

CITY OF MATLOSANA

1 TO: Date:
Author of the item: Lesego Moloike
Attached hereto an item for you to consider in terms of the Delegation of Powers and Functions, delegated power serial number

HEAD OF DIVISION: H.S. Rossouw
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DATE: 13/02/2023

Received by Deputy Director: Administration
Date and Time: 15/2/2023
Signature: [Signature]

Director: Corporate Support Date	COMMENTS:
<u>[Signature]</u> Chief Financial Officer Date	COMMENTS:
<u>14/02/23</u>	
Director: Planning & Human Settlements Date	COMMENTS:
Director: Technical and Infrastructure Date	COMMENTS:
Director: Community Development Date	COMMENTS:
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2 MUNICIPAL MANAGER

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CITY OF MATLOSANA
2023-02-15
RECEIVED BY
MUNICIPAL MANAGER

MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED ON 31 JANUARY 2023

TABLE OF CONTENTS

PART 1

1. Executive summary	3
1.1 Performance summary.....	3
2. In - year budget statement.....	6
2.1 Monthly budget statement summary.....	6
2.2 Monthly budget statement financial performance – Revenue.....	7
2.3 Monthly budget statement financial performance – Expenditure per category	10
2.4 Actual capital expenditure per vote and funding source.....	12
2.5 Monthly budget statement cash flow.....	16
2.6 Actual borrowings.....	17

PART 2

3. In – year budget statement supporting tables and documentations.....	18
3.1 Debtors age analysis.....	18
3.2 Creditors age analysis.....	20
3.3 Investments.....	21
3.4 Allocation received and actual expenditure on allocation received.....	22
3.5 Councillors and employees benefits.....	24
3.6 Other supporting documentations.....	28

LIST OF TABLES

Table 1: Performance Summary.....	3
Table 2: Monthly budget statement – Summary.....	6
Table 3: Monthly budget statement – Revenue per source.....	7
Table 4: Monthly budget statement - Revenue per department.....	9
Table 5: Monthly budget statement – Operational expenditure per category.....	10
Table 6: Monthly budget statement – Operational expenditure per vote.....	11
Table 7: Monthly budget statement – Capital expenditure per vote.....	12
Table 8: Monthly budget statement – Capital expenditure per funding source.....	13
Table 9: Monthly budget statement – Financial Position.....	15
Table 10: Monthly budget statement – Actual Cash flow.....	16
Table 11: Monthly budget statement – Actual Borrowings.....	17
Table 12: Monthly budget statement – Outstanding Debtors.....	19
Table 13: Monthly budget statement – Creditors age analysis.....	20
Table 14: Monthly budget statement – Investments.....	21
Table 15: Monthly budget statement – Transfer and grant receipts.....	22
Table 16: Monthly budget statement – Transfer and grant expenditure.....	23
Table 17: Monthly budget statement – Councillors and Employees benefits.....	24
Table 18: Monthly budget statement – Material Variances.....	25
Table 19: Monthly budget statement – Financial performance.....	27
Table 20: Monthly budget statement – Capital expenditure performance.....	28

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 January 2023

1.1 Performance summary

Table 1: Performance summary

Summary statement of Financial Performance					
Description	YTD Budget 2022/23	JANUARY 2022/23 Actual	YTD Actual 2022/23	Variance Favourable (Unfavourable)	Variance %
Total Revenue by Source	2,444,033,109	240,038,579	2,292,079,421	(151,953,688)	-6%
Total Operating Expenditure	2,482,398,091	188,319,405	1,522,478,313	(959,919,778)	-39%
SURPLUS/ (DEFICIT).	(38,364,982)	51,719,174	769,601,108	(1,111,873,466)	

Revenue

The revenue for the month of January amounts to R240 million and the year to date actual amounts to R2.292 billion. It reflects a negative variance of 6% when compared with the year-to date budget of R2.444 billion.

The negative revenue is also affected by the following factors:

- The revenue enhancement strategies as reflected in the budget funding 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 January amounts to R188,3 million with a negative variance of 39% when the year-to date operating expenditure of R1.522 billion is compared with the year-to date budget of R2.482 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 9,151'653
Call Investments	R 204,032,668
Cash and Cash Investments	R 213,184,321

Investment Portfolio: 31 January 2023

City of Matlosana

INSTITUTION	INTEREST RATE	JANUARY 2023	EXPLANATION
Call Investment			
ABSA: 3854	3,73%	5 511 763,11	WSIG
ABSA: 5047	4,70%	10 268 825,02	INEP
ABSA: 6177	6,75%	62 142 513,41	MIG
ABSA: 2264	4,70%	8 127 108,34	own
ABSA: 4682	6,65%	54 444 686,21	NDPG
ABSA: 4063	1,55%	1 752 650,72	EEDSM
ABSA: 1223	6,75%	6 675 658,04	HSDG
INVESTEC	3,30%	7 470 460,13	
FNB		22 814 588,59	COVID
NEDBANK	5,40%	18 860 793,37	HSDG
NEDBANK	5,40%	5 963 621,01	HSDG
TOTAL Call Investment		204 032 667,95	

Note: The R188.4 million Call investment is ring-fenced for Conditional Grants

Collection Rate & Outstanding Debtors

Total Outstanding Debtors	R 7,553,256,347
Debtors: Government	R 114,484,685
Debtors: Business	R 658,027,923
Debtors: Household	R 6,780,743,739

Note: The detailed Debtors Age analysis is outlined on Table 12. The collection rate as at 31 January 2023 is 67.10% compared to 62.65% as at 31 December 2022 and has increased by 4%. The increase on the collection rate is due to the credit controls that were put in place

Creditors

Total Outstanding Creditors	R 2,905,083,055
ESKOM	R 1,572,818,649
Midvaal	R 1,198,024,411
Trade Creditors	R 131,307,429
Auditor General	R 2,932,566

Note: The detailed Creditors Age analysis is outlined on Table 1

Capital grant expenditure

CAPITAL GRANT EXPENDITURE	BUDGET 2022/23	January Expenditure Incl VAT 2022/23	YTD ACTUALS Incl VAT	YTD % Incl VAT
MIG	95,177,651	998,701	26,589,072	27.94
NDPG	30,000,000	-	6,527,165	21.76
INEP	29,064,000	-	8,666,739	29.82
WSIG	15,676,000	-	1,755,104	11.20
TOTAL	169,917,651	998,701	43,538,080	25.62

Note: The total Capital grants budget amounts to R 169.9 million. The total expenditure as at 31 January 2023 amounts to R 999 million, representing 25.62% of the total Capital budget. The capital spending is relatively low as compared to the 58% of the Year to date budget.

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 Matiosana - Table C1 Monthly Budget Statement Summary - M07 January

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	36 443	304 825	295 951	8 874	3%	507 345
Service charges	1 901 216	2 308 170	2 308 170	139 993	1 166 220	1 346 433	(180 213)	-13%	2 308 170
Investment revenue	10 685	9 270	9 270	1 523	8 473	5 407	3 066	57%	9 270
Transfers and subsidies	511 231	561 824	561 824	813	369 459	327 731	61 729	19%	561 824
Other own revenue	821 241	633 244	633 244	59 715	382 269	369 392	12 877	3%	633 244
Total Revenue (excluding capital transfers and contributions)	3 695 815	4 019 854	4 019 854	238 487	2 251 247	2 344 915	(93 668)	-4%	4 019 854
Employee costs	686 188	744 037	744 037	62 079	406 596	434 024	(27 428)	-6%	744 037
Remuneration of Councillors	34 189	39 456	39 456	4 012	21 801	23 016	(1 215)	-5%	39 456
Depreciation & asset impairment	383 480	440 000	440 000	30 259	211 811	256 667	(44 855)	-17%	440 000
Finance charges	117 080	10 123	10 123	106	753	5 905	(5 153)	-87%	10 123
Inventory consumed and bulk purchases	1 375 438	1 259 046	1 573 262	57 256	376 255	917 679	(541 424)	-59%	1 573 262
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	1 877 514	1 448 865	1 448 652	34 607	505 262	845 107	(339 845)	-40%	1 448 652
Total Expenditure	4 473 890	3 941 528	4 255 531	188 319	1 522 478	2 482 398	(959 920)	-39%	4 255 531
Surplus/(Deficit)	(778 075)	78 326	(235 677)	50 168	728 768	(137 484)	866 252	-630%	(235 677)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	156 811	169 918	169 918	1 551	40 833	99 119	(58 286)	-59%	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)	51 719	769 601	(38 365)	807 966	-2106%	(65 759)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(621 264)	248 244	(65 759)	51 719	769 601	(38 365)	807 966	-2106%	(65 759)
Capital expenditure & funds sources									
Capital expenditure	152 541	217 038	217 038	1 982	41 197	126 605	(85 408)	-67%	217 038
Capital transfers recognised	145 097	169 918	169 918	518	35 065	99 119	(64 054)	-65%	169 918
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	7 444	47 120	47 120	1 464	6 132	27 487	(21 354)	-78%	47 120
Total sources of capital funds	152 541	217 038	217 038	1 982	41 197	126 605	(85 408)	-67%	217 038
Financial position									
Total current assets	1 734 431	1 328 063	1 328 063	-	2 992 521	-	-	-	1 328 063
Total non current assets	5 565 160	5 066 938	5 066 938	-	5 394 325	-	-	-	5 066 938
Total current liabilities	4 033 788	1 831 731	2 145 734	-	4 356 250	-	-	-	2 145 734
Total non current liabilities	42 018	81 274	81 274	-	37 520	-	-	-	81 274
Community wealth/Equity	4 841 579	4 233 752	4 233 752	-	4 008 536	-	-	-	4 233 752
Cash flows									
Net cash from (used) operating	2 152 140	59 754	59 754	412 070	1 412 192	34 854	(1 377 338)	-3952%	59 754
Net cash from (used) investing	(152 541)	(217 005)	(217 038)	-	(39 215)	(126 586)	(87 371)	69%	(217 005)
Net cash from (used) financing	-	1 500	-	-	-	875	875	100%	1 500
Cash/cash equivalents at the month/year end	1 804 197	155 104	153 572	-	2 027 914	219 998	(1 807 916)	-822%	499 187
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	250 542	181 304	170 562	6 950 849	-	-	-	-	7 553 256
Creditors Age Analysis									
Total Creditors	177 098	126 522	141 218	2 460 246	-	-	-	-	2 905 083

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 R2,292,079,421 and compares unfavourably with the pro rata budgeted figure of R2,444,033,109 a negative variance of R151,953,688 at the end of January 2023.

TABLE 3: ACTUAL REVENUE PER SOURCE FOR JANUARY 2023

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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	36,443	304,825	295,951	8,874	3%	507,345
Service charges - electricity revenue		957,447	1,127,210	1,127,210	58,166	532,249	657,539	(125,290)	-19%	1,127,210
Service charges - water revenue		650,602	783,676	783,676	54,330	435,005	457,144	(22,139)	-5%	783,676
Service charges - sanitation revenue		125,356	173,864	173,864	11,440	83,263	101,421	(18,157)	-18%	173,864
Service charges - refuse revenue		167,812	223,421	223,421	16,057	115,703	130,329	(14,626)	-11%	223,421
Rental of facilities and equipment		251,709	8,105	8,105	607	5,097	4,728	369	8%	8,105
Interest earned - external investments		10,685	9,270	9,270	1,523	8,473	5,407	3,066	57%	9,270
Interest earned - outstanding debtors		504,706	513,875	513,875	51,681	342,866	299,760	43,106	14%	513,875
Dividends received										
Fines, penalties and forfeits		7,356	4,523	4,523	89	1,338	2,638	(1,300)	-49%	4,523
Licences and permits		8,023	10,384	10,384	557	4,386	6,057	(1,672)	-28%	10,384
Agency services		-	-	-	-	-	-	-		-
Transfers and subsidies		511,231	561,824	561,824	813	389,459	327,731	61,729	19%	561,824
Other revenue		48,745	96,358	96,358	6,781	28,573	56,209	(27,635)	-49%	96,358
Gains		701	-	-	-	9	-	9	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		3,695,815	4,019,854	4,019,854	238,487	2,251,247	2,344,915	(93,668)	-4%	4,019,854
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		156,811	169,918	169,918	1,551	40,833	99,119	(58,286)	(0)	169,918

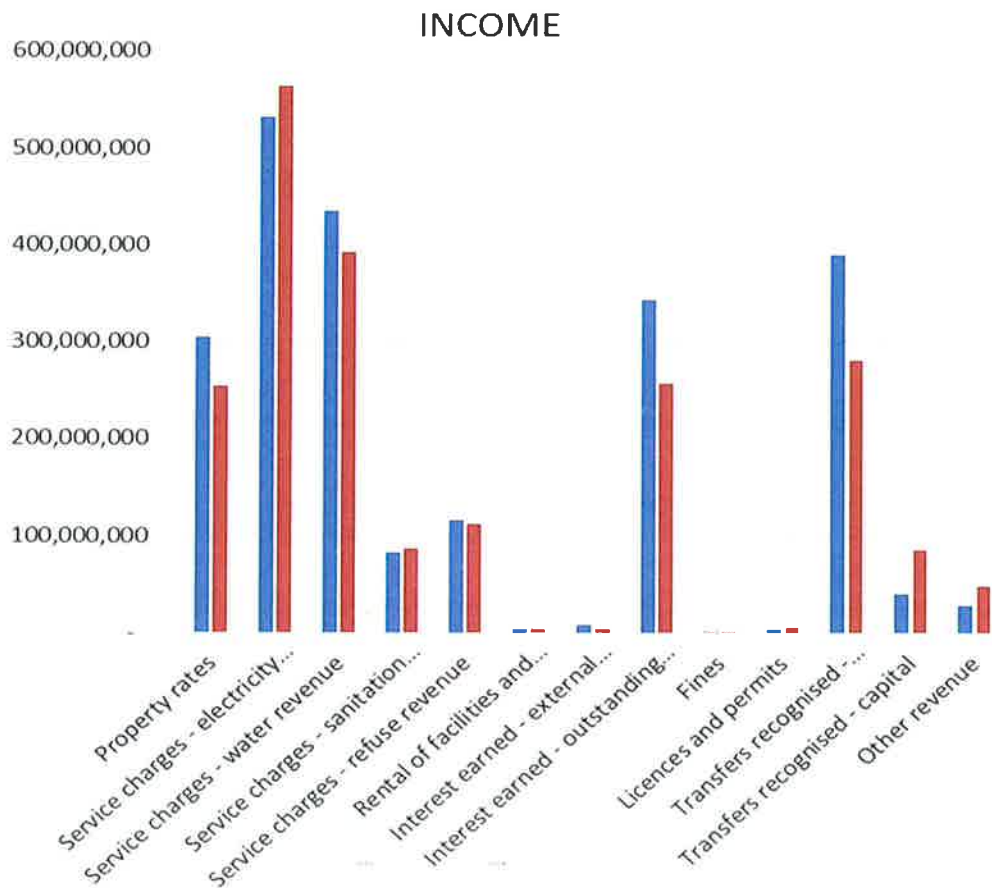
The YTD variance on revenue is mainly due to the following items:

- **Service charges – Electricity revenue 19% 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 the current implementation of load shedding by ESKOM
- **Service charges – Sanitation revenue 18% less:** Revenue was less than projected
- **Interest earned – External Investment 57% more:** Revenue was more than projected, mainly on interest earned on investments.
- **Interest earned – Outstanding debtors 14% 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 49% 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 was due to shortage of staff and vacant positions that are not filled to date, non-performance of appointed Back Office Service Provider and lack of tools of trade (vehicles) but the Municipality has purchased new vehicles for Public Safety in February 2023 hopefully we will see the improvement on collection of traffic fines in the next coming months
- **License and Permits 28% less:** One of the reasons for under collection is that members of the public can renew vehicle licences online using eNaTIS electronic system instead of going physically to municipality offices
- **Other Revenue 49% 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 JANUARY 2023

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

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									
Revenue - Functional										
Governance and administration		1,103,392	1,220,631	1,220,631	53,950	803,305	712,034	91,270	13%	1,220,631
Executive and council		952	2,829	2,829	508	1,411	1,650	(239)	-15%	2,829
Finance and administration		1,102,440	1,217,802	1,217,802	53,442	801,894	710,384	91,510	13%	1,217,802
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		325,340	99,627	99,627	4,771	27,952	58,115	(30,164)	-52%	99,627
Community and social services		263,727	4,350	4,350	180	1,191	2,538	(1,347)	-53%	4,350
Sport and recreation		29,670	14,872	14,872	40	6,397	8,676	(2,278)	-26%	14,872
Public safety		28,136	33,404	33,404	3,626	15,663	19,486	(3,823)	-20%	33,404
Housing		3,808	47,000	47,000	925	4,701	27,417	(22,716)	-83%	47,000
Health		-	-	-	-	-	-	-		-
Economic and environmental services		70,959	57,038	57,038	1,208	22,030	33,272	(11,242)	-34%	57,038
Planning and development		9,993	10,763	10,763	789	5,480	6,279	(798)	-13%	10,763
Road transport		60,814	46,065	46,065	398	16,400	26,871	(10,471)	-39%	46,065
Environmental protection		152	210	210	21	150	123	27	22%	210
Trading services		2,316,072	2,785,219	2,785,219	178,044	1,426,605	1,624,711	(198,106)	-12%	2,785,219
Energy sources		1,017,620	1,209,703	1,209,703	63,011	573,412	705,660	(132,248)	-19%	1,209,703
Water management		879,796	1,018,229	1,018,229	74,969	570,590	593,967	(23,377)	-4%	1,018,229
Waste water management		143,840	207,797	207,797	11,753	87,332	121,215	(33,883)	-28%	207,797
Waste management		274,817	349,489	349,489	28,310	195,272	203,869	(8,597)	-4%	349,489
Other	4	36,863	27,258	27,258	2,065	12,188	15,900	(3,712)	-23%	27,258
Total Revenue - Functional	2	3,852,626	4,189,772	4,189,772	240,039	2,292,079	2,444,033	(151,954)	-6%	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 1,522,478,313 compares unfavourably with the pro rata budgeted expenditure of R 2,482,398,091 a variance of R 959,919,778

TABLE 5: ACTUAL OPERATIONAL EXPENDITURE PER CATEGORY FOR JANUARY 2023

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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
Expenditure By Type										
Employee related costs		686,188	744,037	744,037	62,079	406,596	434,024	(27,428)	-6%	744,037
Remuneration of councillors		34,189	39,456	39,456	4,012	21,801	23,016	(1,215)	-5%	39,456
Debt impairment		1,302,816	788,344	788,344	2,227	230,749	459,868	(229,118)	-50%	788,344
Depreciation & asset impairment		383,480	440,000	440,000	30,259	211,811	256,667	(44,855)	-17%	440,000
Finance charges		117,080	10,123	10,123	106	753	5,905	(5,153)	-87%	10,123
Bulk purchases - electricity		874,375	1,088,924	1,088,924	40,006	156,723	635,206	(478,483)	-75%	1,088,924
Inventory consumed		501,063	170,122	484,338	17,250	219,533	282,474	(62,941)	-22%	484,338
Contracted services		335,867	435,466	435,416	17,771	152,031	253,993	(101,962)	-40%	435,416
Transfers and subsidies								-		
Other expenditure		216,986	225,054	224,891	14,609	122,481	131,246	(8,765)	-7%	224,891
Losses		21,845	-	-	-	-	-	-		-
Total Expenditure		4,473,890	3,941,528	4,255,531	188,319	1,522,478	2,482,398	(959,920)	-39%	4,255,531

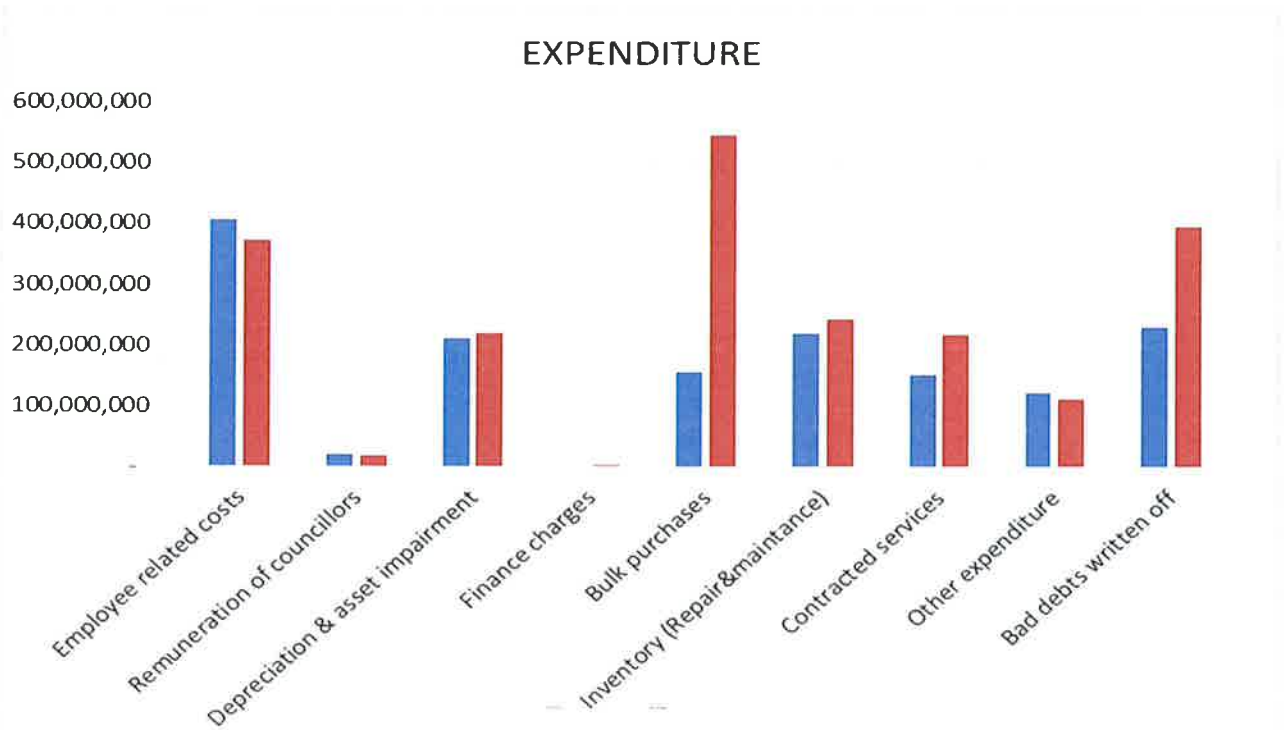
The variance on the expenditure against the YTD budget is mainly on the following items:

- **Debt Impairment 50% 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 75% 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 22% 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 40% 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 JANUARY 2023

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

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									
Expenditure - Functional										
Governance and administration		1,206,014	746,226	746,226	40,251	335,502	435,300	(99,798)	-23%	746,226
Executive and council		279,619	431,089	431,089	26,587	181,206	251,470	(70,263)	-28%	431,089
Finance and administration		922,698	309,136	309,136	12,503	150,429	180,330	(29,900)	-17%	309,136
Internal audit		3,697	6,001	6,001	1,160	3,866	3,501	366	10%	6,001
Community and public safety		296,946	383,563	383,813	31,785	196,088	223,871	(27,783)	-12%	383,813
Community and social services		63,816	116,557	116,557	6,448	46,529	67,992	(21,463)	-32%	116,557
Sport and recreation		90,892	100,852	100,852	11,865	64,112	58,831	5,281	9%	100,852
Public safety		138,930	159,088	159,088	11,601	76,459	92,802	(16,343)	-18%	159,088
Housing		3,206	6,903	7,153	1,871	8,978	4,152	4,826	116%	7,153
Health		101	162	162	-	10	94	(84)	-89%	162
Economic and environmental services		246,223	284,751	284,501	16,337	136,297	165,981	(29,684)	-18%	284,501
Planning and development		84,720	69,467	69,217	4,165	34,119	40,398	(6,279)	-16%	69,217
Road transport		161,979	213,300	213,300	12,024	101,417	124,425	(23,009)	-18%	213,300
Environmental protection		(476)	1,984	1,984	148	762	1,157	(396)	-34%	1,984
Trading services		2,700,663	2,501,039	2,815,042	98,478	845,589	1,642,109	(796,541)	-49%	2,815,042
Energy sources		1,148,407	1,629,984	1,629,984	53,980	354,811	950,825	(596,014)	-63%	1,629,984
Water management		1,046,263	417,355	731,358	21,458	286,526	426,626	(140,100)	-33%	731,358
Waste water management		218,936	200,674	200,674	13,188	104,440	117,060	(12,620)	-11%	200,674
Waste management		287,057	253,026	253,026	9,852	99,792	147,599	(47,807)	-32%	253,026
Other		24,043	25,948	25,948	1,469	9,022	15,136	(6,114)	-40%	25,948
Total Expenditure - Functional	3	4,473,890	3,941,528	4,255,531	188,319	1,522,478	2,482,398	(959,920)	-39%	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 JANUARY 2023

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07
January

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	1,009	3,095	8,645	(5,550)	-64%	14,820
Executive and council		-	11,820	11,820	6	219	6,895	(6,676)	-97%	11,820
Finance and administration		-	3,000	3,000	1,002	2,876	1,750	1,126	64%	3,000
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		25,390	19,431	19,431	46	4,111	11,335	(7,224)	-64%	19,431
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		25,390	10,431	10,431	-	3,283	6,085	(2,802)	-46%	10,431
Public safety		-	3,000	3,000	46	829	1,750	(921)	-53%	3,000
Housing		-	6,000	6,000	-	-	3,500	(3,500)	-100%	6,000
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		50,195	57,182	53,682	120	14,181	31,447	(17,266)	-55%	53,682
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		50,195	57,182	53,682	120	14,181	31,447	(17,266)	-55%	53,682
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		63,277	116,241	119,741	807	18,814	69,716	(50,902)	-73%	119,741
Energy sources		24,609	55,544	55,544	409	9,745	32,401	(22,655)	-70%	55,544
Water management		24,327	28,715	32,215	137	2,032	18,659	(16,627)	-89%	32,215
Waste water management		14,342	21,535	21,535	261	406	12,562	(12,156)	-97%	21,535
Waste management		-	10,447	10,447	-	6,631	6,094	537	9%	10,447
Other		13,678	9,364	9,364	-	996	5,462	(4,467)	-82%	9,364
Total Capital Expenditure - Functional Classification	3	152,541	217,038	217,038	1,982	41,197	126,605	(85,408)	-67%	217,038

NOTE: The total capital budget amounts to R 217 million. The expenditure as at 31 January 2023 amounts to R 41.2 million.

TABLE 8: ACTUAL CAPITAL EXPENDITURE PER FUNDING SOURCE FOR JANUARY 2023

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	518	35,065	99,119	(64,054)	-65%	169,918
Provincial Government										
District Municipality										
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Entities, Public Companies, Public Enterprises)		-	-	-	-	-	-	-		-
Transfers recognised - capital		145,097	169,918	169,918	518	35,065	99,119	(64,054)	-65%	169,918
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		7,444	47,120	47,120	1,464	6,132	27,487	(21,354)	-78%	47,120
Total Capital Funding		152,541	217,038	217,038	1,982	41,197	126,605	(85,408)	-67%	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.
 - Contract period lapsed on 26 June 2022 and consultant failed to submit extension of time.

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. Jouberton Hot Spot areas High Mast Lights (Phase 4) (9)
 - Delays in finalization of site camp position

4. Alabama High Mast Lights Ext. 4 & 5 (Phase 1) (5)
 - Site establishment not concluded

5. Delays in project registration by CoGTA:
 - Upgrading of Outfall Sewer in Jouberton and Alabama Extensions.
 - Development of Cell 3 of the Klerksdorp Landfill Site (Phase 2)

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.
- Not enough funds to complete all the works the contractor was appointed for and also pay additional professional fees for the Construction of Jouberton Taxi Rank.

EEDSM – Challenges

1. Retrofit of Street Lighting with LED Lights (Phase 4)
 - Contractor not appointed due to non-responsive bidders and led to unsatisfactory expenditure on the grant

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 - M07 January**

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	347,488	65,145
Call investment deposits		(1,606,285)	333,248	333,248	333,066	333,248
Consumer debtors		484,523	632,866	632,866	1,193,289	632,866
Other debtors		986,440	243,161	243,161	1,060,362	243,161
Current portion of long-term receivables		7	29	29	(10)	29
Inventory		38,539	53,615	53,615	58,326	53,615
Total current assets		1,734,431	1,328,063	1,328,063	2,992,521	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	5,661,389	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	5,394,325	5,066,938
TOTAL ASSETS		7,299,591	6,395,002	6,395,002	8,386,846	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	65,446	94,930
Trade and other payables		3,411,205	1,177,431	1,491,434	3,732,248	1,491,434
Provisions		563,482	557,371	557,371	563,599	557,371
Total current liabilities		4,033,788	1,831,731	2,145,734	4,356,250	2,145,734
Non current liabilities						
Borrowing		42,018	81,274	81,274	37,520	81,274
Provisions		-	-	-	-	-
Total non current liabilities		42,018	81,274	81,274	37,520	81,274
TOTAL LIABILITIES		4,075,805	1,913,005	2,227,008	4,393,770	2,227,008
NET ASSETS	2	3,223,786	4,481,996	4,167,993	3,993,076	4,167,993
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		4,841,579	4,233,752	4,233,752	4,008,536	4,233,752
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	4,841,579	4,233,752	4,233,752	4,008,536	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 January 2023 amounts to R4 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 January 2023 is 67.10%. The collection rate has increased by 4.45% from last month where 62.65% was achieved for the period ended 31 December 2022.

TABLE 10: ACTUAL CASH FLOW JANUARY 2023

NW403 City Of Matlosana - Table C7 Monthly Budget Statement - Cash Flow - M07 January

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		419,718	365,289	365,289	530,288	721,371	213,085	508,286	239%	365,289
Service charges		1,351,237	1,685,932	1,685,932	–	508,682	983,460	(474,779)	-48%	1,685,932
Other revenue		3,785,551	237,037	237,037	–	1,700,981	138,272	#####	1130%	237,037
Transfers and Subsidies - Operational		479,886	561,824	561,824	–	390,957	327,731	63,226	19%	561,824
Transfers and Subsidies - Capital		170,551	169,918	169,918	–	102,133	99,119	3,014	3%	169,918
Interest		21	108,337	108,337	–	12	63,196	(63,184)	-100%	108,337
Dividends								–		
Payments										
Suppliers and employees		(4,054,823)	(3,068,583)	(3,068,583)	(118,218)	(2,011,944)	(1,790,009)	221,934	-12%	(3,068,583)
Finance charges								–		
Transfers and Grants								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		2,152,140	59,754	59,754	412,070	1,412,192	34,854	#####	-3952%	59,754
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								–		
Decrease (increase) in non-current receivables		–	33	–	–	–	19	(19)	-100%	33
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		(152,541)	(217,038)	(217,038)	–	(39,215)	(126,605)	(87,390)	69%	(217,038)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(152,541)	(217,005)	(217,038)	–	(39,215)	(126,586)	(87,371)	69%	(217,005)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits		–	1,500	–	–	–	875	(875)	-100%	1,500
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	1,500	–	–	–	875	875	100%	1,500
NET INCREASE/ (DECREASE) IN CASH HELD		1,999,599	(155,751)	(157,284)	412,070	1,372,976	(90,857)			(155,751)
Cash/cash equivalents at beginning:		(195,402)	310,855	310,855	25,616	654,938	310,855			654,938
Cash/cash equivalents at month/year end:		1,804,197	155,104	153,572		2,027,914	219,998			499,187

NOTE: The cash and call Investments for the month ended on 31 January 2023 amounted to R213 million which consists of the following:

Bank balances: R9.1 million

Call investments: R204 million

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 1,991,523 were made, the total borrowings outstanding as at 31 January 2023 amounts to R 10,874,656

TABLE 11: ACTUAL BORROWING FOR JANUARY 2023

ANNEXURE A

ANNEXURE A

31 JANUARY 2023

Borrowing Reference No	Start Date	End Date	Borrowing Period Original Loan Years	Original Loan	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 31/01/2023
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	0.00
NW13637	1/10/2000	30/09/2020	20	3951600	Development Bank of SA	Provision of Infrastructure	15.6	0.00	0.00	0.00	0.00	0.00
NW103677/1	1/11/2010	1/11/2025	15	35269878	Development Bank of SA	Provision of Infrastructure	14.75	746,823.52	12,866,178.72	1,991,523.20	0.00	10,874,655.52
10906	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	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	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	0.00
TOTAL ANNUITIES								746,823.52	12,866,178.72	1,991,523.20	0.00	10,874,655.52

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 7,553,256,347 as at 31 January 2023 compared to R 7,446,278,760 as at 31 December 2022.

Current to 30 days debt amounted to R 250,541,959 as at 31 January 2023 and has decreased with R 16,009,274 compared to R 266,551,233 as at 31 December 2022.

31 to 60 days debt decreased with R 11,950,263; 61 to 90 days decreased with R 191,263,844 and 91 days and older debt as at 31 January 2023 amounted to R 6,950,848,567 and has increased with R 326,200,968 compared to R 6,624,647,599 as at 31 December 2022.

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

Debtors age analysis per debtor type

Government Debt R114,484,685 (1.5%)

Business debtors' R 658,027,923 (8.7%)

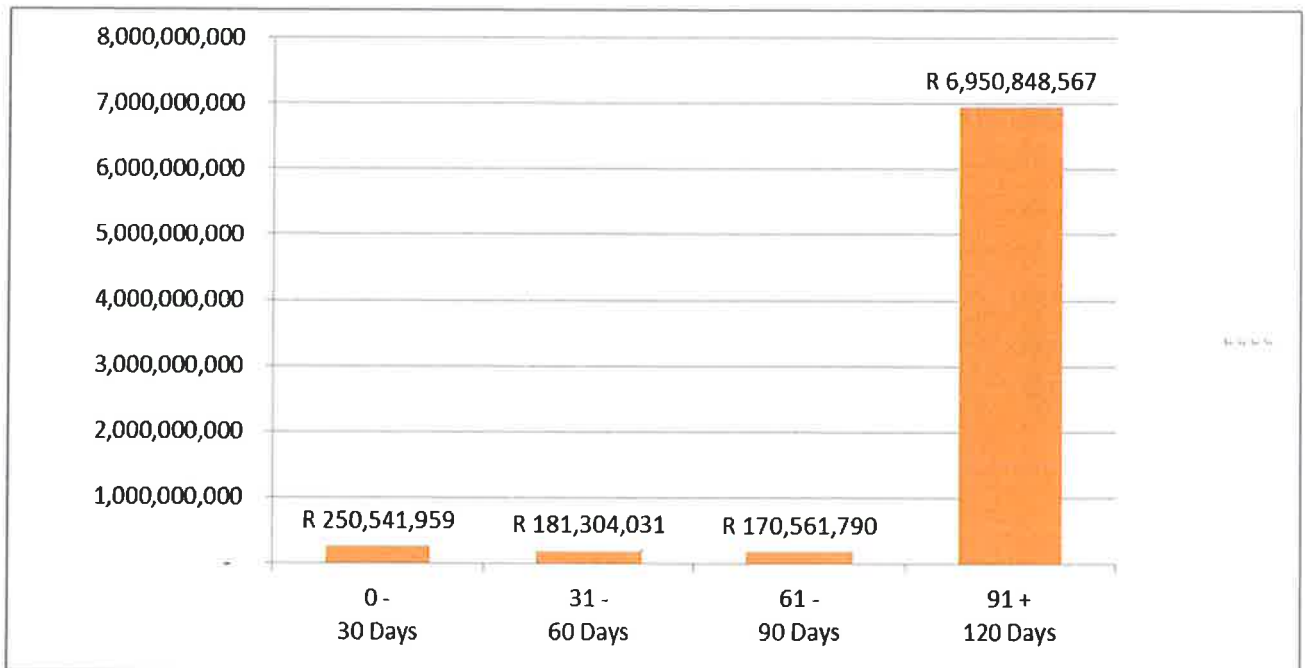
Domestic debtors' R 6,780,743,739 (89.8%)

TABLE 12: OUTSTANDING DEBTORS AS AT 31 JANUARY 2023

ANNEXURE D

DEBTOR'S AGE ANALYSIS - JANUARY 2023

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 + 120 Days	Total
Debtors Age Analysis By Income Source					
Water Tariffs	69,710,106	62,585,021	66,729,714	2,571,703,756	2,770,728,598
Electricity Tariffs	60,909,197	28,062,193	20,665,659	467,703,297	577,340,346
Rates (Property Rates)	34,818,702	15,401,032	12,672,269	392,233,228	455,125,231
Sewerage/ Sanitation	9,399,042	6,814,226	6,395,718	340,205,187	362,814,174
Refuse Removal Tariffs	18,046,938	14,378,352	13,646,303	681,621,881	727,693,474
Other	57,657,974	54,063,207	50,452,127	2,497,381,218	2,659,554,525
Total By Income Source	250,541,959	181,304,031	170,561,790	6,950,848,567	7,553,256,347
Debtors Age Analysis By Customer Group					
Government	5,736,898	6,195,824	5,004,633	97,547,329	114,484,685
Business	61,297,797	24,815,722	18,094,579	553,819,825	658,027,923
Households	183,507,263	150,292,484	147,462,579	6,299,481,413	6,780,743,739
Other	-	-	-	-	-
Total By Customer Group	250,541,959	181,304,031	170,561,790	6,950,848,567	7,553,256,347



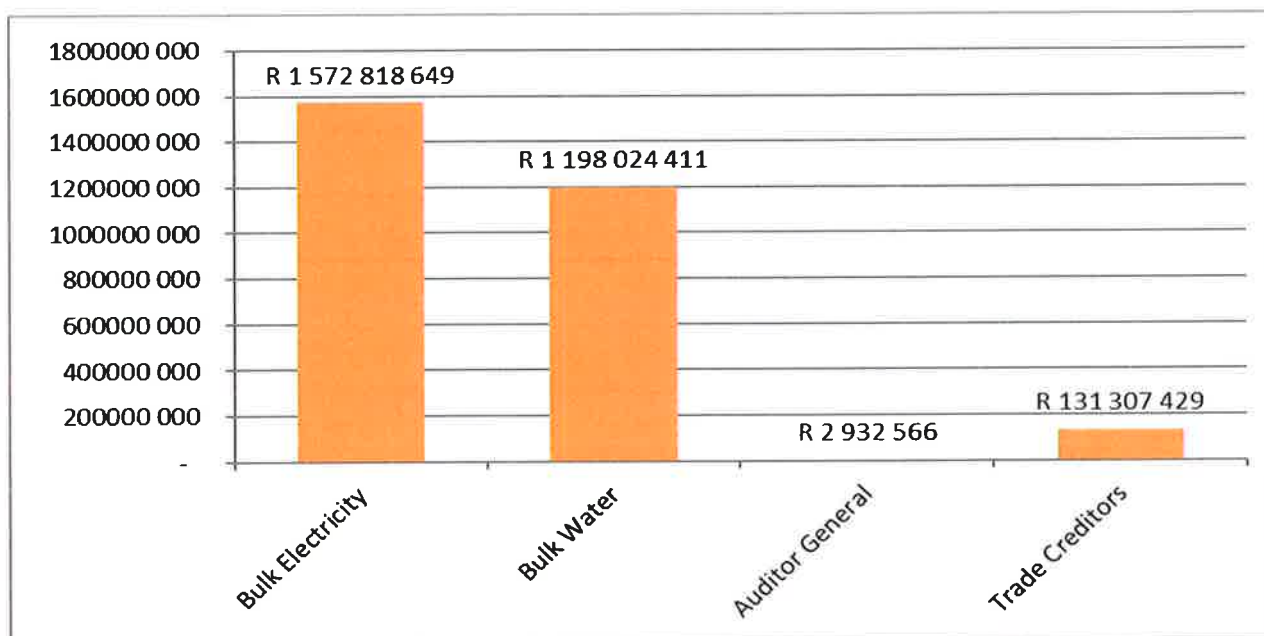
Note: According to the Debtors Age Analysis it is clear that the 89.8% of the total outstanding debt is owed by the Household

3.2 Creditors age analysis

The municipality's total outstanding creditors amounted to R 2,905,083,055 as at 31 January 2023 compared with the R 2,790,333,522 as at 31 December 2022 and increased with R 114,749,533

TABLE 13: CREDITOR'S AGE ANALYSIS AS AT 31 JANUARY 2023

OUTSTANDING CREDITORS STATEMENT - JANUARY 2023						
Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 +Days/Arreas	Total
Bulk Electricity	72 338 948	71 218 016	77 557 936	1 351 703 749	-	1 572 818 649
Bulk Water	101 117 640	52 220 345	52 200 694	992 485 732	-	1 198 024 411
Auditor General	2 792 415	137 734	18	2 399	-	2 932 566
Trade Creditors	848 723	2 945 621	11 459 178	116 053 907	-	131 307 429
Total	177 097 726	126 521 716	141 217 826	2 460 245 787	-	2 905 083 055



Note: According to the above information, the Municipality's highest outstanding creditor is ESKOM with the total outstanding amount of R1, 573 billion followed by Midvaal with the total outstanding amount of R1, 198 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 January 2023 is as set out in Table 14 below.

TABLE 14: INVESTMENTS AS AT 31 JANUARY 2023

NW403 City Of Matlosana - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M07 January

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	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
		Yrs/Months												
R thousands														
Municipality														
ARSA	-	daily call	yes	Variable	-	-	-	-	-	189 553	997	(111 821)	70 194	148 923
INVESTEC	-	daily call	yes	Variable	-	-	-	-	-	7 427	43	-	-	7 470
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	-	-	-	-	-	26 245	145	(3 570)	-	22 815
NEDBANK	-	daily call	yes	Variable	-	-	-	-	-	24 679	145	-	-	24 824
Municipality sub-total										259 310	1 331	(115 396)	70 194	215 438
Entities														
														-
														-
														-
														-
Entities sub-total										-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST	2									259 310	1 331	(115 396)	70 194	215 438

Note: The municipality started the beginning of the month with total investments of R259,309,639 and after investments made of R70,193,590 and withdrawals of R115,396,094 closed with an investment balance of R215,438,200 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 - M07 January

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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		509,661	560,590	560,590	813	389,459	327,011	62,448	19.1%	560,590
Energy Efficiency and Demand Side Management Grant		-	5,000	5,000	-	-	2,917	(2,917)	-100.0%	5,000
Equitable Share		484,096	545,300	545,300	-	385,329	318,092	67,237	21.1%	545,300
Expanded Public Works Programme Integrated Grant		1,756	2,181	2,181	398	1,220	1,272	(52)	-4.1%	2,181
Local Government Financial Management Grant		3,123	3,100	3,100	47	382	1,808	(1,426)	-78.9%	3,100
Municipal Disaster Relief Grant		15,897	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	4,789	5,009	5,009	368	2,528	2,922	(394)	-13.5%	5,009
Other transfers and grants [insert description]										
Provincial Government:		1,570	1,234	1,234	-	-	720	(720)	-100.0%	1,234
Capacity Building and Other Grants		1,570	1,234	1,234	-	-	720	(720)	-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	813	389,459	327,731	61,729	18.8%	561,824
Capital Transfers and Grants										
National Government:		156,811	169,918	169,918	1,551	40,833	99,119	(58,286)	-58.8%	169,918
Integrated National Electrification Programme Grant		-	29,064	29,064	-	8,667	16,954	(8,287)	-48.9%	29,064
Municipal Infrastructure Grant		92,568	95,178	95,178	1,551	25,590	55,520	(29,930)	-53.9%	95,178
Neighbourhood Development Partnership Grant		55,743	30,000	30,000	-	4,821	17,500	(12,679)	-72.5%	30,000
Water Services Infrastructure Grant		8,500	15,676	15,676	-	1,755	9,144	(7,389)	-80.8%	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	1,551	40,833	99,119	(58,286)	-58.8%	169,918
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	668,042	731,742	731,742	2,365	430,292	426,849	3,443	0.8%	731,742

Note: The table reflect the YTD actual revenue amounts to R430.3 million, against the YTD budget of R426.8 million as at 31 January 2023. 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 - M07 January

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	5,432	56,620	59,547	(2,926)	-4.9%	102,079
Energy Efficiency and Demand Side Management Grant		22	4,549	4,549	-	-	2,653	(2,653)	-100.0%	4,549
Equitable Share		71,877	86,606	86,606	4,591	51,499	50,520	979	1.9%	86,606
Expanded Public Works Programme Integrated Grant		1,968	2,701	2,701	197	1,417	1,575	(158)	-10.0%	2,701
Local Government Financial Management Grant		21,708	3,100	3,100	52	568	1,808	(1,240)	-68.6%	3,100
Municipal Disaster Relief Grant		8,661	-	-	195	195	-	195	-	-
Municipal Infrastructure Grant		5,103	5,124	5,124	398	2,941	2,989	(48)	-1.6%	5,124
Provincial Government:		755	1,256	1,256	-	2	732	(730)	-99.7%	1,256
Capacity Building and Other Grants		755	1,256	1,256	-	2	732	(730)	-99.7%	1,256
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		110,095	103,335	103,335	5,432	56,623	60,279	(3,656)	-6.1%	103,335
Capital expenditure of Transfers and Grants										
National Government:		145,097	169,918	169,918	518	35,065	99,119	(64,054)	-64.6%	169,918
Integrated National Electrification Programme Grant		-	29,064	29,064	-	7,536	16,954	(9,418)	-55.5%	29,064
Municipal Disaster Relief Grant		9,663	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		79,512	95,178	95,178	518	20,649	55,520	(34,871)	-62.8%	95,178
Neighbourhood Development Partnership Grant		48,530	30,000	30,000	-	5,353	17,500	(12,147)	-69.4%	30,000
Water Services Infrastructure Grant		7,391	15,676	15,676	-	1,526	9,144	(7,618)	-83.3%	15,676
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		145,097	169,918	169,918	518	35,065	99,119	(64,054)	-64.6%	169,918
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		255,191	273,253	273,253	5,950	91,687	159,398	(67,710)	-42.5%	273,253

Note: The table reflect the YTD actual expenditure incurred amounting to R91.7 million, against the YTD budget of R159.4million as at 31 January 2023.

3.5 COUNCILORS AND EMPLOYEE BENEFITS

- Employees related cost – R 406.6 million spent as at 31 January 2023
- Council Remuneration – R 21.8 million spent as at 31 January 2023

TABLE 17: COUNCILORS AND EMPLOYEE BENEFITS

NW403 City Of Matlosana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January

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	2,971	14,161	14,325	(165)	-1%	24,558
Pension and UIF Contributions		1,394	2,246	2,246	152	1,022	1,310	(286)	-22%	2,246
Medical Aid Contributions		6	18	18	-	-	11	(11)	-100%	18
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3,390	2,858	2,858	(152)	1,558	1,667	(110)	-7%	2,858
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		7,701	9,775	9,775	1,041	5,061	5,702	(641)	-11%	9,775
Sub Total - Councillors		34,189	39,456	39,456	4,012	21,801	23,016	(1,215)	-5%	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	160	(864)	6,302	(7,166)	-114%	10,803
Pension and UIF Contributions		10	16	16	0	4	9	(5)	-56%	16
Medical Aid Contributions		57	50	50	3	33	29	4	14%	50
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		659	1,364	1,364	24	192	796	(604)	-76%	1,364
Cellphone Allowance		20	211	211	-	-	123	(123)	-100%	211
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	8	8	-	-	5	(5)	-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	187	(635)	7,264	(7,899)	-109%	12,452
% increase	4		101.5%	101.5%						101.5%
Other Municipal Staff										
Basic Salaries and Wages		424,493	476,456	476,296	37,392	255,091	277,873	(22,782)	-8%	476,296
Pension and UIF Contributions		87,036	95,974	95,974	7,531	52,187	55,985	(3,798)	-7%	95,974
Medical Aid Contributions		38,294	44,045	44,045	3,331	22,554	25,693	(3,139)	-12%	44,045
Overtime		61,810	25,944	26,104	6,170	38,548	15,194	23,354	154%	26,104
Performance Bonus		33,145	38,047	38,047	4,229	20,054	22,194	(2,141)	-10%	38,047
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		996	1,410	1,410	114	778	823	(44)	-5%	1,410
Housing Allowances		6,549	7,861	7,861	524	3,707	4,585	(878)	-19%	7,861
Other benefits and allowances		15,497	27,666	27,666	2,324	10,408	16,139	(5,731)	-36%	27,666
Payments in lieu of leave		3,902	14,184	14,184	278	3,904	8,274	(4,370)	-53%	14,184
Long service awards		(501)	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	8,790	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		680,010	731,586	731,586	61,892	407,231	426,760	(19,529)	-5%	731,586
% increase	4		7.6%	7.6%						7.6%
Total Parent Municipality		720,378	783,493	783,493	66,091	428,397	457,040	(28,642)	-6%	783,493

TABLE: 18 MATERIAL VARIANCES

NW403 City of Matlosana - Supporting Table SC1 Material variance explanations – M07 January 2023					
Ref	Description				
		Variance	%	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands				
1	Revenue By Source				
	Service Charges: Electricity	(125,290,313)	-19%	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	(18,157,492)	-18%	Revenue was less than projected	
	Interest earned – outstanding debtors	43,106,226	14%	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	(1,671,713)	-28%	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	(1,300,479)	-49%	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 was due to shortage of staff and vacant positions that are not filled to date, non-performance of appointed Back Office Service Provider and lack of tools of trade (vehicles) but the Municipality has purchased new vehicles for Public Safety in February 2023 hopefully we will see the improvement on collection of traffic fines in the next coming months	
	Other revenue	(27,635,275)	-49%	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	(62,941,032)	-22%	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	(478,482,829)	-75%	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	(101,962,173)	-40%	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	(229,118,322)	-50%	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	(5,152,894)	-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 - M07 January

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
Borrowing Management							
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%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		71.2%	29.8%	37.2%	93.9%	37.2%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	43.0%	72.5%	61.9%	68.7%	61.9%
Liquidity Ratio	Monetary Assets/Current Liabilities		5.6%	21.7%	18.6%	15.6%	18.6%
Revenue Management							
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%	100.1%	21.8%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
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%	18.1%	18.5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		3.1%	5.6%	5.6%	4.6%	5.6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		13.5%	11.2%	11.2%	0.0%	1.2%
IDP regulation financial viability indicators							
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 - M07 January

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	1,982	41,197	126,605	85,408	67.5%	19%
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	41,197					

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 Matlosana - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M07 January

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 new assets by Asset Class/Sub-class										
Infrastructure		107,989	171,357	171,357	927	32,996	99,958	66,963	67.0%	171,357
Roads Infrastructure		50,195	57,182	53,682	120	14,181	31,447	17,266	54.9%	53,682
Roads		50,195	57,182	53,682	120	14,181	31,447	17,266	54.9%	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	409	9,745	31,467	21,722	69.0%	53,944
Power Plants										
HV Substations		7,444	22,000	22,000	409	2,209	12,833	10,624	82.8%	22,000
HV Switching Station										
HV Transmission Conductors										
MV Substations		-	-	-	-	-	-	-		-
MV Switching Stations										
MV Networks		13,093	29,064	29,064	-	7,536	16,954	9,418	55.5%	29,064
LV Networks		-	2,880	2,880	-	-	1,680	1,680	100.0%	2,880
Capital Spares										
Water Supply Infrastructure		28,398	28,715	32,215	137	2,032	18,659	16,627	89.1%	32,215
Dams and Weirs										
Boreholes										
Reservoirs										
Pump Stations		4,071	-	-	-	-	-	-		-
Water Treatment Works										
Bulk Mains		20,668	13,504	17,004	137	506	9,787	9,281	94.8%	17,004
Distribution		3,659	15,210	15,210	-	1,526	8,873	7,346	82.8%	15,210
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		8,858	21,069	21,069	261	406	12,290	11,885	96.7%	21,069
Pump Station		3,659	-	5,569	261	261	2,088	1,827	87.5%	5,569
Reticulation		5,199	21,069	15,500	-	145	10,202	10,057	98.6%	15,500
Waste Water Treatment Works										
Outfall Sewers		-	-	-	-	-	-	-		-
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		-	10,447	10,447	-	6,631	6,094	(537)	-8.8%	10,447
Landfill Sites										
Waste Transfer Stations		-	10,447	10,447	-	6,631	6,094	(537)	-8.8%	10,447
Community Assets		25,390	15,431	15,431	-	3,283	9,001	5,719	63.5%	15,431
Community Facilities		-	5,000	5,000	-	-	2,917	2,917	100.0%	5,000
Public Open Space		-	5,000	5,000	-	-	2,917	2,917	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	6,085	2,802	46.1%	10,431
Indoor Facilities		-	-	-	-	-	-	-		-
Outdoor Facilities		25,390	10,431	10,431	-	3,283	6,085	2,802	46.1%	10,431
Capital Spares										

Intangible Assets		-	520	520	-	-	303	303	100.0%	520
Servitudes								-		
Licences and Rights		-	520	520	-	-	303	303	100.0%	520
<i>Water Rights</i>								-		
<i>Effluent Licenses</i>								-		
<i>Solid Waste Licenses</i>								-		
<i>Computer Software and Applications</i>		-	520	520	-	-	303	303	100.0%	520
<i>Load Settlement Software Applications</i>								-		
<i>Unspecified</i>								-		
Computer Equipment		-	-	-	-	-	-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
Furniture and Office Equipment		-	2,000	2,000	6	94	1,167	1,072	91.9%	2,000
Furniture and Office Equipment		-	2,000	2,000	6	94	1,167	1,072	91.9%	2,000
Machinery and Equipment		-	4,600	4,600	-	125	2,683	2,559	95.4%	4,600
Machinery and Equipment		-	4,600	4,600	-	125	2,683	2,559	95.4%	4,600
Transport Assets		-	7,000	7,000	-	-	4,083	4,083	100.0%	7,000
Transport Assets		-	7,000	7,000	-	-	4,083	4,083	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	933	36,497	117,196	80,699	68.9%	200,908

SUPPORTING TABLE SC13b

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

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	-	-	1,205	1,205	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	-	-	933	933	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	-	-	933	933	100.0%	1,600
Sanitation Infrastructure		5,483	466	466	-	-	272	272	100.0%	466
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		5,483	466	466	-	-	272	272	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 ass	1	5,483	2,066	2,066	-	-	1,205	1,205	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 - M07

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	6,907	84,820	91,095	6,274	6.9%	156,185
Roads Infrastructure		14,286	48,376	48,526	168	23,298	28,262	4,964	17.6%	48,526
Roads		14,034	47,744	47,744	163	22,959	27,850	4,892	17.6%	47,744
Road Structures										
Road Furniture		251	632	782	5	340	411	72	17.4%	782
Capital Spares										
Storm water Infrastructure		-	-	-	-	-	-	-		-
Drainage Collection										
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		45,970	69,691	69,691	5,381	36,992	40,653	3,661	9.0%	69,691
Power Plants										
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations		330	278	278	-	261	162	(99)	-60.8%	278
MV Switching Stations		3	115	115	-	-	67	67	100.0%	115
MV Networks										
LV Networks		45,637	69,298	69,298	5,381	36,731	40,424	3,693	9.1%	69,298
Capital Spares										
Water Supply Infrastructure		25,146	17,565	17,565	947	11,339	10,246	(1,093)	-10.7%	17,565
Dams and Weirs										
Boreholes										
Reservoirs		945	3,494	3,494	124	3,098	2,038	(1,060)	-52.0%	3,494
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution		24,201	14,070	14,070	823	8,241	8,208	(33)	-0.4%	14,070
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		7,415	20,553	20,403	410	13,191	11,933	(1,258)	-10.5%	20,403
Pump Station										
Reticulation		5,540	10,903	10,753	299	9,179	6,304	(2,874)	-45.6%	10,753
Waste Water Treatment Works		1,875	9,650	9,650	112	4,012	5,629	1,617	28.7%	9,650

Community Assets		2,500	13,208	13,208	785	7,420	7,705	285	3.7%	13,208
Community Facilities		415	6,181	6,181	109	2,318	3,606	1,288	35.7%	6,181
Halls								-		
Centres								-		
Crèches								-		
Clinics/Care Centres								-		
Fire/Ambulance Stations								-		
Testing Stations								-		
Museums		28	104	104	22	81	61	(20)	-33.1%	104
Galleries								-		
Theatres								-		
Libraries		417	980	980	1	97	571	474	83.0%	980
Cemeteries/Crematoria		(209)	3,916	3,916	86	2,068	2,284	217	9.5%	3,916
Police								-		
Parks								-		
Public Open Space		-	4	4	-	-	2	2	100.0%	4
Nature Reserves		90	505	505	-	72	295	223	75.5%	505
Public Ablution Facilities								-		
Markets		89	672	672	-	-	392	392	100.0%	672
Stalls								-		
Abattoirs								-		
Airports								-		
Taxi Ranks/Bus Terminals								-		
Capital Spares								-		
Sport and Recreation Facilities		2,085	7,026	7,026	675	5,102	4,099	(1,003)	-24.5%	7,026
Indoor Facilities		670	2,330	2,330	346	1,254	1,359	106	7.8%	2,330
Outdoor Facilities		1,415	4,696	4,696	329	3,848	2,739	(1,109)	-40.5%	4,696
Capital Spares								-		
Heritage assets		79	168	168	-	-	98	98	100.0%	168
Monuments								-		
Historic Buildings								-		
Works of Art		-	-	-	-	-	-	-		-
Conservation Areas		79	168	168	-	-	98	98	100.0%	168
Other Heritage								-		
Other assets		1,131	5,127	5,177	56	950	3,010	2,060	68.4%	5,177
Operational Buildings		1,131	5,127	5,177	56	950	3,010	2,060	68.4%	5,177
Municipal Offices		1,102	5,070	5,120	56	926	2,977	2,051	68.9%	5,120
Pay/Enquiry Points								-		
Building Plan Offices								-		
Workshops		26	48	48	-	24	28	4	14.6%	48
Yards								-		
Stores		2	9	9	-	-	5	5	100.0%	9
Intangible Assets		1,337	3,931	3,931	-	1,175	2,293	1,117	48.7%	3,931
Servitudes								-		
Licences and Rights		1,337	3,931	3,931	-	1,175	2,293	1,117	48.7%	3,931
Water Rights								-		
Effluent Licenses								-		
Solid Waste Licenses								-		
Computer Software and Applications		1,337	3,931	3,931	-	1,175	2,293	1,117	48.7%	3,931
Load Settlement Software Applications								-		
Unspecified								-		
Computer Equipment		3,389	4,065	4,065	-	580	2,371	1,791	75.5%	4,065
Computer Equipment		3,389	4,065	4,065	-	580	2,371	1,791	75.5%	4,065
Furniture and Office Equipment		427	1,199	1,319	(1,002)	-	734	734	100.0%	1,319
Furniture and Office Equipment		427	1,199	1,319	(1,002)	-	734	734	100.0%	1,319
Machinery and Equipment		11,385	24,213	24,213	1,528	6,833	14,125	7,291	51.6%	24,213
Machinery and Equipment		11,385	24,213	24,213	1,528	6,833	14,125	7,291	51.6%	24,213
Transport Assets		2,557	15,894	15,894	2,545	2,733	9,272	6,539	70.5%	15,894
Transport Assets		2,557	15,894	15,894	2,545	2,733	9,272	6,539	70.5%	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	223,989	224,159	10,818	104,512	130,701	26,189	20.0%	224,159

SUPPORTING TABLE SC13d

NW403 City Of Matlosana - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M07 January

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	162,851	167,820	4,969	3.0%	287,692
Roads Infrastructure		92,856	96,260	96,260	7,230	50,610	56,151	5,541	9.9%	96,260
<i>Roads</i>		92,856	96,260	96,260	7,230	50,610	56,151	5,541	9.9%	96,260
<i>Road Structures</i>		-	-	-	-	-	-	-	-	-
<i>Road Furniture</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
<i>Drainage Collection</i>		-	-	-	-	-	-	-	-	-
<i>Storm water Conveyance</i>		-	-	-	-	-	-	-	-	-
<i>Attenuation</i>		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		56,338	49,997	49,997	4,644	32,506	29,165	(3,341)	-11.5%	49,997
<i>Power Plants</i>		567	-	-	-	-	-	-	-	-
<i>HV Substations</i>		-	-	-	-	-	-	-	-	-
<i>HV Switching Station</i>		-	-	-	-	-	-	-	-	-
<i>HV Transmission Conductors</i>		-	-	-	-	-	-	-	-	-
<i>MV Substations</i>		-	-	-	-	-	-	-	-	-
<i>MV Switching Stations</i>		-	-	-	-	-	-	-	-	-
<i>MV Networks</i>		55,771	49,997	49,997	4,644	32,506	29,165	(3,341)	-11.5%	49,997
<i>LV Networks</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		130,774	93,480	93,480	6,147	43,031	54,530	11,499	21.1%	93,480
<i>Dams and Weirs</i>		84	-	-	-	-	-	-	-	-
<i>Boreholes</i>		-	-	-	-	-	-	-	-	-
<i>Reservoirs</i>		-	-	-	-	-	-	-	-	-
<i>Pump Stations</i>		-	-	-	-	-	-	-	-	-
<i>Water Treatment Works</i>		-	-	-	-	-	-	-	-	-
<i>Bulk Mains</i>		-	-	-	-	-	-	-	-	-
<i>Distribution</i>		130,690	93,480	93,480	6,147	43,031	54,530	11,499	21.1%	93,480
<i>Distribution Points</i>		-	-	-	-	-	-	-	-	-
<i>PRV Stations</i>		-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		1,219	47,956	47,956	5,243	36,703	27,974	(8,729)	-31.2%	47,956
<i>Pump Station</i>		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		232	47,956	47,956	5,243	36,703	27,974	(8,729)	-31.2%	47,956
<i>Waste Water Treatment Works</i>		987	-	-	-	-	-	-	-	-
Other assets		78,177	77,763	77,763	6,515	45,603	45,362	(242)	-0.5%	77,763
Operational Buildings		78,177	77,763	77,763	6,515	45,603	45,362	(242)	-0.5%	77,763
Municipal Offices		78,177	77,763	77,763	6,515	45,603	45,362	(242)	-0.5%	77,763
Computer Equipment		716	963	963	82	572	562	(10)	-1.8%	963
Computer Equipment		716	963	963	82	572	562	(10)	-1.8%	963
Furniture and Office Equipment		22,139	1,117	1,117	147	1,031	651	(380)	-58.3%	1,117
Furniture and Office Equipment		22,139	1,117	1,117	147	1,031	651	(380)	-58.3%	1,117
Machinery and Equipment		954	-	-	-	-	-	-	-	-
Machinery and Equipment		954	-	-	-	-	-	-	-	-
Transport Assets		94	72,466	72,466	251	1,754	42,272	40,518	95.9%	72,466
Transport Assets		94	72,466	72,466	251	1,754	42,272	40,518	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	211,811	256,667	44,855	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 class

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	46	1,825	6,454	4,630	71.7%	11,064
Community Facilities		13,678	11,064	11,064	46	1,825	6,454	4,630	71.7%	11,064
Halls								-		
Centres								-		
Crèches								-		
Clinics/Care Centres								-		
Fire/Ambulance Stations								-		
Testing Stations		-	3,000	3,000	46	829	1,750	921	52.6%	3,000
Markets		13,678	8,064	8,064	-	996	4,704	3,708	78.8%	8,064
Stalls								-		
Other assets		-	3,000	3,000	1,002	2,876	1,750	(1,126)	-64.3%	3,000
Operational Buildings		-	3,000	3,000	1,002	2,876	1,750	(1,126)	-64.3%	3,000
Municipal Offices		-	3,000	3,000	1,002	2,876	1,750	(1,126)	-64.3%	3,000
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals								-		
Total Capital Expenditure on upgrading of existing	1	13,678	14,064	14,064	1,049	4,700	8,204	3,504	42.7%	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 January 2023 as per section 71 of the MFMA.

