

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

TABLE OF CONTENTS

Part 1

Section 1 Budget Statement.....	3
1.1 Mayors Report.....	3
1.2 Resolution.....	3
1.3 Executive Summary.....	3-4
1.4 Performance against the approved budget.....	4-7
1.5 Capital Expenditure.....	7
1.6 Material variances from SDBIP.....	7
1.7 Remedial corrective steps.....	7-8
Section 2: In year monthly budget statement.....	8
2.1 Table C1: Monthly Budget Statement.....	9
2.2 Table C2: Financial Performance (standard classification).....	10
2.3 Table C3: Financial Performance (revenue & expenditure by vote).....	11
2.4 Table C4: Financial Performance (revenue & expenditure).....	12-14
2.5 Table C5: Capital Expenditure by Vote.....	15-16
2.6 Table C6: Financial Position.....	17
2.7 Table C7: Cash Flow.....	18
Part 2: Supporting Documents	19
Section 3: Performance Indicators.....	19
3.1 Supporting Table SC2.....	19
Section 4: Debtor's Analysis	20
4.1 Supporting Table SC3.....	20
Section 5: Creditor's Analysis.....	20
5.1 Supporting Table SC4.....	20
Section 6: Investment Portfolio Analysis.....	21
6.1 Supporting Table SC5: Investments.....	21
Section 7: Allocation of grants receipts and expenditure	22
7.1 Supporting Table SC6.....	22
7.2 Supporting Table SC7 (1).....	23
7.3 Supporting Table SC7 (2).....	24

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

Section 8: Expenditure on councillor allowances	25
8.1 Supporting Table SC8.....	25
Section 9: Actual & Revised Targets for Cash Receipts.....	26
9.1 Supporting Table SC9.....	26
9.2 Supporting Table SC1.....	27
Section 10: Capital Programme Performance.....	27
10.1 Supporting Table SC12.....	27
10.2 Supporting Table SC13.....	28
10.2.1 Supporting Table SC13a.....	29
10.2.2 Supporting Table SC13b.....	30
10.2.3 Supporting Table SC13c.....	31
10.2.4 Supporting Table SC13d.....	32
10.2.5 Supporting Table SC13e.....	33
Section 11: Quality Certificate (separate)	

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

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 after 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 of the MBRR.

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 Council considers the quarterly budget statement, performance assessment report and supporting documentation for the quarter ending 31 March 2024.
- That the Section 52 (d) report be submitted to Provincial and National Treasury as prescribed.

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 3rd Quarter of the 2023/2024 financial year.

The Municipal Budget and Reporting Regulation no. 31 states that the 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 –

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

- 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.

Moses Kotane Local Municipality’s financial performance is discussed below from the performance against the approved budget. The report provides a synopsis of the financial status of the municipality.

The table below indicates the Financial Performance for the quarter ending 31 March 2024, reflecting the actual performance against the allocated budget.

1.4. Performance against the Operating Budget

ACTUAL vs ORIGINAL BUDGET as at 30 June 2024				
	2023/2024 ADJUSTMENT BUDGET	YTD ACTUAL	AVAILABLE BUDGET	% SPENT
TOTAL REVENUE	1 077 008	1 034 306	42 702	96%
TOTAL EXPENDITURE	1 222 501	1 270 608	-48 107	104%
CAPITAL EXPENDITURE	242 621	234 190	8 431	97%

Operating revenue generated as at the reporting period amount to R1 034 billion which translate to 96% when compared to the allocated budget. Year to date expenditure for the same period amount to R1 270 billion or 104% of the appropriated expenditure budget. Operating expenditure has exceeded the budget by R48 million for the reporting period.

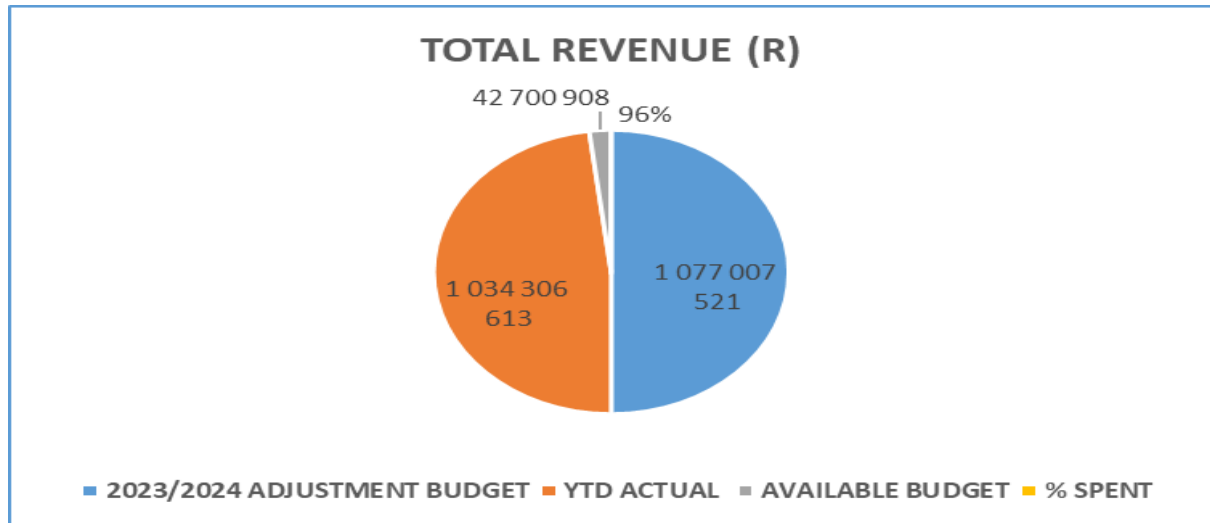
QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

Operating Revenue

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

INCOME						
Revenue Sources R'000	2023/24 Budget	2023/24 Adjustment Budget	Actual	Year to date	Available	% Spent
JUNE 2024						
Property Rates	154 525	154 525	11 170	149 146	5 379	97%
Service charges - water revenue	222 520	222 560	18 918	191 705	30 855	86%
Service charges - sanitation revenue	6 036	6 036	334	4 787	1 250	79%
Service charges - refuse revenue	12 277	12 277	1 042	12 865	(588)	105%
Interest earned - external investments	2 735	2 735	70	13 045	(10 310)	477%
Interest earned - outstanding debtors	91 714	91 714	5 966	84 473	7 241	92%
Traffic Fines	2 000	2 000	417	1 782	218	89%
Licence Applications	2 000	2 000	73	980	1 020	49%
Transfers recognised - operational	581 763	581 247	539	572 587	8 660	99%
Rental of facilities and equipment	188	188	1	99	89	53%
Other revenue	1 725	1 725	105	2 846	(1 120)	165%
TOTAL REVENUE	1 077 484	1 077 008	38 632	1 034 314	42 693	96%

The table below reflects graphical illustration of the operating revenue generated to date against the approved budget



The total revenue generated as at reporting quarter amount to R1 034 billion or 96% against the total budget of R1,077 billion. Of the total amount generated to date 38% relates to own revenue while operational grants contributed 62%. This indicates that the municipality relies on government grants to fund its day to day expenses.

The following grants were received to date;

- Equitable Shares – R561.4 million
- WSIG – R70 million
- MIG – R163 million
- EPWP – R1,6 million

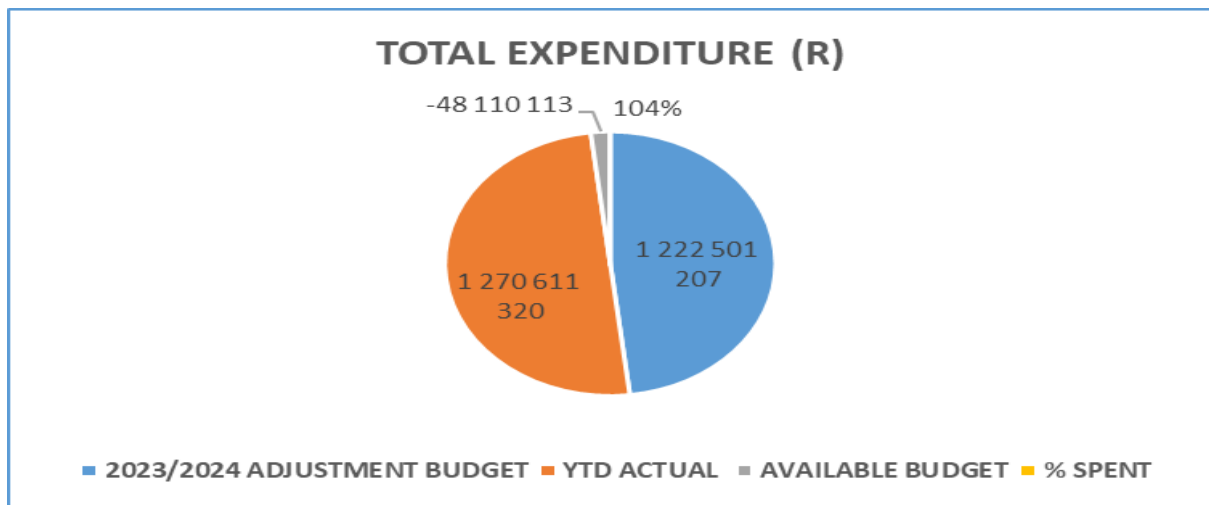
**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

- FMG- R1.9 million
- Library - R1.2 million
- EEDSM - R1 million

Operating Expenditure

OPERATING EXPENDITURE						
Expenditure Item R'000	2023/24 Budget	2023/24 Adjustment Budget	Actual	Year to date	Available	% Spent
JUNE 2024						
Employee Related Cost and Allowance of Councillors	324 469	321 058	28 371	344 561	(23 502)	107%
Contracted Services	140 090	139 430	19 211	161 253	(21 823)	116%
Operational Cost	79 781	91 695	10 416	80 741	10 954	88%
Inventory	150 155	150 155	(15 413)	110 603	39 552	74%
Bulk Purchases Electricity	25 000	25 000	607	36 104	(11 104)	144%
Interest on External Loans	5 600	8 900	284	3 742	5 158	42%
Operating Leases	3 500	2 500	946	2 759	(259)	110%
Debt Impairment	328 721	328 721	95 132	397 112	(68 391)	121%
Depreciation	155 041	155 041	10 220	133 737	21 304	86%
TOTAL EXPENDITURE	1 212 358	1 222 501	149 773	1 270 611	(48 110)	104%

Total operating expenditure incurred as at 30 June 2024 amounted to R1 270 billion which equates to 104% of the total budget of R1 222 billion.



1.5. Capital Expenditure

The table below reflects capital expenditure for the third quarter of 2023/2024 financial year.

ACTUAL vs ORIGINAL BUDGET as at 30 June 2024				
	2023/2024 ADJUSTMENT BUDGET	YTD ACTUAL	AVAILABLE BUDGET	% SPENT
CAPITAL EXPENDITURE	242 621	234 190	8 431	97%

The adjusted capital budget for 2023/2024 financial year amount to R242.6 million. The budget is mainly funded by National grants, i.e. MIG and WSIG. Expenditure reported as at 30 June 2024 amount to R196.5 million, VAT exclusive. (VAT inclusive

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

amount – R234.1 million). Capital spending to date accounts for 97% against the appropriated budget. The performance is fairly good given the target of 95% spending.

Material Variances From SDBIP

Overspending was realised on the operating expenditure, i.e. electricity consumption as well debt impairment due to low revenue collection.

1.6. Remedial Corrective Steps

Strict expenditure and cash flow management will be enforced to save costs in order to improve the budget status of the 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)

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

(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.

2.1 Table C1: Monthly Budget Statements Summary

The table below comprises of a summary information from the statement of financial performance, capital expenditure and funding, financial position, cash flow debtors and creditors.

NW375 Moses Kotane - Table C1 Monthly Budget Statement Summary - M12 June

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	124,807	154,525	154,525	11,170	149,146	154,525	(5,379)	-3%	154,525
Service charges	194,662	240,833	240,873	20,293	209,357	240,873	(31,516)	-13%	240,873
Investment revenue	9,745	6,251	6,251	70	13,045	6,251	6,794	109%	6,251
Transfers and subsidies - Operational	537,931	581,763	581,247	539	572,587	581,247	(8,660)		581,247
Other own revenue	107,859	94,111	94,111	6,561	90,179	94,111	(3,932)	-4%	-
Total Revenue (excluding capital transfers and contributions)	975,004	1,077,484	1,077,008	38,632	1,034,314	1,077,008	(42,693)	-4%	1,077,008
Employee costs	283,415	296,872	293,462	26,217	317,438	293,462	23,976		293,462
Remuneration of Councillors	25,874	27,597	27,597	2,155	27,122	27,597	(474)		27,597
Depreciation and amortisation	132,550	155,041	155,041	10,220	133,737	155,041	(21,304)		155,041
Interest	5,619	5,600	8,900	284	3,742	8,900	(5,158)		8,900
Inventory consumed and bulk purchases	177,046	175,155	175,005	(14,807)	146,707	175,005	(28,298)		175,005
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	419,178	552,093	562,496	125,704	641,865	562,496	79,369	14%	562,496
Total Expenditure	1,043,682	1,212,358	1,222,501	149,773	1,270,611	1,222,501	48,110	4%	1,222,501
Surplus/(Deficit)	(68,678)	(134,874)	(145,494)	(111,141)	(236,297)	(145,494)	(90,803)	62%	(145,494)
Transfers and subsidies - capital (monetary)	217,386	236,841	234,517	-	215,028	234,517	###	-8%	234,517
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	148,708	101,967	89,023	(111,141)	(21,269)	89,023	(110,293)	-124%	89,023
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	148,708	101,967	89,023	(111,141)	(21,269)	89,023	(110,293)	-124%	89,023
Capital expenditure & funds sources									
Capital expenditure	8,803	244,591	242,621	13,766	196,542	242,621	(46,079)	-19%	#REF!
Capital transfers recognised	8,697	236,841	234,517	13,732	194,676	234,517	(39,841)	-17%	234,517
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	106	7,750	8,104	34	1,867	8,104	(6,238)	-77%	8,104
Total sources of capital funds	8,803	244,591	242,621	13,766	196,542	242,621	(46,079)	-19%	242,621
Financial position									
Total current assets	2,315,211	229,074	229,074		315,119				229,074
Total non current assets	3,152,582	3,619,431	3,617,462		3,216,961				3,617,462
Total current liabilities	378,290	192,126	189,132		341,390				189,132
Total non current liabilities	70,749	72,328	60,186		59,774				60,186
Community wealth/Equity	3,266,622	3,482,085	3,508,195		3,242,710				3,508,195
Cash flows									
Net cash from (used) operating	1,229,699	252,337	252,337	-	1,475,025	252,337	#####	-485%	252,337
Net cash from (used) investing	(8,817)	(244,591)	(244,591)	-	(182,776)	(244,591)	(61,815)	25%	(244,591)
Net cash from (used) financing	(5,813)	(12,820)	(12,820)	-	(3,946)	(12,820)	(8,874)	69%	(12,820)
Cash/cash equivalents at the month/year end	1,251,950	63,660	63,660	-	1,327,159	63,660	#####	-1985%	33,781
Debtors & creditors analysis									
	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
Debtors Age Analysis									
Total By Income Source	77,513	37,789	38,152	37,086	34,114	29,907	170,597	#####	1,477,128
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

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

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

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.

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

NW375 Moses Kotane - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M12 June

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		535,972	567,889	567,889	17,574	814,240	567,889	246,351	43%	567,889
Executive and council		21,455	22,852	22,852	109	1,565	22,852	(21,286)	-93%	22,852
Finance and administration		514,517	545,038	545,038	17,465	812,675	545,038	267,637	49%	545,038
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		23,827	4,000	6,181	749	3,920	6,181	(2,260)	-37%	6,181
Community and social services		1,612	-	2,181	260	1,157	2,181	(1,023)	-47%	2,181
Sport and recreation		20,851	-	-	-	1	-	1	#DIV/0!	-
Public safety		1,365	4,000	4,000	489	2,762	4,000	(1,238)	-31%	4,000
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		51,230	68,923	54,630	16	54,542	54,630	(88)	0%	54,630
Planning and development		4,778	8,097	5,400	16	5,302	5,400	(98)	-2%	5,400
Road transport		46,452	60,826	49,230	-	49,240	49,230	10	0%	49,230
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		581,362	673,513	682,825	20,293	376,639	682,825	(306,186)	-45%	682,825
Energy sources		16,357	8,000	8,858	-	6,109	8,858	(2,749)	-31%	8,858
Water management		424,392	428,759	544,229	18,918	352,879	544,229	(191,350)	-35%	544,229
Waste water management		47,406	130,953	30,199	334	4,787	30,199	(25,412)	-84%	30,199
Waste management		93,207	105,800	99,540	1,042	12,865	99,540	(86,675)	-87%	99,540
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1,192,390	1,314,325	1,311,524	38,632	1,249,342	1,311,524	(62,183)	-5%	1,311,524
Expenditure - Functional										
Governance and administration		289,665	375,428	377,288	67,858	507,660	377,288	130,372	35%	377,288
Executive and council		84,311	101,393	100,953	10,628	102,266	100,953	1,314	1%	100,953
Finance and administration		200,450	269,233	271,533	56,771	399,920	271,533	128,387	47%	271,533
Internal audit		4,903	4,802	4,802	459	5,474	4,802	672	14%	4,802
Community and public safety		125,021	121,102	123,583	11,557	118,790	123,583	(4,792)	-4%	123,583
Community and social services		26,539	33,814	35,995	3,560	25,958	35,995	(10,036)	-28%	35,995
Sport and recreation		60,726	51,959	51,959	3,962	55,088	51,959	3,129	6%	51,959
Public safety		37,756	35,329	35,629	4,035	37,744	35,629	2,115	6%	35,629
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		77,589	89,084	86,387	7,898	74,809	86,387	(11,578)	-13%	86,387
Planning and development		21,391	29,621	26,924	2,995	25,734	26,924	(1,190)	-4%	26,924
Road transport		56,199	59,463	59,463	4,903	49,075	59,463	(10,388)	-17%	59,463
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		548,634	623,594	632,094	62,119	566,117	632,094	(65,977)	-10%	632,094
Energy sources		43,171	38,507	38,507	1,948	46,823	38,507	8,315	22%	38,507
Water management		402,470	492,993	501,493	43,712	427,094	501,493	(74,399)	-15%	501,493
Waste water management		55,609	29,949	29,949	7,166	36,452	29,949	6,503	22%	29,949
Waste management		47,385	62,144	62,144	9,293	55,749	62,144	(6,396)	-10%	62,144
Other		2,772	3,150	3,150	341	3,235	3,150	85	3%	3,150
Total Expenditure - Functional	3	1,043,682	1,212,358	1,222,501	149,773	1,270,611	1,222,501	48,110	4%	1,222,501
Surplus/ (Deficit) for the year		148,708	101,967	89,023	(111,141)	(21,269)	89,023	(110,293)	-124%	89,023

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

2.3 Table C3: Monthly Budget Statement-Financial Performance

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

NW375 Moses Kotane - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June

Vote Description	Ref	2022/23	Budget Year 2023/24							
		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	21,455	22,852	22,852	109	1,565	22,852	(21,286)	-93.2%	22,852
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	-
Vote 03 - Budget And Treasury Office		514,088	544,438	544,438	17,465	812,076	544,438	267,638	49.2%	544,438
Vote 04 - Corporate Services		429	600	600	-	599	600	(1)	-0.1%	600
Vote 05 - Community Services		117,034	109,800	105,720	1,791	16,785	105,720	(88,935)	-84.1%	105,720
Vote 06 - Planning & Development		136	-	-	16	264	-	264	#DIV/0!	-
Vote 07 - Infrastructure & Technical Services		539,249	636,636	637,915	19,251	418,053	637,915	(219,862)	-34.5%	637,915
Vote 08 -		-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	1,192,390	1,314,325	1,311,524	38,632	1,249,342	1,311,524	(62,183)	-4.7%	1,311,524
Expenditure by Vote										
Vote 01 - Municipal Council	1	71,931	87,446	87,006	9,395	87,267	87,006	261	0.3%	87,006
Vote 02 - Office Of The Accounting Officer		22,319	23,610	23,610	2,216	26,434	23,610	2,824	12.0%	23,610
Vote 03 - Budget And Treasury Office		95,828	158,731	158,731	45,212	292,707	158,731	133,976	84.4%	158,731
Vote 04 - Corporate Services		80,922	86,645	86,645	8,453	81,447	86,645	(5,197)	-6.0%	86,645
Vote 05 - Community Services		187,203	195,701	200,481	22,289	186,317	200,481	(14,164)	-7.1%	200,481
Vote 06 - Planning & Development		20,725	26,906	26,906	3,656	25,060	26,906	(1,845)	-6.9%	26,906
Vote 07 - Infrastructure & Technical Services		564,753	633,320	639,122	58,552	571,378	639,122	(67,744)	-10.6%	639,122
Vote 08 -		-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1,043,682	1,212,358	1,222,501	149,773	1,270,611	1,222,501	48,110	3.9%	1,222,501
Surplus/ (Deficit) for the year	2	148,708	101,967	89,023	(111,141)	(21,269)	89,023	(110,293)	-123.9%	89,023

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

2.4. Table C4: Financial Performance (Revenue & Expenditure)

NW375 Moses Kotane - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		-	-	-	-	-	-	-	-	-
Service charges - Water		178,981	222,520	222,560	18,918	191,705	222,560	(30,855)	-14%	222,560
Service charges - Waste Water Management		3,864	6,036	6,036	334	4,787	6,036	(1,250)	-21%	6,036
Service charges - Waste management		11,817	12,277	12,277	1,042	12,865	12,277	588	5%	12,277
Sale of Goods and Rendering of Services		761	520	520	36	793	520	273	53%	520
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		71,462	60,636	60,636	4,447	49,369	60,636	(11,268)	-19%	60,636
Interest from Current and Non Current Assets		9,745	6,251	6,251	70	13,045	6,251	6,794	109%	6,251
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		152	188	188	1	99	188	(89)	-47%	188
Licence and permits		336	2,000	2,000	73	980	2,000	(1,020)	-51%	2,000
Operational Revenue		1,014	1,205	1,205	61	2,045	1,205	840	70%	1,205
Non-Exchange Revenue										
Property rates		124,807	154,525	154,525	11,170	149,146	154,525	(5,379)	-3%	154,525
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		1,028	2,000	2,000	417	1,782	2,000	(218)	-11%	2,000
Licence and permits		-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		537,931	581,763	581,247	539	572,587	581,247	(8,660)	-1%	581,247
Interest		32,268	27,562	27,562	1,520	35,104	27,562	7,542	27%	27,562
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		838	-	-	-	-	-	-	-	-
Other Gains		0	-	-	8	8	-	8	#DIV/0!	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		975,004	1,077,484	1,077,008	38,632	1,034,314	1,077,008	(42,693)	-4%	1,077,008
Expenditure By Type										
Employee related costs		283,415	296,872	293,462	26,217	317,438	293,462	23,976	8%	293,462
Remuneration of councillors		25,874	27,597	27,597	2,155	27,122	27,597	(474)	-2%	27,597
Bulk purchases - electricity		33,007	25,000	25,000	607	36,104	25,000	11,104	44%	25,000
Inventory consumed		144,039	150,155	150,005	(15,413)	110,603	150,005	(39,402)	-26%	150,005
Debt impairment		-	328,721	328,721	-	301,049	328,721	(27,673)	-8%	328,721
Depreciation and amortisation		132,550	155,041	155,041	10,220	133,737	155,041	(21,304)	-14%	155,041
Interest		5,619	5,600	8,900	284	3,742	8,900	(5,158)	-58%	8,900
Contracted services		136,096	140,090	139,430	19,211	161,253	139,430	21,823	16%	139,430
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		147,426	-	-	95,132	96,063	-	96,063	#DIV/0!	-
Operational costs		116,715	83,281	94,345	11,358	83,497	94,345	(10,848)	-11%	94,345
Losses on Disposal of Assets		18,942	-	-	-	-	-	-	-	-
Other Losses		-	-	-	3	3	-	3	#DIV/0!	-
Total Expenditure		1,043,682	1,212,358	1,222,501	149,773	1,270,611	1,222,501	48,110	4%	1,222,501
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		(68,678)	(134,874)	(145,494)	(111,141)	(236,297)	(145,494)	(90,803)	0	(145,494)
Transfers and subsidies - capital (in-kind)		217,386	236,841	234,517	-	215,028	234,517	(19,489)	(0)	234,517
Surplus/(Deficit) after capital transfers & contributions		148,708	101,967	89,023	(111,141)	(21,269)	89,023	(110,293)	(0)	89,023
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		148,708	101,967	89,023	(111,141)	(21,269)	89,023			89,023
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		148,708	101,967	89,023	(111,141)	(21,269)	89,023			89,023
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		148,708	101,967	89,023	(111,141)	(21,269)	89,023			89,023

Revenue

- a) Budgeted operating revenue for the 2023/2024 financial year to R1,077 billion.
- b) Total year to date operating revenue amount to R1 034 million.

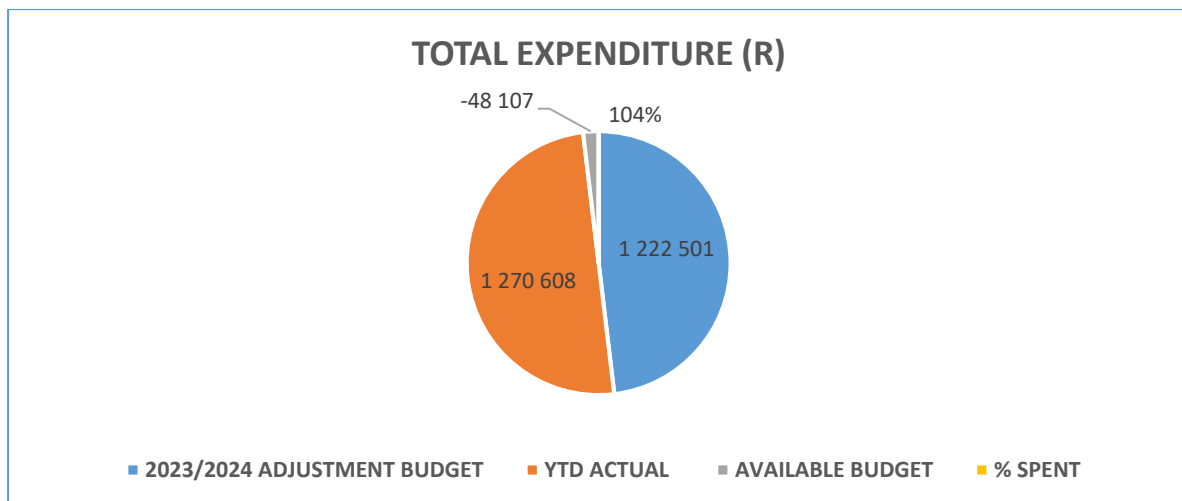
**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

- c) Year to date operating revenue comprises of own revenue and grants at 45% and 55% respectively. The municipality depends on government grants to fund its operations.
- d) Own revenue generated for the reporting period amount to R461 million. Own revenue is mainly derived from property rates and service charges which contributed R358 million or 78% of the total own revenue generated for the reported period.
- e) Interest earned on outstanding debtors amount to R84 million. Low revenue collection remains a challenge for Moses Kotane, Council took a resolution to embark on a rehabilitation of debtors’ campaign to encourage consumers to pay the outstanding debts. An amount of R806.6 million have been written off to date.

Expenditure

- (a) Operating expenditure incurred for the reporting amount to R1 270 or 104% against the operating expenditure budget.
- (b) Contracted Services - The payment for contractors is not fixed, some of the expenses are only paid as and when the service is rendered.

The table below reflects graphical illustration of the operating expenditure incurred for the reporting period against the approved budget



QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

2.5. Table C5: Capital Expenditure by Vote

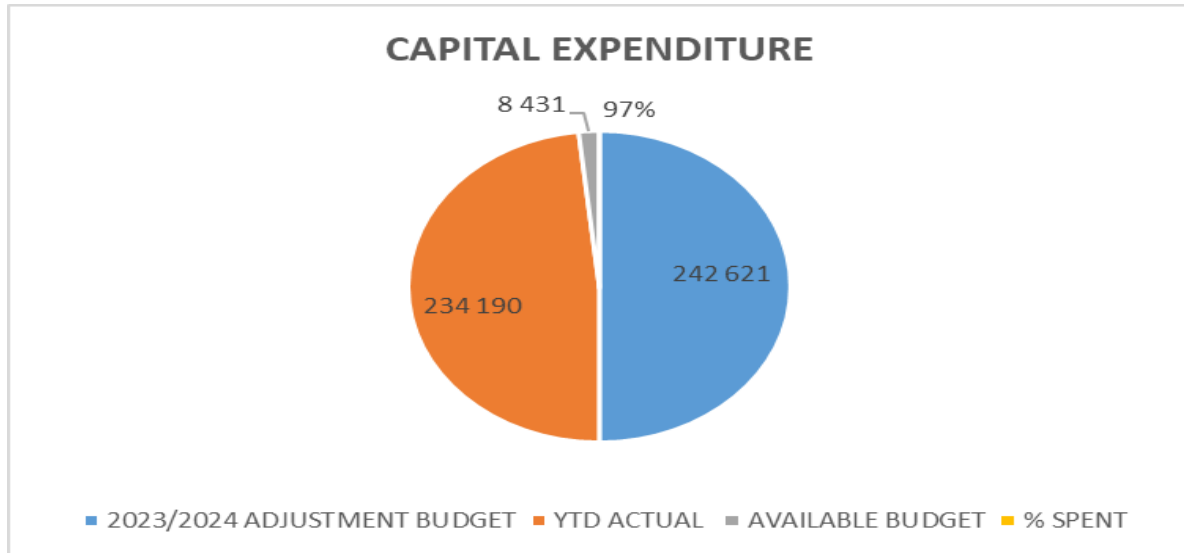
NW375 Moses Kotane - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

Vote Description	Ref	2022/23			Budget Year 2023/24					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 01 - Municipal Council		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	-
Vote 03 - Budget And Treasury Office		-	3,000	1,000	(1)	(1)	1,000	(1,001)	-100%	1,000
Vote 04 - Corporate Services		106	3,000	2,000	35	222	2,000	(1,778)	-89%	2,000
Vote 05 - Community Services		1,957	8,011	2,850	-	1,646	2,850	(1,204)	-42%	2,850
Vote 06 - Planning & Development		-	-	-	-	-	-	-	-	-
Vote 07 - Infrastructure & Technical Services		6,740	230,580	234,517	13,732	194,676	234,517	(39,841)	-17%	234,517
Vote 08 -		-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	8,803	244,591	240,367	13,766	196,542	240,367	(43,825)	-18%	240,367
Single Year expenditure appropriation	2									
Vote 01 - Municipal Council		-	-	2,054	-	-	2,054	(2,054)	-100%	2,054
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	#REF!
Vote 03 - Budget And Treasury Office		-	-	-	-	-	-	-	-	#REF!
Vote 04 - Corporate Services		-	-	-	-	-	-	-	-	#REF!
Vote 05 - Community Services		-	-	200	-	-	200	(200)	-100%	200
Vote 06 - Planning & Development		-	-	-	-	-	-	-	-	#REF!
Vote 07 - Infrastructure & Technical Services		-	-	-	-	-	-	-	-	#REF!
Vote 08 -		-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	-	2,254	-	-	2,254	(2,254)	-100%	#REF!
Total Capital Expenditure		8,803	244,591	242,621	13,766	196,542	242,621	(46,079)	-19%	#REF!
Capital Expenditure - Functional Classification										
Governance and administration		106	6,000	5,054	34	221	5,054	(4,833)	-96%	5,054
Executive and council		-	-	2,054	-	-	2,054	(2,054)	-100%	2,054
Finance and administration		106	6,000	3,000	34	221	3,000	(2,779)	-93%	3,000
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		2,816	1,750	3,050	-	1,646	3,050	(1,404)	-46%	3,050
Community and social services		-	-	1,600	-	1,591	1,600	(9)	-1%	1,600
Sport and recreation		2,816	750	1,250	-	55	1,250	(1,195)	-96%	1,250
Public safety		-	1,000	200	-	-	200	(200)	-100%	200
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		2,790	60,826	49,230	988	42,817	49,230	(6,413)	-13%	49,230
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		2,790	60,826	49,230	988	42,817	49,230	(6,413)	-13%	49,230
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		3,092	176,015	185,287	12,744	151,859	185,287	(33,429)	-18%	185,287
Energy sources		-	4,000	4,858	(497)	3,281	4,858	(1,577)	-32%	4,858
Water management		3,950	155,754	175,429	12,849	147,665	175,429	(27,765)	-16%	175,429
Waste water management		-	10,000	5,000	391	913	5,000	(4,087)	-82%	5,000
Waste management		(859)	6,261	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	8,803	244,591	242,621	13,766	196,542	242,621	(46,079)	-19%	242,621
Funded by:										
National Government		8,697	236,841	234,517	13,732	194,676	234,517	(39,841)	-17%	234,517
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		8,697	236,841	234,517	13,732	194,676	234,517	(39,841)	-17%	234,517
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		106	7,750	8,104	34	1,867	8,104	(6,238)	-77%	8,104
Total Capital Funding		8,803	244,591	242,621	13,766	196,542	242,621	(46,079)	-19%	242,621

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

Capital adjusted budget for 2023/2024 financial year amount to R242.6 million. The budget is mainly funded by National grants, i.e. MIG and WSIG. Spending was mainly incurred on water and roads as they contribute a bigger portion to the capital budget

Graphical Illustration of capital expenditure against the approved budget



**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

2.6. Table C6: Financial Position

NW375 Moses Kotane - Table C6 Monthly Budget Statement - Financial Position - M12 June

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		1,902,658	63,040	63,040	43,592	63,040
Trade and other receivables from exchange transactions		70,897	66,260	66,260	75,662	66,260
Receivables from non-exchange transactions		172,477	66,260	66,260	14,476	66,260
Current portion of non-current receivables						
Inventory		16,493	14,665	14,665	20,484	14,665
VAT		129,471	12,635	12,635	138,164	12,635
Other current assets		23,214	6,214	6,214	22,742	6,214
Total current assets		2,315,211	229,074	229,074	315,119	229,074
Non current assets						
Investments		-	-	-	-	-
Investment property		150,664	151,438	151,438	150,664	151,438
Property, plant and equipment		2,988,511	3,452,125	3,451,155	3,055,106	3,451,155
Biological assets						
Living and non-living resources						
Heritage assets		14	14	14	14	14
Intangible assets		13,393	15,854	14,854	11,177	14,854
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		-	-	-	-	-
Other non-current assets						
Total non current assets		3,152,582	3,619,431	3,617,462	3,216,961	3,617,462
TOTAL ASSETS		5,467,793	3,848,505	3,846,536	3,532,080	3,846,536
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		8,840	12,820	12,820	3,588	12,820
Consumer deposits		1,823	-	-	1,831	-
Trade and other payables from exchange transactions		210,314	177,266	177,266	130,626	177,266
Trade and other payables from non-exchange transactions		8,156	-	(2,995)	25,604	(2,995)
Provision		49,159	2,040	2,040	48,546	2,040
VAT		99,997	-	-	131,195	-
Other current liabilities		-	-	-	-	-
Total current liabilities		378,290	192,126	189,132	341,390	189,132
Non current liabilities						
Financial liabilities		34,753	33,895	21,753	23,678	21,753
Provision		35,996	38,433	38,433	36,096	38,433
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		70,749	72,328	60,186	59,774	60,186
TOTAL LIABILITIES		449,039	264,454	249,317	401,164	249,317
NET ASSETS	2	5,018,754	3,584,052	3,597,218	3,130,916	3,597,218
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		3,266,622	3,482,085	3,508,195	3,242,710	3,508,195
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	3,266,622	3,482,085	3,508,195	3,242,710	3,508,195

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

2.7. Table C7: Cash Flow

NW375 Moses Kotane - Table C7 Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		100,014	80,353	80,353	–	70,533	80,353	(9,821)	-12%	80,353
Service charges		154,773	69,811	69,811	–	79,328	69,811	9,517	14%	69,811
Other revenue		589,255	5,913	5,913	–	364,691	5,913	358,778	6068%	5,913
Transfers and Subsidies - Operational		161,779	581,763	581,763	–	567,216	581,763	(14,547)	-3%	581,763
Transfers and Subsidies - Capital		208,558	236,841	236,841	–	237,903	236,841	1,062	0%	236,841
Interest		9,745	6,251	6,251	–	12,975	6,251	6,724	108%	6,251
Dividends		–	–	–	–	–	–	–	–	–
Payments										
Suppliers and employees		5,575	(728,596)	(728,596)	–	142,380	(728,596)	(870,975)	120%	(728,596)
Interest		–	–	–	–	–	–	–	–	–
Transfers and Subsidies		–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES		1,229,699	252,337	252,337	–	1,475,025	252,337	#####	-485%	252,337
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		(13)	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–
Payments										
Capital assets		(8,803)	(244,591)	(244,591)	–	(182,776)	(244,591)	(61,815)	25%	(244,591)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(8,817)	(244,591)	(244,591)	–	(182,776)	(244,591)	(61,815)	25%	(244,591)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	(70)	–	(70)	#DIV/0!	–
Increase (decrease) in consumer deposits		–	–	–	–	5	–	5	#DIV/0!	–
Payments										
Repayment of borrowing		(5,813)	(12,820)	(12,820)	–	(3,880)	(12,820)	(8,940)	70%	(12,820)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(5,813)	(12,820)	(12,820)	–	(3,946)	(12,820)	(8,874)	69%	(12,820)
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		36,880	68,734	68,734	(61,028)	38,855	68,734			38,855
Cash/cash equivalents at month/year end:		1,251,950	63,660	63,660		1,327,159	63,660			33,781

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

The Municipality noted the following challenges:

The municipality is currently experiencing challenges with cash flow reporting. The opening balance and other revenue will be investigated and be corrected.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

Part 2: Supporting Documents

Section 3: Performance Indicators

3.1 Supporting Table SC2

NW375 Moses Kotane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June

Description of financial indicator	Basis of calculation	Ref	2022/23	Budget Year 2023/24			
			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		0.0%	13.3%	13.4%	0.3%	3.0%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure ex cl. 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		8.0%	6.4%	6.0%	5.7%	6.0%
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	612.0%	119.2%	121.1%	92.3%	121.1%
Liquidity Ratio	Monetary Assets/Current Liabilities		503.0%	32.8%	33.3%	12.8%	33.3%
<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		27.3%	0.0%	0.0%	0.0%	0.0%
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		29.1%	27.6%	27.2%	30.7%	27.2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		10.4%	10.6%	10.2%	14.5%	10.2%
Interest & Depreciation	I&D/Total Revenue - capital revenue		14.2%	14.9%	15.2%	0.4%	3.4%
<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 JUNE 2024 - 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 - M12 June

Description	NT Code	Budget Year 2023/24										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo 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	38,342	19,635	20,142	20,705	19,241	14,043	79,479	497,613	709,199	631,080	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300									-	-	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	20,291	9,042	9,038	7,554	6,246	6,218	40,071	319,460	417,919	379,548	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	1,131	438	403	456	451	292	1,995	5,950	11,117	9,144	-	-	
Receivables from Exchange Transactions - Waste Management	1600	2,362	1,184	1,186	1,185	1,186	1,183	7,037	20,218	35,540	30,808	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700									-	-	-	-	
Interest on Arrear Debtor Accounts	1810	15,061	7,360	7,255	7,060	6,867	8,051	40,795	181,900	274,348	244,672	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-	-	-	
Other	1900	325	130	128	127	123	122	1,220	26,830	29,005	28,422	-	-	
Total By Income Source	2000	77,513	37,789	38,152	37,086	34,114	29,907	170,597	1,051,970	1,477,128	1,323,674	-	-	
2022/23 - totals only		84737900	38895975	39289566	36727202	36501212	37104361	#####	#####	2,036,068	1,933,144	0	0	
Debtors Age Analysis By Customer Group														
Organs of State	2200	16,205	7,374	7,029	7,165	5,983	7,622	33,366	231,867	316,610	286,002	-	-	
Commercial	2300	27,086	12,742	12,026	12,283	9,674	4,795	29,677	287,819	396,101	344,248	-	-	
Households	2400	34,002	17,594	19,019	17,564	18,384	17,420	106,840	528,904	759,727	689,111	-	-	
Other	2500	219	79	77	75	72	71	714	3,381	4,690	4,314	-	-	
Total By Customer Group	2600	77,513	37,789	38,152	37,086	34,114	29,907	170,597	1,051,970	1,477,128	1,323,674	-	-	

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 R1.4 billion. Of the total balance, R1.3 million or 89% is outstanding for more than 90 days, 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

5.1 Supporting Table SC4

NW375 Moses Kotane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2023/24									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200											
PAYE deductions	0300											
VAT (output less input)	0400											
Pensions / Retirement deductions	0500											
Loan repayments	0600											
Trade Creditors	0700	5 560	-	-	-	-	-	-	-	-	5 560	10 742
Auditor General	0800											
Other	0900											
Total By Customer Type	1000	5 560	-	-	-	-	-	-	-	-	5 560	10 742

The creditors balance as at 30 June 2024 amount to R5.5 million. Total outstanding creditors are payable to trade creditors.

Section 6 - Investment Portfolio Analysis

The investment portfolio analysis must include information consistent with the requirements of the Municipal Investment Regulations.

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

6.1 Table SC5: Investments Portfolio

INVESTMENTS MOSES KOTANE 2023/2024							
SUMMARY OF INVESTMENTS							
ACCOUNT NUMBER	TYPE OF INVESTMENT	BALANCE 01/07/2023	BANK CHARGES	DEPOSIT	INTEREST CAPITALIZED	WITHDREW	BALANCE 30/06/2024
228810957(002)	CALL MKLM MAIN STANDARD BANK	5,160,908.71	0.00	462,173,000.00	6,492,261.85	473,800,300.00	25,870.56
2062250801	12 MONTHS CEDED ESCOM	425,755.26		0.00	0.00		458,112.66
228810957(004)	CALL - MIG STANDARD BANK	10,683,660.31	0.00	151,088,890.00	3,214,648.10	163,513,897.53	1,473,300.88
228810957(003)	CALL WSIG GRANT	11,690,577.14		84,028,005.00	1,866,697.30	72,280,341.53	25,304,937.91
228810957(001)	CALL FLEET	4,842,691.84	0.00	0.00	187,224.75	4,650,000.00	379,916.59
BALANCE		32,803,693.26		697,289,895.00	11,760,832.00	714,244,639.06	27,642,138.60

The investment reported as at 30 June 2024 mount to R27 million. An additional investment reconciliation has been attached since the municipality’s investment information could not be updated on the reporting system. The municipality is currently working on addressing the challenge as per the Road Map and progress will be reported.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - 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 - M12 June

Description	Ref	2022/23	Budget Year 2023/24							
		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:		537,195	581,763	579,066	282	571,487	579,066	(7,579)	-1.3%	579,066
Energy Efficiency and Demand Side Management Grant		350	4,000	4,000	-	1,495	4,000	(2,505)	-62.6%	4,000
Equitable Share		528,602	566,087	566,087	-	561,437	566,087	(4,650)	-0.8%	566,087
Expanded Public Works Programme Integrated Grant		1,652	1,629	1,629	109	1,565	1,629	(64)	-3.9%	1,629
Local Government Financial Management Grant		1,950	1,950	1,950	173	1,951	1,950	1	0.0%	1,950
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	4,642	8,097	5,400	-	5,039	5,400	(361)	-6.7%	5,400
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		735	-	2,181	256	1,100	2,181	(1,080)	-49.5%	2,181
Capacity Building and Other Grants		735	-	2,181	256	1,100	2,181	(1,080)	-49.5%	2,181
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
National Library South Africa		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	537,931	581,763	581,247	539	572,587	581,247	(8,660)	-1.5%	581,247
Capital Transfers and Grants										
National Government:		217,144	236,841	234,517	-	215,028	234,517	(19,489)	-8.3%	234,517
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		157,450	171,841	162,682	-	162,449	162,682	(234)	-0.1%	162,682
Water Services Infrastructure Grant		59,694	65,000	71,835	-	52,579	71,835	(19,256)	-26.8%	71,835
Provincial Government:		242	-	-	-	-	-	-	-	-
Infrastructure Grant		242	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Investment Unit		-	-	-	-	-	-	-	-	-
National Small Business Council		-	-	-	-	-	-	-	-	-
Registration of Deeds Trade Account		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	217,386	236,841	234,517	-	215,028	234,517	(19,489)	-8.3%	234,517
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	755,317	818,604	815,764	539	787,614	815,764	(28,149)	-3.5%	815,764

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

The following grants were received to date;

- Equitable Shares – R561.4 million
- WSIG – R70 million
- MIG – R167.9 million
- EPWP – R1.6 million
- FMG- R1.9 million
- Library - R1.2 million
- EEDSM - R1 million

7.2 Supporting Table SC7 (1)

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY

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 - M12 June

Description	Ref	2022/23	Budget Year 2023/24							
		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:		4,151	581,763	585,226	24,595	513,792	585,226	(71,434)	-12.2%	585,226
Energy Efficiency and Demand Side Management Grant		573	4,000	4,000	497	1,797	4,000	(2,203)	-55.1%	4,000
Equitable Share		176	566,087	572,247	23,204	502,714	572,247	(69,533)	-12.2%	572,247
Expanded Public Works Programme Integrated Grant		1,634	1,629	1,629	115	1,542	1,629	(87)	-5.3%	1,629
Local Government Financial Management Grant		1,769	1,950	1,950	187	1,942	1,950	(8)	-0.4%	1,950
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		-	8,097	5,400	593	5,797	5,400	397	7.3%	5,400
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
North West Provincial Arts and Culture Council		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		4,151	581,763	585,226	24,595	513,792	585,226	(71,434)	-12.2%	585,226
Capital expenditure of Transfers and Grants										
National Government:		8,697	236,841	234,517	13,732	194,676	234,517	(39,841)	-17.0%	234,517
Municipal Infrastructure Grant		4,747	171,841	162,682	6,232	140,338	162,682	(22,344)	-13.7%	162,682
Water Services Infrastructure Grant		3,950	65,000	71,835	7,500	54,337	71,835	(17,497)	-24.4%	71,835
Provincial Government:		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Investment Unit		-	-	-	-	-	-	-	-	-
National Small Business Council		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		8,697	236,841	234,517	13,732	194,676	234,517	(39,841)	-17.0%	234,517
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		12,848	818,604	819,743	38,327	708,467	819,743	(111,276)	-13.6%	819,743

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

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

NW375 Moses Kotane - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M12 June

Description	Ref	Budget Year 2023/24				
		Approved Rollover 2022/23	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Local Government Equitable Share		-	-	-	-	
Provincial Government:		-	-	-	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total operating expenditure of Approved Roll-overs		-	-	-	-	
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Provincial Government:		-	-	-	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	

The municipality has applied for roll over for MIG and WSIG projects and will be incorporated in the main adjustment budget period upon approval by National Treasury.

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - 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 - M12 June

Summary of Employee and Councillor remuneration	Ref	2022/23				Budget Year 2023/24				
		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		21 687	23 211	23 211	1 665	22 652	23 211	(559)	-2%	23 211
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3 017	3 174	3 174	275	3 126	3 174	(48)	-2%	3 174
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		1 170	1 211	1 211	215	1 344	1 211	133	11%	1 211
Sub Total - Councillors		25 874	27 597	27 597	2 155	27 122	27 597	(474)	-2%	27 597
% increase	4		6.7%	6.7%						6.7%
Senior Managers of the Municipality										
Basic Salaries and Wages		3 731	9 559	9 559	359	3 967	9 559	(5 592)	-58%	9 559
Pension and UIF Contributions		213	683	683	20	118	683	(565)	-83%	683
Medical Aid Contributions		54	114	114	-	-	114	(114)	-100%	114
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		98	367	367	-	118	367	(249)	-68%	367
Motor Vehicle Allowance		556	1 225	1 225	45	403	1 225	(822)	-67%	1 225
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		0	1	1	0	0	1	(1)	-91%	1
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		93	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		4 745	11 949	11 949	423	4 606	11 949	(7 343)	-61%	11 949
% increase	4		151.8%	151.8%						151.8%
Other Municipal Staff										
Basic Salaries and Wages		181 806	202 326	199 863	16 839	205 737	199 863	5 874	3%	199 863
Pension and UIF Contributions		38 071	40 740	40 474	3 504	41 545	40 474	1 071	3%	40 474
Medical Aid Contributions		15 403	16 572	16 641	1 459	16 719	16 641	78	0%	16 641
Overtime		20 210	5 856	5 356	1 783	19 961	5 356	14 605	273%	5 356
Performance Bonus		12 509	14 192	14 302	1 644	19 617	14 302	5 315	37%	14 302
Motor Vehicle Allowance		1 078	669	509	82	1 282	509	774	152%	509
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		631	629	644	66	987	644	343	53%	644
Other benefits and allowances		2 876	3 558	3 534	342	4 148	3 534	613	17%	3 534
Payments in lieu of leave		719	-	-	-	1 594	-	1 594	#DIV/0!	-
Long service awards		4 195	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		1 171	382	190	74	1 242	190	1 052	554%	190
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		278 670	284 923	281 512	25 793	312 832	281 512	31 320	11%	281 512
% increase	4		2.2%	1.0%						1.0%
Total Parent Municipality		309 289	324 469	321 058	28 371	344 561	321 058	23 502	7%	321 058
Unpaid salary, allowances & benefits in arrears:										
Sub Total - Other Staff of Entities										
% increase	4									
Total Municipal Entities										
TOTAL SALARY, ALLOWANCES & BENEFITS		309 289	324 469	321 058	28 371	344 561	321 058	23 502	7%	321 058
% increase	4		4.9%	3.8%						3.8%
TOTAL MANAGERS AND STAFF		283 415	296 872	293 462	26 217	317 438	293 462	23 976	8%	293 462

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30 JUNE 2024 - 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 - M12 June

Description	Ref	Budget Year 2023/24												2023/24 Medium Term Revenue & Expenditure Framework			
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Outcome	June Outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26	
R thousands	1																
Cash Receipts By Source																	
Property rates		4,450	1,522	4,701	31,755	3,336	7,417	1,210	6,966	3,922	4,287	966	9,821	80,353	75,237	76,816	
Service charges - Electricity revenue																	
Service charges - Water revenue		9,141	3,234	5,850	13,795	2,971	6,104	7,786	11,796	152	12,439	1,189	(7,765)	66,693	82,896	86,709	
Service charges - Waste Water Management		32	149	54	595	23	30	1,273	2,003	5	15	11	(2,380)	1,811	2,143	2,242	
Service charges - Waste Mangement		42	69	72	77	29	38	19	59	7	254	13	628	1,308	3,467	3,626	
Rental of facilities and equipment		8	-	18	16	9	9	9	9	9	9	-	89	188	118	123	
Interest earned - external investments		1,103	1,976	1,053	823	636	60	2,444	1,102	72	2,825	881	(6,724)	6,251	12,500	13,075	
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	21,841	22,845	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits		36	34	21	12	18	23	32	42	76	20	23	1,665	2,000	2,000	2,094	
Licences and permits		113	76	64	125	81	84	91	97	41	63	71	1,093	2,000	1,500	1,569	
Agency services																	
Transfers and Subsidies - Operational		235,869	2,357	2,200	-	-	184,778	-	-	142,012	-	-	14,547	581,763	611,662	623,364	
Other revenue		(443,693)	70,263	302,922	63,375	59,047	34,679	46,575	57,812	21,724	83,051	67,596	(361,625)	1,725	1,192	1,245	
Cash Receipts by Source		(192,900)	79,680	316,956	110,573	66,149	233,223	59,440	79,887	168,020	102,963	70,752	(350,651)	744,092	814,555	833,709	
Other Cash Flows by Source																	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		20,000	-	-	20,000	-	90,679	33,109	-	74,115	-	-	(1,062)	236,841	247,504	261,615	
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Proceeds on Disposal of Fixed and Intangible Assets)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing		-	-	-	-	-	(254)	-	-	193	-	(9)	70	-	-	-	
Increase (decrease) in consumer deposits		-	-	1	2	0	0	0	0	-	-	-	(5)	-	-	-	
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Receipts by Source		(172,900)	79,680	316,957	130,575	66,150	323,648	92,549	79,888	242,328	102,963	70,743	(351,648)	980,933	1,062,059	1,095,324	
Cash Payments by Type																	
Employee related costs		(17)	(4,906)	4,961	875	(137)	584	(396)	690	(3,243)	(284)	(4,670)	303,416	296,872	396,070	412,778	
Remuneration of councillors		(24)	(496)	446	(796)	(58)	(76)	23	(53)	(221)	(55)	(573)	29,479	27,597	31,802	33,269	
Interest		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bulk purchases - Electricity		3,669	4,241	(1,232)	854	669	-	-	-	-	39	-	16,761	25,000	42,000	43,932	
Acquisitions - water & other inventory		22,966	24,564	-	38,242	-	33,026	-	26,293	-	16,969	-	(32,060)	130,000	173,300	181,272	
Contracted services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers and subsidies - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers and subsidies - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other expenditure		(212,610)	51,044	27,850	22,017	40,945	(215,989)	(16,154)	26,864	(116,556)	43,498	37,308	560,910	249,127	346,050	358,847	
Cash Payments by Type		(186,017)	74,447	32,025	61,192	41,419	(182,454)	(16,527)	53,794	(120,019)	60,166	32,065	878,506	728,596	989,222	1,030,097	
Other Cash Flows/Payments by Type																	
Capital assets		9,552	8,926	17,796	19,802	26,539	25,813	11,579	5,083	26,789	17,097	13,801	61,815	244,591	252,554	266,897	
Repayment of borrowing		584	-	226	-	-	2,845	-	-	225	-	-	8,940	12,820	14,372	6,571	
Other Cash Flows/Payments		-	-	213	-	945	3,264	607	-	691	1,230	580	(7,531)	-	-	-	
Total Cash Payments by Type		(175,880)	83,372	50,260	60,994	68,903	(150,333)	(4,341)	58,876	(92,314)	78,493	46,446	941,730	886,006	1,256,148	1,303,565	
NET INCREASE/(DECREASE) IN CASH HELD		2,980	(3,692)	266,697	49,581	(2,754)	474,182	96,890	21,011	334,642	24,470	24,297	(1,293,377)	(5,074)	(194,088)	(208,241)	
Cash/cash equivalents at the monthly/year beginning:		38,855	41,836	38,143	304,841	354,421	351,668	825,849	922,739	943,751	1,278,392	1,302,862	1,327,159	38,855	33,781	(160,307)	
Cash/cash equivalents at the monthly/year end:		41,836	38,143	304,841	354,421	351,668	825,849	922,739	943,751	1,278,392	1,302,862	1,327,159	33,781	33,781	(160,307)	(368,548)	

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

9.2 Supporting Table SC1

NW375 Moses Kotane - Supporting Table SC1 Material variance explanations - M12 June

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

No variances were recorded for the reporting period.

Section 10: Capital Programme Performance

10. Supporting table SC12

NW375 Moses Kotane - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M12 June

Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	5,977	20,383	20,383	9,552	9,552	20,383	10,830	53.1%	4%
August	4,768	20,383	20,383	8,926	8,926	40,765	31,840	78.1%	4%
September	13,266	20,383	20,383	17,796	17,796	61,148	43,352	70.9%	7%
October	4,596	20,383	20,383	19,802	19,802	81,530	61,728	75.7%	8%
November	23,413	20,383	20,383	26,539	26,539	101,913	75,374	74.0%	11%
December	22,574	20,383	20,383	25,813	25,813	122,295	96,483	78.9%	11%
January	10,035	20,383	20,383	11,579	11,579	142,678	131,099	91.9%	5%
February	18,590	17,823	17,823	5,083	5,083	160,501	155,419	96.8%	2%
March	24,580	17,823	17,823	26,789	26,789	178,324	151,535	85.0%	11%
April	12,525	17,823	17,823	17,097	17,097	196,147	179,050	91.3%	0
May	25,837	23,237	23,237	13,801	17,097	219,384	202,287	92.2%	0
June	(60,057)	23,237	23,237	13,766	13,766	242,621	228,855	94.3%	0
Total Capital expenditure	106,104	242,621	242,621	196,542					

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

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 classes

10.2.1 Supporting Table SC13a

NW375 Moses Kotane - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M12

Description	Ref	2022/23	Budget Year 2023/24						YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget				
R thousands	1										
Capital expenditure on new assets by Asset Class/Sub-class											
Infrastructure		3,092	171,460	195,460	13,324	160,714	195,460	34,747	17.8%	195,460	
Storm water Infrastructure		-	14,738	15,232	580	13,254	15,232	1,978	13.0%	15,232	
Drainage Collection		-	14,738	15,232	580	13,254	15,232	1,978	13.0%	15,232	
Electrical Infrastructure		-	4,000	4,858	(497)	3,281	4,858	1,577	32.5%	4,858	
LV Networks		-	4,000	4,858	(497)	3,281	4,858	1,577	32.5%	4,858	
Capital Spares		-	-	-	-	-	-	-	-	-	
Water Supply Infrastructure		3,950	136,461	170,370	12,849	143,266	170,370	27,105	15.9%	170,370	
Water Treatment Works		-	17,000	20,037	397	17,473	20,037	2,565	12.8%	20,037	
Bulk Mains		-	14,702	13,002	713	11,074	13,002	1,928	14.8%	13,002	
Distribution		3,950	102,560	137,331	11,739	114,719	137,331	22,612	16.5%	137,331	
Distribution Points		-	2,200	-	-	-	-	-	-	-	
Sanitation Infrastructure		-	10,000	5,000	391	913	5,000	4,087	81.7%	5,000	
Toilet Facilities		-	10,000	5,000	391	913	5,000	4,087	81.7%	5,000	
Capital Spares		-	-	-	-	-	-	-	-	-	
Solid Waste Infrastructure		(859)	6,261	-	-	-	-	-	-	-	
Landfill Sites		(859)	6,261	-	-	-	-	-	-	-	
Furniture and Office Equipment		-	3,500	1,700	34	221	1,700	1,479	87.0%	1,700	
Furniture and Office Equipment		-	3,500	1,700	34	221	1,700	1,479	87.0%	1,700	
Machinery and Equipment		-	750	1,250	-	55	1,250	1,195	95.6%	1,250	
Machinery and Equipment		-	750	1,250	-	55	1,250	1,195	95.6%	1,250	
Transport Assets		-	-	2,054	-	-	2,054	2,054	100.0%	2,054	
Transport Assets		-	-	2,054	-	-	2,054	2,054	100.0%	2,054	
Land		-	-	-	-	-	-	-	-	-	
Land		-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	
Living resources		-	-	-	-	-	-	-	-	-	
Mature		-	-	-	-	-	-	-	-	-	
Policing and Protection		-	-	-	-	-	-	-	-	-	
Zoological plants and animals		-	-	-	-	-	-	-	-	-	
Immature		-	-	-	-	-	-	-	-	-	
Policing and Protection		-	-	-	-	-	-	-	-	-	
Zoological plants and animals		-	-	-	-	-	-	-	-	-	
Total Capital	1	3,092	175,710	200,465	13,358	160,989	200,465	39,476	19.7%	200,465	

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

10.2.2 Supporting Table SC13b

NW375 Moses Kotane - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by

Description	Ref	2022/23	Budget Year 2023/24							
		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		-	19,293	5,059	-	4,399	5,059	660	13.0%	5,059
Roads Infrastructure		-	-	-	-	-	-	-		-
Water Supply Infrastructure		-	19,293	5,059	-	4,399	5,059	660	13.0%	5,059
Dams and Weirs								-		
Boreholes		-	19,293	5,059	-	4,399	5,059	660	13.0%	5,059
Community Assets		2,816	1,000	1,600	-	1,591	1,600	9	0.6%	1,600
Community Facilities		2,816	1,000	1,600	-	1,591	1,600	9	0.6%	1,600
Halls		2,816	-	-	-	-	-	-		-
Testing Stations		-	1,000	1,600	-	1,591	1,600	9	0.6%	1,600
Intangible Assets		106	2,500	1,500	-	-	1,500	1,500	100.0%	1,500
Servitudes								-		
Licences and Rights		106	2,500	1,500	-	-	1,500	1,500	100.0%	1,500
Computer Software and A		106	2,500	1,500	-	-	1,500	1,500	100.0%	1,500
Zoo's, Marine and Non-biol		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals								-		
Living resources		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection								-		
Zoological plants and animals								-		
Immature		-	-	-	-	-	-	-		-
Policing and Protection								-		
Zoological plants and animals								-		
Total Capital	1	2,922	22,793	8,159	-	5,990	8,159	2,169	26.6%	8,159

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

10.2.3 Supporting Table SC13c

NW375 Moses Kotane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class

Description	Ref	2022/23	Budget Year 2023/24							
		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		30,248	23,800	21,800	6,658	28,180	21,800	(6,380)	-29.3%	21,800
Roads Infrastructure		1,640	5,200	3,200	100	1,304	3,200	1,896	59.2%	3,200
Roads		1,640	5,000	3,000	100	1,169	3,000	1,831	61.0%	3,000
Road Structures										
Road Furniture			200	200		136	200	64	32.1%	200
Electrical Infrastructure		1,398	4,200	4,200	525	1,893	4,200	2,307	54.9%	4,200
LV Networks		1,398	4,200	4,200	525	1,893	4,200	2,307	54.9%	4,200
Capital Spares										
Water Supply Infrastructure		324	1,000	1,000	7	975	1,000	25	2.5%	1,000
Dams and Weirs										
Boreholes										
Reservoirs		324	1,000	1,000	7	975	1,000	25	2.5%	1,000
Solid Waste Infrastructure		26,886	13,400	13,400	6,025	24,007	13,400	(10,607)	-79.2%	13,400
Landfill Sites		26,886	13,400	13,400	6,025	24,007	13,400	(10,607)	-79.2%	13,400
Community Assets		37	255	255	-	1	255	254	99.7%	255
Community Facilities			5	5			5	5	100.0%	5
Cemeteries/Crematoria			5	5			5	5	100.0%	5
Sport and Recreation Facilities		37	250	250		1	250	249	99.7%	250
Indoor Facilities										
Outdoor Facilities		37	250	250		1	250	249	99.7%	250
Capital Spares										
Heritage assets		-	-	-	-	-	-	-	-	-
Other assets		3,040	3,800	3,800	705	2,688	3,800	1,112	29.3%	3,800
Operational Buildings		3,040	3,800	3,800	705	2,688	3,800	1,112	29.3%	3,800
Municipal Offices		3,040	3,800	3,800	705	2,688	3,800	1,112	29.3%	3,800
Intangible Assets		(44)	2,000	2,000	2,540	4,312	2,000	(2,312)	-115.6%	2,000
Servitudes										
Licences and Rights		(44)	2,000	2,000	2,540	4,312	2,000	(2,312)	-115.6%	2,000
Computer Software and A		(44)	2,000	2,000	2,540	4,312	2,000	(2,312)	-115.6%	2,000
Computer Equipment		13	50	50	2	22	50	28	56.3%	50
Computer Equipment		13	50	50	2	22	50	28	56.3%	50
Furniture and Office Equipm		-	-	-	-	-	-	-	-	-
Furniture and Office Equipm										
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment										
Transport Assets		17,330	27,250	27,250	(1,063)	39,602	27,250	(12,352)	-45.3%	27,250
Transport Assets		17,330	27,250	27,250	(1,063)	39,602	27,250	(12,352)	-45.3%	27,250
Living resources		-	-	-	-	-	-	-	-	-
Mature										
Policing and Protection										
Zoological plants and animals										
Immature										
Policing and Protection										
Zoological plants and animals										
Total Repairs	1	50,624	57,155	55,155	8,841	74,806	55,155	(19,651)	-35.6%	55,155

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - MOSES KOTANE LOCAL MUNICIPALITY**

10.2.4 Supporting Table SC13d

NW375 Moses Kotane - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M12 June

Description	Ref	2022/23	Budget Year 2023/24							
		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		98,964	116,323	116,323	8,182	98,933	116,323	17,390	15.0%	116,323
Roads Infrastructure		32,163	37,499	37,499	2,535	31,115	37,499	6,384	17.0%	37,499
Roads		32,163	37,499	37,499	2,535	31,115	37,499	6,384	17.0%	37,499
Storm water Infrastructure		4,512	5,058	5,058	439	5,262	5,058	(204)	-4.0%	5,058
Drainage Collection		4,512	5,058	5,058	439	5,262	5,058	(204)	-4.0%	5,058
Electrical Infrastructure		3,479	4,206	4,206	291	3,497	4,206	709	16.9%	4,206
Power Plants		3,479	4,206	4,206	291	3,497	4,206	709	16.9%	4,206
Water Supply Infrastructure		55,241	65,312	65,312	4,668	56,017	65,312	9,294	14.2%	65,312
Distribution		55,241	65,312	65,312	4,668	56,017	65,312	9,294	14.2%	65,312
Sanitation Infrastructure		2,734	3,246	3,246	185	2,224	3,246	1,023	31.5%	3,246
Waste Water Treatment W		2,734	3,246	3,246	185	2,224	3,246	1,023	31.5%	3,246
Solid Waste Infrastructure		835	1,001	1,001	64	817	1,001	185	18.4%	1,001
Landfill Sites		835	1,001	1,001	64	817	1,001	185	18.4%	1,001
Community Assets		16,754	17,300	17,300	1,450	17,404	17,300	(105)	-0.6%	17,300
Community Facilities		16,754	17,300	17,300	1,450	17,404	17,300	(105)	-0.6%	17,300
Halls		14,185	15,452	15,452	1,236	14,836	15,452	616	4.0%	15,452
Centres		2,568	1,848	1,848	214	2,568	1,848	(720)	-39.0%	1,848
Other assets		6,514	7,148	7,148	588	7,052	7,148	96	1.3%	7,148
Operational Buildings		6,514	7,148	7,148	588	7,052	7,148	96	1.3%	7,148
Municipal Offices		6,514	7,148	7,148	588	7,052	7,148	96	1.3%	7,148
Intangible Assets		2,361	5,975	5,975	-	2,217	5,975	3,759	62.9%	5,975
Servitudes								-		
Licences and Rights		2,361	5,975	5,975	-	2,217	5,975	3,759	62.9%	5,975
Computer Software and A		2,361	5,975	5,975	-	2,217	5,975	3,759	62.9%	5,975
Load Settlement Software Applications								-		
Furniture and Office Equipm		3,429	5,178	5,178	-	2,351	5,178	2,827	54.6%	5,178
Furniture and Office Equipm		3,429	5,178	5,178	-	2,351	5,178	2,827	54.6%	5,178
Machinery and Equipment		252	391	391	-	231	391	160	41.0%	391
Machinery and Equipment		252	391	391	-	231	391	160	41.0%	391
Transport Assets		4,278	2,725	2,725	-	5,549	2,725	(2,824)	-103.6%	2,725
Transport Assets		4,278	2,725	2,725	-	5,549	2,725	(2,824)	-103.6%	2,725
Land		-	-	-	-	-	-	-	-	-
Land										
Zoo's, Marine and Non-biol		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals										
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection										
Zoological plants and animals										
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection										
Zoological plants and animals										
Total Depreci	1	132,550	155,041	155,041	10,220	133,737	155,041	21,304	13.7%	155,041

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30
JUNE 2024 - 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

Description	Ref	2022/23	Budget Year 2023/24							
		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		2,790	46,088	33,997	408	29,563	33,997	4,434	13.0%	33,997
Roads Infrastructure		2,790	46,088	33,997	408	29,563	33,997	4,434	13.0%	33,997
Roads		2,790	46,088	33,997	408	29,563	33,997	4,434	13.0%	33,997
Zoo's, Marine and Non-biol		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Living resources		-	-	-	-	-	-	-	-	-
Mature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Immature		-	-	-	-	-	-	-	-	-
Policing and Protection		-	-	-	-	-	-	-	-	-
Zoological plants and animals		-	-	-	-	-	-	-	-	-
Total Capital	1	2,790	46,088	33,997	408	29,563	33,997	4,434	13.0%	33,997