipment	590	618	618	-	-	452	452	100%	618
Machinery and Equipment	2,864	2,961	2,961	-	-	2,298	2,298	100%	2,961
Machinery and Equipment	2,864	2,961	2,961	-	-	2,298	2,298	100%	2,961
Transport Assets	5,751	5,915	5,915	2,224	2,224	4,509	2,285	51%	5,915
Transport Assets	5,751	5,915	5,915	2,224	2,224	4,509	2,285	51%	5,915
Total Depreciation	57,070	59,780	61,911	40,269	40,269	53,925	13,657	25%	60,910

Table SC13e: Quarterly Capital Expenditure on Upgrading of Existing Assets

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	18,534	41,433	53,040	11,090	38,955	53,040	14,085	27%	53,040
Roads Infrastructure	18,534	41,433	52,040	11,090	38,955	52,040	13,085	25%	52,040
Roads	18,534	41,433	52,040	11,090	38,955	52,040	13,085	25%	52,040
Road Structures							-		
Road Furniture							-		
Electrical Infrastructure	-	-	-	-	-	-	-	-	-
MV Substations							-		
MV Switching Stations							-		
MV Networks							-		
LV Networks							-		
Solid Waste Infrastructure	-	-	1,000	-	-	1,000	1,000	100%	1,000
Landfill Sites	-		1,000	-	-	1,000	1,000	100%	1,000
Waste Transfer Stations							-		
Community Assets	498	1,300	284	-	-	284	284	100%	284
Community Facilities	498	1,300	284	-	-	284	284	100%	284
Cemeteries/Crematoria	498		-			-	-		-
Parks		1,300	284	-	-	284	284	100%	284
Other assets	-	1,100	1,075	-	1,075	1,075	-		1,075
Operational Buildings	-	1,100	1,075	-	1,075	1,075	-		1,075
Municipal Offices	-						-		
Yards		1,100	1,075	-	1,075	1,075	-		1,075
Intangible Assets	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-	-	-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-	-	-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	19,032	43,833	54,399	11,090	40,030	54,399	14,369	26%	54,399

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

List of Capital Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	2022/23 Medium Term Revenue and Expenditure Framework			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Community Services	No Illegal Dumping Boards	Single	Solid Waste Infrastructure	Capital Spares	100,000	59,000	-	0%
	Street litter Bins	Multi	Solid Waste Infrastructure	Capital Spares	850,000	800,000	733,810	92%
	Fencing of Elandsdoorn/Ntwane Cemetery	Multi	Community Assets	Cemeteries/Crematoria	1,000,000	869,000	1,375,614	158%
	Upgrading and Development of Parks	Multi	Community Assets	Parks	1,300,000	284,469	-	0%
	6.3 Trailers	Single	Community Assets	Capital Spares	-	-	290,500	0%
	6.4 Disaster Management Centre & Emergency Relief Store room	Multi	Operational Buildings	Stores	457,500	454,300	454,230	100%
	500 Twenty akop bins 500	Single	Solid Waste Infrastructure	Capital Spares	300,000	290,600	-	0%
	Gable Roof	Single	Other assets	Municipal Offices	-	208,000	-	0%
	Furniture and Office Equipment	Multi	Furniture and Office Equipment	Furniture and Office Equipment	-	419,250	-	0%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	380,000	380,000	550,432	145%
	Trailer	Multi	Machinery and Equipment	Machinery and Equipment	380,000	80,000	78,950	99%
	Vehicles	Single	Community Assets	Capital Spares	417,500	237,500	-	0%
	Fencing of Roossenekal Landfill Site	Multi	Solid Waste Infrastructure	Landfill Sites	-	1,000,000	-	0%
Corporate Services	Computer Equipment	Multi	Computer Equipment	Computer Equipment	700,000	2,134,652	1,605,202	75%
	Furniture and Office Equipment	Multi	Furniture and Office Equipment	Furniture and Office Equipment	500,000	720,001	603,332	84%
	Software Server	Multi	Intangible Assets	Unspecified	300,000	185,000	-	0%
Economic Development PI	Razor Fencing of Portion 39 of Farm Klipbank 26 JS (Game Farm)	Single	Other assets	Yards	1,100,000	1,075,000	1,075,000	100%
Technical Services	Culverts and Road signs 600	Multi	Roads Infrastructure	Road Furniture	300,000	560,000	160,870	29%
	Molelema Streets Upgrade	Multi	Roads Infrastructure	Roads	3,500,000	5,858,696	5,579,414	95%
	Upgrading of Bloemfontein and Uitspanning Access Road	Single	Roads Infrastructure	Roads	24,830,820	24,830,820	20,273,808	82%
	Groblersdal Landfill site 6.6	Multi	Solid Waste Infrastructure	Landfill Sites	2,092,365	23,185,401	3,347,400	14%
	Upgrading of Stormo Bus Road	Multi	Roads Infrastructure	Roads	800,000	800,000	-	0%
	Upgrading Maraganeng Access Road 600	Multi	Roads Infrastructure	Roads	900,000	750,000	383,350	51%
	Upgrading of Hlogotlhou-Bopanang Road	Multi	Roads Infrastructure	Roads	800,000	800,000	-	0%
	Upgrading of Kgobokwane-Kgaphamadi Road	Multi	Roads Infrastructure	Roads	800,000	800,000	689,748	86%
	Upgrading of Malaeneng A Ntwane Access Road	Multi	Roads Infrastructure	Roads	900,000	750,000	-	0%
	Upgrading of Masoing Bus route	Multi	Roads Infrastructure	Roads	850,000	850,000	-	0%
	Upgrading of Mokumong access road to Marateng taxi rank (Internal)	Multi	Roads Infrastructure	Roads	700,000	700,000	-	0%
	Upgrading of Mokumong access road to Marateng taxi rank (MIG)	Multi	Roads Infrastructure	Roads	-	1,406,964	-	0%
	Upgrading of Dipakapakeng	Multi	Roads Infrastructure	Roads	2,169,180	2,169,180	1,747,084	81%
	Upgrading of Nyakoroane Internal Access Road	Multi	Roads Infrastructure	Roads	6,512,520	16,012,520	13,080,781	82%
	Upgrading of Tafelkop stadium Access Road	Single	Roads Infrastructure	Roads	27,001,116	27,001,116	23,053,862	85%
	Electrification of Makaepes	Single	Electrical Infrastructure	MV Networks	3,240,000	2,137,080	1,944,042	91%
	Electrification of Masakaneng	Multi	Electrical Infrastructure	MV Networks	7,960,000	9,911,297	7,910,528	80%
	Electrification of Maleoskop	Multi	Electrical Infrastructure	MV Networks	-	1,924,407	944,286	49%
	Electrification of Nyakelang Extension	Single	Electrical Infrastructure	MV Networks	3,800,000	2,891,623	2,153,471	74%
	Electrification of Phomola	Single	Electrical Infrastructure	MV Networks	2,000,000	2,060,000	1,434,279	70%
	Machinery And Equipment: Donated	Single	Machinery and Equipment	Machinery and Equipment	-	-	919,900	0%
	Main substation	Single	Electrical Infrastructure	MV Substations	50,000	-	-	0%
	Aircons	Multi	Electrical Infrastructure	Capital Spares	200,000	200,000	91,753	46%
	Alternative Energy Solution	Multi	Electrical Infrastructure	Power Plants	-	2,230,000	2,230,000	100%
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	850,000	940,000	1,250,919	133%

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 June 2023 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



M.M KGWALE
MUNICIPAL MANAGER

Date :15 July 2023