

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

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**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
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**Item No: 81/10/2022 - Financial Quarterly Report for the Quarter Ending 30
September 2022 (7/15/1/2/1)**

**Reporting Flow:
Management
Budget and Treasury
Exco
Council**

Part 1: Section 1: Budget Statement

1.1 Mayor's Report

Purpose

The purpose of this report is to comply with Section 52 (d) of the Municipal Finance Management Act (MFMA No.56 of 2003) and the requirements Municipal budgeting and reporting requirements (MBRR) as promulgated in Government Gazette No 32141 of 17 April 2009.

Section 52(d) of the MFMA read together with Regulation 31 of the Municipal Budget and Reporting Regulations state that the Mayor of a municipality must, within 30 days of the end of each quarter submit a report to the Council on the implementation of the budget and the financial state of affairs of the municipality. Regulation 31 of the MBRR further states that the report in question must be prepared in accordance with format and content of the prescribed Schedule C.

Discussion

Moses Kotane Local Municipality complies the MFMA Section 71 and 52(d) in-year monitoring reports in the prescribed format as per the Municipal Budget and Reporting Regulations.

Monthly reporting

Monthly financial reporting as per DoRA and MFMA requirements to Council, National & Provincial Departments and other stakeholders have been adequately adhered to for the period under review.

1.2. Resolutions

The following recommendation will be presented to Council for its resolution when the in-year report is tabled.

Recommendations:

- That the Mayor considers the quarterly budget statement, performance assessment report and supporting documentation for the quarter ending 30 September 2022.
- That the Section 52 (d) report be submitted to Provincial and National Treasury.

See attached quality certificate

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
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1.3. Executive Summary

The purpose of this report is to submit the Financial Quarterly Report in terms of Section 52(d) of the Municipal Finance Management Act, 2003 (Act 56 of 2003) for the 1st Quarter of the 2022/23 financial year.

The Municipal Budget and Reporting Regulation no. 31 states that the Mayor's quarterly budget statement report on the implementation of the budget and state of financial affairs of the municipality as required by Section 52 (d) must be –

- a) In the format specified in Schedule C and include all required tables, charts and explanatory notes, taking into account any guidelines issued by the Minister in terms of section 168 (1) of the MFMA.
- b) Consistent with the monthly budget statements for the September, December, March and June as applicable; and
- c) Submit to the National Treasury and relevant Provincial Treasury within 5 days of tabling of the report in Council.

The executive summary of the monthly statement must cover at least the following:

- a) The municipality's consolidated performance, in relation to both the approved annual budget and the latest approved adjustments budget, with specific reference to the in-year report tables, charts and explanations.
- b) Any material variances from service delivery and budget implementation plan.
- c) Any remedial or corrective steps taken or to be taken to ensure that the projected revenue and expenditure remain within the approved budget.

The contents of this reports is indicative of all financial transactions, including debtors, expenditure, revenue, investments, grants, cash flow and the budget implementation status as guided by MFMA and the relevant Regulations.

The table below indicates the Financial Performance for the quarter ending 30th September 2022, reflecting the actual performance against the allocated budget.

1.4. Performance against the approved budget

| ACTUAL vs ORIGINAL BUDGET as at 30th SEPTEMBER 2022 | | | | |
|--|--------------------------------|--------------------|-------------------------|----------------|
| | 2022/23 ORIGINAL BUDGET | YTD ACTUAL | AVAILABLE BUDGET | % SPENT |
| TOTAL REVENUE | 1,002,764,828 | 294,501,156 | 708,263,672 | 29% |
| TOTAL EXPENDITURE | 1,086,050,840 | 181,913,945 | 904,136,895 | 17% |
| CAPITAL EXPENDITURE | 234,539,883 | 24,011,656 | 210,528,227 | 10% |

The total operating revenue generated as at the 2nd quarter amount to R294.5 million, and the operating expenditure amount to R181.9 million. This translate to a surplus of R112.5 million.

Capital expenditure for the reporting period amount to R24 million or 10% of the allocated budget of R234.5 million.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

Operating Revenue

The table below reflects operating revenue performance per revenue item. Over performance was recorded on interest and operating grants.

| INCOME | | | | | |
|--|-----------------------|--------------------|---------------------|---------------------|---------------|
| Revenue Sources | 2022/23 Budget | Actual | Year to date | Available | % Spent |
| SEPTEMBER 2022 | | | | | |
| Property Rates | -124,143,338 | -15,366,134 | -35,830,922 | -88,312,416 | 28.86% |
| Service charges - water revenue | -225,927,605 | -6,780,723 | -21,710,049 | -204,217,556 | 9.61% |
| Service charges - sanitation revenue | -5,732,601 | -331,929 | -729,208 | -5,003,393 | 12.72% |
| Service charges - refuse revenue | -11,557,900 | -982,995 | -3,000,018 | -8,557,882 | 25.96% |
| Interest earned - external investments | -5,438,345 | -646,870 | -2,080,302.09 | -3,358,043 | 38.25% |
| Interest earned - outstanding debtors | -85,594,162 | -8,323,725 | -24,701,668 | -60,892,494 | 28.86% |
| Traffic Fines | -2,000,000 | - | - | -2,000,000 | 0.00% |
| Licence Applications | -2,000,000 | - | - | -2,000,000 | 0.00% |
| Transfers recognised - operational | -538,131,117 | - | -206,155,000 | -331,976,117 | 38.31% |
| Rental of facilities and equipment | -126,532 | -7,581 | -30,863 | -95,669 | 24.39% |
| Other revenue | -2,113,228 | -33,257 | -263,126.55 | -1,850,101 | 12.45% |
| TOTAL REVENUE | -1,002,764,828 | -32,473,214 | -294,501,156 | -708,263,672 | 29.37% |



Total revenue generated for the first quarter amount to R294.5 million which include revenue from Property Rates, Water, Refuse Removal, and Interest and these are the major sources of revenue for the municipality.

Revenue for the first quarter equates 29.37%, this is 4.37% higher than the anticipated percentage. This is attributable to the receipts of equitable shares. Of the total revenue, 70% is received from transfers and subsidies while own revenue billing accounts for 30%.

The above is indicative that the municipality is reliant on government grants to fund its daily operations. The municipality is however implementing financial plan adopted by Council to improve revenue collection and eventually financial position and sustainability.

The table below shows the performance of grants as at 30 September 2022.

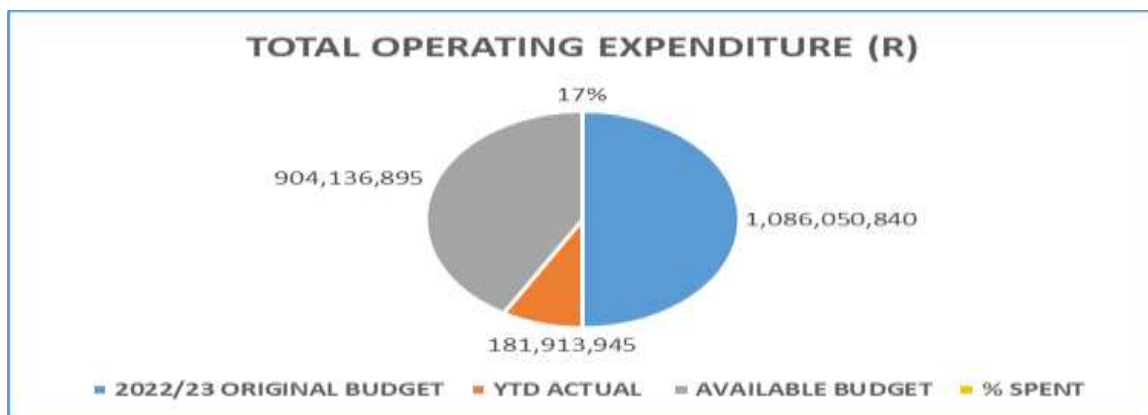
**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
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| DESCRIPTION | BUDGET | RECEIVED | CONDITIONS MET | %SPENT |
|-----------------------|----------------|----------------|----------------|--------|
| EQUITABLE SHARES | 528,602,000.00 | 206,155,000.00 | 86,793,627.00 | 42% |
| MIG CAPITAL PROJECTS | 166,039,883.00 | 14,725,883.00 | 9,035,993.00 | 61% |
| MIG ROLLOVER PROJECTS | | | | |
| WISG CAPITAL PROJECTS | 65,000,000.00 | 15,000,000.00 | 3,256,617.28 | 22% |
| WISG ROLLOVER PROJECT | | | | |
| FMG GRANT EPWP | 1,950,000.00 | 1,950,000.00 | 198,995.00 | 10% |
| EPWP | 1,652,000.00 | 413,000.00 | 168,980.00 | 41% |
| PMU | 5,927,117.00 | 5,927,117.00 | 642,990.00 | 11% |
| EDDSM | | 1,000,000.00 | | |

Operating Expenditure

The table below reflects operating expenditure per line item as at 30 September 2022.

| OPERATING EXPENDITURE | | | | | |
|--|----------------------|-------------------|--------------------|--------------------|---------------|
| Expenditure Item | 2022/23 Budget | Actual | Year to date | Available | % Spent |
| | | | SEPTEMBER 2022 | | |
| Employee Related Cost and Allowance of Councillors | 302,173,219 | 26,014,085 | 75,608,504 | 226,564,715 | 25.02% |
| Contracted Services | 127,587,252 | 12,189,749 | 28,356,578 | 99,230,674 | 22.23% |
| Operational Cost | 70,047,642 | 6,000,872 | 15,767,992 | 54,279,650 | 22.51% |
| Inventory | 109,720,000 | 11,591,225 | 16,615,870 | 93,104,130 | 15.14% |
| Bulk Purchases Electricity | 20,000,000 | 2,773,581 | 8,698,525 | 11,301,475 | 43.49% |
| Interest on External Loans | 3,687,184 | 62,781 | 74,102 | 3,613,082 | 2.01% |
| Operating Leases | 25,000,000 | 637,472 | 941,820 | 24,058,180 | 3.77% |
| Bad Debts Written Off | 276,957,149 | - | - | 276,957,149 | 0.00% |
| Depreciation | 150,878,394 | 23,900,368 | 35,850,553 | 115,027,841 | 23.76% |
| TOTAL EXPENDITURE | 1,086,050,840 | 83,170,134 | 181,913,945 | 904,136,895 | 16.75% |



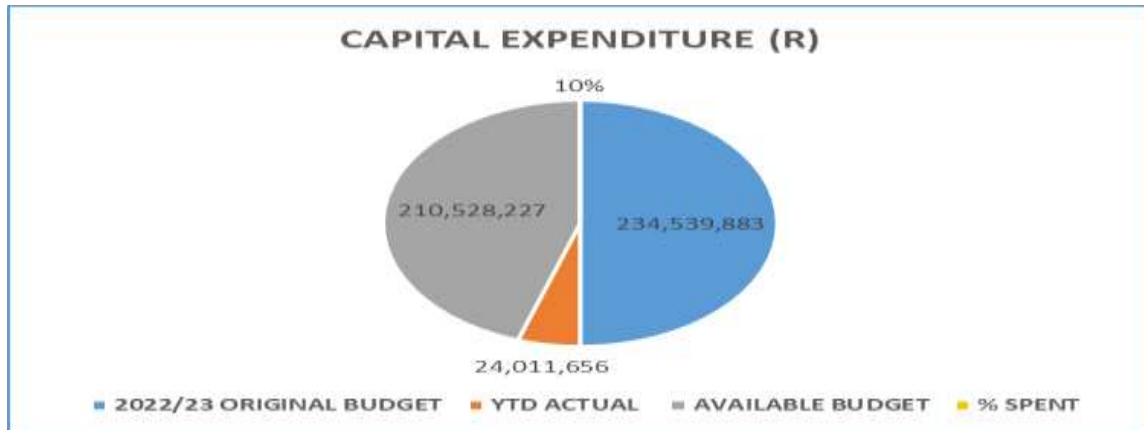
The year to expenditure as at the end of the first quarter amount to 16.75% (R181,913,895) of the total operating expenditure budget of R1086 050 840. The incurred expenditure is 8.25% below the anticipated percentage of 25% by first quarter. The underspending occurred as a result of provision bad debts which was not debited on a monthly basis in the financial system.

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
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1.5. Capital Expenditure

The table below reflects capital expenditure for the first quarter of 2022/23 financial year.

| ACTUAL vs ORIGINAL BUDGET as at 30 SEPTEMBER 2022 | | | | |
|---|-------------------------|------------|------------------|---------|
| | 2022/23 ORIGINAL BUDGET | YTD ACTUAL | AVAILABLE BUDGET | % SPENT |
| CAPITAL EXPENDITURE | 234,539,883 | 24,011,656 | 210,528,227 | 10% |



Capital expenditure for the reporting period amounts to R24 million. The expenditure translates to 10% of the allocated budget of R234.5. The capital expenditure is mainly funded from MIG and WSIG grants for the current financial year.

1.6. Material Variances From SDBIP

Underspending on operating expenditure occurred from debt impairment.

1.7. Remedial Corrective Steps

Strict expenditure and cash flow management will be enforced to avoid over spending. SCM processes, without compromising compliance, will be expedited to ensure that capital grants are fully spent at year end. In-year monitoring reports will be utilised as an early warning system and corrective measures be taken to curb non-compliance.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

Section 2 - In-Year Budget Statement Tables

If a municipality does not have any municipalities, the in-year budget statement tables must consist of the following tables:

- (a) Table C1 Monthly Budget Statement Summary
- (b) Table C2 Monthly Budget Statement -Financial Performance (standard classification)
- (c) Table C3 Monthly Budget Statement- Financial Performance (revenue and expenditure by municipal vote)
- (d) Table C4 Monthly Budget Statement-Financial Performance (revenue and expenditure)
- (e) Table C5 Monthly Budget Statement- Capital Expenditure (municipal vote, standard classification and funding)
- (f) Table C6 Monthly Budget Statement- Financial Position
- (g) Table C7 Monthly Budget Statement Cash Flow

If a municipality does have one or more municipal entities, the adjustments budget tables must consist of -

- (a) The tables mentioned above, and
- (b) The tables in the Second Attachment to this Schedule, namely-
 - (i) Table C1 Consolidated Monthly Budget Statement Summary
 - (ii) Table C2 Consolidated Monthly Budget Statement -Financial Performance (standard classification)
 - (iii) Table C3 Consolidated Monthly Budget Statement- Financial Performance (revenue and expenditure by municipal vote)
 - (iv) Table C4 Consolidated Monthly Budget Statement -Financial Performance (revenue and expenditure)
 - (v) Table C5 Consolidated Monthly Budget Statement- Capital Expenditure (municipal vote, standard classification and funding)
 - (vi) Table C6 Consolidated Monthly Budget Statement- Financial Position
 - (vii) Table C7 Consolidated Monthly Budget Statement -Cash Flow

Supporting information and explanations of trends and anomalies must be presented for each table where such presentation will assist with the information contained in the tables.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

2.1. Table C1 Monthly Statements Summary

The table below reflects the summary of the financial state of the municipality as at 30 September 2022. It comprises of a summary information from the statement of financial performance, capital expenditure and funding, financial position, cash flow debtors and creditors.

| North West: Moses Kotane (NW375) - Table C1 Quarterly Budget Summary for 1st Quarter ended 30 September 2022 | | | | | | | | | |
|---|------------------|---------------------|------------------|----------------|----------------|-----------------|-----------------|-----------------|--------------------|
| Description | 2021/22 | Budget year 2022/23 | | | | | | | |
| | Audited Outcome | Original Budget | Adjusted Budget | Q1 Sept Actual | YTD Actual | YTD Budget | YTD Variance | YTD variance % | Full Year Forecast |
| Financial Performance | | | | | | | | | |
| Property rates | 130,570 | 124,143 | 124,143 | 35,831 | 35,831 | 31,036 | 4,795 | 15.45 | 124,143 |
| Service charges | 216,019 | 243,218 | 243,218 | 25,439 | 25,439 | 60,805 | (35,365) | (58.16) | 243,218 |
| Investment revenue | 2,479 | 5,438 | 5,438 | 2,080 | 2,080 | 1,360 | 721 | 53.01 | 5,438 |
| Transfers and subsidies | 485,293 | 538,131 | 538,131 | 206,155 | 206,155 | 134,533 | 71,622 | 53.24 | 538,131 |
| Other own revenue | 96,367 | 91,834 | 91,834 | 24,996 | 24,996 | 22,958 | 2,037 | 8.87 | 91,834 |
| Total Revenue (excluding capital transfers and contributions) | 930,729 | 1,002,765 | 1,002,765 | 294,501 | 294,501 | 250,691 | 43,810 | 17.48 | 1,002,765 |
| Employee costs | 270,066 | 275,251 | 275,251 | 68,595 | 68,595 | 68,813 | (218) | (0.32) | 275,251 |
| Remuneration of councillors | 25,344 | 26,922 | 26,922 | 7,013 | 7,013 | 6,731 | 282 | 4.20 | 26,922 |
| Depreciation & asset impairment | 131,765 | 150,878 | 150,878 | 35,851 | 35,851 | 37,720 | (1,869) | (4.96) | 150,878 |
| Finance charges | 4,036 | 3,687 | 3,687 | 74 | 74 | 922 | (848) | (91.96) | 3,687 |
| Inventory consumed and bulk purchases | 142,736 | 129,720 | 129,720 | 25,314 | 25,314 | 32,430 | (7,116) | (21.94) | 129,720 |
| Transfers and subsidies | - | - | - | - | - | - | - | - | - |
| Other expenditure | 551,747 | 499,592 | 499,592 | 45,066 | 45,066 | 124,898 | (79,832) | (63.92) | 499,592 |
| Total Expenditure | 1,125,694 | 1,086,051 | 1,086,051 | 181,914 | 181,914 | 271,513 | (89,599) | (33.00) | 1,086,051 |
| Surplus/(Deficit) | (194,965) | (83,286) | (83,286) | 112,587 | 112,587 | (20,822) | 133,409 | (640.71) | (83,286) |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | 200,190 | 231,040 | 231,040 | - | - | 57,760 | (57,760) | (100.00) | 231,040 |
| Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions) & Transfers and subsidies - capital (in-kind - all) | 983 | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after capital transfers & contributions | 6,208 | 147,754 | 147,754 | 112,587 | 112,587 | 36,938 | 75,649 | 204.80 | 147,754 |
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) for the year | 6,208 | 147,754 | 147,754 | 112,587 | 112,587 | 36,938 | 75,649 | 204.80 | 147,754 |
| Capital expenditure & funds sources | | | | | | | | | |
| Capital expenditure | 12,373 | 234,540 | 234,540 | 24,012 | 24,012 | 58,635 | (34,623) | (59.05) | 234,540 |
| Transfers recognised - capital | 12,186 | 231,040 | 231,040 | 23,893 | 23,893 | 57,760 | (33,867) | (58.63) | 231,040 |
| Borrowing | - | - | - | - | - | - | - | - | - |
| Internally generated funds | 188 | 3,500 | 3,500 | 118 | 118 | 875 | (757) | (86.46) | 3,500 |
| Total sources of capital funds | 12,373 | 234,540 | 234,540 | 24,012 | 24,012 | 58,635 | (34,623) | (59.05) | 234,540 |
| Financial position | | | | | | | | | |
| Total current assets | 282,913 | (288,809) | (288,809) | 378,573 | 378,573 | (72,202) | 450,775 | (624.32) | (288,809) |
| Total non current assets | 3,117,339 | 3,507,327 | 3,507,327 | 3,105,500 | 3,105,500 | 876,832 | 2,228,668 | 254.17 | 3,507,327 |
| Total current liabilities | 354,296 | 280,117 | 280,117 | 325,383 | 325,383 | 70,029 | 255,354 | 364.64 | 280,117 |
| Total non current liabilities | 34,703 | 36,813 | 36,813 | 34,853 | 34,853 | 9,203 | 25,650 | 278.70 | 36,813 |
| Community wealth/Equity | 2,972,819 | 2,753,833 | 2,753,833 | 3,132,032 | 3,132,032 | 688,458 | 2,443,574 | 354.93 | 2,753,833 |
| Cash flows | | | | | | | | | |
| Net cash from (used) operating | 497,631 | 255,702 | 255,702 | 96,702 | 96,702 | 63,925 | 32,777 | 51.27 | 255,702 |
| Net cash from (used) investing | (12,373) | (234,540) | (234,540) | (24,012) | (24,012) | (58,635) | 34,623 | (59.05) | (234,540) |
| Net cash from (used) financing | (5,045) | (15,000) | (15,000) | (212) | (212) | (3,750) | 3,538 | (94.35) | (15,000) |
| Cash/cash equivalents at the year end | 541,809 | 103,606 | 103,606 | 109,358 | 109,358 | 9,660 | 99,698 | 1,032.05 | 103,606 |

2.2 Table C2: Monthly Budget Statement-Financial Performance (Standard classification)

This table reflects the operating budget (Financial Performance) in the standard classifications. Financed 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 the unique organisational structure used by the different institutions.

The main functions are Government and Administration, Community and Public Safety, Economic and Environmental and Trading Services.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote.

2.2 Table C2: Financial Performance (Standard Classification)

NW375 Moses Kotane - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

| 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 |
| R thousands | 1 | | | | | | | | | |
| Revenue - Functional | | | | | | | | | | |
| <i>Governance and administration</i> | | 477,898 | 513,861 | 513,861 | 24,366 | 66,881 | 128,465 | (61,584) | -48% | 513,861 |
| Executive and council | | 5,699 | 20,422 | 20,422 | - | 4,000 | 5,105 | (1,105) | -22% | 20,422 |
| Finance and administration | | 472,198 | 493,439 | 493,439 | 24,366 | 62,881 | 123,360 | (60,479) | -49% | 493,439 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| <i>Community and public safety</i> | | 31,609 | 19,046 | 19,046 | 1 | 3 | 4,762 | (4,758) | -100% | 19,046 |
| Community and social services | | 11,817 | 2,736 | 2,736 | 1 | 3 | 684 | (681) | -100% | 2,736 |
| Sport and recreation | | 16,054 | 12,310 | 12,310 | - | - | 3,078 | (3,078) | -100% | 12,310 |
| Public safety | | 3,738 | 4,000 | 4,000 | - | - | 1,000 | (1,000) | -100% | 4,000 |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| <i>Economic and environmental services</i> | | 61,218 | 62,627 | 62,627 | 11 | 23 | 15,657 | (15,634) | -100% | 62,627 |
| Planning and development | | 4,576 | 6,027 | 6,027 | 11 | 23 | 1,507 | (1,484) | -99% | 6,027 |
| Road transport | | 56,642 | 56,600 | 56,600 | - | - | 14,150 | (14,150) | -100% | 56,600 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| <i>Trading services</i> | | 561,178 | 638,270 | 638,270 | 8,096 | 227,594 | 159,568 | 68,027 | 43% | 638,270 |
| Energy sources | | 18,676 | 12,919 | 12,919 | - | - | 3,230 | (3,230) | -100% | 12,919 |
| Water management | | 423,012 | 476,828 | 476,828 | 6,781 | 119,940 | 119,207 | 732 | 1% | 476,828 |
| Waste water management | | 34,691 | 52,499 | 52,499 | 332 | 23,265 | 13,125 | 10,141 | 77% | 52,499 |
| Waste management | | 84,798 | 96,024 | 96,024 | 983 | 84,389 | 24,006 | 60,383 | 252% | 96,024 |
| <i>Other</i> | 4 | - | - | - | - | - | - | - | - | - |
| Total Revenue - Functional | 2 | 1,131,902 | 1,233,805 | 1,233,805 | 32,473 | 294,501 | 308,451 | (13,950) | -5% | 1,233,805 |
| Expenditure - Functional | | | | | | | | | | |
| <i>Governance and administration</i> | | 351,109 | 307,189 | 307,189 | 18,975 | 53,958 | 76,798 | (22,840) | -30% | 307,189 |
| Executive and council | | 80,699 | 95,323 | 95,323 | 7,329 | 19,734 | 23,831 | (4,097) | -17% | 95,323 |
| Finance and administration | | 266,897 | 208,494 | 208,494 | 11,324 | 33,204 | 52,124 | (18,920) | -36% | 208,494 |
| Internal audit | | 3,513 | 3,372 | 3,372 | 322 | 1,020 | 843 | 177 | 21% | 3,372 |
| <i>Community and public safety</i> | | 107,523 | 108,615 | 108,615 | 13,282 | 30,565 | 27,154 | 3,412 | 13% | 108,615 |
| Community and social services | | 24,763 | 30,245 | 30,245 | 2,969 | 6,157 | 7,561 | (1,404) | -19% | 30,245 |
| Sport and recreation | | 49,257 | 46,036 | 46,036 | 7,346 | 15,782 | 11,509 | 4,273 | 37% | 46,036 |
| Public safety | | 33,503 | 32,334 | 32,334 | 2,967 | 8,626 | 8,083 | 543 | 7% | 32,334 |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| <i>Economic and environmental services</i> | | 74,657 | 93,832 | 93,832 | 10,593 | 18,797 | 23,458 | (4,661) | -20% | 93,832 |
| Planning and development | | 19,928 | 23,817 | 23,817 | 1,998 | 5,279 | 5,954 | (676) | -11% | 23,817 |
| Road transport | | 54,729 | 70,015 | 70,015 | 8,595 | 13,518 | 17,504 | (3,986) | -23% | 70,015 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| <i>Trading services</i> | | 589,760 | 573,609 | 573,609 | 40,099 | 77,901 | 143,402 | (65,501) | -46% | 573,609 |
| Energy sources | | 31,229 | 29,247 | 29,247 | 3,764 | 10,868 | 7,312 | 3,556 | 49% | 29,247 |
| Water management | | 462,253 | 462,074 | 462,074 | 29,121 | 52,562 | 115,519 | (62,957) | -54% | 462,074 |
| Waste water management | | 38,649 | 24,596 | 24,596 | 1,934 | 4,943 | 6,149 | (1,206) | -20% | 24,596 |
| Waste management | | 57,630 | 57,692 | 57,692 | 5,281 | 9,528 | 14,423 | (4,895) | -34% | 57,692 |
| <i>Other</i> | | 2,645 | 2,806 | 2,806 | 221 | 693 | 701 | (9) | -1% | 2,806 |
| Total Expenditure - Functional | 3 | 1,125,694 | 1,086,051 | 1,086,051 | 83,170 | 181,914 | 271,513 | (89,599) | -33% | 1,086,051 |
| Surplus/ (Deficit) for the year | | 6,208 | 147,754 | 147,754 | (50,697) | 112,587 | 36,938 | 75,649 | 205% | 147,754 |

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

2.3 Table C3: Monthly Budget Statement-Financial Performance

NW375 Moses Kotane - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

| 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 |
| R thousands | | | | | | | | | | |
| Revenue by Vote | | | | | | | | | | |
| Vote 01 - Municipal Council | 1 | 5,699 | 20,422 | 20,422 | - | 4,000 | 5,105 | (1,105) | -21.7% | 20,422 |
| Vote 02 - Office Of The Accounting Officer | | - | - | - | - | - | - | - | - | - |
| Vote 03 - Budget And Treasury Office | | 470,779 | 492,839 | 492,839 | 24,366 | 62,881 | 123,210 | (60,329) | -49.0% | 492,839 |
| Vote 04 - Corporate Services | | 1,420 | 600 | 600 | - | - | 150 | (150) | -100.0% | 600 |
| Vote 05 - Community Services | | 116,407 | 115,071 | 115,071 | 984 | 84,393 | 28,768 | 55,625 | 193.4% | 115,071 |
| Vote 06 - Planning & Development | | 72 | 100 | 100 | 11 | 23 | 25 | (2) | -9.9% | 100 |
| Vote 07 - Infrastructure & Technical Services | | 537,526 | 604,773 | 604,773 | 7,113 | 143,205 | 151,193 | (7,988) | -5.3% | 604,773 |
| Vote 08 - | | - | - | - | - | - | - | - | - | - |
| Vote 09 - | | - | - | - | - | - | - | - | - | - |
| Vote 10 - | | - | - | - | - | - | - | - | - | - |
| Vote 11 - | | - | - | - | - | - | - | - | - | - |
| Vote 12 - | | - | - | - | - | - | - | - | - | - |
| Vote 13 - | | - | - | - | - | - | - | - | - | - |
| Vote 14 - | | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | | - | - | - | - | - | - | - | - | - |
| Total Revenue by Vote | 2 | 1,131,902 | 1,233,805 | 1,233,805 | 32,473 | 294,501 | 308,451 | (13,950) | -4.5% | 1,233,805 |
| Expenditure by Vote | | | | | | | | | | |
| Vote 01 - Municipal Council | 1 | 66,544 | 83,217 | 83,217 | 6,683 | 18,256 | 20,804 | (2,548) | -12.2% | 83,217 |
| Vote 02 - Office Of The Accounting Officer | | 22,275 | 19,856 | 19,856 | 1,418 | 3,772 | 4,964 | (1,192) | -24.0% | 19,856 |
| Vote 03 - Budget And Treasury Office | | 169,825 | 91,576 | 91,576 | 4,320 | 13,537 | 22,894 | (9,357) | -40.9% | 91,576 |
| Vote 04 - Corporate Services | | 77,574 | 75,860 | 75,860 | 5,446 | 16,070 | 18,965 | (2,896) | -15.3% | 75,860 |
| Vote 05 - Community Services | | 176,480 | 198,251 | 198,251 | 19,277 | 41,223 | 49,563 | (8,340) | -16.8% | 198,251 |
| Vote 06 - Planning & Development | | 18,408 | 21,413 | 21,413 | 1,741 | 5,155 | 5,353 | (198) | -3.7% | 21,413 |
| Vote 07 - Infrastructure & Technical Services | | 594,587 | 595,877 | 595,877 | 44,285 | 83,900 | 148,969 | (65,069) | -43.7% | 595,877 |
| Vote 08 - | | - | - | - | - | - | - | - | - | - |
| Vote 09 - | | - | - | - | - | - | - | - | - | - |
| Vote 10 - | | - | - | - | - | - | - | - | - | - |
| Vote 11 - | | - | - | - | - | - | - | - | - | - |
| Vote 12 - | | - | - | - | - | - | - | - | - | - |
| Vote 13 - | | - | - | - | - | - | - | - | - | - |
| Vote 14 - | | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | | - | - | - | - | - | - | - | - | - |
| Total Expenditure by Vote | 2 | 1,125,694 | 1,086,051 | 1,086,051 | 83,170 | 181,914 | 271,513 | (89,599) | -33.0% | 1,086,051 |
| Surplus/ (Deficit) for the year | 2 | 6,208 | 147,754 | 147,754 | (50,697) | 112,587 | 36,938 | 75,649 | 204.8% | 147,754 |

Table C3 reflects the municipality's revenue and expenditure by municipal vote.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

Table C4: Financial Performance (Revenue & Expenditure)

North West: Moses Kotane (NW375) - Table C4 Quarterly Budgeted Financial Performance (All) for 1st Quarter ended 30 September 2022

| Description | 2021/22 | Budget year 2022/23 | | | | | | | |
|--|------------------|---------------------|------------------|----------------|----------------|-----------------|-----------------|-----------------|--------------------|
| | Audited Outcome | Original Budget | Adjusted Budget | Q1 Sept Actual | YTD Actual | YTD Budget | YTD Variance | YTD variance % | Full Year Forecast |
| Revenue By Source | | | | | | | | | |
| Property rates | 130,570 | 124,143 | 124,143 | 35,831 | 35,831 | 31,036 | 4,795 | 15.45 | 124,143 |
| Service charges - electricity revenue | | | | | | | | | |
| Service charges - water revenue | 199,384 | 225,928 | 225,928 | 21,710 | 21,710 | 56,482 | (34,772) | (61.56) | 225,928 |
| Service charges - sanitation revenue | 5,259 | 5,733 | 5,733 | 729 | 729 | 1,433 | (704) | (49.12) | 5,733 |
| Service charges - refuse revenue | 11,376 | 11,558 | 11,558 | 3,000 | 3,000 | 2,889 | 111 | 3.83 | 11,558 |
| Rental of facilities and equipment | 234 | 127 | 127 | 31 | 31 | 32 | (1) | (2.43) | 127 |
| Interest earned - external investments | 2,479 | 5,438 | 5,438 | 2,080 | 2,080 | 1,360 | 721 | 53.01 | 5,438 |
| Interest earned - outstanding debtors | 84,934 | 85,594 | 85,594 | 24,702 | 24,702 | 21,399 | 3,303 | 15.44 | 85,594 |
| Dividends received | 3,187 | | | | | | | | |
| Fines, penalties and forfeits | 1,308 | 2,000 | 2,000 | | | 500 | (500) | (100.00) | 2,000 |
| Licences and permits | 2,430 | 2,000 | 2,000 | | | 500 | (500) | (100.00) | 2,000 |
| Agency services | | | | | | | | | |
| Transfers and subsidies | 485,293 | 538,131 | 538,131 | 206,155 | 206,155 | 134,533 | 71,622 | 53.24 | 538,131 |
| Other revenue | 1,586 | 2,113 | 2,113 | 263 | 263 | 528 | (265) | (50.25) | 2,113 |
| Gains | 2,688 | | | 0 | 0 | | 0 | | |
| Total Revenue (excluding capital transfers and contributions) | 930,729 | 1,002,765 | 1,002,765 | 294,501 | 294,501 | 250,691 | 43,810 | 17.48 | 1,002,765 |
| Expenditure By Type | | | | | | | | | |
| Employee related costs | 270,066 | 275,251 | 275,251 | 68,595 | 68,595 | 68,813 | (218) | (0.32) | 275,251 |
| Remuneration of councillors | 25,344 | 26,922 | 26,922 | 7,013 | 7,013 | 6,731 | 282 | 4.20 | 26,922 |
| Debt impairment | 321,005 | 276,957 | 276,957 | | | 69,239 | (69,239) | (100.00) | 276,957 |
| Depreciation and asset impairment | 131,765 | 150,878 | 150,878 | 35,851 | 35,851 | 37,720 | (1,869) | (4.96) | 150,878 |
| Finance charges | 4,036 | 3,687 | 3,687 | 74 | 74 | 922 | (848) | (91.96) | 3,687 |
| Bulk purchases - electricity | 20,890 | 20,000 | 20,000 | 8,699 | 8,699 | 5,000 | 3,699 | 73.97 | 20,000 |
| Inventory consumed | 121,846 | 109,720 | 109,720 | 16,616 | 16,616 | 27,430 | (10,814) | (39.42) | 109,720 |
| Contracted services | 125,412 | 127,587 | 127,587 | 28,357 | 28,357 | 31,897 | (3,540) | (11.10) | 127,587 |
| Transfers and subsidies | | | | | | | | | |
| Other expenditure | 88,805 | 95,048 | 95,048 | 16,710 | 16,710 | 23,762 | (7,052) | (29.68) | 95,048 |
| Losses | 16,526 | | | | | | | | |
| Total Expenditure | 1,125,694 | 1,086,051 | 1,086,051 | 181,914 | 181,914 | 271,513 | (89,599) | (33.00) | 1,086,051 |
| Surplus/(Deficit) | (194,965) | (83,286) | (83,286) | 112,587 | 112,587 | (20,822) | 133,409 | (640.71) | (83,286) |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | 200,190 | 231,040 | 231,040 | | | 57,760 | (57,760) | (100.00) | 231,040 |
| Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions) | 983 | | | | | | | | |
| Transfers and subsidies - capital (in-kind - all) | | | | | | | | | |
| Surplus/(Deficit) after capital transfers and contributions | 6,208 | 147,754 | 147,754 | 112,587 | 112,587 | 36,938 | 75,649 | 204.80 | 147,754 |
| Taxation | | | | | | | | | |
| Surplus/(Deficit) after taxation | 6,208 | 147,754 | 147,754 | 112,587 | 112,587 | 36,938 | 75,649 | 204.80 | 147,754 |
| Attributable to minorities | | | | | | | | | |
| Surplus/(Deficit) attributable to municipality | 6,208 | 147,754 | 147,754 | 112,587 | 112,587 | 36,938 | 75,649 | 204.80 | 147,754 |
| Share of surplus/ (deficit) of associate | | | | | | | | | |
| Surplus/(Deficit) for the year | 6,208 | 147,754 | 147,754 | 112,587 | 112,587 | 36,938 | 75,649 | 204.80 | 147,754 |

Revenue

- Year to date operating revenue comprises of own revenue and grants at 30% and 70% respectively. The municipality depends on government grants to fund its operations.
- A total of R32 million (29%) was generated for the reporting month, resulting to a year to date revenue of R294 million.
- Own revenue is mainly derived from property rates and service charges at R23.4 million or 72% of the total own revenue generated for the month. Of a concern is the low revenue collection rate which resulted in interest of R8.3 million. The municipality is having serious revenue challenges particularly on the household customers due to poor water quality and inconsistent water supply. Low revenue collection has negative impact on the repairs and maintenance of water infrastructure.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

Expenditure

- (a) Operating expenditure incurred for the reporting period amount to R83.1 million, translating to year to date spending of 16.75% against the budget. Underperformance resulted from non-incurrence of expenditure on debt impairment.
- (b) Contracted Services - The payment for contractors is not fixed, some of the expenses are only paid as and when the service is rendered.

1.5 Table C5: Capital Expenditure by Vote

North West: Moses Kotane (NW375) - Table C5 Quarterly Budgeted Capital Expenditure as at 1st Quarter ended 30 September 2022

| Description | Budget year 2022/23 | | | | | | | |
|---|---------------------|-----------------|----------------|---------------|---------------|-----------------|----------------|--------------------|
| | Original Budget | Adjusted Budget | Q1 Sept Actual | YTD Actual | YTD Budget | YTD Variance | YTD variance % | Full Year Forecast |
| Capital Expenditure - Functional | | | | | | | | |
| <i>Municipal governance and administration</i> | 2,000 | 2,000 | - | - | 500 | (500) | (100.00) | 2,000 |
| Executive and council | | | | | | | | |
| Finance and administration | 2,000 | 2,000 | | | 500 | (500) | (100.00) | 2,000 |
| Internal audit | | | | | | | | |
| <i>Community and public safety</i> | 13,310 | 13,310 | 3,069 | 3,069 | 3,328 | (258) | (7.76) | 13,310 |
| Community and social services | | | | | | | | |
| Sport and recreation | 12,310 | 12,310 | 3,069 | 3,069 | 3,078 | (8) | (0.27) | 12,310 |
| Public safety | 1,000 | 1,000 | | | 250 | (250) | (100.00) | 1,000 |
| Housing | | | | | | | | |
| Health | | | | | | | | |
| <i>Economic and environmental services</i> | 59,336 | 59,336 | 6,870 | 6,870 | 14,834 | (7,964) | (53.69) | 59,336 |
| Planning and development | 2,736 | 2,736 | | | 684 | (684) | (100.00) | 2,736 |
| Road transport | 56,600 | 56,600 | 6,870 | 6,870 | 14,150 | (7,280) | (51.45) | 56,600 |
| Environmental protection | | | | | | | | |
| <i>Trading services</i> | 159,894 | 159,894 | 14,073 | 14,073 | 39,973 | (25,901) | (64.79) | 159,894 |
| Energy sources | 12,919 | 12,919 | 1,260 | 1,260 | 3,230 | (1,970) | (61.00) | 12,919 |
| Water management | 119,668 | 119,668 | 5,622 | 5,622 | 29,917 | (24,295) | (81.21) | 119,668 |
| Waste water management | 24,230 | 24,230 | 6,686 | 6,686 | 6,058 | 629 | 10.38 | 24,230 |
| Waste management | 3,077 | 3,077 | 505 | 505 | 769 | (265) | (34.39) | 3,077 |
| <i>Other</i> | | | | | | | | |
| Total Capital Expenditure - Functional | 234,540 | 234,540 | 24,012 | 24,012 | 58,635 | (34,623) | (59.05) | 234,540 |
| Funded by | | | | | | | | |
| National Government | 231,040 | 231,040 | 23,893 | 23,893 | 57,760 | (33,867) | (58.63) | 231,040 |
| Provincial Government | | | | | | | | |
| District Municipality | | | | | | | | |
| Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions) | | | | | | | | |
| Transfers recognised - capital | 231,040 | 231,040 | 23,893 | 23,893 | 57,760 | (33,867) | (58.63) | 231,040 |
| Borrowing | | | | | | | | |
| Internally generated funds | 3,500 | 3,500 | 118 | 118 | 875 | (757) | (86.46) | 3,500 |
| Total Capital Funding | 234,540 | 234,540 | 24,012 | 24,012 | 58,635 | (34,623) | (59.05) | 234,540 |

Year to date capital acquisition amount to R24 012 million or 10% when compared to the allocated budget. The expenditure reported for the month of September is funded from grants. Most spending was incurred on trading services (water, refuse, sanitation and electricity) at 58% of the total expenditure for the month. Roads accounts 28,6% and Sports & Recreation 12.7%

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

NW375 Moses Kotane - Table C6 Monthly Budget Statement - Financial Position - M03 September

| Description | Ref | 2021/22 | Budget Year 2022/23 | | | |
|--|-----|------------------|---------------------|------------------|------------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | YearTD actual | Full Year Forecast |
| R thousands | 1 | | | | | |
| ASSETS | | | | | | |
| Current assets | | | | | | |
| Cash | | 562,686 | (474,428) | (474,428) | 9,907 | (474,428) |
| Call investment deposits | | (525,805) | 58,805 | 58,805 | 88,560 | 58,805 |
| Consumer debtors | | 121,515 | 112,737 | 112,737 | 162,153 | 112,737 |
| Other debtors | | 110,258 | 5,150 | 5,150 | 105,375 | 5,150 |
| Current portion of long-term receivables | | | | | | |
| Inventory | | 14,260 | 8,927 | 8,927 | 12,579 | 8,927 |
| Total current assets | | 282,913 | (288,809) | (288,809) | 378,573 | (288,809) |
| Non current assets | | | | | | |
| Long-term receivables | | - | - | - | - | - |
| Investments | | - | - | - | - | - |
| Investment property | | 150,684 | 154,834 | 154,834 | 150,684 | 154,834 |
| Investments in Associate | | | | | | |
| Property, plant and equipment | | 2,953,246 | 3,340,001 | 3,340,001 | 2,941,408 | 3,340,001 |
| Biological | | | | | | |
| Intangible | | 13,394 | 12,478 | 12,478 | 13,394 | 12,478 |
| Other non-current assets | | 14 | 14 | 14 | 14 | 14 |
| Total non current assets | | 3,117,339 | 3,507,327 | 3,507,327 | 3,105,500 | 3,507,327 |
| TOTAL ASSETS | | 3,400,252 | 3,218,517 | 3,218,517 | 3,484,073 | 3,218,517 |
| LIABILITIES | | | | | | |
| Current liabilities | | | | | | |
| Bank overdraft | | - | - | - | - | - |
| Borrowing | | 14,629 | 25,864 | 25,864 | 14,417 | 25,864 |
| Consumer deposits | | 1,070 | - | - | 1,070 | - |
| Trade and other payables | | 291,819 | 210,667 | 210,667 | 263,875 | 210,667 |
| Provisions | | 46,777 | 43,585 | 43,585 | 46,020 | 43,585 |
| Total current liabilities | | 354,296 | 280,117 | 280,117 | 325,383 | 280,117 |
| Non current liabilities | | | | | | |
| Borrowing | | - | - | - | - | - |
| Provisions | | 34,703 | 36,813 | 36,813 | 34,853 | 36,813 |
| Total non current liabilities | | 34,703 | 36,813 | 36,813 | 34,853 | 36,813 |
| TOTAL LIABILITIES | | 388,999 | 316,930 | 316,930 | 360,236 | 316,930 |
| NET ASSETS | 2 | 3,011,253 | 2,901,587 | 2,901,587 | 3,123,837 | 2,901,587 |
| COMMUNITY WEALTH/EQUITY | | | | | | |
| Accumulated Surplus/(Deficit) | | 2,972,819 | 2,753,833 | 2,753,833 | 3,132,032 | 2,753,833 |
| Reserves | | - | - | - | - | - |
| TOTAL COMMUNITY WEALTH/EQUITY | 2 | 2,972,819 | 2,753,833 | 2,753,833 | 3,132,032 | 2,753,833 |

Due to challenges reported on the cash flow, statement of financial position could not balance. It however noted that the investment balance populated correctly as it reconciles with the investment bank statements at the end of September 2022 which amounted to R88 million.

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

1.6 Table C7: Cash Flow

NW375 Moses Kotane - Table C7 Monthly Budget Statement - Cash Flow - M03 September

| 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 |
| R thousands | 1 | | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Property rates | | 69,500 | 64,555 | 64,555 | 1,004 | 12,993 | 16,139 | (3,145) | -19% | 64,555 |
| Service charges | | 110,905 | 69,779 | 69,779 | 18,432 | 78,559 | 17,445 | 61,114 | 350% | 69,779 |
| Other revenue | | 239,351 | 6,040 | 6,040 | (143,076) | (62,218) | 1,510 | (63,728) | -4221% | 6,040 |
| Transfers and Subsidies - Operational | | 7,743 | 538,131 | 538,131 | 1,149 | 3,099 | 134,533 | (131,434) | -98% | 538,131 |
| Transfers and Subsidies - Capital | | 195,801 | 231,040 | 231,040 | - | 35,653 | 57,760 | (22,107) | -38% | 231,040 |
| Interest | | 2,479 | 4,372 | 4,372 | 647 | 2,080 | 1,093 | 987 | 90% | 4,372 |
| Dividends | | 3,187 | - | - | - | - | - | - | - | - |
| Payments | | | | | | | | | | |
| Suppliers and employees | | (131,335) | (658,215) | (658,215) | 33,462 | (341,331) | (164,554) | 176,778 | -107% | (658,215) |
| Finance charges | | - | - | - | - | - | - | - | - | - |
| Transfers and Grants | | - | - | - | - | - | - | - | - | - |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 497,631 | 255,702 | 255,702 | (88,383) | (271,165) | 63,925 | 335,090 | 524% | 255,702 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Proceeds on disposal of PPE | | - | - | - | - | - | - | - | - | - |
| Decrease (increase) in non-current receivables | | - | - | - | - | - | - | - | - | - |
| Decrease (increase) in non-current investments | | - | - | - | - | - | - | - | - | - |
| Payments | | | | | | | | | | |
| Capital assets | | (12,373) | (234,540) | (234,540) | (13,266) | (24,012) | (58,635) | (34,623) | 59% | (234,540) |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (12,373) | (234,540) | (234,540) | (13,266) | (24,012) | (58,635) | (34,623) | 59% | (234,540) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Short term loans | | - | - | - | - | - | - | - | - | - |
| Borrowing long term/refinancing | | - | - | - | - | - | - | - | - | - |
| Increase (decrease) in consumer deposits | | - | - | - | - | - | - | - | - | - |
| Payments | | | | | | | | | | |
| Repayment of borrowing | | (5,045) | (15,000) | (15,000) | (193) | (212) | (3,750) | (3,538) | 94% | (15,000) |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | (5,045) | (15,000) | (15,000) | (193) | (212) | (3,750) | (3,538) | 94% | (15,000) |
| NET INCREASE/ (DECREASE) IN CASH HELD | | 480,212 | 6,162 | 6,162 | (101,843) | (295,388) | 1,540 | | | 6,162 |
| Cash/cash equivalents at beginning: | | 61,597 | 97,444 | 97,444 | (67,752) | 166,218 | 97,444 | | | 166,218 |
| Cash/cash equivalents at month/year end: | | 541,809 | 103,606 | 103,606 | | (129,170) | 98,985 | | | 172,380 |

The cash flow statement must reflect receipts and payments for the reporting month.

The Municipality noted the following challenges:

The cash flow is extracted from the system, however some payments are not pulling accurately to the schedule. As a result, the balance reported above is not in balance with the financial position. The challenge is receiving attention and progress will be reported. The municipality closed the month with a favourable bank balance (refer to the cash and investment portfolio).

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

Part 2: Supporting Documents

Section 3: Performance Indicators

NW375 Moses Kotane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September

| Description of financial indicator | Basis of calculation | Ref | 2021/22 | Budget Year 2022/23 | | | |
|---|---|-----|-----------------|---------------------|-----------------|---------------|--------------------|
| | | | Audited Outcome | Original Budget | Adjusted Budget | YearTD actual | Full Year Forecast |
| <u>Borrowing Management</u> | | | | | | | |
| Capital Charges to Operating Expenditure | Interest & principal paid/Operating Expenditure | | -0.1% | 14.2% | 14.2% | 0.0% | 2.8% |
| Borrowed funding of 'own' capital expenditure | Borrowings/Capital expenditure excl. transfers and grants | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| <u>Safety of Capital</u> | | | | | | | |
| Debt to Equity | Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves | | 10.3% | 8.6% | 8.6% | 8.9% | 8.6% |
| Gearing | Long Term Borrowing/ Funds & Reserves | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| <u>Liquidity</u> | | | | | | | |
| Current Ratio | Current assets/current liabilities | 1 | 79.9% | -103.1% | -103.1% | 116.3% | -103.1% |
| Liquidity Ratio | Monetary Assets/Current Liabilities | | 10.4% | -148.4% | -148.4% | 30.3% | -148.4% |
| <u>Revenue Management</u> | | | | | | | |
| Annual Debtors Collection Rate (Payment Level %) | Last 12 Mths Receipts/ Last 12 Mths Billing | | | | | | |
| Outstanding Debtors to Revenue | Total Outstanding Debtors to Annual Revenue | | 24.9% | 11.8% | 11.8% | 90.8% | 11.8% |
| Longstanding Debtors Recovered | Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| <u>Creditors Management</u> | | | | | | | |
| Creditors System Efficiency | % of Creditors Paid Within Terms (within MFMA s 65(e)) | | | | | | |
| <u>Funding of Provisions</u> | | | | | | | |
| Percentage Of Provisions Not Funded | Unfunded Provisions/Total Provisions | | | | | | |
| <u>Other Indicators</u> | | | | | | | |
| Electricity Distribution Losses | % Volume (units purchased and generated less units sold)/units purchased and generated | 2 | | | | | |
| Water Distribution Losses | % Volume (units purchased and own source less units sold)/Total units purchased and own source | 2 | | | | | |
| Employee costs | Employee costs/Total Revenue - capital revenue | | 29.0% | 27.4% | 27.4% | 23.3% | 27.4% |
| Repairs & Maintenance | R&M/Total Revenue - capital revenue | | 4.9% | 5.4% | 5.4% | 3.9% | 5.4% |
| Interest & Depreciation | I&D/Total Revenue - capital revenue | | 14.6% | 15.4% | 15.4% | 0.0% | 3.1% |
| <u>IDP regulation financial viability indicators</u> | | | | | | | |
| i. Debt coverage | (Total Operating Revenue - Operating Grants)/Debt service payments due within financial year) | | | | | | |
| ii. O/S Service Debtors to Revenue | Total outstanding service debtors/annual revenue received for services | | | | | | |
| iii. Cost coverage | (Available cash + Investments)/monthly fixed operational expenditure | | | | | | |

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

Section 4 – Aged Debtors’ Analysis

The debtor's analysis comprises of debtors age analysis by income sources and debtors age analysis by customer group.

4.1 Supporting Table SC3

NW375 Moses Kotane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

| Description | NT Code | Budget Year 2022/23 | | | | | | | | | | Actual Bad Debts Written Off against Debtors | Impairment - Bad Debts L.L.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 | 41,661 | 18,546 | 18,187 | 17,430 | 18,979 | 15,519 | 104,959 | 671,165 | 906,447 | 828,053 | - | - |
| Trade and Other Receivables from Exchange Transactions - Electricity | 1300 | - | - | - | - | - | - | - | - | - | - | - | - |
| Receivables from Non-exchange Transactions - Property Rates | 1400 | 27,722 | 9,442 | 10,827 | 8,340 | 5,977 | 5,862 | 35,067 | 301,263 | 404,500 | 356,510 | - | - |
| Receivables from Exchange Transactions - Waste Water Management | 1500 | 733 | 342 | 840 | 301 | 313 | 251 | 2,670 | 10,789 | 16,338 | 14,323 | - | - |
| Receivables from Exchange Transactions - Waste Management | 1600 | 2,278 | 1,141 | 1,102 | 1,294 | 1,038 | 1,037 | 6,223 | 76,309 | 90,422 | 85,901 | - | - |
| Receivables from Exchange Transactions - Property Rental Debtors | 1700 | - | - | - | - | - | - | - | - | - | - | - | - |
| Interest on Arrear Debtor Accounts | 1810 | 16,435 | 8,158 | 7,748 | 7,436 | 7,301 | 7,136 | 40,162 | 347,972 | 442,349 | 410,007 | - | - |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | - | - | - | - | - | - | - | - | - | - | - | - |
| Other | 1900 | 778 | 317 | 95 | 108 | 107 | 106 | 583 | 32,445 | 34,538 | 33,348 | - | - |
| Total By Income Source | 2000 | 89,606 | 37,946 | 38,899 | 34,909 | 33,715 | 29,911 | 189,664 | 1,439,944 | 1,894,593 | 1,728,142 | - | - |
| 2021/22 - totals only | | | | | | | | | | | | | |
| Debtors Age Analysis By Customer Group | | | | | | | | | | | | | |
| Organs of State | 2200 | 18,511 | 5,915 | 9,257 | 5,637 | 5,388 | 5,455 | 30,737 | 221,845 | 302,745 | 269,063 | - | - |
| Commercial | 2300 | 32,153 | 12,960 | 9,746 | 8,184 | 3,364 | 3,360 | 28,361 | 219,099 | 317,226 | 262,367 | - | - |
| Households | 2400 | 38,166 | 18,756 | 19,804 | 20,980 | 24,858 | 20,990 | 129,990 | 993,481 | 1,267,026 | 1,190,300 | - | - |
| Other | 2500 | 776 | 315 | 94 | 107 | 106 | 105 | 576 | 5,518 | 7,597 | 6,413 | - | - |
| Total By Customer Group | 2600 | 89,606 | 37,946 | 38,899 | 34,909 | 33,715 | 29,911 | 189,664 | 1,439,944 | 1,894,593 | 1,728,142 | - | - |

The municipality has noted the following challenges:

The above tables reflect gross debtors’ book of the municipality. The balance at the end of the reporting month amount to R1.8 billion. Of the total balance, 76% is older than a year, rendering it difficult to collect. The value reflected on the Financial Position will not reconcile to the Debtor's Age Analysis shown on Supporting Table SC3 as the balance is inclusive of debt impairment.

Furthermore, the statement financial Position reflects the net consumer debtors and other debtor classifications which do not form part of the consumer debtors, whereas the age analysis only includes those consumer amounts which have become due prior to debt impairment.

Section 5 - Aged Creditors Analysis

NW375 Moses Kotane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

| 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 | | | | | | | | | | |
| 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 | 4,307 | 1,107 | - | - | - | - | - | - | 5,414 |
| Auditor General | 0800 | - | - | - | - | - | - | - | - | - |
| Other | 0900 | - | - | - | - | - | - | - | - | - |
| Total By Customer Type | 1000 | 4,307 | 1,107 | - | - | - | - | - | - | 5,414 |

The creditors balance for September amount to R5.4 million of which 80% is current (30 days). Total creditors is payable to trade creditors.

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

Section 6 – INVESTMENT AND BORROWING MONITORING

| INVESTMENT AND CASH BALANCE | |
|--|--------------------------|
| | 30/09/2022 |
| MKLM BANK: ABSA | R 1,237,667.67 |
| MKLM BANK BALANCE: STANDARD BANK MAIN | R 10,220,527.51 |
| CALL MKLM MAIN STANDARD BANK | R 60,751,741.57 |
| 12 MONTHS CEDED ESKOM | R 425,755.26 |
| CALL - MIG STANDARD BANK | R 12,041,177.70 |
| CALL WSIG GRANT | R 15,170,517.98 |
| CALL FLEET | R 172,453.31 |
| TOTAL | R 100, 019,841,00 |

BORROWING

Below is the borrowing balances as at 30 September 2022.

| | |
|--------------------------------------|--------------------|
| ABSA | R668 768 |
| INCA | R5 725 587 |
| DBSA | R7 994 550 |
| TOTAL OUTSTANDING BALANCE | R14 388 905 |

Section 7- Allocation and grant receipts and expenditure

The disclosure on allocation and grant receipts and expenditure must reflect particulars of –

- a) Allocation and grant receipts and expenditure against each allocation or grant; and
- b) Any change in allocations and a result.
 - i. An adjustments of the national, provincial government, district, Local municipalities and
 - ii. Changes in grants from other providers

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

Section 7- Allocation and grant receipts and expenditure

7.1 Supporting Table SC6

NW375 Moses Kotane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

| 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 |
| R thousands | | | | | | | | | | |
| RECEIPTS: | | | | | | | | | | |
| Operating Transfers and Grants | | | | | | | | | | |
| National Government: | | 484,853 | 538,131 | 538,131 | - | 206,155 | 134,533 | 71,622 | 53.2% | 538,131 |
| Equitable Share | | 476,801 | 528,602 | 528,602 | - | 206,155 | 132,150 | 74,005 | 56.0% | 528,602 |
| Expanded Public Works Programme Integrated Grant | | 1,699 | 1,652 | 1,652 | - | - | 413 | (413) | -100.0% | 1,652 |
| Local Government Financial Management Grant | | 1,849 | 1,950 | 1,950 | - | - | 488 | (488) | -100.0% | 1,950 |
| Municipal Disaster Relief Grant | | - | - | - | - | - | - | - | - | - |
| Municipal Infrastructure Grant | | 4,504 | 5,927 | 5,927 | - | - | 1,482 | (1,482) | -100.0% | 5,927 |
| Other transfers and grants [insert description] | | - | - | - | - | - | - | - | - | - |
| Provincial Government: | | 440 | - | - | - | - | - | - | - | - |
| Capacity Building and Other Grants | | 440 | - | - | - | - | - | - | - | - |
| Other transfers and grants [insert description] | | - | - | - | - | - | - | - | - | - |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | - | - | - | - | - | - | - | - | - |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| National Library South Africa | | - | - | - | - | - | - | - | - | - |
| Total Operating Transfers and Grants | 5 | 485,293 | 538,131 | 538,131 | - | 206,155 | 134,533 | 71,622 | 53.2% | 538,131 |
| Capital Transfers and Grants | | | | | | | | | | |
| National Government: | | 190,577 | 231,040 | 231,040 | - | - | 57,760 | (57,760) | -100.0% | 231,040 |
| Municipal Infrastructure Grant | | 146,774 | 166,040 | 166,040 | - | - | 41,510 | (41,510) | -100.0% | 166,040 |
| Water Services Infrastructure Grant | | 43,802 | 65,000 | 65,000 | - | - | 16,250 | (16,250) | -100.0% | 65,000 |
| Provincial Government: | | 9,613 | - | - | - | - | - | - | - | - |
| Infrastructure Grant | | 9,613 | - | - | - | - | - | - | - | - |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | - | - | - | - | - | - | - | - | - |
| Other grant providers: | | 983 | - | - | - | - | - | - | - | - |
| [insert description] | | - | - | - | - | - | - | - | - | - |
| Municipal Infrastructure Investment Unit | | 983 | - | - | - | - | - | - | - | - |
| National Small Business Council | | - | - | - | - | - | - | - | - | - |
| Registration of Deeds Trade Account | | - | - | - | - | - | - | - | - | - |
| Total Capital Transfers and Grants | 5 | 201,173 | 231,040 | 231,040 | - | - | 57,760 | (57,760) | -100.0% | 231,040 |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | 5 | 686,466 | 769,171 | 769,171 | - | 206,155 | 192,293 | 13,862 | 7.2% | 769,171 |

The disclosure on allocation and grant receipts and expenditure must reflect particulars of –

- c) Allocation and grant receipts and expenditure against each allocation or grant; and
- d) Any change in allocations and a result.
 - iii. An adjustments of the national, provincial government, district, Local municipalities and
 - iv. Changes in grants from other providers

The following grants were received to date;

| GRANTS SUMMARY 2022/23 | | | | | | | | | | |
|------------------------|-----------------|---------------|------------|--------------|--------------------|------------|--------------|--------------|----------------|--|
| Water Services | | | | | | | | | | |
| Grants Summary | Equitable Share | MIG | MIG PMU | FMG | Infrastructure Gra | EPWP | Library | EEDSM | Total | |
| Opening balance | - | 8,438,909.59 | 607,724.54 | 898.34 | 2,403,399.68 | 8,825.92 | 1,440,274.00 | - | 12,900,032.07 | |
| July | 206,155,000.00 | 20,653,000.00 | | | 15,000,000.00 | | | | 241,808,000.00 | |
| August | | | | 1,950,000.00 | | 413,000.00 | | 1,000,000.00 | 3,363,000.00 | |

NB No grants were received during the month of September 2022.

Grants Received from July – August 2022 are as follows;

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

1. Equitable shares – R206 155 000 (million)
2. Municipal Infrastructure Grant – R20 653 000 (million)
3. Water Service Infrastructure Grant R15 000 000 (million)
4. Financial Management Grant of R1 950 000 (million)
5. Energy Efficiency Demand Side Management Grant of R1 000 000 (million).
6. Expanded Public Works Programme (EPWP) of R413 000.

The opening balance of R12.9 million relate to unspent grants (MIG and WSIG) for 2021/22 financial year.

7.2 Supporting Table SC7 (1)

The below attached table shows the expenditure per grant (operating and capital)

NW375 Moses Kotane - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

| 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 |
| R thousands | | | | | | | | | | |
| EXPENDITURE | | | | | | | | | | |
| Operating expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 116,859 | 4,033 | 4,033 | 381 | 740 | 1,008 | (269) | -26.6% | 4,033 |
| Equitable Share | | 113,420 | 500 | 500 | - | - | 125 | (125) | -100.0% | 500 |
| Expanded Public Works Programme Integrated Grant | | 1,699 | 1,583 | 1,583 | 199 | 368 | 396 | (28) | -7.0% | 1,583 |
| Local Government Financial Management Grant | | 1,740 | 1,950 | 1,950 | 182 | 372 | 488 | (116) | -23.7% | 1,950 |
| Municipal Disaster Relief Grant | | - | - | - | - | - | - | - | - | - |
| Provincial Government: | | - | - | - | - | - | - | - | - | - |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| North West Provincial Arts and Culture Council | | - | - | - | - | - | - | - | - | - |
| Total operating expenditure of Transfers and Grants: | | 116,859 | 4,033 | 4,033 | 381 | 740 | 1,008 | (269) | -26.6% | 4,033 |
| Capital expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 9,259 | 231,040 | 231,040 | 13,266 | 23,893 | 57,760 | (33,867) | -58.6% | 231,040 |
| Municipal Infrastructure Grant | | 8,625 | 164,540 | 164,540 | 11,607 | 19,346 | 41,135 | (21,789) | -53.0% | 164,540 |
| Water Services Infrastructure Grant | | 633 | 66,500 | 66,500 | 1,659 | 4,547 | 16,625 | (12,078) | -72.6% | 66,500 |
| Provincial Government: | | 2,927 | - | - | - | - | - | - | - | - |
| Infrastructure Grant | | 2,927 | - | - | - | - | - | - | - | - |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| Municipal Infrastructure Investment Unit | | - | - | - | - | - | - | - | - | - |
| National Small Business Council | | - | - | - | - | - | - | - | - | - |
| Total capital expenditure of Transfers and Grants | | 12,186 | 231,040 | 231,040 | 13,266 | 23,893 | 57,760 | (33,867) | -58.6% | 231,040 |
| TOTAL EXPENDITURE OF TRANSFERS AND GRANTS | | 129,045 | 235,073 | 235,073 | 13,648 | 24,633 | 58,768 | (34,135) | -58.1% | 235,073 |

Supporting Table SC7 (2) Monthly Budget Statement-Expenditure against approved rollovers-

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

NW375 Moses Kotane - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M03 September

| Description | Ref | Budget Year 2022/23 | | | | |
|---|-----|---------------------------|----------------|---------------|--------------|----------------|
| | | Approved Rollover 2021/22 | Monthly actual | YearTD actual | YTD variance | YTD variance % |
| R thousands | | | | | | |
| EXPENDITURE | | | | | | |
| <u>Operating expenditure of Approved Roll-overs</u> | | | | | | |
| National Government: | | - | - | - | - | |
| Local Government Equitable Share | | - | - | - | - | |
| Provincial Government: | | - | - | - | - | |
| District Municipality: | | - | - | - | - | |
| Other grant providers: | | - | - | - | - | |
| Total operating expenditure of Approved Roll-overs | | - | - | - | - | |
| <u>Capital expenditure of Approved Roll-overs</u> | | | | | | |
| National Government: | | - | - | - | - | |
| Provincial Government: | | - | - | - | - | |
| District Municipality: | | - | - | - | - | |
| Other grant providers: | | - | - | - | - | |
| Total capital expenditure of Approved Roll-overs | | - | - | - | - | |
| TOTAL EXPENDITURE OF APPROVED ROLL-OVERS | | - | - | - | - | |

Roll overs can only be reported after approval and incorporation of projects during adjustment budget period.

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

Section 8- Expenditure on councillor and board members allowances and employee benefits

8.1 Supporting Table SC8

NW375 Moses Kotane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

| Summary of Employee and Councillor 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 | | A | B | C | | | | | D | |
| Councillors (Political Office Bearers plus Other) | | | | | | | | | | |
| Basic Salaries and Wages | | 19,801 | 19,207 | 19,207 | 2,601 | 5,975 | 4,802 | 1,173 | 24% | 19,207 |
| Pension and UIF Contributions | | - | - | - | - | - | - | - | - | - |
| Medical Aid Contributions | | - | - | - | - | - | - | - | - | - |
| Motor Vehicle Allowance | | - | - | - | - | - | - | - | - | - |
| Cellphone Allowance | | 3,029 | 3,171 | 3,171 | 251 | 752 | 793 | (40) | -5% | 3,171 |
| Housing Allowances | | - | - | - | - | - | - | - | - | - |
| Other benefits and allowances | | 2,514 | 4,545 | 4,545 | 95 | 286 | 1,136 | (851) | -75% | 4,545 |
| Sub Total - Councillors | | 25,344 | 26,922 | 26,922 | 2,947 | 7,013 | 6,731 | 282 | 4% | 26,922 |
| % increase | 4 | | 6.2% | 6.2% | | | | | | 6.2% |
| Senior Managers of the Municipality | | | | | | | | | | |
| Basic Salaries and Wages | | 5,365 | 8,992 | 8,992 | 330 | 1,101 | 2,248 | (1,147) | -51% | 8,992 |
| Pension and UIF Contributions | | 187 | 650 | 650 | 0 | 1 | 163 | (162) | -100% | 650 |
| Medical Aid Contributions | | 47 | 108 | 108 | - | - | 27 | (27) | -100% | 108 |
| Overtime | | - | - | - | - | - | - | - | - | - |
| Performance Bonus | | 197 | 349 | 349 | - | - | 87 | (87) | -100% | 349 |
| Motor Vehicle Allowance | | 979 | 1,159 | 1,159 | 20 | 79 | 290 | (211) | -73% | 1,159 |
| Cellphone Allowance | | - | - | - | - | - | - | - | - | - |
| Housing Allowances | | - | - | - | - | - | - | - | - | - |
| Other benefits and allowances | | 0 | 1 | 1 | 0 | 0 | 0 | (0) | -84% | 1 |
| Payments in lieu of leave | | - | - | - | - | - | - | - | - | - |
| Long service awards | | - | - | - | - | - | - | - | - | - |
| Post-retirement benefit obligations | | - | - | - | - | - | - | - | - | - |
| Sub Total - Senior Managers of Municipality | | 6,775 | 11,258 | 11,258 | 351 | 1,180 | 2,814 | (1,634) | -58% | 11,258 |
| % increase | 4 | | 66.2% | 66.2% | | | | | | 66.2% |
| Other Municipal Staff | | | | | | | | | | |
| Basic Salaries and Wages | | 176,222 | 189,010 | 189,010 | 15,533 | 45,636 | 47,253 | (1,617) | -3% | 189,010 |
| Pension and UIF Contributions | | 35,018 | 37,079 | 37,079 | 3,160 | 9,370 | 9,270 | 100 | 1% | 37,079 |
| Medical Aid Contributions | | 14,332 | 15,514 | 15,514 | 1,236 | 3,695 | 3,879 | (183) | -5% | 15,514 |
| Overtime | | 13,765 | 4,322 | 4,322 | 1,633 | 4,741 | 1,080 | 3,661 | 339% | 4,322 |
| Performance Bonus | | 14,350 | 13,478 | 13,478 | 814 | 3,001 | 3,370 | (368) | -11% | 13,478 |
| Motor Vehicle Allowance | | 420 | 504 | 504 | 35 | 105 | 126 | (21) | -17% | 504 |
| Cellphone Allowance | | - | - | - | - | - | - | - | - | - |
| Housing Allowances | | 553 | 575 | 575 | 49 | 148 | 144 | 4 | 3% | 575 |
| Other benefits and allowances | | 2,905 | 3,511 | 3,511 | 256 | 719 | 878 | (159) | -18% | 3,511 |
| Payments in lieu of leave | | 2,385 | - | - | - | - | - | - | - | - |
| Long service awards | | 3,341 | - | - | - | - | - | - | - | - |
| Post-retirement benefit obligations | | - | - | - | - | - | - | - | - | - |
| Sub Total - Other Municipal Staff | | 263,291 | 263,993 | 263,993 | 22,717 | 67,415 | 65,999 | 1,417 | 2% | 263,993 |
| % increase | 4 | | 0.3% | 0.3% | | | | | | 0.3% |
| Total Parent Municipality | | 295,409 | 302,173 | 302,173 | 26,014 | 75,609 | 75,544 | 65 | 0% | 302,173 |
| Unpaid salary, allowances & benefits in arrears: | | | | | | | | | | |
| TOTAL SALARY, ALLOWANCES & BENEFITS | | 295,409 | 302,173 | 302,173 | 26,014 | 75,609 | 75,544 | 65 | 0% | 302,173 |
| % increase | 4 | | 2.3% | 2.3% | | | | | | 2.3% |
| TOTAL MANAGERS AND STAFF | | 270,066 | 275,251 | 275,251 | 23,067 | 68,595 | 68,813 | (218) | 0% | 275,251 |

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY

The disclosure on councillor and board members allowances and employee benefits must include a comparison of actual

Expenditure and budgeted expenditure on -

- (a) Councillor allowances
- (b) Board member allowances; and
- (c) Employee benefits

Section 9: Actual & Revised Targets for Cash Receipts

9.1 Supporting Table SC9

NW375 Moses Kotane - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M03 September

| Description | Ref | Budget Year 2022/23 | | | | | | | | | | | | 2022/23 Medium Term Revenue & Expenditure Framework | | |
|--|-----|---------------------|-------------------|------------------|-------------------|---------------|---------------|-------------------|---------------|-----------------|-----------------|---------------|-----------------|---|---------------------------|---------------------------|
| | | July Outcome | August Outcome | Sept Outcome | October Budget | Nov Budget | Dec Budget | January Budget | Feb Budget | March Budget | April Budget | May Budget | June Budget | Budget Year 2022/23 | Budget Year +1 2023/24 | Budget Year +2 2024/25 |
| R thousands | 1 | | | | | | | | | | | | | | | |
| Cash Receipts By Source | | | | | | | | | | | | | | | | |
| Property rates | | 4,185 | 7,804 | 1,004 | 5,380 | 5,380 | 5,380 | 5,380 | 5,380 | 5,380 | 5,380 | 5,380 | 8,525 | 64,555 | 71,283 | 74,491 |
| Service charges - electricity revenue | | | | | | | | | | | | | - | | | |
| Service charges - water revenue | | 31,881 | 28,069 | 18,345 | 5,648 | 5,648 | 5,648 | 5,648 | 5,648 | 5,648 | 5,648 | 5,648 | (55,702) | 67,778 | 82,637 | 86,269 |
| Service charges - sanitation revenue | | 35 | 60 | 43 | 70 | 70 | 70 | 70 | 70 | 70 | 70 | 70 | 144 | 845 | 883 | 883 |
| Service charges - refuse | | 25 | 58 | 44 | 96 | 96 | 96 | 96 | 96 | 96 | 96 | 96 | 259 | 1,156 | 1,208 | 1,208 |
| Rental of facilities and equipment | | 8 | 16 | 8 | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 11 | 127 | 132 | 138 |
| Interest earned - external investments | | 17 | 1,416 | 647 | 364 | 364 | 364 | 364 | 364 | 364 | 364 | 364 | (623) | 4,372 | 4,565 | 4,565 |
| Interest earned - outstanding debtors | | | | | | | | | | | | | | | | |
| Dividends received | | | | | | | | | | | | | | | | |
| Fines, penalties and forfeits | | 2,437 | (2,418) | 16 | 150 | 150 | 150 | 150 | 150 | 150 | 150 | 150 | 565 | 1,800 | 2,000 | 2,000 |
| Licences and permits | | | | | 167 | 167 | 167 | 167 | 167 | 167 | 167 | 167 | 667 | 2,000 | 2,088 | 2,180 |
| Agency services | | | | | | | | | | | | | | | | |
| Transfers and Subsidies - Operational | | | 1,950 | 1,149 | 44,844 | 44,844 | 44,844 | 44,844 | 44,844 | 44,844 | 44,844 | 44,844 | 176,278 | 538,131 | 571,496 | 609,318 |
| Other revenue | | 91,397 | (10,581) | (143,099) | 176 | 176 | 176 | 176 | 176 | 176 | 176 | 176 | 62,988 | 2,113 | 473,111 | 453,809 |
| Cash Receipts by Source | | 129,984 | 26,374 | (121,845) | 56,906 | 56,906 | 56,906 | 56,906 | 56,906 | 56,906 | 56,906 | 56,906 | 193,112 | 682,877 | 1,209,402 | 1,234,861 |
| Other Cash Flows by Source | | | | | | | | | | | | | | | | |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | | 35,653 | | | 19,253 | 19,253 | 19,253 | 19,253 | 19,253 | 19,253 | 19,253 | 19,253 | 41,360 | 231,040 | 243,662 | 251,872 |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public) | | | | | | | | | | | | | | | | |
| Proceeds on Disposal of Fixed and Intangible Assets | | | | | | | | | | | | | | | | |
| Short term loans | | | | | | | | | | | | | | | | |
| Borrowing long term/refinancing | | | | | | | | | | | | | | | | |
| Increase (decrease) in consumer deposits | | | | | | | | | | | | | | | | |
| Decrease (increase) in non-current receivables | | | | | | | | | | | | | | | | |
| Decrease (increase) in non-current investments | | | | | | | | | | | | | | | | |
| Total Cash Receipts by Source | | 165,637 | 26,374 | (121,845) | 76,160 | 76,160 | 76,160 | 76,160 | 76,160 | 76,160 | 76,160 | 76,160 | 234,472 | 913,917 | 1,453,065 | 1,486,733 |
| Cash Payments by Type | | | | | | | | | | | | | | | | |
| Employee related costs | | (27) | (177) | 148 | 25,181 | 25,181 | 25,181 | 25,181 | 25,181 | 25,181 | 25,181 | 25,181 | 100,780 | 302,173 | 317,289 | 333,215 |
| Remuneration of councillors | | | | | | | | | | | | | | | | |
| Interest paid | | | | | | | | | | | | | | | | |
| Bulk purchases - Electricity | | | | | 1,667 | 1,667 | 1,667 | 1,667 | 1,667 | 1,667 | 1,667 | 1,667 | 6,667 | 20,000 | 20,880 | 21,820 |
| Acquisitions - water & other inventory | | 57,353 | 5,245 | 11,925 | 8,411 | 8,411 | 8,411 | 8,411 | 8,411 | 8,411 | 8,411 | 8,411 | (40,879) | 100,935 | 105,376 | 110,531 |
| Contracted services | | | | | | | | | | | | | | | | |
| Grants and subsidies paid - other municipalities | | | | | | | | | | | | | | | | |
| Grants and subsidies paid - other | | | | | | | | | | | | | | | | |
| General expenses | | (71,389) | 13,124 | (45,840) | 19,592 | 19,592 | 19,592 | 19,592 | 19,592 | 19,592 | 19,592 | 19,592 | 182,475 | 235,107 | 245,385 | 256,911 |
| Cash Payments by Type | | (14,063) | 18,192 | (33,767) | 54,851 | 54,851 | 54,851 | 54,851 | 54,851 | 54,851 | 54,851 | 54,851 | 249,042 | 658,215 | 688,930 | 722,477 |
| Other Cash Flows/Payments by Type | | | | | | | | | | | | | | | | |
| Capital assets | | 5,977 | 4,768 | 13,266 | 19,545 | 19,545 | 19,545 | 19,545 | 19,545 | 19,545 | 19,545 | 19,545 | 54,168 | 234,540 | 247,317 | 275,690 |
| Repayment of borrowing | | 10 | 9 | 193 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 4,788 | 15,000 | 20,000 | 25,000 |
| Other Cash Flows/Payments | | | 2,797 | 305 | | | | | | | | | (3,102) | | | |
| Total Cash Payments by Type | | (8,076) | 25,766 | (20,002) | 75,646 | 75,646 | 75,646 | 75,646 | 75,646 | 75,646 | 75,646 | 75,646 | 304,897 | 907,755 | 956,247 | 1,023,167 |
| NET INCREASE/(DECREASE) IN CASH HELD | | 173,713 | 608 | (101,843) | 513 | 513 | 513 | 513 | 513 | 513 | 513 | 513 | (70,424) | 6,162 | 496,818 | 463,566 |
| Cash/cash equivalents at the month/year beginning: | | 36,880 | 210,593 | 211,201 | 109,358 | 109,872 | 110,385 | 110,899 | 111,412 | 111,926 | 112,439 | 112,953 | 113,466 | 36,880 | 43,042 | 539,860 |
| Cash/cash equivalents at the month/year end: | | 210,593 | 211,201 | 109,358 | 109,872 | 110,385 | 110,899 | 111,412 | 111,926 | 112,439 | 112,953 | 113,466 | 43,042 | 43,042 | 539,860 | 1,003,425 |

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9.2 Supporting Table SC1

NW375 Moses Kotane - Supporting Table SC1 Material variance explanations - M03 September

| Ref | Description | Variance | Reasons for material deviations | Remedial or corrective steps/remarks |
|-----|--|----------|---------------------------------|--------------------------------------|
| | R thousands | | | |
| 1 | Revenue By Source Variances was Not Calculated | | | |
| 2 | Expenditure By Type Variances was Not Calculated | | | |
| 3 | Capital Expenditure Variances was Not Calculated | | | |
| 4 | Financial Position Variances was Not Calculated | | | |
| 5 | Cash Flow Variances was Not Calculated | | | |
| 6 | Measureable performance | | | |
| 7 | Municipal Entities | | | |

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
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Section 10: Capital Programme Performance

10. Supporting table SC12

NW375 Moses Kotane - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

| Month | 2021/22 | Budget Year 2022/23 | | | | | | | |
|--|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|----------------------------|
| | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | % spend of Original Budget |
| R thousands | | | | | | | | | |
| Monthly expenditure performance trend | | | | | | | | | |
| July | 1,031 | 19,545 | 19,545 | 5,977 | 5,977 | 19,545 | 13,568 | 69.4% | 3% |
| August | 1,031 | 19,545 | 19,545 | 4,768 | 10,745 | 39,090 | 28,345 | 72.5% | 5% |
| September | 1,031 | 19,545 | 19,545 | 13,266 | 24,012 | 58,635 | 34,623 | 59.0% | 10% |
| October | 1,031 | 19,545 | 19,545 | – | | 78,180 | – | | |
| November | 1,031 | 19,545 | 19,545 | – | | 97,725 | – | | |
| December | 1,031 | 19,545 | 19,545 | – | | 117,270 | – | | |
| January | 1,031 | 19,545 | 19,545 | – | | 136,815 | – | | |
| February | 1,031 | 19,545 | 19,545 | – | | 156,360 | – | | |
| March | 1,031 | 19,545 | 19,545 | – | | 175,905 | – | | |
| April | 1,031 | 19,545 | 19,545 | – | | 195,450 | – | | |
| May | 1,031 | 19,545 | 19,545 | – | | 214,995 | – | | |
| June | 1,031 | 19,545 | 19,545 | – | | 234,540 | – | | |
| Total Capital expenditure | 12,373 | 234,540 | 234,540 | 24,012 | | | | | |

10.2 Supporting Table SC13

Supporting Table SC13 include the following:

- (a) SC13a: Capital Expenditure on new assets by asset class
- (b) SC13b: Capital Expenditure on renewal of existing assets by asset class
- (c) SC13c: Expenditure on repairs and maintenance by asset class
- (d) SC13d: Expenditure on depreciation by asset class
- (e) SC13e: Expenditure on upgrading of existing assets by asset class

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

10.2.1 Supporting Table SC13a

| NW375 Moses Kotane - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September | | | | | | | | | | |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| 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 |
| R thousands | 1 | | | | | | | | | |
| Capital expenditure on new assets by Asset Class/Sub-class | | | | | | | | | | |
| Infrastructure | | 6,775 | 144,807 | 144,807 | 7,963 | 14,073 | 36,202 | 22,129 | 61.1% | 144,807 |
| Roads Infrastructure | | - | - | - | - | - | - | - | - | - |
| Roads | | - | - | - | - | - | - | - | - | - |
| Road Structures | | - | - | - | - | - | - | - | - | - |
| Road Furniture | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | - | - | - | - | - | - | - | - | - |
| Storm water Infrastructure | | - | - | - | - | - | - | - | - | - |
| Drainage Collection | | - | - | - | - | - | - | - | - | - |
| Storm water Conveyance | | - | - | - | - | - | - | - | - | - |
| Attenuation | | - | - | - | - | - | - | - | - | - |
| Electrical Infrastructure | | (0) | 12,919 | 12,919 | 606 | 1,260 | 3,230 | 1,970 | 61.0% | 12,919 |
| MV Networks | | - | - | - | - | - | - | - | - | - |
| LV Networks | | (0) | 12,919 | 12,919 | 606 | 1,260 | 3,230 | 1,970 | 61.0% | 12,919 |
| Capital Spares | | - | - | - | - | - | - | - | - | - |
| Water Supply Infrastructure | | 10,426 | 104,581 | 104,581 | 2,223 | 5,622 | 26,145 | 20,523 | 78.5% | 104,581 |
| Dams and Weirs | | - | - | - | - | - | - | - | - | - |
| Boreholes | | - | - | - | - | - | - | - | - | - |
| Reservoirs | | - | 500 | 500 | - | - | 125 | 125 | 100.0% | 500 |
| Pump Stations | | - | - | - | - | - | - | - | - | - |
| Water Treatment Works | | - | 1,500 | 1,500 | - | - | 375 | 375 | 100.0% | 1,500 |
| Bulk Mains | | 0 | 10,040 | 10,040 | - | - | 2,510 | 2,510 | 100.0% | 10,040 |
| Distribution | | 10,426 | 91,342 | 91,342 | 2,223 | 5,622 | 22,835 | 17,213 | 75.4% | 91,342 |
| Distribution Points | | - | 1,200 | 1,200 | - | - | 300 | 300 | 100.0% | 1,200 |
| PRV Stations | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | - | - | - | - | - | - | - | - | - |
| Sanitation Infrastructure | | 0 | 24,230 | 24,230 | 6,188 | 6,686 | 6,058 | (629) | -10.4% | 24,230 |
| Pump Station | | - | - | - | - | - | - | - | - | - |
| Reticulation | | - | - | - | - | - | - | - | - | - |
| Waste Water Treatment Works | | - | - | - | - | - | - | - | - | - |
| Outfall Sewers | | - | - | - | - | - | - | - | - | - |
| Toilet Facilities | | 0 | 24,230 | 24,230 | 6,188 | 6,686 | 6,058 | (629) | -10.4% | 24,230 |
| Capital Spares | | - | - | - | - | - | - | - | - | - |
| Solid Waste Infrastructure | | (3,650) | 3,077 | 3,077 | (1,054) | 505 | 769 | 265 | 34.4% | 3,077 |
| Landfill Sites | | (3,650) | 3,077 | 3,077 | (1,054) | 505 | 769 | 265 | 34.4% | 3,077 |
| Biological or Cultivated Assets | | - | - | - | - | - | - | - | - | - |
| Biological or Cultivated Assets | | - | - | - | - | - | - | - | - | - |
| Furniture and Office Equipment | | 188 | 1,500 | 1,500 | - | - | 375 | 375 | 100.0% | 1,500 |
| Furniture and Office Equipment | | 188 | 1,500 | 1,500 | - | - | 375 | 375 | 100.0% | 1,500 |
| Zoo's, Marine and Non-biological Animals | | - | - | - | - | - | - | - | - | - |
| Zoo's, Marine and Non-biological Animals | | - | - | - | - | - | - | - | - | - |
| Total Capital Expenditure on new assets | 1 | 6,963 | 146,307 | 146,307 | 7,963 | 14,073 | 36,577 | 22,504 | 61.5% | 146,307 |

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
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10.2.2 Supporting Table SC13b

| NW375 Moses Kotane - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M03 | | | | | | | | | | |
|---|----------|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| 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 |
| R thousands | 1 | | | | | | | | | |
| Capital expenditure on renewal of existing assets by Asset Class/Sub-class | | | | | | | | | | |
| Infrastructure | | - | 5,087 | 5,087 | - | - | 1,272 | 1,272 | 100.0% | 5,087 |
| Water Supply Infrastructure | | - | 5,087 | 5,087 | - | - | 1,272 | 1,272 | 100.0% | 5,087 |
| Dams and Weirs | | | | | | | | | | |
| Boreholes | | - | 5,087 | 5,087 | - | - | 1,272 | 1,272 | 100.0% | 5,087 |
| Reservoirs | | | | | | | | | | |
| Pump Stations | | | | | | | | | | |
| Water Treatment Works | | | | | | | | | | |
| Community Assets | | (0) | 13,310 | 13,310 | 1,715 | 3,069 | 3,328 | 258 | 7.8% | 13,310 |
| Community Facilities | | (0) | 13,310 | 13,310 | 1,715 | 3,069 | 3,328 | 258 | 7.8% | 13,310 |
| Halls | | (0) | 12,310 | 12,310 | 1,715 | 3,069 | 3,078 | 8 | 0.3% | 12,310 |
| Centres | | | | | | | | | | |
| Crèches | | | | | | | | | | |
| Clinics/Care Centres | | | | | | | | | | |
| Fire/Ambulance Stations | | | | | | | | | | |
| Testing Stations | | - | 1,000 | 1,000 | - | - | 250 | 250 | 100.0% | 1,000 |
| Biological or Cultivated Assets | | - | - | - | - | - | - | - | | - |
| Biological or Cultivated Assets | | | | | | | | | | |
| Intangible Assets | | - | 500 | 500 | - | - | 125 | 125 | 100.0% | 500 |
| Servitudes | | | | | | | | | | |
| Licences and Rights | | - | 500 | 500 | - | - | 125 | 125 | 100.0% | 500 |
| Water Rights | | | | | | | | | | |
| Effluent Licenses | | | | | | | | | | |
| Solid Waste Licenses | | | | | | | | | | |
| Computer Software and Applications | | - | 500 | 500 | - | - | 125 | 125 | 100.0% | 500 |
| Load Settlement Software Applications | | | | | | | | | | |
| Unspecified | | | | | | | | | | |
| Computer Equipment | | - | - | - | - | - | - | - | | - |
| Computer Equipment | | | | | | | | | | |
| Furniture and Office Equipment | | - | - | - | - | - | - | - | | - |
| Furniture and Office Equipment | | | | | | | | | | |
| Machinery and Equipment | | - | - | - | - | - | - | - | | - |
| Machinery and Equipment | | | | | | | | | | |
| Transport Assets | | - | - | - | - | - | - | - | | - |
| Transport Assets | | | | | | | | | | |
| Land | | - | - | - | - | - | - | - | | - |
| Land | | | | | | | | | | |
| Zoo's, Marine and Non-biological Animals | | - | - | - | - | - | - | - | | - |
| Zoo's, Marine and Non-biological Animals | | | | | | | | | | |
| Total Capital Expenditure on renewal of existing ass | 1 | (0) | 18,897 | 18,897 | 1,715 | 3,069 | 4,724 | 1,655 | 35.0% | 18,897 |

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10.2.3 Supporting Table SC13c

| NW375 Moses Kotane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 | | | | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| 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 |
| R thousands | 1 | | | | | | | | | |
| Repairs and maintenance expenditure by Asset Class/Sub-class | | | | | | | | | | |
| Infrastructure | | 31,835 | 36,181 | 36,181 | 3,493 | 9,663 | 9,045 | (618) | -6.8% | 36,181 |
| Roads Infrastructure | | 204 | 4,100 | 4,100 | 855 | 855 | 1,025 | 170 | 16.6% | 4,100 |
| Roads | | 204 | 4,000 | 4,000 | 855 | 855 | 1,000 | 145 | 14.5% | 4,000 |
| Road Structures | | | | | | | | | | |
| Road Furniture | | - | 100 | 100 | - | - | 25 | 25 | 100.0% | 100 |
| Capital Spares | | | | | | | | | | |
| Storm water Infrastructure | | - | - | - | - | - | - | - | | - |
| Electrical Infrastructure | | 1,790 | 1,000 | 1,000 | - | - | 250 | 250 | 100.0% | 1,000 |
| LV Networks | | 1,790 | 1,000 | 1,000 | - | - | 250 | 250 | 100.0% | 1,000 |
| Capital Spares | | | | | | | | | | |
| Water Supply Infrastructure | | - | 500 | 500 | - | - | 125 | 125 | 100.0% | 500 |
| Dams and Weirs | | | | | | | | | | |
| Boreholes | | | | | | | | | | |
| Reservoirs | | - | 500 | 500 | - | - | 125 | 125 | 100.0% | 500 |
| Sanitation Infrastructure | | - | - | - | - | - | - | - | | - |
| Solid Waste Infrastructure | | 29,841 | 30,581 | 30,581 | 2,638 | 8,808 | 7,645 | (1,163) | -15.2% | 30,581 |
| Landfill Sites | | 29,841 | 30,581 | 30,581 | 2,638 | 8,808 | 7,645 | (1,163) | -15.2% | 30,581 |
| Waste Transfer Stations | | - | - | - | - | - | - | - | | - |
| Rail Infrastructure | | - | - | - | - | - | - | - | | - |
| Community Assets | | 53 | 250 | 250 | - | - | 63 | 63 | 100.0% | 250 |
| Community Facilities | | 1 | 50 | 50 | - | - | 13 | 13 | 100.0% | 50 |
| Cemeteries/Crematoria | | 1 | 50 | 50 | - | - | 13 | 13 | 100.0% | 50 |
| Sport and Recreation Facilities | | 52 | 200 | 200 | - | - | 50 | 50 | 100.0% | 200 |
| Indoor Facilities | | | | | | | | | | |
| Outdoor Facilities | | 52 | 200 | 200 | - | - | 50 | 50 | 100.0% | 200 |
| Capital Spares | | | | | | | | | | |
| Heritage assets | | - | - | - | - | - | - | - | | - |
| Investment properties | | - | - | - | - | - | - | - | | - |
| Other assets | | 2,163 | 2,305 | 2,305 | 139 | 540 | 576 | 36 | 6.3% | 2,305 |
| Operational Buildings | | 2,163 | 2,305 | 2,305 | 139 | 540 | 576 | 36 | 6.3% | 2,305 |
| Municipal Offices | | 2,163 | 2,305 | 2,305 | 139 | 540 | 576 | 36 | 6.3% | 2,305 |
| Biological or Cultivated Assets | | - | - | - | - | - | - | - | | - |
| Biological or Cultivated Assets | | | | | | | | | | |
| Intangible Assets | | 767 | 2,000 | 2,000 | - | - | 500 | 500 | 100.0% | 2,000 |
| Servitudes | | | | | | | | | | |
| Licences and Rights | | 767 | 2,000 | 2,000 | - | - | 500 | 500 | 100.0% | 2,000 |
| Computer Software and Applications | | 767 | 2,000 | 2,000 | - | - | 500 | 500 | 100.0% | 2,000 |
| Computer Equipment | | 13 | 50 | 50 | - | 7 | 13 | 5 | 40.9% | 50 |
| Computer Equipment | | 13 | 50 | 50 | - | 7 | 13 | 5 | 40.9% | 50 |
| Furniture and Office Equipment | | - | - | - | - | - | - | - | | - |
| Furniture and Office Equipment | | - | - | - | - | - | - | - | | - |
| Machinery and Equipment | | - | - | - | - | - | - | - | | - |
| Machinery and Equipment | | - | - | - | - | - | - | - | | - |
| Transport Assets | | 10,444 | 13,200 | 13,200 | 1,048 | 1,337 | 3,300 | 1,963 | 59.5% | 13,200 |
| Transport Assets | | 10,444 | 13,200 | 13,200 | 1,048 | 1,337 | 3,300 | 1,963 | 59.5% | 13,200 |
| Land | | - | - | - | - | - | - | - | | - |
| Land | | - | - | - | - | - | - | - | | - |
| Zoo's, Marine and Non-biological Animals | | - | - | - | - | - | - | - | | - |
| Zoo's, Marine and Non-biological Animals | | - | - | - | - | - | - | - | | - |
| Total Repairs and Maintenance Expenditure | 1 | 45,275 | 53,985 | 53,985 | 4,680 | 11,548 | 13,496 | 1,949 | 14.4% | 53,985 |

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

10.2.4 Supporting Table SC13d

| NW375 Moses Kotane - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M03 September | | | | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| 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 |
| R thousands | 1 | | | | | | | | | |
| Depreciation by Asset Class/Sub-class | | | | | | | | | | |
| Infrastructure | | 100,260 | 109,481 | 109,481 | 18,037 | 27,055 | 27,370 | 315 | 1.2% | 109,481 |
| Roads Infrastructure | | 34,403 | 51,869 | 51,869 | 6,146 | 9,219 | 12,967 | 3,748 | 28.9% | 51,869 |
| Roads | | 34,403 | 51,869 | 51,869 | 6,146 | 9,219 | 12,967 | 3,748 | 28.9% | 51,869 |
| Road Structures | | - | - | - | - | - | - | - | - | - |
| Road Furniture | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | - | - | - | - | - | - | - | - | - |
| Storm water Infrastructure | | 4,182 | 3,906 | 3,906 | 768 | 1,152 | 976 | (176) | -18.0% | 3,906 |
| Drainage Collection | | 4,182 | 3,906 | 3,906 | 768 | 1,152 | 976 | (176) | -18.0% | 3,906 |
| Storm water Conveyance | | - | - | - | - | - | - | - | - | - |
| Attenuation | | - | - | - | - | - | - | - | - | - |
| Electrical Infrastructure | | 3,388 | 3,500 | 3,500 | 565 | 848 | 875 | 27 | 3.1% | 3,500 |
| Power Plants | | 3,388 | 3,500 | 3,500 | 565 | 848 | 875 | 27 | 3.1% | 3,500 |
| Water Supply Infrastructure | | 54,394 | 45,758 | 45,758 | 9,831 | 14,747 | 11,439 | (3,308) | -28.9% | 45,758 |
| Distribution | | 54,394 | 45,758 | 45,758 | 9,831 | 14,747 | 11,439 | (3,308) | -28.9% | 45,758 |
| Sanitation Infrastructure | | 2,750 | 3,299 | 3,299 | 507 | 761 | 825 | 64 | 7.7% | 3,299 |
| Pump Station | | - | - | - | - | - | - | - | - | - |
| Reticulation | | - | - | - | - | - | - | - | - | - |
| Waste Water Treatment Works | | 2,750 | 3,299 | 3,299 | 507 | 761 | 825 | 64 | 7.7% | 3,299 |
| Outfall Sewers | | - | - | - | - | - | - | - | - | - |
| Toilet Facilities | | - | - | - | - | - | - | - | - | - |
| Capital Spares | | - | - | - | - | - | - | - | - | - |
| Solid Waste Infrastructure | | 1,141 | 1,149 | 1,149 | 218 | 328 | 287 | (40) | -14.0% | 1,149 |
| Landfill Sites | | 1,141 | 1,149 | 1,149 | 218 | 328 | 287 | (40) | -14.0% | 1,149 |
| Rail Infrastructure | | - | - | - | - | - | - | - | - | - |
| Coastal Infrastructure | | - | - | - | - | - | - | - | - | - |
| Information and Communication Infrastructure | | - | - | - | - | - | - | - | - | - |
| Community Assets | | 16,561 | 16,979 | 16,979 | 3,480 | 5,221 | 4,245 | (976) | -23.0% | 16,979 |
| Community Facilities | | 16,561 | 16,979 | 16,979 | 3,480 | 5,221 | 4,245 | (976) | -23.0% | 16,979 |
| Halls | | 13,993 | 15,166 | 15,166 | 2,883 | 4,325 | 3,791 | (533) | -14.1% | 15,166 |
| Centres | | 2,568 | 1,814 | 1,814 | 597 | 896 | 453 | (442) | -97.6% | 1,814 |
| Other assets | | 6,041 | 8,767 | 8,767 | 1,147 | 1,720 | 2,192 | 471 | 21.5% | 8,767 |
| Operational Buildings | | 6,041 | 8,767 | 8,767 | 1,147 | 1,720 | 2,192 | 471 | 21.5% | 8,767 |
| Municipal Offices | | 6,041 | 8,767 | 8,767 | 1,147 | 1,720 | 2,192 | 471 | 21.5% | 8,767 |
| Biological or Cultivated Assets | | - | - | - | - | - | - | - | - | - |
| Biological or Cultivated Assets | | - | - | - | - | - | - | - | - | - |
| Intangible Assets | | 2,304 | 5,634 | 5,634 | - | - | 1,409 | 1,409 | 100.0% | 5,634 |
| Servitudes | | - | - | - | - | - | - | - | - | - |
| Licences and Rights | | 2,304 | 5,634 | 5,634 | - | - | 1,409 | 1,409 | 100.0% | 5,634 |
| Computer Software and Applications | | 2,304 | 5,634 | 5,634 | - | - | 1,409 | 1,409 | 100.0% | 5,634 |
| Computer Equipment | | - | - | - | - | - | - | - | - | - |
| Computer Equipment | | - | - | - | - | - | - | - | - | - |
| Furniture and Office Equipment | | 4,092 | 4,209 | 4,209 | 759 | 1,138 | 1,052 | (86) | -8.2% | 4,209 |
| Furniture and Office Equipment | | 4,092 | 4,209 | 4,209 | 759 | 1,138 | 1,052 | (86) | -8.2% | 4,209 |
| Machinery and Equipment | | 330 | 1,454 | 1,454 | 61 | 92 | 363 | 271 | 74.6% | 1,454 |
| Machinery and Equipment | | 330 | 1,454 | 1,454 | 61 | 92 | 363 | 271 | 74.6% | 1,454 |
| Transport Assets | | 2,178 | 4,355 | 4,355 | 416 | 624 | 1,089 | 465 | 42.7% | 4,355 |
| Transport Assets | | 2,178 | 4,355 | 4,355 | 416 | 624 | 1,089 | 465 | 42.7% | 4,355 |
| Land | | - | - | - | - | - | - | - | - | - |
| Land | | - | - | - | - | - | - | - | - | - |
| Zoo's, Marine and Non-biological Animals | | - | - | - | - | - | - | - | - | - |
| Zoo's, Marine and Non-biological Animals | | - | - | - | - | - | - | - | - | - |
| Total Depreciation | 1 | 131,765 | 150,878 | 150,878 | 23,900 | 35,851 | 37,720 | 1,869 | 5.0% | 150,878 |

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
SEPTEMBER 2022 - MOSES KOTANE LOCAL MUNICIPALITY**

10.2.5 Supporting Table SC13e

| NW375 Moses Kotane - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - | | | | | | | | | | |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| 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 |
| R thousands | 1 | | | | | | | | | |
| Capital expenditure on upgrading of existing assets by Asset Class/Sub-class | | | | | | | | | | |
| Infrastructure | | 5,410 | 66,600 | 66,600 | 3,589 | 6,870 | 16,650 | 9,780 | 58.7% | 66,600 |
| Roads Infrastructure | | 5,410 | 56,600 | 56,600 | 3,589 | 6,870 | 14,150 | 7,280 | 51.5% | 56,600 |
| <i>Roads</i> | | 5,410 | 56,600 | 56,600 | 3,589 | 6,870 | 14,150 | 7,280 | 51.5% | 56,600 |
| Storm water Infrastructure | | - | - | - | - | - | - | - | - | - |
| Sanitation Infrastructure | | - | 10,000 | 10,000 | - | - | 2,500 | 2,500 | 100.0% | 10,000 |
| <i>Pump Station</i> | | | | | | | | | | |
| <i>Reticulation</i> | | | | | | | | | | |
| <i>Waste Water Treatment Works</i> | | - | 10,000 | 10,000 | - | - | 2,500 | 2,500 | 100.0% | 10,000 |
| Solid Waste Infrastructure | | - | - | - | - | - | - | - | - | - |
| Community Assets | | - | 2,736 | 2,736 | - | - | 684 | 684 | 100.0% | 2,736 |
| Community Facilities | | - | 2,736 | 2,736 | - | - | 684 | 684 | 100.0% | 2,736 |
| <i>Public Ablution Facilities</i> | | | | | | | | | | |
| <i>Markets</i> | | - | 2,736 | 2,736 | - | - | 684 | 684 | 100.0% | 2,736 |
| Non-revenue Generating | | - | - | - | - | - | - | - | - | - |
| Total Capital Expenditure on upgrading of existing | 1 | 5,410 | 69,336 | 69,336 | 3,589 | 6,870 | 17,334 | 10,464 | 60.4% | 69,336 |