

**EPHRAIM MOGALE**



**LOCAL MUNICIPALITY (LIM471)**

Monthly Budget Monitoring Report  
(Section 71 of MFMA)

**28 FEBRUARY 2021**

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## 1.1 Executive summary

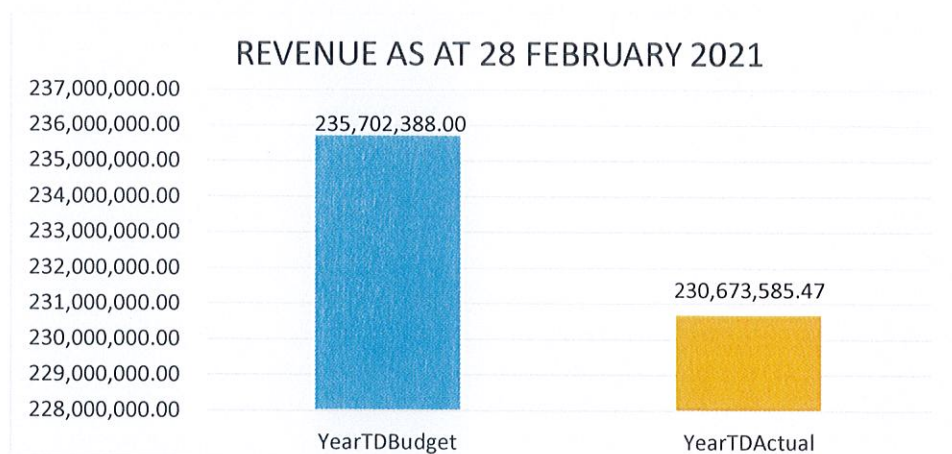
### 1.1.1 Introduction

Section 71(1) of the Municipal Finance Management Act (MFMA) requires from the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the Mayor and respective provincial treasury within 10 working days after the end of each month on the state of the municipality's budget for that month and for the financial year up to the end of that month.

### 1.1.2 Consolidated Performance

#### 1.1.2.1 Statement of financial performance (Table c2, c4)

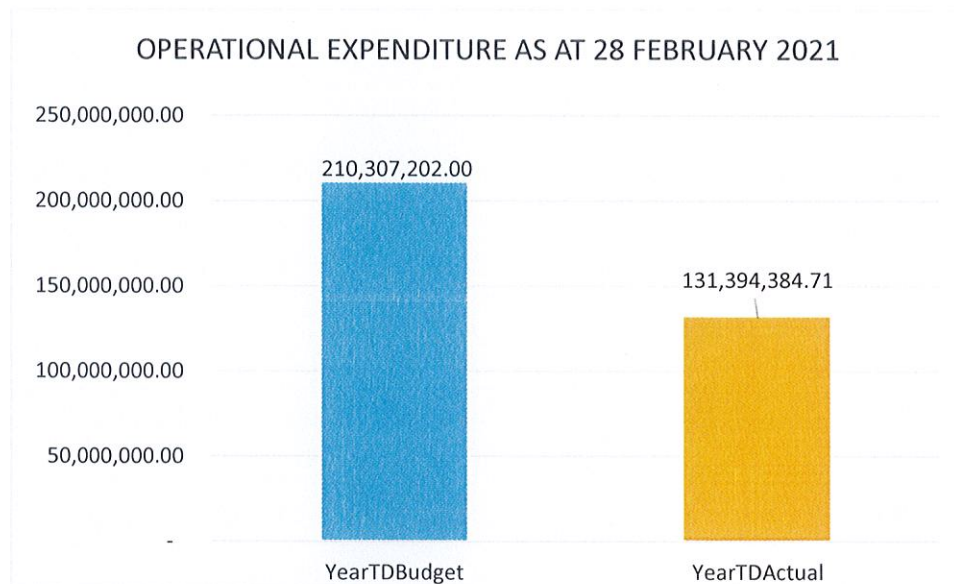
##### REVENUE (Table c2, c4)



The total revenue received for the month of **February 2021** amount to **R11 Million**, and the year to date Actual revenue amount to **R230 Million** in comparison to a year to date budgeted figure of **R235 Million**. There is an unfavorable variance of **R5 Million** which is due to the following reason.

1. The municipality is currently recognizing conditional grant such as Municipal Infrastructure Grant as liability which is the requirements with generally Accepted Accounting Practice (GRAP). This grants will only be recognized as revenue once they have meet conditions of those grants

## OPERATIONAL EXPENDITURE (Table c2, c4)



Operating expenditure for the month of **February 2021** amounts to **R16 Million**, and the year to date actual is **R131 Million** which is reported against a year to date budget of **R210 Million**. There is an unfavorable variance of **R78 Million** due to the following reasons.

1. Employee related cost

This major variance is due to vacant posts not yet filled.

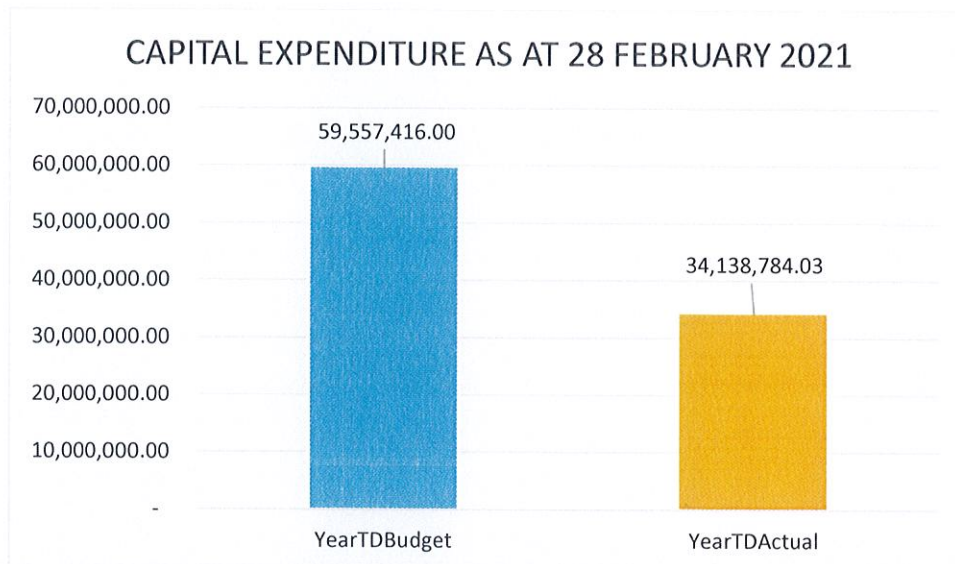
2. Depreciation and assets impairment

Currently the municipality is accounting for depreciation at year end.

3. Debt Impairment

Currently the municipality is accounting for debt impairment at year end

### 1.1.2.2 CAPITAL EXPENDITURE (Table C5)



Capital expenditure for the month of February amounts to **R2 Million**, and the year to date actual is **R34 Million** which is reported against a year to date budget of **R59 Million**. There is unfavorable variance of **R25 Million** due to non-spending in majority of internal funded project.

## Capital budget as at 28 February 2021

| Function                      | SegmentDesc                                   | Total Budget         | 2021-02             | Total Actual         |
|-------------------------------|---|----------------------|---------------------|----------------------|
| Administration                | Purchase of Furniture (500/305065)            | 350,000.00           | -                   | 24,200.00            |
| Cemeteries                    | Landscaping & Greening (425/305071)           | 450,000.00           | -                   | -                    |
| Cemeteries                    | Compactor Truck                               | 1,800,000.00         | -                   | -                    |
| Electricity                   | Network Design Software                       | 80,000.00            | -                   | -                    |
| Electricity                   | Upgrade Municipal ESKON Supply                | 3,000,000.00         | -                   | -                    |
| Electricity                   | Manapyane High Mass Lights                    | 4,000,000.00         | -                   | -                    |
| Electricity                   | Uitvlught Highmast Light                      | 2,000,000.00         | -                   | -                    |
| Electricity                   | Install RMU Cable to Connect Ext 5&6          | 1,186,362.00         | 342,053.58          | 913,601.38           |
| Electricity                   | Replace old PEX 11kV Cable from 713 to 561    | 1,600,000.00         | -                   | -                    |
| Electricity                   | Replace Streetlight Wood Poles at Mamphokg    | 500,000.00           | -                   | -                    |
| Electricity                   | Industrial Substation Second Supply Phase 3   | 1,162,003.00         | -                   | 1,162,002.86         |
| Electricity                   | Truck Mounted Crane                           | 950,000.00           | -                   | -                    |
| Electricity                   | Tool sets                                     | 50,000.00            | -                   | -                    |
| Health Services               | Sanitising Equipment                          | 150,000.00           | -                   | -                    |
| Housing and Building          | Air Conditioning                              | 100,000.00           | -                   | -                    |
| Human Resources               | Shredding Machine and Recording System        | 90,000.00            | -                   | -                    |
| Information Technology(ICT)   | Purchase of routers and wireless access point | 100,008.00           | -                   | 40,917.00            |
| Information Technology(ICT)   | Purchase of UPS                               | 40,909.00            | -                   | -                    |
| Information Technology(ICT)   | ICT Computers                                 | 439,091.00           | -                   | -                    |
| Information Technology(ICT)   | Master tower pole                             | 120,004.00           | -                   | -                    |
| Information Technology(ICT)   | PURCHASE OF PRINTERS                          | 150,000.00           | -                   | -                    |
| Licencing and Traffic         | Speed Camera (225/305070)                     | 300,000.00           | -                   | -                    |
| Communication                 | Podium Camera Loud Healing                    | 75,000.00            | -                   | 74,030.99            |
| Roads:Roads & Stormwater 1    | Mamphokgo Sports Complex                      | 1,000,000.00         | -                   | 343,528.78           |
| Roads:Roads & Stormwater 1    | Leeufontein Sports Complex                    | 6,500,000.00         | -                   | -                    |
| Roads:Roads & Stormwater 1    | Stormwater Extension 6(650/305147)            | 4,000,000.00         | 1,249,796.63        | 3,615,451.76         |
| Roads:Roads & Stormwater 2    | MAKGATLE                                      | 7,075,453.00         | -                   | 7,006,610.97         |
| Roads:Roads& Stormwater (650) | Tshikanoshi Sports Complex                    | 5,000,000.00         | -                   | -                    |
| Roads:Roads& Stormwater (650) | Phetwane Internal Road (650/305184)           | 6,969,460.00         | -                   | 6,306,760.93         |
| Roads:Roads& Stormwater (650) | Rehabilitation Leeuwfontein Internal Streets  | 4,000,000.00         | -                   | -                    |
| Roads:Roads& Stormwater (650) | Regae Bus Route                               | 5,000,000.00         | -                   | -                    |
| Roads:Roads& Stormwater (650) | Mabitsi Internal Road                         | 5,000,000.00         | -                   | -                    |
| Roads:Roads& Stormwater (650) | Morarela Internal Road                        | 2,000,000.00         | -                   | -                    |
| Roads:Roads& Stormwater (650) | Mohlalaotwane                                 | 2,000,000.00         | -                   | -                    |
| Roads:Roads& Stormwater (650) | Mashemong/Mooihoek Internal Street            | 7,600,000.00         | -                   | 7,397,568.09         |
| Roads:Roads& Stormwater (650) | Malebitsa internal road                       | 8,076,001.00         | 439,995.60          | 7,254,111.27         |
| Roads:Roads& Stormwater (650) | Boreholes                                     | 200,000.00           | -                   | -                    |
| Roads:Roads& Stormwater (650) | Purchasing of motor grader                    | 3,600,000.00         | -                   | -                    |
| <b>GRAND TOTAL</b>            |   | <b>86,714,291.00</b> | <b>2,031,845.81</b> | <b>34,138,784.03</b> |

### 1.1.2.3 FINANCIAL POSITION

The municipality will be able to pay its current or short-term obligations and provide for a risk cover to enable it to continue operations at desired levels.

### CASH FLOW STATEMENT

The cash flow statement report for **February 2021** indicates a favourable/positive closing balance (cash and cash equivalents).

#### **1.2.2.5 Conclusion**

The total spending on the overall capital and operational budget of 2020/2021 financial year is **52%** and **62%** respectively, as at **28 February 2021**.

### **1.2 In-Year budget statement tables:**

#### **1.2.1 Table C2: Monthly Budget Statement - Financial Performance (standard Classification)**

LIM471 Ephraim Mogale - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 February

| Description                                | Ref      | 2019/20         | Budget Year 2020/21 |                 |                |                |                |                 |                |                    |
|--|----------|-----------------|---------------------|-----------------|----------------|----------------|----------------|-----------------|----------------|--------------------|
|  |          | Audited Outcome | Original Budget     | Adjusted Budget | Monthly actual | YearTD actual  | YearTD budget  | YTD variance    | YTD variance % | Full Year Forecast |
| <b>R thousands</b>                         | <b>1</b> |                 |                     |                 |                |                |                |                 |                |                    |
| <b>Revenue - Functional</b>                |          |                 |                     |                 |                |                |                |                 |                |                    |
| <i>Governance and administration</i>       |          | -               | 212,046             | 242,320         | 4,097          | 179,303        | 161,547        | 17,756          | 11%            | 242,320            |
| Executive and council                      |          | -               | 2,060               | 2,060           | -              | 39             | 1,374          | (1,334)         | -97%           | 2,060              |
| Finance and administration                 |          | -               | 209,986             | 240,260         | 4,097          | 179,263        | 160,173        | 19,090          | 12%            | 240,260            |
| Internal audit                             |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| <i>Community and public safety</i>         |          | -               | 264                 | 264             | 28             | 170            | 176            | (6)             | -3%            | 264                |
| Community and social services              |          | -               | 56                  | 56              | 10             | 49             | 37             | 12              | 32%            | 56                 |
| Sport and recreation                       |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| Public safety                              |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| Housing                                    |          | -               | 208                 | 208             | 18             | 121            | 139            | (18)            | -13%           | 208                |
| Health                                     |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| <i>Economic and environmental services</i> |          | -               | 33,285              | 33,285          | 0              | 18             | 22,190         | (22,172)        | -100%          | 33,285             |
| Planning and development                   |          | -               | 47                  | 47              | 0              | 18             | 31             | (13)            | -42%           | 47                 |
| Road transport                             |          | -               | 33,238              | 33,238          | -              | -              | 22,159         | (22,159)        | -100%          | 33,238             |
| Environmental protection                   |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| <i>Trading services</i>                    |          | -               | 72,848              | 72,448          | 7,477          | 51,100         | 48,298         | 2,801           | 6%             | 72,448             |
| Energy sources                             |          | -               | 67,845              | 67,445          | 7,018          | 47,419         | 44,963         | 2,456           | 5%             | 67,445             |
| Water management                           |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| Waste water management                     |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| Waste management                           |          | -               | 5,003               | 5,003           | 459            | 3,680          | 3,335          | 345             | 10%            | 5,003              |
| <i>Other</i>                               | 4        | -               | 5,237               | 5,237           | 2              | 83             | 3,492          | (3,409)         | -98%           | 5,237              |
| <b>Total Revenue - Functional</b>          | <b>2</b> | -               | <b>323,680</b>      | <b>353,554</b>  | <b>11,604</b>  | <b>230,674</b> | <b>235,702</b> | <b>(5,029)</b>  | <b>-2%</b>     | <b>353,554</b>     |
| <b>Expenditure - Functional</b>            |          |                 |                     |                 |                |                |                |                 |                |                    |
| <i>Governance and administration</i>       |          | -               | 184,595             | 186,543         | 7,504          | 61,130         | 124,362        | (63,231)        | -51%           | 186,543            |
| Executive and council                      |          | -               | 41,138              | 41,353          | 3,072          | 23,312         | 27,568         | (4,257)         | -15%           | 41,353             |
| Finance and administration                 |          | -               | 143,458             | 145,190         | 4,432          | 37,819         | 96,793         | (58,974)        | -61%           | 145,190            |
| Internal audit                             |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| <i>Community and public safety</i>         |          | -               | 21,463              | 25,113          | 1,708          | 11,178         | 16,742         | (5,564)         | -33%           | 25,113             |
| Community and social services              |          | -               | 9,299               | 9,449           | 601            | 4,847          | 6,300          | (1,453)         | -23%           | 9,449              |
| Sport and recreation                       |          | -               | 2,279               | 2,329           | 90             | 750            | 1,552          | (802)           | -52%           | 2,329              |
| Public safety                              |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| Housing                                    |          | -               | 5,091               | 7,841           | 474            | 2,399          | 5,227          | (2,829)         | -54%           | 7,841              |
| Health                                     |          | -               | 4,794               | 5,494           | 543            | 3,183          | 3,662          | (480)           | -13%           | 5,494              |
| <i>Economic and environmental services</i> |          | -               | 23,692              | 24,525          | 1,081          | 10,500         | 16,350         | (5,851)         | -36%           | 24,525             |
| Planning and development                   |          | -               | 11,586              | 11,729          | 323            | 3,299          | 7,820          | (4,521)         | -58%           | 11,729             |
| Road transport                             |          | -               | 12,106              | 12,796          | 757            | 7,201          | 8,531          | (1,330)         | -16%           | 12,796             |
| Environmental protection                   |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| <i>Trading services</i>                    |          | -               | 65,375              | 65,725          | 5,015          | 40,543         | 43,817         | (3,274)         | -7%            | 65,725             |
| Energy sources                             |          | -               | 58,859              | 59,009          | 4,542          | 37,148         | 39,339         | (2,191)         | -6%            | 59,009             |
| Water management                           |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| Waste water management                     |          | -               | -                   | -               | -              | -              | -              | -               | -              | -                  |
| Waste management                           |          | -               | 6,517               | 6,717           | 473            | 3,395          | 4,478          | (1,082)         | -24%           | 6,717              |
| <i>Other</i>                               |          | -               | 13,405              | 13,555          | 1,031          | 8,043          | 9,037          | (994)           | -11%           | 13,555             |
| <b>Total Expenditure - Functional</b>      | <b>3</b> | -               | <b>308,530</b>      | <b>315,461</b>  | <b>16,338</b>  | <b>131,394</b> | <b>210,307</b> | <b>(78,913)</b> | <b>-38%</b>    | <b>315,461</b>     |
| <b>Surplus/ (Deficit) for the year</b>     |          | -               | <b>15,150</b>       | <b>38,093</b>   | <b>(4,734)</b> | <b>99,279</b>  | <b>25,395</b>  | <b>73,884</b>   | <b>291%</b>    | <b>38,093</b>      |

This table reflects the operating budget (Financial Performance) in the standard classifications which is the Government Finance Statistics Functions and Sub-function.

These are used by National Treasury to assist in the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures being used by the different institutions. The main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading services. It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3. (See executive summary for detail explanation on variances).



## 1.1.2 Table C4: Monthly Budget Statement - Financial Performance (revenue and expenditure)

LIM471 Ephraim Mogale - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February

| Description   | Ref | 2019/20         | Budget Year 2020/21 |                 |                |                |                |                |                 |                    |                |
|---|-----|-----------------|---------------------|-----------------|----------------|----------------|----------------|----------------|-----------------|--------------------|----------------|
|   |     | Audited Outcome | Original Budget     | Adjusted Budget | Monthly actual | YearTD actual  | YearTD budget  | YTD variance   | YTD variance %  | Full Year Forecast |                |
| <b>R thousands</b>  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| <b>Revenue By Source</b>  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| Property rates  |     |                 | 39,126              | 39,126          | 3,356          | 26,759         | 26,084         | 674            | 3%              | 39,126             |                |
| Service charges - electricity revenue   |     |                 | 69,370              | 69,370          | 6,926          | 46,483         | 46,246         | 236            | 1%              | 69,370             |                |
| Service charges - water revenue   |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| Service charges - sanitation revenue  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| Service charges - refuse revenue  |     |                 | 5,003               | 5,003           | 444            | 3,560          | 3,335          | 224            | 7%              | 5,003              |                |
| Rental of facilities and equipment  |     |                 | 190                 | 190             | 17             | 121            | 127            | (6)            | -5%             | 190                |                |
| Interest earned - external investments  |     |                 | 324                 | 324             | 100            | 725            | 216            | 510            | 236%            | 324                |                |
| Interest earned - outstanding debtors   |     |                 | 8,263               | 8,263           | 489            | 826            | 5,509          | (4,683)        | -85%            | 8,263              |                |
| Dividends received  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| Fines, penalties and forfeits   |     |                 | 140                 | 140             | 2              | 83             | 94             | (11)           | -11%            | 140                |                |
| Licences and permits  |     |                 | 5,102               | 5,102           |                |                | 3,402          | (3,402)        | -100%           | 5,102              |                |
| Agency services   |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| Transfers and subsidies   |     |                 | 163,620             | 193,494         |                | 146,865        | 128,996        | 17,869         | 14%             | 193,494            |                |
| Other revenue   |     |                 | 1,161               | 1,161           | 269            | 5,253          | 774            | 4,479          | 579%            | 1,161              |                |
| Gains   |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| <b>Total Revenue (excluding capital transfers and contributions)</b>  |     |                 | <b>-</b>            | <b>292,299</b>  | <b>322,173</b> | <b>11,604</b>  | <b>230,674</b> | <b>214,782</b> | <b>15,891</b>   | <b>7%</b>          | <b>322,173</b> |
| <b>Expenditure By Type</b>  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| Employee related costs  |     |                 | 97,557              | 99,057          | 6,642          | 55,987         | 66,038         | (10,051)       | -15%            | 99,057             |                |
| Remuneration of councillors   |     |                 | 15,623              | 15,623          | 1,114          | 8,915          | 10,416         | (1,501)        | -14%            | 15,623             |                |
| Debt impairment   |     |                 | 13,987              | 13,987          |                |                | 9,325          | (9,325)        | -100%           | 13,987             |                |
| Depreciation & asset impairment   |     |                 | 54,600              | 54,600          |                |                | 36,400         | (36,400)       | -100%           |                    |                |
| Finance charges   |     |                 | 41                  | 41              |                |                | 27             | (27)           | -100%           | 41                 |                |
| Bulk purchases  |     |                 | 42,000              | 42,000          | 3,151          | 25,791         | 28,000         | (2,209)        | -8%             | 42,000             |                |
| Other materials   |     |                 | 2,252               | 2,252           | 46             | 352            | 1,502          | (1,149)        | -77%            | 2,252              |                |
| Contracted services   |     |                 | 44,323              | 44,323          | 2,561          | 20,411         | 29,549         | (9,138)        | -31%            | 44,323             |                |
| Transfers and subsidies   |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| Other expenditure   |     |                 | 8,641               | 43,578          | 2,823          | 19,939         | 29,052         | (9,113)        | -31%            | 43,578             |                |
| Losses  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| <b>Total Expenditure</b>  |     |                 | <b>-</b>            | <b>279,024</b>  | <b>315,461</b> | <b>16,338</b>  | <b>131,394</b> | <b>210,307</b> | <b>(78,913)</b> | <b>-38%</b>        | <b>260,861</b> |
| <b>Surplus/(Deficit)</b>  |     |                 | <b>-</b>            | <b>13,276</b>   | <b>6,713</b>   | <b>(4,734)</b> | <b>99,279</b>  | <b>4,475</b>   | <b>94,804</b>   | <b>0</b>           | <b>61,313</b>  |
| Transfers and subsidies - capital (financially assisted)<br>(National / Provincial and District)  |     |                 | 33,238              | 33,238          | 33,238         |                | 19,389         | (19,389)       | (0)             | 33,238             |                |
| (National / Provincial Departmental Agencies,<br>Households, Non-profit Institutions, Private Enterprises,<br>Public Corporations, Higher Educational Institutions) |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| Transfers and subsidies - capital (in-kind - all)   |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b>  |     |                 | <b>33,238</b>       | <b>46,514</b>   | <b>39,951</b>  | <b>(4,734)</b> | <b>99,279</b>  | <b>23,864</b>  |                 |                    | <b>94,551</b>  |
| Taxation  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| <b>Surplus/(Deficit) after taxation</b>   |     |                 | <b>33,238</b>       | <b>46,514</b>   | <b>39,951</b>  | <b>(4,734)</b> | <b>99,279</b>  | <b>23,864</b>  |                 |                    | <b>94,551</b>  |
| Attributable to minorities  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| <b>Surplus/(Deficit) attributable to municipality</b>   |     |                 | <b>33,238</b>       | <b>46,514</b>   | <b>39,951</b>  | <b>(4,734)</b> | <b>99,279</b>  | <b>23,864</b>  |                 |                    | <b>94,551</b>  |
| Share of surplus/ (deficit) of associate  |     |                 |                     |                 |                |                |                |                |                 |                    |                |
| <b>Surplus/ (Deficit) for the year</b>  |     |                 | <b>33,238</b>       | <b>46,514</b>   | <b>39,951</b>  | <b>(4,734)</b> | <b>99,279</b>  | <b>23,864</b>  |                 |                    | <b>94,551</b>  |

Table C4 indicates revenue by source which indicates the types of income budgeted for and the performance of these items individually and expenditure by type reflecting operational budget per main type/category of expenditure. (See executive summary for detail explanation on variances)

### 1.1.3 Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

LIM471 Ephraim Mogale - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M08 February

| Vote Description                                       | Ref | 2019/20         | Budget Year 2020/21 |                 |                |               |               |              |              |                    |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|--------------|--------------------|
|  |     | Audited Outcome | Original Budget     | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance | Full Year Forecast |
| <b>Capital Expenditure - Functional Classification</b> |     |                 |                     |                 |                |               |               |              |              |                    |
| <b>Governance and administration</b>                   |     | -               | 1,055               | 1,285           | -              | 24            | 857           | (832)        | -97%         | 1,285              |
| Executive and council                                  |     |                 |                     |                 |                |               |               | -            |              |                    |
| Finance and administration                             |     |                 | 1,055               | 1,285           | -              | 24            | 857           | (832)        | -97%         | 1,285              |
| Internal audit   |     |                 |                     |                 |                |               |               | -            |              |                    |
| <b>Community and public services</b>                   |     | -               | 825                 | 3,150           | -              | 115           | 2,100         | (1,985)      | -95%         | 3,150              |
| Community and social services                          |     |                 | 575                 | 2,900           | -              | 115           | 1,933         | (1,818)      | -94%         | 2,900              |
| Sport and recreation                                   |     |                 | -                   | -               | -              | -             | -             | -            |              | -                  |
| Public safety  |     |                 | -                   | -               | -              | -             | -             | -            |              | -                  |
| Housing  |     |                 | 100                 | 100             | -              | -             | 67            | (67)         | -100%        | 100                |
| Health   |     |                 | 150                 | 150             | -              | -             | 100           | (100)        | -100%        | 150                |
| <b>Economic and environmental services</b>             |     | -               | 48,576              | 69,376          | 1,690          | 30,234        | 46,251        | (16,016)     | -35%         | 69,376             |
| Planning and development                               |     |                 |                     |                 |                |               |               | -            |              |                    |
| Road transport   |     |                 | 48,576              | 69,376          | 1,690          | 30,234        | 46,251        | (16,016)     | -35%         | 69,376             |
| Environmental protection                               |     |                 |                     |                 |                |               |               | -            |              |                    |
| <b>Trading services</b>                                |     | -               | 6,860               | 14,680          | 342            | 2,076         | 9,787         | (7,711)      | -79%         | 14,680             |
| Energy sources   |     |                 | 6,860               | 14,680          | 342            | 2,076         | 9,787         | (7,711)      | -79%         | 14,680             |
| Water management                                       |     |                 |                     |                 |                |               |               | -            |              |                    |
| Waste water management                                 |     |                 |                     |                 |                |               |               | -            |              |                    |
| Waste management                                       |     |                 |                     |                 |                |               |               | -            |              |                    |
| <b>Other</b>   |     |                 | 845                 | 845             | -              | 1,690         | 563           | 1,126        | 200%         | 845                |
| <b>Total Capital</b>                                   | 3   | -               | 58,161              | 89,336          | 2,032          | 34,139        | 59,557        | (25,419)     | -43%         | 89,336             |
| <b>Funded by:</b>                                      |     |                 |                     |                 |                |               |               |              |              |                    |
| National Government                                    |     |                 | 42,576              | 42,576          | 440            | 20,518        | 28,907        | (8,388)      | -29%         | 42,576             |
| Provincial Government                                  |     |                 |                     |                 |                |               |               | -            |              |                    |
| District Municipality                                  |     |                 |                     |                 |                |               |               | -            |              |                    |
| <b>Transfers recognised - capital</b>                  |     | -               | 42,576              | 42,576          | 440            | 20,518        | 28,907        | (8,388)      | -29%         | 42,576             |
| <b>Borrowing</b>                                       | 6   |                 |                     |                 |                |               |               | -            |              |                    |
| <b>Internally generated funds</b>                      |     |                 | 15,585              | 46,760          | 1,592          | 13,620        | 30,651        | (17,030)     | -56%         | 46,760             |
| <b>Total Capital Funding</b>                           |     | -               | 58,161              | 89,336          | 2,032          | 34,139        | 59,557        | (25,419)     | -43%         | 89,336             |

Table c5 indicates capital expenditure budget and performance by vote. (See executive summary For detail explanation on variances)

## 1.2.6 Table C6: Monthly Budget Statement - Financial Position

This format of presenting the statement of financial position aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as "accounting" Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.

## 1.2.7 Table C7: Monthly Budget Statement - Cash Flow

The municipality cash flow shows a favourable/positive balance.

## PART 2 – SUPPORTING DOCUMENTS

### 2.1 Debtors' Analysis

| FINANCIAL YEAR 2020/21<br>AGEING REPORT FEBRUARY 2021 GL |                     |                     |                     |                     |                     |                       |                       |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|-----------------------|-----------------------|
| Type of Service  | 30 Days             | 60 Days             | 90 Days             | 120 Days            | 150 Days            | 150 Plus              | Total                 |
|  | 202102              | 202101              | 202012              | 202011              | 202010              | 202009                |                       |
| <i>Rates</i>   | 2933656.67          | 1745394.62          | 1704542.41          | 1645074.25          | 1576032.26          | 83700277.36           | 93,304,977.57         |
| <i>Electricity</i>                                       | 4379612.89          | 290114.83           | 332660.89           | 213488.58           | 140360.82           | 5935304.87            | 11,291,542.88         |
| <i>Refuse</i>  | 370692.44           | 163271.87           | 148747.65           | 141075.12           | 134382.64           | 4902546.2             | 5,860,715.92          |
| <i>Other</i>   | 1479395             | 774978.24           | 473847.42           | 756364.79           | 612486.49           | 34687970.59           | 38,785,042.53         |
| <b>Total</b>   | <b>9,163,357.00</b> | <b>2,973,759.56</b> | <b>2,659,798.37</b> | <b>2,756,002.74</b> | <b>2,463,262.21</b> | <b>129,226,099.02</b> | <b>149,242,278.90</b> |

| Category            | 202102              | 202101              | 202012              | 202011              | 202010              | 202009                | Total                 |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|-----------------------|-----------------------|
| <i>Psi</i>          | 2298.74             | 2295.68             | 2292.63             | 2289.56             | 2286.5              | 163566.71             | 175,029.82            |
| <i>Farms / agri</i> | 1754095.35          | 1568965.1           | 1447809.89          | 1423216.28          | 1388018.12          | 70480289.83           | 78,062,394.57         |
| <i>Business</i>     | 3659483.66          | 319779.56           | 277235.4            | 231318.1            | 233749.16           | 7875394.25            | 12,596,960.13         |
| <i>Churches</i>     | 28113.04            | 3672.65             | 3658.99             | 3645.33             | 4391.31             | 119524.18             | 163,005.50            |
| <i>Commercial</i>   | 0                   | 0                   | 0                   | 0                   | 0                   | 29221.64              | 29,221.64             |
| <i>Domestic</i>     | 0                   | 0                   | 0                   | 0                   | 0                   | 15873.28              | 15,873.28             |
| <i>Industrial</i>   | 1148974.37          | 159492.92           | -130927.34          | 163336.69           | 54346.2             | 6794154.66            | 8,189,377.50          |
| <i>Municipality</i> | 19613.33            | 202                 | 200.8               | 199.6               | 198.4               | 57073.62              | 77,487.75             |
| <i>Residential</i>  | 2523702.18          | 906952.12           | 1047094.36          | 919602.02           | 767845.67           | 43665926.24           | 49,831,122.59         |
| <i>School/hosp</i>  | 27076.33            | 12399.53            | 12433.64            | 12395.16            | 12426.85            | 25074.61              | 101,806.12            |
| <b>Total</b>        | <b>9,163,357.00</b> | <b>2,973,759.56</b> | <b>2,659,798.37</b> | <b>2,756,002.74</b> | <b>2,463,262.21</b> | <b>129,226,099.02</b> | <b>149,242,278.90</b> |

The Debtors report has been prepared on the basis of the format required to be lodged electronically with National Treasury. This format provides an extended aged analysis, as well as an aged analysis by debtor type. Outstanding debtors as at **28 February 2021** amount to **R149 Million**.

### 2.2 Creditors' Analysis

The Municipality is paying its creditors within 30 days as prescribed by MFMA.

### 2.3 Investment portfolio analysis

The municipality has invested R80 Million at a rate of 9.15% with VBS Mutual Bank which is currently under the curatorship.

### 2.4 Allocation and grants receipts expenditure

There were no Grants received for the month of February 2021,

### 2.5 Councilors allowances and Employee benefit

The employee benefits and councilors allowance for **28 February 2021** is **R6.6 Million** and **R1 Million** respectively



## EPHRAIM MOGALE LOCAL MUNICIPALITY

### QUALITY CERTIFICATE

I, **Harry Mantaneng Phaahla** the acting municipal manager of **Ephraim Mogale Local Municipality**, here by certify that-

- the monthly budget statement

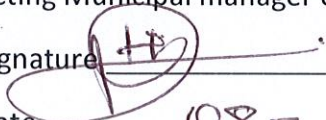
For the month of **February 2021** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act

Print name **Harry Mantaneng Phaahla**

Acting Municipal manager of **Ephraim Mogale Local Municipality (LIM471)**

Signature

Date

  
08 - 03 - 2021