

CITY OF MATLOSANA

Date: 2023/01/13

1 TO:.....


Author of the item: LESEGO MOLOKE

Attached hereto an item for you to consider in terms of the Delegation of Powers and Functions, delegated power serial number

HEAD OF DIVISION: <u>TO SEKGALA</u>
SIGNED: 
DATE: <u>13/01/2023</u>

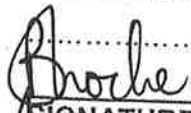
Received by Deputy Director: Administration

Date and Time: 16/1/2023

Signature: 

Director: Corporate Support	Date	COMMENTS:
Chief Financial Officer	<u>16/01/2023</u>	COMMENTS:
Director: Planning & Human Settlements	Date	COMMENTS:
Director: Technical and Infrastructure	Date	COMMENTS:
Director: Community Development	Date	COMMENTS:
Director: Public Safety	Date	COMMENTS:
Director: Local Economic Development	Date	COMMENTS:

2 MUNICIPAL MANAGER


SIGNATURE

16/01/2023
DATE

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Items will not be considered by the Municipal Manager unless the following signatures are reflecting: Director of Relevant department, Chief Financial Officer and Director: Corporate Services

MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED ON 31 DECEMBER 2022

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PART 1: IN-YEAR REPORT

1. EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL PERFORMANCE OF THE MUNICIPALITY FOR THE PERIOD ENDED ON 31 DECEMBER 2022

1.1 Performance summary

Table 1: Performance summary

Summary statement of Financial Performance					
Description	YTD Budget 2022/23	DECEMBER 2022/23 Actual	YTD Actual 2022/23	Variance Favourable (Unfavourable)	Variance %
Total Revenue by Source	2,094,885,522	451,491,787	2,052,040,842	(42,844,680)	-2%
Total Operating Expenditure	2,127,769,792	319,944,726	1,334,158,908	(793,610,884)	-37%
SURPLUS/ (DEFICIT).	(32,884,270)	131,547,061	717,881,934		

Revenue

The revenue for the month of December amounts to R451.5 million and the year to date actual amounts to R2.052 billion. It reflects a negative variance of 2% when compared with the year-to date budget of R2.095 billion.

The negative revenue is also affected by the following factors:

- The revenue enhancement strategies as reflected in the budget funding plan and financial recovery plan has not yet been fully effective;
- Illegal connections
- Debtors' book that is increasing due to non-payment of debtors

The municipality has measures in place which seeks to improve revenue, however this is not an easy task as the country is still battling with the following issues:

- Increase in unemployment rate which causes some consumers to stealing municipal services,
- Inflation rate
- Load shedding which continues to affect the National economy negatively.

The detailed reasons for the variances are outlined on table 18.

Expenditure

The operating expenditure for the month of December amounts to R319.9 million and the year-to date operating expenditure amounts to R1.334 billion. It reflects a negative variance of 37% when compared with the year to date budget of R2.128 billion. The negative variance is as a result of cash flow challenges that the municipality is currently facing. The detailed reasons for the variances are outlined on table 18

Cash management

Bank Balances	R 4,672,416
Call Investments	R 247,904,107
Cash and Cash Investments	R 252,576,523

Investment Portfolio: 31 December 2022

City of Matlosana

INSTITUTION	INTEREST RATE	DECEMBER 2022	EXPLANATION
Call Investment			
ABSA: 3854	3,73%	5 495 237	WSIG
ABSA: 5047	4,70%	10 217 277	INEP
ABSA: 6177	6,75%	62 505 712	MIG
ABSA: 2264	4,70%	48 816 839	own
ABSA: 4682	6,65%	54 137 069	NDPG
ABSA: 4063	1,55%	1 743 964	EEDSM
ABSA: 1223	6,75%	6 637 379	HSDG
INVESTEC	3,30%	7 426 997	
FNB		26 244 689	COVID
NEDBANK	5,40%	18 750 270	HSDG
NEDBANK	5,40%	5 928 674	HSDG
TOTAL Call Investment		247 904 107	

Note: The R191.7 million Call investment is ring-fenced for Conditional Grants

Collection Rate & Outstanding Debtors

Total Outstanding Debtors	R 7,446,278,760
Debtors: Government	R 111,767,850
Debtors: Business	R 657,290,967
Debtors: Household	R 6,677,219,943

Note: The detailed Debtors Age analysis is outlined on Table 12. The collection rate as at 31 December 2022 is 62.65% compared to 59.59% as at 30 November 2022 and has increased by 3%. The increase on the collection rate is due to the credit controls that were put in place

Creditors

Total Outstanding Creditors	R 2,790,333,522
ESKOM	R 1,542,479,701
Midvaal	R 1,108,906,771
Trade Creditors	R 133,779,271
Auditor General	R 5,167,779

Note: The detailed Creditors Age analysis is outlined on Table 13

Capital grant expenditure

	BUDGET	December	YTD	YTD %
CAPITAL GRANT EXPENDITURE	2022/23	Expenditure	ACTUALS Incl	Incl VAT
		Incl VAT	VAT	
		2022/23		
MIG	95 177 651	5 981 120	25 590 371	26,89
NDPG	30 000 000		6 527 165	21,76
INEP	29 064 000	7 021 971	8 666 739	29,82
WSIG	15 676 000	1 755 104	1 755 104	11,20
TOTAL	169 917 651	14 758 195	42 539 379	25,04

Note: The total Capital grants budget amounts to R 169.9 million. The total expenditure as at 31 December 2022 amounts to R 14.8 million, representing 25.04% of the total Capital budget. The capital spending is relatively low as compared to the 50% of the Year to date budget. The municipality is running a risk of Grants being withheld in the next tranche.

2. IN – YEAR BUDGET STATEMENT MAIN TABLE

2.1 Monthly budget statement summary. The table below provides a high- level summary of the Municipal’s financial performance, capital expenditure, financial position, cash flow, debtors and creditors analysis

Table 2 C1: Monthly Budget Statement Summary

NW403 City Of Matlosana - Table C1 Monthly Budget Statement Summary - M06 December

Description	2021/22	Current Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	451 441	507 345	507 345	36 405	288 382	253 673	14 709	6%	507 345
Service charges	1 901 216	2 308 170	2 308 170	162 293	1 026 227	1 154 085	(127 858)	-11%	2 308 170
Investment revenue	10 685	9 270	9 270	1 322	6 950	4 635	2 316	50%	9 270
Transfers and subsidies	511 231	561 824	561 824	173 502	388 646	280 912	107 734	38%	561 824
Other own revenue	821 241	633 244	633 244	56 461	322 554	316 622	5 932	2%	633 244
Total Revenue (excluding capital transfers and contributions)	3 695 815	4 019 854	4 019 854	429 982	2 012 760	2 009 927	2 833	0%	4 019 854
Employee costs	686 188	744 037	744 037	56 195	344 517	372 020	(27 503)	-7%	744 037
Remuneration of Councillors	34 189	39 456	39 456	2 965	17 789	19 728	(1 939)	-10%	39 456
Depreciation & asset impairment	383 480	440 000	440 000	30 259	181 553	220 000	(38 448)	-17%	440 000
Finance charges	117 080	10 123	10 123	101	646	5 062	(4 416)	-87%	10 123
Inventory consumed and bulk purchases	1 375 438	1 259 046	1 573 262	178 600	319 000	786 562	(467 563)	-59%	1 573 262
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	1 877 514	1 448 865	1 448 652	51 825	470 655	724 397	(253 743)	-35%	1 448 652
Total Expenditure	4 473 890	3 941 528	4 255 531	319 945	1 334 159	2 127 770	(793 611)	-37%	4 255 531
Surplus/(Deficit)	(778 075)	78 326	(235 677)	110 037	678 601	(117 843)	796 444	-676%	(235 677)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	156 811	169 918	169 918	21 510	39 281	84 959	(45 677)	-54%	169 918
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions,	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(621 264)	248 244	(65 759)	131 547	717 882	(32 884)	750 766	-2283%	(65 759)
Share of surplus/ (deficit) of associates	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(621 264)	248 244	(65 759)	131 547	717 882	(32 884)	750 766	-2283%	(65 759)
Capital expenditure & funds sources									
Capital expenditure	152 541	217 038	217 038	18 549	39 215	108 519	(69 303)	-64%	217 038
Capital transfers recognised	145 097	169 918	169 918	16 557	34 547	84 959	(50 412)	-59%	169 918
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	7 444	47 120	47 120	1 992	4 668	23 560	(18 892)	-80%	47 120
Total sources of capital funds	152 541	217 038	217 038	18 549	39 215	108 519	(69 303)	-64%	217 038
Financial position									
Total current assets	1 734 431	1 328 063	1 328 063	-	2 853 945	-	-	-	1 328 063
Total non current assets	5 565 160	5 066 938	5 066 938	-	5 422 602	-	-	-	5 066 938
Total current liabilities	4 033 788	1 831 731	2 145 734	-	4 297 380	-	-	-	2 145 734
Total non current liabilities	42 018	81 274	81 274	-	37 811	-	-	-	81 274
Community wealth/Equity	4 841 579	4 233 752	4 233 752	-	3 955 044	-	-	-	4 233 752
Cash flows									
Net cash from (used) operating	2 152 140	59 754	59 754	(106 533)	1 000 122	29 875	(970 248)	-3248%	59 754
Net cash from (used) investing	(152 541)	(217 005)	(217 038)	(18 549)	(39 215)	(108 502)	(69 287)	64%	(217 005)
Net cash from (used) financing	-	1 500	-	-	-	750	750	100%	1 500
Cash/cash equivalents at the month/year end	1 804 197	155 104	153 572	-	1 693 664	232 978	(1 460 686)	-627%	577 006
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	266 551	193 254	361 826	6 624 648	-	-	-	-	7 446 279
Creditors Age Analysis									
Total Creditors	174 499	130 843	158 826	2 326 165	-	-	-	-	2 790 334

2.2 Monthly Budget Statement – Financial Performance (Revenue by source)

Actual operating revenue per source

The actual operating revenue per revenue source is set out in Table 3 below. From table 1 it is clear that year to date actual operating revenue amounts to R2,052,040,842 and compares unfavourably with the pro rata budgeted figure of R2,094,885,522 a negative variance of R42,844,680 at the end of December 2022.

TABLE 3: ACTUAL REVENUE PER SOURCE FOR DECEMBER 2022

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		451 441	507 345	507 345	36 405	268 382	253 673	14 709	6%	507 345
Service charges - electricity revenue		957 447	1 127 210	1 127 210	73 641	474 082	563 605	(89 522)	-16%	1 127 210
Service charges - water revenue		650 602	783 676	783 676	60 329	380 675	391 838	(11 163)	-3%	783 676
Service charges - sanitation revenue		125 356	173 864	173 864	11 958	71 823	86 932	(15 109)	-17%	173 864
Service charges - refuse revenue		167 812	223 421	223 421	16 366	99 647	111 710	(12 064)	-11%	223 421
Rental of facilities and equipment		251 709	8 105	8 105	708	4 490	4 053	437	11%	8 105
Interest earned - external investments		10 685	9 270	9 270	1 322	6 950	4 635	2 316	50%	9 270
Interest earned - outstanding debtors		504 706	513 875	513 875	51 154	291 185	256 937	34 248	13%	513 875
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		7 356	4 523	4 523	70	1 249	2 261	(1 012)	-45%	4 523
Licences and permits		8 023	10 384	10 384	418	3 828	5 192	(1 364)	-26%	10 384
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		511 231	561 824	561 824	173 502	388 646	280 912	107 734	38%	561 824
Other revenue		48 745	96 358	96 358	4 110	21 792	48 179	(26 387)	-55%	96 358
Gains		701	-	-	-	9	-	9	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		3 695 815	4 019 854	4 019 854	429 982	2 012 760	2 009 927	2 833	0%	4 019 854
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		156 811	169 918	169 918	21 510	39 281	84 959	(45 677)	(0)	169 918

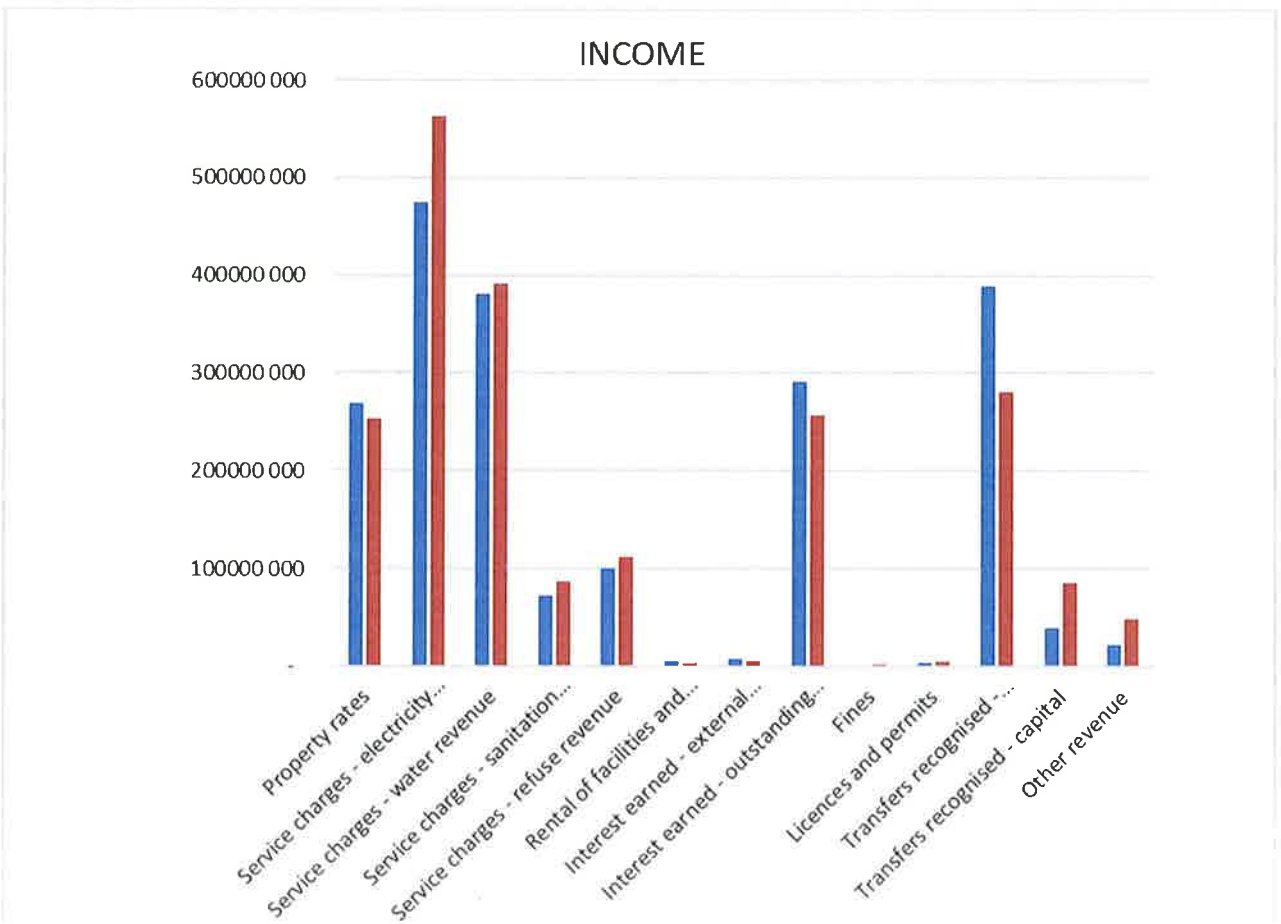
The YTD variance on revenue is mainly due to the following items:

- **Service charges – Electricity revenue 16% less:** Less revenue billed on electricity than initially anticipated. The municipality has to enforce measures to reduce illegal connections and ensure that all properties consuming electricity are billed. The reduction on this line item can also be attributed to less on electricity due to the current implementation of load shedding by ESKOM
- **Service charges – Sanitation revenue 17% less:** Revenue was less than projected
- **Service charges – Refuse revenue 11% less:** Revenue was less than projected
- **Interest earned – External Investment 50% more:** Revenue was more than projected, mainly on interest earned on investments.
- **Interest earned – Outstanding debtors 13% more:** The variance is as a result of the debtors' book that is increasing due to non-payment of debtors. The increase in the debtors result in an increase interest charges.
- **Fines, penalties & forfeits 45% less:** The budgeted amount consists of numerous items (e.g. traffic fines, court fines, illegal connection, etc.) in this instance under performance was mostly on non-collection of traffic fines which is due to lack of tools of trade (vehicles), shortage of staff and vacant positions that are not filled to date and also non-performance of appointed Back Office Service Provider.
- **License and Permits 26% less:** One of the reasons for under collection is that vehicle licences can be renewed at the Post Office. Members of the public generally go to the closest convenient point in order to pay which may not always be City of Matlosana.
- **Other Revenue 55% less:** The budgeted amount consists of numerous items (e.g. Commission: insurance, Commission: Transaction Handling fees, Plan printing and duplicate, etc.) in this instance under performance was mostly on the Sale of Property. The reason for under collection is that there has been delays in the issuing of clearance figures for property transfers.

TABLE 4: ACTUAL REVENUE PER DEPARTMENT FOR DECEMBER 2022

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue - Functional										
Governance and administration		1 103 392	1 220 631	1 220 631	225 643	749 355	610 315	139 040	23%	1 220 631
Executive and council		952	2 829	2 829	71	903	1 414	(512)	-36%	2 829
Finance and administration		1 102 440	1 217 802	1 217 802	225 572	748 452	608 901	139 552	23%	1 217 802
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		325 340	99 627	99 627	9 075	23 180	49 813	(26 633)	-53%	99 627
Community and social services		263 727	4 350	4 350	144	1 011	2 175	(1 164)	-54%	4 350
Sport and recreation		29 670	14 872	14 872	6 255	6 357	7 436	(1 079)	-15%	14 872
Public safety		28 136	33 404	33 404	2 205	12 037	16 702	(4 665)	-28%	33 404
Housing		3 808	47 000	47 000	472	3 776	23 500	(19 724)	-84%	47 000
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		70 959	57 038	57 038	7 276	20 822	28 519	(7 697)	-27%	57 038
Planning and development		9 993	10 763	10 763	969	4 692	5 382	(690)	-13%	10 763
Road transport		60 814	46 065	46 065	6 294	16 002	23 032	(7 031)	-31%	46 065
Environmental protection		152	210	210	13	129	105	24	22%	210
Trading services		2 316 072	2 785 219	2 785 219	207 654	1 248 560	1 392 609	(144 049)	-10%	2 785 219
Energy sources		1 017 620	1 209 703	1 209 703	85 974	510 400	604 852	(94 451)	-16%	1 209 703
Water management		879 796	1 018 229	1 018 229	80 694	495 621	509 114	(13 494)	-3%	1 018 229
Waste water management		143 840	207 797	207 797	14 028	75 578	103 899	(28 320)	-27%	207 797
Waste management		274 817	349 489	349 489	26 957	166 961	174 745	(7 784)	-4%	349 489
Other	4	36 863	27 258	27 258	1 844	10 123	13 629	(3 506)	-26%	27 258
Total Revenue - Functional	2	3 852 626	4 189 772	4 189 772	451 492	2 052 041	2 094 886	(42 845)	-2%	4 189 772



2.3 Monthly Budget Statement – Financial Performance (Expenditure per category)

Actual operating expenditure per category

The actual operating expenditure per vote is set out in Table 5 below. Year to date actual operating expenditure of R 1,334,158,908 compares unfavourably with the pro rata budgeted expenditure of R 2,127,769,792 a variance of R 793,610,884

TABLE 5: ACTUAL OPERATIONAL EXPENDITURE PER CATEGORY FOR DECEMBER 2022

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		686 188	744 037	744 037	56 195	344 517	372 020	(27 503)	-7%	744 037
Remuneration of councillors		34 189	39 456	39 456	2 965	17 789	19 728	(1 939)	-10%	39 456
Debt impairment		1 302 816	788 344	788 344	2 540	228 522	394 172	(165 650)	-42%	788 344
Depreciation & asset impairment		383 480	440 000	440 000	30 259	181 553	220 000	(38 448)	-17%	440 000
Finance charges		117 080	10 123	10 123	101	646	5 062	(4 416)	-87%	10 123
Bulk purchases - electricity		874 375	1 088 924	1 088 924	90 080	116 717	544 462	(427 745)	-79%	1 088 924
Inventory consumed		501 063	170 122	484 338	88 520	202 283	242 100	(39 817)	-16%	484 338
Contracted services		335 867	435 466	435 416	31 062	134 260	217 708	(83 448)	-38%	435 416
Transfers and subsidies								-		
Other expenditure		216 986	225 054	224 891	18 223	107 873	112 517	(4 644)	-4%	224 891
Losses		21 845	-	-	-	-	-	-		-
Total Expenditure		4 473 890	3 941 528	4 255 531	319 945	1 334 159	2 127 770	(793 611)	-37%	4 255 531

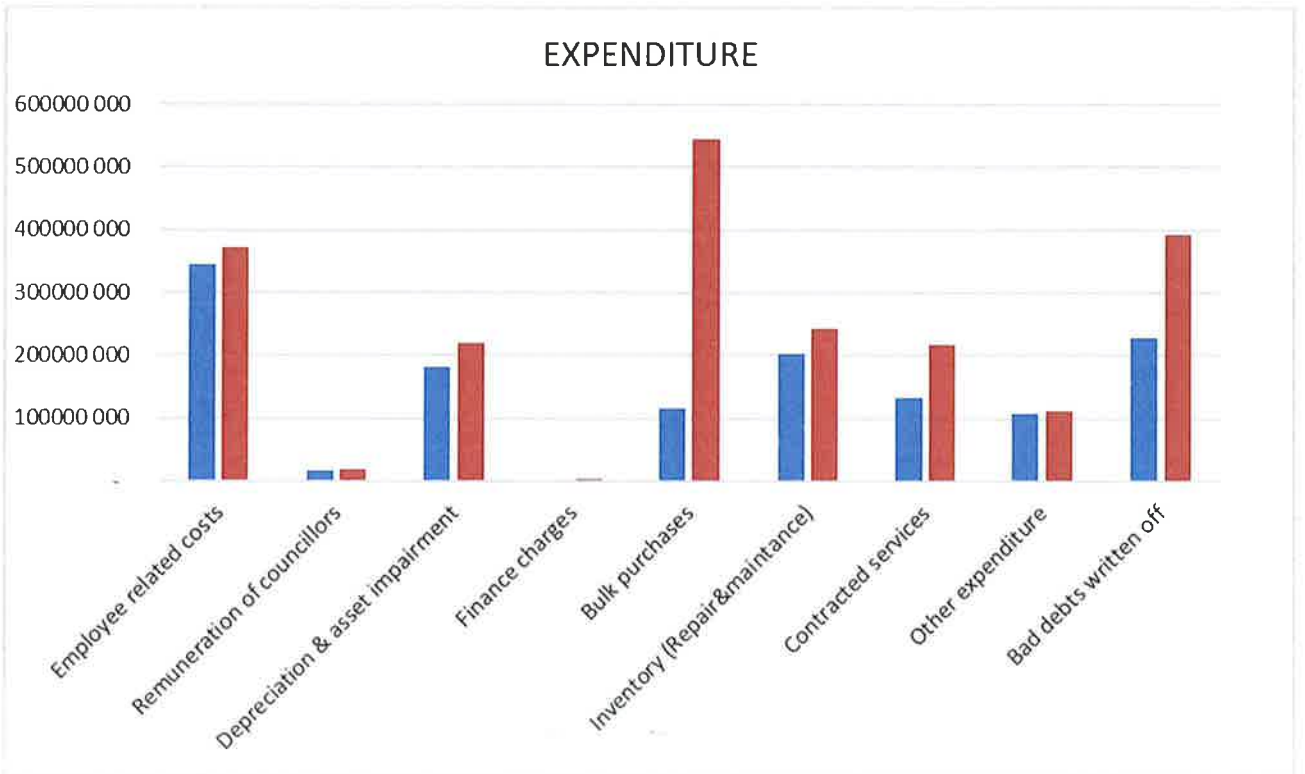
The variance on the expenditure against the YTD budget is mainly on the following items:

- **Debt Impairment 42% less:** Most of the Debt Impairment journals are done at the end of financial year.
- **Finance charges 87% less:** The underspending is mainly on interest paid on overdue accounts, journals are supposed to be done on a monthly basis but currently most of the interest paid overdue accounts journals are done at the end of the financial year.
- **Bulk Purchases 79% less:** Expenditure is lower due to the outstanding Eskom invoices, it is difficult for the Municipality to meet the obligation due to the low collection rate.
- **Inventory consumed 16% less:** Inventory consumed includes Bulk Water, expenditure is lower due to the outstanding Midvaal invoices, the Municipality is struggling to meet the obligation due to financial constraints.
- **Contracted services 38% less:** mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration. Under performance is due to the delay in submission of invoices from suppliers and payment of invoices. Funds are committed and expenditure is expected to increase in the following months

TABLE 6: ACTUAL OPERATIONAL EXPENDITURE PER VOTE FOR DECEMBER 2022

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure - Functional										
Governance and administration		1 206 014	746 226	746 226	41 271	295 252	373 114	(77 863)	-21%	746 226
Executive and council		279 619	431 089	431 089	25 569	154 620	215 546	(60 926)	-28%	431 089
Finance and administration		922 698	309 136	309 136	15 231	137 926	154 568	(16 642)	-11%	309 136
Internal audit		3 697	6 001	6 001	470	2 706	3 001	(294)	-10%	6 001
Community and public safety		296 946	383 563	383 813	24 874	164 304	191 883	(27 579)	-14%	383 813
Community and social services		63 816	116 557	116 557	7 265	40 081	58 279	(18 198)	-31%	116 557
Sport and recreation		90 892	100 852	100 852	7 741	52 247	50 426	1 820	4%	100 852
Public safety		138 930	159 088	159 088	9 808	64 858	79 545	(14 686)	-18%	159 088
Housing		3 206	6 903	7 153	60	7 107	3 552	3 555	100%	7 153
Health		101	162	162	-	10	81	(71)	-87%	162
Economic and environmental services		246 223	284 751	284 501	32 532	119 960	142 277	(22 317)	-16%	284 501
Planning and development		84 720	69 467	69 217	4 968	29 954	34 634	(4 681)	-14%	69 217
Road transport		161 979	213 300	213 300	27 481	89 393	106 650	(17 257)	-16%	213 300
Environmental protection		(476)	1 984	1 984	83	613	992	(379)	-38%	1 984
Trading services		2 700 663	2 501 039	2 815 042	219 910	747 091	1 407 522	(660 431)	-47%	2 815 042
Energy sources		1 148 407	1 629 984	1 629 984	113 703	300 831	814 992	(514 162)	-63%	1 629 984
Water management		1 046 263	417 355	731 358	77 838	265 068	365 679	(100 611)	-28%	731 358
Waste water management		218 936	200 674	200 674	14 370	91 252	100 337	(9 085)	-9%	200 674
Waste management		287 057	253 026	253 026	13 999	89 940	126 514	(36 573)	-29%	253 026
Other		24 043	25 948	25 948	1 358	7 553	12 974	(5 421)	-42%	25 948
Total Expenditure - Functional	3	4 473 890	3 941 528	4 255 531	319 945	1 334 159	2 127 770	(793 611)	-37%	4 255 531



2.4 Actual capital expenditure (excluding vat) per vote and funding source

The actual capital expenditure per vote is set out in Table 7 below.

TABLE 7: ACTUAL CAPITAL EXPENDITURE PER VOTE DECEMBER 2022

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06
December

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification										
Governance and administration		-	14 820	14 820	1 992	2 086	7 410	(5 324)	-72%	14 820
Executive and council		-	11 820	11 820	118	213	5 910	(5 697)	-96%	11 820
Finance and administration		-	3 000	3 000	1 873	1 873	1 500	373	25%	3 000
Internal audit										
Community and public safety		25 390	19 431	19 431	3 283	4 065	9 715	(5 651)	-58%	19 431
Community and social services		-	-	-	-	-	-	-		-
Sport and recreation		25 390	10 431	10 431	3 283	3 283	5 215	(1 933)	-37%	10 431
Public safety		-	3 000	3 000	-	782	1 500	(718)	-48%	3 000
Housing		-	6 000	6 000	-	-	3 000	(3 000)	-100%	6 000
Health										
Economic and environmental services		50 195	57 182	53 682	4 294	14 062	27 000	(12 938)	-48%	53 682
Planning and development										
Road transport		50 195	57 182	53 682	4 294	14 062	27 000	(12 938)	-48%	53 682
Environmental protection										
Trading services		63 277	116 241	119 741	8 981	18 007	59 711	(41 704)	-70%	119 741
Energy sources		24 609	55 544	55 544	6 106	9 336	27 772	(18 436)	-66%	55 544
Water management		24 327	28 715	32 215	1 526	1 895	15 948	(14 053)	-88%	32 215
Waste water management		14 342	21 535	21 535	-	145	10 767	(10 623)	-99%	21 535
Waste management		-	10 447	10 447	1 349	6 631	5 224	1 407	27%	10 447
Other		13 678	9 364	9 364	-	996	4 682	(3 686)	-79%	9 364
Total Capital Expenditure - Functional Classification	3	152 541	217 038	217 038	18 549	39 215	108 519	(69 303)	-64%	217 038

NOTE: The total capital budget amounts to R 217 million. The expenditure as at 31 December 2022 amounts to R 39.2 million.

TABLE 8: ACTUAL CAPITAL EXPENDITURE PER FUNDING SOURCE FOR DECEMBER 2022

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Funded by:										
National Government		145 097	169 918	169 918	16 557	34 547	84 959	(50 412)	-59%	169 918
Provincial Government								-		
District Municipality								-		
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-		-
Transfers recognised - capital		145 097	169 918	169 918	16 557	34 547	84 959	(50 412)	-59%	169 918
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		7 444	47 120	47 120	1 992	4 668	23 560	(18 892)	-80%	47 120
Total Capital Funding		152 541	217 038	217 038	18 549	39 215	108 519	(69 303)	-64%	217 038

The variance on the expenditure against the YTD budget is mainly on the following items:

MIG - Challenges

1. Consultant delay in submitting variation order for the additional funding available for the Sewer Pump Stations in KOSH.
2. Slow rate of progress by the Contractors for:
 - Refurbishment of Electrical and Mechanical Equipment in the Water Pump Stations in KOSH. The contractor cited cash flow challenges as the main reason for non-performance.
 - Extension of National Fresh Produce Market in Klerksdorp Phase2
3. Delays in SCM processes resulting in late appointment of Contractors and unsatisfactory expenditure on the following projects for 2022/23 FY:
 - Jouberton Hot Spot areas HML (Phase 4) (9)
 - Alabama HML Ext. 4 & 5 (Phase 1) (5)
4. Delays in project registration for:
 - Upgrading of Outfall Sewer in Jouberton and Alabama Extensions.
 - Development of Cell 3 of the Klerksdorp Landfill Site (Phase 2)

5. Late appointment of the contractor. Delays in submitting contractual obligations by the contractor delayed commencement of the works. Slow progress by the contractor.
 - Paving of Taxi Routes and Stormwater Drainage in Khuma (Phase 9)

NDPG – Challenges

- Approved amount of professional fees has been depleted on the Construction of Jouberton Taxi Rank and not able to make any payment to the Consultant. Further, some of the key professional have partially suspended their services due to non-payment by the Municipality.

EEDSM – Challenges

1. Delays in SCM processes resulting in late appointment of Contractors and unsatisfactory expenditure on the following projects for 2022/23 FY:
 - Retrofit of Street Lighting with LED Lights (Phase 4)

WSIG – Challenges

1. Poor performance by the Contractor on the Refurbishment of Jouberton Reservoir.

TABLE 9: FINANCIAL POSITION

NW403 City Of Matlosana - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		1 831 206	65 145	65 145	72 249	65 145
Call investment deposits		(1 606 285)	333 248	333 248	582 689	333 248
Consumer debtors		484 523	632 866	632 866	1 086 304	632 866
Other debtors		986 440	243 161	243 161	1 049 765	243 161
Current portion of long-term receivables		7	29	29	(7)	29
Inventory		38 539	53 615	53 615	62 946	53 615
Total current assets		1 734 431	1 328 063	1 328 063	2 853 945	1 328 063
Non current assets						
Long-term receivables		–	33	33	–	33
Investments						
Investment property		349 865	257 100	257 100	349 865	257 100
Investments in Associate						
Property, plant and equipment		5 832 224	4 798 047	4 798 047	5 689 666	4 798 047
Biological						
Intangible		1 297	1 817	1 817	1 297	1 817
Other non-current assets		(618 226)	9 941	9 941	(618 226)	9 941
Total non current assets		5 565 160	5 066 938	5 066 938	5 422 602	5 066 938
TOTAL ASSETS		7 299 591	6 395 002	6 395 002	8 276 547	6 395 002
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		(5 042)	2 000	2 000	(5 042)	2 000
Consumer deposits		64 143	94 930	94 930	65 389	94 930
Trade and other payables		3 411 205	1 177 431	1 491 434	3 673 451	1 491 434
Provisions		563 482	557 371	557 371	563 581	557 371
Total current liabilities		4 033 788	1 831 731	2 145 734	4 297 380	2 145 734
Non current liabilities						
Borrowing		42 018	81 274	81 274	37 811	81 274
Provisions		–	–	–	–	–
Total non current liabilities		42 018	81 274	81 274	37 811	81 274
TOTAL LIABILITIES		4 075 805	1 913 005	2 227 008	4 335 190	2 227 008
NET ASSETS	2	3 223 786	4 481 996	4 167 993	3 941 357	4 167 993
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		4 841 579	4 233 752	4 233 752	3 955 044	4 233 752
Reserves		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	4 841 579	4 233 752	4 233 752	3 955 044	4 233 752

Note: The financial position as indicated in Table 9 above shows that the Net Assets of the City of Matlosana as at 31 December 2022 amounts to R3.9 billion

2.5 Monthly Budget Statement - Cash Flow Statement (Annexure B)

Cash Flow Statement doesn't show a true reflection due to the issues relating to the linkings on the Data Strings. The system Vendor is currently attending to it

Collection rate – The YTD collection rate as at 31 December 2022 is 62.65%. The collection rate has increased by 3.06% from last month where 59.59% was achieved for the period ended 30 November 2022.

TABLE 10: ACTUAL CASH FLOW DECEMBER 2022

NW403 City Of Matlosana - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		419 736	365 289	365 289	30 341	191 083	182 644	8 439	5%	365 289
Service charges		1 351 237	1 685 932	1 685 932	84 473	508 682	842 966	(334 284)	-40%	1 685 932
Other revenue		3 785 533	237 037	237 037	244 822	1 700 981	118 519	#####	1335%	237 037
Transfers and Subsidies - Operational		479 886	561 824	561 824	173 644	390 957	280 912	110 045	39%	561 824
Transfers and Subsidies - Capital		170 551	169 918	169 918	-	102 133	84 959	17 174	20%	169 918
Interest		21	108 337	108 337	4	12	54 168	(54 156)	-100%	108 337
Dividends										
Payments										
Suppliers and employees		(4 054 823)	(3 068 583)	(3 068 583)	(639 817)	(1 893 726)	(1 534 294)	359 432	-23%	(3 068 583)
Finance charges										
Transfers and Grants										
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 152 140	59 754	59 754	(106 533)	1 000 122	29 875	(970 248)	-3248%	59 754
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables		-	33	-	-	-	16	(16)	-100%	33
Decrease (increase) in non-current investments										
Payments										
Capital assets		(152 541)	(217 038)	(217 038)	(18 549)	(39 215)	(108 519)	(69 303)	64%	(217 038)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(152 541)	(217 005)	(217 038)	(18 549)	(39 215)	(108 502)	(69 287)	64%	(217 005)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing										
Increase (decrease) in consumer deposits		-	1 500	-	-	-	750	(750)	-100%	1 500
Payments										
Repayment of borrowing										
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	1 500	-	-	-	750	750	100%	1 500
NET INCREASE/ (DECREASE) IN CASH HELD		1 999 599	(155 751)	(157 284)	(125 082)	960 907	(77 878)			(155 751)
Cash/cash equivalents at beginning:		(195 402)	310 855	310 855	(77 819)	732 757	310 855			732 757
Cash/cash equivalents at month/year end:		1 804 197	155 104	153 572		1 693 664	232 978			577 006

NOTE: The cash and call Investments for the month ended on 31 December 2022 amounted to R253 million which consists of the following:

Bank balances: R4.7 million

Call investments: R247.9 million

Actual income received in the month of December 2022 includes the grant monies received for following grants:

Equitable Share: R 172,662,000

EPWP: R 982,000

2.6 Actual borrowings

The municipality's position on external loans is set out in Table 11 attached. The municipality started the 2022/23 financial year with borrowing debt of R12,866,179 and after repayments R 1,700,602 were made, the total borrowings outstanding as at 31 December 2022 amounts to R 11,165,577

TABLE 11: ACTUAL BORROWING FOR DECEMBER 2022

ANNEXURE A

ANNEXURE A
31 DECEMBER 2022

Borrowing Reference No	Start Date	End Date	Borrowing Period Original Loan Years	Lender	Purpose	% Interest Rate (2 dec) Per Annum	Interest Paid This quarter	Opening Balance 01/07/2022	Debt Repaid or Re-deemed	Additional Principal Accrued	Balance at 31/12/2022	
ANNUITY LOANS												
NW11182	1/10/1998	30/09/2018	20	7435456	Development Bank of SA	Provision of Infrastructure	15,25	0,00	0,00	0,00	0,00	
NW13637	1/10/2000	30/09/2020	20	3951600	Development Bank of SA	Provision of Infrastructure	15,5	0,00	0,00	0,00	0,00	
NW103677/1	1/11/2010	1/11/2025	15	35269978	Development Bank of SA	Provision of Infrastructure	14,75	646 329,68	12 866 178,72	1 700 601,92	0,00	11 165 576,80
10905	30/09/1999	30/09/2019	20	5587000	Development Bank of SA	Provision of Infrastructure	15,25	0,00	0,00	0,00	0,00	
10912	30/09/1999	30/09/2019	20	7477000	Development Bank of SA	Provision of Infrastructure	15,25	0,00	0,00	0,00	0,00	
10913	30/09/1999	30/09/2019	20	5780000	Development Bank of SA	Provision of Infrastructure	15,25	0,00	0,00	0,00	0,00	
TOTAL ANNUITIES								646 329,68	12 866 178,72	1 700 601,92	0,00	11 165 576,80

PART 2 SUPPORTING DOCUMENTATION

3. IN -YEAR BUDGET STATEMENT SUPPORTING TABLES AND DOCUMENTATIONS

3.1 Debtor's age analysis

Debtors age analysis per service

The municipality's total outstanding debtors amounted to R 7,446,278,760 as at 31 December 2022 compared to R 7,324,739,777 as at 30 November 2022.

Current to 30 days debt amounted to R 266,551,233 as at 31 December 2022 and has decreased with R 1,417,975 compared to R 267,969,208 as at 30 November 2022.

31 to 60 days debt decreased with R 193,582,604; 61 to 90 days increased with R 199,354,619 and 91 days and older debt as at 31 December 2022 amounted to R 6,624,647,599 and has increased with R 117,184,943 compared to R 6,507,462,656 as at 30 November 2022.

Interest on debtors is also included in total debtors' book.

Debtors age analysis per debtor type

Government Debt R111,767,850 (1.5%)

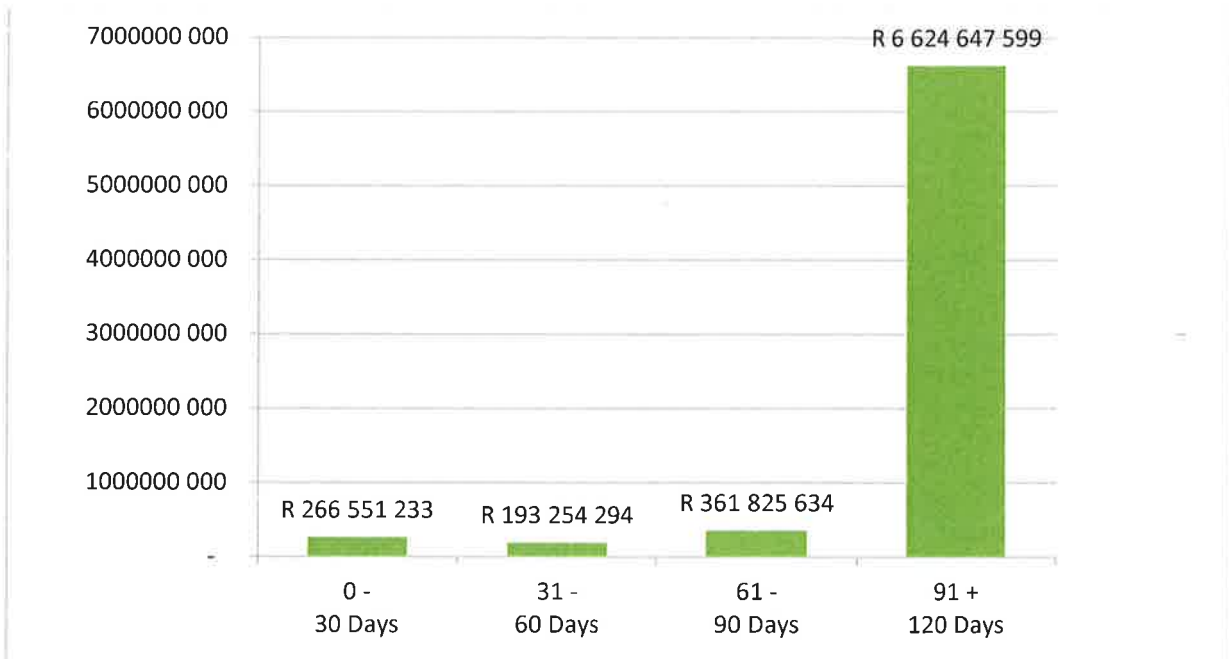
Business debtors' R 657,290,967 (8.8%)

Domestic debtors' R 6,677,219,943 (89.7%)

TABLE 12: OUTSTANDING DEBTORS AS AT 31 DECEMBER 2022

DEBTOR'S AGE ANALYSIS - December 2022

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 + 120 Days	Total
Debtors Age Analysis By Income Source					
Water Tariffs	79 912 513	71 707 043	254 543 895	2 328 120 732	2 734 284 183
Electricity Tariffs	70 673 864	32 807 572	21 005 619	459 337 567	583 824 622
Rates (Property Rates)	32 935 225	16 371 995	14 404 553	383 929 866	447 641 639
Sewerage/ Sanitation	9 340 888	6 962 535	6 521 021	334 627 645	357 452 089
Refuse Removal Tariffs	17 927 599	14 529 494	13 753 778	669 392 315	715 603 186
Other	55 761 144	50 875 655	51 596 768	2 449 239 474	2 607 473 041
Total By Income Source	266 551 233	193 254 294	361 825 634	6 624 647 599	7 446 278 760
Debtors Age Analysis By Customer Group					
Government	6 323 032	5 216 538	5 013 494	95 214 786	111 767 850
Business	65 822 126	29 062 408	21 581 029	540 825 404	657 290 967
Households	194 406 075	158 975 348	335 231 111	5 988 607 409	6 677 219 943
Other	-	-	-	-	-
Total By Customer Group	266 551 233	193 254 294	361 825 634	6 624 647 599	7 446 278 760



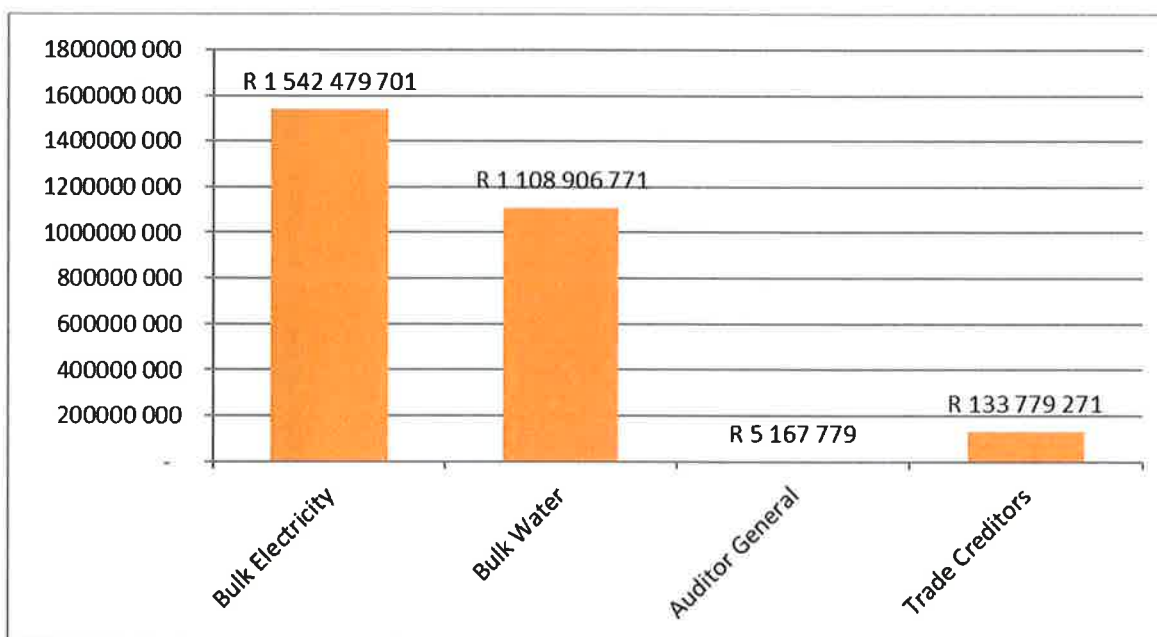
Note: According to the Debtors Age Analysis it is clear that the 89.7% of the total outstanding debt is owed by the Household.

3.2 Creditors age analysis

The municipality's total outstanding creditors amounted to R 2,790,333,522 as at 31 December 2022 compared with the R 2,898,600,059 as at 30 November 2022 and decreased with R 108,266,537

TABLE 13: CREDITOR'S AGE ANALYSIS AS AT 31 DECEMBER 2022

OUTSTANDING CREDITORS STATEMENT - DECEMBER 2022						
Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 +Days/Arreas	Total
Bulk Electricity	71 218 016	77 557 936	77 063 399	1 316 640 350	-	1 542 479 701
Bulk Water	92 781 831	52 200 694	50 710 868	913 213 378	-	1 108 906 771
Auditor General	5 165 361	18	18	2 382	-	5 167 779
Trade Creditors	5 333 888	1 084 807	31 052 104	96 308 472	-	133 779 271
Total	174 499 096	130 843 455	158 826 389	2 326 164 582	-	2 790 333 522



Note: According to the above information, the Municipality's highest outstanding creditor is ESKOM with the total outstanding amount of R1, 542 billion followed by Midvaal with the total outstanding amount of R1, 109 billion

3.3 Investment

Surplus cash is invested on a daily basis depending on the commitment of funds. The municipality's investments as at 31 December 2022 is as set out in Table 14 below.

TABLE 14: INVESTMENTS AS AT 31 DECEMBER 2022

NW403 City Of Matlosana - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Months	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands														
Municipality														
ABSA		-	daily call	yes	Variable		-			240 699	1 178	(299 335)	247 010	189 553
INVESTEC		-	daily call	yes	Variable		-			7 384	43	-		7 427
SANLAM		2yrs	Policy	yes	Variable		-		2024/08/01	11 338		-		11 338
FNB		12months	Long term	yes	Variable		-		2022/06/30	68		-		68
FNB		-	daily call	yes	Variable		-			26 093	152			26 245
NEDBANK		-	daily call	yes	Variable		-			24 535	144			24 679
Municipality sub-total										310 117	1 517	(299 335)	247 010	259 310
Entities														
														-
														-
														-
														-
														-
Entities sub-total										-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST	2									310 117	1 517	(299 335)	247 010	259 310

Note: The municipality started the beginning of the month with total investments of R310,116,993 and after investments made of R247,010,484 and withdrawals of R299,334,569 closed with an investment balance of R259,309,641 includes collateral and long term investment at the five listed local banks.

3.4 Allocations received and Actual expenditure on allocations received

The municipality's position with regard to grant allocation received and the actual expenditure on the grant allocations received are set out in Table 15 and 16 below.

TABLE 15: TRANSFER AND GRANT RECEIPTS

NW403 City Of Matlosana - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		509 661	560 590	560 590	173 502	388 646	280 295	108 351	38,7%	560 590
Energy Efficiency and Demand Side Management Grant		-	5 000	5 000	-	-	2 500	(2 500)	-100,0%	5 000
Equitable Share		484 096	545 300	545 300	172 662	385 329	272 650	112 679	41,3%	545 300
Expanded Public Works Programme Integrated Grant		1 756	2 181	2 181	198	822	1 091	(269)	-24,6%	2 181
Local Government Financial Management Grant		3 123	3 100	3 100	42	335	1 550	(1 215)	-78,4%	3 100
Municipal Disaster Relief Grant		15 897	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	4 789	5 009	5 009	600	2 160	2 505	(345)	-13,8%	5 009
Other transfers and grants [insert description]										
Provincial Government:		1 570	1 234	1 234	-	-	617	(617)	-100,0%	1 234
Capacity Building and Other Grants		1 570	1 234	1 234	-	-	617	(617)	-100,0%	1 234
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total Operating Transfers and Grants	5	511 231	561 824	561 824	173 502	388 646	280 912	107 734	38,4%	561 824
Capital Transfers and Grants										
National Government:		156 811	169 918	169 918	21 510	39 281	84 959	(45 677)	-53,8%	169 918
Integrated National Electrification Programme Grant		-	29 064	29 064	7 445	8 667	14 532	(5 865)	-40,4%	29 064
Municipal Infrastructure Grant		92 568	95 178	95 178	7 656	24 039	47 589	(23 550)	-49,5%	95 178
Neighbourhood Development Partnership Grant		55 743	30 000	30 000	4 654	4 821	15 000	(10 179)	-67,9%	30 000
Water Services Infrastructure Grant		8 500	15 676	15 676	1 755	1 755	7 838	(6 083)	-77,6%	15 676
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Developers Contribution		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	156 811	169 918	169 918	21 510	39 281	84 959	(45 677)	-53,8%	169 918
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	668 042	731 742	731 742	195 012	427 927	365 871	62 056	17,0%	731 742

Note: The table reflect the YTD actual revenue amounts to R427.9million, against the YTD budget of R365.9million as at 31 December 2022. Revenue on Grants can only be recognized when conditions are met.

TABLE 16: TRANSFER AND GRANT EXPENDITURE

NW403 City Of Matlosana - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		109 339	102 079	102 079	4 979	51 188	51 040	148	0,3%	102 079
Energy Efficiency and Demand Side Management Grant	22	4 549	4 549	–	–	2 274	(2 274)	-100,0%	4 549	
Equitable Share	71 877	86 606	86 606	4 144	46 908	43 303	3 605	8,3%	86 606	
Expanded Public Works Programme Integrated Grant	1 968	2 701	2 701	398	1 220	1 350	(130)	-9,6%	2 701	
Local Government Financial Management Grant	21 708	3 100	3 100	69	516	1 550	(1 034)	-66,7%	3 100	
Municipal Disaster Relief Grant	8 661	–	–	–	–	–	–	–	–	
Municipal Infrastructure Grant	5 103	5 124	5 124	368	2 543	2 562	(19)	-0,7%	5 124	
Provincial Government:		755	1 256	1 256	–	2	628	(625)	-99,6%	1 256
Capacity Building and Other Grants	755	1 256	1 256	–	2	628	(625)	-99,6%	1 256	
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:		110 095	103 335	103 335	4 979	51 190	51 668	(478)	-0,9%	103 335
Capital expenditure of Transfers and Grants										
National Government:		145 097	169 918	169 918	16 557	34 547	84 959	(50 412)	-59,3%	169 918
Integrated National Electrification Programme Grant	–	29 064	29 064	6 106	7 536	14 532	(6 996)	-48,1%	29 064	
Municipal Disaster Relief Grant	9 663	–	–	–	–	–	–	–	–	
Municipal Infrastructure Grant	79 512	95 178	95 178	5 201	20 132	47 589	(27 457)	-57,7%	95 178	
Neighbourhood Development Partnership Grant	48 530	30 000	30 000	3 724	5 353	15 000	(9 647)	-64,3%	30 000	
Water Services Infrastructure Grant	7 391	15 676	15 676	1 526	1 526	7 838	(6 312)	-80,5%	15 676	
Provincial Government:		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Developers Contribution	–	–	–	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants		145 097	169 918	169 918	16 557	34 547	84 959	(50 412)	-59,3%	169 918
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		255 191	273 253	273 253	21 537	85 737	136 627	(50 889)	-37,2%	273 253

Note: The table reflect the YTD actual expenditure incurred amounting to R85.7 million, against the YTD budget of R136.6million as at 31 December 2022.

3.5 COUNCILORS AND EMPLOYEE BENEFITS

- Employees related cost – R 344.5 million spent as at 31 December 2022
- Council Remuneration – R 17.8 million spent as at 31 December 2022

TABLE 17: COUNCILORS AND EMPLOYEE BENEFITS

NW403 City Of Matlosana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		21 698	24 558	24 558	1 861	11 190	12 279	(1 089)	-9%	24 558
Pension and UIF Contributions		1 394	2 246	2 246	148	870	1 123	(253)	-23%	2 246
Medical Aid Contributions		6	18	18	-	-	9	(9)	-100%	18
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 390	2 858	2 858	285	1 709	1 429	280	20%	2 858
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		7 701	9 775	9 775	670	4 020	4 888	(868)	-18%	9 775
Sub Total - Councillors		34 189	39 456	39 456	2 965	17 789	19 728	(1 939)	-10%	39 456
% increase	4		15,4%	15,4%						15,4%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		5 333	10 803	10 803	(766)	(1 024)	5 402	(6 426)	-119%	10 803
Pension and UIF Contributions		10	16	16	1	4	8	(4)	-53%	16
Medical Aid Contributions		57	50	50	5	30	25	5	20%	50
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		659	1 364	1 364	24	168	682	(514)	-75%	1 364
Cellphone Allowance		20	211	211	-	-	106	(106)	-100%	211
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	8	8	-	-	4	(4)	-100%	8
Payments in lieu of leave		100	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		6 179	12 452	12 452	(736)	(822)	6 226	(7 048)	-113%	12 452
% increase	4		101,5%	101,5%						101,5%
Other Municipal Staff										
Basic Salaries and Wages		424 493	476 456	476 296	36 436	217 699	238 188	(20 490)	-9%	476 296
Pension and UIF Contributions		87 036	95 974	95 974	7 441	44 657	47 987	(3 331)	-7%	95 974
Medical Aid Contributions		38 294	44 045	44 045	3 213	19 223	22 023	(2 799)	-13%	44 045
Overtime		61 810	25 944	26 104	5 752	32 378	13 012	19 365	149%	26 104
Performance Bonus		33 145	38 047	38 047	1 810	15 825	19 024	(3 199)	-17%	38 047
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		996	1 410	1 410	110	664	705	(41)	-6%	1 410
Housing Allowances		6 549	7 861	7 861	524	3 184	3 930	(747)	-19%	7 861
Other benefits and allowances		15 497	27 666	27 666	1 111	8 084	13 833	(5 749)	-42%	27 666
Payments in lieu of leave		3 902	14 184	14 184	534	3 626	7 092	(3 466)	-49%	14 184
Long service awards		(501)	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	8 790	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		680 010	731 586	731 586	56 931	345 340	365 794	(20 455)	-6%	731 586
% increase	4		7,6%	7,6%						7,6%
Total Parent Municipality		720 378	783 493	783 493	59 160	362 306	391 748	(29 442)	-8%	783 493

TABLE: 18 MATERIAL VARIANCES

NW403 City of Matlosana - Supporting Table SC1 Material variance explanations – M06 December 2022					
Ref	Description			Reasons for material deviations	Remedial or corrective steps/remarks
		Variance	%		
R thousands					
1	Revenue By Source				
	Service Charges: Electricity	(89,522,467)	-16%	Less revenue billed on electricity than initially anticipated. The variance is as a result illegal connections, unbilled properties consuming electricity and less consumption due to the current implementation of load shedding by ESKOM	The municipality has to enforce measures to reduce illegal connections and ensure that all properties consumir electricity are billed.
	Service Charges: Sanitation	(15,108,898)	-17%	Revenue was less than projected	
	Service Charges: Refuse	(12,063,797)	-11%	Revenue was less than projected	
	Interest earned – outstanding debtors	34,248,243	13%	The variance is as a result of the debtors' book that is increasing due to non-payment of debtors. The increase in the debtors result in an increase interest charges.	
	License and Permits	(1,363,597)	-26%	Under collection can be attributed to the fact that vehicle licences can be renewed at the Post Office. Members of the public generally go to the closest convenient point in order to pay which may not always be City of Matlosana.	
	Fines, penalties and forfeits	(1,012,446)	-45%	The budget made up of numerous items (e.g. traffic fines, court fines, illegal connection, etc.) in this instance under performance was mostly on non-collection of traffic fines which is due to lack of tools of trade (vehicles), shortage of staff and vacant positions that are not filled to date and also non-performance of appointed Back Office Service Provider.	
	Other revenue	(26,386,616)	-55%	The budgeted amount consists of numerous items (e.g. Commission: insurance, Commission: Transaction Handling fees, Plan printing and duplicate, etc.) in this instance under performance was mostly on the Sale of Property. The reason for under collection is that there has been delays in the issuing of clearance figures for property transfers.	

2	Expenditure by Type				
	Inventory consumed	(39,817,431)	-16%	Inventory consumed includes Bulk Water, expenditure is lower due to the outstanding Midvaal invoices, the Municipality is struggling to meet the obligation due to low collection rate.	Implement revenue enhancement And debt collection rate strategies.
	Bulk Purchases - electricity	(427,745,420)	-79%	Expenditure is lower due to the outstanding Eskom invoices, it is difficult for the Municipality to meet the obligation due to the low collection rate.	Implement revenue enhancement And debt collection rate strategies.
	Contracted services	(83,448,488)	-38%	mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration. Under performance is due to the delay in submission of invoices from suppliers and payment of invoices. Funds are committed and expenditure is expected to increase in the following months	
	Debt Impairment	(165,650,002)	-42%	Most of the Debt Impairment journals are done at the end of the financial year	Journals should be made on a monthly basis
	Finance Charges	(4,415,504)	-87%	The underspending is mainly on interest paid on overdue accounts, journals are supposed to be done on a monthly basis but currently most of the interest paid overdue accounts journals are done at the end of the financial year.	Journals should be made on a monthly basis

TABLE 19: FINANCIAL PERFORMANCE

NW403 City Of Matlosana - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December

Description of financial indicator	Basis of calculation	Ref	2021/22	Budget Year 2022/23			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2,6%	11,4%	10,6%	0,0%	1,2%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		71,2%	29,8%	37,2%	93,7%	37,2%
Gearing	Long Term Borrowing/ Funds & Reserves		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	43,0%	72,5%	61,9%	66,4%	61,9%
Liquidity Ratio	Monetary Assets/Current Liabilities		5,6%	21,7%	18,6%	15,2%	18,6%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		39,8%	21,8%	21,8%	106,1%	21,8%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	0,0%	25,0%	25,0%	0,0%	25,0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	0,0%	23,0%	23,0%	0,0%	23,0%
Employee costs	Employee costs/Total Revenue - capital revenue		18,6%	18,5%	18,5%	17,1%	18,5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		3,1%	5,6%	5,6%	4,7%	5,6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		13,5%	11,2%	11,2%	0,0%	1,2%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

TABLE: 20 CAPITAL EXPENDITURE PERFORMANCE

NW403 City Of Matlosana - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	12 712	18 086	18 086	1 500	1 500	18 086	16 587	91,7%	1%
August	12 712	18 086	18 086	7 809	9 309	36 173	26 864	74,3%	4%
September	12 712	18 086	18 086	6 509	15 818	54 259	38 442	70,8%	7%
October	12 712	18 086	18 086	3 082	18 899	72 346	53 447	73,9%	9%
November	12 712	18 086	18 086	1 767	20 666	90 432	69 766	77,1%	10%
December	12 712	18 086	18 086	18 549	39 215	108 519	69 303	63,9%	18%
January	12 712	18 086	18 086	-		126 605	-		
February	12 712	18 086	18 086	-		144 692	-		
March	12 712	18 086	18 086	-		162 778	-		
April	12 712	18 086	18 086	-		180 865	-		
May	12 712	18 086	18 086	-		198 951	-		
June	12 712	18 086	18 086	-		217 038	-		
Total Capital expenditure	152 541	217 038	217 038	39 215					

3.6 OTHER SUPPORTING DOCUMENTS

- SC13a: Capital expenditure on new assets by assets class
- SC 13b: Capital expenditure on renewal of existing assets
- SC 13c: Expenditure On repairs and maintenance by assets class
- SC 13d: Depreciation by assets class
- SC 13e: Expenditure on upgrading of existing assets by assets class

SUPPORTING TABLE SC13a:

NW403 City Of Matosana - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06

Description	Ref 1	2021/22	Budget Year 2022/23						YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YearTD budget			
R thousands											
Capital expenditure on new assets by Asset Class/Sub-class											
Infrastructure		107 989	171 357	171 357	13 275	32 069	85 678	53 610	62,6%	171 357	
Roads Infrastructure		50 195	57 182	53 682	4 294	14 062	27 000	12 938	47,9%	53 682	
Roads		50 195	57 182	53 682	4 294	14 062	27 000	12 938	47,9%	53 682	
Road Structures											
Road Furniture											
Capital Spares											
Storm water Infrastructure											
Drainage Collection											
Storm water Conveyance											
Attenuation											
Electrical Infrastructure		20 538	53 944	53 944	6 106	9 336	26 972	17 638	65,4%	53 944	
Power Plants											
HV Substations		7 444	22 000	22 000		1 800	11 000	9 200	83,6%	22 000	
HV Switching Station											
HV Transmission Conductors											
MV Substations											
MV Switching Stations											
MV Networks		13 093	29 064	29 064	6 106	7 536	14 532	6 996	48,1%	29 064	
LV Networks			2 880	2 880			1 440	1 440	100,0%	2 880	
Capital Spares											
Water Supply Infrastructure		28 398	28 715	32 215	1 526	1 895	15 948	14 053	88,1%	32 215	
Dams and Weirs											
Boreholes											
Reservoirs											
Pump Stations		4 071									
Water Treatment Works											
Bulk Mains		20 668	13 504	17 004		369	8 343	7 974	95,6%	17 004	
Distribution		3 659	15 210	15 210	1 526	1 526	7 605	6 079	79,9%	15 210	
Distribution Points											
PRV Stations											
Capital Spares											
Sanitation Infrastructure		8 858	21 069	21 069		145	10 535	10 390	98,6%	21 069	
Pump Station		3 659		5 569			1 392	1 392	100,0%	5 569	
Reticulation		5 199	21 069	15 500		145	9 142	8 998	98,4%	15 500	
Waste Water Treatment Works											
Outfall Sewers											
Toilet Facilities											
Capital Spares											
Solid Waste Infrastructure			10 447	10 447	1 349	6 631	5 224	(1 407)	-26,9%	10 447	
Landfill Sites											
Waste Transfer Stations			10 447	10 447	1 349	6 631	5 224	(1 407)	-26,9%	10 447	
Community Assets		25 390	15 431	15 431	3 283	3 283	7 715	4 433	57,5%	15 431	
Community Facilities			5 000	5 000			2 500	2 500	100,0%	5 000	
Public Open Space			5 000	5 000			2 500	2 500	100,0%	5 000	
Nature Reserves											
Public Ablution Facilities											
Markets											
Stalls											
Abattoirs											
Airports											
Taxi Ranks/Bus Terminals											
Capital Spares											
Sport and Recreation Facilities		25 390	10 431	10 431	3 283	3 283	5 215	1 933	37,1%	10 431	
Indoor Facilities											
Outdoor Facilities		25 390	10 431	10 431	3 283	3 283	5 215	1 933	37,1%	10 431	
Capital Spares											

Intangible Assets	-	520	520	-	-	260	260	100,0%	520
<i>Servitudes</i>	-	-	-	-	-	-	-	-	-
Licences and Rights	-	520	520	-	-	260	260	100,0%	520
<i>Water Rights</i>	-	-	-	-	-	-	-	-	-
<i>Effluent Licenses</i>	-	-	-	-	-	-	-	-	-
<i>Solid Waste Licenses</i>	-	-	-	-	-	-	-	-	-
<i>Computer Software and Applications</i>	-	520	520	-	-	260	260	100,0%	520
<i>Lead Settlement Software Applications</i>	-	-	-	-	-	-	-	-	-
<i>Unspecified</i>	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	2 000	2 000	29	88	1 000	912	91,2%	2 000
Furniture and Office Equipment	-	2 000	2 000	29	88	1 000	912	91,2%	2 000
Machinery and Equipment	-	4 600	4 600	89	125	2 300	2 175	94,6%	4 600
Machinery and Equipment	-	4 600	4 600	89	125	2 300	2 175	94,6%	4 600
Transport Assets	-	7 000	7 000	-	-	3 500	3 500	100,0%	7 000
Transport Assets	-	7 000	7 000	-	-	3 500	3 500	100,0%	7 000
Land	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	133 379	200 908	200 908	16 676	35 584	100 454	64,6%	200 908

SUPPORTING TABLE SC13b

NW403 City Of Matlosana - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		5 483	2 066	2 066	-	-	1 033	1 033	100,0%	2 066
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	1 600	1 600	-	-	800	800	100,0%	1 600
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		-	1 600	1 600	-	-	800	800	100,0%	1 600
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		5 483	466	466	-	-	233	233	100,0%	466
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		5 483	466	466	-	-	233	233	100,0%	466
Outfall Sewers		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	1	5 483	2 066	2 066	-	-	1 033	1 033	100,0%	2 066

SUPPORTING TABLE SC13c

NW403 City Of Matlosana - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		92 816	156 185	156 185	27 908	77 914	78 076	163	0,2%	156 185
Roads Infrastructure		14 286	48 376	48 526	18 109	23 131	24 209	1 079	4,5%	48 526
Roads		14 034	47 744	47 744	15 972	22 796	23 872	1 076	4,5%	47 744
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		251	632	782	137	335	337	2	0,7%	782
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		45 970	69 691	69 691	5 375	31 611	34 846	3 235	9,3%	69 691
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		330	278	278	33	261	139	(122)	-87,8%	278
MV Switching Stations		3	115	115	-	-	58	58	100,0%	115
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		45 637	69 298	69 298	5 342	31 350	34 649	3 299	9,5%	69 298
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		25 146	17 565	17 565	2 704	10 392	8 782	(1 610)	-18,3%	17 565
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		945	3 494	3 494	759	2 974	1 747	(1 227)	-70,2%	3 494
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		24 201	14 070	14 070	1 945	7 418	7 035	(383)	-5,4%	14 070
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		7 415	20 553	20 403	3 720	12 780	10 239	(2 541)	-24,8%	20 403
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		5 540	10 903	10 753	2 098	8 880	5 414	(3 466)	-64,0%	10 753
Waste Water Treatment Works		1 875	9 650	9 650	1 622	3 900	4 825	925	19,2%	9 650
Community Assets		2 500	13 208	13 208	1 847	6 635	6 604	(31)	-0,5%	13 208
Community Facilities		415	6 181	6 181	455	2 208	3 091	882	28,5%	6 181
Halls		-	-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-	-
Clinics/Care Centres		-	-	-	-	-	-	-	-	-
Fire/Ambulance Stations		-	-	-	-	-	-	-	-	-
Testing Stations		-	-	-	-	-	-	-	-	-
Museums		28	104	104	23	59	52	(7)	-13,4%	104
Galleries		-	-	-	-	-	-	-	-	-
Theatres		-	-	-	-	-	-	-	-	-
Libraries		417	980	980	19	96	490	394	80,4%	980
Cemeteries/Crematoria		(209)	3 916	3 916	413	1 981	1 958	(23)	-1,2%	3 916
Police		-	-	-	-	-	-	-	-	-
Purfs		-	-	-	-	-	-	-	-	-
Public Open Space		-	4	4	-	-	2	2	100,0%	4
Nature Reserves		90	505	505	-	72	253	181	71,5%	505
Public Ablution Facilities		-	-	-	-	-	-	-	-	-
Markets		89	672	672	-	-	336	336	100,0%	672
Stalls		-	-	-	-	-	-	-	-	-

Sport and Recreation Facilities	2 085	7 026	7 026	1 392	4 426	3 513	(913)	-26,0%	7 026
Indoor Facilities	670	2 330	2 330	443	907	1 165	258	22,1%	2 330
Outdoor Facilities	1 415	4 696	4 696	949	3 519	2 348	(1 171)	-49,9%	4 696
Capital Spares									
Heritage assets	79	168	168	-	-	84	84	100,0%	168
Monuments									
Historic Buildings									
Works of Art	-	-	-	-	-	-	-		-
Conservation Areas	79	168	168	-	-	84	84	100,0%	168
Other Heritage									
Investment properties									
Revenue Generating									
Improved Property									
Unimproved Property									
Non-revenue Generating									
Improved Property									
Unimproved Property									
Other assets	1 131	5 127	5 177	327	894	2 576	1 682	65,3%	5 177
Operational Buildings	1 131	5 127	5 177	327	894	2 576	1 682	65,3%	5 177
Municipal Offices	1 102	5 070	5 120	327	870	2 548	1 678	65,8%	5 120
Pay/Enquiry Points									
Building Plan Offices									
Workshops	26	48	48	-	24	24	0	0,4%	48
Yards									
Stores	2	9	9	-	-	5	5	100,0%	9
Laboratories									
Training Centres									
Manufacturing Plant									
Depots									
Capital Spares									
Housing									
Staff Housing									
Social Housing									
Capital Spares									
Biological or Cultivated Assets									
Biological or Cultivated Assets									
Intangible Assets	1 337	3 931	3 931	678	1 175	1 965	790	40,2%	3 931
Servitudes									
Licences and Rights	1 337	3 931	3 931	678	1 175	1 965	790	40,2%	3 931
Water Rights									
Effluent Licenses									
Solid Waste Licenses									
Computer Software and Applications	1 337	3 931	3 931	678	1 175	1 965	790	40,2%	3 931
Load Settlement Software Applications									
Unspecified									
Computer Equipment	3 389	4 065	4 065	4	580	2 032	1 452	71,5%	4 065
Computer Equipment	3 389	4 065	4 065	4	580	2 032	1 452	71,5%	4 065
Furniture and Office Equipment	427	1 199	1 319	-	1 002	617	(386)	-62,6%	1 319
Furniture and Office Equipment	427	1 199	1 319	-	1 002	617	(386)	-62,6%	1 319
Machinery and Equipment	11 385	24 213	24 213	1 237	5 305	12 107	6 802	56,2%	24 213
Machinery and Equipment	11 385	24 213	24 213	1 237	5 305	12 107	6 802	56,2%	24 213
Transport Assets	2 557	15 894	15 894	29	188	7 947	7 759	97,6%	15 894
Transport Assets	2 557	15 894	15 894	29	188	7 947	7 759	97,6%	15 894
Land									
Land									
Zoo's, Marine and Non-biological Animals									
Zoo's, Marine and Non-biological Animals									
Total Repairs and Maintenance Expenditure	1	115 619	224 159	32 030	93 693	112 009	18 316	16,4%	224 159

SUPPORTING TABLE SC13d

NW403 City Of Matlosana - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M06 December

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		281 187	287 692	287 692	23 264	139 587	143 846	4 259	3,0%	287 692
Roads Infrastructure		92 856	96 260	96 260	7 230	43 380	48 130	4 749	9,9%	96 260
Roads		92 856	96 260	96 260	7 230	43 380	48 130	4 749	9,9%	96 260
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		56 338	49 997	49 997	4 644	27 863	24 998	(2 864)	-11,5%	49 997
Power Plants		567	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		55 771	49 997	49 997	4 644	27 863	24 998	(2 864)	-11,5%	49 997
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		130 774	93 480	93 480	6 147	36 884	46 740	9 856	21,1%	93 480
Dams and Weirs		84	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		130 690	93 480	93 480	6 147	36 884	46 740	9 856	21,1%	93 480
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		1 219	47 956	47 956	5 243	31 460	23 978	(7 482)	-31,2%	47 956
Pump Station		-	-	-	-	-	-	-	-	-
Reliculation		232	47 956	47 956	5 243	31 460	23 978	(7 482)	-31,2%	47 956
Waste Water Treatment Works		987	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Other assets		78 177	77 763	77 763	6 515	39 089	38 881	(207)	-0,5%	77 763
Operational Buildings		78 177	77 763	77 763	6 515	39 089	38 881	(207)	-0,5%	77 763
Municipal Offices		78 177	77 763	77 763	6 515	39 089	38 881	(207)	-0,5%	77 763
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Computer Equipment		716	963	963	82	490	481	(9)	-1,8%	963
Computer Equipment		716	963	963	82	490	481	(9)	-1,8%	963
Furniture and Office Equipment		22 139	1 117	1 117	147	884	558	(326)	-58,3%	1 117
Furniture and Office Equipment		22 139	1 117	1 117	147	884	558	(326)	-58,3%	1 117
Machinery and Equipment		954	-	-	-	-	-	-	-	-
Machinery and Equipment		954	-	-	-	-	-	-	-	-
Transport Assets		94	72 466	72 466	251	1 503	36 233	34 730	95,9%	72 466
Transport Assets		94	72 466	72 466	251	1 503	36 233	34 730	95,9%	72 466
Land		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Depreciation	1	383 480	440 000	440 000	30 259	181 553	220 000	38 448	17,5%	440 000

SUPPORTING TABLE SC13e

NW403 City Of Matlosana - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset

Description	Ref	2021/22	Budget Year 2022/23								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
Community Assets		13 678	11 064	11 064	-	1 778	5 532	3 754	67,9%	11 064	
Community Facilities		13 678	11 064	11 064	-	1 778	5 532	3 754	67,9%	11 064	
Halls											
Centres											
Crèches											
Clinics/Care Centres											
Fire/Ambulance Stations											
Testing Stations		-	3 000	3 000	-	782	1 500	718	47,9%	3 000	
Markets		13 678	8 064	8 064	-	996	4 032	3 036	75,3%	8 064	
Other assets		-	3 000	3 000	1 873	1 873	1 500	(373)	-24,9%	3 000	
Operational Buildings		-	3 000	3 000	1 873	1 873	1 500	(373)	-24,9%	3 000	
Municipal Offices		-	3 000	3 000	1 873	1 873	1 500	(373)	-24,9%	3 000	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-	
Zoo's, Marine and Non-biological Animals											
Total Capital Expenditure on upgrading of existing assets	1	13 678	14 064	14 064	1 873	3 652	7 032	3 381	48,1%	14 064	

6.6 RECOMMENDATIONS

Based on the contents of this report, it is recommended that the Accounting Officer submits to the Executive Mayor this report for December 2022 as per section 71 of the MFMA.

