

PORT ST JOHNS MUNICIPALITY BUDGET AND TREASURY OFFICE



PORT ST JOHNS
• MUNICIPALITY •
OUR HERITAGE, OUR PEOPLE

MONTHLY BUDGET REPORT FOR THE MONTH ENDED 31 DECEMBER 2023

Prepared By:

Chief Financial Officer

T.Sikolo

.....

Approved By:

Municipal Manager

M. Fihlani

.....

Acknowledged By:

Honourable Mayor

N. Mlombile- Cingo

.....

Contents

1.Introduction.....	6
2.Audit & AFS.....	6
3.Consolidated view of the budget.....	7
5.Grants Performance.....	9
6. Operational Expenditure by Category.....	10
7. Section 66 Employee related costs	10
8.Capital Expenditure.....	13
9. Expenditure by Department	14
10. Creditors Age Analysis.....	14
11. Revenue enhancement,	14
12. Debtors Age Analysis	15
13.Cash and cash equivalents.....	18
14. Asset Management	18
15. Fleet Management.....	20
16.Indigent Registrations and Indigent Support.....	28

MONTHLY BUDGET REPORT FOR THE MONTH END OF DECEMBER 2023

PURPOSE

To report on the financial performance of the Municipality for the month ended 31 December 2023 in line with Section 71 of the Municipal Finance Management Act No. 56 of 2003 and Municipal Budget and Reporting Regulations gazette No 32141

LEGAL/STATUTORY REQUIREMENTS

Section 71 of Municipal Finance Management Act No. 56 of 2003.

Section 52(d) of Municipal Finance Management Act No. 56 of 2003.

Municipal Budget and Reporting Regulations gazette No 32141

BACKGROUND

Section 71: Monthly Budget Statements

In terms Sec 71 The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a) Actual revenue, per revenue source.
- (b) actual borrowings.
- (c) actual expenditure, per vote;
- (d) actual capital expenditure, per vote;
- (e) the amount of any allocations received;
- (f) actual expenditure on those allocations,

Municipal budget and reporting regulations (MBRR) – Section 28 to 30

(28) The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information,

considering any guidelines issued by the Minister in terms of section 168(1) of the Act.
Tabling of monthly budget statements

(29) The Mayor must table in the municipal council a monthly budget statement submitted to the mayor in terms of section 71 (1) of the Act. If the Mayor does so, the monthly budget statement must be accompanied by a mayor's report in a format set out in Schedule C.

Publication of monthly budget statements

(30) (1) The monthly budget statement of a municipality must be placed on the municipality's website.

Budget and Treasury Staff Establishment

This department is formed in terms of the legislation and approved by Council when adopting the Municipal Organisational Structure, its purpose is to support all other departments, all councillors and all other stakeholders.

Budget & Treasury has five sections under the authority of the CFO as delegated by Accounting Officer:

Units	Positions
Revenue and investment management	Senior Revenue accountant, 2 Rev Accountant (One Vacant), two cashiers (1 vacant), FBS Practitioner, 2 Data capturers and messenger driver (vacant)
Expenditure and payroll management	Senior Expenditure Accountant, Expenditure Accountant, Accountant Salaries & Payroll (vacant), Payroll Officer and 2 Payroll clerks (1 vacant)
Supply chain management	SCM Practitioner, 2 Procurement clerks, Contract Management Practitioner (Vacant) Senior fleet management controller(vacant), 2 fleet management officer (1 vacant), 5 pool drivers and 2 fleet management inspectors (vacant).
Asset Management	Asset management officer and Asset management Clerk.
Budget and reporting	Senior Budget and reporting Accountant and Budget Accountant.
Internship	5 financial management interns (4 females and 1 male)
Oversight and management	
Political oversight	Budget & Treasury standing committee members
Strategic and management	CFO, PA to the CFO and four managers (all vacant)

Several critical positions within BTO, including middle management, are vacant leading to a lot of responsibility being placed on junior staff. This also exposes the municipality to several risks as there is lack of segregation of duties in critical areas such as expenditure payments and SCM.

Project Accountant position has been moved to BTO now awaiting formal communication. To date the action of this decision has not yet materialized.

The payroll unit has been transferred to BTO reporting to the office of the Chief Financial Officer from November 2023.

The SCM clerk that was on sick leave is now back at work.

The following critical positions need to be filled for proper functioning of BTO.

- Budget and reporting Manager – Appointment done in December
- SCM manager – Appointment done in December
- Manager Income and expenditure
- Senior Accountant expenditure
- Contract Management practitioner
- 2 Fleet inspectors
- 2 Stores controllers

1.Introduction

The Budget and Treasury Office performs budgeting, accounting, analysis, financial reporting, cash management, debt management, supply chain management, financial management, review and other duties as may in terms of section 79 be delegated by the accounting officer to the chief financial officer.

2.Audit & AFS

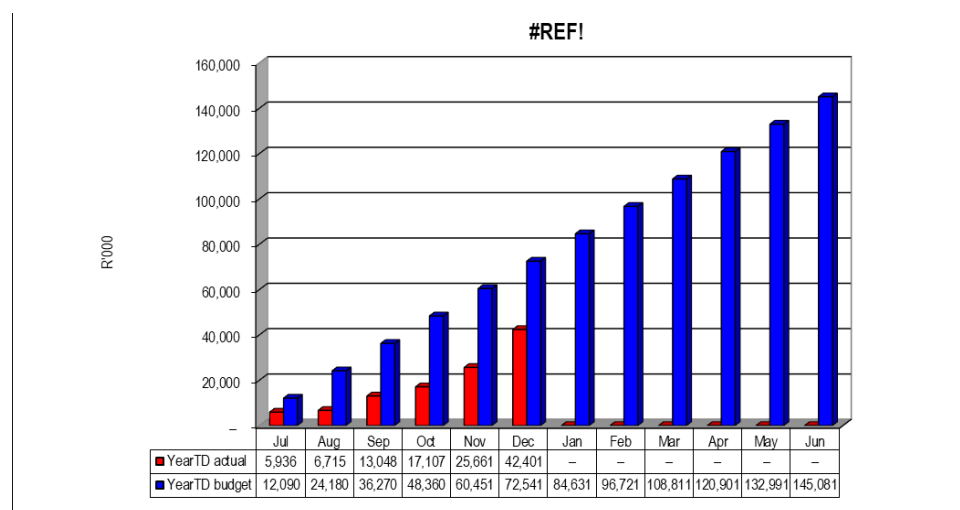
The 2022/23 audit was extended till 14 December 2023 due to material adjustments and the resubmission of the Asset register. The final adjusted AFS were submitted on the 08 December 2023 after the presentation of the draft Management Report and the final consolidated Audit report was presented on 14 December 2023. The Municipality obtained a qualified audit opinion. The basis for the qualification is Property Plant and Equipment which affected WIP and conditional grants.

Audit Action Plan

The audit action plan has been drafted based on the findings from AG. The plan also includes findings that were resolved but the root cause not addressed, these would include the misstatements we adjusted for.

3.Consolidated view of the budget

The Municipality has a total budget of 381Million for revenue and expenditure including the budget adjustment of 20m. The year to- date spending against the budget is at 58% which is less than what was projected for the period.



4.Sources of Revenue

The Municipality generates revenue from the below listed sources inclusive of government grants. Rates are billed annually and other services monthly. For the month of December, the Municipality received revenue of 79 million in total inclusive of equitable share and MIG revenue.

The Municipality is collecting less than what it is billing per month, and this results in debt increasing. Our revenue sources are underperforming meaning that the units like traffic, that are supposed to generate revenue are running at a loss.

	ANNUAL BUDGET	MONTHLY BUDGET	COLLECTION	COLLECTION
DESCRIPTION	2023/2024	2023/2024	30 Nov-23	31-Dec-23
Assessment rates	11 964 580,00	997,048.00	3 980 793,00	361 973,00
Refuse Removal	1 500 000,00	125,000.00	10 890,00	77 544,00
Licences(Learners licences &hawkers licences)	120 000,00	10,000.00		25 788,00
Hall rental	17 000,00	1,417.00	1 600,00	
Lease rental	200 000,00	16,667.00	12 660,00	12 000,00
Tender documents	20 000,00	1,667.00		5 798,00
Credit interest/Interest on external investments	7 500 000,00	625,000.00	1 148 265,00	1 207 918,00
Grave site	20 000,00	1,667.00	3 790,00	
Traffic fines	100 000,00	8,333.00		12 000,00
Plan fees	20 000,00	1,667.00		
Sundry income	70 000,00	5,833.00	4 955,00	4 250,00
Commission received	40 000,00	3,333.00		
Profit on Sale of Fixed Assets	301 500,00	25,125.00		
Traffic Revenue	1 500 000,00	125,000.00	51 972,00	50 389,00
	30 373 080,00	2 531 090	5 214 925,00	1 757 660,00

5.Grants Performance

Most of the operational expenditure is grant funded. The municipality is expected to have spent at least 40% of the conditional grant allocation by end of quarter 2. Grant spending is increasing but not at the desired rate. The slow spending on MIG, Disaster is due to change of priorities on the identified projects and the internal capacity challenges within the PMU unit however the municipality managed to up its spending on MIG to 47% and Disaster grant to 20%

Description	Annual Budget 2022/2023	Amount Received To Date	Expenditure To Date	Expenditure %	Unspent %
Equitable Share	R 193,713,000.00	R 145,087,000.00	R 142,984,292	74%	58%
EPWP	R 1,555,000.00	R 1,088,000.00	R 1,091,796.00	70%	23%
MIG	R 48,979,000.00	R 33,326,000.00	R 23,020,301.46	47%	43%
INEP	R 26,768,000.00	R 16,000,000.00	R 16,541,658.78	62%	38%
FMG	R 2,650,000.00	R 2,650,000.00	R 997,968.61	38%	62%
DSRAC	R 550,000.00	R 550,000.00	R 298,789.63	54%	46%
Small Town Revitalisation	R 15,000,000.00	R 7,308,738.63	R 9,789,863.72	65%	35%
DISASTER RELIEF	R 20,530,000.00	R 20,530,000.00	R 4,106,710.34	20%	80%
Total Grants	R 309,745,000.00	R 226,539,738.63	R 131,007,593.54		

6. Operational Expenditure by Category

Employee costs followed by general expenditure are the highest. There is a noticeable increase on salaries amount for December the payment of third-party payments for December were paid in December rather than in January due to the December break. Fuel consumption increased during the month of December even though December was a short month.

EXPENDITURE PER CATEGORY	BUDGETED 2023/24 R	Monthly Budget	Actual EXP November	Actual EXP December
Employee Related Costs	93,373,725	7 781 143	7 748 852.00	10,178,221.00
Councillor & Ward Committee Allowances	21,259,494	1 771 624	1 286 122.00	1,248,598.00
General Expenses	107,244,228	8 937 019	1 784 062.00	3 193 401.83
Fuel and Oil	6,700,000	558 333 333	403 000	605 060.00
Consultants	7,587,680	632 306 667	395 934.23	1 058 125.66
Repairs and Maintenance	12,009,938	1 000 828	223,033.29	553 559.37

7. Section 66 Employee related costs

The total expenditure to date for employee related costs including councillors is 47.6 Million. This makes up 52.67% of the total operational expenditure. The actual expenditure on salaries is above the budgeted expenditure to date by 7% this indicates that the municipality will have to do a budget adjustment. The below tables show expenditure on overtime and acting allowances.

Overtime			
Department	November	December	Difference
Engineering	19,805.28	13,638.42	6,166.86
Community Services	35,475.00	40,219.37	(4,744.37)
Council and Executive	64,305.50	55,432.53	8,872.97

Finance	1,630.92	512.58	1,118.34
Total	121,216.70	109,802.90	11,413.80

Acting Allowance			
Department	November	December	Difference
Engineering	27,744.37	27,744.37	-
MM`S Office	17,082.73	17,082.73	-
Corporate Services	40,144.96	40,144.96	-
Community Services	17,030.41	13,237.89	3,792.52
Council and Executive	19,584.09	19,584.09	-
LED		32,026.47	(32,026.47)
Finance	25,543.19	25,543.19	-
Total	147,129.75	175,363.70	(28,233.95)

Choose name from list - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M08 December

Choose name from list - Supporting Table 5.6.8 Monthly Budget Statement - Councillor and staff benefits - MID December										
Summary of Employee and Councillor remuneration	Ref	\$REF1			\$REF1					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		11,910	12,461	12,461	1,248	7,228	6,231	997	16%	12,461
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		1,172	1,640	1,640	-	163	820	(657)	-80%	1,640
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		13,082	14,101	14,101	1,248	7,390	7,051	340	5%	14,101
% increase	4		7.8%	7.8%						7.8%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		6,635	6,643	6,643	434	3,189	3,321	(132)	-5%	6,643
Pension and UIF Contributions		5	13	13	1	5	6	(1)	-18%	13
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		1,122	1,048	1,048	8	320	524	(204)	-39%	1,048
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Postretirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Security		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		7,762	7,703	7,703	433	3,494	3,862	(368)	-9%	7,703
% increase	4		-0.8%	-0.8%						-0.8%
Other Municipal Staff										
Basic Salaries and Wages		60,981	60,382	60,382	6,373	36,672	30,191	6,481	21%	60,382
Pension and UIF Contributions		9,420	14,550	14,550	2,103	6,796	7,275	(480)	-7%	14,550
Medical Aid Contributions		3,129	7,244	7,244	1,228	3,625	3,622	3	0%	7,244
Overtime		14,621	2,110	2,110	41	1,090	1,055	35	3%	2,110
Performance Bonus		(1)	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	4,000	4,000	-	-	2,000	(2,000)	-100%	4,000
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Postretirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Security		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		88,150	88,286	88,286	9,745	48,183	44,143	4,040	9%	88,286
% increase	4		0.2%	0.2%						0.2%
Total Parent Municipality		108,994	110,091	110,091	11,427	59,067	55,046	4,022	7%	110,091

TOTAL SALARY, ALLOWANCES & BENEFITS		108,994	110,091	110,091	11,437	59,057	55,045	4,022	7%	110,091
% increase	4		1.0%	1.0%						1.0%
TOTAL MANAGERS AND STAFF		95,912	95,990	95,990	10,178	51,677	47,995	3,682	8%	95,990

8.Capital Expenditure

Capital expenditure is mostly grant funded with MIG and INEP contributing the most. The municipality currently does not have the capacity to carry out capital projects with its own revenue and mostly does the maintenance.

Description	Annual Budget 2023/2024	YTD Expenditure November	Actual Exp December	Expe nditu re %
MIG	R 48,979,000	R 4,372,075	R 23,020,301.46	47%
INEP	R 26,768,000	0	8 955 655.04	62%
Small Town Revitalisation	R 15,000,000	R 2,717,748	R2 130 200.91	65%
DISASTER RELIEF	R 20,530,000	0	R 4,106,710.34	20%
OWN REVENUE	R 32,953,166	R 2,559,111	R873 875.51	10%
Total Grants	R 144,230,166	R 28,216,136.65	R22 083 383.97	35%

9. Expenditure by Department

Most of the expenditure for the month of December comes from is consumed community services as they are the service delivery departments followed the Municipal managers office, this attributed to legal fees paid in December.

Expenditure per Department	Budgeted 2023/24	YTD Budget	Actual Exp Nov	Actual Exp Dec
Executive Municipal Council	42,321,022.00	14,357,036.00	2,811,809.00	2,931,282.00
Municipal Manager's Office	27,038,521.00	8,632,392.00	909,449.00	4,794,159.00
Budget and Treasury Office	32,431,570.00	13,862,383.00	962,470.00	2,722,496.00
Community Services	50,952,252.00	15,113,476.00	3,193,165.00	5,022,723.00
Corporate Services	37,986,850.00	12,006,428.00	1,634,339.00	2,007,437.00
Local Economic Development	17,455,797.00	8,286,656.00.00	1,287,270.00	4,469,146.00
Infrastructure Engineering	143,825,545.00	28,614,320.00	1,988,590.00	2,476,227.00

10. Creditors Age Analysis

The Municipality is able to pay its creditors when they become due. The Municipality strives to pay all creditors within the 30 days. The outstanding creditors as at end of December amount to R 1 327 504.

11. Revenue enhancement,

The revenue enhancement strategy of the municipality is a strategy document that identifies the opportunities to increase the municipality's revenue. The current strategy does not cover all the aspects of the revenue enhancement as it does not have tangible ideas and is not implementable. The revenue enhancement committee

headed by the Mayor has been established and the strategy and plan is under review for implementation.

Discount scheme

The discount scheme is still ongoing and has been extended for three months up until the 31st of March 2024.

Collection Rate

The collection rate below is calculated on billing vs revenue collected however when calculating revenue collected vs debtors balance the collection rate of the municipality comes to a very low rate of 33.23% for rates and 11.45% for refuse collection.

Dec -2023

DESCRIPTION	ANNUAL BUGDET	BILLING	November COLLECTION	December Collection	% Collection
Assessment rates	11,964,828.00	997,069.00	3,980,792.76	361 973	36%
Refuse Removal	1,500,000.00	95,152.00	10,890.42	77 544	11%

12. Debtors Age Analysis

The municipality had a total consumer debtors balance of R73.800 million, ranging between 0 day to over a year, detailed below by age of total debtor's balance:

Choose name from list - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 December

Description	NT Code	#BPF1										Actual Bad Debt Written Off against Debtors	Impairment- Bad Debt LLo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	—	—	—	—	—	—	—	—	—	—	—	—
Trade and Other Receivables from Exchange Transactions - Electricity	1300	—	—	—	—	—	—	—	—	—	—	—	—
Receivables from Non-exchange Transactions - Property Rates	1400	2171	352	652	11735	659	671	60659	(1732)	59959	56374	—	—
Receivables from Exchange Transactions - Waste Water Management	1500	—	—	—	—	—	—	—	—	—	—	—	—
Receivables from Exchange Transactions - Waste Management	1600	200	156	154	132	132	171	1258	(36)	1569	13259	—	—
Receivables from Exchange Transactions - Property Rental Debtors	1700	—	—	—	—	—	—	152	—	152	152	—	—
Interest on Asset Debit Accounts	1800	—	—	—	—	—	—	—	—	—	—	—	—
Receivable unauthorised, regular, refuse and household expenditure	1900	—	—	—	—	—	—	—	—	—	—	—	—
Other	1900	—	—	—	—	—	—	—	—	—	—	—	—
Total By Income Source	2000	2371	508	806	11922	851	842	73389	(1738)	75000	69595	—	—
#BPF1		0	0	0	0	0	0	0	0	0	0	0	0
Debtors Age Analysis By Customer Group													
Organ of State	2200	398	377	286	1522	286	286	32426	(1493)	28642	25917	—	—
Commercial	2300	552	275	156	1825	130	158	13459	(142)	15250	14257	—	—
Households	2400	1430	398	365	2513	398	378	27444	(1034)	31009	29777	—	—
Other	2500	—	—	—	—	—	—	—	—	—	—	—	—
Total By Customer Group	2000	2371	1050	807	11320	810	822	73389	(1738)	75000	69595	—	—

The total debt with a potential to be irrecoverable amounts to R69.595 million, determined on the basis of being more than 90 days in arrears and this is 94% of the total debtor's balance. Debt owed by municipal staff amounts to R66 701, there is an arrangement in place.

Top 10 Debtors

It is concerning that the government departments continue to owe the municipality beyond the month of September. Revenue section will focus on collecting debt from the department of education as it is has the biggest debt as shown below.

ACCOUNT	CURRENT	30 Days	60 Days	90 Days	120+ Days	DEBTOR TOTAL	ACCOUNT NAME
10000980	0,00	0,00	0,00	185 020,00	1 458 683,00	3 253 675,00	DOROTHY LILLY MORRIS
30000419	0,00	0,00	0,00	139 305,00	568 201,00	1 004 147,00	Kwamsikwa JSS
30000393	0,00	0,00	0,00	190 539,00	541 476,00	966 347,00	Toli SSS

30000600	0,00	0,00	0,00	229 589,00	482 136,00	880 185,00	BAMBISANA HOSPITAL
30000364	0,00	0,00	0,00	73 579,00	415 315,00	726 827,00	Mdlankala JSS
30000363	0,00	0,00	0,00	98 645,00	404 267,00	708 736,00	Goqwana JSS
30000387	0,00	0,00	0,00	77 106,00	361 388,00	663 706,00	Luzupu JSS
10000873	1 715,00	1 715,00	1 715,00	1 715,00	271 145,00	643 782,00	JM SIGCAU
30000390	0,00	0,00	0,00	68 319,00	350 487,00	639 486,00	Kwazizamele JSS

TOP 10 Debtors: BUSINESSES

Businesses still have not settled their debts even with the discount scheme in place to help them.

ACCOUNT T	CURRENT T	30 Days	60 Days	90 Days	120+Days	DEBTOR TOTAL	ACCOUNT NAME
10000980	0,00	0,00	0,00	185 020,00	388 542,00	709 321,00	DOROTHY LILLY MORRIS
10001079	0,00	0,00	0,00	51 860,00	246 604,00	612 594,00	COASTAL PROPERTIES
10000019	0,00	0,00	0,00	23 180,00	242 958,00	504 806,00	QUMA FUNERAL SERVICES CC
20001239	25 390,00	25 390,00	25 390,00	25 390,00	204 585,00	484 701,00	Estate-E.L.T. MTEMBU
10001077	0,00	0,00	0,00	74 380,00	156 132,00	419 521,00	CENTRAL PROPERTIES
10000190	0,00	0,00	0,00	0,00	168 817,00	383 602,00	MUGWANYA DAVID KIWANUKA
20001483	0,00	0,00	0,00	46 000,00	172 674,00	339 359,00	NGCINGWANA PAKATI MKHOSI
10000879	0,00	0,00	0,00	44 940,00	179 845,00	335 695,00	WONGA NDABANKULU
10000021	0,00	0,00	0,00	27 160,00	147 919,00	302 151,00	PM NGCINGWANA (Rocks Motors)

20001538	0,00	0,00	0,00	0,00	101 904,00	260 884,00	NGCINGWANA PHAKATI M
----------	------	------	------	------	------------	-------------------	-------------------------

13. Cash and cash equivalents

At the end of November, the Municipality had the below bank accounts and balances with FNB. The balances are inclusive of interest from call accounts.

Account Number	Bank	Account Type	Acc Name	Balance
63007016735		Public sector Cheque Account	Main Account	R 369 531.30
63008235326		Call account	Alien Plant	R 1,071 603.83
63008238081		Call account	MDRG	R 18 107 334.79
63008236829		Call Account	DSRAC	R 4,750.49
63008236043		Call Account	EPWP	R 3,801 751.02
63008238750		Call Account	FMG	R 7,149 159.58
63008236407		Call Account	INEP	R 11 056.15
63008237778		Call Account	MIG	R 33 939 128.61
63008239790		Call Account	Repairs	R 49, 727 810.99
63008240870		Call Account	Salaries	R 29 036 035.26
63008239261		Call Account	Traffic	R 69 666 782.54
				<u>R 187,628,181.15</u>

14. Asset Management

Several assets have depreciated fully. The Municipality needs to come up with a plan to replace its assets in the next budget year. Management requests Council to approve the auctioning of redundant assets as they are getting more damage by sitting idle at the workshop. It is recommended that the Municipality sets aside

Category	Opening Bal	Additions	Disposal	Accumulated Depreciation	Carrying Value
Buildings	20,094,877	-	-	5,941,614	14,153,264
Community assets	44,774,214	-	-	15,849,155	28,925,059
Furniture and fixtures	3,269,167	13,900.00	-	2,834,977	448,090
IT equipment	6,696,185		-	5,192,190	1,503,995
Infrastructure	707,147,270	-	-	489,271,644	217,875,626
Infrastructure - WIP	123,194,425	17,897,552	-	-	-
Land	83,827,552	-	-	-	83,827,552
Plant and machinery	52,288,864	-	-	45,289,526	6,999,338
Heritage Assets ²	123,700	-	-	-	123,700
Transport assets	12,075,393	-	-	9,172,465	2,902,928
	1,053,491,647	17,911,452	-	573,551,572	356,759,551
Investment Property					
	13,792,061			660 525	13 131 536

Insurance

- All the Municipal assets are insured at Opulentia Financial Services and annual premium fee is paid. The contract term for Opuleta ended in December and a Mpumelelo Services has been appointed to provide insurance services for the next 3 years.
- The sum insured for all the Municipal Assets amounts to R152 010 884.00.
- No claims were registered in December 2023.

Claims Pending:

- The vehicle claim (JNP 025 EC) Insurance is still in process of doing investigation about the Accident.
- The laptop claim for Honourable Mayor still waiting for the payment of excess fee.

15. Fleet Management

Fuel Usage

Fuel used for the month for of November is 455 217 and for the month of December it's 626 620.35. Engineering is the biggest consumer of fuel. The risk of misuse on fuel is still high and management should assist in managing this risk in their respective departments. Below is the usage per vehicle.

MUNICIPAL FLEET					
Reg.No	Description	Department	Condition	Fuel Usage	Licence Date
1.HZD 635 EC	Ford Ranger – Pic up bakkie	Office of the Hon.Mayor	Good condition and working	N/A	30/09/2024
2.HZD 643 EC	Ford Ranger	LED	Good Condition and Working	R7 639,09	30/09/2024
3. HZR 849 EC	Ford Ranger-Pick Up Bakkie	Community Services-Traffic	Working and in good condition	R7 433,19	30/09/2024
5.HZD 612 EC	Ford Ranger Pick Up Bakkie	Engineering	Working/ good condition	R9 763,29	30/09/2024
6.HYV 596 EC	Ford Focus	Community Services-Traffic	Working and in good condition	R4 359,66	31/07/2024

7.HYV 611 EC	Ford pick up Bakkie	Engineerin g	Working /good condition	R3 124,71	31/07/20 24
8. HYV 589 EC	Ford Pick Up Bakkie	Engineerin g	Good Condition and working	R4 800,84	31/07/20 24
9. HRB 122 EC	Mercedes Benz	Office Of the Hon.Mayo r	Stationer y , have been actioned twice with no success	N/A	31/03/20 24
10. HVW 550 EC	Dumper	Engineerin g	Working/ Not in bad condition	N/A	31/07/20 24
11. HVW 548 EC	Motor Grader	Engineerin g	Working/ but not in good condition	N/A	31/07/20 24
12. HVW 543 EC	Motor Grader	Engineerin g	Working/ Not in good condition	N/A	31/07/20 24
13. HVW 538 EC	Dumper	Engineerin g	Working / in good condition	N/A	31/ 07/2024
14. HHX 632 EC	Man Lowbed Horse- Trailer	Engineerin g	Working and not in good condition	R18 092,28	31/10/20 24
15. HDX 814 EC	Isuzu –pick up Bakkie	Office of the Speaker	Stationer y/ Breakdo wn	N/A	31/08/20 24

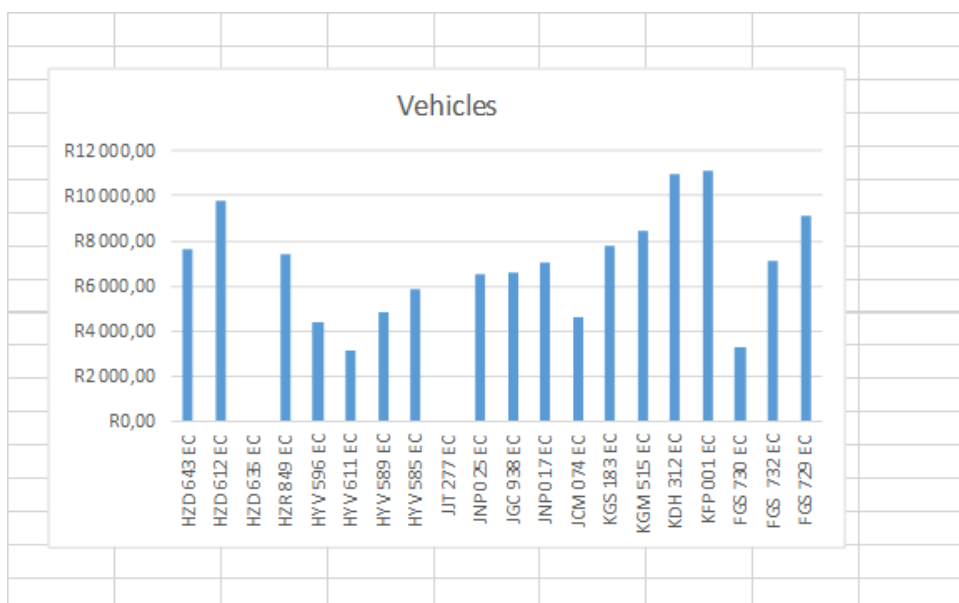
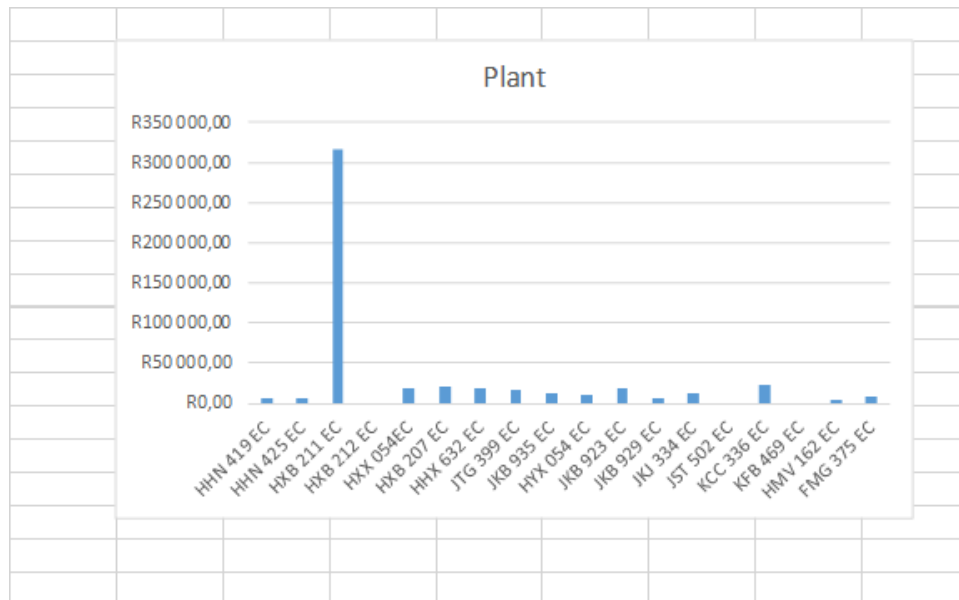
16. HYV 585 EC	Ford Ranger Pick Up Bakkie	Engineerin g	Working and in good condition	R5 834,78	31/07/20 24
17. HXB 207 EC	Dumper	Engineerin g	Working / not in good condition	R21 789,43	31/07/20 24
18. HMV 162 EC	Tractor	Communit y Services	Working and in good condition	R4 695,36	31/07/20 24
19. JJT 277 EC	Ford Ranger-Pick Up Bakkie	Engineerin g	Working and in good condition	N/A	31/07/20 24
20. JNP 017 EC	Toyota Fortunar	Office Of the Hon .Speaker	Stationer y/ not in good condition	R7 054,29	31/03/20 24
21. JPL 577 EC	Audi Q5 Station Wagon	Office of the Hon.Mayo r	Stationer y/not in good condition	N/A	31/07/20 24
22. JNP 025 EC	Toyota Corolla	BTO	Working but not in good condition	R6 557,32	31/03/20 24
23. JST 502 EC	Isuzu Tanker Truck	Communit y Services	Working and in good condition	N/A	28/02/20 24
24. JGC 938 EC	Mercedes Benz Sprinter Bus	Office of the Hon.Spea ker	Working and in not very bad condition	R6 609,19	30/06/20 24

25. JCM 074 EC	Ford Ranger Pick Up Bakkie	Communic ations	Working /Good condition	R4 608,22	31/03/20 24
26. JKJ 334 EC	Isuzu Tipper Truck	Engineerin g	Working/ Good condition	R11 900,85	31/07/20 24
27. JKB 923 EC	Isuzu Tipper Truck	Engineerin g	Working and in good Condition	R19 747,13	31/07/20 24
28. JKB 929 EC	Isuzu Tipper Truck	Engineerin g	Working/ not in good condition	R6 752,86	31/07/20 24
29. JKB 935 EC	Isuzu Tipper Truck	Engineerin g	Working/ not good condition	R13 011,55	31/07/20 24
30. FGS 730 EC	Toyota Hillux	Communit y Service	Working and in Very bad condition	R3 275,95	30/09/20 24
31 .FGS 732 EC	Toyota Hillux- Pick Up Bakkie	Engineerin g	Working and not in good condition	R7 111,04	30/09/20 24
32. FGS 727 EC	Toyota Hillux Pick Up Bakkie	Engineerin g	Stationer y-beyond repairs	N/A	30/09/20 24
33. FGS 729 EC	Toyota Hillux- Pick Up Bakkie	Communit y Services	Working but not in good condition	R9 127,38	30/09/20 24
34.FLG 706 EC	Ford –Pick Up Bakkie	Engineerin g	Stationer y/Beyond repairs	N/A	30/09/20 24
35. FMG 382 EC	Man Refuse Truck	Communit y Services	Working/ Not in	N/A	31/10/20 24

			good condition		
37. FMG 375EC	Crane Truck	Engineering	Working /Not good condition	R8 744,20	31/07/2024
38. HYX 054 EC	Motor Grader	Engineering	Working but not in good condition	R10 099,25	31/07/2024
39. HHN 425 EC	Man Tanker	Engineering	Working and not in good condition	R6 136,51	31/10/2024
40 .HHN 419 EC	Water cart	Engineering	Not in good condition/ Working	R5 573,18	31/07/2024
41. FMG 369 EC	manTanker	Engineering	Stationery-Beyond repairs	N/A	31/07/2024
43. HXX 054 EC	Isuzu Refuse Truck	Community Services	Working – Good condition	R18 068,92	28/02/2024
44. JTG 399 EC	TLB	Engineering	Working/ Good condition	R16 662,95	31/03/2024
45. KDH 312 EC	Toyota Hillux Pick Up Bakkie	Community Services	Working/ New	R10 960,54	29/02/2024
46.HYC 823 EC	Roller	Engineering	Working/ not in good condition	N/A	31/07/2024
47.EXCAVATOR	CAT 323D	Engineering	Working/ Not in bad condition	N/A	N/A

48.EXCAVATOR	CAT320D	Engineering	Working/ Not in good condition	N/A	N/A
49. FMN 461 EC	BELL TLB	Engineering	Working and not in good condition	N/A	31/07/2024
50.FMN 460 EC	Single Drum Roller	Engineering	Working and not in good condition	N/A	31/07/2024
51.HXB 211 EC	Diesel Bowser	Engineering	Working/ not in good condition	R317 671,15	31/03/2024
52. HXB 212 EC	CAT TLB	Engineering	Working/ Not in good condition	N/A	31/07/2024
53. KCC 336 EC	CAT Grader	Engineering	Working/ Good Condition	R22 032,48	30/11/2024
54. KFB 469 EC	UD Trucks	Community Services	Working /Good Condition	N/A	31/05/2024
56. HXB 207 EC	Dumper	Engineering	Working and not in good condition	N/A	31/07/2024
57. JVH 921 EC	Grant Core Trailer	Engineering	Working and not in good condition	N/A	31/08/2024
58. HXB 204 EC	Roller	Engineering	Working and not in good condition	N/A	31/07/2024

59. HZN 027 EC	Bulldozer	Engineering	Working and not in good condition	N/A	30/09/2024
60. JTT 675 EC	Tractor	Community Services	Stationery/ very bad condition	N/A	30/04/2024
61. KFP 001 EC	Toyota Hilux S/C Bakkie	Community Services	Working, New	R11 128,83	30/06/2024
62.KGM 515 EC	AUDI Q5	Office of the Hon.Mayor	NEW	R8 449,94	30/09/2024
63. KGS 183 EC	Toyota Fortuner	Office of the Hon.Speaker	NEW	R7 803,99	31/10/2024
Total				= R626 620,35	



16.Indigent Registrations and Indigent Support

Indigent Registrations

1.1 Indigent Registrations

Indigent registrations for the month of December 2023 from ward 01 to ward 20 were as follows:

Ward	O/B indigents	of	Additions	Exists	Total No. of Indigents
Ward 01	1095		00	00	1095
Ward 02	857		00	00	857
Ward 03	1038		00	00	1038
Ward 04	1157		00	00	1157
Ward 05	715		00	00	715
Ward 06	608		00	00	608
Ward 07	1179		74	00	1253
Ward 08	1026		91	00	1117
Ward 09	655		00	00	655
Ward 10	611		00	00	611
Ward 11	467		00	00	467
Ward 12	522		00	00	522
Ward 13	536		00	00	536
Ward 14	397		00	00	397
Ward 15	497		00	00	497
Ward 16	654		00	00	654
Ward 17	713		00	00	713
Ward 18	891		00	00	891

Ward 19	709	00	00	709
Ward 20	580	00	00	580
Total	14907	165	00	15072

The numbers of new registrations have increased from ward 1 to ward 8 as the registration campaign was conducted in those wards. It shows that the registration campaign to the remaining wards will improve and increase the numbers in the indigent register. The total number of indigents for December 2023 was 15072

2.1 Indigent Support

The number of indigents received Free Basic Services for the month of December 2023 were as follows:

Wards	No. of people receiving FBE	No. of people receiving Alternative Energy	No. of people receiving refuse removal	Total
Ward 1	270	0	0	270
Ward 2	260	0	0	260
Ward 3	294	0	0	294
Ward 4	223	0	0	223
Ward 5	236	0	0	236
Ward 6	128	0	444	572
Ward 7	375	0	0	375
Ward 8	223	0	0	223
Ward 9	218	0	0	218
Ward 10	187	0	0	187
Ward 11	139	0	0	139
Ward 12	190	0	0	190
Ward 13	189	0	0	189

Ward 14	138	0	0	138
Ward 15	106	0	0	106
Ward 16	194	0	0	194
Ward 17	210	0	0	210
Ward 18	240	0	0	240
Ward 19	178	0	0	178
Ward 20	218	0	0	218
Total	4200	0	444	4660

The total number of indigents received free basic energy for December 2023 was 4660

- Delivery of Alternative Energy was expected during the month of December 2023 but due to SCM delays procurement processes were not finalized.
- Refuse removal was not collected on other Wards it was only collected in ward 6.

17. In-year Budget Statement Tables

As per section 9 of the MBRR Schedule C attachment, the in-year budget statement tables must consist of the tables in the Attachments to this Schedule, namely –

(a) Table C1 s71 Monthly Budget Statement Summary

Choose name from list - Table C1 Monthly Budget Statement Summary - M06 December

Description	RREF			RREF					
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	—	11,965	11,965	—	15,875	5,982	9,893	165%	11,965
Service charges	1,085	1,500	1,500	95	589	638	(68)	-11%	1,500
Investment revenue	10,586	—	—	—	—	—	—	—	—
Transfers and subsidies - Operational	10,586	49,201	49,201	196	6,154	24,600	(18,406)	-75%	49,201
Other income/expense	208,620	210,325	210,325	64,972	150,777	105,163	45,614	432%	—
Total Revenue (excluding capital transfers and contributions)	230,877	272,991	272,991	65,264	173,415	136,383	37,032	27%	272,991
Employee costs	95,116	95,990	95,990	10,178	51,677	47,995	3,682	—	95,990
Remuneration of Councilors	13,082	14,101	14,101	1,249	7,360	7,051	340	—	14,101
Depreciation and amortisation	42,187	57,414	57,414	22	22	28,707	(28,685)	—	57,414
Interest	2,211	274	274	11	65	137	(73)	—	274
Inventory consumed and bulk purchases	469	2,946	2,946	58	262	2,278	(2,016)	—	2,946
Transfers and subsidies	11,143	15,130	15,130	3,667	9,427	7,565	1,862	25%	15,130
Other expenditure	90,229	114,551	114,551	9,261	34,369	57,199	(22,809)	-40%	114,551
Total Expenditure	264,438	300,406	300,406	24,445	103,232	150,931	(47,700)	-32%	300,406
Surplus/(Deficit)	(23,562)	(27,415)	(27,415)	40,818	70,183	(14,549)	84,732	-882%	(27,415)
Transfers and subsidies - capital (monetary)	67,740	86,296	108,828	18,665	38,835	54,414	(15,579)	-29%	108,828
Transfers and subsidies - capital (in-kind)	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	44,179	60,883	81,413	59,684	109,018	39,865	69,153	173%	81,413
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	44,179	60,883	81,413	59,684	109,018	39,865	69,153	173%	81,413
Capital expenditure & funds sources									
Capital expenditure	4,959	124,551	145,081	16,739	42,401	72,541	(30,140)	-42%	145,081
Capital transfers recognised	2,621	88,804	108,828	15,421	40,474	54,414	(13,940)	-28%	108,828
Borrowing	—	—	—	—	—	—	—	—	—
Internally generated funds	2,337	35,748	36,253	1,319	5,629	18,127	(12,488)	-69%	36,253
Total sources of capital funds	4,959	124,551	145,081	16,739	46,113	72,541	(26,427)	-36%	145,081
Financial position									
Total current assets	221,194	190,952	190,952	—	323,221	—	—	—	190,952
Total non current assets	548,453	559,045	572,283	—	591,491	—	—	—	572,283
Total current liabilities	75,419	65,367	65,367	—	106,451	—	—	—	65,367
Total non current liabilities	19,406	13,725	13,725	—	16,461	—	—	—	13,725
Community wealth/Equity	625,389	670,905	686,049	—	682,727	—	—	—	686,049
Cash flows									
Net cash from (used) operating	142,374	84,342	104,872	45,013	134,699	51,483	(83,216)	-162%	104,872
Net cash from (used) investing	(30,613)	(124,250)	(144,780)	(2,351)	(13,055)	—	13,055	#DIV/0!	(144,780)
Net cash from (used) financing	(284)	—	—	—	(284)	—	284	#DIV/0!	—
Cash/cash equivalents at the month/year end	152,973	113,548	113,548	41,150	233,641	117,833	(115,808)	-98%	113,548
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dya	151-180 Dya	181 Dya-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	2,371	966	846	11,928	851	862	73,319	(17,366)	73,800
Creditors Age Analysis									
Total Creditors	762	(3,610)	(2,190)	(2,768)	817	464	1,434	(561)	(5,650)

(b) Table C2 Monthly Budget Statement - Financial Performance (standard classification)

Choose name from list - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	R\$'000			R\$'000					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Thousands	1									
Revenue - Functional										
Governance and administration		180,556	153,106	153,106	44,246	123,910	76,553	47,357	62%	153,106
Executive and council		89,872	41,836	41,836	28,610	64,483	20,918	43,565	208%	41,836
Finance and administration		90,684	111,270	111,270	15,635	59,427	55,635	3,792	7%	111,270
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		20,130	31,421	31,421	7,287	16,423	15,710	712	5%	31,421
Community and social services		20,130	31,421	31,421	7,287	16,423	15,710	712	5%	31,421
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		108,193	175,261	195,791	32,501	71,348	97,896	(26,548)	-27%	195,791
Planning and development		18,607	18,978	18,978	7,153	16,121	9,489	6,632	70%	18,978
Road transport		89,586	156,283	176,813	25,348	55,227	88,407	(33,180)	-38%	176,813
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		1,085	1,500	1,500	95	569	638	(68)	-11%	1,500
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		1,085	1,500	1,500	95	569	638	(68)	-11%	1,500
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	309,953	361,299	381,819	84,129	212,250	190,797	21,453	11%	381,819
Expenditure - Functional										
Governance and administration		130,950	151,604	151,604	13,021	56,411	75,220	(19,809)	-26%	151,604
Executive and council		59,681	75,668	75,668	8,291	30,962	37,844	(6,882)	-18%	75,668
Finance and administration		71,270	75,936	75,936	4,730	25,429	38,376	(12,947)	-34%	75,936
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		43,913	36,978	36,978	4,479	19,523	18,489	1,034	6%	36,978
Community and social services		43,913	36,978	36,978	4,479	19,523	18,489	1,034	6%	36,978
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		79,388	111,203	111,203	6,945	27,298	55,601	(28,303)	-51%	111,203
Planning and development		19,756	24,860	24,860	4,469	11,840	12,430	(590)	-5%	24,860
Road transport		59,632	86,343	86,343	2,476	15,458	43,171	(27,713)	-64%	86,343
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	621	621	-	-	621	(621)	-100%	621
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	621	621	-	-	621	(621)	-100%	621
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	254,291	300,405	300,405	24,445	103,232	150,931	(47,700)	-32%	300,405
Surplus/ (Deficit) for the year		55,712	60,893	81,413	59,684	109,018	39,865	69,153	17.3%	81,413

(c) Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

Choose name from list - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description		Ref	\$REFI			\$REFI					
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R:thousands											
Revenue by Vote		1									
Vote 1- Executive AND Council (20: E)			72,484	25,703	25,703	21,458	48,362	12,852	35,511	276.3%	25,703
Vote 2- LED (21: E)			18,607	18,978	18,978	7,153	16,121	9,489	6,632	69.9%	18,978
Vote 3- Municipal Manager (22: E)			17,388	16,133	16,133	7,153	16,121	8,067	8,054	99.8%	16,133
Vote 4- Corporate Services (23: E)			18,194	18,689	18,689	7,153	16,134	9,344	6,789	72.7%	18,689
Vote 5- Community Services (24: E)			21,214	32,921	32,921	7,383	16,992	16,348	644	3.9%	32,921
Vote 6- Financial Services (25: E)			59,194	92,581	92,581	8,483	43,293	46,291	(2,998)	-6.5%	92,581
Vote 7- Infrastructure Engineering (26: E)			82,648	156,283	176,813	23,037	51,695	86,407	(36,712)	-41.5%	176,813
Total Revenue by Vote		2	289,730	364,288	388,819	81,817	208,748	190,797	17,951	9.4%	388,819
Expenditure by Vote		1									
Vote 1- Executive AND Council (20: E)			27,076	42,321	42,321	2,931	17,919	21,411	(3,492)	-16.3%	42,321
Vote 2- LED (21: E)			19,579	24,860	24,860	4,469	11,840	12,430	(590)	-4.7%	24,860
Vote 3- Municipal Manager (22: E)			25,896	26,647	26,647	4,794	9,908	13,084	(3,175)	-24.3%	26,647
Vote 4- Corporate Services (23: E)			24,006	36,019	36,019	2,007	11,060	18,000	(6,940)	-38.6%	36,019
Vote 5- Community Services (24: E)			46,097	44,099	44,099	5,023	22,991	22,360	631	2.8%	44,099
Vote 6- Financial Services (25: E)			52,253	39,917	39,917	2,722	14,369	20,376	(6,007)	-29.5%	39,917
Vote 7- Infrastructure Engineering (26: E)			59,343	85,843	85,843	2,476	15,134	42,921	(27,787)	-64.8%	85,843
Vote 8- (34: E)			-	700	700	22	22	350	(328)	-93.8%	700
Total Expenditure by Vote		2	254,251	300,406	300,406	24,445	103,232	150,931	(47,700)	-31.6%	300,406
Surplus (Deficit) for the year		2	35,479	60,883	88,413	57,372	105,516	39,866	65,621	164.8%	88,413

(d) Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure)

Single Year expenditure appropriation		2									
Vote 9 - Executive AND Council (20: CAPEX)	-	1,290	1,290	562	576	645	(59)	-11%	1,290		
Vote 10 - LED (21: CAPEX)	-	-	-	-	-	-	-	-	-		
Vote 11 - Municipal Manager (22: CAPEX)	(40)	150	150	-	-	75	(75)	-100%	150		
Vote 12 - Corporate Service (23: CAPEX)	180	600	600	0	0	300	(300)	-100%	600		
Vote 13 - Community Service (24: CAPEX)	104	4,750	4,750	1	399	2,375	(1,976)	-83%	4,750		
Vote 14 - Financial Services (25: CAPEX)	(33)	367	367	-	154	183	(29)	-16%	367		
Vote 15 - Infrastructure Engineering (26: CAPEX)	518	30,234	30,234	1,100	3,510	15,117	(11,607)	-77%	30,234		
Vote 16 - Executive AND Council (30: CAPEX)	10	750	750	-	29	375	(346)	-92%	750		
Vote 17 - LED (31: CAPEX)	385	2,000	2,000	-	-	1,000	(1,000)	-100%	2,000		
Vote 18 - Municipal Manager (32: CAPEX)	12	484	484	-	-	242	(242)	-100%	484		
Vote 19 - Corporate Services (33: CAPEX)	392	1,500	1,500	-	-	750	(750)	-100%	1,500		
Vote 20 - Community Services (34: CAPEX)	203	4,400	4,400	290	691	2,200	(1,539)	-70%	4,400		
Vote 21 - Financial Services (35: CAPEX)	334	50	50	-	-	25	(25)	-100%	50		
Vote 22 - Infrastructure Engineering (36: CAPEX)	2,890	77,978	98,508	14,777	37,071	49,254	(12,183)	-25%	98,508		
Total Capital single year expenditure		4	4,959	124,551	145,081	167,39	42,401	72,541	(30,140)	-42%	145,081
Total Capital Expenditure			4,959	124,551	145,081	167,39	42,401	72,541	(30,140)	-42%	145,081
Capital Expenditure - Functional Classification											
Governance and administration			860	6,190	6,190	682	770	2,686	(1,825)	-70%	6,190
Executive and council		(23)	2,674	2,674	562	616	1,337	(721)	-54%	2,674	
Finance and administration		873	2,517	2,517	0	155	1,258	(1,104)	-88%	2,517	
Internal audit		-	-	-	-	-	-	-	-	-	-
Community and public safety			907	13,650	13,650	291	3,491	6,825	(3,334)	-40%	13,650
Community and social services		307	13,650	13,650	291	3,491	6,825	(3,334)	-40%	13,650	
Sport and recreation		-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services			3,802	106,711	128,241	16,888	41,852	68,121	(21,259)	-34%	128,241
Planning and development		385	2,000	2,000	-	-	1,000	(1,000)	-100%	2,000	
Road transport		3,417	103,711	124,241	15,888	41,852	62,121	(20,259)	-33%	124,241	
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services			-	-	-	-	-	-	-	-	-
Energy services		-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification		3	4,959	124,551	145,081	167,39	46,118	72,641	(28,427)	-38%	145,081
Funded by:											
National Government			2,054	73,804	93,828	13,547	31,087	48,914	(15,827)	-34%	93,828
Provincial Government			507	15,000	15,000	1,874	9,388	7,500	1,888	25%	15,000
District Municipality			-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov / Deparm)			-	-	-	-	-	-	-	-	-
Agencies, Households, Non-profit institutions, Private Enterprises, Public Corporations, Higher Education Institutions			-	-	-	-	-	-	-	-	-
Transfers recognised - capital			2,821	88,804	108,828	16,421	40,474	64,414	(13,840)	-29%	108,828
Borrowing		5	-	-	-	-	-	-	-	-	-
Internally generated funds			2,337	35,748	30,253	1,319	5,530	18,127	(12,488)	-59%	30,253
Total Capital Funding			4,959	124,551	145,081	167,39	46,118	72,641	(28,427)	-38%	145,081

(f) Table C6 Monthly Budget Statement - Financial Position

Choose name from list - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	#REF!	#REF!			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		152,973	113,548	113,548	233,641	113,548
Trade and other receivables from exchange transactions		2,415	1,940	1,940	521	1,940
Receivables from non-exchange transactions		2,367	9,800	9,800	22,170	9,800
Current portion of non-current receivables		—	—	—	—	—
Inventory		62,596	61,985	61,985	62,586	61,985
VAT		4,032	3,679	3,679	4,293	3,679
Other current assets		(3,189)	—	—	—	—
Total current assets		221,194	190,952	190,952	323,221	190,952
Non current assets						
Investments		—	—	—	—	—
Investment property		4,332	4,462	4,462	4,332	4,462
Property, plant and equipment		543,973	554,070	567,400	587,012	567,400
Biological assets		—	—	—	—	—
Living and non-living resources		—	—	—	—	—
Heritage assets		—	—	—	—	—
Intangible assets		148	513	420	148	420
Trade and other receivables from exchange transactions		—	—	—	—	—
Non-current receivables from non-exchange transactions		—	—	—	—	—
Other non-current assets		—	—	—	—	—
Total non current assets		548,453	559,045	572,283	591,491	572,283
TOTAL ASSETS		769,647	749,996	763,234	914,712	763,234
LIABILITIES						
Current liabilities						
Bank overdraft		—	—	—	—	—
Financial liabilities		1,296	1,773	1,773	1,296	1,773
Consumer deposits		61	61	61	61	61
Trade and other payables from exchange transactions		40,158	39,055	39,055	49,382	39,055
Trade and other payables from non-exchange transactions		21,206	8,099	8,099	39,623	8,099
Provision		11,455	15,197	15,197	12,592	15,197
VAT		1,243	1,181	1,181	3,497	1,181
Other current liabilities		—	—	—	—	—
Total current liabilities		75,419	65,367	65,367	106,451	65,367
Non current liabilities						
Financial liabilities		6,555	2,682	2,682	6,555	2,682
Provision		12,851	11,042	11,042	9,906	11,042
Long term portion of trade payables		—	—	—	—	—
Other non-current liabilities		—	—	—	—	—
Total non current liabilities		19,406	13,725	13,725	16,461	13,725
TOTAL LIABILITIES		94,825	79,092	79,092	122,912	79,092
NET ASSETS	2	674,822	670,905	684,143	791,800	684,143
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		626,231	670,905	685,049	683,599	685,049
Reserves and funds		(872)	—	—	(872)	—
Other		—	—	—	—	—
TOTAL COMMUNITY WEALTH/EQUITY	2	625,359	670,905	685,049	682,727	685,049

(g) Table C7 Monthly Budget Statement - Cash Flow

Choose name from list- Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2022			2023			YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget			
Thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		4,664	6,047	6,047	362	5,242	-	5,242	#DIV/0!	6,047
Service charges		883	1,011	1,011	78	1,431	-	1,431	#DIV/0!	1,011
Other revenue		9,884	2,107	2,107	82	394	162,253	(161,859)	-100%	2,107
Transfers and Subsidies - Operational		189,171	200,917	200,917	63,440	147,485	-	147,485	#DIV/0!	200,917
Transfers and Subsidies - Capital		39,445	86,298	108,828	557	23,309	-	23,309	#DIV/0!	108,828
Interest		10,436	7,500	7,500	196	6,194	-	6,194	#DIV/0!	7,500
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(92,111)	(221,266)	(221,266)	(19,702)	(49,366)	(110,632)	(61,277)	55%	(221,266)
Interest		-	(274)	(274)	-	-	(137)	(137)	100%	(274)
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM (USED) OPERATING ACTIVITIES		142,374	84,342	104,872	45,013	134,699	51,483	(83,216)	-162%	104,872
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	302	302	-	1	-	1	#DIV/0!	302
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(30,613)	(124,551)	(145,081)	(2,351)	(13,055)	-	13,055	#DIV/0!	(145,081)
NET CASH FROM (USED) INVESTING ACTIVITIES		(30,613)	(124,250)	(144,780)	(2,351)	(13,055)	-	13,055	#DIV/0!	(144,780)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in cash under deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		(284)	-	-	-	(284)	-	284	#DIV/0!	-
NET CASH FROM (USED) FINANCING ACTIVITIES		(284)	-	-	-	(284)	-	284	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		111,477	(39,908)	(39,908)	42,663	121,360	51,483			(39,908)
Cash and cash equivalents at beginning:		41,486	153,456	153,456	(1,513)	112,281	153,456			112,281
Cash and cash equivalents at month end:		152,963	113,548	113,548	41,150	233,641	117,939			113,548

Financial Position

The **statement of financial position** lists all the Council's Current and Non-current Assets and liabilities together with their financial values representing the economic resources of the municipality. Table C6 is meant to improve the stakeholder's understanding and management of budget and the impact of actual expenditure in comparison to the budget implications on the financial position.

Current Assets reflect the financial assets that have cash value and are owned by Council and all other assets that are expected to provide financial benefit to Council

within one financial year. The financial benefit is through the rendering of services to the community and revenue generation through refuse removal services and other revenue generating activities.

Largest **current assets** are **Cash and cash equivalent** at R233.6 million. Trade and other receivables from non-exchange transactions R22.1 million. **Call investments deposits** were at R606 at the end of the month. Current assets are highly liquid, in that they can easily be converted to cash when required to meet short term obligations which are paying salaries, allowances and suppliers for goods and services.

The largest **current liabilities** are trade and other payables from exchange and non-exchange transactions R89 million.

The **current ratio** of the municipality is currently sitting at 3:04 which indicates a healthy financial position, as the municipality's current assets are greater than current liabilities. The municipality is thus able to pay its employees and creditors on a monthly basis. However, attention should be given to the **collection rate** as there are long outstanding balances owed by service consumers, which are sitting at R58.3 million and bulk of those are domestic consumers.

The consumer deposits balance of R61 thousand as reflected in the Statement of Financial Position, is only relating to consumer accounts that were opened with the municipality since the beginning of 2019/20 financial year and as such it is grossly understated due to balances that were not transferred.

Non-Current Assets are resources with a cash value which another party has made a legal commitment to hand over to Council over a period exceeding one financial year.

The property, plant and equipment item remain the most material resource on the statement of financial position at R356 759 551.00 at Carrying value.

Infrastructure assets form 63,74 % of the total asset register and are mainly required to generate revenue and are crucial in-service delivery for the municipality. It is high time that the municipality prioritise repairs and maintenance of the existing infrastructure assets to improve the service delivery capacity of the assets since the municipality is faced with ageing infrastructure. If planned and costed maintenance is not done, the municipality might be faced with reserve backlog due to ageing infrastructure.

Non-Current liabilities are legal commitments from other parties acquired to enhance service delivery. **Provisions** are the largest and currently the only existing non-current liability at R9.9 million. These are **employee benefit obligations** which are based upon actuarial valuations for all the municipality's defined benefit pension plans and post-employment medical benefits.

The statement of financial position is currently showing the equity of the municipality as R682.7 Million as at end of the month, most in accumulated surplus and this equity is not fully funded. Most of the equity is held under fixed assets therefore it is a small portion that can be affected by inflation fluctuations.

Choose name from list - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	#REF!	#REF!	#REF!	#REF!	#REF!
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		152,973	113,548	113,548	233,641	113,548
Trade and other receivables from exchange transactions		2,415	1,940	1,940	521	1,940
Receivables from non-exchange transactions		2,367	9,800	9,800	22,170	9,800
Current portion of non-current receivables		—	—	—	—	—
Inventory		62,596	61,985	61,985	62,596	61,985
VAT		4,032	3,679	3,679	4,293	3,679
Other current assets		(3,189)	—	—	—	—
Total current assets		221,194	190,952	190,952	323,221	190,952
Non current assets						
Investments		—	—	—	—	—
Investment property		4,332	4,462	4,462	4,332	4,462
Property, plant and equipment		543,973	554,070	567,400	587,012	567,400
Biological assets		—	—	—	—	—
Living and non-living resources		—	—	—	—	—
Heritage assets		—	—	—	—	—
Intangible assets		148	513	420	148	420
Trade and other receivables from exchange transactions		—	—	—	—	—
Non-current receivables from non-exchange transactions		—	—	—	—	—
Other non-current assets		—	—	—	—	—
Total non current assets		548,453	559,045	572,283	591,491	572,283
TOTAL ASSETS		769,647	749,996	763,234	914,712	763,234
LIABILITIES						
Current liabilities						
Bank overdraft		—	—	—	—	—
Financial liabilities		1,296	1,773	1,773	1,296	1,773
Consumer deposits		61	61	61	61	61
Trade and other payables from exchange transactions		40,158	39,055	39,055	49,382	39,055
Trade and other payables from non-exchange transactions		21,206	8,099	8,099	39,623	8,099
Provision		11,455	15,197	15,197	12,582	15,197
VAT		1,243	1,181	1,181	3,497	1,181
Other current liabilities		—	—	—	—	—
Total current liabilities		75,419	65,367	65,367	106,451	65,367
Non current liabilities						
Financial liabilities		6,555	2,682	2,682	6,555	2,682
Provision		12,851	11,042	11,042	9,906	11,042
Long term portion of trade payables		—	—	—	—	—
Other non-current liabilities		—	—	—	—	—
Total non current liabilities		19,406	13,725	13,725	16,461	13,725
TOTAL LIABILITIES		94,825	79,092	79,092	122,912	79,092
NET ASSETS	2	674,822	670,905	684,143	791,800	684,143
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		626,231	670,905	685,049	683,599	685,049
Reserves and funds		(872)	—	—	(872)	—
Other		—	—	—	—	—
TOTAL COMMUNITY WEALTH/EQUITY	2	625,359	670,905	685,049	682,727	685,049

Financial Performance

The **statement of financial performance** is used to measure performance of the institution and also monitor the cash flow projections in comparison with actual expenditure and revenue for a specific period. This statement summarizes the revenue realised and expenditure incurred by the municipality on both cash and accrual bases.

The table below shows an analysis of Operating and Capital revenue and expenditure against budget. During the month ending 31 December 2023, **the Municipality had an operating surplus of R40.8 million as at end of December 2023. The total operating expenditure actual for the month is R24.4 million is more than the actual total revenue of R65.2 million as it shows a deficit of R40.8 million.**

SUMMARY REVENUE AND EXPENDITURE FOR THE MONTH ENDING 31 DECEMBER 2023
EC154 Port St Johns - Table C1 Consolidated Monthly Budget Statement Summary – 6TH month

Description	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	Full Year Forecast
Total Revenue	272,991	272,991	65,264	173,415	136,383	272,991
Total operating Expenditure	300,406	300,406	24,445	103,232	150,931	300,406
Surplus/(Deficit)	(27,415)	(27,415)	40,818	70,183	(14,549)	(27,415)

The following **revenue streams** were budgeted for in 2023/24 financial year Property rate is R11.9 million and Refuse revenue R1.5million. Actual figures for the 6th month of 2023/24 are as follows: Property rates billing is R51.8 Million and Refuse revenue R95 thousand with Property rates having positive variance at 165% and services charges having negative variance of 11% respectively. Billing has been done in the beginning of the financial year for property rates, hence we have a huge percentage.

We bill Property rates in the first month of the financial period for the whole year, and Refuse charges on a monthly basis.

Government: The debtors are up to date with current debts but the challenge is with the old debt from National public works which engagements are being done by both institutions.

- There were employees that owed the municipality for the month of December 2023 amounting to R63 808.66 and these are included under the household debtor's category

The cumulative total billing for the whole year is R15.8 Million.

*For the 6th month of 2023/24, **billing has been done in the beginning of the financial year for property rates and monthly for Refuse charges. The municipal property rates policy states that the municipality bills in advance its customers in July and the bill is payable in 12 equal instalments. The municipality has to implement the revenue enhancement strategy to improve the revenue base and to ensure long term financial sustainability.***

Interest earned from receivables is sitting at R91 yielding a year to date, resulting from maturity dates that have not been realised in this month and low revenue collection.

The interest from current and non-current assets is however sitting at R196 thousand.

Total transfers and subsidies operational is at R64.1 million in the month of December. The municipality managed to generate other revenue of R104 thousand for the month, this comprises of revenue realized from selling of tender documents, commission fees etc.

The **expenditure incurred** as at 6th month of 2023/24 was as follows: spending on employee related costs at R10.1 million for the month of December with a positive variance of 8% year to date

Depreciation and asset impairment is budgeted at R57.4 million for the year. In the 6th month no depreciation and asset impairment had been processed on the system, manually its amounting to R11,877,086.44 The monthly depreciation calculations will be performed once the asset management module is fully installed and integrated with the financial accounting system. In this regard, the monthly section 71 reports are understated by the depreciation amounts not being charged as the depreciation is supposed to be expensed monthly. Debt impairment provision of R1.4 million and is also based on budgeted figures and this shall be calculated at year end. The finance charges are R11 thousand.

Contracted services are currently under spending sitting at R2 million with a negative variance of 29% resulting from budget alignment to MSCOA requirements that is being addressed and expenditure that is sitting on commitments. Also, implementation of cost containment measures. Transfers and grants were R3.6 million currently with a year-to-date positive variance of 25%.

Other expenditure incurred R7.1 million with a year-to-date negative variance of 42%. This is also affected by the budget alignment to MSCOA requirements and expenditure that is sitting on outstanding commitments. Also, implementation of cost containment measures.

(Below is Schedule C_table:C4 for Statement of Financial Performance)



Choose name from list - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	REF Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		-	-	-	-	-	-	-	-	-
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		1,065	1,500	1,500	96	569	638	(68)	-11%	1,500
Sale of Goods and Rendering of Services		5,031	130	130	5	21	65	(44)	-66%	130
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		1,124	5,030	5,030	91	535	2,515	(1,980)	-79%	5,030
Interest from Current and Non Current Assets		10,586	49,201	49,201	196	6,194	24,600	-	-	49,201
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		146	200	200	10	68	100	(32)	-32%	200
Licence and permits		62	120	120	22	22	60	(38)	-63%	120
Operational Revenue		1,379	1,557	1,557	66	338	779	(441)	-57%	1,557
Non-Exchange Revenue		-	-	-	-	-	-	-	-	-
Property rates		-	11,965	11,965	-	15,873	5,962	9,893	165%	11,965
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		225	100	100	-	-	50	(30)	-	100
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		203,015	200,917	200,917	64,171	145,665	100,458	45,197	-	200,917
Interest		5,974	1,970	1,970	806	3,137	965	2,152	-	1,970
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		2,350	302	302	-	1	151	(150)	-	302
Other Gains		-	-	-	-	-	-	-	-	-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		230,577	272,984	272,984	66,254	173,415	136,263	37,032	27%	272,984
Expenditure By Type										
Employee related costs		95,116	95,990	95,990	10,178	51,577	47,995	3,582	8%	95,990
Remuneration of councillors		13,082	14,101	14,101	1,249	7,390	7,051	340	5%	14,101
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		469	2,946	2,946	58	252	2,278	(2,019)	-	2,946
Debt impairment		93	1,456	1,456	-	-	1,456	(1,456)	-100%	1,456
Depreciation and amortisation		42,187	57,414	57,414	22	22	28,707	(28,685)	-100%	57,414
Interest		2,211	274	274	11	65	137	(73)	-53%	274
Contracted services		12,767	25,739	25,739	2,074	8,867	12,458	(3,591)	-29%	25,739
Transfers and subsidies		11,143	15,130	15,130	3,867	9,427	7,965	1,862	25%	15,130
Irrecoverable debts written off		9,235	4,867	4,867	-	1,685	2,433	(748)	-	4,867
Operational costs		66,114	82,488	82,528	7,187	23,537	40,851	(17,013)	-42%	82,528
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		254,458	309,406	309,406	26,445	103,232	150,931	(47,700)	-32%	309,406
Surplus/(Deficit)		(23,881)	(27,415)	(27,415)	40,818	70,183	(14,549)	84,732	(0%)	(27,415)
Transfers and subsidies - capital (monetary allocations)		57,740	88,258	108,828	18,865	38,835	54,414	(15,579)	(0%)	108,828
Transfers and subsidies - capital (in kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		44,179	60,863	81,413	59,684	109,018	39,965			81,413
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		44,179	60,863	81,413	59,684	109,018	39,965			81,413
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		44,179	60,863	81,413	59,684	109,018	39,965			81,413
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		44,179	60,863	81,413	59,684	109,018	39,965			81,413

Capital Revenue and Expenditure

The table below shows capital expenditure and sources of capital funding, actual performance and year to date figures compared to the budget. The capital expenditure for the 6th month of 2023/24 from grant funding is as follows.

(Below is Schedule C_table:C5 for Capital Revenue and Expenditure)

Choose name from list - Table C5 Monthly Budget Statement - Capital Expenditure /municipal vote, functional classification and funding - M06 December

Vote Description	Ref	RREF:		RREF:						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Single Year expenditure appropriation	2									
Vote 9 - Executive AND Council (20: CAPEX)		-	1,200	1,200	500	570	045	(60)	-11%	1,200
Vote 10 - LED (21: CAPEX)		-	-	-	-	-	-	-	-	-
Vote 11 - Municipal Manager (22: CAPEX)	(40)	150	150	150	-	-	75	(75)	-100%	150
Vote 12 - Corporate Service (23: CAPEX)	180	600	600	600	0	0	300	(300)	-100%	600
Vote 13 - Community Service (24: CAPEX)	104	4,750	4,750	4,750	1	300	2,375	(1,070)	-83%	4,750
Vote 14 - Financial Services (25: CAPEX)	(33)	367	367	367	-	154	183	(20)	-16%	367
Vote 15 - Infrastructure Engineering (28: CAPEX)	518	30,234	30,234	30,234	1,100	3,510	15,117	(11,607)	-77%	30,234
Vote 16 - Executive AND Council (30: CAPEX)	10	750	750	750	-	20	375	(340)	-92%	750
Vote 17 - LED (31: CAPEX)	385	2,000	2,000	2,000	-	-	1,000	(1,000)	-100%	2,000
Vote 18 - Municipal Manager (32: CAPEX)	12	484	484	484	-	-	242	(242)	-100%	484
Vote 19 - Corporate Services (33: CAPEX)	392	1,500	1,500	1,500	-	-	750	(750)	-100%	1,500
Vote 20 - Community Services (34: CAPEX)	203	4,400	4,400	4,400	200	661	2,300	(1,539)	-70%	4,400
Vote 21 - Financial Services (35: CAPEX)	334	50	50	50	-	-	25	(25)	-100%	50
Vote 22 - Infrastructure Engineering (38: CAPEX)		2,800	77,078	98,508	14,777	37,071	49,254	(12,183)	-25%	98,508

Total Capital single year expenditure	4	4,959	124,551	145,081	1,6739	42,401	72,541	(80,140)	-42%	145,081
Total Capital Expenditure		4,959	124,551	145,081	1,6739	42,401	72,541	(80,140)	-42%	145,081
Capital Expenditure - Functional Classification										
Governance and administration		860	6,180	6,180	682	770	2,686	(1,825)	-70%	6,180
Executive and council		(23)	2,674	2,674	502	010	1,337	(721)	-54%	2,674
Finance and administration		873	2,517	2,517	0	155	1,258	(1,104)	-88%	2,517
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		807	10,860	10,860	291	3,491	6,825	(3,334)	-49%	10,860
Community and social services		307	13,050	13,050	201	3,401	6,825	(3,334)	-49%	13,050
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		9,802	106,711	129,241	1,6388	41,852	60,121	(21,269)	-34%	129,241
Planning and development		365	2,000	2,000	-	-	1,000	(1,000)	-100%	2,000
Road transport		3,417	103,711	124,241	1,5388	41,852	60,121	(20,269)	-33%	124,241
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy services		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	4,959	124,551	145,081	1,6739	42,401	72,541	(80,140)	-42%	145,081
Funded by:										
National Government		2,054	73,804	93,828	1,3547	31,087	40,914	(15,827)	-34%	93,828
Provincial Government		587	15,000	15,000	1,874	9,388	7,500	1,888	25%	15,000
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Net) / Prov. Dep'tm		-	-	-	-	-	-	-	-	-
Agencies, Households, Non-profit institutions, Private Enterprises, Public Corporations, Higher Education institutions		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		2,821	88,804	108,828	1,6421	40,474	64,414	(18,940)	-29%	108,828
Borrowing	0	-	-	-	-	-	-	-	-	-
Internally generated funds		2,337	35,748	35,253	1,310	5,730	16,127	(12,488)	-59%	35,253
Total Capital Funding		4,959	124,551	145,081	1,6739	42,401	72,541	(80,140)	-42%	145,081

Debtor's Age Analysis

The municipality had a total consumer debtors balance of R73.800 million, ranging between 0 day to over a year, detailed below by age of total debtor's balance:

Choose name from list - Supporting Table SCS Monthly Budget Statement - aged debtors - M09 December													
Description	NT Code	#B21											
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1 Yr	Total	Total over 90days	Actual Debt Balance - Against Debtors	Impairment - See Debtors L10 Count/Policy
Receivables													
Debtors Age Analysis By Income Source													
Taxes and Other Receivables from Exchange Transactions - Water	1200	--	--	--	--	--	--	--	--	--	--	--	--
Taxes and Other Receivables from Exchange Transactions - Electricity	1300	--	--	--	--	--	--	--	--	--	--	--	--
Receivables from Nonexchange Transactions - Property Rates	1400	2171	50	852	11736	659	671	60289	(17332)	59289	59374	--	--
Receivables from Exchange Transactions - Waste Water Management	1500	--	--	--	--	--	--	--	--	--	--	--	--
Receivables from Exchange Transactions - Waste Management	1600	200	56	104	132	132	101	12185	(34)	13360	13360	--	--
Receivables from Exchange Transactions - Property Rates Debtors	1700	--	--	--	--	--	--	92	--	92	92	--	--
Interest on Asset Debtors Accounts	1800	--	--	--	--	--	--	--	--	--	--	--	--
Receivables unallocated, irregular, balance and residual expenditure	1900	--	--	--	--	--	--	--	--	--	--	--	--
Other	1900	--	--	--	--	--	--	--	--	--	--	--	--
Total By Income Source	2000	2371	96	956	11928	891	882	73129	(17366)	73800	69595	--	--
#B21		0	0	0	0	0	0	0	0	0	0	--	--
Debtors Age Analysis By Customer Group													
Charges of State	2200	388	37	289	1520	288	288	32426	(9498)	28561	28561	--	--
Commercial	2300	550	276	588	1820	188	188	13480	(1425)	15250	14281	--	--
Households	2400	1433	369	365	2513	398	370	27464	(1034)	31880	29711	--	--
Other	2500	--	--	--	--	--	--	--	--	--	--	--	--
Total By Customer Group	2600	2371	682	942	11928	891	882	73129	(17366)	73800	69595	--	--

The total debt with a potential to be irrecoverable amounts to R69.595 million, determined on the basis of being more than 90 days in arrears and this is 94% of the total debtor's balance.

Creditors Age Analysis

The municipality should strive to pay suppliers within 30 days to avoid interest payments. In terms of the MFMA s65(2)(e) all creditors should be paid within 30 days.

Choose name from list - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

C10000 Name from list - Supporting Table SC4 monthly Budget Statement - aged creditors - as at December											
Description	NT Code	#REF!									Prior year totals for chart (same period)
		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	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	762	(636)	(4,018)	(3,678)	817	430	1,434	(383)	(5,672)	-
Auditor General	0800	-	(2,774)	1,828	912	-	34	-	21	21	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	762	(3,610)	(2,190)	(2,766)	817	464	1,434	(361)	(5,660)	-

The correct and complete accounting for creditors will be achieved once the creditor's module of the financial accounting system is fully operational.

Cash flow Statement

The table below highlights the cash flow position of the municipality for the first month of 2023/24. The year to date cash flow statement of the municipality depicts that the municipality has a favourable cash position.

The cash and cash equivalents to date show positive cash outlay of the municipality. This is however as a result of both conditional grants and equitable share paid in July 2023. This situation is however not sustainable if the revenue collection is not improved.

(Below is Schedule C_table:C7 for Cash Flow)

Choose name from list- Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	REF		REF		REF		REF		Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
Thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		4,664	6,047	6,047	362	5,242	-	5,242	#DIV/0!	6,047
Service charges		863	1,011	1,011	76	1,431	-	1,431	#DIV/0!	1,011
Other revenue		9,864	2,107	2,107	82	394	162,253	(161,859)	-100%	2,107
Transfers and Subsidies - Operational		169,171	200,917	200,917	63,440	147,466	-	147,466	#DIV/0!	200,917
Transfers and Subsidies - Capital		39,446	88,298	108,828	557	23,309	-	23,309	#DIV/0!	108,828
Interest		10,436	7,500	7,500	196	6,194	-	6,194	#DIV/0!	7,500
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(92,111)	(221,266)	(221,266)	(19,702)	(49,366)	(110,632)	(61,277)	66%	(221,266)
Interest		-	(274)	(274)	-	-	(137)	(137)	100%	(274)
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
NET CASH FROM (USED) OPERATING ACTIVITIES		142,374	84,342	104,872	45,013	124,698	51,483	(63,216)	-162%	104,872
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	302	302	-	1	-	1	#DIV/0!	302
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(30,613)	(124,551)	(145,081)	(2,351)	(13,055)	-	13,055	#DIV/0!	(145,081)
NET CASH FROM (USED) INVESTING ACTIVITIES		(30,613)	(124,250)	(144,780)	(2,351)	(13,055)	-	13,055	#DIV/0!	(144,780)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayments/borrowing		(284)	-	-	-	(284)	-	284	#DIV/0!	-
NET CASH FROM (USED) FINANCING ACTIVITIES		(284)	-	-	-	(284)	-	284	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		111,477	(39,908)	(39,908)	42,663	121,360	51,483			(39,908)
Cash/cash equivalents at beginning:		41,486	153,456	153,456	(1,513)	112,281	153,456			112,281
Cash/cash equivalents at month end:		152,963	113,548	113,548	41,150	233,641	117,939			113,548