

TO: _____ Date: _____
 Author of the Item: LESEGI MOLAKI
 Attached hereto an item for you to consider in terms of the Delegation of Powers and Functions, delegated power serial number: _____

HEAD OF DIVISION: TO SERBALA
 SIGNED: [Signature]
 DATE: 15/08/2023

Received by Deputy Director Administration
 Date and Time: 16/8/2023
 Signature: [Signature]

RECEIVED
 MUNICIPALITY OF MAMBOLOSAI
 2023-08-17
[Signature]

<u>[Signature]</u> Director: Corporate Services	<u>16/8/2023</u> Date	COMMENTS: <u>Report noted and supported</u>
<u>[Signature]</u> Director: Finance Office	<u>15/8/2023</u> Date	COMMENTS: <u>Supported.</u>
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: _____ DATE: 16/08/2023
 Office: 4016 Mambou New Buro Mambou

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

MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED ON 31 JULY 2023

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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 JULY 2023

1.1 Performance summary

Table 1: Performance summary

Summary statement of Financial Performance					
Description	YTD Budget 2023/24	JULY 2023 Actual	YTD Actual 2023/24	Variance Favourable (Unfavourable)	YTD Variance %
Total Revenue by Source	351,212,916	572,437,881	572,437,881	221,224,965	63%
Total Operating Expenditure	357,309,728	121,220,810	121,220,810	(236,088,918)	- 66%
SURPLUS/ (DEFICIT).	(6,096,812)	451,217,071	451,217,071	457,313,883	

Revenue

The revenue for the month ending 31 July 2023 amounts to R572 million and reflects a favourable deviation of 63% when compared with the year-to date budget of R351 million. The favourable deviation can be attributed to a transfer from Equitable Shares Grant of R249,6 million. When assessing performance on service charges, there is an unfavourable deviation of 7% when the year to date actual billed on service charges is compared with the year to date on budget. This indicates that the municipality has started on a negative note when considering the projected or budgeted billed revenue. The negative deviation on service charges can be attributed to the following:

- 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 revenue billed is expected to increase as the municipality is enforcing the revenue enhancement strategies and debt collection methods. The detailed reasons for the variances are outlined on table 18.

Expenditure

The operating expenditure for the month ending 31 July 2023 amounts to R121 million and reflects a negative deviation of 34% when compared with the year to date budget amount of R357 million. The negative deviation is as a result of cash flow challenges. Spending on most of the items is directly linked with cash flow. If there is improvement on cash flow, then spending will also increase. The detailed reasons for the variances are outlined on table 18

Cash management

Bank Balances	R 6,141,988
Call Investments	R 159,409,889
Cash and Cash Investments	R 165,551,878

Investment Portfolio: 31 July 2023

City of Matlosana

INSTITUTION	INTEREST RATE	JULY 2023	EXPLANATION
Call Investment			
ABSA: 3854	3,73%	25 683 227,42	WSIG
ABSA: 5047	4,70%	8 503 815,99	INEP
ABSA: 6177	6,75%	30 592 818,91	MIG
ABSA: 2264	4,70%	7 610 093,17	own
ABSA: 4682	6,65%	10 054 879,85	NDPG
ABSA: 4063	1,55%	2 714 722,33	EEDSM
ABSA: 1223	6,75%	5 426 573,72	Auction
ABSA: 5203		37 375 660,81	own (Salaries)
INVESTEC	3,30%	7 757 408,03	own
FNB		23 690 689,04	COVID
TOTAL Call Investment		159 409 889,27	

Note: The R106.7 million Call investment is ring-fenced for Conditional Grants

Collection Rate & Outstanding Debtors

Total Outstanding Debtors	R 8,067,977,738
Debtors: Government	R 122,362,410
Debtors: Business	R 645,284,913
Debtors: Household	R 7,300,330,415

Note: The detailed Debtors Age analysis is outlined on Table 12. The collection rate for the month ending 31 July 2023 is 65%.

Creditors

Total Outstanding Creditors	R 3,256,440,905
ESKOM	R 1,805,756,388
Midvaal	R 1,329,849,983
Trade Creditors	R 120,788,393
Auditor General	R 46,141

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

Capital Grants Expenditure

CAPITAL GRANT EXPENDITURE	BUDGET 2023/24	July Expenditure Incl VAT 2023/24	YTD ACTUALS Incl VAT	YTD BUDGET	YTD % Incl VAT
MIG	109 945 401	282 471	282 471	100 783 284	0,26
NDPG	31 162 000		-	-	-
INEP	1 732 000		-	-	-
WSIG	48 630 000		-	-	-
TOTAL	191 469 401	282 471	282 471	100 783 284	0,15

Total Capital grants budget amounts to R 191.5 million. Total expenditure for the month ending 31 July 2023 amounts to R 282 thousands, and the year-to-date actual expenditure amounts to R 282 thousands representing 0.15% of the total Capital budget. Capital spending is relatively low as compared to the 8.3% 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

NW403 City Of Matlosana - Table C1 Monthly Budget Statement Summary - M01 July

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Properly rais	456 397	561 076	561 076	90 335	90 335	46 756	43 578	93%	561 076
Service charges	1 957 001	2 305 667	2 305 667	170 561	170 561	192 139	(21 578)	-11%	2 305 667
Investment revenue	14 424	-	-	-	-	-	-	-	-
Transfers and subsidies	14 424	9 761	9 761	29	29	813	(784)	-96%	9 761
Other own revenue	1 176 349	1 338 052	1 338 052	311 512	311 512	111 504	200 008	179%	-
Total Revenue (excluding capital transfers and contributions)	3 618 594	4 214 556	4 214 556	572 438	572 438	351 213	221 225	63%	2 876 504
Total Expenditure									
Employee costs	702 973	785 821	785 821	60 397	60 397	65 485	(5 089)	-	785 821
Remuneration of Councilors	36 912	41 586	41 586	3 022	3 022	3 466	(443)	-	41 586
Depreciation & asset impairment	272 329	440 000	440 000	-	-	36 667	(36 667)	-	440 000
Interest	1 215	10 711	10 711	84	84	893	(809)	-	10 711
Inventory consumed and bulk purchases	926 310	1 645 412	1 645 412	11 146	11 146	137 118	(125 972)	-	1 645 412
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	1 190 804	1 364 177	1 364 177	46 572	46 572	113 682	(67 110)	-59%	1 364 177
Total Expenditure	3 130 543	4 287 708	4 287 708	121 221	121 221	357 310	(236 089)	-66%	4 287 708
Surplus/(Deficit)	488 052	(73 152)	(73 152)	451 217	451 217	(6 097)	457 314	-7501%	(1 411 204)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	97 979	191 469	191 469	-	-	-	-	-	191 469
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions,	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	586 031	118 317	118 317	451 217	451 217	(6 097)	457 314	-7501%	(1 219 735)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	586 031	118 317	118 317	451 217	451 217	(6 097)	457 314	-7501%	(1 219 735)
Capital expenditure & funds sources									
Capital expenditure	152 541	217 038	230 651	14 121	82 935	209 842	(126 908)	-60%	230 651
Capital transfers recognised	93 194	191 469	191 469	246	246	15 956	(15 710)	-98%	191 469
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	22 254	40 000	40 000	-	-	3 333	(3 333)	-100%	40 000
Total sources of capital funds	115 449	231 469	231 469	246	246	19 289	(19 044)	-99%	231 469
Financial position									
Total current assets	2 545 016	487 454	487 454	-	3 095 315	-	-	-	487 454
Total non current assets	5 408 059	4 119 658	4 119 658	-	5 408 305	-	-	-	4 119 658
Total current liabilities	4 113 330	230 387	230 387	-	4 209 161	-	-	-	230 387
Total non current liabilities	30 996	81 274	81 274	-	30 688	-	-	-	81 274
Community wealth/Equity	3 948 612	4 177 134	4 177 134	-	4 263 233	-	-	-	4 177 134
Cash flows									
Net cash from (used) operating	1 699 303	218 461	218 461	465 844	465 844	18 205	(447 640)	-2459%	218 461
Net cash from (used) investing	(104 307)	(231 437)	(231 469)	(121)	(246)	(19 286)	(19 041)	99%	(231 437)
Net cash from (used) financing	-	(2 300)	(4 800)	125	-	(192)	(192)	100%	(2 300)
Cash/cash equivalents at the month/year end	1 819 917	197 724	195 192	-	527 715	211 727	(315 989)	-149%	46 841
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	323 255	207 445	192 523	7 344 755	-	-	-	-	8 067 978
Creditors Age Analysis									
Total Creditors	327 542	196 609	185 192	2 547 098	-	-	-	-	3 256 441

2.2 Monthly Budget Statement – Financial Performance (Revenue per department)

Actual operating revenue per source

The actual operating revenue per department is set out in Table 3 below. From table 1 it is clear that year to date actual operating revenue amounts to R572 million and compares favourably with the pro rata budgeted figure of R351 million a positive variance of R221 million for the month ending 31 July 2023.

TABLE 3: ACTUAL REVENUE PER SOURCE FOR THE PERIOD ENDING 31 JULY 2023

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2021/22	BudgetYear 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		884 588	1 100 940	1 100 940	81 422	81 422	91 745	(10 323)	-11%	1 100 940
Service charges - Water		735 746	787 552	787 552	59 452	59 452	65 629	(6 178)	-9%	787 552
Service charges - Waste Water Management		141 376	162 319	162 319	12 565	12 565	13 527	(961)	-7%	162 319
Service charges - Waste management		195 291	254 856	254 856	17 122	17 122	21 238	(4 116)	-19%	254 856
Sale of Goods and Rendering of Services		6 958	8 971	8 971	424	424	748	(324)	-43%	8 971
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		550 656	558 181	558 181	49 986	49 986	46 515	3 471	7%	558 181
Interest from Current and Non Current Assets		14 424	9 761	9 761	29	29	813	-	-	9 761
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		7 989	9 300	9 300	901	901	775	126	16%	9 300
Licence and permits		7 569	8 909	8 909	622	622	742	(121)	-16%	8 909
Operational Revenue		38 023	77 620	77 620	5 097	5 097	6 468	(1 371)	-21%	77 620
Non-Exchange Revenue										
Property rates		456 397	561 076	561 076	90 335	90 335	46 756	43 578	93%	561 076
Surcharges and Taxes		14	241	241	-	-	20	(20)	-	241
Fines, penalties and forfeits		3 350	3 104	3 104	115	115	259	(144)	-	3 104
Licence and permits		239	50	50	-	-	4	(4)	-	50
Transfers and subsidies - Operational		550 844	616 921	616 921	249 626	249 626	51 410	198 216	-	616 921
Interest		25 059	54 756	54 756	4 742	4 742	4 563	179	-	54 756
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		71	-	-	-	-	-	-	-	-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)										
		3 618 594	4 214 556	4 214 556	572 438	572 438	351 213	221 225	63%	4 214 556
Transfers and subsidies - capital (monetary allocations)		97 979	191 469	191 469	-	-	-	-	-	191 469
Total Revenue		3 716 573	4 406 025	4 406 025	572 438	572 438	351 213	221 225	0	4 406 025

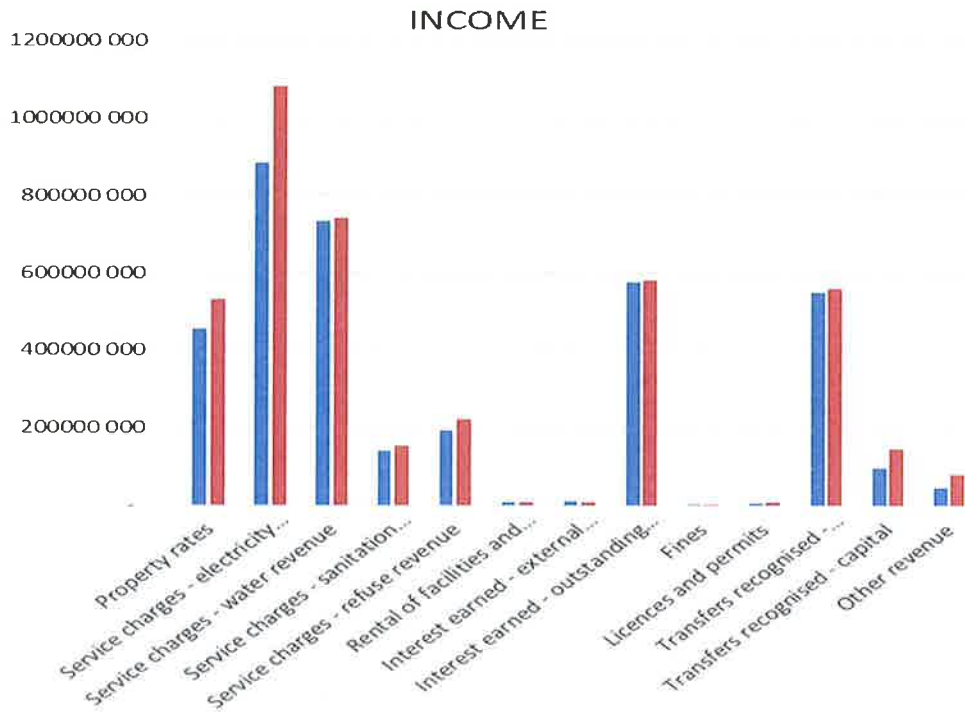
The YTD variance on revenue is mainly due to the following items:

- **Property Rates 93% more:** Property rates have realised more revenue due to the rates that have been raised for the full year in respect to Government Departments and the Farms who pay their accounts annually. The amount is raised in full during July month as opposed to monthly instalments. The variance is expected to stabilise as the year progresses.
- **Service charges – Electricity revenue 11% less:** Less revenue billed on electricity than initially anticipated. The reduction on this line item can be attributed to the current implementation of load shedding by ESKOM and the acceleration of customers converting to solar. The municipality is also enforcing the measures to reduce illegal connections and ensure that all properties consuming electricity are billed.
- **Service charges – Refuse revenue 19% less:** Revenue was less than projected
- **Rental of facilities & equipment 16% more:** more bookings were made in the municipality halls in the month of July which led to an increase in revenue.
- **Interest earned – External Investment 96% less:** Most of the interest earned is realised at the end of financial year.
- **Fines, penalties & forfeits 55% 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. According the traffic department, the vacant positions have been advertised therefore traffic fines collection rate will start to increase as soon as the appointment of new Traffic Officers has been finalised.
- **License and Permits 17% 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 23% 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 THE PERIOD ENDING 31 JULY 2023

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		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		1 166 459	1 360 784	1 360 784	356 455	356 455	113 399	243 056	214%	1 360 784
Executive and council		2 795	2 661	2 661	518	518	222	297	134%	2 661
Finance and administration		1 163 665	1 358 123	1 358 123	355 936	355 936	113 177	242 760	214%	1 358 123
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		46 040	79 168	79 168	1 748	1 748	6 597	(4 850)	-74%	79 168
Community and social services		2 639	4 679	4 679	168	168	390	(222)	-57%	4 679
Sport and recreation		6 956	7 710	7 710	25	25	643	(618)	-96%	7 710
Public safety		28 917	31 778	31 778	826	826	2 648	(1 822)	-69%	31 778
Housing		7 528	35 000	35 000	729	729	2 917	(2 188)	-75%	35 000
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		39 501	59 719	59 719	486	486	4 977	(4 491)	-90%	59 719
Planning and development		10 165	11 846	11 846	462	462	987	(525)	-53%	11 846
Road transport		29 131	47 652	47 652	3	3	3 971	(3 968)	-100%	47 652
Environmental protection		205	221	221	21	21	18	3	15%	221
Trading services		2 448 344	2 883 407	2 883 407	209 583	209 583	240 284	(30 701)	-13%	2 883 407
Energy sources		967 062	1 167 557	1 167 557	86 461	86 461	97 296	(10 835)	-11%	1 167 557
Water management		984 977	1 048 742	1 048 742	81 603	81 603	87 395	(5 792)	-7%	1 048 742
Waste water management		150 211	242 313	242 313	12 884	12 884	20 193	(7 308)	-36%	242 313
Waste management		346 095	424 794	424 794	28 634	28 634	35 400	(6 765)	-19%	424 794
Other	4	16 229	22 947	22 947	4 167	4 167	1 912	2 254	118%	22 947
Total Revenue - Functional	2	3 716 573	4 406 025	4 406 025	572 438	572 438	367 169	205 269	56%	4 406 025



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 121 million compares unfavourably with the pro rata budgeted expenditure of R 367 million a variance of R 236 million

TABLE 5: ACTUAL OPERATIONAL EXPENDITURE PER CATEGORY FOR THE PERIOD ENDING 31 JULY 2023

NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		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		702 973	785 821	785 821	60 397	60 397	65 485	(5 089)	-8%	785 821
Remuneration of councillors		36 912	41 586	41 586	3 022	3 022	3 466	(443)	-13%	41 586
Bulk purchases - electricity		405 562	1 109 287	1 109 287	2 604	2 604	92 441	(89 837)		1 109 287
Inventory consumed		520 748	536 125	536 125	8 542	8 542	44 677	(36 135)		536 125
Debt impairment		-	579 349	579 349	-	-	48 279	(48 279)	-100%	579 349
Depreciation and amortisation		272 329	440 000	440 000	-	-	36 667	(36 667)	-100%	440 000
Interest		1 215	10 711	10 711	84	84	893	(809)	-91%	10 711
Contracted services		283 417	465 092	465 092	8 554	8 554	38 758	(30 204)	-78%	465 092
Transfers and subsidies		-	-	-	-	-	-	-		-
Irrecoverable debts written off		660 228	-	-	(40)	(40)	-	(40)		-
Operational costs		245 538	319 737	319 737	38 058	38 058	26 645	11 413	43%	319 737
Losses on Disposal of Assets		-	-	-	-	-	-	-		-
Other Losses		1 621	-	-	-	-	-	-		-
Total Expenditure		3 130 543	4 287 708	4 287 708	121 221	121 221	357 310	(236 089)	-66%	4 287 708

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

- **Finance charges 91% less:** The underspending is mainly on interest paid on overdue accounts, most of the journals for interest paid on overdue accounts are done at the end of the financial year.
- **Bulk Purchases 97% 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 81% 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 cash flow challenges.
- **Contracted services 78% 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 cash flow challenges.
- **Debt Impairment 100% less:** Most of the Debt Impairment journals are done at the end of financial year.
- **Other expenditure 43% more:** Other expenditure is made up of numerous miscellaneous items (e.g. printing & publications, membership fees & subscriptions, travel & accommodation, insurance premiums, etc.) in this instance over performance was due to the annual payment of Insurance premium.

TABLE 6: ACTUAL OPERATIONAL EXPENDITURE PER VOTE FOR THE PERIOD ENDING 31 JULY 2023

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Expenditure - Functional										
<i>Governance and administration</i>		582 499	772 965	772 965	47 897	47 897	64 414	(16 517)	-26%	772 965
Executive and council		309 830	423 830	423 830	39 225	39 225	35 319	3 906	11%	423 830
Finance and administration		266 431	342 814	342 814	8 199	8 199	28 568	(20 369)	-71%	342 814
Internal audit		6 238	6 321	6 321	473	473	527	(54)	-10%	6 321
<i>Community and public safety</i>		332 021	434 325	434 325	19 059	19 059	36 194	(17 134)	-47%	434 325
Community and social services		75 550	128 419	128 419	3 153	3 153	10 702	(7 549)	-71%	128 419
Sport and recreation		108 347	114 464	114 464	5 583	5 583	9 539	(3 955)	-41%	114 464
Public safety		135 945	171 880	171 880	10 234	10 234	14 323	(4 089)	-29%	171 880
Housing		12 146	19 390	19 390	89	89	1 616	(1 527)	-95%	19 390
Health		33	171	171	-	-	14	(14)	-100%	171
<i>Economic and environmental services</i>		260 540	300 926	300 926	12 707	12 707	25 077	(12 370)	-49%	300 926
Planning and development		56 653	73 429	73 429	4 171	4 171	6 119	(1 948)	-32%	73 429
Road transport		201 942	225 168	225 168	8 435	8 435	18 764	(10 329)	-55%	225 168
Environmental protection		1 945	2 329	2 329	101	101	194	(93)	-48%	2 329
<i>Trading services</i>		1 939 296	2 751 769	2 751 769	40 759	40 759	229 314	(188 556)	-82%	2 751 769
Energy sources		892 875	1 644 880	1 645 102	21 101	21 101	137 092	(115 991)	-85%	1 645 102
Water management		654 473	666 638	666 416	6 555	6 555	55 535	(48 979)	-88%	666 416
Waste water management		192 951	240 544	240 544	4 258	4 258	20 045	(15 788)	-79%	240 544
Waste management		198 997	199 707	199 707	8 844	8 844	16 642	(7 798)	-47%	199 707
<i>Other</i>		16 188	27 724	27 724	799	799	2 310	(1 512)	-65%	27 724
Total Expenditure - Functional	3	3 130 543	4 287 708	4 287 708	121 221	121 221	357 310	(236 089)	-66%	4 287 708

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 FOR THE PERIOD ENDING 31 JULY 2023

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		10 018	10 000	10 000	-	-	833	(833)	-100%	10 000
Executive and council		7 142	2 000	2 000	-	-	167	(167)	-100%	2 000
Finance and administration		2 876	8 000	8 000	-	-	667	(667)	-100%	8 000
Internal audit										
<i>Community and public safety</i>		8 714	7 800	7 800	246	246	650	(404)	-62%	7 800
Community and social services		-	800	800	-	-	67	(67)	-100%	800
Sport and recreation		2 704	7 000	7 000	246	246	583	(338)	-58%	7 000
Public safety		1 132	-	-	-	-	-	-		-
Housing		4 878	-	-	-	-	-	-		-
Health										
<i>Economic and environmental services</i>		23 808	43 685	43 685	-	-	3 640	(3 640)	-100%	43 685
Planning and development										
Road transport		23 808	43 685	43 685	-	-	3 640	(3 640)	-100%	43 685
Environmental protection										
<i>Trading services</i>		68 564	169 985	169 985	-	-	14 165	(14 165)	-100%	169 985
Energy sources		31 424	19 406	19 406	-	-	1 617	(1 617)	-100%	19 406
Water management		9 728	56 893	56 893	-	-	4 741	(4 741)	-100%	56 893
Waste water management		6 584	53 672	53 672	-	-	4 473	(4 473)	-100%	53 672
Waste management		20 828	40 014	40 014	-	-	3 335	(3 335)	-100%	40 014
<i>Other</i>		4 345	-	-	-	-	-	-		-
Total Capital Expenditure - Functional Classification	3	115 449	231 469	231 469	246	246	19 289	(19 044)	-99%	231 469

NOTE: The total capital budget amounts to R 232 million. The year-to-date expenditure as at 31 July 2023 amounts to R 246 thousands.

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

MIG

1. Water Pumpstations in KOSH
 - Delays in arrival of soft starters from international supplier hampering with progress
2. Khuma Routes and Stormwater Drainage
 - Delays by the households at extension 11 to relocate their household as per Surveyor's Certificate. This is delaying Eskom from relocating their infrastructure and also the Contractor to be able to start working on extension 11

WSIG

- The contractor cannot work as the Pump station contractor has to complete his work before the Reservoir contractor can continue with the Valve chamber.

EEDSM and INEP

- Projects still at design stage

TABLE 8: ACTUAL CAPITAL EXPENDITURE PER FUNDING SOURCE FOR THE PERIOD ENDING 31 JULY 2023

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Funded by:										
National Government		93 194	191 469	191 469	246	246	15 956	(15 710)	-98%	191 469
Provincial Government								-		
District Municipality								-		
Transfers and subsidies - capital (monetary allocations) (Nal/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-		-
Transfers recognised - capital		93 194	191 469	191 469	246	246	15 956	(15 710)	-98%	191 469
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		22 254	40 000	40 000	-	-	3 333	(3 333)	-100%	40 000
Total Capital Funding		115 449	231 469	231 469	246	246	19 289	(19 044)	-99%	231 469

TABLE 9: FINANCIAL POSITION

NW403 City Of Matlosana - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		61 360	197 692	197 692	406 780	197 692
Trade and other receivables from exchange transactions		(169 215)	(44 544)	(44 544)	(28 212)	(44 544)
Receivables from non-exchange transactions		1 460 306	47 081	47 081	1 520 858	47 081
Current portion of non-current receivables		(22)	29	29	(25)	29
Inventory		51 174	55 129	55 129	49 078	55 129
VAT		1 102 862	195 040	195 040	1 108 284	195 040
Other current assets		38 551	37 026	37 026	38 551	37 026
Total current assets		2 545 016	487 454	487 454	3 095 315	487 454
Non current assets						
Investments						
Investment property		349 865	257 100	257 100	349 865	257 100
Property, plant and equipment		5 675 033	3 851 286	3 851 286	5 675 279	3 851 286
Biological assets						
Living and non-living resources						
Heritage assets		(618 226)	9 941	9 941	(618 226)	9 941
Intangible assets		1 387	1 297	1 297	1 387	1 297
Trade and other receivables from exchange transactions		-	33	33	-	33
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non current assets		5 408 059	4 119 658	4 119 658	5 408 305	4 119 658
TOTAL ASSETS		7 953 074	4 607 112	4 607 112	8 503 620	4 607 112
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		(5 042)	(2 800)	(2 800)	(5 042)	(2 800)
Consumer deposits		67 916	97 430	97 430	66 528	97 430
Trade and other payables from exchange transactions		2 379 160	(530 429)	(530 429)	2 410 152	(530 429)
Trade and other payables from non-exchange transactions		72 544	93 816	93 816	113 918	93 816
Provision		260 321	265 605	265 605	260 321	265 605
VAT		1 035 069	-	-	1 059 900	-
Other current liabilities		303 362	306 766	306 766	303 384	306 766
Total current liabilities		4 113 330	230 387	230 387	4 209 161	230 387
Non current liabilities						
Financial liabilities		30 996	81 274	81 274	30 688	81 274
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		30 996	81 274	81 274	30 688	81 274
TOTAL LIABILITIES		4 144 326	311 661	311 661	4 239 850	311 661
NET ASSETS	2	3 808 749	4 295 451	4 295 451	4 263 770	4 295 451
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		3 948 612	4 177 134	4 177 134	4 263 233	4 177 134
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	3 948 612	4 177 134	4 177 134	4 263 233	4 177 134

Note: The financial position as indicated in Table 9 above shows that the Net Assets of the City of Matlosana as at 31 July 2023 amounts to R4,6 billion

2.5 Monthly Budget Statement - Cash Flow Statement

Collection rate – collection rate for the month ending 31 July 2023 is 65%.

TABLE 10: ACTUAL CASH FLOW FOR THE PERIOD ENDING 31 JULY 2023

NW403 City Of Matlosana - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		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		359 361	448 861	448 861	27 686	27 686	37 405	(9 719)	-26%	448 861
Service charges		1 056 688	1 868 568	1 868 568	68 948	68 948	155 714	(86 766)	-56%	1 868 568
Other revenue		3 310 391	107 954	107 954	371 139	371 139	8 996	362 143	4026%	107 954
Transfers and Subsidies - Operational		547 682	611 134	611 134	249 626	249 626	50 928	198 698	390%	611 134
Transfers and Subsidies - Capital		150 412	197 256	197 256	41 374	41 374	16 438	24 936	152%	197 256
Interest		22	9 761	9 761	-	-	813	(813)	-100%	9 761
Dividends										
Payments										
Suppliers and employees		(3 725 252)	(3 025 072)	(3 025 072)	(292 928)	(292 928)	(252 090)	40 839	-16%	(3 025 072)
Interest										
Transfers and Subsidies										
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 699 303	218 461	218 461	465 844	465 844	18 205	(447 640)	-2459%	218 461
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables		-	33	-	125	-	3	(3)	-100%	33
Decrease (increase) in non-current investments										
Payments										
Capital assets		(104 307)	(231 469)	(231 469)	(246)	(246)	(19 289)	(19 043)	99%	(231 469)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(104 307)	(231 437)	(231 469)	(121)	(246)	(19 286)	(19 041)	99%	(231 437)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/financing										
Increase (decrease) in consumer deposits		-	2 500	-	125	-	208	(208)	-100%	2 500
Payments										
Repayment of borrowing		-	(4 800)	(4 800)	-	-	(400)	(400)	100%	(4 800)
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	(2 300)	(4 800)	125	-	(192)	(192)	100%	(2 300)
NET INCREASE/ (DECREASE) IN CASH HELD		1 594 996	(15 276)	(17 808)	465 849	465 599	(1 273)			(15 276)
Cash/cash equivalents at beginning:		224 921	213 000	213 000	344 663	62 116	213 000			62 116
Cash/cash equivalents at month/year end:		1 819 917	197 724	195 192		527 715	211 727			46 841

NOTE: The cash and call Investments for the month ending 31 July 2023 amounts to R165.6 million which consists of the following:

- Bank balances: R6,1 million
- Call investments: R159,4 million
- During the month of July 2023 municipality received the following Grants from National Treasury:
 - MIG: R30,3 million
 - NDPG: R10 million
 - INEP: R1 million

- WSIG: R20 million
- Equitable Share: R249,6 million

2.6 Actual borrowings

The municipality's position on external loans is set out in Table 11 below. The municipality started the 2023/24 financial year with borrowing debt of R9,363,331 and after repayments R 307,425 were made, the total borrowings outstanding as at 31 July 2023 amounts to R 9,055,906

TABLE 11: ACTUAL BORROWING FOR THE PERIOD ENDING 31 JULY 2023

ANNEXURE A

ANNEXURE A
31 JULY 2023

Borrowing Reference No	Start Date	End Date	Borrowing Period	Original Loan	Lender	Purpose	% Interest Rate (2 dec)	Interest Paid This quarter	Opening Balance 01/07/2023	Debt Repaid or Re-deemed	Additional Principal Accrued	Balance at 31/07/2023
			Years				Per Annum					
Monthly Payments												
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)		83 990,19	9 363 330,99	307 424,93		9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
103677/1	01/11/2010	01/11/2025			Development Bank of SA	Acquisition of Other Assets (03)			9 055 906,06			9 055 906,06
ANNUITY LOANS												
NW103677/1	1/11/2010	1/11/2025	15	35268878	Development Bank of SA	Provision of Infrastructure	14,75	83 990,19	9 363 330,99	307 424,93	0,00	9 055 906,06
TOTAL ANNUITIES								83 990,19	9 363 330,99	307 424,93		9 055 906,06

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 8,067,977,746 as at 31 July 2023 compared to R7,866,447,813 as at 30 June 2023.

Current to 30 days debt amounted to R 323,255,383 as at 31 July 2023 and has increased with R 42,957,759 compared to R 280,297,624 as at 30 June 2023.

31 to 60 days debt decreased with R 385,389; 61 to 90 days increased with R 22,106,856 and 91 days and older debt as at 31 July 2023 amounted to R 7,344,755,104 and has increased with R 136,850,707 compared to R7,207,904,397 as at 30 June 2023.

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

Debtors age analysis per debtor type

Government Debt: R 122,362,410 (1,5%)

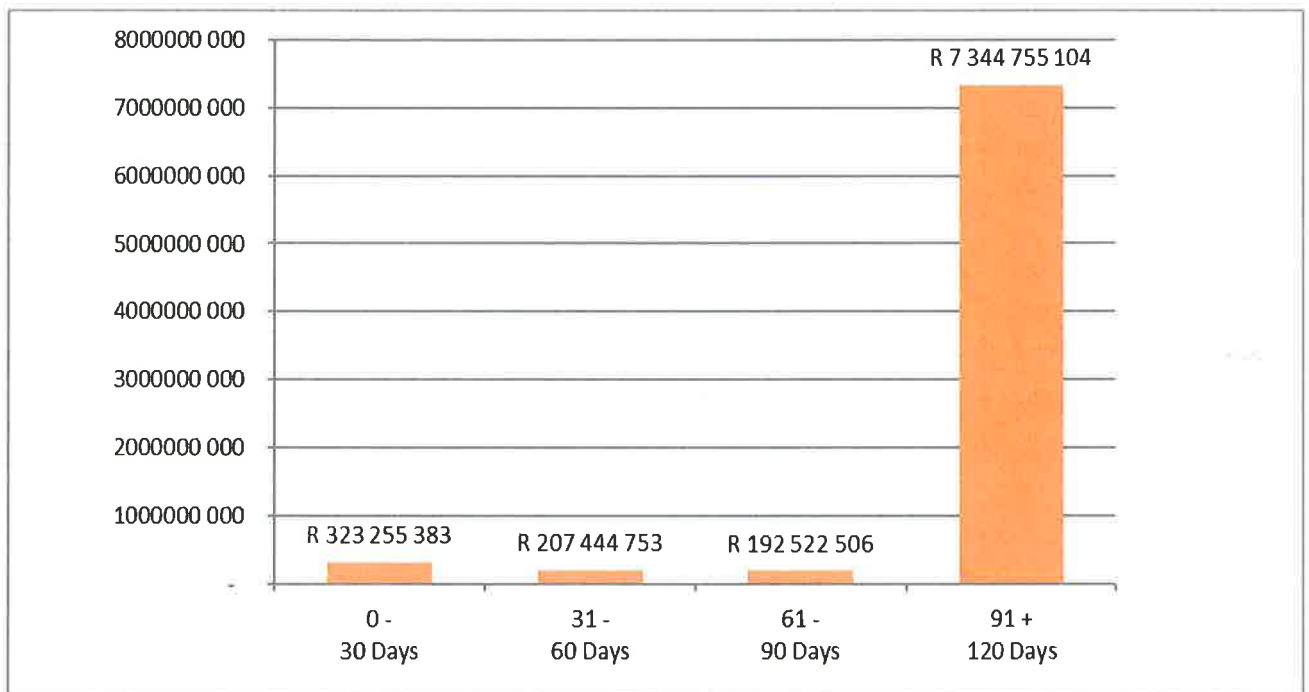
Business debtors: R 645,284,913 (8%)

Domestic debtors' R 7,300,330,415 (91%)

TABLE 12: OUTSTANDING DEBTORS AS AT 31 JULY 2023

DEBTOR'S AGE ANALYSIS - 31 July 2023

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 + 120 Days	Total
Debtors Age Analysis By Income Source					
Water Tariffs	74 297 186	60 916 979	74 209 968	2 713 286 311	2 922 710 444
Electricity Tariffs	76 260 435	32 648 993	23 115 257	481 790 034	613 814 719
Rates (Property Rates)					-
Sewerage/ Sanitation	9 730 107	6 722 996	6 207 647	357 613 281	380 274 031
Refuse Removal Tariffs	18 563 525	13 697 356	13 120 132	717 556 197	762 937 210
Other	144 404 130	93 458 429	75 869 502	3 074 509 281	3 388 241 342
Total By Income Source	323 255 383	207 444 753	192 522 506	7 344 755 104	8 067 977 746
Debtors Age Analysis By Customer Group					
Government	42 324 587	4 012 495	2 015 100	74 010 228	122 362 410
Business	75 095 316	28 198 048	34 044 987	507 946 562	645 284 913
Households	205 835 480	175 234 210	156 462 419	6 762 798 314	7 300 330 423
Other					-
Total By Customer Group	323 255 383	207 444 753	192 522 506	7 344 755 104	8 067 977 746



Note: According to the Debtors Age Analysis it is clear that the 91% of the total outstanding debt is owed by the Household

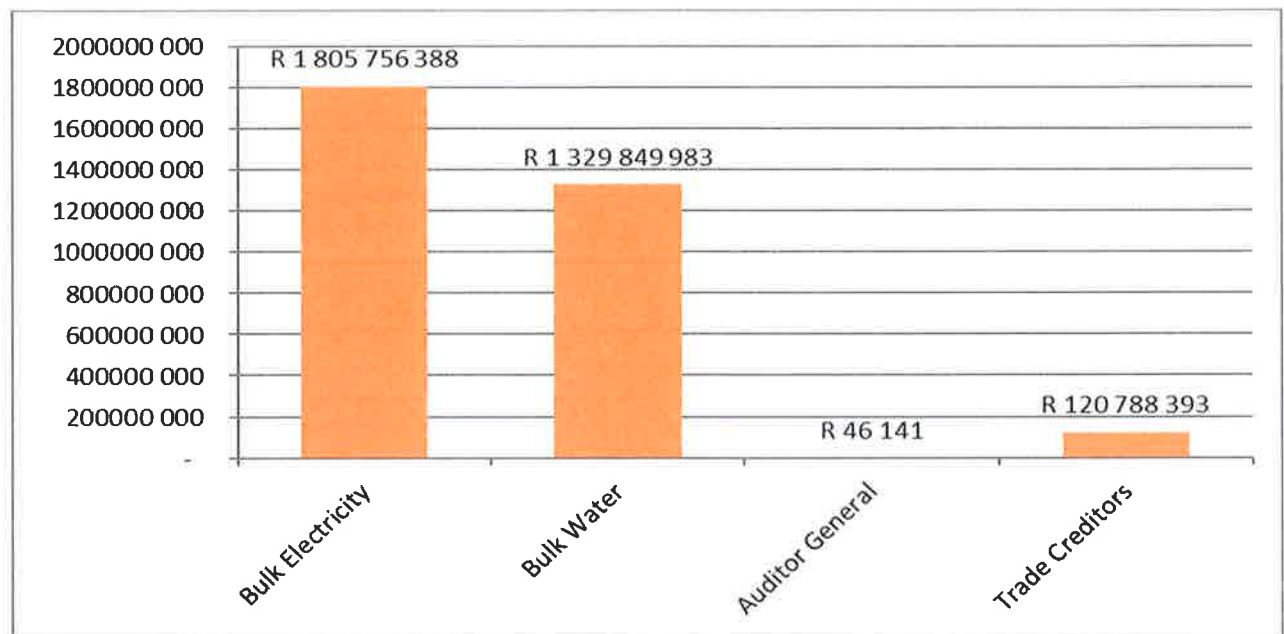
3.2 Creditors age analysis

The municipality's total outstanding creditors amounted to R 3,256,440,905 as at 31 July 2023 compared with R 3,210,683,728 as at 30 June 2023 and has increased with R 45,757,177

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

CREDITORS AGE ANALYSIS - 31 JULY 2023

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 +Days/Arreas	Total
Bulk Electricity	164 035 359	141 747 315	81 452 052	1 418 521 662	-	1 805 756 388
Bulk Water	115 794 427	54 859 473	49 881 131	1 109 314 953	-	1 329 849 983
Auditor General	5 945	2 297	37 899	-	-	46 141
Trade Creditors	47 706 197	-	53 820 683	19 261 513	-	120 788 393
Total	327 541 928	196 609 084	185 191 765	2 547 098 129	-	3 256 440 905



Note: According to the above information, the Municipality's highest outstanding creditor is ESKOM with the total outstanding amount of R1,806 billion followed by Midvaal with the total outstanding amount of R1,330 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 July 2023 is as set out in Table 14 below.

TABLE 14: INVESTMENTS AS AT 31 JULY 2023

NW403 City Of Matlosana - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months									
Municipality											
ABSA		•	daily call	yes	Variable		43 347	837	(244 723)	328 500	127 962
INVESTEC		-	daily call	yes	Variable		7 704	53	-		7 757
SANLAM		2yrs	Policy	yes	Variable	2024/08/01	12 094		-		12 094
FNB		12months	Long term	yes	Variable	2023/06/30	68	3	-		71
FNB		-	daily call	yes	Variable		23 529	162	(0)		23 691
WEDBANK											-
Municipality sub-total							86 743	1 055	(244 723)	328 500	171 575
Entities											
											-
											-
											-
											-
											-
											-
Entities sub-total							-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2						86 743	1 055	(244 723)	328 500	171 575

Note: The municipality started the beginning of the month with total investments of R86,7 million and after investment made of R385,5 million and withdrawals of R244,7 million closed with an investment balance of R171,6 million which 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 - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		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:		550 442	615 503	615 503	249 626	249 626	51 292	198 334	386,7%	615 503
Energy Efficiency and Demand Side Management Grant		2 213	4 000	4 000	-	-	333	(333)	-100,0%	4 000
Equitable Share		538 013	599 104	599 104	249 626	249 626	49 925	199 701	400,0%	599 104
Expanded Public Works Programme Integrated Grant		2 181	3 512	3 512	-	-	293	(293)	-100,0%	3 512
Local Government Financial Management Grant		3 007	3 100	3 100	-	-	258	(258)	-100,0%	3 100
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	5 028	5 787	5 787	-	-	482	(482)	-100,0%	5 787
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		402	1 418	1 418	-	-	118	(118)	-100,0%	1 418
Capacity Building and Other Grants		402	1 418	1 418	-	-	118	(118)	-100,0%	1 418
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	550 844	616 921	616 921	249 626	249 626	51 410	198 216	385,6%	616 921
Capital Transfers and Grants										
National Government:		97 979	191 469	191 469	-	-	15 956	(15 956)	-100,0%	191 469
Integrated National Electrification Programme Grant		19 614	1 732	1 732	-	-	144	(144)	-100,0%	1 732
Municipal Infrastructure Grant		63 823	109 945	109 945	-	-	9 162	(9 162)	-100,0%	109 945
Neighbourhood Development Partnership Grant		12 787	31 162	31 162	-	-	2 597	(2 597)	-100,0%	31 162
Water Services Infrastructure Grant		1 755	48 630	48 630	-	-	4 053	(4 053)	-100,0%	48 630
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	97 979	191 469	191 469	-	-	15 956	(15 956)	-100,0%	191 469
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	648 823	808 390	808 390	249 626	249 626	67 366	182 260	270,6%	808 390

Note: The table reflect the YTD actual revenue amounts to R 249,6 million, against the YTD budget of R67,4 million as at 31 July 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 - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		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:		92 814	109 706	109 706	27 927	27 927	9 142	18 785	205,5%	109 706
Energy Efficiency and Demand Side Management Grant		3 083	4 000	4 000	(108)	(108)	333	(441)	-132,4%	4 000
Equitable Share		79 663	93 855	93 855	27 505	27 505	7 821	19 684	251,7%	93 855
Expanded Public Works Programme Integrated Grant		2 201	3 512	3 512	-	-	293	(293)	-100,0%	3 512
Local Government Financial Management Grant		2 755	3 100	3 100	113	113	258	(145)	-56,2%	3 100
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		5 113	5 239	5 239	417	417	437	(20)	-4,6%	5 239
Provincial Government:		1 599	3 308	3 308	-	-	276	(276)	-100,0%	3 308
Capacity Building and Other Grants		1 599	3 308	3 308	-	-	276	(276)	-100,0%	3 308
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		94 413	113 014	113 014	27 927	27 927	9 418	18 509	196,5%	113 014
Capital expenditure of Transfers and Grants										
National Government:		93 194	191 469	191 469	246	246	15 956	(15 710)	-98,5%	191 469
Integrated National Electrification Programme Grant		21 420	1 732	1 732	-	-	144	(144)	-100,0%	1 732
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		54 534	109 945	109 945	246	246	9 162	(8 916)	-97,3%	109 945
Neighbourhood Development Partnership Grant		11 236	31 162	31 162	-	-	2 597	(2 597)	-100,0%	31 162
Water Services Infrastructure Grant		6 004	48 630	48 630	-	-	4 053	(4 053)	-100,0%	48 630
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		93 194	191 469	191 469	246	246	15 956	(15 710)	-98,5%	191 469
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		187 607	304 483	304 483	28 172	28 172	25 374	2 799	11,0%	304 483

Note: The table reflect the YTD actual expenditure incurred amounting to R28,2 million, against the YTD budget of R25,4 million as at 31 July 2023.

3.5 COUNCILORS AND EMPLOYEE BENEFITS

- Employees related cost – R 60,4 million spent as at 31 July 2023
- Council Remuneration – R 3,02 million spent as at 31 July 2023

TABLE 17: COUNCILORS AND EMPLOYEE BENEFIT

NW403 City Of Matlosana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		23 751	25 884	25 884	1 919	1 919	2 157	(238)	-11%	25 884
Pension and UIF Contributions		1 782	2 368	2 368	151	151	197	(47)	-24%	2 368
Medical Aid Contributions		-	19	19	-	-	2	(2)	-100%	19
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		2 867	3 013	3 013	262	262	251	11	4%	3 013
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		8 511	10 303	10 303	690	690	859	(169)	-20%	10 303
Sub Total - Councillors		36 912	41 586	41 586	3 022	3 022	3 466	(443)	-13%	41 586
% increase	4		12,7%	12,7%						12,7%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		(3 708)	11 387	11 387	-	-	949	(949)	-100%	11 387
Pension and UIF Contributions		5	17	17	-	-	1	(1)	-100%	17
Medical Aid Contributions		33	53	53	-	-	4	(4)	-100%	53
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		192	1 438	1 438	-	-	120	(120)	-100%	1 438
Cellphone Allowance		-	222	222	-	-	19	(19)	-100%	222
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	8	8	-	-	1	(1)	-100%	8
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		(3 478)	13 124	13 124	-	-	1 094	(1 094)	-100%	13 124
% increase	4		-477,4%	-477,4%						-477,4%
Other Municipal Staff										
Basic Salaries and Wages		439 965	486 850	486 850	38 501	38 501	40 571	(2 070)	-5%	486 850
Pension and UIF Contributions		89 792	103 620	103 620	7 857	7 857	8 635	(778)	-9%	103 620
Medical Aid Contributions		39 568	46 423	46 423	3 432	3 432	3 869	(437)	-11%	46 423
Overtime		69 475	30 224	30 224	6 155	6 155	2 519	3 636	144%	30 224
Performance Bonus		33 332	40 102	40 102	1 706	1 706	3 342	(1 636)	-49%	40 102
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		1 450	1 486	1 486	194	194	124	70	56%	1 486
Housing Allowances		6 312	8 525	8 525	523	523	710	(187)	-26%	8 525
Other benefits and allowances		19 512	40 503	41 103	1 226	1 226	3 425	(2 200)	-64%	41 103
Payments in lieu of leave		7 044	14 964	14 364	804	804	1 197	(393)	-33%	14 364
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		706 450	772 697	772 697	60 397	60 397	64 392	(3 995)	-6%	772 697
% increase	4		9,4%	9,4%						9,4%
Total Parent Municipality		739 884	827 408	827 408	63 419	63 419	68 951	(5 532)	-8%	827 408

TABLE: 18 MATERIAL VARIANCES

NW403 City of Matlosana - Supporting Table SC1 Material variance explanations – M01 July 2023					
Ref	Description				
		Variance	%	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands					
1	Revenue By Source				
	Property Rates	43,578,393	93%	Property rates have realised more revenue due to the rates that have been raised for the full year in respect to Government Departments and the Farms who pay their accounts annually. The amount is raised in full in July as opposed to monthly instalments. The variance is expected to stabilise as the year progresses	
	Service Charges: Electricity	(10,323,043)	-11%	Less revenue billed on electricity than initially anticipated. The reduction on this line item can be attributed to the current implementation of load shedding by ESKOM and the acceleration of customers converting to solar. The municipality is also enforcing the measures to reduce illegal connections and ensure that all properties consuming electricity are billed.	The municipality has to enforce measures to reduce illegal connections and ensure that all properties consuming electricity are billed.
	Service Charges: Refuse	(4,115,894)	-19%	Revenue was less than projected	
	Rental of facilities & equipment	125,871	16%	More bookings were made in the municipality halls in the month of July which led to an increase in revenue.	
	Interest earned – external investment	(784,031)	96%	Most of the interest earned is realised at the end of financial year.	
	License and Permits	(124,900)	-17%	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	
	Fines, penalties and forfeits	(143,742)	-56%	The budgeted amount consists of numerous items (e.g. traffic fines, court fines, illegal	According the traffic department, the vacant positions have been advertised therefore, traffic fines collection rate will start to increase as soon as the

				<p>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. According the traffic department, the vacant positions have been advertised therefore traffic fines collection rate will start to increase as soon as the appointment of new Traffic Officers has been finalised.</p>	<p>appointment of new Traffic Officers has been finalised.</p>
	Other revenue	1,694,713)	-24%	<p>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.</p>	

2	Expenditure by Type				
	Bulk Purchases - electricity	(89,836,588)	-97%	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	(30,203,907)	-78%	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 cash flow challenges.	
	Interest	(808,575)	-91%	The underspending is mainly on interest paid on overdue accounts, most of the journals for interest paid on overdue accounts are done at the end of the financial year.	
	Debt Impairment	(48,279,051)	-100%	Most of the Debt Impairment journals are done at the end of financial year.	
	Inventory (Repair & Maintenance)	(36,135,049)	-81%	Inventory consumed includes Bulk Water, expenditure is lower due to the outstanding Midvaal invoices, the Municipality is struggling to meet the obligation due to cash flow challenges.	
	Other expenditure	11,413,486	43%	Other expenditure is made up of numerous miscellaneous items (e.g. printing & publications, membership fees & subscriptions, travel & accommodation, insurance premiums, etc.) in this instance over performance was due to the annual payment of Insurance premium.	

TABLE 19: FINANCIAL PERFORMANCE

NW403 City Of Matlosana - Supporting Table SC2 Monthly Budget Statement - performance indicators - M01 July

Description of financial indicator	Basis of calculation	Ref	2022/23	Budget Year 2023/24			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0,0%	10,5%	10,5%	0,1%	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		62,7%	-8,6%	-8,6%	59,8%	-8,6%
Gearing	Long Term Borrowing/ Funds & Reserves		0,0%	0,0%	0,0%	0,0%	0,0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	61,9%	211,6%	211,6%	73,5%	211,6%
Liquidity Ratio	Monetary Assets/Current Liabilities		1,5%	85,8%	85,8%	9,7%	85,8%
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		36,7%	0,0%	0,0%	0,0%	0,0%
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%	19,0%	19,0%	0,0%	19,0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	0,0%	15,0%	15,0%	0,0%	15,0%
Employee costs	Employee costs/Total Revenue - capital revenue		19,4%	18,6%	18,6%	10,6%	18,6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		14,2%	13,2%	13,2%	3,0%	13,2%
Interest & Depreciation	I&D/Total Revenue - capital revenue		7,6%	10,7%	10,7%	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 - M01 July

Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	9 621	19 289	19 289	246	246	19 289	19 044	98,7%	0%
August	9 621	19 289	19 289	-	-	38 578	38 578	100,0%	0%
September	9 621	19 289	19 289	-	-	57 867	57 867	100,0%	0%
October	9 621	19 289	19 289	-	-	77 157	77 157	100,0%	0%
November	9 621	19 289	19 289	-	-	96 446	96 446	100,0%	0%
December	9 621	19 289	19 289	-	-	115 735	115 735	100,0%	0%
January	9 621	19 289	19 289	-	-	135 024	135 024	100,0%	0%
February	9 621	19 289	19 289	-	-	154 313	154 313	100,0%	0%
March	9 621	19 289	19 289	-	-	173 602	173 602	100,0%	0%
April	9 621	19 289	19 289	-	-	192 891	192 891	100,0%	-
May	9 621	19 289	19 289	-	-	212 180	212 180	100,0%	-
June	9 621	19 289	19 289	-	-	231 469	231 469	100,0%	-
Total Capital expenditure	115 449	231 469	231 469	246					

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 - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		70 719	178 183	178 183	-	-	14 849	14 849	100,0%	178 183
Roads Infrastructure		23 808	43 685	43 685	-	-	3 640	3 640	100,0%	43 685
Roads		23 808	43 685	43 685	-	-	3 640	3 640	100,0%	43 685
Electrical Infrastructure		30 039	14 200	14 200	-	-	1 183	1 183	100,0%	14 200
Power Plants										
HV Substations		6 227	14 200	14 200	-	-	1 183	1 183	100,0%	14 200
MV Networks		21 420	-	-	-	-	-	-		-
LV Networks		2 391	-	-	-	-	-	-		-
Capital Spares										
Water Supply Infrastructure		9 728	45 475	45 475	-	-	3 790	3 790	100,0%	45 475
Bulk Mains		6 660	19 000	19 000	-	-	1 583	1 583	100,0%	19 000
Distribution		3 068	26 475	26 475	-	-	2 206	2 206	100,0%	26 475
Sanitation Infrastructure		3 648	39 352	39 352	-	-	3 279	3 279	100,0%	39 352
Pump Station		2 799	-	-	-	-	-	-		-
Reticulation		849	8 935	8 935	-	-	745	745	100,0%	8 935
Waste Water Treatment Works										
Outfall Sewers		-	19 000	19 000	-	-	1 583	1 583	100,0%	19 000
Toilet Facilities		-	11 418	11 418	-	-	951	951	100,0%	11 418
Capital Spares										
Solid Waste Infrastructure		3 496	35 471	35 471	-	-	2 956	2 956	100,0%	35 471
Landfill Sites										
Waste Transfer Stations		3 496	35 471	35 471	-	-	2 956	2 956	100,0%	35 471
Community Assets		7 582	7 000	7 000	246	246	583	338	57,9%	7 000
Community Facilities		4 878	-	-	-	-	-	-		-
Sport and Recreation Facilities		2 704	7 000	7 000	246	246	583	338	57,9%	7 000
Indoor Facilities		-	-	-	-	-	-	-		-
Outdoor Facilities		2 704	7 000	7 000	246	246	583	338	57,9%	7 000
Computer Equipment		-	8 000	8 000	-	-	667	667	100,0%	8 000
Computer Equipment		-	8 000	8 000	-	-	667	667	100,0%	8 000
Furniture and Office Equipment		401	1 800	1 800	-	-	150	150	100,0%	1 800
Furniture and Office Equipment		401	1 800	1 800	-	-	150	150	100,0%	1 800
Machinery and Equipment		1 288	1 000	1 000	-	-	83	83	100,0%	1 000
Machinery and Equipment		1 288	1 000	1 000	-	-	83	83	100,0%	1 000
Transport Assets		22 695	4 543	4 543	-	-	379	379	100,0%	4 543
Transport Assets		22 695	4 543	4 543	-	-	379	379	100,0%	4 543
Total Capital Expenditure on new assets	1	102 775	200 526	200 526	246	246	16 710	16 465	98,5%	200 526

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	2022/23	Budget Year 2023/24							
		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		4 321	19 526	19 526	-	-	1 627	1 627	100,0%	19 526
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		1 385	5 206	5 206	-	-	434	434	100,0%	5 206
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	1 732	1 732	-	-	144	144	100,0%	1 732
LV Networks		1 385	3 474	3 474	-	-	290	290	100,0%	3 474
Sanitation Infrastructure		2 936	14 320	14 320	-	-	1 193	1 193	100,0%	14 320
Pump Station		-	-	-	-	-	-	-	-	-
Reticalation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		2 936	14 320	14 320	-	-	1 193	1 193	100,0%	14 320
Total Capital Expenditure on renewal of existing assets	1	4 321	19 526	19 526	-	-	1 627	1 627	100,0%	19 526

SUPPORTING TABLE SC13c

NW403 City Of Matlosana - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M01

Description	Ref	Budget Year 2023/24								
		2022/23 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		210 481	196 020	196 020	8 513	8 513	16 335	7 822	47,9%	196 020
Roads Infrastructure		90 774	56 998	56 998	5 556	5 556	4 750	(806)	-17,0%	56 998
Roads		90 149	56 065	56 065	5 387	5 387	4 672	(715)	-15,3%	56 065
Road Structures										
Road Furniture		625	933	933	169	169	78	(91)	-117,2%	933
Capital Spares										
Storm water Infrastructure			10 000	10 000			833	833	100,0%	10 000
Drainage Collection			10 000	10 000			833	833	100,0%	10 000
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		81 445	91 719	91 719	2 581	2 581	7 643	5 063	66,2%	91 719
MV Substations		261	823	823			69	69	100,0%	823
MV Switching Stations			122	122			10	10	100,0%	122
MV Networks										
LV Networks		81 184	90 774	90 774	2 581	2 581	7 565	4 984	65,9%	90 774
Capital Spares										
Water Supply Infrastructure		19 977	15 812	15 812	376	376	1 318	942	71,5%	15 812
Dams and Weirs										
Boreholes										
Reservoirs		3 517	3 697	3 697	25	25	308	283	91,9%	3 697
Distribution		16 460	12 115	12 115	351	351	1 010	658	65,2%	12 115
Sanitation Infrastructure		18 285	21 490	21 490			1 791	1 791	100,0%	21 490
Pump Station										
Reticulation		10 375	11 281	11 281			940	940	100,0%	11 281
Waste Water Treatment Works		7 910	10 210	10 210			851	851	100,0%	10 210
Community Assets		12 822	18 730	18 730	-	-	1 561	1 561	100,0%	18 730
Community Facilities		5 728	10 612	10 612			884	884	100,0%	10 612
Museums		81	1 064	1 064			89	89	100,0%	1 064
Galleries										
Theatres										
Libraries		835	1 911	1 911			159	159	100,0%	1 911
Cemeteries/Crematoria		4 540	6 030	6 030			503	503	100,0%	6 030
Police										
Parks										
Public Open Space			130	130			11	11	100,0%	130
Nature Reserves		217	729	729			61	61	100,0%	729
Public Ablution Facilities										
Markets		55	748	748			62	62	100,0%	748
Sport and Recreation Facilities		7 094	8 119	8 119			677	677	100,0%	8 119
Indoor Facilities		2 494	2 505	2 505			209	209	100,0%	2 505
Outdoor Facilities		4 600	5 614	5 614			468	468	100,0%	5 614
Capital Spares										
Heritage assets		136	199	199	-	-	17	17	100,0%	199
Conservation Areas		136	199	199			17	17	100,0%	199
Other assets		3 378	10 626	10 626	1	1	886	885	99,9%	10 626
Operational Buildings		3 378	10 626	10 626	1	1	886	885	99,9%	10 626
Municipal Offices		3 350	10 566	10 566	1	1	881	880	99,9%	10 566
Pay/Enquiry Points										
Building Plan Offices										
Workshops		28	51	51			4	4	100,0%	51
Yards										
Stores			10	10			1	1	100,0%	10

Intangible Assets	2 917	4 563	4 563	-	-	380	380	100,0%	4 563
Servitudes									
Licences and Rights	2 917	4 563	4 563	-	-	380	380	100,0%	4 563
<i>Water Rights</i>									
<i>Effluent Licenses</i>									
<i>Solid Waste Licenses</i>									
<i>Computer Software and Applications</i>	2 917	4 563	4 563	-	-	380	380	100,0%	4 563
<i>Load Settlement Software Applications</i>									
<i>Unspecified</i>									
Computer Equipment	2 475	4 300	4 300	-	-	358	358	100,0%	4 300
Computer Equipment	2 475	4 300	4 300	-	-	358	358	100,0%	4 300
Furniture and Office Equipment	2 314	3 068	3 068	-	-	256	256	100,0%	3 068
Furniture and Office Equipment	2 314	3 068	3 068	-	-	256	256	100,0%	3 068
Machinery and Equipment	21 301	25 639	25 639	-	-	2 137	2 137	100,0%	25 639
Machinery and Equipment	21 301	25 639	25 639	-	-	2 137	2 137	100,0%	25 639
Transport Assets	229	14 390	14 390	14	14	1 199	1 185	98,8%	14 390
Transport Assets	229	14 390	14 390	14	14	1 199	1 185	98,8%	14 390
Total Repairs and Maintenance Expenditure	256 054	277 534	277 534	8 528	8 528	23 128	14 600	63,1%	277 534

SUPPORTING TABLE SC13d

NW403 City Of Matlosana - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M01 July

Description	Ref	2022/23		Budget Year 2023/24						
		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		209 380	322 692	322 692	-	-	26 891	26 891	100,0%	322 692
Roads Infrastructure		65 071	96 260	96 260	-	-	8 022	8 022	100,0%	96 260
Roads		65 071	96 260	96 260	-	-	8 022	8 022	100,0%	96 260
Electrical Infrastructure		41 794	59 997	59 997	-	-	5 000	5 000	100,0%	59 997
MV Networks		41 794	59 997	59 997	-	-	5 000	5 000	100,0%	59 997
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		55 326	93 480	93 480	-	-	7 790	7 790	100,0%	93 480
Distribution		55 326	93 480	93 480	-	-	7 790	7 790	100,0%	93 480
Sanitation Infrastructure		47 190	72 956	72 956	-	-	6 080	6 080	100,0%	72 956
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		47 190	72 956	72 956	-	-	6 080	6 080	100,0%	72 956
Other assets		58 633	79 263	79 263	-	-	6 605	6 605	100,0%	79 263
Operational Buildings		58 633	79 263	79 263	-	-	6 605	6 605	100,0%	79 263
Municipal Offices		58 633	79 263	79 263	-	-	6 605	6 605	100,0%	79 263
Computer Equipment		735	1 763	1 763	-	-	147	147	100,0%	1 763
Computer Equipment		735	1 763	1 763	-	-	147	147	100,0%	1 763
Furniture and Office Equipment		1 326	2 617	2 617	-	-	218	218	100,0%	2 617
Furniture and Office Equipment		1 326	2 617	2 617	-	-	218	218	100,0%	2 617
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		2 255	33 666	33 666	-	-	2 805	2 805	100,0%	33 666
Transport Assets		2 255	33 666	33 666	-	-	2 805	2 805	100,0%	33 666
Total Depreciation	1	272 329	440 000	440 000	-	-	36 667	36 667	100,0%	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	2022/23	Budget Year 2023/24							
		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 upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		-	11 418	11 418	-	-	951	951	100,0%	11 418
Water Supply Infrastructure		-	11 418	11 418	-	-	951	951	100,0%	11 418
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	11 418	11 418	-	-	951	951	100,0%	11 418
Community Assets		5 477	-	-	-	-	-	-	-	-
Community Facilities		5 477	-	-	-	-	-	-	-	-
Testing Stations		1 132	-	-	-	-	-	-	-	-
Markets		4 345	-	-	-	-	-	-	-	-
Other assets		2 876	-	-	-	-	-	-	-	-
Operational Buildings		2 876	-	-	-	-	-	-	-	-
Municipal Offices		2 876	-	-	-	-	-	-	-	-
Total Capital Expenditure on upgrading of existing assets	1	8 353	11 418	11 418	-	-	951	951	100,0%	11 418

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 July 2023 as per section 71 of the MFMA.

