

# ELIAS MOTSOLEDI LOCAL MUNICIPALITY



## MONTHLY BUDGET STATEMENT REPORT

**MARCH 2021**

# Table of Contents

<b>PART 1: IN - YEAR REPORT</b> .....	<b>3</b>
<b>PURPOSE</b> .....	3
<b>EXECUTIVE SUMMARY</b> .....	3
<b>IN YEAR BUDGET STATEMENT TABLES</b> .....	3
Table C1 – Budget Statement Summary .....	4
Table C2 – Financial Performance (Standard Classification) .....	7
Table C3 – Financial Performance (Revenue and Expenditure by vote) .....	8
Table C4 – Financial Performance by Revenue Source and Expenditure Type .....	9
Table C5 Capex – Monthly Capital Expenditure by Standard Classification and Funding .....	
Table C5C – Monthly Capital Expenditure by Vote .....	11
Figure 1: Capital expenditure by source of finance .....	12
Figure 2: Monthly capital expenditure .....	12
Table C6– Monthly Budget Statement Financial Position .....	
Table C7– Monthly Budget Statement Cash Flow .....	
<b>PART 2: SUPPORTING TABLES</b> .....	<b>15</b>
Supporting Table: SC 1 Material Variance Explanations .....	15
Supporting Table: SC 3 - Debtors Age Analysis .....	17
Figure 3: Debtors age analysis .....	18
Figure 4: Monthly debtors book .....	19
<b>TOP TWENTY DEBTORS</b> .....	20
Supporting Table: SC 4 - Creditors Age Analysis .....	20
<b>TOP CREDITORS PAID</b> .....	21
Supporting Table: SC 5 - Investment Portfolio .....	22
Supporting Table: SC 6 - Transfers and Grant Receipts .....	22
Supporting Table: SC 7 - Transfers and Grant Expenditure .....	23
Figure 5: Grants Performance .....	24
Supporting Table: SC8 - Councilor Allowances and Employee Related Costs .....	25
Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts .....	26
Supporting Table: SC 12 Capital Expenditure Trend .....	27
Supporting Table: SC 13(a) Capital Expenditure on New Assets .....	28
Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets .....	29
Supporting Table: SC 13(c) Repairs and Maintenance Expenditure .....	30
Supporting Table: SC 13(d) Depreciation and asset impairment .....	31
Supporting Table: SC 13(e) Capital Expenditure on upgrading of Existing Assets .....	32
List of Capital Programmes and Projects .....	34
<b>QUALITY CERTIFICATE</b> .....	<b>35</b>

## **PART 1: IN - YEAR REPORT**

### **PURPOSE**

To report to the Council and submit to National and Provincial Treasury on the monthly financial performance of the Municipality as required by Section 71 of the Municipal Finance Management Act.

### **EXECUTIVE SUMMARY**

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further state that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the March or and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results. It must be noted that 2021-21 financial year amounts are not yet audited.

### **IN YEAR BUDGET STATEMENT TABLES**

DESCRIPTION	2020/21			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENT AGE
OPERATING REVENUE	531,567,983	525,270,477	468,619,462	89%
		-		
OPERATING EXPENDITURE	512,448,796	516,327,989	301,159,448	58%
		-		
TRANSFER - CAPITAL	74,561,000	69,561,000	58,264,837	84%
SURPLUS/(DEFICIT)	93,680,187	78,503,488	225,724,851	288%
CAPITAL EXPENDITURE	89,279,520	88,376,820	61,260,289	69%

**Table C1 – Budget Statement Summary**

Description	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>Financial Performance</b>									
Property rates	35,773	38,345	38,345	3,391	29,607	30,439	(831)	-3%	38,345
Service charges	95,493	110,873	99,873	8,504	74,376	75,182	(806)	-1%	99,873
Investment revenue	2,068	3,042	542	113	339	225	113	50%	542
Transfers and subsidies	273,218	293,916	351,806	73,208	345,668	350,508	(4,840)	-1%	351,806
Other own revenue	32,632	85,393	34,705	2,645	18,629	29,091	(10,462)	-36%	34,705
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>439,184</b>	<b>531,568</b>	<b>525,270</b>	<b>87,863</b>	<b>468,619</b>	<b>485,445</b>	<b>(16,826)</b>	<b>-3%</b>	<b>525,270</b>
Employee costs	141,837	169,749	159,477	11,971	116,066	118,252	(2,186)	-2%	159,477
Remuneration of Councillors	24,575	26,525	26,283	2,020	18,218	18,218	-		26,283
Depreciation & asset impairment	56,343	55,163	57,163	-	-	-	-		57,163
Finance charges	3,538	1,184	2,633	61	2,503	2,582	(78)	-3%	2,633
Materials and bulk purchases	93,140	111,976	120,437	13,369	76,336	78,951	(2,615)	-3%	120,437
Transfers and subsidies	2,984	3,468	3,642	463	2,368	2,318	50	2%	3,642
Other expenditure	142,158	144,385	146,692	9,390	85,669	88,642	(2,973)	-3%	146,692
<b>Total Expenditure</b>	<b>464,574</b>	<b>512,449</b>	<b>516,328</b>	<b>37,273</b>	<b>301,159</b>	<b>308,962</b>	<b>(7,803)</b>	<b>-3%</b>	<b>516,328</b>
<b>Surplus/(Deficit)</b>	<b>(25,390)</b>	<b>19,119</b>	<b>8,942</b>	<b>50,589</b>	<b>167,460</b>	<b>176,483</b>	<b>(9,023)</b>	<b>-5%</b>	<b>8,942</b>
Transfers and subsidies - capital (monetary allocations)	70,685	74,561	69,561	5,511	58,265	69,561	(11,296)	-16%	69,561
Transfers and subsidies - capital (monetary allocations)	21,471	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>66,766</b>	<b>93,680</b>	<b>78,503</b>	<b>56,100</b>	<b>225,725</b>	<b>246,044</b>	<b>(20,319)</b>	<b>-8%</b>	<b>78,503</b>
<b>Surplus/ (Deficit) for the year</b>	<b>66,766</b>	<b>93,680</b>	<b>78,503</b>	<b>56,100</b>	<b>225,725</b>	<b>246,044</b>	<b>(20,319)</b>	<b>-8%</b>	<b>78,503</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>92,168</b>	<b>89,280</b>	<b>88,377</b>	<b>6,114</b>	<b>61,260</b>	<b>64,423</b>	<b>(3,162)</b>	<b>-5%</b>	<b>88,377</b>
Capital transfers recognised	78,193	74,561	69,561	4,970	51,041	53,998	(2,957)	-5%	69,561
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	13,975	14,719	18,816	1,144	10,220	10,425	(206)	-2%	18,816
<b>Total sources of capital funds</b>	<b>92,168</b>	<b>89,280</b>	<b>88,377</b>	<b>6,114</b>	<b>61,260</b>	<b>64,423</b>	<b>(3,162)</b>	<b>-5%</b>	<b>88,377</b>
<b>Financial position</b>									
Total current assets	129,467	134,416	119,868		290,338				119,868
Total non current assets	1,125,020	1,286,031	1,290,074		1,172,415				1,290,074
Total current liabilities	125,568	93,706	92,781		125,983				92,781
Total non current liabilities	79,251	94,548	94,548		73,611				94,548
Community wealth/Equity	1,049,667	1,232,193	1,222,613		1,263,159				1,222,613
<b>Cash flows</b>									
Net cash from (used) operating	25,247	108,434	124,956	60,984	156,409	170,125	13,716	8%	124,956
Net cash from (used) investing	(85,303)	(87,593)	(87,918)	(6,114)	(61,260)	(64,423)	(3,162)	5%	(87,918)
Net cash from (used) financing	(9,474)	(11,480)	(11,480)	(934)	(8,130)	(8,607)	(478)	6%	(11,480)
<b>Cash/cash equivalents at the month/year end</b>	<b>(44,548)</b>	<b>20,356</b>	<b>36,552</b>	<b>-</b>	<b>88,948</b>	<b>108,089</b>	<b>19,141</b>	<b>18%</b>	<b>27,487</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
Debtors Age Analysis									
Total By Income Source	13,993	4,573	3,268	3,185	3,034	2,846	14,090	87,037	132,026
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

**The above C1 Sum table summarizes the following activities: -**

**Revenue:**

The actual year to date operational revenue as at end of March is R468, 619 million and the year to date budget of R485, 445 million and this reflects a negative variance of R16, 826 million which is mostly attributable to equitable shares received amounting to R242, 777 million. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 50% favorable variance,
- Interest earned – outstanding debtors: 4% unfavorable variance,
- Rental on Facilities and Equipment: 14% unfavorable variance,
- Fines, penalties and forfeits: 95% unfavorable variance
- Services Charges – electricity revenue: 1% unfavorable variance
- Services Charges – refuse revenue: 0% favorable variance
- Licenses and permits: 0% favorable variance
- Property rates: 3% unfavorable variance
- Other revenue: 18% favorable
- Transfer and subsidies: 1% unfavorable

**Operating Expenditure**

The year to date operational expenditure as at end of March amounts to R301, 159 million and the year to date budget is R308, 962 million. This reflects underspending variance of R7, 803 million that translates to 3% variance. The variance is attributed underspending variance on depreciation and asset impairment and debt impairment that the municipality is still facing a challenge regarding the computation of monthly movement of the two accounts.

All other expenditure line items are performing almost in line with the year to date budget since the variance thereof is less than 10% except for the following:

- Other Materials: 13% under performance

The above material variances are explained more in detail on Supporting Tables SC 1

## **Capital Expenditure**

The year to date actual capital expenditure as at end of March 2021 amounts to R62, 260 million and the year to date budget amounts to R64, 423 million and this gives rise to R3, 162 million under performance.

## **Surplus/Deficit**

Taking the above into consideration, the net operating surplus for the month of March is R225, 724 million that is mainly attributed over performance on capital and operating expenditure in the reporting period.

## **Debtors**

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of March amounts to R132, 026 million and this shows an increase of R23, 788 million as compared to R108, 238 million as at end of 2019/20 financial year.

Consumer debtors is made up of service charges and property rates that amount to R84, 908 million and other debtors amounting to R47, 118 million. Debtors such those relating to traffic fines are reported as other debtors as presented under current assets on Table C6 and as a result, the do not form part of consumer debtors.

## **Creditors**

All creditors are paid within 30 days of receipt of invoice in the month of March as required by MFMA and as a result.

**Table C2 – Financial Performance (Standard Classification)**

Description	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>Revenue - Functional</b>									
<b>Governance and administration</b>	<b>223,026</b>	<b>228,630</b>	<b>277,913</b>	<b>47,111</b>	<b>257,548</b>	<b>264,271</b>	<b>(6,723)</b>	<b>-3%</b>	<b>277,913</b>
Executive and council	46,559	49,315	55,860	11,243	56,129	55,860	269	0%	55,860
Finance and administration	167,516	169,450	208,065	33,402	187,988	194,423	(6,434)	-3%	208,065
Internal audit	8,950	9,864	13,988	2,466	13,430	13,988	(558)	-4%	13,988
<b>Community and public safety</b>	<b>36,265</b>	<b>94,154</b>	<b>37,006</b>	<b>9,879</b>	<b>29,539</b>	<b>37,328</b>	<b>(7,789)</b>	<b>-21%</b>	<b>37,006</b>
Community and social services	9,633	10,636	11,376	5,771	11,490	11,376	114	1%	11,376
Sport and recreation	12,104	13,344	15,456	4,054	17,675	15,456	2,219	14%	15,456
Public safety	14,529	70,174	10,174	54	373	10,496	(10,122)	-96%	10,174
<b>Economic and environmental services</b>	<b>132,942</b>	<b>121,857</b>	<b>130,832</b>	<b>21,357</b>	<b>123,560</b>	<b>129,018</b>	<b>(5,457)</b>	<b>-4%</b>	<b>130,832</b>
Planning and development	21,248	23,604	26,971	8,284	29,749	26,620	3,130	12%	26,971
Road transport	110,541	96,853	100,627	13,073	92,194	99,164	(6,970)	-7%	100,627
Environmental protection	1,153	1,400	3,234	-	1,617	3,234	(1,617)	-50%	3,234
<b>Trading services</b>	<b>139,107</b>	<b>161,488</b>	<b>149,081</b>	<b>15,026</b>	<b>116,237</b>	<b>124,389</b>	<b>(8,152)</b>	<b>-7%</b>	<b>149,081</b>
Energy sources	110,981	130,709	114,001	10,659	84,499	91,571	(7,072)	-8%	114,001
Waste management	28,126	30,779	35,080	4,366	31,738	32,819	(1,080)	-3%	35,080
<b>Total Revenue - Functional</b>	<b>531,340</b>	<b>606,129</b>	<b>594,831</b>	<b>93,373</b>	<b>526,884</b>	<b>555,006</b>	<b>(28,122)</b>	<b>-5%</b>	<b>594,831</b>
<b>Expenditure - Functional</b>									
<b>Governance and administration</b>	<b>210,068</b>	<b>216,242</b>	<b>221,947</b>	<b>17,881</b>	<b>149,027</b>	<b>151,599</b>	<b>(2,571)</b>	<b>-2%</b>	<b>221,947</b>
Executive and council	50,877	49,314	45,093	3,355	30,316	30,588	(272)	-1%	45,093
Finance and administration	152,835	158,383	169,754	13,345	114,343	117,084	(2,741)	-2%	169,754
Internal audit	6,356	8,545	7,099	1,181	4,368	3,927	441	11%	7,099
<b>Community and public safety</b>	<b>25,269</b>	<b>61,707</b>	<b>45,423</b>	<b>2,291</b>	<b>22,155</b>	<b>24,454</b>	<b>(2,299)</b>	<b>-9%</b>	<b>45,423</b>
Community and social services	5,097	8,269	8,789	464	4,487	5,320	(834)	-16%	8,789
Sport and recreation	6,833	10,698	10,206	590	5,467	6,444	(977)	-15%	10,206
Public safety	13,339	42,740	26,428	1,237	12,201	12,689	(488)	-4%	26,428
<b>Economic and environmental services</b>	<b>91,700</b>	<b>97,667</b>	<b>98,963</b>	<b>6,849</b>	<b>37,960</b>	<b>39,453</b>	<b>(1,493)</b>	<b>-4%</b>	<b>98,963</b>
Planning and development	14,923	16,561	13,821	1,063	9,218	9,600	(383)	-4%	13,821
Road transport	76,178	80,487	84,515	5,738	28,261	29,371	(1,110)	-4%	84,515
Environmental protection	598	619	626	48	482	482	0	0%	626
<b>Trading services</b>	<b>137,538</b>	<b>136,832</b>	<b>149,995</b>	<b>10,253</b>	<b>92,017</b>	<b>93,457</b>	<b>(1,440)</b>	<b>-2%</b>	<b>149,995</b>
Energy sources	93,187	111,667	116,490	7,616	70,643	71,810	(1,167)	-2%	116,490
Waste management	44,351	25,165	33,505	2,637	21,374	21,647	(273)	-1%	33,505
<b>Total Expenditure - Functional</b>	<b>464,574</b>	<b>512,449</b>	<b>516,328</b>	<b>37,273</b>	<b>301,159</b>	<b>308,962</b>	<b>(7,803)</b>	<b>-3%</b>	<b>516,328</b>
<b>Surplus/ (Deficit) for the year</b>	<b>66,766</b>	<b>93,680</b>	<b>78,503</b>	<b>56,100</b>	<b>225,725</b>	<b>246,044</b>	<b>(20,319)</b>	<b>-8%</b>	<b>78,503</b>

**Table C3 – Financial Performance (Revenue and Expenditure by vote)**

Vote Description	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>Revenue by Vote</b>									
Vote 1 - Executive & Council	41,231	43,443	49,146	7,817	49,347	49,146	200	0%	49,146
Vote 2 - Municipal Manager	35,643	39,284	48,377	13,197	47,408	48,377	(969)	-2%	48,377
Vote 3 - Budget & Treasury	72,301	66,279	82,337	11,637	68,809	71,266	(2,457)	-3%	82,337
Vote 4 - Corporate Services	40,504	44,328	53,656	10,566	51,220	53,681	(2,461)	-5%	53,656
Vote 5 - Community Services	69,521	135,511	82,668	16,465	69,409	85,823	(16,415)	-19%	82,668
Vote 6 - Technical Services	239,261	241,319	234,888	27,056	196,666	203,304	(6,638)	-3%	234,888
Vote 7 - Developmental Planning	14,650	16,332	18,658	4,042	21,351	18,307	3,044	17%	18,658
Vote 8 - Executive Support	18,229	19,633	25,102	2,592	22,675	25,102	(2,427)	-10%	25,102
<b>Total Revenue by Vote</b>	<b>531,340</b>	<b>606,129</b>	<b>594,831</b>	<b>93,373</b>	<b>526,884</b>	<b>555,006</b>	<b>(28,122)</b>	<b>-5%</b>	<b>594,831</b>
<b>Expenditure by Vote</b>									
Vote 1 - Executive & Council	42,975	41,789	40,511	3,057	27,195	27,399	(204)	-1%	40,511
Vote 2 - Municipal Manager	49,330	39,198	44,072	3,910	34,727	34,226	501	1%	44,072
Vote 3 - Budget & Treasury	55,077	62,769	67,880	5,223	45,354	46,532	(1,178)	-3%	67,880
Vote 4 - Corporate Services	24,723	36,795	27,703	1,152	13,938	16,133	(2,195)	-14%	27,703
Vote 5 - Community Services	77,292	96,097	87,405	5,591	49,862	52,423	(2,561)	-5%	87,405
Vote 6 - Technical Services	186,065	207,387	217,613	16,322	107,528	108,786	(1,258)	-1%	217,613
Vote 7 - Developmental Planning	8,942	11,455	8,892	538	5,466	6,033	(567)	-9%	8,892
Vote 8 - Executive Support	20,169	16,960	22,253	1,480	17,089	17,431	(342)	-2%	22,253
<b>Total Expenditure by Vote</b>	<b>464,574</b>	<b>512,449</b>	<b>516,328</b>	<b>37,273</b>	<b>301,159</b>	<b>308,962</b>	<b>(7,803)</b>	<b>-3%</b>	<b>516,328</b>
<b>Surplus/ (Deficit) for the year</b>	<b>66,766</b>	<b>93,680</b>	<b>78,503</b>	<b>56,100</b>	<b>225,725</b>	<b>246,044</b>	<b>(20,319)</b>	<b>-8%</b>	<b>78,503</b>

Table C2 and C3 measure the monthly actuals and year to date actuals against the year to date budget. The aforementioned budget tables are presented by standard classification and vote respectively for both revenue and expenditure. The variances are all reflected in the year-to-date variance column.

The financial results portrayed in the two tables are the same as those in other tables (i.e. it is only the description or basis of reporting that is based on financial or budget performance by vote or department, and National Treasury's standard classification).

**Table C4: Financial Performance by Revenue Source and Expenditure Type**

Description	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>Revenue By Source</b>									
Property rates	35,773	38,345	38,345	3,391	29,607	30,439	(831)	-3%	38,345
Service charges - electricity revenue	87,068	101,945	90,945	7,757	67,715	68,515	(800)	-1%	90,945
Service charges - refuse revenue	8,425	8,928	8,928	748	6,661	6,667	(6)	0%	8,928
Rental of facilities and equipment	897	1,220	834	165	718	834	(116)	-14%	834
Interest earned - external investments	2,068	3,042	542	113	339	225	113	50%	542
Interest earned - outstanding debtors	12,170	6,656	17,946	1,432	12,501	13,039	(539)	-4%	17,946
Fines, penalties and forfeits	14,570	70,242	10,242	200	564	10,578	(10,015)	-95%	10,242
Licences and permits	3,939	6,344	5,044	449	3,579	3,567	13	0%	5,044
Transfers and subsidies	273,218	293,916	351,806	73,208	345,668	350,508	(4,840)	-1%	351,806
Other revenue	1,056	931	639	399	1,267	1,072	195	18%	639
Gains	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>439,184</b>	<b>531,568</b>	<b>525,270</b>	<b>87,863</b>	<b>468,619</b>	<b>485,445</b>	<b>(16,826)</b>	<b>-3%</b>	<b>525,270</b>
<b>Expenditure By Type</b>									
Employee related costs	141,837	169,749	159,477	11,971	116,066	118,252	(2,186)	-2%	159,477
Remuneration of councillors	24,575	26,525	26,283	2,020	18,218	18,218	-	-	26,283
Debt impairment	13,246	42,658	19,858	-	-	-	-	-	19,858
Depreciation & asset impairment	56,343	55,163	57,163	-	-	-	-	-	57,163
Finance charges	3,538	1,184	2,633	61	2,503	2,582	(78)	-3%	2,633
Bulk purchases	81,428	94,047	94,047	6,961	61,397	61,795	(398)	-1%	94,047
Other materials	11,713	17,929	26,390	6,407	14,939	17,156	(2,217)	-13%	26,390
Contracted services	83,969	60,660	78,622	6,736	55,989	56,982	(993)	-2%	78,622
Transfers and subsidies	2,984	3,468	3,642	463	2,368	2,318	50	2%	3,642
Other expenditure	46,003	41,067	48,213	2,854	29,680	31,659	(1,980)	-6%	48,213
Losses	(1,060)	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>464,574</b>	<b>512,449</b>	<b>516,328</b>	<b>37,273</b>	<b>301,159</b>	<b>308,962</b>	<b>(7,803)</b>	<b>-3%</b>	<b>516,328</b>
<b>Surplus/(Deficit)</b>	<b>(25,390)</b>	<b>19,119</b>	<b>8,942</b>	<b>50,589</b>	<b>167,460</b>	<b>176,483</b>	<b>(9,023)</b>	<b>-5%</b>	<b>8,942</b>
Transfers and subsidies - capital (monetary allocations)	70,685	74,561	69,561	5,511	58,265	69,561	(11,296)	-16%	69,561
Transfers and subsidies - capital (monetary allocations)	21,471	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>66,766</b>	<b>93,680</b>	<b>78,503</b>	<b>56,100</b>	<b>225,725</b>	<b>246,044</b>			<b>78,503</b>
Taxation									
<b>Surplus/(Deficit) after taxation</b>	<b>66,766</b>	<b>93,680</b>	<b>78,503</b>	<b>56,100</b>	<b>225,725</b>	<b>246,044</b>			<b>78,503</b>
Attributable to minorities									
<b>Surplus/(Deficit) attributable to municipality</b>	<b>66,766</b>	<b>93,680</b>	<b>78,503</b>	<b>56,100</b>	<b>225,725</b>	<b>246,044</b>			<b>78,503</b>
Share of surplus/ (deficit) of associate									
<b>Surplus/ (Deficit) for the year</b>	<b>66,766</b>	<b>93,680</b>	<b>78,503</b>	<b>56,100</b>	<b>225,725</b>	<b>246,044</b>			<b>78,503</b>

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections are on property rates, service charges – electricity, refuse, rental of facilities and equipment, interest earned – external investments, interest on outstanding debtors, fines, penalties and forfeits, licenses and permits and other revenue.

In the case of expenditure, the following line items reflect material variance; Remuneration of councillors, Bulk purchases, other expenditure, debt impairment, depreciation and asset impairment, finance charges, employee related costs, other materials, and transfer and subsidies.

Reasons for deviations will only be provided for material variances and a variance is deemed to be material if it is 10% and more.

**Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding**

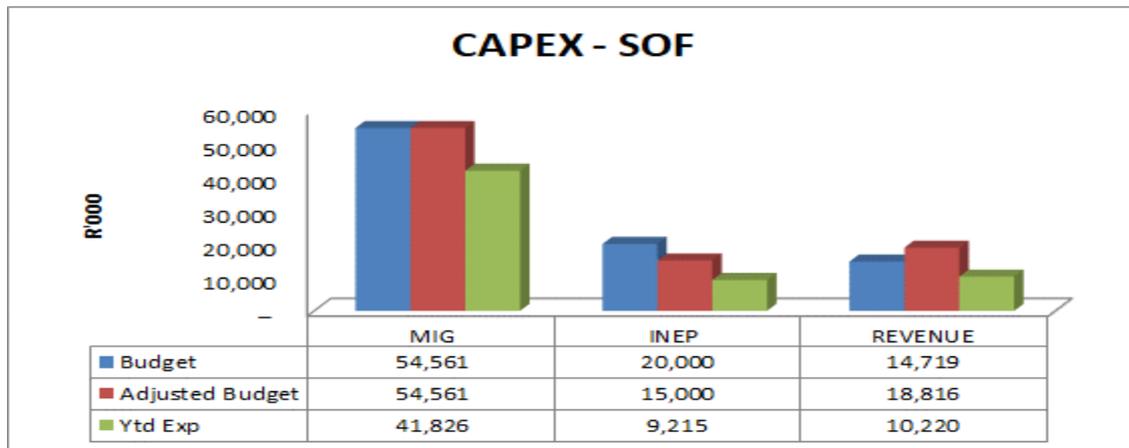
Vote Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>	1,957	1,900	1,454	(27)	506	651	(146)	-22%	1,454
Executive and council							-		
Finance and administration	1,957	1,900	1,454	(27)	506	651	(146)	-22%	1,454
Internal audit							-		
<b>Community and public safety</b>	-	2,200	2,290	297	325	354	(28)	-8%	2,290
Community and social services		600	720	-	-	79	(79)	-100%	720
Sport and recreation		1,000	800	297	325	275	51	18%	800
Public safety		600	770	-	-	-	-		770
Housing							-		
Health							-		
<b>Economic and environmental services</b>	69,833	64,830	69,633	5,702	51,214	52,876	(1,662)	-3%	69,633
Planning and development							-		
Road transport	69,833	64,830	69,633	5,702	51,214	52,876	(1,662)	-3%	69,633
Environmental protection							-		
<b>Trading services</b>	20,378	20,350	15,000	143	9,215	10,542	(1,326)	-13%	15,000
Energy sources	18,954	20,350	15,000	143	9,215	10,542	(1,326)	-13%	15,000
Waste management	1,424	-		-	-	-	-		-
Other							-		
<b>Total Capital Expenditure - Functional Classification</b>	<b>92,168</b>	<b>89,280</b>	<b>88,377</b>	<b>6,114</b>	<b>61,260</b>	<b>64,423</b>	<b>(3,162)</b>	<b>-5%</b>	<b>88,377</b>
<b>Funded by:</b>									
National Government	56,721	74,561	69,561	4,970	51,041	53,998	(2,957)	-5%	69,561
Provincial Government	21,471	-					-		-
District Municipality							-		
Transfers and subsidies - capital (monetary allocations)							-		
<b>Transfers recognised - capital</b>	<b>78,193</b>	<b>74,561</b>	<b>69,561</b>	<b>4,970</b>	<b>51,041</b>	<b>53,998</b>	<b>(2,957)</b>	<b>-5%</b>	<b>69,561</b>
Borrowing							-		
Internally generated funds	13,975	14,719	18,816	1,144	10,220	10,425	(206)	-2%	18,816
<b>Total Capital Funding</b>	<b>92,168</b>	<b>89,280</b>	<b>88,377</b>	<b>6,114</b>	<b>61,260</b>	<b>64,423</b>	<b>(3,162)</b>	<b>-5%</b>	<b>88,377</b>

**Table C5C: Monthly Capital Expenditure by Vote**

Vote Description	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>Multi-Year expenditure appropriation</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	1,050	1,050	27	506	555	(49)	-9%	1,050
Vote 5 - Community Services	-	-	120	-	-	-	-	-	120
Vote 6 - Technical Services	46,151	13,240	8,629	99	7,964	8,162	(198)	-2%	8,629
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>46,151</b>	<b>14,290</b>	<b>9,799</b>	<b>126</b>	<b>8,470</b>	<b>8,717</b>	<b>(247)</b>	<b>-3%</b>	<b>9,799</b>
<b>Single Year expenditure appropriation</b>									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	350	350	-	-	43	(43)	-100%	350
Vote 4 - Corporate Services	633	500	54	(54)	-	54	(54)	-100%	54
Vote 5 - Community Services	1,424	2,200	2,170	297	325	354	(28)	-8%	2,170
Vote 6 - Technical Services	43,960	71,939	76,004	5,746	52,465	55,255	(2,790)	-5%	76,004
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	<b>46,017</b>	<b>74,989</b>	<b>78,578</b>	<b>5,988</b>	<b>52,791</b>	<b>55,706</b>	<b>(2,915)</b>	<b>-5%</b>	<b>78,578</b>
<b>Total Capital Expenditure</b>	<b>92,168</b>	<b>89,280</b>	<b>88,377</b>	<b>6,114</b>	<b>61,260</b>	<b>64,423</b>	<b>(3,162)</b>	<b>-5%</b>	<b>88,377</b>

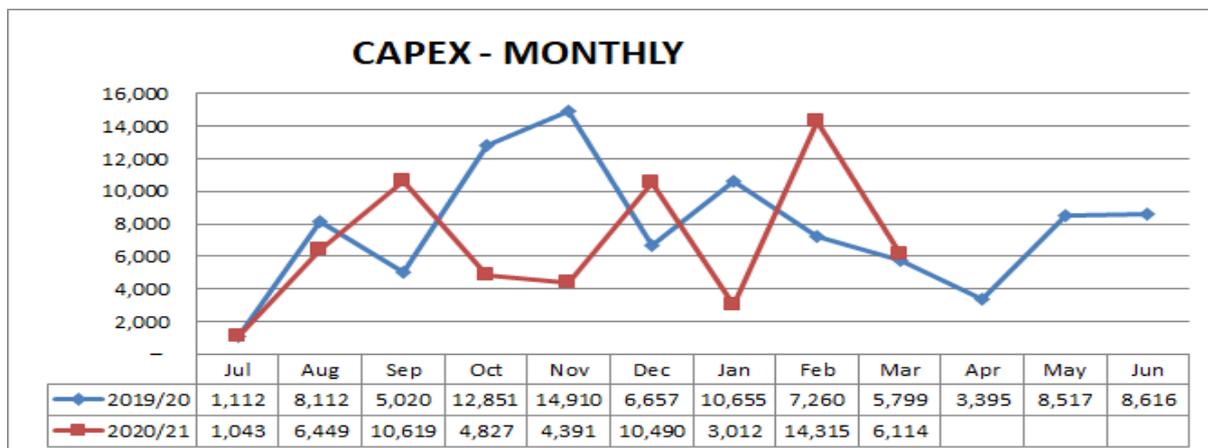
The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of March 2021, R6, 114 million spending is incurred and that increased the year to date expenditure to R62, 260 million whilst the year to date budget is R64, 423 million and this gave rise to under spending variance of R3, 162 million that translates to 5%.

**Figure 1: Capital expenditure by source**



The above graph shows the components of sources of finance for capital budget. Of the total adjusted capital budget of R88, 377 million, R54, 561 million is funded from Municipal Infrastructure grant, R15, 000 million from Integrated National Electrification Programme and R18, 816 million from own revenue and the spending per source of finance is presented in the above graph.

**Figure 2: Monthly capital expenditure**



The above graph compares the 2019/20 and 2021/21 monthly capital expenditure performance.

**Table C6: Monthly Budget Statement Financial Position**

Description	2019/20	Budget Year 2020/21			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	1,929	12,300	4,758	18,835	4,758
Call investment deposits	–	8,056	18,056	70,113	18,056
Consumer debtors	65,806	54,594	55,619	92,648	55,619
Other debtors	53,542	53,957	38,742	96,451	38,742
Current portion of long-term receivables	–	–	–	–	–
Inventory	8,190	5,510	2,693	12,290	2,693
<b>Total current assets</b>	<b>129,467</b>	<b>134,416</b>	<b>119,868</b>	<b>290,338</b>	<b>119,868</b>
<b>Non current assets</b>					
Long-term receivables				–	–
Investments	–	–	–	–	–
Investment property	60,324	48,000	48,000	60,343	48,000
Investments in Associate					
Property, plant and equipment	1,048,853	1,223,249	1,227,292	1,110,114	1,227,292
Biological				–	–
Intangible	31	30	30	31	30
Other non-current assets	15,811	14,752	14,752	1,928	14,752
<b>Total non current assets</b>	<b>1,125,020</b>	<b>1,286,031</b>	<b>1,290,074</b>	<b>1,172,415</b>	<b>1,290,074</b>
<b>TOTAL ASSETS</b>	<b>1,254,487</b>	<b>1,420,447</b>	<b>1,409,942</b>	<b>1,462,754</b>	<b>1,409,942</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	–	–	–	–	–
Borrowing	10,975	10,980	10,980	7,483	10,980
Consumer deposits	5,516	5,701	5,701	5,710	5,701
Trade and other payables	106,573	71,167	70,243	110,036	70,243
Provisions	2,504	5,857	5,857	2,754	5,857
<b>Total current liabilities</b>	<b>125,568</b>	<b>93,706</b>	<b>92,781</b>	<b>125,983</b>	<b>92,781</b>
<b>Non current liabilities</b>					
Borrowing	2,444	–	–	–	–
Provisions	76,807	94,548	94,548	73,611	94,548
<b>Total non current liabilities</b>	<b>79,251</b>	<b>94,548</b>	<b>94,548</b>	<b>73,611</b>	<b>94,548</b>
<b>TOTAL LIABILITIES</b>	<b>204,819</b>	<b>188,254</b>	<b>187,329</b>	<b>199,594</b>	<b>187,329</b>
<b>NET ASSETS</b>	<b>1,049,667</b>	<b>1,232,193</b>	<b>1,222,613</b>	<b>1,263,159</b>	<b>1,222,613</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	1,049,667	1,232,193	1,212,613	1,253,159	1,212,613
Reserves			10,000	10,000	10,000
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>1,049,667</b>	<b>1,232,193</b>	<b>1,222,613</b>	<b>1,263,159</b>	<b>1,222,613</b>

The above table shows that community wealth amounts to R1, 222 billion, total liabilities R187, 329 million and the total assets R1, 409 billion. Non-current liabilities are mainly made up of borrowing and provisions for long service award, landfill site. Taking the current liabilities and current assets together, the municipality has current ratio of 2.3:1 that is within the acceptable norm of 2:1. The municipality still needs to keep the current liabilities low and increase the current assets to strengthen the liquidity ratio.

**Table C7: Monthly Budget Statement Cash Flow**

Description	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>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates	24,332	26,841	26,841	2,509	18,028	26,118	(8,090)	-31%	26,841
Service charges	83,646	94,138	85,338	9,313	64,939	65,127	(189)	0%	85,338
Other revenue	21,376	20,268	8,968	6,447	28,925	29,383	(458)	-2%	8,968
Transfers and Subsidies - Operational	273,214	293,916	351,806	72,260	347,058	349,896	(2,838)	-1%	351,806
Transfers and Subsidies - Capital	73,921	74,561	69,561	7,611	69,561	69,561	-		69,561
Interest	1,768	4,373	11,979	117	1,057	2,506	(1,449)	-58%	11,979
<b>Payments</b>									
Suppliers and employees	(447,788)	(401,012)	(423,262)	(36,749)	(368,288)	(367,569)	719	0%	(423,262)
Finance charges	(2,592)	(1,184)	(2,633)	(61)	(2,503)	(2,645)	(142)	5%	(2,633)
Transfers and Grants	(2,632)	(3,468)	(3,642)	(463)	(2,368)	(2,252)	116	-5%	(3,642)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>25,247</b>	<b>108,434</b>	<b>124,956</b>	<b>60,984</b>	<b>156,409</b>	<b>170,125</b>	<b>13,716</b>	<b>8%</b>	<b>124,956</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Capital assets	(85,303)	(87,593)	(87,918)	(6,114)	(61,260)	(64,423)	(3,162)	5%	(87,918)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(85,303)</b>	<b>(87,593)</b>	<b>(87,918)</b>	<b>(6,114)</b>	<b>(61,260)</b>	<b>(64,423)</b>	<b>(3,162)</b>	<b>5%</b>	<b>(87,918)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	(500)	(500)	-	-	(281)	281	-100%	(500)
Increase (decrease) in consumer deposits	196	-	-	-	-	-	-	-	-
<b>Payments</b>									
Repayment of borrowing	(9,670)	(10,980)	(10,980)	(934)	(8,130)	(8,326)	(197)	2%	(10,980)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>(9,474)</b>	<b>(11,480)</b>	<b>(11,480)</b>	<b>(934)</b>	<b>(8,130)</b>	<b>(8,607)</b>	<b>(478)</b>	<b>6%</b>	<b>(11,480)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(69,530)</b>	<b>9,361</b>	<b>25,558</b>	<b>53,937</b>	<b>87,019</b>	<b>97,095</b>			<b>25,558</b>
Cash/cash equivalents at beginning:	24,982	10,995	10,995		1,929	10,995			1,929
Cash/cash equivalents at month/year end:	(44,548)	20,356	36,552		88,948	108,089			27,487

Table C7 presents details pertaining to cash flow performance. As at end of March 2021, the net cash inflow from operating activities is R156, 409 million whilst net cash outflow from investing activities is R61, 260 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R8, 130 million. The cash and cash equivalent held at end of March 2021 amounted to R88, 948 million and the net effect of the above cash flows is cash outflow movement of 87, 019 million. The cash and cash equivalent at end of the reporting period of R88, 948 million, is mainly made up of cash in the primary bank account amounting to R18, 835 million and short-term investment amounting to R70, 133.

## PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue By Source</b>			
Property rates	-3%	The projected monthly revenue appear to be high in light of the actual revenue performance	No remedial action is needed since the variance is immaterial and the adjusted budget has been finalised.
Service charges - electricity revenue	-1%	The projected monthly revenue appear to be high in light of the actual revenue performance	No remedial action is needed
Service charges - refuse revenue	0%	The actual revenue generated is slightly more than the projected monthly revenue	No remedial action is needed
Rental of facilities and equipment	-14%	The actual revenue generated is lower than the projected monthly revenue and the majority of the rented assets are not at arm's length transactions	The municipality should look into the revenue generated on their rental of facilities to see if they generate cash as they are rented out
Interest earned - external investments	50%	The municipality has short term investment with NEDBANK and the actual revenue is more than the projected revenue.	The municipality should draft cash flow projections pain which will assist if there is a need to invest
Interest earned - outstanding debtors	-4%	The projected revenue is more than the actual revenue generated.	No remedial action is needed
Fines, penalties and forfeits	-95%	The contract of the speed fine cameras has been appointed however there is still challenges on revenue collection.	No remedial action is needed
Licences and permits	0%	The actual revenue generated is slightly more than the projected monthly revenue	No remedial action is needed
Transfers and subsidies	-1%	The equitable share trenches received is lower than the projections thereof.	No remedial action is needed as the adjustment budget has been finalised.
Other revenue	18%	The actual revenue generated is more than the projected monthly revenue.	No remedial action is needed as the variance is immaterial
<b>Expenditure By Type</b>			
Employee related costs	-2%	The actual expenditure incurred on employee related costs are less than the projections thereof	The expenditure should improve as soon as the appoint of vacant positions are filled
Remuneration of councillors	0%	The actual expenditure incurred on remuneration of councillors is equals to the projected monthly expenditure	No remedial action is needed as the adjustment budget has been finalised.
Debt impairment	0%	Debt impairment is still calculated at year end	The municipality should do away with this approach as it not viable
Depreciation & asset impairment	0%	Depreciation is still calculated at year end	The municipality should do away with this approach as it not viable
Finance charges	-3%	Finance charges is mainly for finance lease and the leased invoices are not captured before System closure	The expenditure unit should priorities the capturing of invoice prior to month end closure
Bulk purchases	-1%	The municipal licenced electrification areas have increased and the projections are more than the actual expenditure thereof.	No remedial action is needed for now.
Other materials	-13%	The discrepancy is caused by non spending on repairs and maintenance and the major portion of other materials as the results of lockdown since the fewer material is consumed.	No remedial action is needed
Contracted services	-2%	The actual expenditure incurred is less than the projected monthly expenditure	Major contracted payments should be captured immediately when they are paid to minimize the difference between the actual and projected.
Transfers and subsidies	2%	The actual expenditure incurred is slightly more than the projected monthly expenditure	No remedial action is needed
Other expenditure	-6%	The actual expenditure incurred is less than the projected monthly expenditure	No remedial action is needed for now.

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Capital Expenditure</b>			
National Government	-5%	The projections on capital grants is more than the spending thereof	No remedial action is needed
Provincial Government	0%		
Internally generated funds	-2%	The actual spending of internally generated funds are over projected	No remedial action is needed
<b>Cash Flow</b>			
Property rates	-31%	The actual collection rate on property rates is less than the projected rate	No remedial action is needed
Service charges	0%	The collection rate on service charges is slightly more than the projected rate	The municipality should come up strategies of collection methods in licenced municipal areas
Other revenue	-2%	The collection rate on leased assets are less than the projections	The municipality should come up with strategies to ensure that all leased municipal assets are rented out as projected
Government - operating	-1%	All grants have been received to this date and the projections are not in line with payment schedule.	No remedial action is needed
Interest	-58%	Interest on on other revenue is over projected to the under collection from other debtors	No remedial action is needed
Suppliers and employees	0%	The actual costs incurred is more than the projected costs	No remedial action is needed
Finance charges	5%	The finance charges have been over projected.	There should be a short term investment so the capital could earn interest
Capital assets	5%	The projected capital expenditure on capex is slightly higher than the actual spending thereof.	All the expected first trench of the grants have been received in line with their payment schedule
Transfers and Grants	-5%	The payments relating to this account are slightly higher than the projections thereof	No remedial action is needed
Increase (decrease) in consumer deposits	0%	Consumer deposits were significantly more than the projection thereof	No remedial action is needed
Repayment of borrowing	2%	Projected repayments is higher than the actual Payment	No remedial action is needed

## Supporting Table: SC 3 - Debtors Age Analysis

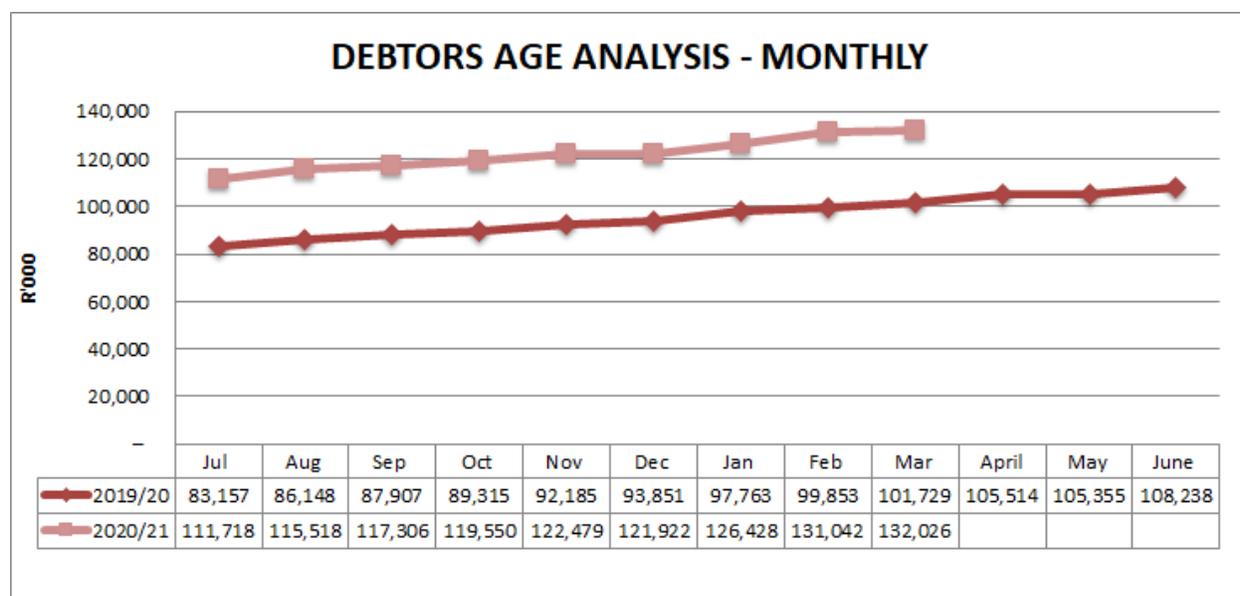
Description	Budget Year 2020/21											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Bad Debts Written Off	Impairment - Bad Debts
<b>Debtors Age Analysis By Income Source</b>												
Trade and Other Receivables from Exchange Transactions - Electricity	7,512	949	132	203	91	96	190	3,174	12,346	3,754		
Receivables from Non-exchange Transactions - Property Rates	3,386	1,508	1,326	1,283	1,257	1,165	6,096	37,573	53,594	47,374		
Receivables from Exchange Transactions - Waste Management	750	481	414	408	405	402	2,248	12,469	17,576	15,931		
Receivables from Exchange Transactions - Property Rental Debtors	177	148	17	17	17	9	30	977	1,392	1,050		
Interest on Arrear Debtor Accounts	1,447	1,391	1,343	1,306	1,284	1,250	6,809	29,786	44,617	40,436		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-		
Other	722	98	36	(32)	(21)	(76)	(1,282)	3,057	2,501	1,646		
<b>Total By Income Source</b>	<b>13,993</b>	<b>4,573</b>	<b>3,268</b>	<b>3,185</b>	<b>3,034</b>	<b>2,846</b>	<b>14,090</b>	<b>87,037</b>	<b>132,026</b>	<b>110,191</b>	-	-
<b>2019/20 - totals only</b>	<b>11,089</b>	<b>4,781</b>	<b>3,306</b>	<b>2,934</b>	<b>2,675</b>	<b>2,528</b>	<b>13,881</b>	<b>67,045</b>	<b>108,238</b>	<b>89,062</b>		
<b>Debtors Age Analysis By Customer Group</b>												
Organs of State	1,796	839	802	709	734	642	2,474	20,741	28,736	25,299		
Commercial	7,126	1,016	487	512	472	380	1,821	11,458	23,271	14,642		
Households	4,150	1,949	1,391	1,392	1,252	1,275	6,881	36,317	54,607	47,116		
Other	921	770	588	573	576	549	2,915	18,521	25,413	23,133		
<b>Total By Customer Group</b>	<b>13,993</b>	<b>4,573</b>	<b>3,268</b>	<b>3,185</b>	<b>3,034</b>	<b>2,846</b>	<b>14,090</b>	<b>87,037</b>	<b>132,026</b>	<b>110,191</b>	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of March amount to R132, 026 million. The debtors' book is made up as follows:

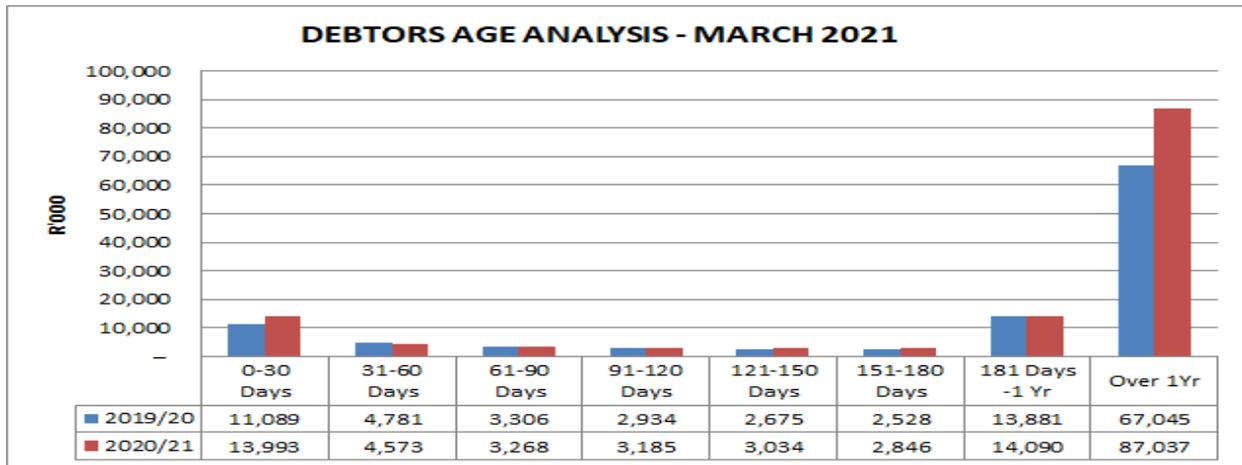
- Rates 41%
- Electricity 9%
- Rental 1%
- Refuse removal 13%
- Interest on Debtors 34%
- Other 2%

The debtors' age analysis is graphically presented below.

**Figure 3: Debtors age analysis**



**Figure 4: Monthly debtors book**



The initial graph compares debtors' age analysis for 2019/20 financial year and 2021/21 (as at end of March 2021) whilst the latter shows monthly movement of debtors for both the current financial year and the 2019/20 financial year. The debtors book is materially less than the 2021/21 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

Below is list of top twenty debtors that contribute significantly to the ever-growing debt book.

## TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	ACCOUNT STATUS	OCC/OWN	OUTSTANDING BALANCE
9005301	TWIN CITY TRADING PTY LTD 0000 PLUS 1 OTHER	ACTIVE	OWNER	1,730,513.87
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	1,129,248.57
9000276	DEPARTMENT OF PUBLIC WORKS-PROVINCIAL	ACTIVE	OWNER	959,900.51
6000908	DEPARTMENT OF EDUCATION	ACTIVE	OWNER	649,339.41
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OWNER	432,697.07
800000478	DAYBREAK PROP 3 PTY LTD	ACTIVE	OWNER	424,942.49
5001708	UNITRADE 518 (PTY) LTD	ACTIVE	OWNER	333,940.86
1200062	GREAT NORTH TRANSPORT	ACTIVE	OCCUPIER	333,677.73
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	332,063.87
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	312,655.82
9001763	T SHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	299,968.60
7000918	MATHEBULA JABULANI JACK TITUS	ACTIVE	OWNER	279,948.44
20494	BREAKAWAY TRUST	ACTIVE	OWNER	272,306.33
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	272,207.10
9002503	GOUWS BOERDERY TRUST	ACTIVE	OWNER	258,384.00
4300009	BONUREX (PTY) LTD (CHICKEN LICKEN)	ACTIVE	OCCUPIER	255,017.63
9000400	UITZOECHT LANDGOED CC	ACTIVE	OWNER	251,887.83
9019006	TIGER STRIPES INVESTMENTS (PTY	ACTIVE	OWNER	250,022.32
5002109	VAN AARD FJ(MAPOCHH	ACTIVE	OCCUPIER	241,918.62
201885	SHOPRITE CHECKERS (PTY) LTD	ACTIVE	OCCUPIER	230,795.76
<b>TOTAL</b>				<b>9,251,436.83</b>

## Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2020/21									Prior year totals for chart
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity										-
Bulk Water										-
PAYE deductions										-
VAT (output less input)										-
Pensions / Retirement deductions										-
Loan repayments										-
Trade Creditors										-
Auditor General										-
Other										-
<b>Total By Customer Type</b>	-	-	-	-	-	-	-	-	-	-

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30 days of receiving an invoice. The municipality is having challenges relating to extraction of creditors age analysis and below are the contributing factors:

- Goods received vouchers (GRV) are only processed on the system as and when we are about to pay and this approach distorts the entire picture of ageing our creditors since the system will count the number of days taken to process an invoice from the date the GRV is processed.
- The contracted services are to be paid through order system payments and that should feed the age analysis module.

Proposal was made that the municipality need to maintain the invoice register that should be used for manually updating the creditors age analysis and the Budget and Treasury department is in a process of implementing the proposed register.

## TOP CREDITORS PAID

The Municipality had an amount of R23, 854 million as outstanding creditors by the end of the month of March 2021.

CODE	CREDITOR NAME	AMOUNT
1	ESKOM	7,555,840
81054	KGWADI YA MADIBA GENERAL	3,162,500
80900	MARKET DEMAND TRADING 773	2,281,471
81005	UNITY CONSTRUCTION	2,000,937
80984	GUBIS 85 SOLUTION	1,983,959
81086	DIFF CONSTRUCTION GROUP	1,806,671
41049	SKY HIGH CONSULTING ENGINEERS	829,856
81001	JUST-BREEZE JV TLOU YA HLAKA	625,000
81002	SELEMA PLANT HIRE	573,634
80889	FLEET HORIZON SOLUTIONS	544,617
40069	TM KHOZA AND ASSOCIATES	476,099
81000	KHUMALO MASONDO ATTORNEYS	308,871
81060	TLOU INTERGRATED TECH	281,010
81041	LEKONAKONETSI CONSULTING SERVI	239,583
81042	MATUPUNUKA ICT	231,461
41060	PAPI INVESTMENT	198,527
41027	KDM TRAVEL EXPRESS	195,205
80302	ZIKOMO GROUP	187,000
80969	K2019506789 (SA) PTY LTD	186,300
81084	ENYE PHEZ KWENYE ENTERTAINME	185,500
<b>TOTAL</b>		<b>23,854,041</b>

### Supporting Table: SC 5 - Investment Portfolio

Name of institution	Period of Investment	Type of Investment	Interest Rate	Commission Paid	Expiry date	Opening balance	Interest Realised	Withdrawal	Investment Top Up	Closing Balance
NEDBANK (037881068264/0058)	1 Month	Current Investment	4.2%		19-Apr-21	-	47,926	-	30,000,000	30,047,926
NEDBANK (037881068264/0059)	1 Month	Current Investment	4.2%		21-May-21	-	32,449	-	20,000,000	20,032,449
NEDBANK (037881068264/0060)	1 Month	Current Investment	4.3%		17-Jun-21	-	33,101	-	20,000,000	20,033,101
<b>TOTAL INVESTMENTS AND INTEREST</b>								-	<b>70,000,000</b>	<b>70,113,477</b>

The Municipality's current investment portfolio during the month March started with an amount of R70 000 million, earned an interest of R113 thousand and closing balance of R70, 113 million.

### Supporting Table: SC 6 - Transfers and Grant Receipts

Description	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>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	<b>273,218</b>	<b>293,320</b>	<b>351,806</b>	<b>72,260</b>	<b>347,058</b>	<b>347,058</b>	<b>-</b>		<b>351,806</b>
Local Government Equitable Share	269,013	289,039	347,525	72,260	342,777	342,777	-		347,525
Finance Management	2,235	2,600	2,600	-	2,600	2,600	-		2,600
EPWP Incentive	1,374	1,681	1,681	-	1,681	1,681	-		1,681
Disaster Relief Grant COVID-19 (Corona virus)	596	-	-	-	-	-	-		-
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>Total Operating Transfers and Grants</b>	<b>273,218</b>	<b>293,320</b>	<b>351,806</b>	<b>72,260</b>	<b>347,058</b>	<b>347,058</b>	<b>-</b>		<b>351,806</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	<b>73,921</b>	<b>74,561</b>	<b>69,561</b>	<b>6,941</b>	<b>68,891</b>	<b>69,561</b>	<b>-</b>		<b>69,561</b>
Municipal Infrastructure Grant (MIG)	54,921	54,561	54,561	6,941	53,891	54,561	-		54,561
Intergrated National Electrification Grant	19,000	20,000	15,000	-	15,000	15,000			15,000
<b>Provincial Government:</b>	<b>21,771</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Coghsta - Development	21,771	-	-	-	-	-	-		-
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
N/A									
<b>Total Capital Transfers and Grants</b>	<b>95,692</b>	<b>74,561</b>	<b>69,561</b>	<b>6,941</b>	<b>68,891</b>	<b>69,561</b>	<b>-</b>		<b>69,561</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>368,910</b>	<b>367,881</b>	<b>421,367</b>	<b>79,201</b>	<b>415,949</b>	<b>416,619</b>	<b>-</b>		<b>421,367</b>

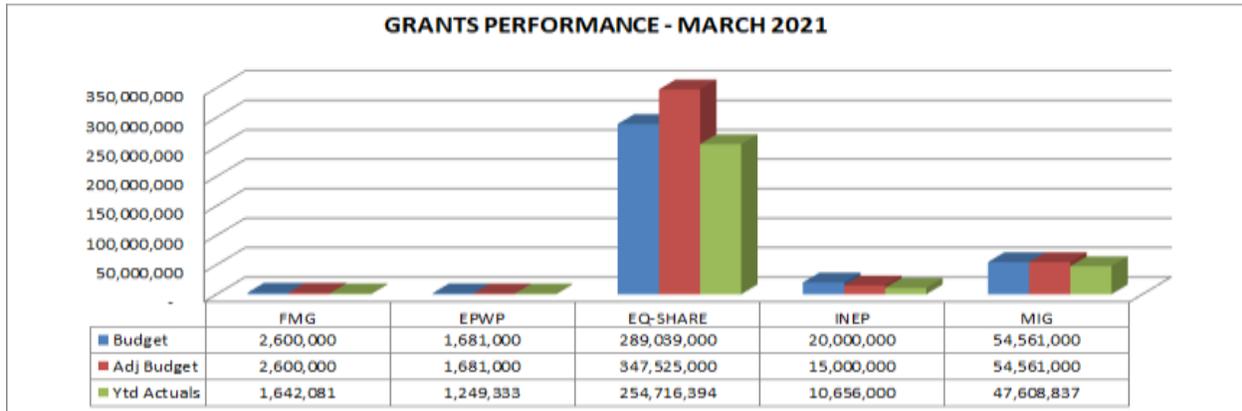
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R347, 058 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R342, 777 million; Municipal Infrastructure Grant amounting to R53, 891 million; Integrated National Energy Grant R15, 000 million, Financial Management Grant R2, 600 million and Expanded Public Works Programme R1,681 million were received. Most of the first trench of the grants allocated for the current financial year, so far have been received in line with National Treasury payment schedule.

### Supporting Table: SC 7 Transfers and grants – Expenditure

Description	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>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>273,218</b>	<b>293,320</b>	<b>351,806</b>	<b>29,909</b>	<b>257,608</b>	<b>277,108</b>	<b>(19,500)</b>	<b>-7%</b>	<b>351,806</b>
Local Government Equitable Share	269,013	289,039	347,525	28,960	254,716	273,209	(18,493)	-7%	347,525
Finance Management	2,235	2,600	2,600	813	1,642	2,600	(958)	-37%	2,600
EPWP Incentive	1,374	1,681	1,681	135	1,249	1,299	(50)	-4%	1,681
Disaster Relief Grant COVID-19 (Corona virus)	596	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
N/A									
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
N/A									
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
N/A									
<b>Total operating expenditure of Transfers and Grants:</b>	<b>273,218</b>	<b>293,320</b>	<b>351,806</b>	<b>29,909</b>	<b>257,608</b>	<b>277,108</b>	<b>(19,500)</b>	<b>-7%</b>	<b>351,806</b>
<b>Capital expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>70,685</b>	<b>74,561</b>	<b>69,561</b>	<b>5,511</b>	<b>58,265</b>	<b>63,616</b>	<b>(5,351)</b>	<b>-20%</b>	<b>69,561</b>
Municipal Infrastructure Grant (MIG)	51,731	54,561	54,561	4,827	41,826	48,616	(1,007)	-14%	54,561
Integrated National Electrification Grant	18,954	20,000	15,000	143	9,215	15,000	(4,344)	-39%	15,000
<b>Provincial Government:</b>	<b>21,471</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Coghsta - Development	21,471	-	-	-	-	-	-	-	-
<b>District Municipality:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
N/A									
<b>Other grant providers:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
N/A									
<b>Total capital expenditure of Transfers and Grants</b>	<b>92,156</b>	<b>74,561</b>	<b>69,561</b>	<b>4,970</b>	<b>51,041</b>	<b>63,616</b>	<b>(5,351)</b>	<b>-20%</b>	<b>69,561</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>365,374</b>	<b>367,881</b>	<b>421,367</b>	<b>34,879</b>	<b>308,649</b>	<b>340,724</b>	<b>(24,851)</b>	<b>-9%</b>	<b>421,367</b>

An amount of R34, 879 million has been spent on grants during the month of March 2021 and the year to date actuals is R308, 649 million whilst the year to date budget amounts to R340, 724 million and this results in under spending variance of R24, 851 million that translates to 9%. Of the total spending amounting to R34, 879 million, R29, 309 million is spent on operational grants whilst capital grants amounts to R4, 970 million.

**Figure 5: Grants performance**



The above graph depicts the gazetted and budgeted amounts for all the grants and the expenditure thereof as at end of March 2021. The grants expenditure are shown below in percentages:

- Financial Management Grant 63.16%
- Expanded Public Work Programme 74.32%
- Equitable Share 73.29%
- Integrated National Electrification Grant 71.04%
- Municipal Infrastructure Grant 87.62%

## Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councilor remuneration	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>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	14,458	15,692	15,392	1,179	10,647	11,236	(589)	-5%	15,392
Pension and UIF Contributions	1,713	1,761	1,776	132	1,203	1,426	(223)	-16%	1,776
Medical Aid Contributions	319	340	383	34	294	309	(15)	-5%	383
Motor Vehicle Allowance	5,149	5,622	5,622	431	3,875	4,103	(227)	-6%	5,622
Cellphone Allowance	2,701	2,877	2,877	226	2,031	2,537	(505)	-20%	2,877
Other benefits and allowances	235	234	234	19	168	204	(36)	-18%	234
<b>Sub Total - Councillors</b>	<b>24,575</b>	<b>26,525</b>	<b>26,283</b>	<b>2,020</b>	<b>18,218</b>	<b>19,813</b>	<b>(1,595)</b>	<b>-8%</b>	<b>26,283</b>
<b>% increase</b>		<b>8%</b>	<b>7%</b>						<b>7%</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	4,938	6,540	4,855	325	3,095	3,420	(326)	-10%	4,855
Pension and UIF Contributions	178	202	288	12	114	135	(21)	-16%	288
Medical Aid Contributions	82	85	88	7	65	65	-		88
Motor Vehicle Allowance	661	791	649	36	353	414	(60)	-15%	649
Cellphone Allowance	168	-	145	9	91	109	(18)	-16%	145
Other benefits and allowances	446	376	394	0	406	431	(25)	-6%	394
Payments in lieu of leave	18	-	-	-	-	-	-		-
<b>Sub Total - Senior Managers of Municipality</b>	<b>6,491</b>	<b>7,993</b>	<b>6,419</b>	<b>390</b>	<b>4,124</b>	<b>4,574</b>	<b>(450)</b>	<b>-10%</b>	<b>6,419</b>
<b>% increase</b>		<b>23%</b>	<b>-1%</b>						<b>-1%</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	87,892	99,984	94,731	7,788	71,683	71,897	(214)	0%	94,731
Pension and UIF Contributions	17,806	26,133	19,658	1,580	14,245	14,334	(89)	-1%	19,658
Medical Aid Contributions	5,555	8,477	5,239	446	3,925	3,922	3	0%	5,239
Overtime	1,443	974	1,811	104	928	1,101	(173)	-16%	1,811
Motor Vehicle Allowance	11,056	12,848	12,526	1,005	9,008	9,011	(3)	0%	12,526
Cellphone Allowance	1,786	102	1,897	160	1,423	1,424	(1)	0%	1,897
Housing Allowances	179	17	204	17	154	154	-		204
Other benefits and allowances	5,710	12,488	15,123	190	8,709	10,048	(1,339)	-13%	15,123
Payments in lieu of leave	3,479	-	439	267	744	478	266	56%	439
Long service awards	439	733	1,429	25	1,122	1,309	(187)	-14%	1,429
Post-retirement benefit obligations							-		
<b>Sub Total - Other Municipal Staff</b>	<b>135,345</b>	<b>161,756</b>	<b>153,058</b>	<b>11,581</b>	<b>111,942</b>	<b>113,679</b>	<b>(1,737)</b>	<b>-2%</b>	<b>153,058</b>
<b>% increase</b>		<b>20%</b>	<b>13%</b>						<b>13%</b>
<b>Total Parent Municipality</b>	<b>166,412</b>	<b>196,274</b>	<b>185,760</b>	<b>13,991</b>	<b>134,284</b>	<b>138,065</b>	<b>(3,782)</b>	<b>-3%</b>	<b>185,760</b>
		<b>18%</b>	<b>12%</b>						<b>12%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>166,412</b>	<b>196,274</b>	<b>185,760</b>	<b>13,991</b>	<b>134,284</b>	<b>138,065</b>	<b>(3,782)</b>	<b>-3%</b>	<b>185,760</b>
<b>% increase</b>		<b>18%</b>	<b>12%</b>						<b>12%</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>141,837</b>	<b>169,749</b>	<b>159,477</b>	<b>11,971</b>	<b>116,066</b>	<b>118,252</b>	<b>(2,186)</b>	<b>-2%</b>	<b>159,477</b>

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of March 2021 amounts to R134, 284 million and the year to date budget is R138, 065 million and the expenditure for remuneration of councilors amounts to R18, 218 million while the year to date budget is R19, 813 million. The year to date actual expenditure for senior managers is R4, 124 million and the year to date budget thereof is R4, 574 million. There is one senior management vacant position (Budget and Treasury) and this is causing underspending variance on budget performance for senior management. The year to date actuals for other municipal staff is R111, 942 million and the year to date budget is R113, 679 million. The remuneration of councilors and other municipal staff category has underspending variance, and there is only one vacant position in the senior management level and the position in the new financial year 2021/21.

## Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts

Description	Budget Year 2020/21												2020/21 Medium Term Revenue		
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year +1	Budget Year +2
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget			
<b>Cash Receipts By Source</b>															
Property rates	2,023	1,960	2,294	2,510	2,072	1,645	1,195	1,820	2,509	2,237	2,224	4,353	26,841	28,076	29,367
Service charges - electricity revenue	5,482	6,173	7,122	6,798	7,023	6,488	6,835	6,906	8,921	7,591	7,389	11,964	88,692	92,772	97,039
Service charges - refuse	339	290	392	397	368	342	357	314	392	484	464	1,308	5,446	5,697	5,959
Rental of facilities and equipment	38	58	41	43	30	23	24	187	85	71	72	187	860	899	941
Interest earned - external investments	-	-	83	29	-	-	-	-	113	-	722	2,207	3,042	3,182	3,328
Interest earned - outstanding debtors	80	91	158	141	75	88	74	119	117	60	210	117	1,331	1,392	1,457
Fines, penalties and forfeits	39	35	39	31	1	36	96	87	200	931	991	9,648	12,134	12,554	12,994
Licences and permits	367	347	469	535	434	218	325	436	449	79	1,135	1,550	6,344	6,635	6,941
Transfers and Subsidies - Operational	130,489	2,600	-	756	-	140,449	-	504	72,260	-	-	(53,142)	293,916	314,089	333,501
Other revenue	1,735	1,183	1,374	1,618	1,296	2,323	1,386	7,623	5,713	62	100	(23,482)	931	974	1,018
<b>Cash Receipts by Source</b>	<b>140,592</b>	<b>12,737</b>	<b>11,972</b>	<b>12,859</b>	<b>11,300</b>	<b>151,613</b>	<b>10,291</b>	<b>17,996</b>	<b>90,647</b>	<b>11,514</b>	<b>13,306</b>	<b>(45,290)</b>	<b>439,537</b>	<b>466,270</b>	<b>492,544</b>
<b>Other Cash Flows by Source</b>															
Transfers and subsidies - capital (monetary allocations)	16,470	5,000	-	14,830	8,000	15,650	-	2,000	7,611	-	-	5,000	74,561	77,207	72,606
Transfers and subsidies - capital (monetary allocations)															
Proceeds on Disposal of Fixed and Intangible Assets										236		(236)			
Short term loans															
Borrowing long term/refinancing															
Increase (decrease) in consumer deposits															
Decrease (increase) in non-current receivables															
Decrease (increase) in non-current investments															
<b>Total Cash Receipts by Source</b>	<b>157,062</b>	<b>17,737</b>	<b>11,972</b>	<b>27,689</b>	<b>19,300</b>	<b>167,263</b>	<b>10,291</b>	<b>19,996</b>	<b>98,258</b>	<b>11,750</b>	<b>13,268</b>	<b>(40,987)</b>	<b>513,598</b>	<b>542,997</b>	<b>564,630</b>
<b>Cash Payments by Type</b>															
Employee related costs	12,071	11,833	11,686	11,691	11,767	19,642	13,128	12,277	11,971	13,242	13,242	27,198	169,749	177,557	185,725
Remuneration of councillors	2,020	2,020	2,020	2,020	2,020	2,056	2,020	2,020	2,020	2,183	2,183	3,941	26,525	27,745	29,021
Interest paid	-	115	1,185	101	90	608	270	75	61	-	-	(1,320)	1,184	83	15
Bulk purchases - Electricity	22,318	9,105	8,055	8,682	268	6,421	6,204	7,258	6,961	8,760	8,800	1,215	94,047	98,937	107,743
Other materials	178	1,016	1,779	877	237	361	563	975	6,407	757	966	(5,151)	8,964	12,707	13,522
Contracted services	33,407	2,528	4,351	11,653	3,057	10,605	7,867	6,396	6,736	3,572	3,850	(33,362)	60,660	57,320	59,107
Grants and subsidies paid - other	244	192	358	260	244	354	252	-	463	247	247	606	3,468	3,605	3,747
General expenses	1,676	5,029	2,117	11,838	146	23,011	11,939	1,331	2,654	3,036	3,025	(24,734)	41,067	39,436	41,140
<b>Cash Payments by Type</b>	<b>71,914</b>	<b>31,838</b>	<b>31,551</b>	<b>47,121</b>	<b>17,829</b>	<b>63,057</b>	<b>42,242</b>	<b>30,332</b>	<b>37,273</b>	<b>31,798</b>	<b>32,314</b>	<b>(31,606)</b>	<b>405,664</b>	<b>417,391</b>	<b>440,021</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	1,043	6,449	10,619	4,827	4,391	10,490	3,012	14,315	6,114	6,846	7,987	11,500	87,593	93,994	94,483
Repayment of borrowing	872	881	888	896	903	911	918	926	934	948	958	944	10,980	2,489	-
Other Cash Flows/Payments															
<b>Total Cash Payments by Type</b>	<b>73,830</b>	<b>39,168</b>	<b>43,059</b>	<b>52,844</b>	<b>23,123</b>	<b>74,459</b>	<b>46,173</b>	<b>45,573</b>	<b>44,321</b>	<b>39,591</b>	<b>41,258</b>	<b>(19,162)</b>	<b>504,236</b>	<b>513,874</b>	<b>534,504</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>83,232</b>	<b>(21,430)</b>	<b>(31,087)</b>	<b>(25,155)</b>	<b>(3,823)</b>	<b>92,804</b>	<b>(35,882)</b>	<b>(25,577)</b>	<b>53,937</b>	<b>(27,842)</b>	<b>(27,990)</b>	<b>(21,825)</b>	<b>9,361</b>	<b>29,123</b>	<b>30,126</b>
Cash/cash equivalents at the month/year beginning:	1,929	85,161	63,731	32,644	7,489	3,666	96,470	60,589	35,012	88,948	61,107	33,116	1,929	11,291	40,414
Cash/cash equivalents at the month/year end:	85,161	63,731	32,644	7,489	3,666	96,470	60,589	35,012	88,948	61,107	33,116	11,291	11,291	40,414	70,540

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R98, 258 million and the total cash payment for the month were R44, 321 million and this resulted in net increase in cash held amounting to R53, 937 million. With cash and cash equivalent of R35, 012 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R88, 948 million. This is a supporting table for table C7 – Cash Flow Statement.

### Supporting Table: SC 12 Capital Expenditure Trend

Month	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
<b>Monthly expenditure performance trend</b>									
July	1,112	6,438	6,438	1,043	1,043	6,438	5,394	84%	1%
August	8,112	4,370	4,370	6,449	7,492	10,808	3,316	31%	8%
September	5,020	8,862	8,862	10,619	18,111	19,670	1,558	8%	20%
October	12,851	6,303	6,303	4,827	22,938	25,973	3,035	12%	26%
November	14,910	8,248	8,248	4,391	27,329	34,221	6,892	20%	31%
December	6,657	9,508	9,508	10,490	37,819	43,729	5,910	14%	42%
January	10,655	3,141	3,141	3,012	40,832	46,870	6,038	13%	46%
February	7,260	6,205	6,205	14,315	55,146	53,075	(2,071)	-4%	62%
March	5,799	5,653	9,231	6,114	61,260	62,306	1,045	2%	69%
April	3,395	8,602	10,186			72,491	-		
May	8,517	11,684	7,968			80,459	-		
June	13,671	10,265	7,918			88,377	-		
<b>Total Capital expenditure</b>	<b>97,961</b>	<b>89,280</b>	<b>88,377</b>	<b>61,260</b>					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of March amounts to R6, 114 million. The year to date actual expenditure incurred is R61, 260 million whilst the year to date budget is R62, 306 million that gives rise to under spending variance of R1, 045 million that translate to 2%.

## Supporting Table: SC 13(a) Capital Expenditure on New Assets

Description	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 on new assets by Asset Class</b>									
<b>Infrastructure</b>	67,457	20,000	15,000	143	9,215	10,542	1,326	13%	15,000
<b>Roads Infrastructure</b>	51,346	-	-	-	-	-	-	-	-
Roads	51,346	-	-	-	-	-	-	-	-
Road Structures									
Road Furniture									
Storm water Infrastructure	-	-	-	-	-	-	-	-	-
Drainage Collection									
<b>Electrical Infrastructure</b>	16,111	20,000	15,000	143	9,215	10,542	1,326	13%	15,000
HV Substations									
HV Switching Station									
HV Transmission Conductors									
MV Networks	16,111	20,000	15,000	143	9,215	10,542	1,326	13%	15,000
<b>Solid Waste Infrastructure</b>	-	-	-	-	-	-	-	-	-
Landfill Sites									
Waste Transfer Stations									
Waste Processing Facilities									
<b>Community Assets</b>	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
Libraries									
Cemeteries/Crematoria									
Police									
<b>Other assets</b>	-	2,339	2,199	-	1,350	1,446	96	7%	2,199
Municipal Offices		600	770			-	-		770
Workshops		1,739	1,429	-	1,350	1,446	96	7%	1,429
<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
Servitudes									
Licences and Rights	-	-	-	-	-	-	-	-	-
Computer Software and Applications									
<b>Computer Equipment</b>	38	250	679	-	242	235	(8)	-3%	250
Computer Equipment	38	250	679	-	242	235	(8)	-3%	250
<b>Furniture and Office Equipment</b>	526	800	371	27	264	313	49	16%	800
Furniture and Office Equipment	526	800	371	27	264	313	49	16%	800
<b>Machinery and Equipment</b>	1,492	1,200	804	-	54	203	148	73%	804
Machinery and Equipment	1,492	1,200	804	-	54	203	148	73%	804
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets									
<b>Total Capital Expenditure on new assets</b>	69,514	24,589	19,053	170	11,125	12,737	1,612	13%	19,053

## Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets

Description	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 on renewal of existing assets by Asset Class</b>									
<b>Infrastructure</b>	10,527	46,940	51,853	3,224	40,327	41,696	1,370	3%	51,853
<b>Roads Infrastructure</b>	10,527	39,222	51,753	3,224	40,327	41,696	1,370	3%	51,753
Roads	10,527	39,222	51,753	3,224	40,327	41,696	1,370	3%	51,753
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
<b>Electrical Infrastructure</b>	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
<b>Solid Waste Infrastructure</b>	-	7,719	100	-	-	-	-		100
Landfill Sites		7,719	100			-	-		100
Waste Transfer Stations							-		
<b>Community Assets</b>	-	600	720	-	-	79	79	100%	720
Libraries							-		
Cemeteries/Crematoria		600	720			79	79	100%	720
Police							-		
<b>Sport and Recreation Facilities</b>	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
<b>Other assets</b>	-	-	-	-	-	-	-		-
Operational Buildings	-	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops							-		
<b>Intangible Assets</b>	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
<b>Computer Equipment</b>	-	-	-	-	-	-	-		-
Computer Equipment							-		
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
<b>Transport Assets</b>	-	-	-	-	-	-	-		-
Transport Assets							-		
<b>Total Capital Expenditure on renewal of existing assets</b>	10,527	47,540	52,573	3,224	40,327	41,775	1,449	3.5%	52,573

## Supporting Table: SC 13(c) Repairs and Maintenance Expenditure

Description	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>Repairs and maintenance expenditure by Asset Class</b>									
<b>Infrastructure</b>	<b>5,119</b>	<b>9,729</b>	<b>15,407</b>	<b>3,197</b>	<b>7,813</b>	<b>9,073</b>	<b>1,260</b>	<b>14%</b>	<b>15,407</b>
<b>Roads Infrastructure</b>	<b>161</b>	<b>4,892</b>	<b>7,783</b>	<b>2,946</b>	<b>5,492</b>	<b>5,649</b>	<b>157</b>	<b>3%</b>	<b>7,783</b>
Roads	161	4,892	7,783	2,946	5,492	5,649	157	3%	7,783
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
<b>Electrical Infrastructure</b>	<b>2,180</b>	<b>1,845</b>	<b>3,689</b>	<b>2</b>	<b>391</b>	<b>1,288</b>	<b>897</b>	<b>70%</b>	<b>3,689</b>
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	2,180	1,845	3,689	2	391	1,288	897	70%	3,689
<b>Solid Waste Infrastructure</b>	<b>2,778</b>	<b>2,993</b>	<b>3,935</b>	<b>249</b>	<b>1,931</b>	<b>2,136</b>	<b>205</b>	<b>10%</b>	<b>3,935</b>
Landfill Sites	2,778	2,993	3,935	249	1,931	2,136	205	10%	3,935
Waste Transfer Stations							-		
<b>Community Assets</b>	<b>-</b>	<b>306</b>	<b>1,500</b>	<b>-</b>	<b>-</b>	<b>431</b>	<b>431</b>	<b>100%</b>	<b>1,500</b>
Community Facilities	-	306	1,500	-	-	431	431	100%	1,500
Libraries							-		
Parks		306	1,500	-	-	431	431	100%	1,500
<b>Sport and Recreation Facilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Indoor Facilities							-		
Outdoor Facilities							-		
<b>Other assets</b>	<b>1,497</b>	<b>1,845</b>	<b>1,690</b>	<b>248</b>	<b>640</b>	<b>676</b>	<b>36</b>	<b>5%</b>	<b>1,690</b>
Operational Buildings	1,497	1,845	1,690	248	640	676	36	5%	1,690
Workshops							-		
<b>Intangible Assets</b>	<b>-</b>	<b>425</b>	<b>180</b>	<b>-</b>	<b>-</b>	<b>32</b>	<b>32</b>	<b>100%</b>	<b>180</b>
Sevitudes							-		
Computer Software and Applications		425	180	-	-	32	32	100%	180
<b>Computer Equipment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Computer Equipment							-		
<b>Furniture and Office Equipment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
Furniture and Office Equipment							-		
<b>Machinery and Equipment</b>	<b>1,306</b>	<b>1,214</b>	<b>2,005</b>	<b>311</b>	<b>1,133</b>	<b>1,266</b>	<b>132</b>	<b>10%</b>	<b>2,005</b>
Machinery and Equipment	1,306	1,214	2,005	311	1,133	1,266	132	10%	2,005
<b>Transport Assets</b>	<b>2,727</b>	<b>1,854</b>	<b>2,418</b>	<b>658</b>	<b>2,409</b>	<b>2,649</b>	<b>239</b>	<b>9%</b>	<b>2,418</b>
Transport Assets	2,727	1,854	2,418	658	2,409	2,649	239	9%	2,418
<b>Total Repairs and Maintenance Expenditure</b>	<b>10,649</b>	<b>15,373</b>	<b>23,200</b>	<b>4,414</b>	<b>11,996</b>	<b>14,126</b>	<b>2,131</b>	<b>15.1%</b>	<b>23,200</b>

### Supporting Table: SC 13(d) Depreciation and asset impairment

Description	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>Depreciation by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	<b>41,654</b>	<b>40,059</b>	<b>40,059</b>	–	–	<b>17,873</b>	<b>17,873</b>	<b>100%</b>	<b>40,059</b>
<b>Roads Infrastructure</b>	<b>36,797</b>	<b>29,935</b>	<b>29,935</b>	–	–	<b>14,807</b>	<b>14,807</b>	<b>100%</b>	<b>29,935</b>
Roads	36,797	29,935	29,935			14,807	14,807	100%	29,935
Road Structures							–		
Road Furniture							–		
Storm water Infrastructure	4	3,953	3,953	–	–	1,308	1,308	100%	3,953
Attenuation							–		
<b>Electrical Infrastructure</b>	<b>4,156</b>	<b>5,501</b>	<b>5,501</b>	–	–	<b>1,586</b>	<b>1,586</b>	<b>100%</b>	<b>5,501</b>
HV Substations							–		
HV Switching Station							–		
HV Transmission Conductors							–		
MV Networks	4,156	5,501	5,501			1,586	1,586	100%	5,501
<b>Solid Waste Infrastructure</b>	<b>697</b>	<b>670</b>	<b>670</b>	–	–	<b>172</b>	<b>172</b>	<b>100%</b>	<b>670</b>
Landfill Sites	697	670	670			172	172	100%	670
Waste Transfer Stations							–		
<b>Community Assets</b>	<b>1,209</b>	<b>3,108</b>	<b>3,108</b>	–	–	<b>2</b>	<b>2</b>	<b>100%</b>	<b>3,108</b>
Cemeteries/Crematoria	1,209	3,108	3,108			2	2	100%	3,108
Police							–		
<b>Other assets</b>	<b>4,079</b>	<b>500</b>	<b>500</b>	–	–	<b>499</b>	<b>499</b>	<b>0</b>	<b>500</b>
Operational Buildings	4,079	500	500	–	–	499	499	100%	500
Workshops							–		
<b>Intangible Assets</b>	<b>1,169</b>	<b>402</b>	<b>402</b>	–	–	<b>–</b>	<b>–</b>		<b>402</b>
Servitudes							–		
Computer Software and Applications	1,169	402	402				–		402
<b>Computer Equipment</b>	<b>644</b>	<b>1,616</b>	<b>1,616</b>	–	–	<b>278</b>	<b>278</b>	<b>100%</b>	<b>1,616</b>
Computer Equipment	644	1,616	1,616			278	278	100%	1,616
<b>Furniture and Office Equipment</b>	<b>672</b>	<b>3,390</b>	<b>3,390</b>	–	–	<b>236</b>	<b>236</b>	<b>100%</b>	<b>3,390</b>
Furniture and Office Equipment	672	3,390	3,390			236	236	100%	3,390
<b>Machinery and Equipment</b>	<b>–</b>	<b>2,316</b>	<b>2,316</b>	–	–	<b>689</b>	<b>689</b>	<b>100%</b>	<b>2,316</b>
Machinery and Equipment	–	2,316	2,316			689	689	100%	2,316
<b>Transport Assets</b>	<b>3,849</b>	<b>3,772</b>	<b>3,772</b>	–	–	<b>2,306</b>	<b>2,306</b>	<b>100%</b>	<b>3,772</b>
Transport Assets	3,849	3,772	3,772			2,306	2,306	100%	3,772
<b>Total Depreciation</b>	<b>53,277</b>	<b>55,163</b>	<b>55,163</b>	–	–	<b>21,883</b>	<b>21,883</b>	<b>100%</b>	<b>55,163</b>

## Supporting Table: SC 13(e) Capital Expenditure on upgrading of Existing Assets

Description	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 on upgrading of existing assets by Asset Class</b>									
<b>Infrastructure</b>	10,828	16,150	15,950	2,423	9,483	9,547	64	1%	15,950
<b>Roads Infrastructure</b>	10,828	16,150	15,950	2,423	9,483	9,547	64	1%	15,950
Roads	10,828	16,150	15,950	2,423	9,483	9,547	64	1%	15,950
Road Structures							-		
Road Furniture							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Attenuation							-		
<b>Electrical Infrastructure</b>	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
<b>Solid Waste Infrastructure</b>	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
<b>Community Assets</b>	-	1,000	800	297	325	364	38	10%	800
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Parks		1,000	800	297	325	364	38	0	800
<b>Other assets</b>	1,299	-	-	-	-	-	-		-
Operational Buildings	1,299	-	-	-	-	-	-		-
Workshops							-		
<b>Intangible Assets</b>	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
<b>Computer Equipment</b>	-	-	-	-	-	-	-		-
Computer Equipment							-		
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
<b>Transport Assets</b>	-	-	-	-	-	-	-		-
Transport Assets							-		
<b>Total Capital Expenditure on upgrading of existing assets</b>	12,127	17,150	16,750	2,720	9,809	9,911	102	1%	16,750

Supporting table SC13a, SC13b and SC13e provide details of capital expenditure in terms of asset classification based on new assets and renewal of existing assets; while table SC13c provide details of expenditure performance on repairs and maintenance by asset classification and Table SC13d presents expenditure on depreciation and asset impairment. These tables present the capital programme, and assets management and performance of the Municipality.

The total expenditure for new capital projects amounts to R11, 125 million and the year to date budget is R12, 737 million that reflects under spending variance of R1, 612 million that translates to 13% variance.

The year to date actuals on renewal of existing assets amounts R40, 327 million and with the year to date budget of R41, 775 million and this reflects under spending variance of R1, 449 million that translates to 3.5% variance.

The year to date actual expenditure on repairs and maintenance is R11, 996 million, and the year to date budget is R14, 126 million, reflecting under spending variance of R2, 131 million that translates to 15.1%.

The year to date actual expenditure on upgrading of existing assets is R9, 809 million, and the year to date budget is R9, 911 million, reflecting under spending variance of R102 hundred that translates to 1%.

The year to date actual expenditure on depreciation and asset impairment is R0 and the year to date budget is R21, 883 million, reflecting spending variance of R21, 883 million, that translates to 100% which means the integration between asset management system and core financial system is done bi-annually and this is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is partially complying with some of mSCOA requirements.

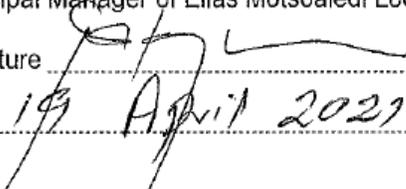
## List of Capital Programmes and Projects

Department	Project Description	Type	Asset Class	Asset Sub-Class	Medium Term Revenue and Expenditure Framework			
					Budget Year 2020/21			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
<b>Parent municipality:</b>								
Technical Services	Kgoshi Rammupudu Road	Renewal	Infrastructure	Roads Infrastructure	16,000	16,500	12,586	76%
Technical Services	Upgrading of Mogaung Road	Upgrade	Infrastructure	Roads Infrastructure	15,250	15,250	9,483	62%
Technical Services	Electrification of Mashemong	New	Infrastructure	Electrical Infrastructure	10,494	10,734	7,345	68%
Technical Services	Tambo Road Construction	Renewal	Infrastructure	Roads Infrastructure	9,581	10,058	8,752	87%
Technical Services	Groblersdal Landfill site	Renewal	Infrastructure	Roads Infrastructure	7,719	100	–	0%
Technical Services	Motetema Internal Streets	Renewal	Infrastructure	Roads Infrastructure	7,629	7,629	7,263	95%
Technical Services	Kgaphamadi Road	Renewal	Infrastructure	Roads Infrastructure	5,500	11,654	10,303	88%
Technical Services	Electrification of Masakaneng	New	Infrastructure	Electrical Infrastructure	5,100	–	–	0%
Technical Services	Kgaphamadi Bus Road	Renewal	Infrastructure	Roads Infrastructure	–	4,913	722	15%
Technical Services	Electrification of Ntswelemotse	New	Infrastructure	Electrical Infrastructure	2,430	2,190	1,735	79%
Technical Services	Electrification of Zumapark	New	Infrastructure	Electrical Infrastructure	1,976	2,076	136	7%
Technical Services	Development of workshop	New	Infrastructure	Operational building	1,739	1,429	1,350	94%
Community Services	Upgrading and Development of Parks	Renewal	Community assets	Operational building	1,000	800	325	41%
Technical Services	Nyakoroane Road	Upgrade	Infrastructure	Roads Infrastructure	900	700	–	0%
Corporate Services	Furniture and Office Equipment	New	Furniture and Office equipment	Electrical Infrastructure	800	371	264	71%
Community Services	Cemeteries	Renewal	Community assets	Cemeteries/Crematoria	600	600	–	0%
Community Services	Mobile Offices	New	Community assets	Operational building	600	770	–	0%
Technical Services	Laersdrift Road	Renewal	Infrastructure	Roads Infrastructure	511	999	701	70%
Corporate Services	Machinery and Equipment	New	Machinery and Equipment	Machinery and Equipment	500	400	54	14%
Finance	Machinery and Equipment Forklift	New	Machinery and Equipment	Machinery and Equipment	350	350	–	0%
Technical Services	Aircons Conditioner	New	Infrastructure	Equipment	350	–	–	0%
Corporate Services	Computer Equipment	New	Equipment	Equipment	250	679	242	36%
Technical Services	Cemeteries	Renewal	Community assets	Cemeteries/Crematoria	–	120	–	0%

# Quality certificate

I, **MESHACK MAHLAGAUME KGWALE**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of March 2021 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM472)

Signature 

Date 19 April 2021

**Elias Motsoaledi Local  
Municipality**  
19 APR 2021  
**Municipal Manager**