

# ITEM [5.1]

## **5.1 MONTHLY BUDGET STATEMENT – S71 REPORT: 31 OCTOBER 2022**

**File No. 5/1/1]  
[Chief Financial Officer/AL]  
[Financial Viability & Sustainability Standing Committee]  
[14 November 2022]**

### **PURPOSE**

To submit Section 71 report to standing committee

### **LEGAL / STATUTORY REQUIREMENTS**

Municipal Finance Management Act S 71  
Municipal Finance Management Regulations  
National Treasury Circulars

### **BACKGROUND /PURPOSE**

Section 71(1) (a) – (g) of the Municipal Finance Management Act (MFMA) inter alia, states":  
"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 the month and for the financial year up to the end of that month.

### **FINANCIAL PERFORMANCE**

The monthly section 71 report is compiled and serves as a tool to monitor financial performance within the Municipality. The Summary Statement of Financial Performance shown in Annexure 1, Table C4, is prepared on a similar basis as the prescribed budget format, detailing revenue by source type and expenditure per vote.

## **SECTION 1 – EXECUTIVE SUMMARY**

### **1.1 Introduction**

Municipal budget regulations requires that this report must be in the Section 71 of the MFMA format, which requires that this report must be prepared in the following manner:

- Actual Revenue per revenue source;
- Actual expenditure per vote;
- Actual Capital Expenditure per vote;
- The amount of any allocations received,
- Actual Expenditure on allocations received,
- Actual Expenditure on those allocations,
- Where necessary, explanations on:
  - Any material variances from the municipality's projected revenue per source, and from the municipality's expenditure projections per vote.
  - Any material variances from the SDBIP, and
  - Remedial or corrective steps taken or to be taken by the municipality

2. The statement must include: -

- Projections of municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections;

## ITEM [5.1]

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3. The amounts reflected in the statement must in each case be compared with corresponding amounts budgeted for in the municipality's approved budget.

This report has been prepared using the accrual method of accounting. The general idea is that economic events are recognized by matching revenues to expenses (the matching principle) at the time in which the transaction occurs rather than when payment is received or made.

This method allows the current cash inflows/outflows to be combined with future expected cash inflows/outflows to give a more accurate picture of the municipality's current financial position.

### **Table C1- Monthly Budget Statement Summary**

The table below reflects on the summary of the total municipality's budget against year to date collections or expenditures.

# ITEM [5.1]

Choose name from list - Table C1 Monthly Budget Statement Summary - M04 October

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	39 021	41 325	41 325	3 079	12 771	13 775	(1 004)	-7%	41 325
Service charges	18 023	22 555	22 555	1 391	5 651	7 518	(1 867)	-25%	22 555
Investment revenue	694	550	550	129	469	183	286	156%	550
Transfers and subsidies	88 277	54 747	54 747	(302)	21 214	18 249	2 965	16%	54 747
Other own revenue	9 168	10 778	10 778	860	3 276	3 593	(316)	-9%	10 778
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>155 182</b>	<b>129 954</b>	<b>129 954</b>	<b>5 157</b>	<b>43 382</b>	<b>43 318</b>	<b>63</b>	<b>0%</b>	<b>129 954</b>
Employee costs	47 180	45 424	45 424	3 409	13 254	15 127	(1 874)	-12%	45 424
Remuneration of Councillors	4 680	5 293	5 293	443	1 933	1 764	169	10%	5 293
Depreciation & asset impairment	13 078	12 800	16 100	-	4 391	5 367	(976)	-18%	16 100
Finance charges	1 434	376	652	18	107	217	(111)	-51%	652
Inventory consumed and bulk purchases	24 908	14 005	14 275	858	5 104	4 758	345	7%	14 275
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	55 679	39 572	58 233	2 764	8 582	19 120	(10 538)	-55%	58 233
<b>Total Expenditure</b>	<b>146 959</b>	<b>117 470</b>	<b>139 978</b>	<b>7 491</b>	<b>33 371</b>	<b>46 354</b>	<b>(12 983)</b>	<b>-28%</b>	<b>139 978</b>
<b>Surplus/(Deficit)</b>	<b>8 223</b>	<b>12 484</b>	<b>(10 023)</b>	<b>(2 334)</b>	<b>10 011</b>	<b>(3 035)</b>	<b>13 046</b>	<b>-430%</b>	<b>(10 023)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	23 250	42 337	42 337	1 053	8 893	14 112	###	-37%	42 337
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	7 903	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>39 376</b>	<b>54 821</b>	<b>32 314</b>	<b>(1 281)</b>	<b>18 904</b>	<b>11 077</b>	<b>7 827</b>	<b>71%</b>	<b>32 314</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>39 376</b>	<b>54 821</b>	<b>32 314</b>	<b>(1 281)</b>	<b>18 904</b>	<b>11 077</b>	<b>7 827</b>	<b>71%</b>	<b>32 314</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>22 636</b>	<b>42 135</b>	<b>43 679</b>	<b>2 855</b>	<b>10 832</b>	<b>15 227</b>	<b>(4 395)</b>	<b>-29%</b>	<b>43 679</b>
Capital transfers recognised	21 537	36 865	36 865	2 855	9 093	12 288	(3 195)	-26%	36 865
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	1 100	5 270	6 814	-	1 739	2 939	(1 200)	-41%	6 814
<b>Total sources of capital funds</b>	<b>22 636</b>	<b>42 135</b>	<b>43 679</b>	<b>2 855</b>	<b>10 832</b>	<b>15 227</b>	<b>(4 395)</b>	<b>-29%</b>	<b>43 679</b>
<b>Financial position</b>									
Total current assets	18 574	70 157	68 812		51 706				68 812
Total non current assets	329 166	300 526	302 070		335 607				302 070
Total current liabilities	54 920	25 300	25 300		61 718				25 300
Total non current liabilities	29 007	29 300	29 300		29 007				29 300
Community wealth/Equity	<b>289 833</b>	<b>393 883</b>	<b>371 375</b>		<b>296 587</b>				<b>371 375</b>
<b>Cash flows</b>									
Net cash from (used) operating	15 249	51 925	51 925	(30 527)	(82 611)	17 308	99 920	577%	51 925
Net cash from (used) investing	(24 133)	(37 170)	(38 714)	(3 343)	(10 240)	(10 194)	46	-0%	(38 714)
Net cash from (used) financing	-	(870)	(0)	(1)	7	(33)	(41)	122%	0
<b>Cash/cash equivalents at the month/year end</b>	<b>(3 440)</b>	<b>19 329</b>	<b>18 654</b>	<b>-</b>	<b>(76 234)</b>	<b>12 525</b>	<b>88 759</b>	<b>709%</b>	<b>29 820</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	7 163	3 192	2 956	3 093	3 046	2 909	2 963	57 189	82 511
<b>Creditors Age Analysis</b>									
Total Creditors	2 358	2 511	1 292	696	88	368	1 793	6 993	16 099

## ITEM [5.1]

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### **OPERATING REVENUE**

In the statement of financial performance, revenue accrued is R 43, 3 million out of the projected R 43,3million.

Cash receipts on operating revenue excluding grants, totals to R 13, 9 million YTD.

Below is the revenue types as per table C4:

#### **a) Property Rates**

The YTD budget for rates billing amounts to R13, 7 million and R12, 7, million has been billed to date.

Total cash received for rates to date is R8, 8 million.

#### **b) Refuse Services**

The YTD budget for refuse billing amounts to R3, 9 million, and R 2, 3 million has been billed to date.

Total cash received for refuse collection to date is R859 054.30.

#### **c) Electricity Services**

YTD budget for electricity billing and receipts amounts to R3, 5 million, and R3, 3 million has been billed to date.

YTD actual receipts amounts to R2, 7 million (Conventional R 724 569, 26 and Prepaid R2 million)

#### **d) Interest on investments**

This relates to interests received on the call account deposits. Interest received in the current month amounts to R469 164.

#### **e) Interest on outstanding debtors**

Interest billed for the current month amounts to R2, 2 million.

#### **f) Licences and permits**

Movement on this line item in the current month is at R177 592.

#### **g) Vat Refunds**

Amount received on VAT refunds is R1, 8 million.

## ITEM [5.1]

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### **OPERATING EXPENDITURE**

The Municipality's year to date budget for operating expenditure is R46, 3 million and the actual spending to date is R33, 3 million which is 72% of the year to date budget. Below is the expenditure types as per table C4:

#### **a) Employee Costs**

The year to date budget for employee related costs is R15, 1 million and the actual spending to date is R13, 2 million, which is 88% of the year to date employee related cost budget.

#### **b) Remuneration of councillors**

The year to date budget for Councillor's allowances is R1, 7 million and the actual spending to date is R1, 9 million.

#### **c) Bulk Electricity**

Expenditure for bulk electricity purchases is budgeted for at R4 million and the spending to date is R5 million. The outstanding balance for bulk electricity as at 31<sup>st</sup> October is R5, 5 million.

#### **d) Depreciation and Impairment**

The year to date budget for depreciation and impairment an amount of R5, 3 million and the year to date actual spending is R4, 3 million, which is 82% of the year to date budget

#### **e) Contracted Services**

The year to budget for this line item is at R3, 7 million, there is R1, 8 million spending to date.

#### **f) Other Expenditure**

The year to date budget for this line item is at R7, 8 million and there is R2, 3 million spending in the current month.

### **CAPITAL EXPENDITURE**

The capital expenditure to date is R10, 8 million for both MIG and STR projects.

### **CASH FLOWS**

The municipality ended the month with cash and cash equivalents balance of R 28, 7 million.

# ITEM [5.1]

**Table C2: Statement of Financial Performance by vote**

This table reflects the operating budget in the standard classification which are the Government Finance Statistics Functions and Sub-Functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of organisational structures used by different institutions,

Choose name from list - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		70 303	99 307	99 307	3 455	36 393	33 103	3 290	10%	99 307
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration	70 303	99 307	99 307	99 307	3 455	36 393	33 103	3 290	10%	99 307
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		72 649	1 582	1 582	186	529	527	1	0%	1 582
Community and social services	71 987	762	762	762	(2)	18	254	(236)	-93%	762
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety	656	820	820	820	188	511	273	238	87%	820
Housing	6	-	0	0	-	-	-	-	-	0
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		24 967	43 895	43 895	1 071	9 308	14 632	(5 323)	-36%	43 895
Planning and development	477	630	630	630	19	212	210	2	1%	630
Road transport	24 490	43 265	43 265	43 265	1 053	9 096	14 422	(5 325)	-37%	43 265
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		21 111	27 507	27 507	1 497	6 045	9 169	(3 124)	-34%	27 507
Energy sources	9 787	11 970	11 970	11 970	826	3 386	3 990	(604)	-15%	11 970
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management	11 324	15 537	15 537	15 537	671	2 659	5 179	(2 520)	-49%	15 537
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	189 030	172 291	172 292	6 210	52 275	57 431	(5 156)	-9%	172 292
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		99 093	49 039	70 777	3 609	17 045	23 373	(6 328)	-27%	70 777
Executive and council	5 632	5 293	5 293	5 293	481	2 089	1 764	325	18%	5 293
Finance and administration	93 461	43 745	65 484	65 484	3 128	14 956	21 608	(6 652)	-31%	65 484
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		6 057	2 326	2 794	559	1 944	931	1 013	109%	2 794
Community and social services	4 462	-	469	469	348	1 333	156	1 177	753%	469
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety	1 595	2 326	2 326	2 326	211	612	775	(164)	-21%	2 326
Housing		-	0	0	-	-	-	-	-	0
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		24 454	26 214	26 214	1 524	5 662	8 738	(3 077)	-35%	26 214
Planning and development	16 859	16 069	16 069	16 069	1 003	3 604	5 356	(1 752)	-33%	16 069
Road transport	7 595	10 146	10 146	10 146	521	2 057	3 382	(1 324)	-39%	10 146
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		17 354	39 892	40 192	1 800	8 719	13 311	(4 592)	-34%	40 192
Energy sources	(1 782)	23 121	23 421	23 421	915	5 375	7 721	(2 345)	-30%	23 421
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management	19 136	16 771	16 771	16 771	885	3 344	5 590	(2 247)	-40%	16 771
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	3	146 959	117 470	139 978	7 491	33 371	46 354	(12 983)	-28%	139 978
<b>Surplus/ (Deficit) for the year</b>		42 071	54 821	32 314	(1 281)	18 904	11 077	7 827	71%	32 314

## ITEM [5.1]

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

Operating budget of the institution is approved by council on municipal vote level.

The table below reflects on expenditures per vote. Close monitoring of expenditures is vital.

**Choose name from list - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October**

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - Office of the Municipal Manager	1	6	-	0	-	-	-	-	-	0
Vote 2 - Directorate: Budget and Treasury		141 592	99 307	99 307	3 475	36 459	33 103	3 357	10.1%	99 307
Vote 3 - Directorate: Corporate Services		41	-	-	-	-	-	-	-	-
Vote 4 - Directorate: Strategic Services		477	630	630	19	212	210	2	0.9%	630
Vote 5 - Directorate: Technical Service & Community Services		46 915	72 354	72 354	2 716	15 603	24 118	(8 515)	-35.3%	72 354
Vote 6 - Municipal Manager- Acting		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>189 030</b>	<b>172 291</b>	<b>172 292</b>	<b>6 210</b>	<b>52 275</b>	<b>57 431</b>	<b>(5 156)</b>	<b>-9.0%</b>	<b>172 292</b>
<b>Expenditure by Vote</b>										
Vote 1 - Office of the Municipal Manager	1	824	-	0	-	-	-	-	-	0
Vote 2 - Directorate: Budget and Treasury		58 532	33 237	54 976	2 238	11 848	18 120	(6 271)	-34.6%	54 976
Vote 3 - Directorate: Corporate Services		6 084	10 508	10 508	890	3 108	3 489	(381)	-10.9%	10 508
Vote 4 - Directorate: Strategic Services		22 046	21 362	21 362	1 484	5 693	7 121	(1 427)	-20.0%	21 362
Vote 5 - Directorate: Technical Service & Community Services		59 473	52 363	53 132	2 880	12 721	17 625	(4 903)	-27.8%	53 132
Vote 6 - Municipal Manager- Acting		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>146 959</b>	<b>117 470</b>	<b>139 978</b>	<b>7 491</b>	<b>33 371</b>	<b>46 354</b>	<b>(12 983)</b>	<b>-28.0%</b>	<b>139 978</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>42 071</b>	<b>54 821</b>	<b>32 314</b>	<b>(1 281)</b>	<b>18 904</b>	<b>11 077</b>	<b>7 827</b>	<b>70.7%</b>	<b>32 314</b>

## ITEM [5.1]

### Operating income and expenditure against approved budget (Table C4- Statement of Financial Performance)

#### Revenue by Source

Choose name from list - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		39 021	41 325	41 325	3 079	12 771	13 775	(1 004)	-7%	41 325
Service charges - electricity revenue		9 685	10 685	10 685	807	3 320	3 562	(242)	-7%	10 685
Service charges - water revenue		-	-	0	-	-	-	-		0
Service charges - sanitation revenue		-	-	-	-	-	-	-		-
Service charges - refuse revenue		8 338	11 870	11 870	584	2 331	3 957	(1 625)	-41%	11 870
Rental of facilities and equipment		47	302	302	(3)	17	101	(84)	-83%	302
Interest earned - external investments		694	550	550	129	469	183	286	156%	550
Interest earned - outstanding debtors		7 731	6 201	6 201	598	2 261	2 067	194	9%	6 201
Dividends received		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		20	177	177	34	75	59	16	27%	177
Licences and permits		462	530	530	49	178	177	1	1%	530
Agency services		178	300	300	139	335	100	235	235%	300
Transfers and subsidies		88 277	54 747	54 747	(302)	21 214	18 249	2 965	16%	54 747
Other revenue		754	3 267	3 267	42	410	1 089	(679)	-62%	3 267
Gains		(23)	-	-	-	-	-	-		-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>155 182</b>	<b>129 954</b>	<b>129 954</b>	<b>5 157</b>	<b>43 382</b>	<b>43 318</b>	<b>63</b>	<b>0%</b>	<b>129 954</b>



## ITEM [5.1]

### Operating expenditure by type

<b>Expenditure By Type</b>										
Employee related costs	47 180	45 424	45 424	3 409	13 254	15 127	(1 874)	-12%	45 424	
Remuneration of councillors	4 680	5 293	5 293	443	1 933	1 764	169	10%	5 293	
Debt impairment	19 553	14 500	22 500	–	–	7 500	(7 500)	-100%	22 500	
Depreciation & asset impairment	13 078	12 800	16 100	–	4 391	5 367	(976)	-18%	16 100	
Finance charges	1 434	376	652	18	107	217	(111)	-51%	652	
Bulk purchases - electricity	24 438	12 000	12 000	836	5 075	4 000	1 075	27%	12 000	
Inventory consumed	470	2 005	2 275	22	29	758	(729)	-96%	2 275	
Contracted services	10 911	8 784	11 169	398	1 859	3 723	(1 864)	-50%	11 169	
Transfers and subsidies	–	–	–	–	–	–	–	–	–	
Other expenditure	23 301	16 288	24 564	2 366	6 722	7 896	(1 174)	-15%	24 564	
Losses	1 914	–	–	–	–	–	–	–	–	
<b>Total Expenditure</b>	<b>146 959</b>	<b>117 470</b>	<b>139 978</b>	<b>7 491</b>	<b>33 371</b>	<b>46 354</b>	<b>(12 983)</b>	<b>-28%</b>	<b>139 978</b>	
<b>Surplus/(Deficit)</b>	<b>8 223</b>	<b>12 484</b>	<b>(10 023)</b>	<b>(2 334)</b>	<b>10 011</b>	<b>(3 035)</b>	<b>13 046</b>	<b>(0)</b>	<b>(10 023)</b>	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	23 250	42 337	42 337	1 053	8 893	14 112	(5 219)	(0)	42 337	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	–	–	–	–	–	–	–	–	–	
Transfers and subsidies - capital (in-kind - all)	7 903	–	–	–	–	–	–	–	–	
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>39 376</b>	<b>54 821</b>	<b>32 314</b>	<b>(1 281)</b>	<b>18 904</b>	<b>11 077</b>			<b>32 314</b>	
Taxation	–	–	–	–	–	–	–	–	–	
<b>Surplus/(Deficit) after taxation</b>	<b>39 376</b>	<b>54 821</b>	<b>32 314</b>	<b>(1 281)</b>	<b>18 904</b>	<b>11 077</b>			<b>32 314</b>	
Attributable to minorities	–	–	–	–	–	–	–	–	–	
<b>Surplus/(Deficit) attributable to municipality</b>	<b>39 376</b>	<b>54 821</b>	<b>32 314</b>	<b>(1 281)</b>	<b>18 904</b>	<b>11 077</b>			<b>32 314</b>	
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	
<b>Surplus/ (Deficit) for the year</b>	<b>39 376</b>	<b>54 821</b>	<b>32 314</b>	<b>(1 281)</b>	<b>18 904</b>	<b>11 077</b>			<b>32 314</b>	

## ITEM [5.1]

**Table C5: Capital Expenditure (Municipal Vote, standard classification, and funding)**

<b>Total Capital Expenditure</b>		22 636	42 135	43 679	2 855	10 832	15 227	(4 395)	-29%	43 679
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		402	813	913	-	-	264	(264)	-100%	913
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		402	813	913	-	-	264	(264)	-100%	913
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		26	50	50	-	-	17	(17)	-100%	50
Community and social services		26	50	50	-	-	17	(17)	-100%	50
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		22 162	35 926	37 228	2 855	9 093	11 990	(2 897)	-24%	37 228
Planning and development		651	411	411	-	-	137	(137)	-100%	411
Road transport		21 511	35 515	36 817	2 855	9 093	11 853	(2 760)	-23%	36 817
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		46	5 345	5 488	-	1 739	2 956	(1 217)	-41%	5 488
Energy sources		-	3 229	3 229	-	-	1 076	(1 076)	-100%	3 229
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		46	2 117	2 260	-	1 739	1 880	(141)	-7%	2 260
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	22 636	42 135	43 679	2 855	10 832	15 227	(4 395)	-29%	43 679
<b>Funded by:</b>										
National Government		9 610	19 424	19 424	634	1 646	6 475	(4 829)	-75%	19 424
Provincial Government		11 901	17 391	17 391	2 222	7 447	5 797	1 650	28%	17 391
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private		26	50	50	-	-	17	(17)	-100%	50
<b>Transfers recognised - capital</b>		21 537	36 865	36 865	2 855	9 093	12 288	(3 195)	-26%	36 865
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		1 100	5 270	6 814	-	1 739	2 939	(1 200)	-41%	6 814
<b>Total Capital Funding</b>		22 636	42 135	43 679	2 855	10 832	15 227	(4 395)	-29%	43 679

The table above shows budget for capital expenditure which is funded from municipal infrastructure grant (MIG), Provincial Government Grant and funded internally. These includes infrastructure projects, purchasing of computers, transport assets for the municipality and refurbishment of municipal building.

## ITEM [5.1]

**Table C6: Statement of Financial Position**

Choose name from list - Table C6 Monthly Budget Statement - Financial Position - M04 October

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		2 054	8 864	7 319	258	7 319
Call investment deposits		14 556	13 000	13 000	28 444	13 000
Consumer debtors		(8 700)	43 453	43 453	12 812	43 453
Other debtors		10 651	4 840	5 040	10 178	5 040
Current portion of long-term receivables		-	-	-	-	-
Inventory		13	-	-	13	-
<b>Total current assets</b>		<b>18 574</b>	<b>70 157</b>	<b>68 812</b>	<b>51 706</b>	<b>68 812</b>
<b>Non current assets</b>						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		77 801	77 801	77 801	77 801	77 801
Investments in Associate		-	-	-	-	-
Property, plant and equipment		251 330	222 189	223 734	257 771	223 734
Biological		-	-	-	-	-
Intangible		-	500	500	-	500
Other non-current assets		36	36	36	36	36
<b>Total non current assets</b>		<b>329 166</b>	<b>300 526</b>	<b>302 070</b>	<b>335 607</b>	<b>302 070</b>
<b>TOTAL ASSETS</b>		<b>347 740</b>	<b>370 682</b>	<b>370 882</b>	<b>387 313</b>	<b>370 882</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		387	100	100	380	100
Trade and other payables		50 679	18 500	18 500	57 485	18 500
Provisions		3 854	6 700	6 700	3 854	6 700
<b>Total current liabilities</b>		<b>54 920</b>	<b>25 300</b>	<b>25 300</b>	<b>61 718</b>	<b>25 300</b>
<b>Non current liabilities</b>						
Borrowing		-	-	-	-	-
Provisions		29 007	29 300	29 300	29 007	29 300
<b>Total non current liabilities</b>		<b>29 007</b>	<b>29 300</b>	<b>29 300</b>	<b>29 007</b>	<b>29 300</b>
<b>TOTAL LIABILITIES</b>		<b>83 927</b>	<b>54 600</b>	<b>54 600</b>	<b>90 726</b>	<b>54 600</b>
<b>NET ASSETS</b>	2	<b>263 814</b>	<b>316 082</b>	<b>316 282</b>	<b>296 587</b>	<b>316 282</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		289 833	393 883	371 375	296 587	371 375
Reserves		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>289 833</b>	<b>393 883</b>	<b>371 375</b>	<b>296 587</b>	<b>371 375</b>

## ITEM [5.1]

### Table C7: Cash flow

The table below reflects the cash flow of the institution.

Choose name from list - Table C7 Monthly Budget Statement - Cash Flow - M04 October										
Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		25 011	22 942	22 942	2 096	8 462	7 647	815	11%	22 942
Service charges		25 833	15 413	15 413	1 970	7 758	5 138	2 620	51%	15 413
Other revenue		411	2 269	2 269	-	-	756	(756)	-100%	2 269
Transfers and Subsidies - Operational		(47 934)	54 186	54 186	-	-	18 062	(18 062)	-100%	54 186
Transfers and Subsidies - Capital		5 021	42 948	42 948	10 119	74 011	14 316	59 695	417%	42 948
Interest		8 477	3 961	3 961	147	500	1 320	(820)	-62%	3 961
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(136)	(89 794)	(89 794)	(7 491)	(68 253)	(29 931)	38 322	-128%	(89 794)
Finance charges		(1 434)	-	-	(18)	(107)	-	107	#DIV/0!	-
Transfers and Grants		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>15 249</b>	<b>51 925</b>	<b>51 925</b>	<b>6 824</b>	<b>22 372</b>	<b>17 308</b>	<b>(5 063)</b>	<b>-29%</b>	<b>51 925</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		4	4 965	4 965	-	-	1 655	(1 655)	-100%	4 965
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
<b>Payments</b>										
Capital assets		(24 137)	(42 135)	(43 679)	(3 343)	(10 240)	(11 849)	(1 609)	14%	(43 679)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(24 133)</b>	<b>(37 170)</b>	<b>(38 714)</b>	<b>(3 343)</b>	<b>(10 240)</b>	<b>(10 194)</b>	<b>46</b>	<b>0%</b>	<b>(38 714)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	(870)	(0)	(1)	7	(33)	41	-122%	0
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>-</b>	<b>(870)</b>	<b>(0)</b>	<b>(1)</b>	<b>7</b>	<b>(33)</b>	<b>(41)</b>	<b>122%</b>	<b>0</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(8 884)</b>	<b>13 885</b>	<b>13 210</b>	<b>3 480</b>	<b>12 139</b>	<b>7 081</b>			<b>13 210</b>
Cash/cash equivalents at beginning:		5 444	5 444	5 444		16 610	5 444			16 610
Cash/cash equivalents at month/year end:		(3 440)	19 329	18 654		28 749	12 525			29 820

## ITEM [5.1]

**Table SC3: Aged Debtors**

The total debtors' age amounts to R 82,5million of which the biggest portion is on households with R67, 6 million being owed by this group of debtors. The organs of state owing R10, 1 million. Commercial debtors are sitting at R4, 6 million.

Choose name from list - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description	NT Code	Budget Year 2022/23										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		
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	769	246	99	102	125	124	109	1 266	2 841	1 726	-	-
Receivables from Non-ex change Transactions - Property Rates	1400	5 607	2 633	2 559	2 722	2 660	2 528	2 608	46 386	67 703	56 904	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	786	312	297	269	260	258	245	9 537	11 964	10 568	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	0	1	0	0	0	-	1	0	3	2	-	-
<b>Total By Income Source</b>	<b>2000</b>	<b>7 163</b>	<b>3 192</b>	<b>2 956</b>	<b>3 093</b>	<b>3 046</b>	<b>2 909</b>	<b>2 963</b>	<b>57 189</b>	<b>82 511</b>	<b>69 200</b>	<b>-</b>	<b>-</b>
<b>2021/22 - totals only</b>		<b>7432003</b>	<b>3346860</b>	<b>3733131</b>	<b>3186990</b>	<b>2933177</b>	<b>2768454</b>	<b>2666093</b>	<b>82965312</b>	<b>109 032</b>	<b>94 520</b>	<b>0</b>	<b>0</b>
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	613	327	548	246	280	262	313	7 581	10 170	8 682	-	-
Commercial	2300	925	321	177	200	198	189	189	2 496	4 694	3 272	-	-
Households	2400	5 625	2 544	2 231	2 647	2 568	2 458	2 461	47 113	67 646	57 247	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>7 163</b>	<b>3 192</b>	<b>2 956</b>	<b>3 093</b>	<b>3 046</b>	<b>2 909</b>	<b>2 963</b>	<b>57 189</b>	<b>82 511</b>	<b>69 200</b>	<b>-</b>	<b>-</b>

# ITEM [5.1]

## Report on Collection

Current month's collection rate is 47% and has increased by 8% when compared to previous month.

Collection Rate % of billing: October 2022			
	Billing	Receipts	%
Electricity	986 414.91	656 064.41	67%
Refuse	757 020.79	204 872.08	27%
Rates	3 752 666.05	1 719 879.62	46%
<b>Total</b>	<b>5 496 101.75</b>	<b>2 580 816.11</b>	<b>47%</b>

Billing VS Collection Per Town			
Name of Town/ Farm	Billing	Collection	Collection %
Cintsa	1 367 080.43	754 567.50	55
East London RD (Farms)	466 007.25	90 584.38	19
Kwelera	468 353.89	269 498.33	58
Haga Haga	345 326.85	176 765.32	51
Kei Mouth	525 194.58	296 210.58	56
Komga	1 535 600.17	463 191.30	30
Komga RD (Farm)	130 950.99	209 109.74	160
Morgan's Bay	651 882.33	320 888.96	49
Tainton	5 705.26	-	0
<b>TOTAL</b>	<b>5 496 101.75</b>	<b>2 580 816.11</b>	<b>47</b>

The above shows billing vs collection per town.

Collection On Current Billing			
Month	Billing Amount	Collected Amount	Collection Percentage
July	6 505 151.14	1 844 030.96	28%
August	6 628 818.36	3 237 539.20	49%
September	5 788 803.52	1 362 860.23	24%
October	5 496 101.75	1 466 926.23	27%
		<b>7 911 356.62</b>	

Collection On Old Debt - 30 June 2022			
Month	Billing Amount	Collected Amount	Collection Percentage
July	75 273 367.20	783 209.14	1%
August	75 273 367.20	1 695 994.68	2%
September	75 273 367.20	765 371.55	1%
October	75 273 367.20	1 113 889.88	1%
		<b>4 358 465.25</b>	

# ITEM [5.1]

## SC4: Aged Creditors

Choose name from list - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October										
Description	NT Code	Budget Year 2022/23								
		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										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	966	31	26	2	9	79	167	3 573	4 854
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deduc	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	121	570	441	682	79	289	1 648	2 828	6 657
Auditor General	0800	1 255	755	796	12	-	-	607	433	3 858
Other	0900	17	1 155	-	-	0	-	-	159	1 330
<b>Total By Customer Type</b>	<b>1000</b>	<b>2 358</b>	<b>2 511</b>	<b>1 263</b>	<b>696</b>	<b>88</b>	<b>368</b>	<b>2 422</b>	<b>6 993</b>	<b>16 700</b>

The Municipality's top creditors as at October 2022 are as follows:

Supplier Name	Total
ADM	R 2 067 228,38
Eskom	R 4 910 102,08
SALGA	R 1 838 942,94
Auditor General	R 3 858 341,09
SEBATA	R 828 829,20

### TOTAL TOP CREDITORS

**R 13 503 443,69**

Other trade creditor's amount to R3, 1 million that the Municipality will strive to pay in the following months. The total creditors' book as at end October 2022 is R 16 699 747, 54

# ITEM [5.1]

## Table SC5: Investment Portfolio

All the call deposits are highly liquid short term investments and are held for the purpose of meeting short-term commitments rather than the purpose of earning a return (interest).

The Municipality had a favorable operating bank balance of R309 153.93 and call deposits amounting to R28, 4 million as at end of October 2022.

Choose name from list - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October														
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate %	Commis sion Paid (Rands)	Commis sion Recipie nt	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investm ent Top Up	Closing Balance
R thousands		Yrs/Months												
<b>Municipality</b>														
1 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	7 832	31	(879)	-	6 985
2 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	870	3	-	-	872
3 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	398	-	-	-	398
4 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	2 554	13	(131)	-	2 437
5 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	2 951	2	-	-	2 953
6 Standard Bank		144 M	Deposit-Bank	Yes	Variable	1	0		09 January 2030	15 667	72	(2 595)	-	13 144
13 FNB		127 M	Call Account	Yes	Variable	6,15	0		09 January 2030	1 643	8	-	-	1 651
<b>Municipality sub-total</b>										<b>31 915</b>		<b>(3 604)</b>	<b>-</b>	<b>28 440</b>
<b>TOTAL INVESTMENTS AND</b>										<b>31 915</b>		<b>(3 604)</b>	<b>-</b>	<b>28 440</b>

## Table SC6: Grants Received

The table below reflects on individual grants received.



# ITEM [5.1]

Choose name from list - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	Ref	2021/22	Budget Year 2022/23							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		3 487	4 111	4 111	-	10 543	1 370	(87)	-6.3%	4 111
Expanded Public Works Programme Integrated Grant		1 079	1 050	1 050	-	263	350	(87)	-24.9%	1 050
Local Government Financial Management Grant		2 408	2 450	2 450	-	2 450	817			2 450
Municipal Infrastructure Grant		-	611	611	-	7 830	204			611
	3							-		
Other transfers and grants [insert description]								-		
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
	4							-		
Other transfers and grants [insert description]								-		
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]								-		
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
[insert description]								-		
<b>Total Operating Transfers and Grants</b>	5	3 487	4 111	4 111	-	10 543	1 370	(87)	-6.3%	4 111
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	(21 482)	(21 482)	-	(89)	(7 161)	86	-1.2%	(21 482)
Integrated National Electrification Programme Grant		-	733	733	-	330	244	86	35.1%	733
Municipal Infrastructure Grant		-	(22 215)	(22 215)	-	(419)	(7 405)			(22 215)
								-		
Other capital transfers [insert description]								-		
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
[insert description]								-		
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]								-		
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
[insert description]								-		
<b>Total Capital Transfers and Grants</b>	5	-	(21 482)	(21 482)	-	(89)	(7 161)	86	-1.2%	(21 482)

## ITEM [5.1]

### Table SC7: Grants expenditure

The table below reflects on grants' expenditures as October 2022. These amounts are inclusive of VAT.

Finance management grant's (FMG) year-to-date expenditure amounts to R1, 4 million which relates to interns' salaries and mSCOA implementation and updating municipal fixed assets register.

Expanded Public works programme (EPWP) grant which relates to casual work and poverty alleviation projects, the spending to date is R165 240.

Municipal Infrastructural Grant (MIG) expenditure amounts to R 1, 9 million for operational costs and capital expenditure.

Integrated National Electrification Program (INEP) Grant has no spending to date.

The Small Town Revitalization (STR) Grant from Office of the Premier amount spent to date is R10, 5 million

### Table SC7: Grants Expenditure

<b>Grants Reconciliation as at October 2022</b>					
<b>Grants</b>	<b>Allocation</b>	<b>Amount Received</b>	<b>Amount Spent</b>	<b>Variance</b>	<b>% Spent</b>
FMG	2 450 000	2 450 000	1 495 225	954 775	61%
EPWP	1 050 000	263 000	166 576	96 424	63%
INEP	733 000	330 000	-	330 000	0%
OPT Grant	20 000 000	10 593 489	10 593 489	-	100%
MIG	22 215 000	7 775 778	1 969 966	5 805 812	25%
				-	
<b>Totals</b>	<b>46 448 000</b>	<b>21 412 267</b>	<b>14 225 257</b>	<b>7 187 010</b>	<b>66%</b>

# ITEM [5.1]

## Choose name from list - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		41 984	45 761	49 643	3 132	16 479	16 242	237	1.5%	49 643
Equitable Share		38 063	41 651	43 622	2 858	14 797	14 235	562	3.9%	43 622
Expanded Public Works Programme Integrated Grant		1 016	1 050	1 050	68	171	350	(179)	-51.3%	1 050
Local Government Financial Management Grant		2 357	2 450	4 360	171	1 372	1 453	(81)	-5.6%	4 360
Municipal Infrastructure Grant		549	611	611	35	140	204	(64)	-31.4%	611
								-		
								-		
Other transfers and grants [insert description]								-		
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
								-		
								-		
Other transfers and grants [insert description]								-		
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
								-		
[insert description]								-		
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
								-		
[insert description]								-		
<b>Total operating expenditure of Transfers and Grants:</b>		41 984	45 761	49 643	3 132	16 479	16 242	237	1.5%	49 643
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		9 610	19 424	19 424	634	1 646	19 424	(17 778)	-91.5%	6 475
Integrated National Electrification Programme Grant		-	637	637	-	-	637	(637)	-100.0%	212
Municipal Infrastructure Grant		9 610	18 786	18 786	634	1 646	18 786	(17 141)	-91.2%	6 262
								-		
								-		
Other capital transfers [insert description]								-		
<b>Provincial Government:</b>		5 618	17 391	17 391	2 222	7 447	17 391	(9 944)	-57.2%	5 797
<b>Specify (Add grant description)</b>		5 618	17 391	17 391	2 222	7 447	17 391	(9 944)	-57.2%	5 797
								-		
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
								-		
								-		
<b>Other grant providers:</b>		26	50	50	-	-	50	(50)	-100.0%	17
National Library South Africa		26	50	50	-	-	50	(50)	-100.0%	17
								-		
<b>Total capital expenditure of Transfers and Grants</b>		15 254	36 865	36 865	2 855	9 093	36 865	(27 772)	-75.3%	12 288
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		57 238	82 626	86 508	5 988	25 572	53 107	(27 535)	-51.8%	61 931

# ITEM [5.1]

## Table SC8: Expenditure on councilors, employees and managers

Table SC8 shows the performance of staff costs and councilors remuneration as at October 2022.

Choose name from list - Supporting Table SC8 Monthly Budget Statement - councilor and staff benefits - M04 October

Name of Employee and Councilor remuneration	Ref	2021/22	Budget Year 2022/23							
		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
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		3 498	4 002	4 002	296	1 351	1 334	17	1%	4 002
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		200	400	400	48	192	133	59	44%	400
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		982	891	891	98	390	297	93	31%	891
<b>Sub Total - Councillors</b>		<b>4 680</b>	<b>5 293</b>	<b>5 293</b>	<b>443</b>	<b>1 933</b>	<b>1 764</b>	<b>169</b>	<b>10%</b>	<b>5 293</b>
<b>% increase</b>	4		<b>13,1%</b>	<b>13,1%</b>						<b>13,1%</b>
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages		2 875	2 328	2 328	221	883	776	107	14%	2 328
Pension and UIF Contributions		8	8	8	1	3	3	0	13%	8
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		209	403	403	12	12	134	(122)	-91%	403
Motor Vehicle Allowance		826	920	920	76	302	307	(5)	-2%	920
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		486	396	396	39	158	132	26	20%	396
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>4 404</b>	<b>4 054</b>	<b>4 054</b>	<b>348</b>	<b>1 357</b>	<b>1 351</b>	<b>6</b>	<b>0%</b>	<b>4 054</b>
<b>% increase</b>	4		<b>-7,9%</b>	<b>-7,9%</b>						<b>-7,9%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		29 722	28 806	28 806	2 313	9 127	9 602	(475)	-5%	28 806
Pension and UIF Contributions		4 650	5 332	5 332	374	1 460	1 763	(303)	-17%	5 332
Medical Aid Contributions		2 335	2 606	2 606	214	857	869	(11)	-1%	2 606
Overtime		635	534	534	63	223	178	45	25%	534
Performance Bonus		2 501	2 217	2 217	42	42	739	(697)	-94%	2 217
Motor Vehicle Allowance		605	599	599	50	167	200	(32)	-16%	599
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		68	75	75	4	16	25	(9)	-36%	75
Other benefits and allowances		76	14	14	1	4	5	(1)	-19%	14
Payments in lieu of leave		630	1 135	1 135	-	-	378	(378)	-100%	1 135
Long service awards		120	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	1 435	52	52	-	-	17	(17)	-100%	52
<b>Sub Total - Other Municipal Staff</b>		<b>42 777</b>	<b>41 369</b>	<b>41 369</b>	<b>3 061</b>	<b>11 896</b>	<b>13 776</b>	<b>(1 879)</b>	<b>-14%</b>	<b>41 369</b>
<b>% increase</b>	4		<b>-3,3%</b>	<b>-3,3%</b>						<b>-3,3%</b>
<b>Total Parent Municipality</b>		<b>51 860</b>	<b>50 717</b>	<b>50 717</b>	<b>3 851</b>	<b>15 187</b>	<b>16 892</b>	<b>(1 705)</b>	<b>-10%</b>	<b>50 717</b>
			<b>-2,2%</b>	<b>-2,2%</b>						<b>-2,2%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>51 860</b>	<b>50 717</b>	<b>50 717</b>	<b>3 851</b>	<b>15 187</b>	<b>16 892</b>	<b>(1 705)</b>	<b>-10%</b>	<b>50 717</b>
<b>% increase</b>	4		<b>-2,2%</b>	<b>-2,2%</b>						<b>-2,2%</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>47 180</b>	<b>45 424</b>	<b>45 424</b>	<b>3 409</b>	<b>13 254</b>	<b>15 127</b>	<b>(1 874)</b>	<b>-12%</b>	<b>45 424</b>

## **ITEM [5.1]**

### **REPORT ON IRREGULAR, FRUITLESS AND WASTEFUL AND UNAUTHORISED EXPENDITURE FOR THE MONTH ENDING 31 OCTOBER 2022**

- The following fruitless and wasteful expenditure has been incurred during the month ended 31<sup>st</sup> October 2022 and this has to be reported in terms of s32 of the MFMA and MFMA circular 68 :

<b>OCTOBER</b>	<b>TOTAL</b>
R 67 174.82	<b>R 67 174.82</b>

The municipality has no irregular and unauthorized expenditure incurred during the first quarter under review.

#### **FINANCIAL IMPLICATIONS**

None

#### **STAFF IMPLICATIONS**

None

#### **ANNEXURE**

Annexure A: Schedule C Report – October 2022

#### **RECOMMENDATION**

That the report be noted

#### **SUBMITTED FOR NOTING**