

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2022/23

REPORTING PERIOD: THIRD QUARTER

PART 1: QUARTERLY REPORT

PURPOSE

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

Executive Summary

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

IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2022/23			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	601,350,985	628,261,582	473,176,946	79%
		-		
OPERATING EXPENDITURE	597,283,011	557,071,329	339,535,772	57%
		-		
TRANSFER - CAPITAL	79,606,001	79,606,001	55,934,682	70%
SURPLUS/(DEFICIT)	83,673,978	151,716,154	197,711,518	236%
CAPITAL EXPENDITURE	98,041,001	105,377,178	66,711,457	68%

Table C1: Quarterly Budget Statement Summary

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	39,913	44,645	59,853	11,697	41,057	43,630	(2,572)	-6%	59,853
Service charges	107,753	117,968	110,719	25,331	77,998	73,125	4,872	7%	110,719
Investment revenue	1,780	3,652	2,152	321	1,218	1,842	(625)	-34%	2,152
Transfers and subsidies	307,637	338,906	338,906	94,429	332,459	337,980	(5,520)	-2%	338,906
Other own revenue	30,560	96,180	116,631	6,886	20,445	39,735	(19,290)	-49%	116,631
Total Revenue (excluding capital transfers and contributions)	487,643	601,351	628,262	138,664	473,177	496,312	(23,136)	-5%	628,262
Employee costs	160,187	185,316	172,137	37,779	125,586	124,954	632	1%	172,137
Remuneration of Councillors	25,567	25,580	27,126	6,237	19,078	19,078	-		27,126
Depreciation & asset impairment	57,070	59,780	60,910	-	-	-	-		60,910
Finance charges	526	2,185	1,555	440	577	385	192	50%	1,555
Materials and bulk purchases	135,835	148,283	134,635	25,360	96,918	104,713	(7,795)	-7%	134,635
Transfers and subsidies	2,591	3,292	2,673	766	1,318	1,122	196	17%	2,673
Other expenditure	128,543	172,846	158,036	29,038	96,058	91,206	4,853	5%	158,036
Total Expenditure	510,319	597,283	557,071	99,619	339,536	341,458	(1,922)	-1%	557,071
Surplus/(Deficit)	(22,676)	4,068	71,190	39,045	133,641	154,855	(21,213)	-14%	71,190
Transfers and subsidies - capital (monetary allocations)	74,316	79,606	80,526	17,768	64,070	68,975	(4,905)	-7%	80,526
Surplus/(Deficit) after capital transfers & contributions	51,640	83,674	151,716	56,813	197,712	223,830	(26,118)	-12%	151,716
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	51,640	83,674	151,716	56,813	197,712	223,830	(26,118)	-12%	151,716
Capital expenditure & funds sources									
Capital expenditure	88,355	98,041	105,377	16,931	66,711	70,535	(3,824)	-5%	105,377
Capital transfers recognised	74,316	79,606	79,606	10,974	55,935	60,108	(4,173)	-7%	79,606
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	14,040	18,435	25,771	5,956	10,777	10,428	349	3%	25,771
Total sources of capital funds	88,355	98,041	105,377	16,931	66,711	70,535	(3,824)	-5%	105,377
Financial position									
Total current assets	152,406	158,966	192,808		344,981				192,808
Total non current assets	1,201,016	1,325,025	1,328,717		1,253,548				1,328,717
Total current liabilities	118,941	120,343	118,035		174,431				118,035
Total non current liabilities	98,658	113,710	108,953		99,335				108,953
Community wealth/Equity	1,135,823	1,249,938	1,294,537		1,324,762				1,294,537
Cash flows									
Net cash from (used) operating	88,300	94,811	123,128	88,971	182,401	197,152	14,751	7%	123,128
Net cash from (used) investing	(75,949)	(78,022)	(89,012)	(16,518)	(66,299)	(72,271)	(5,972)	8%	(89,012)
Net cash from (used) financing	(4,457)	(6,971)	(7,792)	(2,414)	(2,957)	(1,561)	1,396	-89%	(7,792)
Cash/cash equivalents at the month/year end	14,710	24,063	41,034	-	119,743	138,031	18,288	13%	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	13,507	5,479	4,698	3,820	3,502	3,559	18,116	126,535	179,217
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

Revenue

For the third quarter of January to March 2023, the year to date actual amounted to R473, 177 million with the year to date budget of R496, 312 which shows negative 5% year to date variance when compared to the year to date budget. Of the total revenue received during the third 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 third quarter amounts to R333, 406 million with the year to date budget of R338, 906 million which shows negative 2% year to date variance when compared to the year to date budget.

Capital Expenditure

The year to date actual capital expenditure as at end of third quarter amounts to R66, 711 million and the year to date budget amounts to R70, 535 million and this deviates with negative 5% when compared to year to date target.

Surplus/Deficit

Taking the above into consideration the net operating surplus for the third quarter ending 31 March 2023 amounts to R197, 712 million.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of March amounts to R179, 217 million and this shows an increase of R20, 879 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 R111, 783 million and other debtors amounting to R67, 435 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	Third Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	256,207	281,883	292,750	63,423	253,407	273,234	(19,827)	-7%	292,750
Executive and council	55,019	53,728	53,728	15,074	43,728	53,728	(10,000)	-19%	53,728
Finance and administration	190,004	214,701	225,568	45,349	196,225	206,052	(9,827)	-5%	225,568
Internal audit	11,184	13,455	13,455	3,000	13,455	13,455	(0)	0%	13,455
Community and public safety	24,366	96,507	118,460	8,281	29,886	49,098	(19,212)	-39%	118,460
Community and social services	10,535	10,998	10,975	1,023	10,924	10,941	(17)	0%	10,975
Sport and recreation	11,586	17,075	17,050	6,300	17,033	17,039	(5)	0%	17,050
Public safety	2,244	68,435	90,435	958	1,929	21,119	(19,190)	-91%	90,435
Economic and environmental services	128,540	124,248	125,082	41,232	123,540	115,368	8,172	7%	125,082
Planning and development	24,294	20,920	21,441	11,589	29,348	21,260	8,089	38%	21,441
Road transport	101,348	102,518	102,830	29,643	93,381	93,298	83	0%	102,830
Environmental protection	2,898	811	811	0	811	811	0	0%	811
Trading services	152,846	178,318	172,496	43,496	130,414	127,588	2,827	2%	172,496
Energy sources	123,719	145,384	137,915	36,258	99,298	95,851	3,447	4%	137,915
Waste management	29,126	32,935	34,581	7,238	31,117	31,736	(620)	-2%	34,581
Total Revenue - Functional	561,959	680,957	708,787	156,432	537,247	565,288	(28,041)	-5%	708,787
Expenditure - Functional									
Governance and administration	208,324	220,755	227,151	46,095	154,470	153,996	474	0%	227,151
Executive and council	41,975	47,573	43,516	12,728	32,204	31,128	1,076	3%	43,516
Finance and administration	155,900	163,419	171,522	31,527	114,538	114,110	428	0%	171,522
Internal audit	10,449	9,764	12,113	1,840	7,728	8,758	(1,030)	-12%	12,113
Community and public safety	40,240	89,593	57,610	7,912	27,280	27,359	(80)	0%	57,610
Community and social services	11,679	8,174	6,361	1,358	4,622	4,750	(128)	-3%	6,361
Sport and recreation	10,059	16,175	9,739	1,843	6,222	6,045	177	3%	9,739
Public safety	18,502	65,243	41,510	4,711	16,435	16,563	(129)	-1%	41,510
Economic and environmental services	91,149	120,750	117,613	12,157	55,006	57,108	(2,102)	-4%	117,613
Planning and development	16,794	20,798	17,809	4,605	14,261	14,119	142	1%	17,809
Road transport	74,157	99,257	99,804	7,552	40,745	42,989	(2,244)	-5%	99,804
Environmental protection	197	696	0	-	-	-	-	-	0
Trading services	170,605	166,185	154,697	33,456	102,780	102,995	(215)	0%	154,697
Energy sources	125,582	134,925	114,298	23,714	75,858	76,209	(351)	0%	114,298
Waste management	45,024	31,260	40,399	9,741	26,922	26,786	136	1%	40,399
Total Expenditure - Functional	510,319	597,283	557,071	99,619	339,536	341,458	(1,922)	-1%	557,071
Surplus/ (Deficit) for the year	51,640	83,674	151,716	56,813	197,712	223,830	(26,118)	-12%	151,716

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

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third 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	14,074	37,271	47,271	(10,000)	-21%	47,271
Vote 2 - Municipal Manager	37,701	46,531	46,531	9,000	46,531	46,531	0	0%	46,531
Vote 3 - Budget & Treasury	83,055	103,972	114,767	22,796	85,467	95,276	(9,810)	-10%	114,767
Vote 4 - Corporate Services	46,074	50,627	50,700	6,492	50,657	50,674	(17)	0%	50,700
Vote 5 - Community Services	64,581	138,801	162,889	17,083	68,662	88,554	(19,892)	-22%	162,889
Vote 6 - Technical Services	239,933	265,908	258,261	74,397	212,384	208,795	3,589	2%	258,261
Vote 7 - Developmental Planning	16,808	12,923	13,445	9,589	21,352	13,264	8,089	61%	13,445
Vote 8 - Executive Support	24,534	14,925	14,925	3,000	14,925	14,925	(0)	0%	14,925
Total Revenue by Vote	561,959	680,957	708,787	156,432	537,247	565,288	(28,041)	-5%	708,787
Expenditure by Vote									
Vote 1 - Executive & Council	35,993	35,371	37,710	11,075	27,744	26,650	1,094	4%	37,710
Vote 2 - Municipal Manager	45,860	41,983	47,114	9,508	34,158	35,625	(1,467)	-4%	47,114
Vote 3 - Budget & Treasury	53,340	66,301	64,034	11,268	44,544	45,489	(945)	-2%	64,034
Vote 4 - Corporate Services	28,369	36,714	32,357	4,544	18,610	18,699	(89)	0%	32,357
Vote 5 - Community Services	93,637	130,751	106,870	19,658	60,839	60,778	60	0%	106,870
Vote 6 - Technical Services	218,275	248,110	233,072	34,460	125,428	126,255	(827)	-1%	233,072
Vote 7 - Developmental Planning	12,208	15,057	12,251	3,486	10,260	10,086	174	2%	12,251
Vote 8 - Executive Support	22,638	22,996	23,663	5,620	17,953	17,876	77	0%	23,663
Total Expenditure by Vote	510,319	597,283	557,071	99,619	339,536	341,458	(1,922)	-1%	557,071
Surplus/ (Deficit) for the year	51,640	83,674	151,716	56,813	197,712	223,830	(26,118)	-12%	151,716

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	Third Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	39,913	44,645	59,853	11,697	41,057	43,630	(2,572)	-6%	59,853
Service charges - electricity revenue	98,371	108,186	101,418	22,909	70,954	65,885	5,070	8%	101,418
Service charges - refuse revenue	9,383	9,781	9,302	2,422	7,043	7,240	(197)	-3%	9,302
Rental of facilities and equipment	1,019	1,004	867	238	653	633	20	3%	867
Interest earned - external investments	1,780	3,652	2,152	321	1,218	1,842	(625)	-34%	2,152
Interest earned - outstanding debtors	19,283	18,817	15,322	(4,440)	2,429	10,736	(8,307)	-77%	15,322
Fines, penalties and forfeits	2,236	68,520	90,719	960	1,918	21,306	(19,388)	-91%	90,719
Licences and permits	5,966	6,315	6,815	1,573	4,700	4,727	(27)	-1%	6,815
Transfers and subsidies	307,637	338,906	338,906	94,429	332,459	337,980	(5,520)	-2%	338,906
Other revenue	2,055	1,524	2,907	8,556	10,746	2,333	8,412	361%	2,907
Gains							-		
Total Revenue (excluding capital transfers and contributions)	487,643	601,351	628,262	138,664	473,177	496,312	(23,136)	-5%	628,262
Expenditure By Type									
Employee related costs	160,187	185,316	172,137	37,779	125,586	124,954	632	1%	172,137
Remuneration of councillors	25,567	25,580	27,126	6,237	19,078	19,078	-		27,126
Debt impairment	19,690	61,181	29,223	-	-	-	-		29,223
Depreciation & asset impairment	57,070	59,780	60,910	-	-	-	-		60,910
Finance charges	526	2,185	1,555	440	577	385	192	50%	1,555
Bulk purchases	97,949	109,638	94,532	20,431	65,221	67,065	(1,843)	-3%	94,532
Other materials	37,886	38,645	40,103	4,929	31,697	37,648	(5,951)	-16%	40,103
Contracted services	77,956	67,165	77,281	16,169	54,874	57,362	(2,488)	-4%	77,281
Transfers and subsidies	2,591	3,292	2,673	766	1,318	1,122	196	17%	2,673
Other expenditure	44,245	44,500	51,532	12,869	41,185	33,844	7,341	22%	51,532
Losses	(13,349)						-		
Total Expenditure	510,319	597,283	557,071	99,619	339,536	341,458	(1,922)	-1%	557,071
Surplus/(Deficit)	(22,676)	4,068	71,190	39,045	133,641	154,855	(21,213)	-14%	71,190
Transfers and subsidies - capital (monetary allocations)	74,316	79,606	80,526	17,768	64,070	68,975	(4,905)	-7%	80,526
Transfers and subsidies - capital (monetary allocations)							-		-
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers & contributions	51,640	83,674	151,716	56,813	197,712	223,830			151,716
Taxation							-		
Surplus/(Deficit) after taxation	51,640	83,674	151,716	56,813	197,712	223,830			151,716
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	51,640	83,674	151,716	56,813	197,712	223,830			151,716
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	51,640	83,674	151,716	56,813	197,712	223,830			151,716

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.

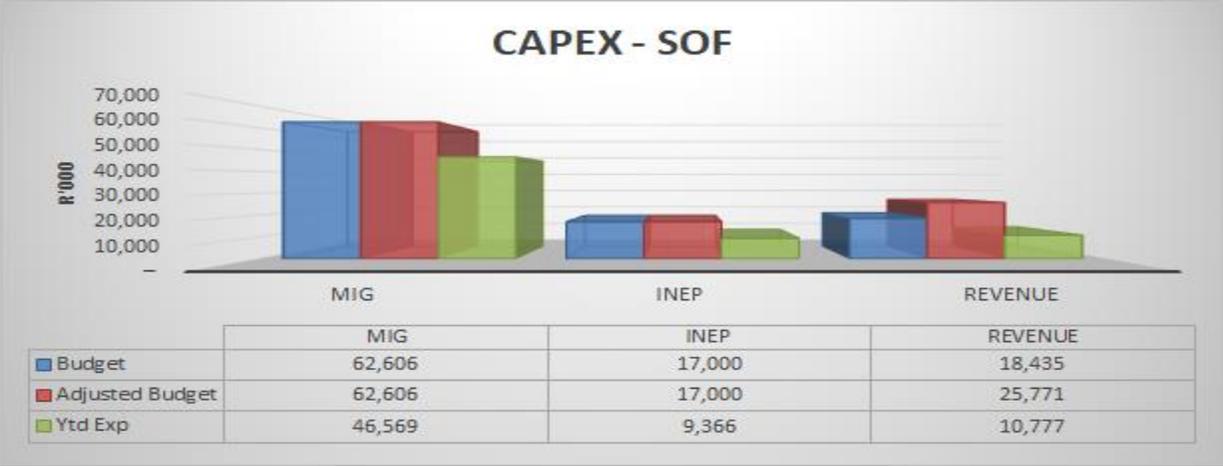
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third 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	1,255	2,246	2,341	(95)	-4%	3,040
Executive and council	-						-		
Finance and administration	1,903	1,500	3,040	1,255	2,246	2,341	(95)	-4%	3,040
Internal audit	-						-		
Community and public safety	498	3,935	3,533	676	2,637	2,409	228	9%	3,533
Community and social services	498	1,538	1,403	656	1,909	1,323	586	44%	1,403
Sport and recreation	-	1,680	1,264	20	527	884	(358)	-40%	1,264
Public safety	-	718	865	-	201	201	-		865
Housing							-		
Health							-		
Economic and environmental services	57,924	74,106	74,131	9,118	51,614	56,677	(5,063)	-9%	74,131
Planning and development	-	1,100	1,075	-	1,075	1,075	-		1,075
Road transport	57,924	73,006	73,056	9,118	50,539	55,602	(5,063)	-9%	73,056
Environmental protection	-						-		
Trading services	28,030	18,500	24,674	5,881	10,215	9,108	1,107	12%	24,674
Energy sources	28,030	17,250	22,524	5,881	9,896	8,757	1,139	13%	22,524
Waste management	-	1,250	2,150	-	319	351	(32)	-9%	2,150
Other							-		
Total Capital Expenditure - Functional Classification	88,355	98,041	105,377	16,931	66,711	70,535	(3,824)	-5%	105,377
Funded by:									
National Government	74,316	79,606	79,606	10,974	55,935	60,108	(4,173)	-7%	79,606
Provincial Government							-		
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
Transfers recognised - capital	74,316	79,606	79,606	10,974	55,935	60,108	(4,173)	-7%	79,606
Borrowing							-		
Internally generated funds	14,040	18,435	25,771	5,956	10,777	10,428	349	3%	25,771
Total Capital Funding	88,355	98,041	105,377	16,931	66,711	70,535	(3,824)	-5%	105,377

Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third 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	1,255	2,246	2,341	(95)	-4%	3,040
Vote 5 - Community Services	-	4,368	4,887	676	2,436	2,240	196	9%	4,887
Vote 6 - Technical Services	46,398	29,334	34,708	9,318	21,490	20,385	1,105	5%	34,708
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	47,222	35,202	42,635	11,249	26,172	24,966	1,206	5%	42,635
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	520	-	-	795
Vote 6 - Technical Services	40,635	60,922	60,872	5,681	38,945	43,974	(5,029)	-11%	60,872
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	62,742	5,681	40,540	45,569	(5,029)	-11%	62,742
Total Capital Expenditure	88,355	98,041	105,377	16,931	66,711	70,535	(3,824)	-5%	105,377

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. R66, 711 million spending was incurred on capital budget, year to date budget is R70, 535 million, and this gave rise to an under performance variance of R3, 824 million that translates to 5%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget, R62, 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	119,743	41,034
Call investment deposits	–	–	–	–	–
Consumer debtors	96,531	61,834	64,191	120,826	64,191
Other debtors	20,810	62,845	75,304	81,506	75,304
Current portion of long-term receivables	–	119	119	–	119
Inventory	20,355	10,005	12,160	22,905	12,160
Total current assets	152,406	158,966	192,808	344,981	192,808
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	–	17,278	17,278	–	17,278
Investment property	96,399	48,547	48,547	96,399	48,547
Investments in Associate	–	–	–	–	–
Property, plant and equipment	1,088,067	1,258,405	1,261,912	1,155,208	1,261,912
Biological	–	–	–	–	–
Intangible	14	331	516	14	516
Other non-current assets	16,536	463	463	1,928	463
Total non current assets	1,201,016	1,325,025	1,328,717	1,253,548	1,328,717
TOTAL ASSETS	1,353,422	1,483,992	1,521,524	1,598,529	1,521,524
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	6,638	7,459	6,638	1,810	6,638
Consumer deposits	5,621	5,700	5,700	5,107	5,700
Trade and other payables	104,167	101,172	99,684	166,373	99,684
Provisions	2,515	6,012	6,012	1,142	6,012
Total current liabilities	118,941	120,343	118,035	174,431	118,035
Non current liabilities					
Borrowing	12,702	17,458	12,701	14,616	12,701
Provisions	85,956	96,252	96,252	84,720	96,252
Total non current liabilities	98,658	113,710	108,953	99,335	108,953
TOTAL LIABILITIES	217,599	234,053	226,988	273,767	226,988
NET ASSETS	1,135,823	1,249,938	1,294,537	1,324,762	1,294,537
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	1,135,823	1,230,938	1,294,537	1,324,762	1,294,537
Reserves	–	19,000	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	1,135,823	1,249,938	1,294,537	1,324,762	1,294,537

The above table shows that community wealth amounts to R1, 324 billion, total liabilities R273, 767 million and the total assets R1, 598 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 2:1 which is within 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	Third 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	10,170	28,008	24,707	3,302	13%	50,336
Service charges	70,796	122,434	128,509	22,726	69,064	71,992	(2,929)	-4%	128,509
Other revenue	44,971	17,752	20,176	8,585	44,220	44,445	(226)	-1%	20,176
Transfers and Subsidies - Operational	307,767	338,906	338,906	94,132	333,406	338,906	(5,500)	-2%	338,906
Transfers and Subsidies - Capital	79,469	79,606	79,606	48,586	111,606	112,123	(517)	0%	79,606
Interest	1,780	3,652	2,152	1,542	3,745	5,622	(1,877)	-33%	2,152
Payments									
Suppliers and employees	(442,993)	(508,739)	(496,824)	(95,562)	(405,753)	(398,788)	6,964	-2%	(496,824)
Finance charges	(526)	(2,185)	(2,688)	(440)	(577)	(605)	(28)	5%	(2,688)
Transfers and Grants	(1,547)	3,292	2,954	(766)	(1,318)	(1,250)	68	-5%	2,954
NET CASH FROM/(USED) OPERATING ACTIVITIES	88,300	94,811	123,128	88,971	182,401	197,152	14,751	7%	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)	(16,518)	(66,299)	(70,912)	(4,613)	7%	(89,706)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(75,949)	(78,022)	(89,012)	(16,518)	(66,299)	(72,271)	(5,972)	8%	(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)	(2,414)	(2,957)	(1,603)	1,354	-84%	(8,281)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(4,457)	(6,971)	(7,792)	(2,414)	(2,957)	(1,561)	1,396	-89%	(7,792)
NET INCREASE/ (DECREASE) IN CASH HELD	7,894	9,818	26,324	70,039	113,146	123,321			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		119,743	138,031			32,921

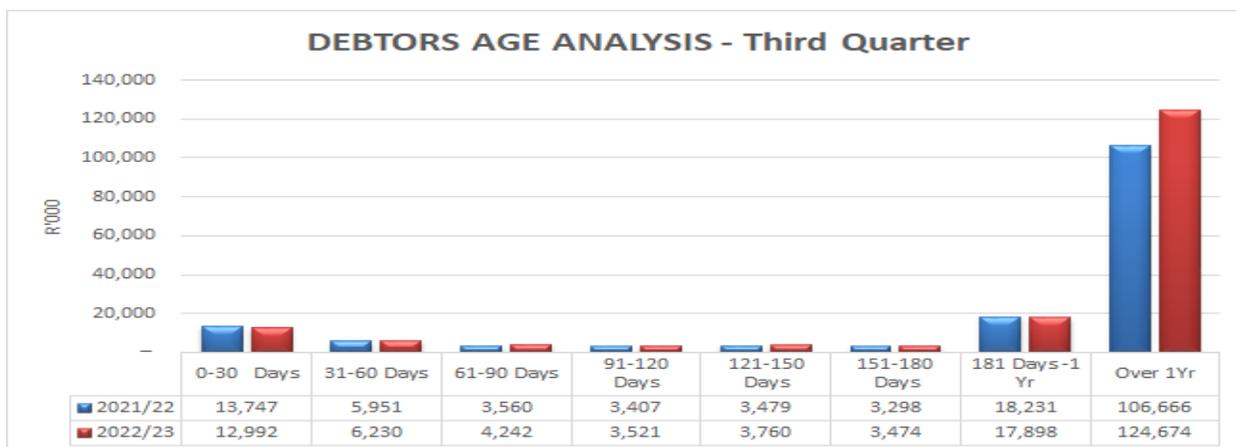
Table C7 provides details of the monthly cash in and outflow. For the quarter ending 31 March 2023 the net cash from operating activities is R182, 401 million whilst cash used for investing activities is R66, 299 million and the net cash from financing activities is R2, 957 million. The cash and cash equivalent held at end of the third quarter amounted to R119, 743 million.

PART 2: SUPPORTING TABLES

Table SC3: Debtors Analysis

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

Description	Budget Year 2022/23											
	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	6,854	1,603	801	162	107	130	537	2,803	12,998	3,740	-	-
Receivables from Non-exchange Transactions - Property Rates	4,506	2,946	2,111	2,012	1,859	1,859	7,929	49,513	72,735	63,171	-	-
Receivables from Exchange Transactions - Waste Management	810	560	442	417	404	403	2,351	19,031	24,419	22,606	-	-
Receivables from Exchange Transactions - Property Rental Debtors	81	7	19	20	20	20	127	1,338	1,631	1,524	-	-
Interest on Arrear Debtor Accounts	1,243	1,352	1,188	1,152	1,125	1,101	7,925	49,793	64,878	61,096	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	13	(988)	137	58	(12)	46	(753)	4,056	2,557	3,395	-	-
Total By Income Source	13,507	5,479	4,698	3,820	3,502	3,559	18,116	126,535	179,217	155,532	-	-
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	1,193	170	1,483	1,045	1,008	995	5,148	39,469	50,512	47,665	-	-
Commercial	7,079	1,865	887	555	486	548	1,284	7,908	20,613	10,782	-	-
Households	4,700	2,589	2,063	1,991	1,956	1,926	11,210	75,572	102,006	92,654	-	-
Other	534	856	265	228	53	90	474	3,586	6,086	4,431	-	-
Total By Customer Group	13,507	5,479	4,698	3,820	3,502	3,559	18,116	126,535	179,217	155,532	-	-



The graph compares debtors' age analysis for 2021/22 financial year and 2022/23 (as at end of third 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 Third quarter.

Table SC5: Investment Portfolio Analysis

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

Table SC6- Allocation and grant receipts

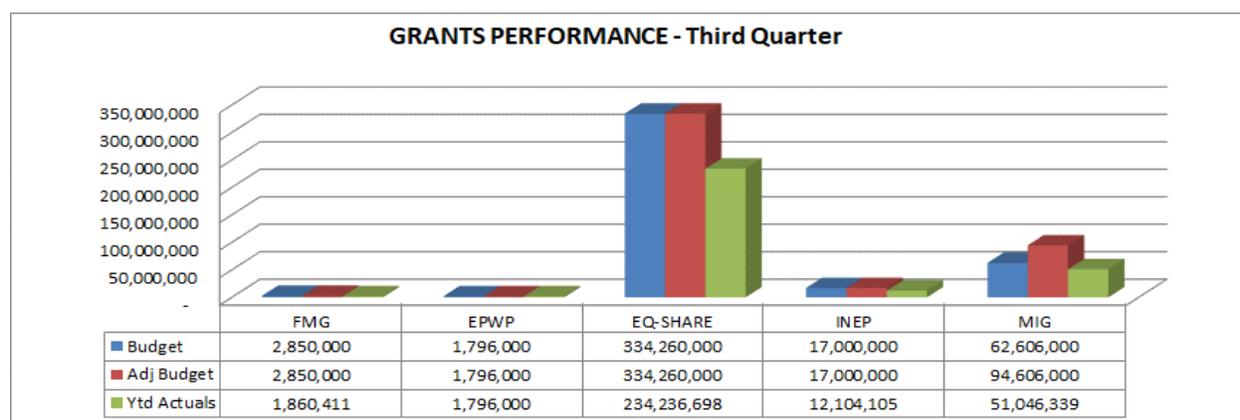
Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	307,638	338,906	338,906	94,132	333,406	338,906	(5,500)	-2%	338,906
Local Government Equitable Share	302,789	334,260	334,260	93,594	328,760	334,260	(5,500)	-2%	334,260
Finance Management	2,650	2,850	2,850	-	2,850	2,850	-		2,850
EPWP Incentive	2,199	1,796	1,796	538	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	94,132	333,406	338,906	(5,500)	-2%	338,906
Capital Transfers and Grants									
National Government:	79,332	79,606	111,606	48,586	111,606	69,442	1,578	2%	111,606
Municipal Infrastructure Grant (MIG)	57,984	62,606	94,606	40,586	94,606	55,455	(1,435)	-3%	94,606
Intergrated National Electrification Grant	21,348	17,000	17,000	8,000	17,000	13,988	3,012	22%	17,000
Total Capital Transfers and Grants	79,332	79,606	111,606	48,586	111,606	69,442	1,578	2%	111,606
TOTAL RECEIPTS OF TRANSFERS & GRANTS	387,100	418,512	445,012	142,718	445,012	408,348	(3,922)	-1%	445,012

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	Third 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	72,575	237,893	338,906	(101,013)	-30%	338,906
Local Government Equitable Share	302,788	334,260	334,260	71,740	234,237	334,260	(100,023)	-30%	334,260
Finance Management	2,650	2,850	2,850	603	1,860	2,850	(990)	-35%	2,850
EPWP Incentive	2,199	1,796	1,796	232	1,796	1,796	-		1,796
Other transfers and grants [insert description]							-		
LGSETA Learnership and Development							-		
Total operating expenditure of Transfers and Grants:	307,637	338,906	338,906	72,575	237,893	338,906	(101,013)	-30%	338,906
Capital expenditure of Transfers and Grants									
National Government:	74,316	79,606	111,606	17,768	63,150	69,442	(6,292)	-9%	111,606
Municipal Infrastructure Grant (MIG)	57,924	62,606	94,606	10,429	51,046	55,455	(4,408)	-8%	94,606
Intergrated National Electrification Grant	16,392	17,000	17,000	7,339	12,104	13,988	(1,884)	-13%	17,000
Total capital expenditure of Transfers and Grants	74,316	79,606	111,606	17,768	63,150	69,442	(6,292)	-9%	111,606
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	381,953	418,512	418,512	90,343	301,044	408,348	(107,305)	-26%	418,512

A total amount of R210, 700 million that have been spent on grants by the end Third quarter and the year to date budget thereof amount to R228, 722 million and this resulted in underspending variance of R18, 021 million that translates to 8%. Of the total spending amounting to R210, 700 million, R165, 318 million is spent on operational grants whilst R45, 382 million is spent of capital grants.



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

- Financial Management Grant 65.28%
- Expanded Public Work Programme 100%
- Equitable Share 70.80%
- Municipal Infrastructure Grant 53.96%
- Integrated National Electrification Grant 71.20%

Table SC8: Councilor Allowances and Employee Benefits

Summary of Employee and Councilor remuneration	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third 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	14,986	3,670	11,398	11,398	-		14,986
Pension and UIF Contributions	1,863	2,504	2,996	515	1,540	1,540	-		2,996
Medical Aid Contributions	194	89	89	23	67	67	-		89
Motor Vehicle Allowance	5,281	5,536	6,144	1,350	4,180	4,180	-		6,144
Cellphone Allowance	2,738	2,753	2,652	622	1,704	1,704	-		2,652
Other benefits and allowances	238	223	259	58	190	190	-		259
Sub Total - Councillors	25,567	25,580	27,126	6,237	19,078	19,078	-		27,126
% increase		0%	6%						6%
Senior Managers of the Municipality									
Basic Salaries and Wages	3,197	4,315	2,769	353	1,412	1,412	(0)	0%	2,769
Pension and UIF Contributions	88	338	140	(29)	19	76	(57)	-74%	140
Medical Aid Contributions	80	1,464	257	32	80	79	1	2%	257
Motor Vehicle Allowance	186	519	251	51	144	144	-		251
Cellphone Allowance	85	166	79	14	48	48	-		79
Other benefits and allowances	211	312	201	0	92	92	-		201
Payments in lieu of leave							-		
Sub Total - Senior Managers of Municipality	3,847	7,112	3,697	421	1,795	1,851	(56)	-3%	3,697
% increase		85%	-4%						-4%
Other Municipal Staff									
Basic Salaries and Wages	102,769	115,473	104,223	25,773	79,916	79,342	574	1%	104,223
Pension and UIF Contributions	19,579	26,387	20,625	5,085	15,423	15,432	(9)	0%	20,625
Medical Aid Contributions	5,442	5,593	5,906	1,506	4,353	4,368	(15)	0%	5,906
Overtime	1,055	1,163	347	60	269	233	36	15%	347
Motor Vehicle Allowance	13,018	15,702	14,056	3,495	10,537	10,534	3	0%	14,056
Cellphone Allowance	1,917	1,426	1,925	477	1,440	1,440	-		1,925
Housing Allowances	220	230	253	64	189	189	-		253
Other benefits and allowances	10,429	11,279	15,605	712	10,060	9,845	215	2%	15,605
Payments in lieu of leave	624	442	4,283	140	1,007	1,007	-		4,283
Long service awards	1,288	510	253	46	596	713	(117)	-16%	253
Post-retirement benefit obligations		-	-	-	-	-	-		-
Sub Total - Other Municipal Staff	156,340	178,204	167,476	37,358	123,790	123,103	687	1%	167,476
% increase		14%	7%						7%
Total Parent Municipality	185,754	210,897	198,299	44,016	144,664	144,032	632	0%	198,299
% increase		14%	7%						7%
TOTAL SALARY, ALLOWANCES & BENEFITS	185,754	210,897	198,299	44,016	144,664	144,032	632	0%	198,299
% increase		14%	7%						7%
TOTAL MANAGERS AND STAFF	160,187	185,316	171,173	37,779	125,586	124,954	632	1%	171,173

This table provides the details for councilor and employee benefits. For the third quarter the total salaries, allowances and benefits amounted to R144, 664 million which deviates with R632 thousand 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	Budget	2022/23	2023/24	2024/25
Cash Receipts By Source							
Property rates	10,049	7,790	10,170	22,328	50,336	41,856	43,740
Service charges - electricity revenue	22,569	21,234	21,504	57,127	122,434	119,873	125,264
Service charges - refuse	1,352	1,184	1,221	2,319	6,075	8,047	8,409
Rental of facilities and equipment	116	93	94	564	867		
Interest earned - external investments	552	402	321	(886)	389	3,669	3,675
Interest earned - outstanding debtors	877	372	1,221	5,911	8,381	7,551	8,541
Fines, penalties and forfeits	103	855	960	1,626	3,544	9,300	9,718
Licences and permits	1,688	1,440	1,573	1,842	6,542	6,593	6,890
Transfers and Subsidies - Operational	133,660	105,614	94,132	5,500	338,906	359,874	384,977
Other revenue	5,965	25,376	5,958	(34,694)	2,605	2,640	2,758
Cash Receipts by Source	176,931	164,359	137,153	61,637	540,080	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	-	-	-	488	488	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	62,125	652,174	636,006	674,273
Cash Payments by Type	-	-	-	-			
Employee related costs	39,318	48,488	37,779	38,714	164,299	210,668	219,614
Remuneration of councillors	6,542	6,299	6,237	7,323	26,401	30,493	34,153
Interest paid	137	-	440	2,111	2,688	2,326	2,472
Bulk purchases - Electricity	21,974	22,816	20,431	29,311	94,532	114,462	119,613
Other materials	16,093	10,675	4,929	8,147	39,844	35,165	36,667
Contracted services	19,611	19,094	16,169	14,790	69,664	63,305	66,069
Grants and subsidies paid - other	273	280	766	1,636	2,954	3,436	3,588
General expenses	15,452	12,864	12,869	54,991	96,175	61,842	52,478
Cash Payments by Type	119,400	120,517	99,619	157,022	496,558	521,699	534,655
Other Cash Flows/Payments by Type	-	-	-	-			
Capital assets	22,693	27,088	16,518	23,407	89,706	81,383	90,922
Repayment of borrowing	542	-	2,414	5,324	8,281	25,723	26,588
Other Cash Flows/Payments	38,153	32,810	(2,851)	(76,919)	(8,806)	31,800	46,694
Total Cash Payments by Type	180,789	180,415	115,700	108,835	585,738	660,605	698,859
NET INCREASE/(DECREASE) IN CASH HELD	38,412	4,694	70,039	(46,710)	66,436	(24,599)	(24,586)
Cash/cash equivalents at the month/year beginning:	183,695	50,132	70,950	308,192	6,597	73,034	48,434
Cash/cash equivalents at the month/year end:	222,107	54,826	140,989	261,483	73,034	48,434	23,848

Supporting Table SC9 provides the details of the cash inflow for the budget setting out receipt by source and payments by type. As at end of third quarter, cash receipts reflect an amount of R185, 739 million whilst the total cash payment is R115, 700 million. The cash and cash equivalent at end of the quarter amounted to R140, 989 million that is inclusive of unspent conditional grants amounting to R49, 445 million

Table SC12: Capital Expenditure Trend

Month	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third 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	10,341	40%	15%
Second Quarter	12,807	27,236	27,236	27,088	49,781	60,271	10,490	16%	43%
Third Quarter	27,693	21,546	16,675	16,931	66,711	76,946	10,234	11%	64%
Fourth Quarter	30,876	16,224	28,431	–	–	105,377	–	0%	0%
Total Capital expenditure	88,355	98,041	105,377	66,711					

Supporting table SC12 provides information on the monthly trends for capital expenditure and this table serves as a supporting table for table C5. In terms of this table the capital expenditure for third quarter amounts to R16, 931 million. The year to date actual amounts to R66, 711 and year to date capital budget is R76, 946 million that gives rise to underspending variance of R10, 234 million that translate to 11%.

Table SC13a: Quarterly Capital Expenditure on New Assets

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third 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	23,674	5,881	10,215	9,108	(1,107)	-12%	23,674
Roads Infrastructure	-	-	-	-	-	-	-		-
Roads		-	-	-	-	-	-		-
Road Structures							-		
Road Furniture							-		
Attenuation							-		
Electrical Infrastructure	22,332	17,250	22,524	5,881	9,896	8,757	(1,139)	-13%	22,524
Power Plants			3,400				-		3,400
MV Substations		50	-	-		-	-		-
MV Networks	22,332	17,000	18,924	5,886	9,804	8,665	(1,139)	-13%	18,924
Capital Spares		200	200	(5)	92	92	-		200
Solid Waste Infrastructure	-	1,250	1,150	-	319	351	32	9%	1,150
Landfill Sites							-		
Waste Transfer Stations							-		
Capital Spares		1,250	1,150	-	319	351	32	9%	1,150
Community Assets	-	418	238	-	201	201	-		238
Capital Spares		418	238	-	201	201	-		238
Other assets	-	458	454	-	454	454	-		454
Operational Buildings	-	458	454	-	454	454	-		454
Stores		458	454	-	454	454	-		454
Intangible Assets	-	300	185	185	185	-	(185)	#DIV/0!	185
Servitudes							-		
Computer Software and Applications		300	185	185	185	-	(185)	#DIV/0!	185
Computer Equipment	824	700	2,135	1,051	1,605	1,905	300	16%	2,135
Computer Equipment	824	700	2,135	1,051	1,605	1,905	300	16%	2,135
Furniture and Office Equipment	-	500	1,139	20	456	436	(20)	-4%	1,139
Furniture and Office Equipment		500	1,139	20	456	436	(20)	-4%	1,139
Machinery and Equipment	214	1,610	1,400	1,017	1,395	507	(888)	-175%	1,400
Machinery and Equipment	214	1,610	1,400	1,017	1,395	507	(888)	-175%	1,400
Transport Assets	1,079	-	-	-	-	-	-		-
Transport Assets	1,079						-		
Total Capital Expenditure on new assets	24,449	22,485	29,225	8,153	14,511	12,611	(1,900)	-15%	29,225

Table SC13b: Quarterly Expenditure on Existing Assets

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third 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	30,983	3,040	21,885	24,061	2,176	9%	30,983
Roads Infrastructure	39,750	28,631	28,891	4,923	19,793	21,969	2,176	10%	28,891
Roads	39,750	28,331	28,331	4,923	19,793	21,969	2,176	10%	28,331
Road Furniture		300	560	-	-	-	-		560
Electrical Infrastructure	5,124	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
MV Networks	5,124						-		
Solid Waste Infrastructure	-	2,092	2,092	(1,883)	2,092	2,092	-		2,092
Landfill Sites		2,092	2,092	(1,883)	2,092	2,092	-		2,092
Capital Spares							-		
Community Assets	-	1,000	869	577	1,376	869	(507)	-58%	869
Cemeteries/Crematoria		1,000	869	577	1,376	869	(507)	-58%	869
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	-	-	208	-	-	-	-		208
Municipal Offices		-	208	-	-	-	-		208
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
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	44,874	31,723	32,060	3,617	23,261	24,930	1,670	6.7%	32,060

Table SC13c: Quarterly Expenditure on Repairs & Maintenance

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	30,270	25,453	29,653	1,650	22,553	23,867	1,314	6%	29,653
Roads Infrastructure	13,895	15,467	21,167	403	15,316	17,736	2,420	14%	21,167
Roads	13,895	15,467	21,167	403	15,316	17,736	2,420	14%	21,167
Road Structures							-		
Road Furniture							-		
Electrical Infrastructure	12,201	8,263	5,763	1,889	5,311	3,964	(1,347)	-34%	5,763
MV Substations							-		
MV Switching Stations							-		
MV Networks	12,201	8,263	5,763	1,889	5,311	3,964	(1,347)	-34%	5,763
Solid Waste Infrastructure	4,175	1,722	2,722	722	1,926	2,167	241	11%	2,722
Landfill Sites	4,175	1,722	2,722	722	1,926	2,167	241	11%	2,722
Waste Transfer Stations							-		
Community Assets	166	594	544	112	500	389	(110)	-28%	544
Community Facilities	166	594	544	112	500	389	(110)	-28%	544
Libraries							-		
Parks	166	594	544	112	500	389	(110)	-28%	544
Other assets	575	1,095	1,495	19	1,052	1,546	495	32%	1,495
Operational Buildings	575	1,095	1,495	19	1,052	1,546	495	32%	1,495
Municipal Offices	541	1,095	1,495	19	1,052	1,546	495	32%	1,495
Stores	34						-		
Intangible Assets	38	200	100	28	28	99	71	72%	100
Computer Software and Applications	38	200	100	28	28	99	71	72%	100
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Machinery and Equipment	3,214	6,556	6,849	1,458	5,152	5,089	(63)	-1%	6,849
Machinery and Equipment	3,214	6,556	6,849	1,458	5,152	5,089	(63)	-1%	6,849
Transport Assets	4,117	3,794	3,794	232	3,231	3,235	5	0%	3,794
Transport Assets	4,117	3,794	3,794	232	3,231	3,235	5	0%	3,794
Total Repairs and Maintenance Expenditure	38,380	37,692	42,436	4,864	32,516	34,226	1,710	5.0%	42,436

Table SC13d: Quarterly Expenditure on Depreciation

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Third Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class/Sub-class									
Infrastructure	41,746	44,007	44,907	–	–	11,002	11,002	100%	44,907
Roads Infrastructure	36,879	39,127	39,727	–	–	9,782	9,782	100%	39,727
Roads	36,879	39,127	39,727			9,782	9,782	100%	39,727
Storm water Infrastructure	399	418	418	–	–	104	104	100%	418
Drainage Collection	399	418	418			104	104	100%	418
Electrical Infrastructure	3,754	3,724	4,024	–	–	931	931	100%	4,024
HV Switching Station							–		
HV Transmission Conductors	3,754	3,724	4,024			931	931	100%	4,024
MV Substations							–		
Solid Waste Infrastructure	714	738	738	–	–	184	184	100%	738
Landfill Sites	714	738	738			184	184	100%	738
Waste Transfer Stations							–		
Community Assets	1,231	1,266	1,266	–	–	316	316	100%	1,266
Community Facilities	1,231	1,266	1,266	–	–	316	316	100%	1,266
Public Open Space	1,231	1,266	1,266			316	316	100%	1,266
Heritage assets	5	6	6	–	–	1	1	100%	6
Other Heritage	5	6	6			1	1	0	6
Other assets	4,140	4,229	4,229	–	–	1,057	1,057	100%	4,229
Operational Buildings	4,140	4,229	4,229	–	–	1,057	1,057	100%	4,229
Municipal Offices	4,140	4,229	4,229			1,057	1,057	100%	4,229
Intangible Assets	51	53	83	–	–	13	13	100%	83
Licences and Rights	51	53	83	–	–	13	13	100%	83
Computer Software and Applications	51	53	83			13	13	100%	83
Computer Equipment	692	725	925	–	–	181	181	100%	925
Computer Equipment	692	725	925			181	181	100%	925
Furniture and Office Equipment	590	618	618	–	–	154	154	100%	618
Furniture and Office Equipment	590	618	618			154	154	100%	618
Machinery and Equipment	2,864	2,961	2,961	–	–	740	740	100%	2,961
Machinery and Equipment	2,864	2,961	2,961			740	740	100%	2,961
Transport Assets	5,751	5,915	5,915	–	–	1,479	1,479	100%	5,915
Transport Assets	5,751	5,915	5,915			1,479	1,479	100%	5,915
Total Depreciation	57,070	59,780	60,910	–	–	14,945	14,945	100%	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	Third 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	42,133	5,667	27,865	31,034	3,170	10%	42,133
Roads Infrastructure	18,534	41,433	41,133	5,667	27,865	31,034	3,170	10%	41,133
Roads	18,534	41,433	41,133	5,667	27,865	31,034	3,170	10%	41,133
Road Structures							-		
Road Furniture							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
MV Switching Stations							-		
MV Networks							-		
LV Networks							-		
Solid Waste Infrastructure	-	-	1,000	-	-	-	-		1,000
Landfill Sites	-		1,000	-	-	-	-		1,000
Waste Transfer Stations							-		
Community Assets	498	1,300	884	(507)	-	884	884	100%	884
Community Facilities	498	1,300	884	(507)	-	884	884	100%	884
Cemeteries/Crematoria	498						-		
Parks		1,300	884	(507)	-	884	884	100%	884
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	44,092	5,160	28,940	32,994	4,054	12%	44,092

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.

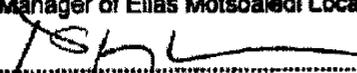
List of Capital Projects

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	28,500	48%
	Street litter Bins	Multi	Solid Waste Infrastructure	Capital Spares	850,000	800,000	-	0%
	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	884,469	-	0%
	6.4 Disaster Management Centre & Emergency Relief Store room	Multi	Operational Buildings	Stores	457,500	454,300	454,230	100%
	500 Twenty skip bins 500	Single	Solid Waste Infrastructure	Capital Spares	300,000	290,600	290,500	100%
	Gable Roof	Single	Other assets	Municipal Offices	-	208,000	-	-
	Furniture and Office Equipment	Multi	Furniture and Office Equipment	Furniture and Office Equipment	-	419,250	-	-
	Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	380,000	380,000	526,642	139%
	Trailer	Multi	Machinery and Equipment	Machinery and Equipment	380,000	80,000	79,144	99%
	Vehicles	Single	Community Assets	Capital Spares	417,500	237,500	200,905	85%
	Fencing of Roossenekal Landfill Site	Multi	Solid Waste Infrastructure	Landfill Sites	-	1,000,000	-	-
	Corporate Services	Computer Equipment	Multi	Computer Equipment	Computer Equipment	700,000	2,134,652	1,605,202
Furniture and Office Equipment		Multi	Furniture and Office Equipment	Furniture and Office Equipment	500,000	720,001	455,832	63%
Record Management System		Multi	Intangible Assets	Unspecified	300,000	185,000	185,000	100%
Economic Development Planning	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	-	0%
	Motetema Streets Upgrade	Multi	Roads Infrastructure	Roads	3,500,000	3,500,000	2,885,458	82%
	Upgrading of Bloombport and Uitspanning Access Road	Single	Roads Infrastructure	Roads	24,830,820	24,830,820	16,907,135	68%
	Groblersdal Landfill site 6.6	Multi	Solid Waste Infrastructure	Landfill Sites	2,092,365	2,092,365	2,092,364	100%
	Upgrading of Stompo Bus Road	Multi	Roads Infrastructure	Roads	800,000	800,000	-	0%
	Upgrading Maraganeng Access Road 600	Multi	Roads Infrastructure	Roads	900,000	750,000	-	0%
	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	295,652	37%
	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 (MIG)	Multi	Roads Infrastructure	Roads	700,000	700,000	-	0%
	Upgrading of Dipakapakeng	Multi	Roads Infrastructure	Roads	2,169,180	2,169,180	1,660,514	77%
	Upgrading of Nyakoroane Internal Access Road	Multi	Roads Infrastructure	Roads	6,512,520	6,512,520	6,420,065	99%
	Upgrading of Tafelkop stadium Access Road	Single	Roads Infrastructure	Roads	27,001,116	27,001,116	19,488,459	72%
	Electrification of Makaepa	Single	Electrical Infrastructure	MV Networks	3,240,000	3,240,000	289,557	9%
	Electrification of Masakaneng	Multi	Electrical Infrastructure	MV Networks	7,960,000	7,960,000	6,816,880	86%
	Electrification of Maleoskop	Multi	Electrical Infrastructure	MV Networks	-	1,924,407	437,828	23%
	Electrification of Nyakelang Extension	Single	Electrical Infrastructure	MV Networks	3,800,000	3,800,000	1,828,038	48%
	Electrification of Phomola	Single	Electrical Infrastructure	MV Networks	2,000,000	2,000,000	431,668	22%
	Electrification of Phooko	Single	Electrical Infrastructure	MV Networks	-	-	-	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	-	3,400,000	-	-	
Machinery and Equipment	Multi	Machinery and Equipment	Machinery and Equipment	850,000	940,000	789,514	84%	

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 31 March 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 (LIM472)

Signature 

Date

