

PORT ST JOHNS MUNICIPALITY BUDGET AND TREASURY OFFICE



MONTHLY BUDGET REPORT FOR THE MONTH ENDED 31 AUGUST 2024

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Chief Financial Officer

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Acknowledged By:

Honourable Mayor

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MONTHLY BUDGET REPORT FOR THE MONTH END OF 31 AUGUST 2024

PURPOSE

To report on the financial performance of the Municipality for the second month ended 31 of August 2024 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 of Section 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

Section (28) states that 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

Section (29) states that 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

Section (30) sub section (1) states that the monthly budget statement of a municipality must be placed on the municipality's website.

1. Budget and Treasury Office 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 serve all other departments, all councillors and all other stakeholders.

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

- Revenue and Investment Management
 - Senior Revenue accountant, Revenue Accountant and one cashier
- Indigent Support
 - Free Basic Service Practitioner and 2 Data captures
- Expenditure and Payroll management
 - Senior Expenditure Accountant (Vacant), Expenditure Accountant, Payroll Officer, Payroll Accountant (Vacant) and 2 Payroll clerks
- Supply chain management.
 - SCM Practitioner, Contracts Management Officer (Vacant) and Two SCM clerks
- Asset Management
 - Asset Accountant; Asset Clerk, Stores Clerk
- Budget and reporting
 - Senior Budget & Reporting Accountant, Budget & Reporting Accountant
- Internship
 - 4 financial management interns (3 females and 1 male)

Oversight and management

- Political oversight
 - Budget & Treasury standing committee members
- Strategic and management
 - CFO, PA to the CFO and two managers

The department identified 8 critical positions that need to be filled for proper functioning of BTO, however due to limited resources only 5 have been prioritized for recruitment in the current financial year.

- Senior Accountant expenditure
- Payroll Accountant
- Contract Management practitioner (Final stage of recruitment)
- Payroll clerk (Filled)
- Stores Clerk (Filled)

2.Section 71: Monthly Budget Statements

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

2.1 Consolidated view of the budget

The Municipality has a total approved budget of 443 million for revenue and expenditure. The year to- date operational spending against the operational budget is at 10%. Capital expenditure is at 25.57%

EC154 Port St Johns - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

Description	Ref	2023/24			Budget Year 2024/25					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity										
Service charges - Water										
Service charges - Waste Water Management										
Service charges - Waste management		1,141	2,937	2,937	100	201	122	78	64%	2,937
Sale of Goods and Rendering of Services		685	732	732	3	7	122	(115)	-94%	732
Agency services		-	1,800	1,800	-	-	300	(300)	-100%	1,800
Interest										
Interest earned from Receivables		1,073	1,950	1,950	48	96	325	(229)	-70%	1,950
Interest from Current and Non Current Assets		17,508	107,100	107,100	930	2,271	17,850	(15,579)	-87%	107,100
Dividends										
Rent on Land										
Rental from Fixed Assets		138	500	500	13	25	83	(58)	-70%	500
Licence and permits		24	250	250	20	23	42	(18)	-44%	250
Operational Revenue		756	116	116	52	106	19	87	449%	116
Non-Exchange Revenue										
Property rates		15,560	15,000	15,000	-	15,230	2,500	12,730	509%	15,000
Surcharges and Taxes										
Fines, penalties and forfeits		255	380	380	-	-	63	(63)	-100%	380
Licence and permits		-	950	950	-	-	158	(158)	-100%	950
Transfers and subsidies - Operational		201,344	236,891	236,891	2,626	86,937	39,482	47,455	120%	236,891
Interest		6,473	5,550	5,550	278	556	925	(369)	-40%	5,550
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets		-	-	-	-	1,059	-	1,059	#DIV/0!	-
Other Gains										
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		244,956	374,156	374,156	4,072	106,511	61,992	44,519	72%	374,156
Expenditure By Type										
Employee related costs		105,103	132,671	132,791	9,479	18,965	22,232	(3,267)	-15%	132,791
Remuneration of councillors		14,240	16,539	16,539	1,101	2,221	2,757	(536)	-19%	16,539
Bulk purchases - electricity										
Inventory consumed		2,620	10,381	10,241	1,032	1,419	330	1,089	330%	10,241
Debt impairment		5,678	147	147	-	-	147	(147)	-100%	147
Depreciation and amortisation		59,206	68,263	68,263	-	-	11,377	(11,377)	-100%	68,263
Interest		3,605	-	-	-	-	-	-		-
Contracted services		48,655	51,937	51,957	4,382	5,483	2,203	3,280	149%	51,957
Transfers and subsidies		14,066	12,000	12,000	-	4,008	2,000	2,008	100%	12,000
Irrecoverable debts written off		-	-	-	333	333	-	333	#DIV/0!	-
Operational costs		68,548	70,549	70,549	4,295	7,284	5,541	1,743	31%	70,549
Losses on Disposal of Assets										
Other Losses										
Total Expenditure		321,722	362,487	362,487	20,622	39,712	46,586	(6,874)	-15%	362,487
Surplus/(Deficit)		(76,766)	11,669	11,669	(16,550)	66,799	15,406	51,393	0	11,669
Transfers and subsidies - capital (monetary allocations)		104,952	69,146	69,146	15,247	15,247	11,524	3,722	0	69,146
Transfers and subsidies - capital (in-kind)										
Surplus/(Deficit) after capital transfers & contributions		28,186	80,815	80,815	(1,303)	82,046	26,930	55,116	0	80,815
Income Tax										
Surplus/(Deficit) after income tax		28,186	80,815	80,815	(1,303)	82,046	26,930	55,116	0	80,815
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		28,186	80,815	80,815	(1,303)	82,046	26,930	55,116	0	80,815
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		28,186	80,815	80,815	(1,303)	82,046	26,930	55,116	0	80,815

2.2 Sources of Revenue

The Municipality generates revenue from the below listed sources inclusive of government grants. Rates are billed annually at the beginning of the financial year and other services monthly. As seen below is the table showing internal revenue sources are performing less than what was expected and are highlighted in red.

Item	Budget 2024/25	Monthly projections	Jul-24	Aug-24	Total actual revenue
Assessment Rates	(15,000,000)	(1,250,000.00)	(2,683,088.30)	(284,951.36)	(2,968,039.66)
Refuse Removal	(2,937,200)	(244,766.67)	(35,509.91)	(39,092.73)	(74,602.64)
Short Term Investments and Call Accounts	(20,000,000)	(1,666,666.67)	(2,160,871.00)	(1,223,035.45)	(3,383,906.45)
Property Rates (interest received from debtors)	(5,550,000)	(462,500.00)	(325,975.21)	(326,339.83)	(652,315.04)
Waste Management	(1,950,000)	(162,500.00)	-	-	-
Court Fines	(300,000)	(25,000.00)	-	(1,100.00)	(1,100.00)
Vehicle Registration	(1,500,000)	(125,000.00)	-	-	-
Drivers license application/duplicate drivers license	(600,000)	(50,000.00)	-	-	-
Leainers license application	(350,000)	(29,166.67)	(60,156.00)	(56,160.72)	(116,316.72)
sale of goods -Assets < Capitalisation Threshold	(316,274)	(316,274.00)	(1,058,650.00)	-	(1,058,650.00)
Drivers license : certificate	(300,000)	(25,000.00)	-	-	-
Bank Accounts	(87,099,575)	(7,258,297.92)	(7,258,297.92)	(7,258,297.92)	(14,516,595.84)
Business license : flee market and hawker stalls	(250,000)	(20,833.33)	(3,798.00)	(4,848.00)	(8,646.00)
Investment property : sub lease payment	(500,000)	(41,666.67)	(14,560.00)	(14,460.00)	(29,020.00)
Sales of Goods and Rendering of Services:					
Cemetery and Burial	(20,000)	(1,666.67)	(3,980.00)	(3,980.00)	(7,960.00)
Fines: Pound Fees	(75,000)	(6,250.00)	-	-	-
Publications: Tender Documents	20,980	1,748.33	-	-	-
Sales of Goods and Rendering of Services:					
Application Fees for Land Usage	(15,000)	(1,250.00)	-	-	-
Fines: Building	(5,000)	(416.67)	-	-	-
Sales of Goods and Rendering of Services:					
Encroachment Fees	(5,000)	(416.67)	-	-	-
Sales of Goods and Rendering of Services:					
Building Plan Approval	(20,980)	(1,748.33)	-	(18,327.52)	(18,327.52)
Sales of Goods and Rendering of Services:					
Advertisements	(120,000)	(10,000.00)	-	-	-
Revenue: Exchange Revenue - Sales of Goods and Rendering of Services - Building Plan Clause Levy	(35,000)	(2,916.67)	-	-	-
Transaction Handling Fees	(100,000)	(8,333.33)	-	-	-
Revenue: Exchange Revenue - Operational Revenue - Insurance Refund	(15,735)	(1,311.25)	-	-	-
Other income- Rent Halls	(220,899)	(18,408.25)	(1,360.00)	(3,224.00)	(4,584.00)
LG Seta	0	-	(126,012.19)	-	(126,012.19)
VAT refund		-	(1,889,523.81)	(2,018,646.86)	(3,908,170.67)
TOTALS	(137,264,683.00)	(11,728,641.42)	(15,621,782.34)	(11,252,464.39)	(26,874,246.73)
		Allocations Projections			
Equitable Share	(203,985,000)	(67,995,000.00)	(84,994,000.00)	-	(84,994,000.00)
Local Government Financial Management Grant	(2,600,000)	(2,600,000.00)	-	(2,600,000.00)	(2,600,000.00)
Expanded Public Works Programme Integrated	(1,676,000)	(419,000.00)	-	(419,000.00)	(419,000.00)
Municipal Infrastructure Grant	(39,862,000)	(9,965,500.00)	(12,000,000.00)	-	(12,000,000.00)
Integrated National Electrification Programme	(31,277,000)	(7,819,250.00)	(9,500,000.00)	-	(9,500,000.00)

Services, rates and taxes

- The services offered by the municipality to its Debtors which represent exchange transactions such as, refuse removal , leased properties building plan fees etc whilst the none exchange transactions are represented by rates, traffic fines and others. The collection on rates for the month of August is **R284 951.36** for all categories and is less than the monthly projections of **R1,2** million and for refuse a collection is less than the monthly projections of **R244** thousands of **R39 092.73**
- The department engaged its debtors in all categories to reduce their historic debt by making monthly payment arrangements. Honouring of arranged payments is a challenge
- The institution received the following grants from the transferring departments in the month of August: Disaster Relief Grant **R5 127 000**, Finance Management Grant (FMG) **R2 600 000**, Expanded Public Works Programme (EPWP) **R419 000** it must be noted that the institution is solely depending on the grants, see the table above which shows over collection and those with under collection are flagged in red.
- VAT refund of **R2 018 646.86** was received in the month of August.
- All debt is being collected internally by revenue section for residential debtors, businesses and government departments.
- The institution did not receive any amount from the department of Provincial Public Works and the department of National Public Works in the month of August.
- The institution has one employee owing municipal rates which is not allowed in terms of Schedule 2 (10) of the code of conduct of municipal staff members and the amount owed increased to **R112 546.52** after billing of rates. An arrangement letter to be served to the employee.

- The institution collected an amount of **R1,100.00** on traffic fines for August 2024 and it is advisable that the end user department must have a plan on how to improve on the collection as it was noted in the previous FY that collection was unsatisfactory.
- Learner's licences and vehicle registration collected an amount of **R56 960.72 and R0.00** for vehicle registration.
- The institution received an amount of **R1 223 035.45** from interest on investments accounts.
- All other revenue collection items are detailed in the table above.

2.3 Grants Performance

The municipality's capital expenditure is grant funded. The municipality is expected to have spent 16% of the conditional grant allocation by end of August which is M02 and has spent more than 16 % sitting at 18%.

GRANTS SUMMARY FOR 2024/2025				
DESCRIPTION	ANNUAL BUDGET 2024/2025	AMOUNT RECEIVED TO DATE	EXPENDITURE TO DATE	EXPENDITURE
Equitable Share	R203 985 000.00	R84 994,000.00	R32 342 568.98	15.85%
EPWP	R 1,676,000.00	419 000.00	R492 566.19	29.40%
MIG	39,862,000.00	R 12 000,000.00	R6 172 385.55	15.48%
INEP	R 31,277,000.00	R9,500,000.00	9 437 017.31	30.17%
FMG	R 2,600,000.00	2 600 000.00	R84 502.97	3.3%
DSRAC	R 1,003,000.00	-	R97 783.26	9.75%
Small Town Revitalisation	R0.00	-	-	-

DISASTER RELIEF	R25,634,000.00	5 127 000.00	2 011 299.97	7.85
Total Grants	R306, 037,000.00	R 114 640 000.00	R50 638 124.23	16.55%

2.4 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.

The total spending for capital expenditure for the month of August amounts to R18.5m which is funded by internal generated funds and conditional grants. Up to date capital expenditure amounts to R38.7million. See table below.

Expenditure (municipal vote, functional classification and funding) - M02 August										
Vote Description	Ref	2023/24	Budget Year 2024/25	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget							
R thousands	1									
Multi-Year expenditure appropriation	2									
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-		-
Single Year expenditure appropriation	2									
Vote 9 - Executive AND Council (20: CAPEX)		0	-	-	-	30	-	30	#DIV/0!	-
Vote 10 - LED (21: CAPEX)		-	1,100	1,100	-	-	183	(183)	-100%	1,100
Vote 11 - Municipal Manager (22: CAPEX)		-	-	-	-	30	-	30	#DIV/0!	-
Vote 12 - Corporate Service (23: CAPEX)		-	33,484	33,484	1,749	1,757	5,581	(3,824)	-69%	33,484
Vote 13 - Community Service (24: CAPEX)		236	-	-	-	424	-	424	#DIV/0!	-
Vote 14 - Community Services (24: CAPEX)		-	-	-	-	-	-	-		-
Vote 15 - Financial Services (26: CAPEX)		(1)	300	300	35	35	50	(15)	-30%	300
Vote 16 - Infrastructural Engineering (28: CAPEX)		-	37,677	37,677	9,437	9,437	6,280	3,158	50%	37,677
Vote 17 - Executive AND Council (30: CAPEX)		-	5,000	5,000	-	-	833	(833)	-100%	5,000
Vote 18 - LED (31: CAPEX)		-	1,800	1,800	-	-	300	(300)	-100%	1,800
Vote 19 - Municipal Manager (32: CAPEX)		-	-	-	-	-	-	-		-
Vote 20 - Corporate Services (33: CAPEX)		-	-	-	-	-	-	-		-
Vote 21 - Community Services (34: CAPEX)		448	3,050	3,050	56	56	508	(453)	-89%	3,050
Vote 22 - Financial Services (36: CAPEX)		-	2,000	2,000	-	-	333	(333)	-100%	2,000
Vote 23 - Infrastructural Engineering (38: CAPEX)		51,820	67,119	67,119	7,302	26,984	11,186	15,797	141%	67,119
Total Capital single-year expenditure	4	52,503	151,530	151,530	18,579	38,752	25,255	13,497	53%	151,530
Total Capital Expenditure		52,503	151,530	151,530	18,579	38,752	25,255	13,497	53%	151,530
Capital Expenditure - Functional Classification										
Governance and administration		(1)	14,950	14,950	35	103	2,492	(2,389)	-96%	14,950
Executive and council		-	100	100	-	60	17	43	258%	100
Finance and administration		(1)	14,850	14,850	35	43	2,475	(2,432)	-98%	14,850
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		6,000	-	-	-	424	-	424	#DIV/0!	-
Community and social services		6,000	-	-	-	424	-	424	#DIV/0!	-
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
Economic and environmental services		46,504	133,530	133,530	18,488	38,170	22,255	15,915	72%	133,530
Planning and development		-	2,900	2,900	-	-	483	(483)	-100%	2,900
Road transport		46,504	130,630	130,630	18,488	38,170	21,772	16,398	75%	130,630
Environmental protection		-	-	-	-	-	-	-		-
Trading services		-	3,050	3,050	56	56	508	(453)	-89%	3,050
Energy sources		-	-	-	-	-	-	-		-
Water management		-	-	-	-	-	-	-		-
Waste water management		-	-	-	-	-	-	-		-
Waste management		-	3,050	3,050	56	56	508	(453)	-89%	3,050
Other		-	-	-	-	-	-	-		-
Total Capital Expenditure - Functional Classification	3	52,503	151,530	151,530	18,579	38,752	25,255	13,497	53%	151,530
Funded by:										
National Government		35,223	94,780	94,780	16,426	16,426	15,797	630	4%	94,780
Provincial Government		16,038	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-		-
Transfers recognised - capital		51,262	94,780	94,780	16,426	16,426	15,797	630	4%	94,780
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		1,242	56,750	56,750	2,152	22,326	9,458	12,867	136%	56,750
Total Capital Funding		52,503	151,530	151,530	18,579	38,752	25,255	13,497	53%	151,530

2.5. Operational Expenditure

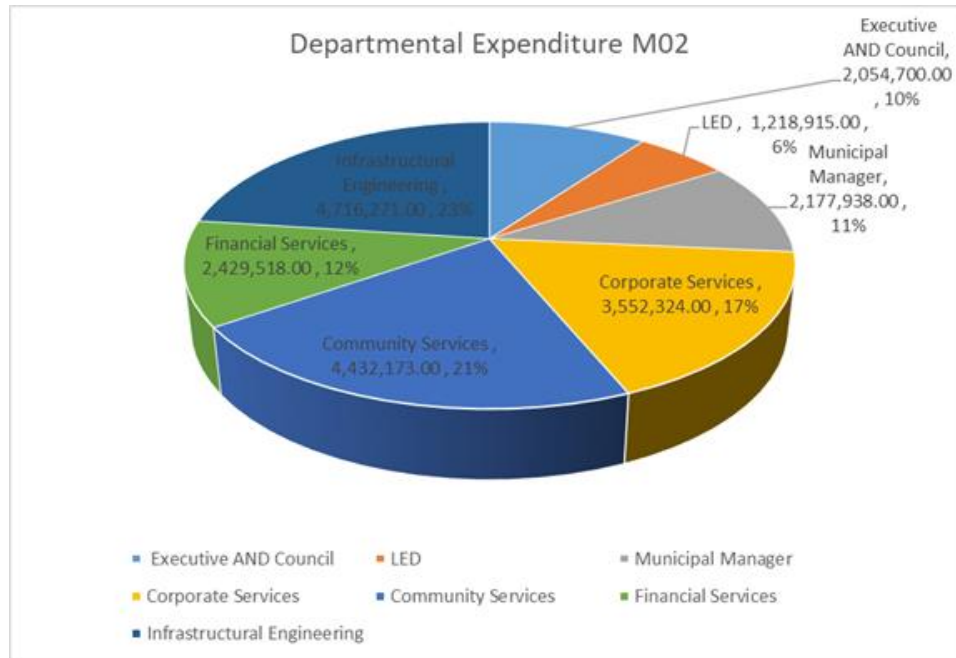
Employee costs and general expenditure are the highest in terms of spending. Creditors were paid within the specified time in terms of Section 65. All third-party payments were paid on the last day of the month August 2024.

Expenditure per category	Budget 2024/25 R	Monthly Budget	Actual Exp July	Actual Exp Aug	Variance Explanation
Employee Related Costs	R132 671 111,00	R11 055 925.91	R9 485 893.00	R9 479 443.00	There is a slight decrease compared to previous month this may be is due retirement of an employee and new employments
Councillor & Ward Committee Allowances	R22 539 238.00	R1 878 269.83	R1 609 587.00	R1 593 543.00	In the current month, there was a resignation, and an additional member of ward committee was noted.
General Expenses	R122 055 223.00	R10 171 268.00	R4 090 294.00	R9 008 976.00	High expenditure is due to release of accruals raised at year end.
Fuel and Oil	8,164,999.00	680,417.00	600,000.00	600,000.00	There is no variance, but the amount used for fuel still is too high
Consultants	7,669,999	983,698	917,820.37	585,555.93	In the previous month the institution paid an annual fee for the financial system with the monthly support. This month has decreased as we paid consultants' for compilation and review of AFS.
Repairs and Maintenance	12,392,932	1,032,744,40	608,349.76	2,789,132.23	The institution has an old fleet which requires maintenance regularly for both vehicles and

					plant and also huge volume of invoices submitted for road maintenance.
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Expenditure by Vote

Most of the expenditure for the month of August comes from Infrastructural engineering at 23% followed by community services at 21%.



2.6. Section 66 Employee related costs

The total expenditure to date for employee related costs including councillors is R10.6. million. The overtime amount is quite high as it above R500 000, see the table below and needs close monitoring. This makes up 55% of the total operational expenditure.

MFMA Section 66 Monthly Report
EXPENDITURE ON STAFF BENEFITS for the PERIOD JULY 2024- JUNE 2025

TYPE OF EXPENDITURE	ACTUAL	ACTUAL	YTD ACTUAL
	Jul-24	Aug-24	TOTAL
Basic Salaries & Wages	5,867,731.05	5,746,827.28	11,614,562.33
Pension and UIF Contributions	926,714.02	944,692.52	1,871,410.54
Medical Aid Contributions	486,912.76	515,521.36	1,004,346.69
Other CC	77,641.98	78,300.78	155,942.76
Overtime	720,562.38	539,615.99	1,260,178.37
Bonus	254,865.25	357,252.65	612,204.14
Car Allowance	351,779.98	344,279.98	696,761.40
Housing Allowance	2,132.82	2,132.82	4,345.64
Other benefits and allowances	359,617.73	459,282.63	865,716.10
Leave payment	-	62,823.45	62,948.83
Long Service Awards	30,772.54	47,321.49	78,105.98
TOTAL	9,078,730.51	9,098,050.95	18,226,522.78

2.7 Creditors Age Analysis

The Municipality is able to pay its creditors when they become due and strives to pay all creditors within the 30 days.

EC154 Port St Johns - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

Description	NT Code	Budget Year 2024/25								Total	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			
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	(6,946)	5,437	(2,282)	(4,585)	3,093	2,037	128	3,731	613	-	
Auditor General	0800	34	-	(12)	-	12	-	(34)	21	21	-	
Other	0900	-	-	-	-	-	-	-	-	-	-	-
Medical Aid deductions												
Total By Customer Type	1000	(6,912)	5,437	(2,294)	(4,585)	3,105	2,037	94	3,752	634	-	

2.8 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 an overall of 0.38%.

August-2024

Description	Annual Budget	Billing	July Collection	August Collection	% Collection
Assessment rates	15,000,000.00	1 250 000	2 683 088	284 951	23%
Refuse Removal	2, 937,200.00	244 767	35 510	39 093	16%

2.9 Debtors Age Analysis

The municipality had a total consumer debtors balance of R84 241 429.00 ranging between 0 day to over a year, detailed below by age of total debtor's balance:

EC154 Port St Johns - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August

Description	NT Code	Budget Year 2024/25										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		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			
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	14,290	484	589	723	714	713	57,285	(2,150)	72,650	57,287	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	162	159	156	170	159	158	10,466	-	11,430	10,952	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	162	-	162	162	-	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	-	-	-	-	-	-	-	-	-	-	-	-	
Total By Income Source	2000	14,453	643	745	893	874	871	67,913	(2,150)	84,241	68,400	-	-	
2023/24 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	7,525	156	213	353	353	352	26,386	(1,839)	33,498	25,605	-	-	
Commercial	2300	2,957	170	158	160	150	149	11,817	(252)	15,310	12,025	-	-	
Households	2400	3,970	317	375	379	371	369	29,709	(58)	35,433	30,771	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	14,453	643	745	893	874	871	67,913	(2,150)	84,241	68,400	-	-	

The total debt that can be deemed as irrecoverable amounts to R68 400 146.00.00 for the month of August 2024 determined based on being more than 90 days in arrears and this is 81.20% of the total debtor's balance.

2.8 Revenue enhancement

There is an incentive policy in place and customers are contacted and encouraged to settle their outstanding debts by offering them discounts. The municipality continue to engage with other government departments until all outstanding amounts are settled. For households the target is 10% collection on the outstanding debt each month and 30% for Businesses.

Top 10 Debtors

ACCOUNT	C/CODE	CURRENT	30 Days	60 Days	90 Days	120+ Days	Movement	Total	ACCOUNT NAME
10000980	HOUSEHOLD	185,020.00	0.00	0.00	0.00	3,390,650.19	+13,873.58	3,575,670.19	DOROTHY LILLY MORRIS
30000364	GOVERNMENT-PROVINCIAL	73,578.56	0.00	0.00	0.00	767,568.39	+4,074.11	841,146.95	Mdlankala JSS
10000873	FARMS	3,001.25	1,715.00	1,715.00	1,715.00	660,498.68	+2,444.38	668,644.93	JM SIGCAU
20001241	GOVERNMENT-NATIONAL	0.00	0.00	0.00	0.00	658,052.05	+3,135.61	658,052.05	NATIONAL P. WORKS
10002094	GOVERNMENT-PROVINCIAL	159,640.00	0.00	0.00	0.00	476,325.85	+3,192.80	635,965.85	Government of Transkei
10000019	BUSINESS	23,180.00	0.00	0.00	0.00	526,983.97	+3,258.89	550,163.97	QUMA FUNERAL SERVICES CC
10000843	GOVERNMENT-NATIONAL	12,650.00	0.00	0.00	0.00	507,251.68	+1,877.43	519,901.68	NATIONAL PUBLIC WORKS
10001060	BUSINESS	6,716.70	3,358.33	3,358.33	3,358.33	458,346.78	+810.09	475,138.47	LADHOW TRUST
30000385	GOVERNMENT-PROVINCIAL	138,517.50	0.00	0.00	0.00	367,547.81	+1,734.15	506,065.31	Lutshaya SSS
30000419	GOVERNMENT-PROVINCIAL	139,305.00	0.00	0.00	0.00	343,762.91	+1,160.88	483,067.91	Kwamsikwa JSS

From a meeting with government departments and COGTA, it was resolved that we should have a session with the Department of Agriculture, Land Reform and Rural Development, National and Provincial Public

Works to resolve the issue of ownership for the above-mentioned properties. The session will be on the 03-04 October 2024.

Valuation Roll

Port St Johns Municipality has started a process of compiling the general valuation roll for a period of 5 years, the valuation process has started and is done by Gov- pro and the date of implementation will be the 1st of July 2025.

The valuer conducted inspections on the properties for both business and commercial properties within the CBD and have been completed with the report submitted to the BTO office.

2.11 Cash and cash equivalents

As at the end of July 2024, the Municipality had the below bank accounts and balances with FNB and Standard Bank. The balances are inclusive of interest from call accounts. As at the end of July 2024 the municipality has a total of eight bank accounts including the main account.

Account Type	Bank	Account type	Acc Name	Balance	Recons
63007016735	FNB	Main Account	Port St Johns	5,841,971.28	31/08/2024
63008238081	FNB	Disaster Call Account	Port St Johns	30,709,523.66	31/08/2024
63008239261	FNB	Operational Account	Port St Johns	52,243,813.17	31/08/2024
63008236407	FNB	INEP Call Account	Port St Johns	9,680,216.91	31/08/2024

63008237778	FNB	MIG Call account	Port St Johns	11,161,686.96	31/08/2024
63008239790	FNB	Call Account	Port St Johns	6,517,668.88	31/08/2024
76205998069	FNB	Investment Account	Port St Johns	41,127,005.76	31/08/2024
388649569	Standard Bank	Investment Account	Port St Johns	60,000,000.00	31/08/2024

Total **217,281,886.62**

2.12. Asset Management

In compliance with the requirements of **MFMA section 63**, the municipality has a complete and GRAP compliant asset register that is reviewed, verified and balances checked for accuracy regularly. The asset register is continuously updated with newly acquired assets (additions), revaluations, impairments, reviewed useful lives and depreciation charges. The **Fixed Asset Register (FAR)** has a total carrying value of **R 618,839,640.00**. **Additions comprises of new assets purchased during the month and this includes work in progress for construction of roads and bridges.**

FAR SUMMARY AS AT 31 AUGUST 2024					
Category	Opening Bal	Additions	Disposal /Transfers	Accumulated Depreciation	Carrying Value
Buildings		-	-	6,494,340	

	20,290,546				13,796,207
Community assets	56,296,041	-	-	17,164,374	39,131,667
Furniture and fixtures	3,105,021	30,641		2,328,505	807,157
IT equipment	5,089,280			2,895,216	2,194,064
Infrastructure	737,227,890		-	413,741,650	323,486,240
Infrastructure - WIP	144,476,284	4,023,174		-	-
Land	73,876,552	-	-	-	73,876,552
Plant and machinery	50,543,995	31,000		39,500,331	11,074,664
Heritage Assets ²	123,700	-	-	-	123,700

Transport assets	10,309,207			4,459,276	5,849,931
	1,105,423,332	4,084,815	-	486,583,692	618,839,640

Insurance

- All the Municipal assets are insured with Mpumelelo Financial Services.
- There are currently two insurance claims outstanding.

3 Fleet Management

Fuel Usage

Fuel usage the month of August is R568 917,67. Below is the usage per vehicle.

MUNICIPAL FLEET					
Reg.No	Description	Department	Condition	Fuel Usage	Licence Date
1. HZD 635 EC	FORD RANGER –PICK UP BAKKIE	Office of the Hon.Mayor	Fair and working	R5 716,61	30/09/2024

2. HZD 643 EC	FORD RANGER	LED	Fair and Working	R7 790,88	30/09/2024
3. HZR 849 EC	FORD RANGER-PICK UP BAKKIE	Community Services-Traffic	Fair and working	R7 032,59	30/09/2024
5. HZD 612 EC	FORD RANGER PICK UP BAKKIE	Engineering	Poor condition and working	R14 747,90	30/09/2024
6. HYV 596 EC	FORD FOCUS	Community Services-Traffic	Fair and working	R5 497,20	31/07/2025
7. HYV 611 EC	FORD-PICK UP BAKKIE	Engineering	Working/ bad condition	R4 616,67	31/07/2025
8. HYV 589 EC	FORD PICK UP BAKKIE	Engineering	Working/ Bad condition	R4 985,29	31/07/2025
10. HVW 550 EC	DUMPER	Engineering	Bad condition		31/07/2025
11. HVW 548 EC	MOTOR GRADER	Engineering	Working/Bad condition	N/A	31/07/2025
12. HVW 543 EC	MOTOR GRADER	Engineering	Working/Not in good condition		31/07/2025
13. HVW 538 EC	DUMPER	Engineering	In repairs/ Bad condition	N/A	31/07/2025

14. HHX 632 EC	MAN LOWBED HORSE - TRAILER	Engineering	In repairs Port Shepstone	R34 477,49	31/10/20 24
16. HYV 585 EC	FORD RANGER PICK UP BAKKIE	Engineering	Not working involved in an accident		31/07/20 25
17. HXB 207 EC	DUMPER	Engineering	Working / Bad condition		31/07/20 25
18. H MV 162 EC	TRACTOR	Community Services	Working/ good condition	R1 159,41	31/07/20 25
19. JJT 277 EC	FORD RANGER-PICK UP BAKKIE	Engineering	Poor condition and working	R8 589,20	31/07/20 25
20.JPL 577 EC	AUDI Q5	Mayor's Office	Not working /Machanical	N/A	
22. JNP 025 EC	TOYOTA COROLLA	BTO	Working/good condition	R5 266,97	31/03/20 25
23. JST 502 EC	ISUZU TANKER TRUCK	Community Services	Repairs/ Port Shepstone	R18 328,88	29/02/20 25

25. JCM 074 EC	FORD RANGER PICK UP BAKKIE	Communications	Working /Bad condition		31/03/20 25
26. JKJ 334 EC	ISUZU TIPPER TRUCK	Engineering	Working/ Fair	N/A	31/07/20 25
27. JKB 923 EC	ISUZU TIPPER Truck	Engineering	Working/ Fair	R18 518,00	31/07/20 25
28. JKB 929 EC	ISUZU TIPPER TRUCK	Engineering	Working/ Fair	N/A	31/07/20 25
29. JKB 935 EC	ISUZU TIPPER TRUCK	Engineering	Working/ Fair	R11 373,65	31/07/20 25
30. FGS 730 EC	TOYOTA HILLUX	Community Service	Working/ bad condition	R3 425,00	30/09/20 24
33. FGS 729 EC	TOYOTA HILLUX-Pick UP BAKKIE	Community Services	Working/ Bad condition	R10 068,97	30/09/20 24
35. FMG 382 EC	MAN REFUSE TRUCK	Community Services	Working/ Bad condition	N/A	31/10/20 24
37. FMG 375EC	Crane TRUCK	Engineering	Working/ Bad condition		31/07/20 25
38. HYX 054 EC	MOTOR GRADER	Engineering	Working/ Bad condition		31/07/20 25

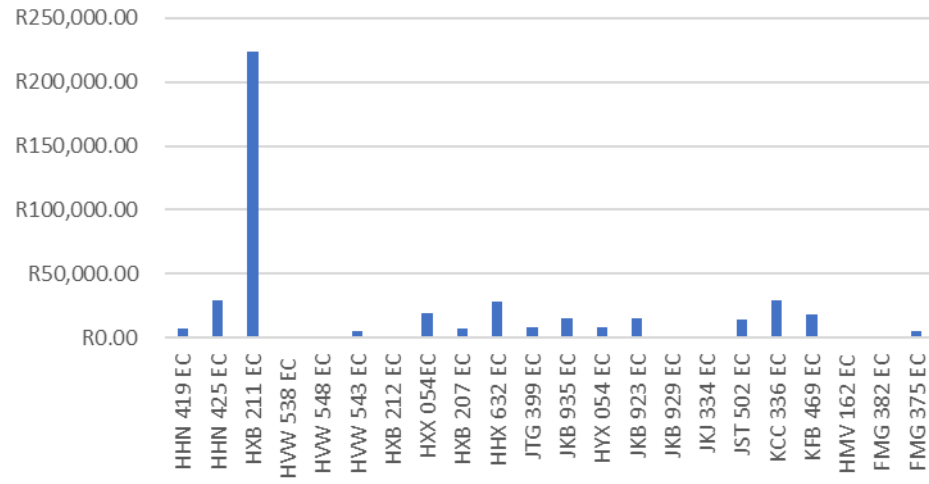
39. HHN 425 EC	MAN TANKER	Engineering	Working/ Bad condition		31/10/2024
40 .HHN 419 EC	Water cart	Engineering	Repairs Port Shepstone	R18 222,57	31/07/2025
43. HXX 054 EC	ISUZU REFUSE TRUCK	Community Services	Working/ Fair	R16 286,17	29/02/2025
44. JTG 399 EC	TLB	Engineering	Working/ Good condition	R2 667,63	31/03/2025
45. KDH 312 EC	TOYOTA HILLUX PICK UP BAKKIE	Community Services	Working/New	R10 894,97	29/02/2025
46.HYC 823 EC	ROLLER	Engineering	Working/ Bad condition	N/A	31/07/2024
47.EXCAVATOR	CAT 323D	Engineering	Working/ bad condition	N/A	N/A
48.EXCAVATOR	CAT320D	Engineering	Working/Bad condition	N/A	N/A
49. FMN 461 EC	BELL TLB	Engineering	Working/Bad condition	NA	31/07/2025
50.FMN 460 EC	SINGLE DRUM ROLLER	Engineering	Working/ Bad condition	NA	31/07/2025
51.HXB 211 EC	DIESEL BOWSER	Engineering	Working/ Bad condition	R315 819,67	31/03/2025

52. HXB 212 EC	CAT TLB	Engineering	Working/ Bad condition	NA	31/07/2025
53. KCC 336 EC	CAT GRADER	Engineering	Working/Good Condition		30/11/2024
54. KFB 469 EC	UD TRUCKS	Community Services	Working /Good Condition	R24 281,99	31/05/2024
56. HXB 207 EC	DUMPER	Engineering	Working/Bad condition		31/07/2025
57. JVH 921 EC	GRANT CORE TRAILER	Engineering	Repairs Port Shepstone	N/A	31/08/2025
58. HXB 204 EC	ROLLER	Engineering	Working/ Bad condition	N/A	31/07/2025
59. HZN 027 EC	BULLDOZER	Engineering	Working/ Bad condition	N/A	30/09/2024
61. KFP 001 EC	Toyota Hilux S/C Bakkie	Community Services	Working, in good condition	R6 782,01	30/06/2025
62.KGM 515 EC	AUDI Q5	Office of the Hon.Mayor	Working/in good condition	R10 459,87	30/09/2024
63. KGS 183 EC	TOYOTA FORTUNER	Office of the Hon.Speaker	Working /in good condition	R14 780,18	31/10/2024
64.KKD 079 EC	VW POLO	Community Services	NEW	R6 197,57	31/05/2025

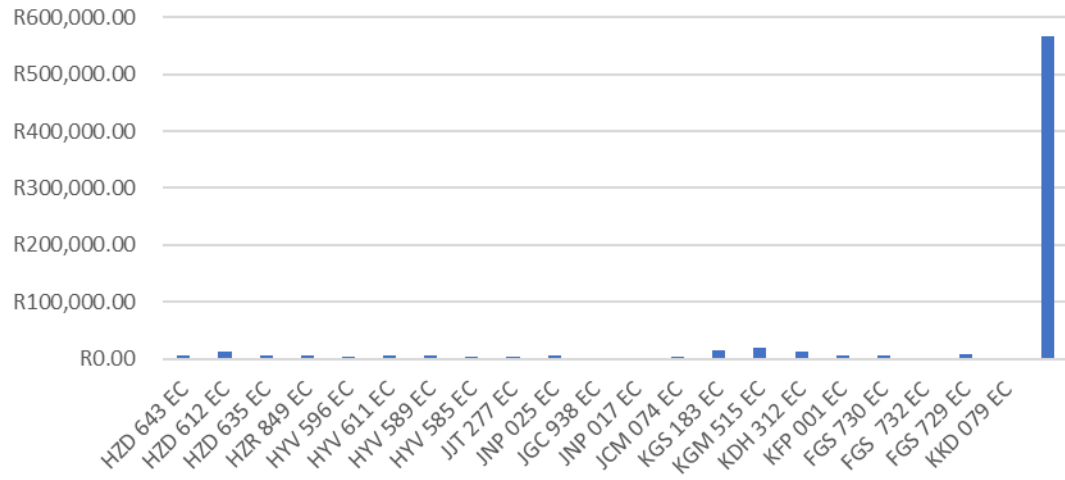
TOTAL				R587 987,34	
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Fuel Usage

PLANT



VEHICLES



Cost of repairs and maintenance on plant and vehicles to date

Item	Repairs and maintenance
Motor vehicles	81,382.91
Repairs of plant	3,265,164.29
Repairs of streetlight	
TOTAL	3,346,547.20

Vehicle Tracking

7. HVW550EC	Dumper	Tracking Unit to be fixed
8. CAT0320DVKGF04295	Excavator	Tracking Unit to be fixed
9. CAT0320DVKGF04295	Excavator	Tracking unit to be fixed
10. HZN027EC	Grader	Tracking unit to be fixed
11. JKJ334EC	Tipper Truck	Tracking Unit to be fixed
12. JKB935EC-	Tipper Truck	Tracking Unit to be fixed
13. HXB207EC	Dumper	Tracking Unit to be fixed
14. KDL958EC	Diesel bowser	Tracking unit to be fixed
15. KKD 079 EC	VW POLO	Requested new installation

16 . JKB929EC	Tipper Truck	Tracking Unit to be fixed
17.HYV 585 EC	Ford Ranger	Tracking Unit De-installed

The faulty tracking units have been reported to Ctrack. The technicians from CTRACK will be on site on the 11th and 12th of September to fix the tracking units.

4 Indigent Registration and Indigent Support

4.1 Indigent Registration

The total number of indigents for the previous month was 16 908 there were 20 new registrations from ward 10, 11 and 16 leading to a total number of 16 928 to our register, see the table below:

Ward	O/B of indigents	Additions	Total No. of Indigents
Ward 01	1068	00	1068
Ward 02	771	00	771
Ward 03	1051	00	1051
Ward 04	1092	00	1092
Ward 05	699	00	699
Ward 06	622	00	622

Ward 07	1155	00	1155
Ward 08	1070	00	1070
Ward 09	690	00	690
Ward 10	893	05	898
Ward 11	546	05	551
Ward 12	770	00	770
Ward 13	748	00	748
Ward 14	590	00	590
Ward 15	486	00	486
Ward 16	977	10	987
Ward 17	1042	00	1042
Ward 18	1013	00	1013
Ward 19	907	00	907
Ward 20	718	00	718
Total	16 908	20	16 928

4.2 Indigent Support

The municipality offers the following services to our indigents: Free basic electricity, alternative energy and refuse removal. The total number supplied with FBE for the month of August was 3370 as per the schedule received from Eskom, no alternative energy was supplied and refuse collection was rendered in Ward 6 for the month of August 2024. See the table below:

Ward s	No. of people receiving FBE	No. of people receiving Alternative Energy	No. of people receiving refuse removal	Total
Ward 1	200	-	-	200
Ward 2	164	-	-	164
Ward 3	257	-	-	257
Ward 4	151	-	-	151
Ward 5	164	-	-	164
Ward 6	118	-	444	562
Ward 7	268	-	-	268
Ward 8	155	-	-	155
Ward 9	191	-	-	191
Ward 10	113	-	-	113
Ward 11	124	-	-	124
Ward 12	146	-	-	146
Ward 13	115	-	-	115

Ward 14	125	-	-	125
Ward 15	121	-	-	121
Ward 16	210	-	-	210
Ward 17	131	-	-	131
Ward 18	188	-	-	188
Ward 19	199	-	-	199
Ward 20	230	-	-	230
Total	3 370	00	444	3814

Issues for Management attention

#	Challenges	Recommendation	Progress
1.	Connectivity for accessing the financial system is still an issue leading to delays with processing	Service to improve network coverage.	None
<u>2.</u>	The following Critical positions are still vacant:	1. Facilitate recruitment of prioritised posts:	Interviews were conducted for Contract

	<ul style="list-style-type: none"> 1. Senior Expenditure Accountant 2. Payroll Accountant 3. Contract Management Officer 4. Fleet Inspector 	<p>Senior Expenditure accountant,</p> <p>Payroll Accountant, Contract management, and Fleet inspectors.</p>	<p>management Officer.</p> <p>Storeman post has been filled.</p>
<u>3.</u>	The Municipality is not reachable by phone	Corporate services to assist by sorting out the telephone issues	None
<u>4.</u>	The Municipality Website not functional leading to non-compliance within the institution as we are not able to upload documents	The website must be fixed	The Website is partially addressing the challenge.
<u>5.</u>	Submission of Requisitions without specification	Detailed specifications must be submitted with the order failure will result in the rejection of the requisition	Still a challenge
<u>6.</u>	Non availability of users to sign-off invoices for services rendered and insufficient documents submitted for payment	Users to avail themselves	Still a challenge
<u>7.</u>	Late submission of invoices to BTO	Invoices centralised to expenditure section Consequence	Still a challenge

		management to be implemented	
	In adequate security over municipal assets resulting in theft	Fitting of cameras Private security fencing	

6. 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

FCM St. John's - Table C1 Monthly Budget Statement Summary - M02 August

Description	2024				Budget Year 2024					
	Actual Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	Year D budget	YTD variance	YTD variance %	Full Year Forecast	
Financial Performance										
Property rates	15,580	15,000	15,000	-	15,200	2,500	12,700	50%	15,000	
Service charges	1,141	2,937	2,937	100	201	122	78	64%	2,937	
Investment revenue	17,508	107,100	107,100	500	17,850	17,850	(15,519)	-8%	107,100	
Taxes and subsidies - Operational	201,344	208,891	208,891	2,826	86,387	39,482	47,455	0	208,891	
Other non-revenue	9,402	12,228	12,228	415	1,872	2,038	(188)	-8%	-	
Total Revenue (excluding capital transfers and contributions)	244,936	374,156	374,156	4,072	106,351	61,992	44,519	72%	374,156	
Employee costs	105,103	152,871	152,791	9,479	18,985	22,232	(3,253)	-15%	152,791	
Remuneration of Councilors	14,240	18,539	18,539	1,101	2,321	2,739	(836)	-30%	18,539	
Depreciation and amortisation	50,206	68,283	68,283	-	11,317	11,317	(11,317)	-100%	68,283	
Interest	3,626	-	-	-	-	-	-	-	-	
Inventory consumed and bulk purchases	2,620	10,381	10,241	1,032	1,419	330	1,089	330%	10,241	
Taxes and subsidies	14,086	12,000	12,000	-	4,008	2,000	2,008	100%	12,000	
Other expenditure	122,881	122,833	122,853	9,009	15,009	7,850	5,209	66%	122,853	
Total Expenditure	321,732	392,487	392,487	20,822	56,772	48,836	(8,214)	-15%	392,487	
Surplus (Deficit)	(76,796)	(11,669)	(11,669)	(16,550)	(46,799)	(15,466)	(11,293)	(33%)	(11,669)	
Taxes and subsidies - capital (m-land)	104,952	69,146	69,146	15,247	15,247	11,524	3,722	24%	69,146	
Taxes and subsidies - capital (n-land)	-	-	-	-	-	-	-	-	-	
Surplus (Deficit) after capital transfers & contributions	(76,796)	(11,669)	(11,669)	(16,550)	(46,799)	(15,466)	(11,293)	(33%)	(11,669)	
Share of surplus (deficit) of associate	-	-	-	-	-	-	-	-	-	
Surplus (Deficit) for the year	(76,796)	(11,669)	(11,669)	(16,550)	(46,799)	(15,466)	(11,293)	(33%)	(11,669)	
Capital expenditure & funds source										
Capital expenditure	-	-	-	-	-	-	-	-	-	
Capital transfer recognised	-	-	-	-	-	-	-	-	-	
Borrowing	-	-	-	-	-	-	-	-	-	
Internally generated funds	-	-	-	-	-	-	-	-	-	
Total sources of capital funds	-	-	-	-	-	-	-	-	-	
Financial position										
Total current assets	204,675	194,754	194,754	-	201,402	-	-	-	194,754	
Total non-current assets	644,002	575,175	575,175	-	652,431	-	-	-	575,175	
Total current liabilities	111,326	85,367	85,367	-	104,552	-	-	-	85,367	
Total non-current liabilities	14,342	13,728	13,728	-	18,387	-	-	-	13,728	
Community wealth/Equity	684,113	680,837	680,837	-	712,301	-	-	-	680,837	
Cash flow										
Net cash from (used) operating	173,132	65,315	(49,229)	(15,445)	8,079	(37,443)	(115,522)	(30%)	(49,229)	
Net cash from (used) investing	(86,022)	(151,214)	-	2,232	2,303	-	2,138	(60%)	-	
Net cash from (used) financing	(294)	-	-	-	(284)	-	284	(60%)	-	
Cash/cash equivalents at the month/year end	126,816	(85,904)	(49,229)	(17,617)	78,622	(37,443)	(113,666)	(32%)	(49,229)	
Debtors & creditors analysis										
Debtors Age Analysis										
Total By Income Source	14,450	643	745	603	874	871	67,913	(2,158)	84,241	
Creditors Age Analysis										
Total Creditors	(6,972)	5,437	2,294	(8,589)	3,105	2,031	94	3,752	634	

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

EC154 Port St Johns - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M02 August

Description	Ref	2023/24		Budget Year 2024/25						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Thousands										
Revenue - Functional										
Governance and administration		173,946	336,837	336,837	1,385	76,240	56,140	20,100	36%	336,837
Executive and council		86,007	-	-	-	37,775	-	37,775	#0M/0	-
Finance and administration		67,939	336,837	336,837	1,385	38,465	56,140	(17,675)	-31%	336,837
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		22,326	-	-	3	9,451	-	9,451	#0M/0	-
Community and social services		22,326	-	-	3	9,451	-	9,451	#0M/0	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		152,495	103,432	103,432	17,830	36,867	17,239	19,628	108%	103,432
Planning and development		21,502	951	951	-	9,444	158	9,285	8658%	951
Road transport		130,993	102,481	102,481	17,830	26,423	17,080	9,343	55%	102,481
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		1,141	3,032	3,032	100	201	138	62	45%	3,032
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		1,141	3,032	3,032	100	201	138	62	45%	3,032
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	349,906	443,302	443,302	19,318	121,758	73,516	48,242	66%	443,302
Expenditure - Functional										
Governance and administration		153,220	166,292	166,292	10,214	18,226	19,415	(1,189)	-6%	166,292
Executive and council		67,951	49,872	49,872	4,042	7,074	7,062	12	0%	49,872
Finance and administration		85,269	112,122	112,122	5,982	10,852	11,855	(1,003)	-8%	112,122
Internal audit		-	4,299	4,299	191	299	498	(199)	-40%	4,299
Community and public safety		43,797	1,916	1,916	-	31	319	(289)	-90%	1,916
Community and social services		43,797	1,916	1,916	-	31	319	(289)	-90%	1,916
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		125,857	132,622	132,622	6,005	13,409	18,128	(4,720)	-26%	132,622
Planning and development		11,075	31,841	31,841	1,219	5,924	4,114	1,810	44%	31,841
Road transport		114,811	100,921	100,781	4,786	7,484	14,014	(6,530)	-47%	100,781
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	61,517	61,657	4,402	8,047	8,724	(676)	-8%	61,657
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	61,517	61,657	4,402	8,047	8,724	(676)	-8%	61,657
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	322,904	362,457	362,457	20,622	39,712	46,595	(6,874)	-15%	362,457
Surplus / (Deficit) for the year		27,006	80,845	80,845	(1,303)	82,046	26,920	55,116	2,04669012	80,845

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

EC154 Port St Johns - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M02 August

Vote Description	Ref	2023/24			Budget Year 2024/25			YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget			
Revenue by Vote										
Vote 1 - Executive AND Council (20: E)	1	64,505	-	-	-	28,331	-	28,331	#DIV/0!	-
Vote 2- LED (21: E)		21,502	-	-	-	9,444	-	9,444	#DIV/0!	-
Vote 3- Municipal Manager (22: IE)		21,502	-	-	-	9,444	-	9,444	#DIV/0!	-
Vote 4 - Corporate Services (23: IE)		21,617	16	16	-	9,570	3	9,567	364860.5%	16
Vote 5 - Community Services (24: IE)		1,409	3,037	3,037	104	208	139	69	49.3%	3,037
Vote 6 - Financial Services (25: E)		66,322	340,497	340,497	1,365	28,895	56,749	(27,864)	-49.1%	340,497
Vote 7 - Infrastructural Engineering (26: E)		130,993	98,448	98,449	17,742	26,325	16,408	9,917	60.4%	98,448
Expenditure by Vote										
Vote 1 - Executive AND Council (20: E)	1	42,904	96,262	96,262	7,107	14,672	15,463	(790)	-5.1%	96,262
Vote 2- LED (21: E)		11,075	31,906	31,906	1,259	5,957	4,052	1,935	47.8%	31,906
Vote 3- Municipal Manager (22: IE)		17,668	36,811	36,811	2,124	3,576	4,005	(428)	-10.7%	36,811
Vote 4 - Corporate Services (23: IE)		36,990	36,089	36,089	2,719	3,765	3,214	571	17.8%	36,089
Vote 5 - Community Services (24: IE)		50,185	30,319	30,459	2,142	3,704	3,375	329	9.7%	30,459
Vote 6 - Financial Services (25: E)		39,173	116,623	116,623	4,669	6,618	14,760	(8,142)	-55.2%	116,623
Vote 7 - Infrastructural Engineering (26: E)		62,624	14,477	14,337	613	1,369	1,717	(348)	-20.2%	14,337
Total Expenditure by Vote	2	280,618	362,487	362,487	20,622	39,712	46,586	(6,874)	-14.8%	362,487
Surplus/ (Deficit) for the year	2	47,732	79,542	79,542	(4,391)	72,506	26,743	45,794	171.4%	79,542

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

Single Year expenditure appropriation	2										
Vote 9- Executive AND Council (20- CAPEX)		0	-	-	-	30	-	30	#0%/0	-	
Vote 10- LED (21- CAPEX)		-	1,100	1,100	-	-	183	(183)	-100%	1,100	
Vote 11- Municipal Manager (22- CAPEX)		-	-	-	-	30	-	30	#0%/0	-	
Vote 12- Corporate Service (23- CAPEX)		-	33,484	33,484	1,740	1,757	5,581	0,824	-50%	33,484	
Vote 13- Community Service (24- CAPEX)		236	-	-	-	424	-	424	#0%/0	-	
Vote 14- Community Services (24- CAPEX)		-	-	-	-	-	-	-	-	-	
Vote 15- Financial Services (25- CAPEX)		(1)	300	300	35	35	50	(15)	-30%	300	
Vote 16- Infrastructure Engineering (28- CAPEX)		-	37,077	37,077	9,437	9,437	0,280	3,158	50%	37,077	
Vote 17- Executive AND Council (30- CAPEX)		-	5,000	5,000	-	-	-	833	(833)	-100%	5,000
Vote 18- LED (31- CAPEX)		-	1,800	1,800	-	-	-	300	(300)	-100%	1,800
Vote 19- Municipal Manager (32- CAPEX)		-	-	-	-	-	-	-	-	-	
Vote 20- Corporate Services (33- CAPEX)		-	-	-	-	-	-	-	-	-	
Vote 21- Community Services (34- CAPEX)		448	3,050	3,050	56	56	508	(453)	-90%	3,050	
Vote 22- Financial Services (35- CAPEX)		-	2,000	2,000	-	-	-	333	(333)	-100%	2,000
Vote 23- Infrastructure Engineering (38- CAPEX)		-	-	-	-	-	-	-	-	-	
		51,820	67,119	67,119	7,305	25,984	11,186	15,797	141%	67,119	
Total Capital single-year expenditure	4	52,503	151,530	151,530	18,570	38,752	25,255	18,487	68%	151,530	
Total Capital Expenditure		62,608	161,630	161,630	18,678	38,762	26,266	18,487	68%	161,630	
Capital Expenditure - Functional Classification											
Governance and administration		(1)	14,960	14,960	96	108	2,482	(2,386)	-95%	14,960	
Executive and council		-	100	100	-	60	17	43	258%	100	
Finance and administration		(1)	14,850	14,850	35	43	2,475	(2,432)	-98%	14,850	
Internal audit		-	-	-	-	-	-	-	-	-	
Community and public safety		6,000	-	-	-	424	-	424	#0%/0	-	
Community and social services		6,000	-	-	-	424	-	424	#0%/0	-	
Sport and recreation		-	-	-	-	-	-	-	-	-	
Public safety		-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	
Health		-	-	-	-	-	-	-	-	-	
Economic and environmental services		48,504	130,630	130,630	18,488	38,170	22,266	15,015	72%	130,630	
Planning and development		-	2,900	2,900	-	-	483	(483)	-100%	2,900	
Road transport		48,504	130,630	130,630	18,488	38,170	21,772	10,308	75%	130,630	
Environmental protection		-	-	-	-	-	-	-	-	-	
Trading services		-	3,060	3,060	66	66	608	(453)	-90%	3,060	
Energy sources		-	-	-	-	-	-	-	-	-	
Waste management		-	-	-	-	-	-	-	-	-	
Waste water management		-	3,050	3,050	56	56	508	(453)	-90%	3,050	
Waste management		-	-	-	-	-	-	-	-	-	
Other		-	-	-	-	-	-	-	-	-	
Total Capital Expenditure - Functional Classification	3	62,608	161,630	161,630	18,678	38,762	26,266	18,487	68%	161,630	
Funded by:											
National Government		35,223	94,780	94,780	15,425	15,425	15,797	630	4%	94,780	
Provincial Government		16,038	-	-	-	-	-	-	-	-	
District/Municipality		-	-	-	-	-	-	-	-	-	
Transfers and subsidies - capital (monetary allocations) (Net / Provincial Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ. Institutions)		-	-	-	-	-	-	-	-	-	
Transfers recognized - capital		61,262	94,780	94,780	18,428	18,428	16,767	690	4%	94,780	
Borrowing	0	-	-	-	-	-	-	-	-	-	
Internally generated funds		1,342	36,750	36,750	2,152	22,325	9,458	12,607	136%	36,750	
Total Capital Funding		62,608	161,630	161,630	18,678	38,762	26,266	18,487	68%	161,630	

(f) Table C6 Monthly Budget Statement - Financial Position

EC154 Port St Johns - Table C6 Monthly Budget Statement - Financial Position - M02 August

Description	Ref	Budget Year 2024/25				Full Year Forecast
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	
R thousands						
ASSETS	1					
Current assets						
Cash and cash equivalents		172,407	118,677	118,677	218,341	118,677
Trade and other receivables from exchange transactions		2,032	2,865	2,865	2,262	2,865
Receivables from non-exchange transactions		20,487	7,548	7,548	33,027	7,548
Current portion of non-current receivables						
Inventory		1,307	61,985	61,985	1,307	61,985
VAT		8,383	3,679	3,679	6,446	3,679
Other current assets						
Total current assets		204,615	194,754	194,754	261,402	194,754
Non-current assets						
Investments						
Investment property		13,001	4,462	4,462	13,001	4,462
Property, plant and equipment		631,983	573,509	573,509	640,430	573,509
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		-	(2,797)	(2,797)	-	(2,797)
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non-current assets		644,983	575,175	575,175	653,431	575,175
TOTAL ASSETS		849,599	769,929	769,929	914,833	769,929
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		1,781	1,773	1,773	1,781	1,773
Consumer deposits		61	61	61	61	61
Trade and other payables from exchange transactions		63,328	39,055	39,055	45,102	39,055
Trade and other payables from non-exchange transactions		31,311	8,099	8,099	42,662	8,099
Provision		13,673	15,197	15,197	12,417	15,197
VAT		1,233	1,181	1,181	2,529	1,181
Other current liabilities						
Total current liabilities		111,386	65,367	65,367	104,552	65,367
Non-current liabilities						
Financial liabilities		5,081	2,682	2,682	5,081	2,682
Provision		9,260	11,042	11,042	10,516	11,042
Long term portion of trade payables						
Other non-current liabilities						
Total non-current liabilities		14,342	13,725	13,725	15,597	13,725
TOTAL LIABILITIES		125,728	79,092	79,092	120,149	79,092
NET ASSETS	2	723,871	690,837	690,837	794,684	690,837
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		684,985	690,837	690,837	713,172	690,837
Reserves and funds		(872)	-	-	(872)	-
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	684,113	690,837	690,837	712,301	690,837

(g) Table C7 Monthly Budget Statement - Cash Flow

FC 154 Port St Johns - Table C7 Monthly Budget Statement - Cash Flow - M02 August

Description	Ref	2023/24		Budget Year 2024/25						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year TD actual	Year TD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		7,081	14,142	-	255	330	-	330	#0%/0	-
Service charges		1,801	3,209	(402,348)	40	70	(77,058)	77,135	-100%	(402,348)
Other revenue		770	20,182	351,938	89	101	72,677	(72,510)	-100%	351,938
Transfers and Subsidies - Operational		198,038	211,257	-	419	85,300	-	85,300	#0%/0	-
Transfers and Subsidies - Capital		72,362	94,780	-	7,727	27,234	-	27,234	#0%/0	-
Interest		17,005	20,000	-	930	2,271	-	2,271	#0%/0	-
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(123,924)	(298,230)	(298,818)	(4,905)	(38,204)	(33,062)	(5,232)	10%	(298,818)
Interest		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		173,132	66,319	(408,229)	(16,446)	75,079	(\$7,443)	(116,622)	308%	(408,229)
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1	316	-	-	1,059	-	1,059	#0%/0	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(46,003)	(151,530)	-	(2,232)	(3,251)	-	(3,251)	#0%/0	-
NET CASH FROM/(USED) INVESTING ACTIVITIES		(46,002)	(151,214)	-	(2,232)	(2,192)	-	(2,192)	#0%/0	-
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/renfencing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(254)	-	-	-	(254)	-	(254)	#0%/0	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		(254)	-	-	-	(254)	-	(254)	#0%/0	-
NET INCREASE/(DECREASE) IN CASH HELD		126,886	65,884	(408,229)	(17,677)	72,822	(\$7,443)	284	#0%/0	(408,229)
Cash/cash equivalents at beginning		-	-	-	-	-	-	-	-	-
Cash/cash equivalents at month/year end		126,886	65,884	(408,229)	(17,677)	72,822	(\$7,443)	284	#0%/0	(408,229)

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 R218 340 700.00. Trade and other receivables from non-exchange transactions R33 027 189.00. **Call investments deposits interest** was at R930 413.04.00 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 R45 102 351.00

The **current ratio** of the municipality is currently sitting at 2:5 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 R68 036 738.00 and bulk of those are domestic consumers.

The consumer deposits balance of R61 000.00 as reflected in the Statement of Financial Position, is only relating to consumer accounts that were opened with the municipality since the beginning of 2022/23 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 R306 476 021.00 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 non-current liability at R10 516 010.00. 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 R712 300 513.00 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.

EC154 Port St Johns - Table C6 Monthly Budget Statement - Financial Position - M02 August

Description	Ref	2023/24		Budget Year 2024/25		
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		172,407	118,677	118,677	218,341	118,677
Trade and other receivables from exchange transactions		2,032	2,665	2,665	2,282	2,665
Receivables from non-exchange transactions		20,487	7,548	7,548	33,027	7,548
Current portion of non-current receivables						
Inventory		1,307	61,985	61,985	1,307	61,985
VAT		6,363	3,679	3,679	6,446	3,679
Other current assets						
Total current assets		204,615	194,754	194,754	261,462	194,754
Non-current assets						
Investments						
Investment property		13,001	4,462	4,462	13,001	4,462
Property, plant and equipment		631,983	573,509	573,509	640,430	573,509
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		-	(2,797)	(2,797)	-	(2,797)
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non-current assets		644,983	575,175	575,175	653,431	575,175
TOTAL ASSETS		849,599	769,929	769,929	914,893	769,929
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		1,781	1,773	1,773	1,781	1,773
Consumer deposits		61	61	61	61	61
Trade and other payables from exchange transactions		63,328	39,055	39,055	45,102	39,055
Trade and other payables from non-exchange transactions		31,311	8,099	8,099	42,662	8,099
Provision		13,673	15,197	15,197	12,417	15,197
VAT		1,233	1,181	1,181	2,529	1,181
Other current liabilities						
Total current liabilities		111,386	65,367	65,367	104,552	65,367
Non-current liabilities						
Financial liabilities		5,081	2,682	2,682	5,081	2,682
Provision		9,260	11,042	11,042	10,516	11,042
Long term portion of trade payables						
Other non-current liabilities						
Total non-current liabilities		14,342	13,725	13,725	15,597	13,725
TOTAL LIABILITIES		125,728	79,092	79,092	120,149	79,092
NET ASSETS	2	723,871	690,837	690,837	794,684	690,837
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		684,985	690,837	690,837	713,172	690,837
Reserves and funds		(872)	-	-	(872)	-
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	684,113	690,837	690,837	712,301	690,837

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 August 2024, the Municipality had an operating deficit of R16 550 239.00 as at end of August 2024. The total operating expenditure actual for the month is R20 621 949.00 is less than the actual total revenue of R4 071 710.00 as it shows a deficit of R16 550 239.00.

SUMMARY REVENUE AND EXPENDITURE FOR THE MONTH ENDING 31 August 2024

EC154 Port St Johns - Table C1 Consolidated Monthly Budget Statement Summary – 2nd month

Description	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	Full Year Forecast
Total Revenue	374,156	274,156	4,072	106,511	61,992	374,156
Total operating Expenditure	362,487	362,487	20,622	39,712	46,586	362,487
Surplus/(Deficit)	11,669	11,669	(16,550)	66,799	15,406	11,669

The following **revenue streams** were budgeted for in 2024/2025 financial year Property rate is R15 000 000.00 million and Refuse revenue R2 937 200.00. Actual figures for the 2nd month of 2024/25 are as follows: Property rates billing is R15 230 214.00 and Refuse revenue R100 192.00 with Property rates having positive variance at 509% and services charges having negative variance of 64% respectively. Billing has been done in the beginning of the financial year for property rates, hence we have a huge percentage.

Property rates are billed in the beginning of the new financial year for the whole year and Refuse charges monthly.

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.

The cumulative total billing for the whole year is R15 230 214.00.

For the 2nd month of 2024/25, 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 are payable in 12 equal instalments. The municipality must implement the revenue enhancement strategy to improve the revenue base and to ensure long term financial sustainability.

The interest from current and non-current assets is however sitting at R930 413.00 for this month.

Total transfers and subsidies operational are at R2 626 242.00 in the month of August. The municipality managed to generate other revenue of R414 863.00 for the month, this comprises of revenue realized from selling of good and rendering services, rental from fixed assets, licence and permits and operational revenue.

The **expenditure incurred** as at 2nd month of 2024/2025 was as follows: spending on employee related costs at R9 479 443.00 and remuneration of councillors is R1 101 043.00 for the month of August.

Depreciation and asset impairment is budgeted at R68 262 541.00 for the year. In the 1st month no depreciation and asset impairment had not been processed on the system, manually its amounting to **R37 802 679.00**. 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 R146 860.00 and is also based on budgeted figures and this shall be calculated at year end.

Contracted services are currently under spending sitting at R4 381 630.00 with a positive variance of 149% 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 R0.00 currently with a year-to-date positive variance of 100%.

Other expenditure incurred R9 008 976.00 for August 2024.

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 2nd month of 2024/2025 from grant funding is as follows.

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

Total Capital single-year expenditure	4	52,503	151,530	151,530	18,579	38,752	25,255	13,487	69%	151,530
Total Capital Expenditure		62,608	161,630	161,630	18,678	38,762	25,256	13,487	69%	161,630
Capital Expenditure - Functional Classification										
Governance and administration		(1)	14,860	14,860	36	108	2,482	(2,380)	-90%	14,860
Executive and council		-	100	100	-	00	17	43	258%	100
Finance and administration		(1)	14,850	14,850	35	43	2,475	(2,432)	-98%	14,850
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		8,000	-	-	-	404	-	404	#DIV/0!	-
Community and social services		8,000	-	-	-	404	-	404	#DIV/0!	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		48,604	138,630	138,630	18,488	38,170	22,256	15,015	72%	138,630
Planning and development		-	2,000	2,000	-	-	483	(483)	-100%	2,000
Road transport		48,504	130,630	130,630	18,488	38,170	21,772	10,398	75%	130,630
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	3,060	3,060	68	68	608	(453)	-80%	3,060
Energy services		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	3,050	3,050	50	50	508	(453)	-80%	3,050
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	62,608	161,630	161,630	18,678	38,762	25,256	13,487	69%	161,630
Funded by:										
National Government		35,223	94,780	94,780	16,428	16,428	15,707	630	4%	94,780
Provincial Government		10,038	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov / Dep / Perm / Agency / Household, Non-profit institutions, Private Enterprises, Public Corporations, Higher Educ institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		61,282	94,780	94,780	16,428	16,428	16,787	680	4%	94,780
Borrowing	0	-	-	-	-	-	-	-	-	-
Internally generated funds		1,242	50,750	50,750	2,152	22,320	9,458	12,807	130%	50,750
Total Capital Funding		62,608	161,630	161,630	18,678	38,762	25,256	13,487	69%	161,630

Cash flow Statement

The table below highlights the cash flow position of the municipality for the first month of 2024/2025. 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 because of both conditional grants and equitable share paid in July 2024. This situation is however not sustainable if the revenue collection is not improved.

(Below is Schedule C_table:C7 for Cash Flow)

FC 154 Port St Johns - Table C7 Monthly Budget Statement - Cash Flow - M02 August

Description	Ref	2023/24		Budget Year 2024/25						Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year TD actual	Year TD budget	YTD variance	YTD variance %	
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		7,081	14,142	-	255	330	-	330	#DIV/0!	-
Service charges		1,801	3,209	(402,348)	40	70	(77,058)	77,135	-100%	(402,348)
Other revenue		770	20,182	351,938	89	101	72,677	(72,510)	-100%	351,938
Transfers and Subsidies - Operational		198,038	211,257	-	419	86,300	-	86,300	#DIV/0!	-
Transfers and Subsidies - Capital		72,302	94,780	-	7,727	27,234	-	27,234	#DIV/0!	-
Interest		17,005	20,000	-	930	2,271	-	2,271	#DIV/0!	-
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Supplies and employees		(123,924)	(298,250)	(298,818)	(24,905)	(98,204)	(93,062)	(5,232)	10%	(298,818)
Interest		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
NET CASH FROM(USED) OPERATING ACTIVITIES		178,132	66,918	(409,229)	(16,445)	78,076	(97,443)	(116,322)	90%	(409,229)
CASH FLOW FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1	316	-	-	1,059	-	1,059	#DIV/0!	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(40,023)	(51,530)	-	(2,232)	(9,251)	-	(9,251)	#DIV/0!	-
NET CASH FROM(USED) INVESTING ACTIVITIES		(40,022)	(51,214)	-	(2,232)	(8,192)	-	(2,192)	#DIV/0!	-
CASH FLOW FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term financing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(294)	-	-	-	(294)	-	(294)	#DIV/0!	-
NET CASH FROM(USED) FINANCING ACTIVITIES		(294)	-	-	-	(294)	-	294	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		128,886	(6,894)	(409,229)	(17,677)	75,622	(97,443)			(409,229)
Cash/cash equivalents at beginning:		-	-	-	-	-	-	-	-	-
Cash/cash equivalents at month/year end:		128,886	(6,894)	(409,229)	(17,677)	75,622	(97,443)			(409,229)