

CITY OF MATLOSANA

Attached hereto an item to be submitted to the _____ Committee to be held on _____ Author of the item Liesego Moloke

HEAD OF DIVISION: H.S. Rossouw
SIGNED: [Signature]
DATE: 2024/01/19

DELEGATED TO: _____
NUMBER: _____

Received by Deputy Director: Administration

Date and Time: 25/1/2024
Signature: [Signature]

[Signature] 25/01/2024
Member of the Mayoral Committee Date

COMMENTS: _____

Director: Corporate Services Date
[Signature] 23/01/24
Chief Financial Officer Date

COMMENTS: _____

Director: Planning and Human Settlements Date

COMMENTS: _____

Director: Technical & Infrastructure Date

COMMENTS: _____

Director: Community Development Date

COMMENTS: _____

Director: Public Safety Date

COMMENTS: _____

Director: Local Economic Development Date

COMMENTS: _____

[Signature] 25/01/2024
Municipal Manager Date

[Signature] 25/1/2024
DEPUTY DIRECTOR: CORPORATE SERVICES DATE

ALL MANAGERS: Ensure that your report contains comments of relevant Departments implied in your report for inclusion in the agenda, failing which same report will be excluded from the agenda.

[Handwritten mark]

QUARTELY REPORT FOR THE PERIOD ENDING 31 DECEMBER 2023

MUNICIPAL FINANCE MANAGEMENT ACT NO.56 of 2003(MFMA): QUARTERLY FINANCIAL REPORT FOR THE PERIOD 01 OCTOBER 2023 – 31 DECEMBER 2023

1. PURPOSE

To comply with section 52(d) of the MFMA, by the provision of a statement to the Executive Mayor containing certain financial particulars, as legislated.

2. BACKGROUND

Section 52(d) of the MFMA requires that: The Mayor of a Municipality must within **30 days** after the end of each quarter submit a report to the **Council** on the implementation of the budget and the financial state of affairs.

1. Executive summary	3
1.1 Performance summary.....	3
2. In - year budget statement.....	8
2.1 Monthly budget statement summary.....	8
2.2 Monthly budget statement financial performance – Revenue.....	9
2.3 Monthly budget statement financial performance – Expenditure per category..	11
2.4 Actual capital expenditure per vote and funding source.....	13
2.5 Monthly budget statement cash flow.....	18
2.6 Actual borrowings.....	19

PART 2

3. In – year budget statement supporting tables and documentations.....	20
3.1 Debtors age analysis.....	20
3.2 Creditors age analysis.....	22
3.3 Investments.....	23
3.4 Allocation received and actual expenditure on allocation received.....	24
3.5 Councillors and employees benefits.....	26
3.6 Other supporting documentations.....	31

LIST OF TABLES

Table 1: Performance Summary

Table 2: Monthly budget statement - Summary

Table 3: Monthly budget statement – Revenue per source

Table 4: Monthly budget statement - Revenue per department

Table 5: Monthly budget statement – Operational expenditure per category

Table 6: Monthly budget statement – Operational expenditure per vote

Table 7: Monthly budget statement – Capital expenditure per vote

Table 8: Monthly budget statement – Capital expenditure per funding source

Table 9: Monthly budget statement – Financial Position

Table 10: Monthly budget statement – Cash Flow

Table 11: Monthly budget statement – Actual borrowings

Table 12: Monthly budget statement – Debtors age analysis

Table 13: Monthly budget statement –Creditors age analysis

Table 14: Monthly budget statement – Investment

Table 15: Monthly budget statement – Transfer grant receipts

Table 16: Monthly budget statement – Transfer grant expenditure

Table 17: Monthly budget statement – Council and employee benefits

Table 18: Monthly budget statement – Material Variances

Table 19: Monthly budget statement – Ratios

Table 20: Monthly budget statement – Capital Expenditure Performance

PART 1: IN-YEAR REPORT

1. EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL PERFORMANCE OF THE MUNICIPALITY FOR THE 2nd QUARTER ENDED ON 31 DECEMBER 2023

1.1 Performance summary

Table 1: Performance summary

Summary statement of Financial Performance					
Description	YTD Budget 2023/24	2nd Quarter Actuals 2023/24	YTD Actual 2023/24	Variance Favourable (Unfavourable)	Variance %
Total Revenue by Source	2,107,277,496	1,020,586,888	2,134,133,800	26,856,304	1%
Total Operating Expenditure	2,143,858,368	727,635,363	1,342,782,861	(801,075,507)	-37%
SURPLUS/ (DEFICIT).	(36,580,872)	292,951,526	791,350,939	(827,931,811)	

Revenue

The revenue for the Quarter ending 31 December 2023 amounts to R1, 021 billion and the year to date actual revenue amounts to R2,134 billion and reflects a favourable outcome of 1% when compared with the year-to date budget of R2,107 billion.

The favourable outcome on the year date can be attributed to the following:

- Transfers received in the month of December from the following Grants:
 - Equitable Share: R185 million
 - WSIG: R20 million
 - NDPG: R5.2 million
 - INEP :R732 thousands

- Interest earned on debtors, due to the huge debtors balance, which currently amounts to R8, 7 billion.

From the above financial performance table it is evident that most of the revenue line items had reflected an unfavourable deviation. The unfavourable deviation can be attributed to the following.

- **Service charges – Electricity revenue (-8%):** 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 (-22%):** Less revenue billed as the anticipated increase on the refuse revenue has not materialised. Process of reconciling the valuation roll and the financial system on an ongoing basis to ensure that all properties within City of Matlosana are billed for refuse collection.
- **Service charges – Water revenue (-9%) and Sanitation revenue (-10%):** Revenue was less than projected
- **Interest earned from receivables 8% 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.
- **License and Permits (-11%):** 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 (-38%):** 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 and Commission Transaction Handling fees. The reason for under collection is that there has been delays in the issuing of clearance figures for property transfers.

Expenditure

The operating expenditure for the quarter ending 31 December 2023 amounts to R728 million and the year to date actual expenditure amounts to R1,343 billion and reflects a negative deviation of 37% when compared with the year to date budget amount of R2,144 billion. The negative deviation is because 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 variance on the expenditure against the YTD budget is mainly on the following items:

- **Interest (-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.
- **Bulk Purchases (-45%):** Expenditure is lower due to the outstanding Eskom invoices; it is difficult for the municipality to meet the obligation due to the low cash flow challenges.
- **Inventory consumed (-37%):** Inventory consumed includes Bulk Water, expenditure is lower due to the outstanding Midvaal invoices, and the Municipality is struggling to meet the obligation due to cash flow challenges.
- **Contracted services (-32%):** Mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration. Low spending than initially planned due to cash flow challenges.
- **Debt Impairment (-100%):** Most of the Debt Impairment journals are done at the end of financial year.
- **Other Expenditure (-17%):** less spending due to cash flow challenges.

Cash management

Bank Balances	R 6,247,049
Call Investments	R 80,150,066
Cash and Cash Investments	R 86,397,115

Investment Portfolio: 31 December 2023

City of Matlosana

INSTITUTION	INTEREST RATE	DECEMBER 2023	EXPLANATION
Call Investment			
ABSA: 3854	3,73%	31 628 966,84	WSIG
ABSA: 5047	4,70%	5 071 313,39	INEP
ABSA: 6177	6,75%	179 389,37	MIG
ABSA: 2264	4,70%	7 831,49	own (Eskom)
ABSA: 4682	6,65%	131 495,82	NDPG
ABSA: 4063	1,55%	3 234 994,28	EEDSM
ABSA: 1223	6,75%	2 582 282,63	Auction
ABSA: 5203		4 783 325,00	own (Salaries)
INVESTEC	3,30%	8 024 399,95	own
FNB		24 506 067,37	COVID
TOTAL Call Investment		80 150 066,14	

Note: The R65 million Call investment is ring-fenced for Conditional Grant.

Collection Rate & Outstanding Debtors

Total Outstanding Debtors	R 8,665,588,887
Debtors: Government	R 91,268,295
Debtors: Business	R 656,102,117
Debtors: Household	R 7,918,218,475

Note: The detailed Debtors Age analysis is outlined on Table 12. The average collection rate for the quarter ending 31 December 2023 is 61%.

Creditors

Total Outstanding Creditors	R 3,508,627,900
ESKOM	R 1,849,786,367
Midvaal	R 1,573,141,029
Trade Creditors	R 81,753,058
Auditor General	R 3,947,446

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

Capital Grants Expenditure

CAPITAL GRANT EXPENDITURE	BUDGET 2023/24	2nd Quarter 2023/24 VAT Incl	YTD ACTUALS VAT Incl	YTD BUDGET	YTD % Incl VAT
MIG	109 945 401	23 202 703	24 853 543	54 972 701	22,61
NDPG	31 162 000	10 737 274	12 247 936	15 581 000	39,30
INEP	1 732 000	1 702 737	1 702 737	866 000	98,31
WSIG	48 630 000	17 269 258	18 810 674	24 315 000	38,68
TOTAL	191 469 401	52 911 972	57 614 889	95 734 701	30,09

Note: The total Capital grants budget amounts to R 191, 5 million. The total expenditure for first quarter ending 31 December 2023 amounts to R53 million representing 30% of the total Capital Grants budget. Capital Grants spending is relatively low as compared to the 50% of the Year to date budget. The detailed reasons for underspending are outlined below Table 7.

2. IN – YEAR BUDGET STATEMENT MAIN TABLE

2.1 Quarterly Report summary

Table2 C1: 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 - M06 December

Description	2022/23	Budget		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget						
R thousands									
Financial Performance									
Property rates	456 397	561 076	561 076	37 759	280 521	280 538	(17)	-0%	561 076
Service charges	1 949 608	2 305 667	2 305 667	136 457	1 033 972	1 152 833	(118 862)	-10%	2 305 667
Investment revenue	15 402	–	–	–	–	–	–	–	–
Transfers and subsidies - Operational	–	9 761	9 761	778	4 559	4 880	(322)	-7%	9 761
Other own revenue	1 308 912	1 338 052	1 338 052	246 393	799 975	669 026	130 949	20%	–
Total Revenue (excluding capital transfers and contributions)	3 745 722	4 214 556	4 214 556	421 387	2 119 026	2 107 277	11 749	1%	4 214 556
Employee costs	696 837	785 821	785 821	59 909	365 165	392 912	(27 747)	–	785 821
Remuneration of Councillors	36 912	41 586	41 586	5 577	20 794	20 793	0	–	41 586
Depreciation and amortisation	382 953	440 000	440 000	63 217	189 651	220 000	(30 349)	–	440 000
Interest	237 534	10 711	10 711	70	457	5 355	(4 898)	–	10 711
Inventory consumed and bulk purchase	1 430 478	1 645 412	1 645 612	158 679	474 162	822 773	(348 612)	–	1 645 612
Transfers and subsidies	–	–	–	–	–	–	–	–	–
Other expenditure	1 952 982	1 364 177	1 363 977	53 853	292 554	682 024	(389 470)	-57%	1 363 977
Total Expenditure	4 737 696	4 287 708	4 287 708	341 306	1 342 783	2 143 858	(801 076)	-37%	4 287 708
Surplus/(Deficit)	(991 975)	(73 152)	(73 152)	80 081	776 243	(36 581)	812 824	-2222%	(73 152)
Transfers and subsidies - capital (monetary allocations)	107 437	191 469	191 469	4 746	15 108	–	15 108	#DIV/0!	191 469
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(884 538)	118 317	118 317	84 827	791 351	(36 581)	827 932	-2263%	118 317
Surplus/(Deficit) after capital transfers & contributions - associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(884 538)	118 317	118 317	84 827	791 351	(36 581)	827 932	-2263%	118 317
Capital expenditure & funds sources									
Capital expenditure	83 952	231 469	231 469	32 673	50 464	115 735	(65 271)	-56%	231 469
Capital transfers recognised	77 727	191 469	191 469	32 422	50 100	95 735	(45 635)	-48%	191 469
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	6 225	40 000	40 000	251	364	20 000	(19 636)	-98%	40 000
Total sources of capital funds	83 952	231 469	231 469	32 673	50 464	115 735	(65 271)	-56%	231 469
Financial position									
Total current assets	1 903 959	487 454	487 454	–	3 332 241	–	–	–	487 454
Total non current assets	5 453 531	4 119 658	4 119 658	–	5 314 343	–	–	–	4 119 658
Total current liabilities	4 977 029	230 387	230 387	–	5 479 964	–	–	–	230 387
Total non current liabilities	26 576	81 274	81 274	–	21 386	–	–	–	81 274
Community wealth/Equity	3 963 559	4 177 134	4 177 134	–	3 157 329	–	–	–	4 177 134
Cash flows									
Net cash from (used) operating	1 691 423	218 461	218 461	227 286	1 509 199	109 228	(1 399 971)	-1282%	218 461
Net cash from (used) investing	(83 952)	(231 437)	(231 469)	(32 673)	(50 464)	(115 718)	(65 255)	56%	(231 437)
Net cash from (used) financing	–	(2 300)	(4 800)	621	377	(1 150)	(1 527)	133%	(2 300)
Cash/cash equivalents at the month/yr	1 832 393	197 724	195 192	–	1 563 886	205 360	(1 358 525)	-662%	89 498
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	280 421	204 545	172 423	8 008 199	–	–	–	–	8 665 589
Creditors Age Analysis									
Total Creditors	227 248	160 515	210 377	2 910 487	–	–	–	–	3 508 628

2.2 Quarterly Report – Financial Performance (Revenue by source)

Actual operating revenue per revenue 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 R2,134 billion and compares favourably with the pro rata budgeted figure of R2,107 billion a positive variance of R27 million for the quarter ending 31 December 2023.

TABLE 3: ACTUAL REVENUE PER SOURCE FOR THE QUARTER ENDING 31 DECEMBER 2023

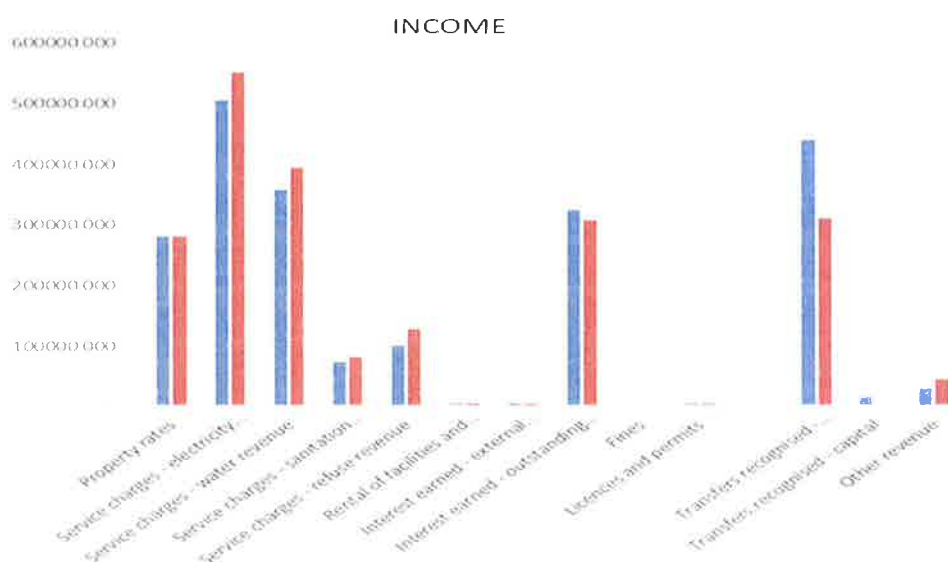
NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	2nd Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%		
Revenue										
Exchange Revenue										
Service charges - Electricity		876 124	1 100 940	1 100 940	246 120	504 783	550 470	(45 687)	-8%	1 100 940
Service charges - Water		736 820	787 552	787 552	185 970	356 688	393 776	(37 088)	-9%	787 552
Service charges - Waste Water Management		141 373	162 319	162 319	36 238	72 932	81 159	(8 227)	-10%	162 319
Service charges - Waste management		195 291	254 856	254 856	49 189	99 568	127 428	(27 860)	-22%	254 856
Sale of Goods and Rendering of Services		6 086	8 971	8 971	2 632	4 511	4 485	26	1%	8 971
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		550 656	558 181	558 181	151 699	300 573	279 090	21 483	8%	558 181
Interest from Current and Non Current Assets		15 402	9 761	9 761	2 413	4 559	4 880			9 761
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		106 775	9 300	9 300	2 152	4 401	4 650	(249)	-5%	9 300
Licence and permits		7 528	8 909	8 909	1 993	3 959	4 455	(496)	-11%	8 909
Operational Revenue		49 986	77 620	77 620	14 248	23 976	38 810	(14 834)	-38%	77 620
Non-Exchange Revenue										
Property rates		456 397	561 076	561 076	113 344	280 521	280 538	(17)	0%	561 076
Surcharges and Taxes		14	241	241	-	-	120	(120)		241
Fines, penalties and forfeits		8 377	3 104	3 104	833	1 445	1 552	(107)		3 104
Licence and permits		261	50	50	-	-	25	(25)		50
Transfers and subsidies - Operational		559 520	616 921	616 921	187 400	438 029	308 460	129 569		616 921
Interest		50 406	54 756	54 756	11 883	23 077	27 378	(4 301)		54 756
Fuel Levy		-	-	-	-	-	-	-		-
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		(16 572)	-	-	-	-	-	-		-
Other Gains		1 276	-	-	3	3	-	3		-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		3 745 722	4 214 556	4 214 556	1 006 117	2 119 026	2 107 277	11 749	1%	4 214 556
Transfers and subsidies - capital (monetary allocations)		107 437	191 469	191 469	14 470	15 108	-	15 108	#DIV/0!	191 469
Total Revenue (including capital transfers and contributions)		3 853 158	4 406 025	4 406 025	1 020 587	2 134 134	2 107 277	26 856	#DIV/0!	4 406 025

TABLE 4: ACTUAL REVENUE PER REVENUE DEPARTMENT FOR THE QUARTER ENDING 31 DECEMBER 2023

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December 2nd QUARTER

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	2nd QUARTER	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		1 188 283	1 360 784	1 360 784	348 155	813 144	680 392	132 752	20%	1 360 784
Executive and council		(13 807)	2 661	2 661	485	1 056	1 330	(274)	-21%	2 661
Finance and administration		1 202 091	1 358 123	1 358 123	347 670	812 088	679 062	133 026	20%	1 358 123
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		143 887	79 168	79 168	11 722	16 800	39 584	(22 784)	-58%	79 168
Community and social services		101 091	4 679	4 679	806	1 326	2 340	(1 014)	-43%	4 679
Sport and recreation		3 783	7 710	7 710	613	551	3 855	(3 304)	-86%	7 710
Public safety		31 482	31 778	31 778	9 836	13 108	15 889	(2 781)	-18%	31 778
Housing		7 531	35 000	35 000	468	1 815	17 500	(15 685)	-90%	35 000
Health		-	-	-	-	-	-	-		-
Economic and environmental services		40 705	59 719	59 719	9 014	11 214	29 859	(18 646)	-62%	59 719
Planning and development		9 987	11 846	11 846	2 091	4 208	5 923	(1 715)	-29%	11 846
Road transport		30 536	47 652	47 652	6 898	6 926	23 826	(16 900)	-71%	47 652
Environmental protection		182	221	221	25	80	111	(31)	-28%	221
Trading services		2 451 963	2 883 407	2 883 407	642 567	1 275 346	1 441 703	(166 357)	-12%	2 883 407
Energy sources		964 401	1 167 557	1 167 557	261 466	534 333	583 778	(49 445)	-8%	1 167 557
Water management		986 051	1 048 742	1 048 742	253 188	489 792	524 371	(34 579)	-7%	1 048 742
Waste water management		155 436	242 313	242 313	40 437	78 080	121 156	(43 076)	-36%	242 313
Waste management		346 074	424 794	424 794	87 477	173 141	212 397	(39 256)	-18%	424 794
Other	4	28 320	22 947	22 947	9 129	17 630	11 474	6 156	54%	22 947
Total Revenue - Functional	2	3 853 158	4 406 025	4 406 025	1 020 587	2 134 134	2 203 012	(68 878)	-3%	4 406 025



2.3 Quarterly Report – Financial Performance (Expenditure per category)

1. 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 1,343 billion compares unfavourably with the pro rata budgeted expenditure of R 2,144 billion a variance of R801 million

TABLE 5: ACTUAL OPERATIONAL EXPENDITURE PER CATEGORY FOR THE QUARTER ENDING 31 DECEMBER 2023

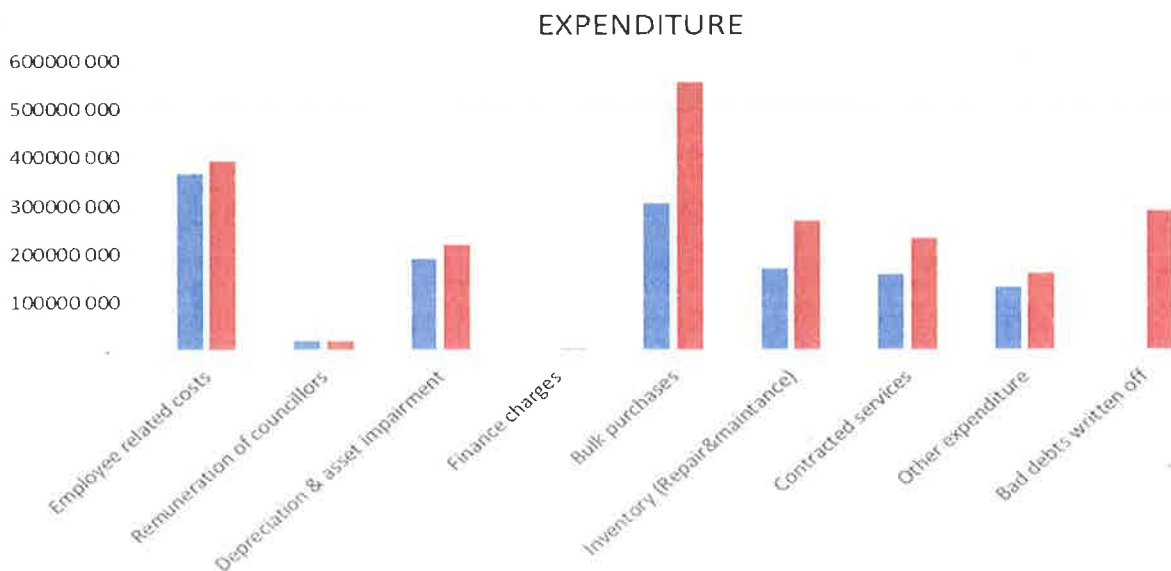
NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	2nd Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		696 837	785 821	785 821	183 771	365 165	392 912	(27 747)	-7%	785 821
Remuneration of councillors		36 912	41 586	41 586	11 892	20 794	20 793	0	0%	41 586
Bulk purchases - electricity		848 230	1 109 287	1 109 287	170 429	304 320	554 643	(250 324)		1 109 287
inventory consumed		582 248	536 125	536 125	103 682	169 842	268 130	(98 288)		536 125
Debt impairment		3 750	579 349	579 349	-	-	289 674	(289 674)	-100%	579 349
Depreciation and amortisation		382 953	440 000	440 000	94 826	189 651	220 000	(30 349)	-14%	440 000
Interest		237 534	10 711	10 711	216	457	5 355	(4 898)	-91%	10 711
Contracted services		249 463	465 092	465 092	96 607	158 925	232 511	(73 586)	-32%	465 092
Transfers and subsidies					-			-		
Irrecoverable debts written of		1 364 107	-	-	1 450	1 514	-	1 514		-
Operational costs		312 936	319 737	319 737	66 212	132 116	159 839	(27 723)	-17%	319 737
Losses on Disposal of Assets		-	-	-	-	-	-	-		-
Other Losses		342	-	-	-	-	-	-		-
Total Expenditure		4 715 312	4 287 708	4 287 708	729 086	1 342 783	2 143 858	(801 076)	-37%	4 287 708

TABLE 6: ACTUAL OPERATIONAL EXPENDITURE PER VOTE FOR THE QUARTER ENDING 31 DECEMBER 2023

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December 2nd QUARTER

Description	Ref	2022/23	Budget Year 2023/24							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	2nd QUARTER	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Expenditure - Functional										
Governance and administration		868 402	772 965	772 965	143 469	279 779	386 484	(106 704)	-28%	772 965
Executive and council		556 627	423 830	423 830	94 646	191 599	211 916	(20 317)	-10%	423 830
Finance and administration		305 539	342 814	342 814	47 163	84 936	171 408	(86 472)	-50%	342 814
Internal audit		6 237	6 321	6 321	1 660	3 245	3 161	84	3%	6 321
Community and public safety		350 482	434 325	434 325	91 536	169 454	217 097	(47 643)	-22%	434 125
Community and social services		58 296	128 419	128 419	21 707	40 597	64 210	(23 613)	-37%	128 419
Sport and recreation		134 837	114 464	114 464	23 879	45 965	57 232	(11 267)	-20%	114 464
Public safety		140 762	171 880	171 880	37 377	71 471	85 940	(14 469)	-17%	171 880
Housing		16 555	19 390	19 390	8 563	11 412	9 628	1 783	19%	19 190
Health		33	171	171	9	9	86	(76)	-89%	171
Economic and environmental services		287 347	300 926	300 926	73 630	152 781	150 530	2 251	1%	301 126
Planning and development		202 030	73 429	73 429	14 227	28 326	36 782	(8 455)	-23%	73 629
Road transport		74 239	225 168	225 168	59 088	123 796	112 584	11 212	10%	225 168
Environmental protection		11 078	2 329	2 329	316	659	1 165	(505)	-43%	2 329
Trading services		3 179 938	2 751 769	2 751 769	415 186	731 616	1 375 886	(644 270)	-47%	2 751 769
Energy sources		1 686 592	1 644 880	1 645 102	245 788	444 328	822 551	(378 223)	-46%	1 645 102
Water management		987 003	666 638	666 416	88 661	136 731	333 208	(196 477)	-59%	666 416
Waste water management		227 151	240 544	240 544	42 263	82 174	120 272	(38 099)	-32%	240 544
Waste management		279 193	199 707	199 707	38 474	68 384	99 854	(31 470)	-32%	199 707
Other		29 142	27 724	27 724	5 275	9 152	13 862	(4 710)	-34%	27 724
Total Expenditure - Functional	3	4 715 312	4 287 708	4 287 708	729 095	1 342 783	2 143 859	(801 076)	-37%	4 287 708



2.4 Actual capital expenditure 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 QUARTER ENDING 31 DECEMBER 2023

NW403 City Of Matlosana -Table C5 Monthly Budget Statement -Capital Expenditure (municipal vote, functional classification and funding) -2nd QUARTER

Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	2nd QUARTER	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		0	10 000	10 000	356	364	5 000	(4 636)	-93%	10 000
Executive and council		0	2 000	2 000	68	77	1 000	(923)	-92%	2 000
Finance and administraton		-	8 000	8 000	287	287	4 000	(3 713)	-93%	8 000
Internal audit								-		
<i>Community and public safety</i>		2 950	7 800	7 800	4 304	4 304	3 900	404	10%	7 800
Community and social services		-	800	800	-	-	400	(400)	-100%	800
Sport and recreation		2 950	7 000	7 000	4 304	4 304	3 500	804	23%	7 000
Public safety		-	-	-	-	-	-	-	0%	-
Housing		-	-	-	-	-	-	-	0%	-
Health								-		
<i>Economic and environmental services</i>		23 808	43 685	43 685	17 471	19 666	21 842	(2 176)	-10%	43 685
Planning and development								-		
Road transport		23 808	43 685	43 685	17 471	19 666	21 842	(2 176)	-10%	43 685
Environmental protection								-		
<i>Trading services</i>		52 849	169 985	169 985	23 173	25 067	84 992	(59 925)	-71%	169 985
Energy sources		33 033	19 406	19 406	1 481	1 481	9 703	(8 222)	-85%	19 406
Water management		9 728	56 893	56 893	15 037	15 037	28 446	(13 410)	-47%	56 893
Waste water management		6 584	53 672	53 672	1 922	3 262	26 836	(23 574)	-88%	53 672
Waste management		3 504	40 014	40 014	4 734	5 288	20 007	(14 719)	-74%	40 014
<i>Other</i>		4 345	-	-	1 063	1 063	-	1 063	#DIV/0!	-
Total Capital Expenditure - Functional Classification	3	83 952	231 469	231 469	46 366	50 464	115 735	(65 271)	-56%	231 469

NOTE: The total capital budget amounts to R231, 5 million. The expenditure for the quarter ending 31 December 2023 amounts to R46,4 million and reflects a negative deviation of 56% when compared with the year to date budget amount of R51 million. The detailed reasons for the variances are outlined below table 8.

An amount of R11, 3 million was rejected for the roll-over of WSIG and NDPG. The reason for rejection is that the projects has been rolled over for the third consecutive years.

MIG and INEP amounting to R24, 6 million was approved for 2022/23 financial year.

TABLE 8: ACTUAL CAPITAL EXPENDITURE PER FUNDING SOURCE FOR THE QUARTER ENDING 31 DECEMBER 2023

NW403 City Of Matlosana -Table C5 Monthly Budget Statement -Capital Expenditure (municipal vote, functional classification and funding) -2nd QUARTER

Vote Description	Ref	2022/23			Budget Year 2023/24					
		Audited Outcome	Original Budget	Adjusted Budget	2nd QUARTER	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Funded by:										
National Government		77 727	191 469	191 469	46 010	50 100	95 735	(45 635)	-48%	191 469
Provincial Government								-		
District Municipality								-		
R thousands		-	-	-	-	-	-	-		-
Transfers recognised - capital		77 727	191 469	191 469	46 010	50 100	95 735	(45 635)	-48%	191 469
Borrowing	6									
Borrowing		-	-	-	-	-	-	-		-
Internally generated funds		6 225	40 000	40 000	356	364	20 000	(19 636)	-98%	40 000
Total Capital Funding		83 952	231 469	231 469	46 366	50 464	115 735	(65 271)	-56%	231 469

31 DECEMBER 2023 CAPITAL GRANTS CHALLENGES AND MITIGATIONS

#	Challenges	Mitigation
1.	<p>NDP Grant: Jouberton Taxi Rank</p> <ul style="list-style-type: none"> - Council approved amount of professional fees has been depleted and it has not been possible to make any payment to the previous consultant. - Not enough funds to complete all works the contractor was appointed for and also pay for additional professional fees for the construction of Jouberton Taxi Rank. - The construction works are behind in comparison with time elapsed and there is poor expenditure. Design reviews by new consultant are also contributing to slow progress. - The municipality has addressed all changes in the scope of work. So that progress and expenditure can be accelerated. 	<ul style="list-style-type: none"> - Report was prepared for council to approve the adjustment of the consultant's fees, however referred back for additional information. - Municipality submitted the report to National Treasury on 30 August 2023 to request the additional funds. National Treasury did not approve the additional funding - Council should consider funding the shortfall to complete the project.
2.	<p>Refurbishment of Sewer Pump Stations in KOSH:</p> <ul style="list-style-type: none"> - Budget limitations in completing some of the construction scope of works due to AFA partial approval, and there is not enough budget for consultants fees. 	<ul style="list-style-type: none"> - Consultant requested to do project cost analysis and also estimate contractor's final account to ensure we remain within budget. - The project is not on the 2023/2024 FY implementation plan which delayed the processing of payments. The rollover has been approved.
3.	<p>Extension of National Fresh Produce Market in Klerksdorp Phase2:</p> <ul style="list-style-type: none"> - Poor workmanship on the main building roof and side cladding. 	<ul style="list-style-type: none"> - Poor workmanship on the main building roof and side cladding. - The project is not on the 2023/2024 FY implementation plan which delayed the processing of payments. The rollover has been approved. - New consultant has been appointed
4.	<p>Poor performance by the contractor on the Refurbishment of Jouberton Reservoir, resulting to poor expenditure on the WSIG Grant.</p> <ul style="list-style-type: none"> - Consulting engineer's contract was ended on 6 September 2023 due to contract period exceeding 3 years. New consulting engineer has been appointed on the 29 September 2023. - Shutdown request for the 26th of October has been postponed to the 02 November 2023. 	<ul style="list-style-type: none"> - Contractor to return to site to continue with the external works and finish the remaining scope of phase 1. - Contractor put on penalties for failure to complete external works within the stipulated time and failure to request extension of time.
5.	<p>Klerksdorp West – Alabama 88kV Loop-In Loop-Out & 20MVA Substation</p> <ul style="list-style-type: none"> - Delays in payment of orders by the municipality has resulted in the contractor applying for extension of time. - Quality of workmanship done by Ultimate Dynamic is not acceptable (earth mat not done according to the designs). There are also repairs that are required as part of secondary plant. - Consulting engineer's contract was ended on 6 September 2023 due to contract period exceeding 3 years. 	<ul style="list-style-type: none"> - Consultant advised that the remedial work costs of the earth mat be taken from the retention held for Ultimate Dynamic. - Municipality to fast track OEM payments to aid progress on site. - Consulting engineer replaced and site inspection meeting conducted on the 30 November 2023 with consulting engineer to fast track progress.

#	Challenges	Mitigation
6.	<p>Refurbishment of Electrical and Mechanical Equipment in the Water Pump Stations in KOSH</p> <ul style="list-style-type: none"> - Slow progress by contractor. - Delays in arrival of soft starters from international supplier hampering with progress. - The Old consultant is not on the new panel; the Contract has been terminated. 	<ul style="list-style-type: none"> - The contractor has been instructed to complete original scope by End of November 2023. - The project is not on the 2023/2024 FY implementation plan, which delayed the processing of payments and contributed to the slow progress. The rollover has been approved.
7.	<p>Paving of Taxi Routes and Storm Water Drainage in Khuma (Phase 9):</p> <ul style="list-style-type: none"> - 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. - The construction works are behind in comparison with time elapsed and there is poor expenditure. Contractor has removed some of the construction equipment from site on 30 November 2023. - Main contractor not on site to do the storm water drainage that is outstanding on Skhosana Street. - The termination of the main contractor has been recommended by the Consulting engineer due to the Contractor failing to honour his contractual obligations. 	<ul style="list-style-type: none"> - Contractor issued with notice to correct performance and submitted catch up plan, revised programme and cash flow projections to the municipality. Performance of the contractor is being closely monitored. - Main contractor has signed a cession with a nominated subcontractor to assist with the layer works on the project to expedite progress. - Municipality to prepare termination letter to main contractor due to failure to reach contractual obligations and slow progress.
8.	<p>Electrification of Alabama – Phase 2</p> <ul style="list-style-type: none"> - Contractor has to install light fittings which were not provisioned for which has led to an extension of scope, this has extended the completion date. 	<ul style="list-style-type: none"> - Contractor to fast track installation of lights.
9	<p>Projects delayed for advertisement by SCM</p> <ul style="list-style-type: none"> - Jouberton Alabama Sewer Outfall (Phase 1) - Waterborne Toilets in Kanana 	<ul style="list-style-type: none"> - Memos drafted to SCM to speed up advertisement of projects.
10.	<p>Youth Development Centre</p> <ul style="list-style-type: none"> - Permission to proceed with procurement has not been granted by National Treasury due to slow progress of the Jouberton taxi rank. 	<ul style="list-style-type: none"> - National Treasury indicated that the Youth Development Centre will only be implemented when the Taxi Rank is completed
11	<p>Refurbishment of Chlorine Dosing Plants, Reservoirs and Pump Stations in the City of Matlosana.</p> <ul style="list-style-type: none"> - Contractor has encountered a stoppage from the construction mafia at the Jouberton Reservoir. Which is resulting in a delay in the commencement of the project. 	<ul style="list-style-type: none"> - Municipality to seek assistance from MMC and Councillors

TABLE 9: FINANCIAL POSITION

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

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	Year TD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		104 773	197 692	197 692	647 733	197 692
Trade and other receivables from exchange transactions		(900 930)	(44 544)	(44 544)	(167 381)	(44 544)
Receivables from non-exchange transactions		1 376 535	47 081	47 081	1 442 228	47 081
Current portion of non-current receivables		0	29	29	(15)	29
Inventory		52 414	55 129	55 129	65 801	55 129
VAT		1 230 782	195 040	195 040	1 303 462	195 040
Other current assets		40 384	37 026	37 026	40 414	37 026
Total current assets		1 903 959	487 454	487 454	3 332 241	487 454
Non current assets						
Investments						
Investment property		345 682	257 100	257 100	345 682	257 100
Property, plant and equipment		5 724 841	3 851 286	3 851 286	5 585 653	3 851 286
Biological assets						
Leasing and non-financing resources						
Heritage assets		(618 290)	9 941	9 941	(618 290)	9 941
Intangible assets		1 297	1 297	1 297	1 297	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		5 453 531	4 119 658	4 119 658	5 314 343	4 119 658
TOTAL ASSETS		7 357 489	4 607 112	4 607 112	8 646 584	4 607 112
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Trade and other payables from exchange transactions		(622)	(2 800)	(2 800)	(622)	(2 800)
Consumer deposits		67 916	97 430	97 430	68 292	97 430
Trade and other payables from exchange transactions		3 370 254	(530 429)	(530 429)	3 640 566	(530 429)
Trade and other payables from non-exchange transactions		56 275	93 816	93 816	133 058	93 816
Provision		269 517	265 605	265 605	269 517	265 605
VAT		928 916	-	-	1 084 275	-
Other current liabilities		284 774	306 766	306 766	284 878	306 766
Total current liabilities		4 977 029	230 387	230 387	5 479 964	230 387
Non current liabilities						
Financial liabilities		26 576	81 274	81 274	21 386	81 274
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		26 576	81 274	81 274	21 386	81 274
TOTAL LIABILITIES		5 003 605	311 661	311 661	5 501 350	311 661
NET ASSETS	2	2 353 884	4 295 451	4 295 451	3 145 235	4 295 451
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		3 963 559	4 177 134	4 177 134	3 157 329	4 177 134
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	3 963 559	4 177 134	4 177 134	3 157 329	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 December 2023 amounts to R 3, 2 billion

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

TABLE 10: ACTUAL CASH FLOW FOR THE QUARTER ENDING 31 DECEMBER 2023

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

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		340 348	448 861	448 861	25 984	227 181	224 430	2 750	1%	448 861
Service charges		1 056 634	1 868 568	1 868 568	90 153	550 988	934 284	(383 295)	-41%	1 868 568
Other revenue		3 341 579	107 954	107 954	194 378	1 337 467	53 977	#####	2378%	107 954
Transfers and Subsidies - Operational		554 939	611 134	611 134	187 052	442 606	305 567	137 039	45%	611 134
Transfers and Subsidies - Capital		150 412	197 256	197 256	732	87 314	98 628	(11 314)	-11%	197 256
Interest		1 067	9 761	9 761	(59)	(385)	4 880	(5 261)	-108%	9 761
Dividends										
Payments										
Suppliers and employees		(3 753 555)	(3 025 072)	(3 025 072)	(270 954)	(1 135 977)	(1 512 538)	(376 562)	25%	(3 025 072)
Interest										
Transfers and Subsidies										
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 691 423	218 461	218 461	227 286	1 509 199	109 228	#####	-1282%	218 461
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables		-	33	-	-	-	18	(16)	-100%	33
Decrease (increase) in non-current investments										
Payments										
Capital assets		(83 952)	(231 469)	(231 469)	(32 673)	(50 464)	(115 735)	(65 271)	56%	(231 469)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(83 952)	(231 437)	(231 469)	(32 673)	(50 464)	(115 718)	(65 255)	56%	(231 437)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/re-financing										
Increase (decrease) in consumer deposits		-	2 500	-	621	377	1 250	(873)	-70%	2 500
Payments										
Repayment of borrowing		-	(4 800)	(4 800)	-	-	(2 400)	(2 400)	100%	(4 800)
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	(2 300)	(4 800)	621	377	(1 150)	(1 527)	133%	(2 300)
NET INCREASE/ (DECREASE) IN CASH HELD		1 607 471	(15 276)	(17 808)	195 235	1 459 112	(7 640)			(15 276)
Cash/cash equivalents at beginning		224 921	213 000	213 000	179 393	104 773	213 000			104 773
Cash/cash equivalents at month/year end		1 832 393	197 724	195 192		1 563 885	205 360			89 498

NOTE: Collection rate – The average collection rate for the quarter ending 31 December 2023 is 61%. The cash and call Investments for the quarter ending 31 December 2023 amounts to R86, 4 million that consists of the following:

- Bank balances: R6,2 million
- Call investments: R80,2 million

Actual income received in the 2nd quarter includes the grant monies received for following grants:

- Equitable Share: R185 million
- WSIG: R20 million
- NDPG: R5,2 million
- INEP: R732 thousands

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 R958 042 were made, the total borrowings outstanding as at 31 December 2023 amounts to R7, 472,187

TABLE 11: ACTUAL BORROWING FOR THE QUARTER ENDING 31 DECEMBER 2023

Municipality	Year End	Quarter	Loans	Planned	Loan	Loan	Type of	Timing of	% Interest	Interest	Balance	Debt Repaid	Additional	
NW403	2024	Q2 Oct-Dec	No	End Date	Source	Institution	interest	Interest	Rate (2 de	Paid	at Begin	or redeemed	Principal	
Loan	Municipality	Start Date	End Date	Source		(max 40	chars)	payment	Per Annuu	(Rand)	(Rand)	This Quarter	This Quarter	
Instrument	Reference No	(ccyy/mm/dd	(ccyy/mm/dd						Rate	(Rand)	(Rand)	(Rand)	(Rand)	
No									de This	(Rand)	(Rand)	(Rand)	(Rand)	
									Quarter	(Rand)	(Rand)	(Rand)	of Quarter	
									of Quarter	(Rand)	(Rand)	(Rand)	at End	
									of Quarter	(Rand)	(Rand)	(Rand)	Balance	
1														0
2	nw138741	2001/10/01	2019/09/30	Development Bank of SA (03)	DBSA	Fixed (01)	Quarterly (03)	14,75	0	0	0	0	0	0
3	nw138742	2001/07/01	2019/09/30	Development Bank of SA (03)	DBSA	Fixed (01)	Quarterly (03)	14,75	0	0	0	0	0	0
4	nw1012971	2004/07/01	2019/06/30	Development Bank of SA (03)	DBSA	Fixed (01)	Quarterly (03)	11,20	0	0	0	0	0	0
5	nw1012972	2004/07/01	2019/06/30	Development Bank of SA (03)	DBSA	Fixed (01)	Quarterly (03)	11,20	0	0	0	0	0	0
6	nw103677	2010/11/01	2025/11/01	Development Bank of SA (03)	DBSA	Fixed (01)	Quarterly (03)	14,75	216 203	8 430 229	958 042	7 472 187		
7	10906	1999/09/30	2019/09/30	Development Bank of SA (03)	DBSA	Fixed (01)	Semi-annually (02)	15,25	0	0	0	0	0	
8	10912	1999/09/30	2019/09/30	Development Bank of SA (03)	DBSA	Fixed (01)	Semi-annually (02)	15,25	0	0	0	0	0	
9	10913	1999/09/30	2019/09/30	Development Bank of SA (03)	DBSA	Fixed (01)	Semi-annually (02)	15,25	0	0	0	0	0	
10	nw13637	2000/10/01	2020/09/30	Development Bank of SA (03)	DBSA	Fixed (01)	Quarterly (03)	15,60	0	0	0	0	0	
TOTAL									216 203	8 430 229	958 042	7 472 187		

PART 2 SUPPORTING DOCUMENTS

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 8,665,588,887 as at 31 December 2023 compared to R 8,298,666,256 as at 30 September 2023 and has increased with R366, 922,630.

Current to 30 days debt amounted to R 280,421,076 as at 31 December 2023 and has decreased with R 20,342,303 compared to R 300,763,379 as at 30 September 2023.

31 to 60 days debt increased with R 5,170,947; 61 to 90 days decreased with R 19,005,365 and 91 days and older debt as at 31 December 2023 amounted to R 8,008,199,219 and has increased with R 401,099,350 compared to R 7,607,099,869 as at 30 September 2023.

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

Debtors age analysis per debtor type

Government Debt R 101,576,742 (1%)

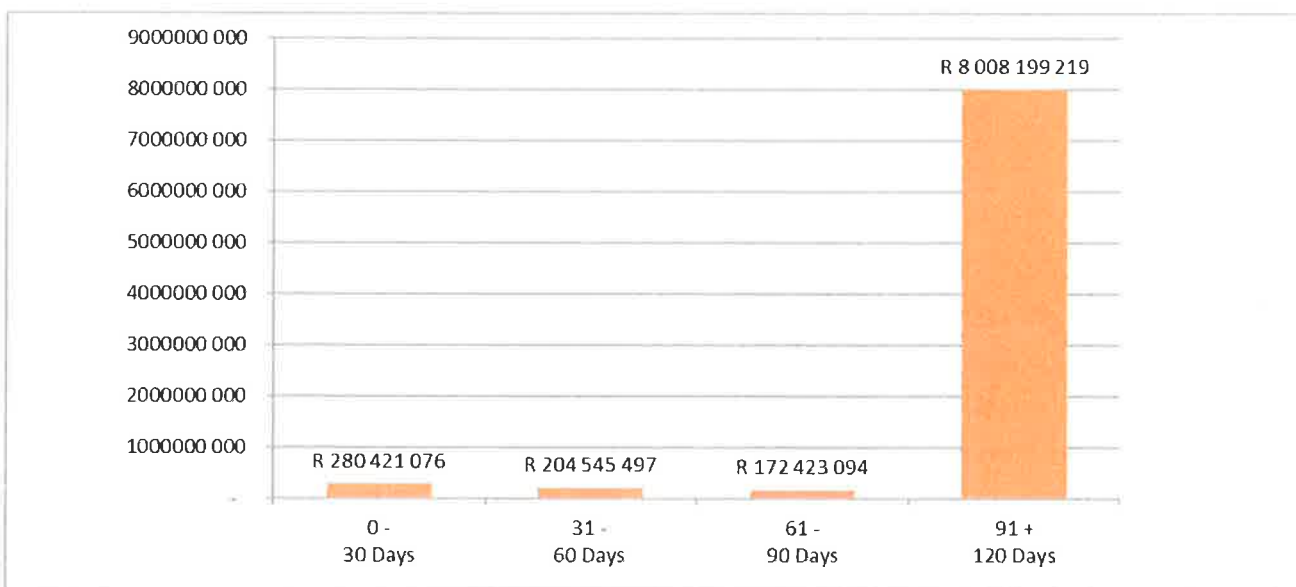
Business debtors' R 649,775,989 (8%)

Domestic debtors' R7, 547,313,526 (91%)

TABLE 12: OUTSTANDING DEBTORS AS AT 31 DECEMBER 2023

DEBTOR'S AGE ANALYSIS - 31 December 2023

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 + 120 Days	Total
Debtors Age Analysis By Income Source					
Water Tariffs	78 119 011	69 056 121	55 623 128	2 913 325 979	3 116 124 239
Electricity Tariffs	73 287 953	30 898 487	21 277 782	529 345 134	654 809 356
Rates (Property Rates)	34 029 695	16 705 060	12 333 004	424 083 809	487 151 569
Sewerage/ Sanitation	9 210 490	7 173 695	6 333 154	384 277 731	406 995 070
Refuse Removal Tariffs	17 835 252	14 286 037	13 271 869	776 045 239	821 438 397
Other	67 938 675	66 426 097	63 584 158	2 981 121 327	3 179 070 256
Total By Income Source	280 421 076	204 545 497	172 423 094	8 008 199 219	8 665 588 887
Debtors Age Analysis By Customer Group					
Government	6 217 052	5 990 950	3 344 925	75 715 369	91 268 295
Business	66 824 685	26 186 162	18 442 661	544 648 608	656 102 117
Households	207 379 339	172 368 385	150 635 508	7 387 835 243	7 918 218 475
Other					
Total By Customer Group	280 421 076	204 545 497	172 423 094	8 008 199 219	8 665 588 887



Note: According to the Debtors Age Analysis, it is clear that the Household owes the 91% of the total outstanding debt.

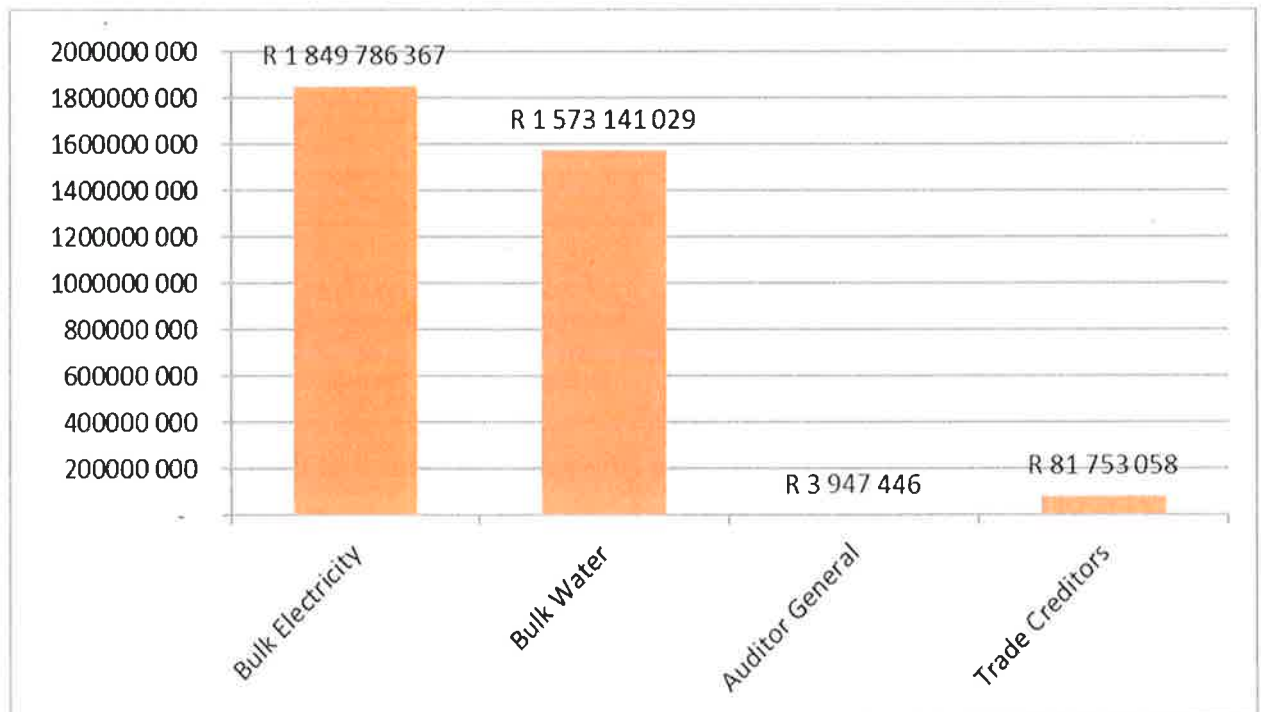
3.2 Creditors age analysis

The municipality's total outstanding creditors amounted to R 3,509 billion as at 31 December 2023 compared with the R 3,436 billion as at 30 September 2023 and increased with R 73 million

An amount of R5 million and R86, 2 million was paid to **Midvaal** and **Eskom** respectively in the second quarter ending 31 December 2023.

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

CREDITORS AGE ANALYSIS - 31 DECEMBER 2023						
Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 +Days/Arreas	Total
Bulk Electricity	83 733 806	75 771 701	86 757 151	1 603 523 709		1 849 786 367
Bulk Water	121 206 979	68 568 748	59 753 455	1 323 611 847	-	1 573 141 029
Auditor General	3 896 941	6 080	451	43 974	-	3 947 446
Trade Creditors	18 410 618	16 168 886	63 865 843	(16 692 289)	-	81 753 058
Total	227 248 344	160 515 415	210 376 900	2 910 487 241	-	3 508 627 900



Note: According to the above information, the Municipality's highest outstanding creditor is **ESKOM** with the total outstanding amount of R1, 850 billion followed by **Midvaal** with the total outstanding amount of R1, 573 billion

3.3 Investment

Surplus cash is invested on a daily basis depending on the commitment of funds. The municipality's investments as at 31 December 2023 is as set out in Table 14 below.

TABLE 14: INVESTMENTS AS AT 31 DECEMBER 2023

IM : INVESTMENT MONITORING

Save File as : Muncde_IM_ccyy_Cn.XLS (e.g.: GT421_IM_2014_Q1)

Quarter (Qn) to Quarter End (e.g.: Q1 for Quarter 1)

Change Muncde to your own municipal code (e.g.: GT421)

S

Municipality	Year End	Quarter		Investments		Investment Institution (max 40 chars)	Investment Term Year/Month/Day	Planned End Date (ccyy/mm/dd)	Start Date (ccyy/mm/dd)	Municipality Investment Reference No	Accrued Interest This Quarter (Rand)	Balance at Begin of Quarter (Rand)	Partial/Premature Withdrawals This Quarter (Rand)	Investment Top Up This Quarter (Rand)	Balance at End of Quarter (Rand)
		2024	Q2 Oct-Dec	Yes											
NW403															
Investment No															
1	4073033854	2019/07/01	2024/06/30	Y	ABSA	4,15	131 614	24 232 125	-13 027 516	20 292 744	31 628 967				
2	9056825047	2019/07/01	2024/06/30	Y	ABSA	7,05	31 578	8 554 734	-4 385 883	870 884	5 071 313				
3	4078286177	2019/07/01	2024/06/30	Y	ABSA	8,00	101 335	28 418 452	-35 863 066	7 522 668	179 389				
4	9090072264	2019/07/01	2024/06/30	Y	ABSA	7,03		86 001	-2 179 000	2 100 830	7 831				
5	9074204063	2019/07/01	2024/06/30	Y	ABSA	7,05		3 747 329	-2 578 392	2 066 057	3 234 994				
6	14000574525	2019/07/01	2024/06/30	Y	INVESTEC	8,10	54 826	7 862 775		106 799	8 024 400				
7	040644725X0	2014/12/01	2023/12/01	Y	SANLAM			11 337 609			11 337 609				
8	040710409X0	2014/08/01	2024/08/01	Y	SANLAM			756 775			756 775				
9	37881151374	2019/06/11	2024/06/30	Y	NEDBANK			0			0				
10	71037411669	2015/04/20	2024/06/30	Y	FNB			57 003			57 003				
11	70379020873	2015/11/22	2024/06/30	Y	FNB			14 000			14 000				
12	4086111223	2019/07/01	2024/06/30	Y	ABSA	8,00	17 427	4 271 254	-1 783 126	76 728	2 582 283				
13	4081484682	2019/07/01	2024/06/30	Y	ABSA	7,90	38 089	8 708 043	-14 020 065	5 405 429	131 496				
14	62879341700	2020/12/10	2024/06/30	Y	FNB	8,10	17 427	24 012 474		476 166	24 506 067				
15	9377065203	2023/02/15	2024/06/30	Y	ABSA	8,09	288 328	64 282	-306 685 000	311 115 715	4 783 325				
TOTAL							680 624	122 122 856	-380 522 048	350 034 020	92 315 452				

Note: The municipality started the beginning of the Quarter with total investments of R122 million and after investment made of R350 million and withdrawals of R381 million closed with an investment balance of R92,3 million that includes collateral and long term investment at the five listed local bank

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 - 2nd Quarter

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	2nd Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		558 483	615 503	615 503	187 060	437 690	307 751	129 938	42,2%	615 503
Energy Efficiency and Demand Side Management Grant		2 997	4 000	4 000	26	26	2 000	(1 974)	-98,7%	4 000
Equitable Share		545 270	599 104	599 104	185 052	434 678	299 552	135 126	45,1%	599 104
Expanded Public Works Programme Integrated Grant		2 181	3 512	3 512	979	979	1 756	(777)	-44,3%	3 512
Local Government Financial Management Grant		3 007	3 100	3 100	193	316	1 550	(1 234)	-79,6%	3 100
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	5 028	5 787	5 787	810	1 691	2 893	(1 203)	-41,6%	5 787
Other transfers and grants (insert description)		-	-	-	-	-	-	-	-	-
Provincial Government:		1 037	1 418	1 418	340	340	709	(369)	-52,1%	1 418
Capacity Building and Other Grants		1 037	1 418	1 418	340	340	709	(369)	-52,1%	1 418
Other transfers and grants (insert description)		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
(insert description)		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
(insert description)		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	559 520	616 921	616 921	187 400	438 029	308 460	129 569	42,0%	616 921
Capital Transfers and Grants										
National Government:		107 437	191 469	191 469	14 470	15 108	95 735	(80 627)	-84,2%	191 469
Integrated National Electrification Programme Grant		24 633	1 732	1 732	973	973	866	107	12,4%	1 732
Municipal Infrastructure Grant		62 977	109 945	109 945	8 195	8 833	54 973	(46 140)	-83,9%	109 945
Neighbourhood Development Partnership Grant		12 921	31 162	31 162	2 689	2 689	15 581	(12 892)	-82,7%	31 162
Water Services Infrastructure Grant		6 905	48 630	48 630	2 613	2 613	24 315	(21 702)	-89,3%	48 630
Provincial Government:		-	-	-	-	-	-	-	-	-
(insert description)		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
(insert description)		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
(insert description)		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	107 437	191 469	191 469	14 470	15 108	95 735	(80 627)	-84,2%	191 469
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	666 957	808 390	808 390	201 870	453 137	404 195	48 942	12,1%	808 390

Note: The table reflect the YTD actual revenue amounts to R202 million, against the YTD budget of R453 million as at 31 December 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 - 2nd Quarter

Description	Ref	2022/23	Budget Year 2023/24							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	2nd QUARTER	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		98 226	109 706	109 706	24 308	61 427	54 853	6 574	12,0%	109 706
Energy Efficiency and Demand Side Management Grant		3 186	4 000	4 000	2 332	2 224	2 000	224	11,2%	4 000
Equitable Share		77 894	93 855	93 855	19 308	55 035	46 927	8 108	17,3%	93 855
Expanded Public Works Programme Integrated Grant		1 982	3 512	3 512	1 305	1 305	1 756	(451)	-25,7%	3 512
Local Government Financial Management Grant		9 910	3 100	3 100	202	373	1 550	(1 177)	-75,9%	3 100
Municipal Disaster Relief Grant		141	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		5 113	5 239	5 239	1 162	2 490	2 620	(129)	-4,9%	5 239
Provincial Government:		1 374	3 308	3 308	539	981	1 654	(673)	-40,7%	3 308
Capacity Building and Other Grants		1 374	3 308	3 308	539	981	1 654	(673)	-40,7%	3 308
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		99 600	113 014	113 014	24 847	62 409	56 507	5 902	10,4%	113 014
Capital expenditure of Transfers and Grants										
National Government:		77 727	191 469	191 469	46 010	50 100	95 735	(45 635)	-47,7%	191 469
Integrated National Electrification Programme Grant		23 032	1 732	1 732	1 481	1 481	866	615	71,0%	1 732
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		37 455	109 945	109 945	20 176	21 612	54 973	(33 361)	-60,7%	109 945
Neighbourhood Development Partnership Grant		11 236	31 162	31 162	9 337	10 650	15 581	(4 931)	-31,6%	31 162
Water Services Infrastructure Grant		6 004	48 630	48 630	15 017	16 357	24 315	(7 958)	-32,7%	48 630
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		77 727	191 469	191 469	46 010	50 100	95 735	(45 635)	-47,7%	191 469
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		177 327	304 483	304 483	70 858	112 509	152 242	(39 733)	-28,1%	304 483

Note: The table reflect the YTD actual expenditure incurred amounting to R71 million, against the YTD budget of R112, 5 million as at 31 December 2023.

TABLE: 17

3.5 Council and Employee benefits

NW403 City Of Matlosana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - 2nd QUARTER September

Summary of Employee and Councillor remuneration	Ref	2022/23			Budget Year 2023/24			YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	2nd QUARTER	YearTD actual	YearTD budget			
R thousands		A	B	C					D	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		23 751	25 884	25 884	7 097	12 760	12 942	(182)	-1%	25 884
Pension and UIF Contributions		1 782	2 368	2 368	425	860	1 184	(324)	-27%	2 368
Medical Aid Contributions		-	19	19	-	-	10	(10)	-100%	19
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		2 867	3 013	3 013	1 863	2 635	1 506	1 128	75%	3 013
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		8 511	10 303	10 303	2 507	4 540	5 152	(612)	-12%	10 303
Sub Total - Councillors		36 912	41 586	41 586	11 892	20 794	20 793	0	0%	41 586
% increase	4		12,7%	12,7%						12,7%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		1 914	11 387	11 387	(3 082)	(4 042)	5 693	(9 735)	-171%	11 387
Pension and UIF Contributions		5	17	17	-	-	8	(7)	-89%	17
Medical Aid Contributions		33	53	53	-	-	26	(26)	-100%	53
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		192	1 438	1 438	-	-	719	(719)	-100%	1 438
Cellphone Allowance		-	222	222	-	-	111	(111)	-100%	222
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	8	8	-	-	4	13	306%	8
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Security		-	-	-	-	-	-	-	-	-
Accommodation allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		2 144	13 124	13 124	(3 082)	(4 042)	6 562	(10 604)	-162%	13 124
% increase	4		512,2%	512,2%						512,2%
Other Municipal Staff										
Basic Salaries and Wages		439 677	486 850	486 850	116 331	232 367	243 425	(11 058)	-5%	486 850
Pension and UIF Contributions		89 792	103 620	103 620	23 472	47 001	51 810	(4 810)	-9%	103 620
Medical Aid Contributions		39 568	46 423	46 423	10 170	20 446	23 212	(2 766)	-12%	46 423
Overtime		69 475	30 224	30 224	16 101	34 112	15 112	19 000	126%	30 224
Performance Bonus		33 962	40 102	40 102	10 891	17 012	20 051	(3 039)	-15%	40 102
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		1 450	1 486	1 486	393	854	743	111	15%	1 486
Housing Allowances		6 312	8 525	8 525	1 569	3 138	4 263	(1 125)	-26%	8 525
Other benefits and allowances		18 977	40 503	41 103	5 316	9 725	20 552	(10 826)	-53%	41 103
Payments in lieu of leave		16 297	14 964	14 364	2 611	4 535	7 182	(2 648)	-37%	14 364
Long service awards		(1 095)	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	(19 722)	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Security		-	-	-	-	-	-	-	-	-
Accommodation allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		694 693	772 697	772 697	186 853	369 189	386 350	(17 161)	-4%	772 697
% increase	4		11,2%	11,2%						11,2%
Total Parent Municipality		733 749	827 408	827 408	195 663	385 941	413 706	(27 765)	-7%	827 408

NOTE: The Employee related cost for the quarter ending 31 December 2023 amounts to R187 million and Council Remuneration amounts to R 11, 9 million.

Overtime

The total overtime budget for the 2023/24 financial year amounts to R30, 224, 335 million and Year to date actual expenditure on this line item at the end of December 2023 amounted to R34, 112,093 million that is 113% of the total budget.

OVERTIME SECOND QUARTER

Department	Description	Budget/OpenBal	2nd Quarter Exp	YTD Movement	Balance	YTD % of Budget Spent
Public Safety	MS: OVERTIME - NON STRUCTURED	2 992 203	1 480 698	2 381 603	610 600	79.59
Community Services	MS: OVERTIME - NON STRUCTURED	2 135 311	133 811	1 002 616	1 132 695	46.95
Planning & Human Settlement	MS: OVERTIME - NON STRUCTURED	25 065	3 860	3 860	21 205	15.40
Sports Arts & Culture	MS: OVERTIME - NON STRUCTURED	787 250	206 103	742 831	44 419	94.35
Council General	MS: OVERTIME - NON STRUCTURED	290 097	11 168	76 917	213 180	26.51
Civil Engineering	MS: OVERTIME - NON STRUCTURED	904 400	324 155	605 955	298 445	67.00
Water	MS: OVERTIME - NON STRUCTURED	4 918 897	3 497 522	7 112 349	(2 193 452)	144.59
Electrical Engineering/Garage & Workshop	MS: OVERTIME - NON STRUCTURED	1 078 147	313 426	733 361	344 786	68.02
Electrical	MS: OVERTIME - NON STRUCTURED	2 020 376	2 110 745	4 600 596	(2 580 220)	227.70
Corporate	MS: OVERTIME - NON STRUCTURED	313 685	279 051	620 090	(306 405)	197.67
Finance	MS: OVERTIME - NON STRUCTURED	1 478 080	1 276 098	2 763 982	(1 285 902)	186.99
Cleansing	MS: OVERTIME - NON STRUCTURED	7 870 067	3 294 092	7 034 922	835 145	89.38
Sewerage	MS: OVERTIME - NON STRUCTURED	5 206 311	3 092 657	6 263 086	(1 056 775)	120.29
Market	MS: OVERTIME - NON STRUCTURED	183 245	70 697	163 196	20 049	89.05
LED & Marketing Tourism	MS: OVERTIME - NON STRUCTURED	21 201	6 728	6 728	14 473	31.73
		30 224 335	16 100 809	34 112 093	(3 887 758)	113

Note: The cost of employment needs to be closely monitored during 2023/24 financial year specifically expenditure item like overtime to ensure that these costs remain within the allocated budget.

TABLE: 18 MATERIAL VARIANCES

NW403 City of Matlosana - Supporting Table SC1 Material variance explanations – 2 nd Quarter			
Ref	Description	Variance	%
		Reasons for material deviations	Remedial or corrective steps/remarks
1	Revenue By Source Service Charges: Electricity	(45 687)	-8%
		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	(27 860)	-22%
		Less revenue billed as the anticipated increase on the refuse revenue has not materialised.	The municipality has to ensure that the process of reconciling the valuation roll and the financial system is accelerated to ensure that all properties within City of Matlosana are billed for refuse collection.
	Service Charges: Water	(37 088)	-9%
		Revenue was less than projected	
	Service Charges: Sanitation	(8 227)	-10%
		Revenue was less than projected	
	Other revenue	(14 834)	-38%
		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 and Commission Transaction Handling fees. The reason for under collection is that there has been delays in the issuing of clearance figures for property transfers.	The management has to ensure that clearance figures are issued on time and Journals are captured on a monthly basis
	Licence and permits	(496)	-11%
		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	
	Interest earned from Receivables	21 483 121	8%
		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.	
2	Expenditure by Type Contracted services	(73 586)	-32%
		Mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration. Low spending than initially planned due to cash flow challenges.	

Interest	(4 898)	-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	(289 674)	-100%	Most of the Debt Impairment journals are done at the end of financial year.

TABLE 19: FINANCIAL PERFORMANCE

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

Description of financial indicator	Basis of calculation	Ref	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		5.0%	10.5%	10.5%	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		87.1%	-8.6%	-8.6%	120.2%	-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	38.3%	211.6%	211.6%	60.8%	211.6%
Liquidity Ratio	Monetary Assets/Current Liabilities		2.1%	85.8%	85.8%	11.8%	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		13.8%	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		18.6%	18.6%	18.6%	17.2%	18.6%
Repairs & Maintenance	R&M/ Total Revenue - capital revenue		7.3%	13.2%	13.2%	11.5%	13.2%
Interest & Depreciation	I&D/ Total Revenue - capital revenue		16.6%	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 - M06 December

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									
Monthly expenditure performance trend									
July	6 996	19 289	19 289	246	246	19 289	19 044	98.7%	0%
August	6 996	19 289	19 289	1 370	1 370	38 578	37 209	96.4%	1%
September	6 996	19 289	19 289	2 482	2 482	57 867	55 385	95.7%	1%
October	6 996	19 289	19 289	9 533	9 533	77 157	67 623	87.6%	4%
November	6 996	19 289	19 289	4 160	4 160	96 446	92 286	95.7%	2%
December	6 996	19 289	19 289	32 673	32 673	115 735	83 062	71.8%	14%
January	6 996	19 289	19 289	-	-	135 024	135 024	100.0%	0%
February	6 996	19 289	19 289	-	-	154 313	154 313	100.0%	0%
March	6 996	19 289	19 289	-	-	173 602	173 602	100.0%	0%
April	6 996	19 289	19 289	-	-	192 891	192 891	100.0%	-
May	6 996	19 289	19 289	-	-	212 180	212 180	100.0%	-
June	6 996	19 289	19 289	-	-	231 469	231 469	100.0%	-
Total Capital expenditure	83 952	231 469	231 469	50 464					

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
- Annexure A: Progress on Municipal Debt Relief
- Annexure B: Progress on Financial Plan

SUPPORTING TABLE SC13a:

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

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									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		72 053	178 183	178 183	21 447	30 549	89 091	58 542	65,7%	178 183
Roads Infrastructure		23 808	43 685	43 685	14 045	19 666	21 842	2 176	10,0%	43 685
Roads		23 808	43 685	43 685	14 045	19 666	21 842	2 176	10,0%	43 685
Electrical Infrastructure		29 978	14 200	14 200	-	-	7 100	7 100	100,0%	14 200
Power Plants										
HV Substations		6 225	14 200	14 200	-	-	7 100	7 100	100,0%	14 200
MV Networks		21 362	-	-	-	-	-	-		-
LV Networks		2 391	-	-	-	-	-	-		-
Capital Spares										
Water Supply Infrastructure		8 186	45 475	45 475	4 598	5 154	22 737	17 534	77,3%	45 475
Bulk Mains		6 660	19 000	19 000	396	951	9 500	8 549	90,0%	19 000
Distribution		1 526	26 475	26 475	4 202	4 202	13 237	9 035	68,3%	26 475
Sanitation Infrastructure		6 584	39 352	39 352	440	2 811	19 676	16 865	85,7%	39 352
Pump Station		2 799	-	-	440	440	-	(440)	#DIV/0!	-
Reticalation		2 688	8 935	8 935	-	-	4 467	4 467	100,0%	8 935
Waste Water Treatment Works										
Outfall Sewers		-	19 000	19 000	-	551	9 500	8 949	94,2%	19 000
Toilet Facilities		1 097	11 418	11 418	-	1 821	5 709	3 888	68,1%	11 418
Capital Spares										
Solid Waste Infrastructure		3 496	35 471	35 471	2 364	2 918	17 736	14 817	83,5%	35 471
Landfill Sites										
Waste Transfer Stations		3 496	35 471	35 471	2 364	2 918	17 736	14 817	83,5%	35 471
Community Assets		2 950	7 000	7 000	3 945	4 304	3 500	(804)	-23,0%	7 000
Community Facilities		-	-	-	-	-	-	-		-
Sport and Recreation Facilities		2 950	7 000	7 000	3 945	4 304	3 500	(804)	-23,0%	7 000
Indoor Facilities		-	-	-	-	-	-	-		-
Outdoor Facilities		2 950	7 000	7 000	3 945	4 304	3 500	(804)	-23,0%	7 000
Computer Equipment		-	8 000	8 000	215	287	4 000	3 713	92,8%	8 000
Computer Equipment		-	8 000	8 000	215	287	4 000	3 713	92,8%	8 000
Furniture and Office Equipment		0	1 800	1 800	36	39	900	861	95,7%	1 800
Furniture and Office Equipment		0	1 800	1 800	36	39	900	861	95,7%	1 800
Machinery and Equipment		-	1 000	1 000	-	38	500	462	92,4%	1 000
Machinery and Equipment		-	1 000	1 000	-	38	500	462	92,4%	1 000
Transport Assets		7	4 543	4 543	-	2 369	2 271	(98)	-4,3%	4 543
Transport Assets		7	4 543	4 543	-	2 369	2 271	(98)	-4,3%	4 543
Total Capital Expenditure on new assets	1	75 010	200 526	200 526	25 643	37 586	100 263	62 677	62,5%	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		3 055	19 526	19 526	635	1 932	9 763	7 831	80,2%	19 526
Electrical Infrastructure		3 055	5 206	5 206	635	1 481	2 603	1 122	43,1%	5 206
Power Plants								-		
HV Substations		1 670	1 732	1 732	635	1 481	866	615	-71,0%	1 732
LV Networks		1 385	3 474	3 474	-	-	1 737	1 737	100,0%	3 474
Sanitation Infrastructure		-	14 320	14 320	-	451	7 160	6 709	93,7%	14 320
Pump Station								-		
Reticulation								-		
Waste Water Treatment Works		-	14 320	14 320	-	451	7 160	6 709	93,7%	14 320
Total Capital Expenditure on renewal of existing ass	1	3 055	19 526	19 526	635	1 932	9 763	7 831	80,2%	19 526

SUPPORTING TABLE SC13c

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

Description	Ref	Budget Year 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										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		106 663	196 020	196 020	19 644	108 804	98 010	(10 794)	-11.0%	196 020
Roads Infrastructure		18 095	56 998	56 998	7 053	51 901	28 499	(23 402)	-82.1%	56 998
Roads		18 070	56 065	56 065	7 053	51 600	28 093	(23 567)	-84.1%	56 065
Road Structures										
Road Furniture		625	933	933	-	302	457	165	35.3%	933
Capital Spares										
Storm water Infrastructure		-	10 000	10 000	822	1 429	5 000	3 571	71.4%	10 000
Drainage Collection		-	10 000	10 000	822	1 429	5 000	3 571	71.4%	10 000
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		72 297	91 719	91 719	10 203	45 474	45 860	386	0.8%	91 719
MV Substations		251	823	823	-	-	412	412	100.0%	823
MV Switching Stations		155	122	122	-	-	61	61	100.0%	122
MV Networks										
LV Networks		71 871	90 774	90 774	10 203	45 474	45 387	(87)	-0.2%	90 774
Capital Spares										
Water Supply Infrastructure		11 580	15 812	15 812	818	4 799	7 906	3 107	39.3%	15 812
Dams and Weirs										
Boreholes										
Reservoirs		1 044	3 697	3 697	-	25	1 949	1 824	98.6%	3 697
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution		10 536	12 115	12 115	818	4 774	6 057	1 283	21.2%	12 115
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		4 091	21 490	21 490	750	5 200	10 745	5 545	51.6%	21 490
Pump Station										
Reticalation		2 716	11 281	11 281	750	4 486	5 640	1 155	20.5%	11 281
Waste Water Treatment Works		1 375	10 210	10 210	-	714	5 105	4 391	86.0%	10 210
Community Assets		5 742	18 730	18 730	786	2 587	9 365	6 778	72.4%	18 730
Community Facilities		3 113	10 612	10 612	433	2 051	5 306	3 255	61.3%	10 612
Museums		81	1 064	1 064	-	21	532	511	98.1%	1 064
Galleries										
Theatres										
Libraries		619	1 911	1 911	29	834	955	121	12.7%	1 911
Cemeteries/Crematoria		2 253	6 030	6 030	375	1 076	3 015	1 939	64.3%	6 030
Parks										
Purfs										
Public Open Space		-	130	130	-	-	65	65	100.0%	130
Nature Reserves		104	729	729	30	119	365	245	67.2%	729
Public Ablution Facilities										
Markets		55	748	748	-	-	374	374	100.0%	748
Sport and Recreation Facilities		2 630	8 119	8 119	353	536	4 059	3 523	86.8%	8 119
Indoor Facilities		1 359	2 505	2 505	38	53	1 252	1 200	95.8%	2 505
Outdoor Facilities		1 271	5 614	5 614	315	494	2 807	2 323	82.8%	5 614
Capital Spares										
Heritage assets		136	199	199	25	26	99	74	74.1%	199
Monuments										
Historic Buildings										
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		136	199	199	25	26	99	74	74.1%	199

Other assets	4 604	10 626	10 826	589	1 016	5 380	4 364	81,1%	10 826
Operational Buildings	4 604	10 626	10 826	589	1 016	5 380	4 364	81,1%	10 826
Municipal Offices	4 576	10 566	10 766	559	986	5 350	4 364	81,6%	10 766
Pay/Enquiry Points							-		
Building Plan Offices							-		
Workshops	28	51	51	30	30	25	(5)	-18,1%	51
Yards							-		
Stores	-	10	10	-	-	5	5	100,0%	10
Intangible Assets	5 072	4 563	4 563	689	2 202	2 281	79	3,5%	4 563
Servitudes							-		
Licences and Rights	5 072	4 563	4 563	689	2 202	2 281	79	3,5%	4 563
Water Rights							-		
Effluent Licenses							-		
Solid Waste Licenses							-		
Computer Software and Applications	5 072	4 563	4 563	689	2 202	2 281	79	3,5%	4 563
Load Settlement Software Applications							-		
Unspecified							-		
Computer Equipment	1 847	4 300	4 300	40	464	2 150	1 686	78,4%	4 300
Computer Equipment	1 847	4 300	4 300	40	464	2 150	1 686	78,4%	4 300
Furniture and Office Equipment	2 356	3 068	3 068	29	901	1 534	633	41,3%	3 068
Furniture and Office Equipment	2 356	3 068	3 068	29	901	1 534	633	41,3%	3 068
Machinery and Equipment	10 911	25 639	25 639	1 924	5 779	12 820	7 041	54,9%	25 639
Machinery and Equipment	10 911	25 639	25 639	1 924	5 779	12 820	7 041	54,9%	25 639
Transport Assets	194	14 390	14 390	-	31	7 195	7 164	99,6%	14 390
Transport Assets	194	14 390	14 390	-	31	7 195	7 164	99,6%	14 390
Total Repairs and Maintenance Expenditure	137 526	277 534	277 714	23 725	121 810	138 834	17 025	12,3%	277 714

SUPPORTING TABLE SC13d

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

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		-	322 692	322 692	49 438	148 313	161 346	13 033	8,1%	322 692
Roads Infrastructure		-	96 260	96 260	15 951	47 853	48 130	276	0,6%	96 260
Roads		-	96 260	96 260	15 951	47 853	48 130	276	0,6%	96 260
Electrical Infrastructure		-	59 997	59 997	9 041	27 122	29 998	2 877	9,6%	59 997
MV Networks		-	59 997	59 997	9 041	27 122	29 998	2 877	9,6%	59 997
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	93 480	93 480	11 494	34 482	46 740	12 258	26,2%	93 480
Distribution		-	93 480	93 480	11 494	34 482	46 740	12 258	26,2%	93 480
Sewerage Infrastructure		-	72 956	72 956	12 952	38 856	36 478	(2 379)	-6,5%	72 956
Pump Station		-	72 956	72 956	12 952	38 856	36 478	(2 379)	-6,5%	72 956
Rebulation		-	72 956	72 956	12 952	38 856	36 478	(2 379)	-6,5%	72 956
Other assets		136 154	79 263	79 263	12 797	38 392	39 631	1 240	3,1%	79 263
Operational Buildings		136 154	79 263	79 263	12 797	38 392	39 631	1 240	3,1%	79 263
Municipal Offices		136 154	79 263	79 263	12 797	38 392	39 631	1 240	3,1%	79 263
Computer Equipment		-	1 763	1 763	218	653	881	228	25,9%	1 763
Computer Equipment		-	1 763	1 763	218	653	881	228	25,9%	1 763
Furniture and Office Equipment		3 651	2 617	2 617	247	740	1 308	568	43,4%	2 617
Furniture and Office Equipment		3 651	2 617	2 617	247	740	1 308	568	43,4%	2 617
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		243 149	33 666	33 666	518	1 553	16 833	15 280	90,8%	33 666
Transport Assets		243 149	33 666	33 666	518	1 553	16 833	15 280	90,8%	33 666
Total Depreciation	1	382 953	440 000	440 000	63 217	189 651	220 000	30 349	13,8%	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	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		1 542	11 418	11 418	6 396	9 883	5 709	(4 174)	-73,1%	11 418
Water Supply Infrastructure		1 542	11 418	11 418	6 396	9 883	5 709	(4 174)	-73,1%	11 418
Dams and Weirs								-		
Boreholes								-		
Reservoirs		1 542	11 418	11 418	6 396	9 883	5 709	(4 174)	-73,1%	11 418
Community Assets		4 345	-	-	-	1 063	-	(1 063)	#DIV/0!	-
Community Facilities		4 345	-	-	-	1 063	-	(1 063)	#DIV/0!	-
Markets		4 345	-	-	-	1 063	-	(1 063)	#DIV/0!	-
Total Capital Expenditure on upgrading of existing	1	5 887	11 418	11 418	6 396	10 946	5 709	(5 237)	-91,7%	11 418

Progress on Municipal Debt Relief

**CITY OF MATLOSANA MONTHLY
MONITORING PLAN 31 DECEMBER 2023**

Monthly Compliance Check List		Responsible Person	Monthly Progress	How are you going to ensure compliance (applicable manager to provide SOP that will be updated and monitored)
6.3	Maintaining the Eskom and bulk water current account – <small>(current account for the purpose of this exercise means the account for a single month's consumption):</small>			
6.3.1	- Has the municipality paid its <i>bulk water current account</i> within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)?	Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org Lesego Seameto (MM) 018 487 8009 / 076 018 7668 lseameto@klerksdorp.org	No	The municipality arranged a meeting with CEO of Midvaal to revise the current payment agreement to a more affordable one for the CoM. However, partial payments are made as per the current arrangement.
6.3.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://guploadportal.treasury.gov.za?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Lethoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org	Yes	Both Midval and Eskom were partially paid and proof was uploaded.
6.3.3	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Lethoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org	Yes	
6.3.1	- Has the municipality paid its <i>Eskom bulk current account</i> within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)?	Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org Lesego Seameto (MM) 018 487 8009 / 076 018 7668 lseameto@klerksdorp.org	No	The bill from Eskom was higher the amount billed and collected by the municipality, making it difficult for the invoice to be paid in full.
6.3.2 6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://guploadportal.treasury.gov.za?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Lethoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org	Yes	

6.3.4	<p>- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?</p>	<p>J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Letlho (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org</p>	8483	Yes	
6.4	Compliance with a funded MTREF –				
6.4.1	<p>- Has the municipality tabled and adopted a funded 2023/24 MTREF aligning to the National Treasury's Budget Funding Guidelines - http://mfma.treasury.gov.za/Guidelines/Pages/Funding.aspx?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	8040	No	Attached monthly funding progress, Municipal intends to revise the current funding plan.
6.4.1	<p>- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	8040	Yes	C4 attached as POE
6.4.1	<p>- Has the municipality made adequate provision for debt impairment (considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget and Reporting Regulations?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	8040	No	The municipality made provision for debt impairment in line with the budgeted expected collection rate. If the collection rate is not achieved by 31 December 2023 for the first six months, it will be revised. The debt impairment will be revised during the adjustment budget.
	<p><i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".</i></p>				
6.4.1	<p>- Has the municipality made adequate provision for depreciation and asset impairment (considering its asset register and physical state of assets) on the A1 Schedule) Table A4 - Budgeted Financial</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	8040	Yes	The 2021/22 audited figures were utilised as a base and also took the new acquisition into consideration.

	Performance) of the Municipal Budget-and Reporting Regulations?				
	<i>Note - If the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provision for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".</i>				
6.4.2	- if the municipality's MTREF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?	T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	No	The financial plan will be revised to accommodate the activities currently being implemented, e.g "Operation Patela". Progress on the plan is not satisfying.	
6.4.2	- Does the municipality's annual and monthly cash flow projections included on the A1 Schedule (Table A7 - Budgeted Cash Flows and Supporting Table SA 30 - Budgeted Monthly Cash Flows) of the Municipal Budget and Reporting Regulations aligns with and gives effect to the municipality's Budget Funding Plan strategy and related seasonal trends (For example higher winter Eskom tariffs, lower January collection rates, etc.?)	T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	The system vendor should assist the municipality with the A1 Schedule. The A7 is currently projecting 12 equal amounts. This is not the proper projection, and will be corrected accordingly.	
6,5	Cost reflective tariffs – has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?	T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	No	BTO official attended the Tariff Tool training organised by National Treasury and Provincial Treasury.	
6,6	Electricity and water as collection tools – has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, through its by-laws and budget related policies that:	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org	Yes	As per credit control policy	
6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	N Kegakilwe (Assistant Director Revenue Management) 018 487 8046/083 254 6573 nkegakilwe@klerksdorp.org O Kgoete (Deputy Director Income and Expenditure) 018 487 8043/072 781 2082 okgoete@klerksdorp.org	Yes		

6.6.2	<p>- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?</p> <p>- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?</p> <p><i>Note: In terms of this condition the municipality must undertake such restriction/interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.</i></p>	<p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org</p> <p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org</p>	Yes	As per credit control policy
6.6.3	<p>- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively?</p> <p><i>Supporting evidence: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.</i></p>	<p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org</p>	No	The municipality is planning to constantly monitor and restrict the indigents who are defaulting
6.6	<p><i>Supporting evidence: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.</i></p>			
6.7	<p>Maintain a minimum average quarterly collection of property rates and services charges –</p>			
6.7.1	<p>- Has the municipality achieved a minimum of 80 per cent average quarterly collection of property rates and service charges with effect from 01 April 2023 and 85 per cent average quarterly collection with effect from 01 April 2024 during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded to the LGDRS?</p> <p><i>Note- although the norm and standard for collection (MFMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.</i></p>	<p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org</p>	No	For the current month the municipality achieved a collection rate of 43%
6.7.2	<p>- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph</p>	<p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org</p>	No	Municipality has targeted all areas that it is servicing for electricity.

	6.7.1, has the municipality demonstrated to the satisfaction of the National Treasury that –			
6.7.2.1	* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;	Yes		
6.7.2.2	* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?	No	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org	The Municipality does restrict water in Eskom supplied areas as per credit control policy, the challenge is that the community bridge and break water meters.
6.7.2.3	* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?	No	Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org Lesego Seametso (MM) 018 487 8009 / 076 018 7668 lseametso@klerksdorp.org	There is a proposal that was sent in the current year for Eskom to assist in areas such as Kanana, Tigane and Khuma, but no response was received from Eskom.
6.7.3	- The municipality has progressively installed smart pre-paid meters in the municipality supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off the debt of its customers, within its normal credit control process?	No	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org	The municipality is in a process of installing smart-prepaid meters
6.7.4	- Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	No	J Pilusa (Acting Director Technical) 018 487 8023/072 313 4253 tpelesane@klerksdorp.org	The policy is still the process of being drafted and will be tabled to council. Smart meters procurement was budgeted for five million Rands in the current 2023/24 financial year.
6.7.5	-Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	Yes	T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	C schedule

6.8	Municipality's Completeness of the revenue base –	N Kegakilwe (Assistant Director Revenue Management) 018 487 8046/083 254 6573 nkegakilwe@klerksdorp.org O Kgoete (Deputy Director Income and Expenditure) 018 487 8043/072 781 2082 okgoete@klerksdorp.org	Yes	1. The approved GVR was loaded into the municipal financial system (Solar). 2. All SV's (SV01-SV02) are implemented into the financial system. 3. SV03 Roll with 4343 entries is opened for inspection and objections until the 30 th June 2023. 4. Differences will be addressed as follows: - Reconciliation will be done monthly and variances identified will be addressed accordingly. Occupation certificates and Valuation certificates to be sent to the Municipal Valuer to ensure that all properties are updated and billed accurately.
6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer and demonstrated the steps taken to correct the variances identified?			
6.8.2	- Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://uploadportal.treasury.gov.za/ ?	N Kegakilwe (Assistant Director Revenue Management) 018 487 8046/083 254 6573 nkegakilwe@klerksdorp.org O Kgoete (Deputy Director Income and Expenditure) 018 487 8043/072 781 2082 okgoete@klerksdorp.org	Yes	
6.9	Monitor and report on implementation –			
6.9.1	- MFMA section 71 reporting – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?	T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	No	Municipal is in the process of adjusting the adopted Funding plan.
6.9.2	- If progress is slow in terms of paragraph 6.8.3, is the active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the mSCOA data string?	T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	No	Municipality has established MSCOA Steering Committee which meet monthly to address any MSCOA issues
6.9.3	- Municipalities with financial recovery plans (FRP) – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive?	Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org Lesego Seametso (MM) 018 487 8009 / 076 018 7668 lseametso@klerksdorp.org	The Municipal does not have financial recovery plan yet, but they are in process	Provincial Treasury is in the process of finalising the FRP.

6.9.4	<p>- If the municipality that has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress reports to the Provincial Executive, has the municipality also submitted such FRP progress reports to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously?</p> <p><i>Note - a municipality with a FRP may only benefit from the Municipal Debt Support Programme if the FRP progress report was submitted to both the Provincial Executive and MFRS.</i></p> <p><i>Note - If the PT failed to address its failure such non-compliance will be considered as non-compliance by the municipality in terms of paragraph 6.1.1.</i></p>	<p>Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmpphetla@klerksdorp.org Lesego Seametso (MM) 018 487 8009 / 076 018 7668 lseametso@klerksdorp.org</p>	<p>4045</p>	<p>No</p>	<p>PT is still in the process of drafting the FRP</p>
6,11	<p>Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?</p> <p><i>Note - there is a prohibition on municipal borrowing for three consecutive municipal financial years from the date of the municipality's initial or any subsequent benefit in terms of this municipal debt support programme</i></p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	<p>8040</p>	<p>No</p>	<p>There are currently no plans to borrow funds.</p>
6,12	<p>For the duration of the Municipal Debt Relief (to ensure proper management of resources):</p>				
6.12.1	<p>- has the municipality apportioned and ring-fenced in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?</p>	<p>Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmpphetla@klerksdorp.org</p>	<p>4045</p>	<p>Partially</p>	<p>The revenue from electricity and water is not entirely ring-fenced only prepaid is ring-fenced and conventional can only be calculated when month-end processes are completed and by this time, the Eskom bill is due and money paid directly without being transferred from the primary bank account. Due to cash flow issues, it is not yet possible to entirely pay Eskom and Midval in full.</p>
6.12.2	<p>- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.1.1.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?</p> <p><i>Note: A request will be made to the Minister of Finance immediately succeeding the application to exempt municipalities formally from MFMA s.8(3) to facilitate this condition.</i></p>	<p>Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmpphetla@klerksdorp.org Lesego Seametso (MM) 018 487 8009 / 076 018 7668 lseametso@klerksdorp.org</p>	<p>4045</p>	<p>No</p>	

Supporting evidence: Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.

T Sekgala (Deputy Director Budget) 018 487 8040 Yes
 osekgala@klersdorp.org
 D Rossouw (Assistant Director Budget) 018 487 8518
 drossouw@klersdorp.org

6.13 Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date?

Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 No
 mmphetla@klersdorp.org
 Lesego Seametso (MM) 018 487 8009 / 076 018 7668
 lseametso@klersdorp.org

N Kegakilwe (Assistant Director Revenue Management) 018 487 8046/083 254 6573
 nkegakilwe@klersdorp.org
 O Kgoete (Deputy Director Income and Expenditure) 018 487 8043/072 781 2082
 okgoete@klersdorp.org

Not yet applicable. The write-off will only be implemented after 12 months as per NT guidelines.

The current month bill was not paid in full.

Notice: The Municipality of Mankweng District Municipality is advised in paragraph 3 of MFMA Circular no. 212, The Council of a Municipality, the Municipal Manager and the Municipal Clerk are required to ensure that the Municipality's license is renewed in accordance with the provisions of the Municipal Finance Act, 2006 (Act no. 4 of 2006).

Monitoring of progress to ensure compliance: Weekly Management meetings will be held with delegated officials in order to monitor progress and the consolidated monitoring plan will be submitted to the Finance Portfolio committee held on a monthly basis and also reported to Provincial Treasury 10 days after month end.

Mercy Phetla
 MERCEY PHETLA
 CHIEF FINANCIAL OFFICER

Lesego Seametso
 LESego SEAMETSO
 MUNICIPAL MANAGER

Am Ramphele
 AM RAMPHELE
 MMC: FINANCE
 17/01/2024

SI Mondlane
 SI MONDLANE
 SPEAKER OF COUNCIL

NJ Tsolelela
 NJ TSOLELELA
 EXECUTIVE MAYOR

NW403 City of Matlosana
MFMA Circular 124 (paragraphs 3.7.)

Quarterly average collection rate (MFMA Circular 124 paragraphs 3.7.1 - 3.7.3)

Total average collection for October 2023 - December 2023 (quarter preceding the application)

1. The total average quarterly collection of all revenue excluding Equitable Share and conditional grants
2. The total average quarterly collection of all revenue excluding Equitable Share and conditional grants (excluding Eskom supplied areas)
3. The total average quarterly collection of municipal property rates
4. The total average quarterly collection of Electricity
5. The total average quarterly collection of Water
6. The total average quarterly collection of Wastewater
7. The total average quarterly collection of Solid Waste

49%
64%
84%
82%
37%
53%
37%

MFMA Circular 124 - paragraphs 3.7.4 and 3.7.5

COLLECTION RATE - per ward - rates and per service - (October 2023 - December 2023) (quarter preceding the application)

Wards / Services	Municipal supplied/ Partial Eskom and municipal supplied	Total Movement (R)	Total Settlements (R)	Collection %
Ward 36		7 157 972	3 502 361	49%
Property Rates Tax		609 668	406 446	116%
Electricity	Partial Eskom and Municipal Supplied	1 020 223	1 257 593	110%
Water		1 964 802	1 047 220	45%
Refuse		515 356	166 752	30%
Sewerage		354 430	191 560	49%
VAT		591 632	387 963	58%

Interest	2 001 393	25 911	1%
Ward 37	4 902 453	112 049	293%
Property Rates Tax	351 965	12 358	101%
Electricity	1 068 628	18 962	93%
Water	1 358 835	40 902	-4%
Refuse	243 928	10 012	10%
Sewerage	131 101	12 290	16%
VAT	420 448	6 779	-147%
Interest	1 325 456	8 414	1%
Ward 38	3 351 859	92 246	4%
Property Rates Tax	115 581	10 943	12%
Electricity	-	-	0%
Water	1 155 680	40 704	5%
Refuse	270 806	5 660	5%
Sewerage	154 203	18 694	18%
VAT	237 080	9 538	6%
Interest	1 418 148	4 050	0%
Ward 39	17 242 370	16 606 010	110%
Property Rates Tax	4 579 345	4 395 507	106%
Electricity	5 593 585	5 899 098	133%
Water	3 154 333	3 046 587	107%
Refuse	755 655	705 112	104%
Sewerage	842 485	832 738	105%
VAT	1 576 882	1 489 123	102%
Interest	487 418	190 185	333%
Ward 100	1 477	-	0%
Property Rates Tax	-	-	0%
Electricity	-	-	0%
Water	-	-	0%
Refuse	-	-	0%
Sewerage	-	-	0%
VAT	-	-	0%

Interest	-	-	-	0%
Ward 777			311 194	78%
Property Rates Tax				0%
Electricity				0%
Water				0%
Refuse				0%
Sewerage				0%
VAT	20 347		2 708	51%
Interest	115 995		1 289	15%
	2 617		750	24%
Ward 999				0%
Property Rates Tax				0%
Electricity				0%
Water				0%
Refuse				0%
Sewerage				0%
VAT				0%
Interest	17			0%

ANNEXURE B

FINANCIAL PLAN MONTHLY PROGRESS



provincial treasury

Department:
Provincial Treasury
North West Provincial Government
Republic of South Africa

MONTHLY PROGRESS REPORTING

2023/24 ADOPTED FINANCIAL PLAN

CITY OF MATLOSANA LOCAL MUNICIPALITY (NW403)

31 DECEMBER 2023

Introduction

1. Operating Revenue

Revenue Enhancement Measures

Focus Area	Operating Revenue Activities	Time Frame (as disclosed on the adopted financial plan)	Achievements / Non-achievements	Reasons for Non-achievements	Remedial Actions to address non-achievements
Revenue Enhancement – Expected inflow R12m	To provide amnesty to 4500 additional customers in the entire Kosh area.	01/07/2023-30/06/2024	Not achieved	The advert was done to invite all illegal connected customers to receive amnesty. Unfortunately, there was no response from the customers/public.	The project Amnesty steering committee has been resuscitated, currently holding meetings on Fridays at 8 o'clock
Land – Expected Inflow R63,277,200	Proclamation of additional 13 020 stands and to be billed Kanana Extension 5 Kanana Extension 16 Jouberton Extension 31 Jouberton Extension 34 Sunny Side Tigane Extension 7 Tigane Extension 8 (Income expected only from Basic Service Charges)	01/07/2023-30/06/2024	Total estimated revenue per annum for basic charges in the proposed Townships: R63,277,200 Notes: The expected revenue collection contains basic charges, however on the commercial even the basic rates/levies are not taken into consideration due to differences in extents. The	Kanana Extension 5 Proclamation – Site Permits being prepared and submitted to BTO for billing purposes. Tigane Extension 7 & 8 Proclamation Finalized - Permits being compiled. A total of 3 450 Site Permits have been compiled from July-November 2023, namely: Alabama Ext 5 – 305	The Directorate has developed a time-bound program, to visit all the mentioned Settlements for the completion of Site Permits. The Program will be completed by the end of February 2024

<p>Land - Expected inflow – R29,534,220</p>	<p>Alabama Extension 5 Kanana extension 14 Kanana Extension 15 (Income expected only from basic services charges)</p>	<p>01/07/2023 – 30/06/2024</p>	<p>residential erven are based on the average erven size. The forecasted figures do not take electricity figures as well as any additional usage into account. The estimated amounts are calculated based the promulgation of Local Authority Notice 377 of 2023 by virtue of Provincial Gazette no. 8550 dated 1 August 2023, in terms of Section 14 (1) (2) of the Municipal Property Rates Act, 2004 (Act 6 of 2004).</p>	<p>(1412 submitted to BTO, only 1357 registered on the System – 843 outstanding) Jouberton Ext. 31 – 494 Jacaranda Ext. 10 – 1009 Kanana Ext. 15 – 660 Tigane Ext. 7 - 982</p>	
<p>Land – Expected Inflow R35,327,242</p>	<p>Disposal of 205 serviced/ subserved Municipal owned land for Residential, Commercial & Industrial Developments</p>	<p>01/07/2023- 30/06/2024</p>	<p>A Total of 24 Stands have been disposed to date, resulting in revenue of R1,582,856.00 From 01/07/2023- 31/12/2023.</p>	<p>Delays in the issuing of zero-rated Clearance figures on Municipal Owned Land, to accelerate transfers and registration.</p>	<p>Review of the current process plan and policies (Rates and Credit Control) affecting the issuing of Clearance Figures. A list of all outstanding Clearance Figures has been submitted to CFO.</p>

						The Directorate is awaiting an official response to the submission in this regard.
DEBT COLLECTION ELECTRICITY – Expected inflow – R55 Million	Procurement and Installation of Anti-Tampering boxes. 2023/24 FY 714	01/07/2023– 30/06/2024	Not achieved	Service providers busy with procurement of anti-tampering boxes	Service provider to speed up the procurement and installation	Municipality political leaders to source community buy-in to implement the project
Expected inflow – R70 Million	2024/25 FY 1500	01/07/2024 – 30/06/2025				
Electricity – Electricity Losses in Jouberton & Alabama – Expected inflow R15 Million	<ul style="list-style-type: none"> • Audits on all bypassed meters • Energy Efficiency • Revenue improvement of Medium voltage Network 	01/07/2023 – 30/06/2024	2%- achieved on audit – 225 280.12 collected 60% achieved On energy efficiency lightning target	Resource constraints – fleet and community not cooperating Financial constraints to implement targeted programmes Delay in appointment of service provider for implementation of energy efficiency and demand side management	Leasing of required fleet and community consultation Investment in a form of capital budget need to be made to reduce technical losses Execution of EEDSM programme to be finalised in March 2024	

	Expected inflow due to implementation of credit control on those in arrears.		0% achieved on mv network improvement	programme (EEDSM) Financial constraints to implement targeted programmes	Investment in a form of capital budget need to be made to refurbish MV network
Debt collection and Recovery Expected inflow R300 Million	Utilize internal debt collectors	01/07/2023-30/06/2024	R108 million collected by 31 December 2023 on 90 days accounts. 36% achieved of the target	More efforts by internal staff needs to be put and update of client's information needs to be encouraged to be able to do follow-ups by phones.	Follow ups are conducted by the credit control officials and it is noted that some households are still restricted, and some have illegally connected themselves or have tampered with the restrictors and in those cases, fines have been issued.
Market Rental Estate Expected inflow – R800 000	Rand value revenue collected from rental estate	01/07/2023-30/06/2024	-		

Market – Ripening and Cooling rooms Expected inflow – R1 500 000	Collection of ripening and cooling revenue	01/07/2023 - 30/06/2024	The revenue is already budgeted for, it is not additional, therefore the plan will be revised during adjustment budget		
Market Dues Expected inflow – R1 500 000	Collection of market dues revenue	01/07/2023 - 30/06/2024	The revenue is already budgeted for, it is not additional, therefore the plan will be revised during Adjustment budget		
Rental of carriages Expected inflow – R150 000	Collection of rental carriages revenue	01/07/2023- 30/06/ 2024			
Outdoor Advertising	Revenue improves	01/07/2023 – 30/07/ 2024			

2. Operating Expenditure

Cost Cutting Measures	Time Frame (as disclosed on the adopted financial plan)	Achievements / Non-achievements	Reasons for Non-achievements	Remedial Actions to address non-achievements
<p>Wet fuel Outsource wet fuel instead of using our own depots. This is transferring the risk of misuse and theft to external service provider. Expected Inflow – R3 Million</p>	01/07/2023–30/06/2024	Not achieved	The municipality is outsourcing wet fuel currently. However, there are no savings realized.	Stringent control measures should be put in place to monitor fleet management.
<p>Repairs and maintenance – Expected Inflow – R30 Million Reduce spending on Repairs and maintenance on fleet management through procurement of new fleet, plant and equipment. BTO has provided funds to the amount of R15 million to commence with the Turn-around Strategy for the Fleet Repairs & Maintenance Programme. The programme entails the re-organization of the municipal garage, and implementation of systems of control. This will be a short to medium-term initiative</p>	01/07/2023–30/06/2024	Not achieved	Delay in finalizing of tenders for procurement of equipment required for re-organisation of the municipal garage	Tenders submitted need to be urgently finalized

<p>Travelling and subsistence Expected Inflow – R600 000</p> <p>Cutting unnecessarily travelling and accommodation (Office of the CFO and Municipal Manager have jointly issued moratorium to suspend all non-essential travelling and accommodation for the whole financial year).</p>	<p>01/07/2023- 30/06/2024</p>			<p>S & T budget was reduced.</p>			
<p>Contracted Services – Expected Inflow – R289,494 on R2,605,446 p.a</p> <p>To review operational contract to scale down their services and support on the following expenditure items:</p> <ul style="list-style-type: none"> • Hire charges - reduce printing and photocopy machine from 101 to 58 number of stand-alone high-volume devices and replace 34 desktop devices machines in order to decrease copy production and costs. 	<p>01/07/2023- 30 /06/2024</p>		<p>Not achieved</p>	<p>No information received from the departments.</p>			

3. **Payment of Creditors** (Attach Creditors age analysis for the reporting period)

CREDITORS AGE ANALYSIS - 31 DECEMBER 2023

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 +Days/Arreas	Total
Bulk Electricity	83 733 806	75 771 701	86 757 151	1 603 523 709		1 849 786 367
Bulk Water	121 206 979	68 568 748	59 753 455	1 323 611 847		1 573 141 029
Auditor General	3 896 941	6 080	451	43 974	-	3 947 446
Trade Creditors	18 410 618	16 168 886	63 865 843	(16 692 289)	-	81 753 058
Total	227 248 344	160 515 415	210 376 900	2 910 487 241	-	3 508 627 900

3.9 RECOMMENDATIONS

Based on the contents of this report it is recommended that the Executive Mayor submit to the Council the report for the second quarter of 2023/2024 financial year as per section 52(d) of the MFMA.

