

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY**

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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 June 2023.
- That the Section 52 (d) report be submitted to Provincial and National Treasury.

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 4th 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 –

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- 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 June 2023, reflecting the actual performance against the allocated budget.

1.4. Performance against the approved budget

ACTUAL vs ORIGINAL BUDGET as at 30 JUNE 2023				
	2022/23 ADJUSTMENT BUDGET	YTD ACTUAL	AVAILABLE BUDGET	% SPENT
TOTAL REVENUE	1,008,032,356	960,418,297	47,614,059	95%
TOTAL EXPENDITURE	1,089,765,839	928,377,986	161,387,853	85%
CAPITAL EXPENDITURE	224,658,194	208,151,946	16,506,248	93%

Operating revenue generated as at the reporting period amount to R960.4 million which translate to 95% when compared to the allocated budget. Year to date expenditure for the same period amount to R928.3 million or 85% of the appropriated budget

1.5 Capital Expenditure

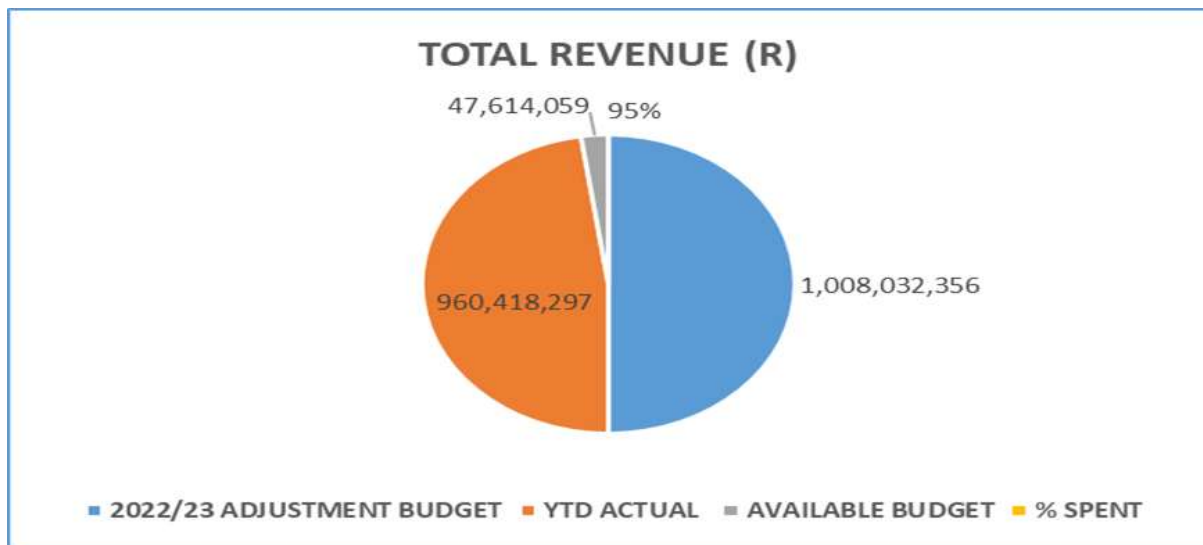
The capital expenditure reported for the period under review amount to R208.1 million or 6% of allocated budget of R224.6 million. The actual capital spending percentage is 93% including VAT. It must further be noted that the year to date spending of reflected on the C-schedule is VAT exclusive.

Operating Revenue

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

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
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INCOME						
Revenue Sources	2022/23 Budget	2022/23 Adjustment Budget	Actual	Year to date	Available	% Spent
JUNE 2023						
Property Rates	124,143,338	124,143,338	7,306,655	119,349,782	4,793,556	96.14%
Service charges - water revenue	225,927,605	225,927,605	14,457,395	174,212,831	51,714,774	77.11%
Service charges - sanitation revenue	5,732,601	5,732,601	380,807	3,863,936	1,868,665	67.40%
Service charges - refuse revenue	11,557,900	11,557,900	921,988	11,817,322	-259,422	102.24%
Interest earned - external investments	5,438,345	5,438,345	598,566	9,649,210	-4,210,865	177.43%
Interest earned - outstanding debtors	85,594,162	85,594,162	8,934,303	103,729,620	-18,135,458	121.19%
Traffic Fines	2,000,000	2,000,000	-	-	2,000,000	0.00%
Licence Applications	2,000,000	2,000,000	137,430	336,120	1,663,880	16.81%
Transfers recognised - operational	538,131,117	543,398,645	-	534,957,164	8,441,481	99.41%
Rental of facilities and equipment	126,532	126,532	8,339	152,216	-25,684	120.30%
Other revenue	2,113,228	2,113,228	86,914	2,350,096	-236,868	111.21%
TOTAL REVENUE	1,002,764,828	1,008,032,356	32,832,396.40	960,418,297	47,614,059	95.28%



Operating revenue generated as at the reporting period amount to R960.4 million which translate to 95% when compared to the allocated budget.

Revenue from Property Rates, Water, Refuse Removal, and Interest are the major sources of revenue for the Municipality.

The above is indicative that the municipality is reliant on government grants to fund its daily operations.

Property Rates billing amount to R119 349 782 or 96% of the budgeted amount of R124, 143, 338. Actual cash receipts amount to R87 502 103 (73%) of the billed amount for the reporting period, i.e. April – June 2023

Water revenue has billed R174 212 831 or 77% of the budgeted amount of R225 927 605. Actual cash receipts amount to R90 269 566 or 51% when compared to the billed amount. This reflects an under collection of 49%.

Revenue raised from sanitation amount to R5 250 241 or 92 % against the budgeted amount of R5 732 601. Actual cash receipts amount to R2 007 252 or (52%) of the billed amount.

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Revenue generated from refuse removal amount to R11 817 322 or 98% of the appropriated budget of R11 557 900. Actual cash receipts amount to R346 835 or 3% of the billed amount.

Revenue collection from property rates and service charges remains relatively lower than the recommended threshold of 95% and that has detrimental effect on the cash flow and subsequently the planned routine maintenance.

The table below shows the performance of Unconditional and Conditional Grants Received in the 4th quarter of the financial year.

The percentage is calculated based on the Grants received and not on the budgeted amount.

GRANT PERFORMANCE					
DESCRIPTION	BUDGET	RECEIVED	CONDITIONS SPEND	% Budget	% Received
EQUITABLE SHARE	527,986,000	527,986,000	513,264,571	97%	97%
MIG CAPITAL PROJECTS	149,220,884	149,220,884	151,111,295	101%	101%
MIG ROLLOVER PROJECTS	8,438,910	8,438,910	8,438,910	100%	100%
WSIG CAPITAL PROJECTS	59,125,000	59,125,000	45,193,578	76%	76%
WSIG ROLLOVER PROJECTS	2,403,400	2,403,400	2,403,400	100%	100%
FMG GRANT	1,950,000	1,950,000	1,950,000	100%	100%
EPWP	1,652,000	1,652,000	1,661,771	101%	101%
PMU	4,612,116	4,612,116	4,391,434	95%	95%
LIBRARY	2,169,529	2,169,529	760,721	35%	35%
EEDMS	5,000,000	5,000,000	304,348	6%	6%
TOTAL	762,557,839	762,557,839	729,480,028.62	96%	96%

The percentage calculation is based on the Grants as per DORA as well as the Grants received.

The Amount of R527,986,000 has been received for Equitable Shares and (R513,264,571) 97% was spent.

Amount of R59,125,000 has been received for WSIG projects and the expenditure to date amounts to R45,193.578 (76%).

Amount of R149,220,884 has been received for MIG projects and the expenditure to date amounts to R (100%).

Amount of R1,950,000 has been received for FMG Grants and the expenditure to date amounts to R1,950,000 which represents a total percentage payment of 100%.

Amount of R1,652,000 has been received for EPWP and the expenditure to date amounts to R1,661,771 which represents a total percentage payment of 84%.

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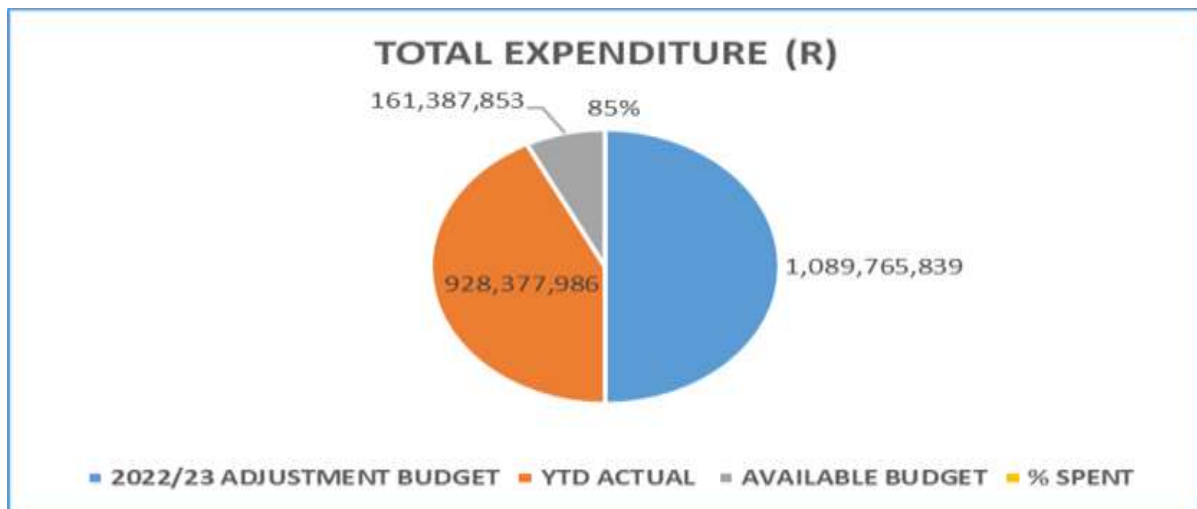
Amount of R2,169,527 has been received for Library grant for the current financial year and the expenditure to date amounts to R760,721 which represents a total percentage payment of 35% of the total Adjustment budget.

Amount of R4,612,116 has been received for PMU and the expenditure to date amounts to R4,391,434 which represents a total percentage payment of 95%.

Amount of R5,000,000 has been received for EDDSM and the expenditure to date amounts to R304,348 which represents a total percentage payment of 6%.

Operating Expenditure

OPERATING EXPENDITURE						
Expenditure Item	2022/23 Budget	2022/23 Adjustment Budget	Actual	Year to date	Available	% Spent
JUNE 2023						
Employee Related Cost and Allowance of Council	302,173,219	302,273,076	25,612,516	291,723,060	10,550,016	96.51%
Contracted Services	127,587,252	133,007,252	14,227,699	144,175,595	-11,168,343	108.40%
Operational Cost	70,047,642	76,981,529	11,120,330	84,595,510	-7,613,981	109.89%
Inventory -water	109,720,000	109,720,000	14,897,976	103,239,611	6,480,389	94.09%
Bulk Purchases Electricity	20,000,000	21,261,255	2,791,210	30,408,356	-9,147,101	143.02%
Interest on External Loans	3,687,184	3,687,184	567,123	1,881,092	1,806,092	51.02%
Operating Leases	25,000,000	15,000,000	1,438,728	6,619,160	8,380,841	44.13%
Bad Debts Written Off	276,957,149	276,957,149	17,004,246	131,377,717	145,579,432	47.44%
Depreciation	150,878,394	150,878,394	11,950,184	134,357,885	16,520,509	89.05%
TOTAL EXPENDITURE	1,086,050,840	1,089,765,839	99,610,012	928,377,986	161,387,853	85.19%



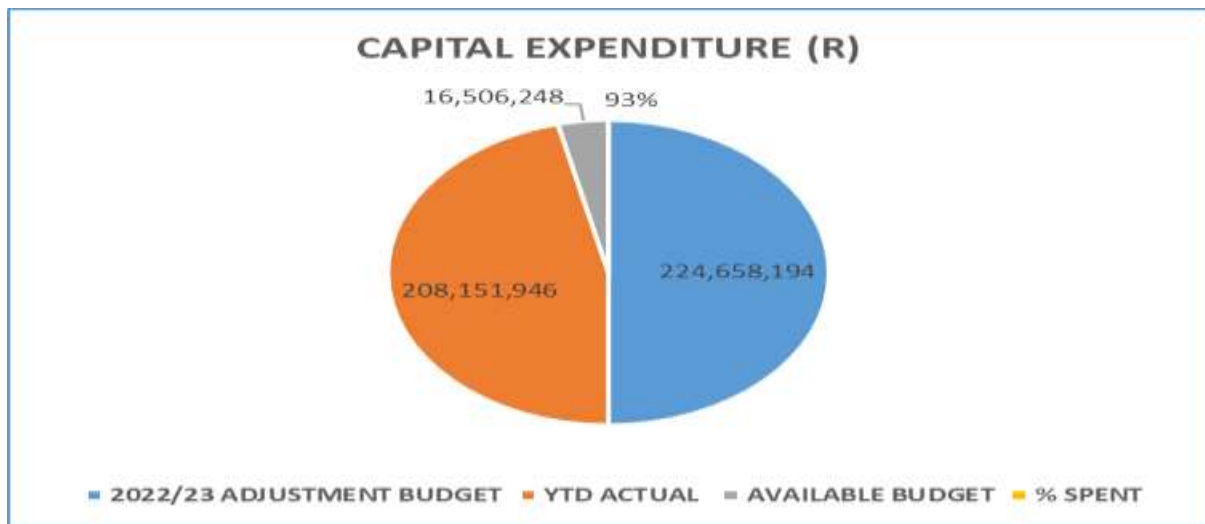
The year to date expenditure as at the end of the 4th quarter amount to 85% (R928 377 986) of the total operating expenditure budget of R1 089 765 840.

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1.5. Capital Expenditure

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

CAPITAL EXPENDITURE				
ACTUAL vs ORIGINAL BUDGET as at 30 June 2023				
	2022/23 ADJUSTMENT BUDGET	YTD ACTUAL	AVAILABLE BUDGET	% SPENT
CAPITAL EXPENDITURE	224,658,194	208,151,946	16,506,248	93%



Capital expenditure for the reporting period amounts to R208 million. The expenditure translates to 93% of the allocated budget of R224 million. The capital expenditure is mainly funded from MIG and WSIG grants for the current financial year. The approved roll over projects were incorporated in the adjustment budget in February as required by the Municipal Budget and reporting regulations.

1.6. Material Variances From SDBIP

Operating revenue and capital expenditure have achieved an average of 94% while operating expenditure reported underspending by 15%. This occurred as a result of debt impairment and depreciation which will be finalised during AFS preparation.

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.

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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 30th JUNE 2023 - 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 30th June 2023. It 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	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									
Financial Performance									
Property rates	130,570	124,143	124,143	7,307	119,350	124,143	(4,794)	-4%	124,143
Service charges	216,019	243,218	243,218	15,760	189,894	243,218	(53,324)	-22%	243,218
Investment revenue	2,479	5,438	5,438	599	9,649	5,438	4,211	77%	5,438
Transfers and subsidies	485,293	538,131	543,399	-	534,957	543,399	(8,441)	-2%	543,399
Other own revenue	96,367	91,834	91,834	9,167	106,568	91,834	14,734	16%	91,834
Total Revenue (excluding capital transfers and contributions)	930,729	1,002,765	1,008,032	32,832	960,418	1,008,032	(47,614)	-5%	1,008,032
Employee costs	270,066	275,251	275,351	23,511	265,849	275,351	(9,501)	-3%	275,351
Remuneration of Councillors	25,344	26,922	26,922	2,101	25,874	26,922	(1,049)	-4%	26,922
Depreciation & asset impairment	131,765	150,878	150,878	11,950	134,358	150,878	(16,521)	-11%	150,878
Finance charges	4,036	3,687	3,687	567	1,881	3,687	(1,806)	-49%	3,687
Inventory consumed and bulk purchases	142,736	129,720	130,981	17,689	133,648	130,981	2,667	2%	130,981
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	551,747	499,592	501,946	43,791	366,768	501,946	(135,178)	-27%	501,946
Total Expenditure	1,125,694	1,086,051	1,089,766	99,610	928,378	1,089,766	(161,388)	-15%	1,089,766
Surplus/(Deficit)	(194,965)	(83,286)	(81,733)	(66,778)	32,040	(81,733)	113,774	-139%	(81,733)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	200,190	231,040	219,158	-	122,099	219,158	###	-44%	219,158
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	983	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	6,208	147,754	137,425	(66,778)	154,140	137,425	16,715	12%	137,425
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	6,208	147,754	137,425	(66,778)	154,140	137,425	16,715	12%	137,425
Capital expenditure & funds sources									
Capital expenditure	12,373	234,540	224,658	16,599	182,760	224,658	(41,898)	-19%	224,658
Capital transfers recognised	12,186	231,040	219,158	14,442	180,094	219,158	(39,064)	-18%	219,158
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	188	3,500	5,500	2,157	2,666	5,500	(2,834)	-52%	5,500
Total sources of capital funds	12,373	234,540	224,658	16,599	182,760	224,658	(41,898)	-19%	224,658
Financial position									
Total current assets	282,913	(288,809)	(288,809)	-	427,508	-	-	-	(288,809)
Total non current assets	3,117,339	3,507,327	3,497,445	-	3,175,841	-	-	-	3,497,445
Total current liabilities	354,296	280,117	283,832	-	394,197	-	-	-	283,832
Total non current liabilities	34,703	36,813	36,813	-	44,390	-	-	-	36,813
Community wealth/Equity	2,942,583	2,753,833	2,750,566	-	3,271,022	-	-	-	2,750,566
Cash flows									
Net cash from (used) operating	497,631	255,702	255,702	-	(101,246)	255,702	356,948	140%	255,702
Net cash from (used) investing	(12,373)	(234,540)	(234,540)	-	(165,775)	(234,540)	(68,765)	29%	(234,540)
Net cash from (used) financing	(5,045)	(15,000)	(15,000)	-	(3,425)	(15,000)	(11,575)	77%	(15,000)
Cash/cash equivalents at the month/year end	541,809	103,606	103,606	-	(233,566)	103,606	337,172	325%	43,042
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	84,738	38,896	39,290	36,727	36,501	37,104	178,009	#####	2,096,068
Creditors Age Analysis									
Total Creditors	9,364	12	1,356	11	-	-	-	-	10,742

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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.

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	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	513,244	16,931	530,258	513,244	17,014	3%	513,244
Executive and council		5,699	20,422	20,422	-	21,024	20,422	602	3%	20,422
Finance and administration		472,198	493,439	492,822	16,931	509,233	492,822	16,411	3%	492,822
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		31,609	19,046	27,216	140	774	27,216	(26,442)	-97%	27,216
Community and social services		11,817	2,736	3,521	2	438	3,521	(3,083)	-88%	3,521
Sport and recreation		16,054	12,310	19,695	-	-	19,695	(19,695)	-100%	19,695
Public safety		3,738	4,000	4,000	137	336	4,000	(3,664)	-92%	4,000
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		61,218	62,627	50,825	1	3,226	50,825	(47,599)	-94%	50,825
Planning and development		4,576	6,027	4,742	1	3,226	4,742	(1,516)	-32%	4,742
Road transport		56,642	56,600	46,082	-	-	46,082	(46,082)	-100%	46,082
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		561,178	638,270	635,906	15,760	548,260	635,906	(87,646)	-14%	635,906
Energy sources		18,676	12,919	21,314	-	104,747	21,314	83,433	391%	21,314
Water management		423,012	476,828	472,366	14,457	323,906	472,366	(148,461)	-31%	472,366
Waste water management		34,691	52,499	49,278	381	26,400	49,278	(22,878)	-46%	49,278
Waste management		84,798	96,024	92,948	922	93,207	92,948	259	0%	92,948
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1,131,902	1,233,805	1,227,191	32,832	1,082,518	1,227,191	(144,673)	-12%	1,227,191
Expenditure - Functional										
<i>Governance and administration</i>		351,109	307,189	293,258	27,986	252,742	293,258	(40,516)	-14%	293,258
Executive and council		80,699	95,323	93,392	7,593	74,554	93,392	(18,837)	-20%	93,392
Finance and administration		266,897	208,494	196,494	19,993	173,457	196,494	(23,037)	-12%	196,494
Internal audit		3,513	3,372	3,372	401	4,731	3,372	1,359	40%	3,372
<i>Community and public safety</i>		107,523	108,615	111,284	9,516	120,416	111,284	9,131	8%	111,284
Community and social services		24,763	30,245	32,914	2,428	24,698	32,914	(8,217)	-25%	32,914
Sport and recreation		49,257	46,036	46,036	4,046	59,293	46,036	13,256	29%	46,036
Public safety		33,503	32,334	32,334	3,042	36,425	32,334	4,092	13%	32,334
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		74,657	93,832	92,547	6,679	69,472	92,547	(23,075)	-25%	92,547
Planning and development		19,928	23,817	22,532	2,153	20,334	22,532	(2,198)	-10%	22,532
Road transport		54,729	70,015	70,015	4,526	49,138	70,015	(20,877)	-30%	70,015
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		589,760	573,609	589,870	55,207	482,975	589,870	(106,895)	-18%	589,870
Energy sources		31,229	29,247	35,508	3,585	41,197	35,508	5,689	16%	35,508
Water management		462,253	462,074	472,074	45,507	371,130	472,074	(100,944)	-21%	472,074
Waste water management		38,649	24,596	24,596	2,377	22,636	24,596	(1,960)	-8%	24,596
Waste management		57,630	57,692	57,692	3,738	48,012	57,692	(9,680)	-17%	57,692
<i>Other</i>		2,645	2,806	2,806	222	2,772	2,806	(33)	-1%	2,806
Total Expenditure - Functional	3	1,125,694	1,086,051	1,089,766	99,610	928,378	1,089,766	(161,388)	-15%	1,089,766
Surplus/ (Deficit) for the year		6,208	147,754	137,425	(66,778)	154,140	137,425	16,715	12%	137,425

2.3 Table C3: Monthly Budget Statement-Financial Performance

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

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

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	1									
Vote 01 - Municipal Council		5,699	20,422	20,422	-	21,024	20,422	602	2.9%	20,422
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	-
Vote 03 - Budget And Treasury Office		470,779	492,839	492,222	16,931	508,804	492,222	16,582	3.4%	492,222
Vote 04 - Corporate Services		1,420	600	600	-	429	600	(171)	-28.5%	600
Vote 05 - Community Services		116,407	115,071	120,163	1,062	93,981	120,163	(26,182)	-21.8%	120,163
Vote 06 - Planning & Development		72	100	100	1	136	100	36	35.6%	100
Vote 07 - Infrastructure & Technical Services		537,526	604,773	593,683	14,838	458,143	593,683	(135,540)	-22.8%	593,683
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	1,227,191	32,832	1,082,518	1,227,191	(144,673)	-11.8%	1,227,191
Expenditure by Vote	1									
Vote 01 - Municipal Council		66,544	83,217	81,286	6,383	62,264	81,286	(19,022)	-23.4%	81,286
Vote 02 - Office Of The Accounting Officer		22,275	19,856	19,856	2,122	22,057	19,856	2,201	11.1%	19,856
Vote 03 - Budget And Treasury Office		169,825	91,576	91,576	4,710	70,960	91,576	(20,616)	-22.5%	91,576
Vote 04 - Corporate Services		77,574	75,860	73,860	12,165	78,056	73,860	4,196	5.7%	73,860
Vote 05 - Community Services		176,480	198,251	190,921	15,699	184,004	190,921	(6,917)	-3.6%	190,921
Vote 06 - Planning & Development		18,408	21,413	21,413	1,944	19,527	21,413	(1,885)	-8.8%	21,413
Vote 07 - Infrastructure & Technical Services		594,587	595,877	610,854	56,588	491,510	610,854	(119,344)	-19.5%	610,854
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	1,089,766	99,610	928,378	1,089,766	(161,388)	-14.8%	1,089,766
Surplus/ (Deficit) for the year	2	6,208	147,754	137,425	(66,778)	154,140	137,425	16,715	12.2%	137,425

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

2.4 Table C4: Financial Performance (Revenue & Expenditure)

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

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

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 Source										
Property rates		130,570	124,143	124,143	7,307	119,350	124,143	(4,794)	-4%	124,143
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-
Service charges - water revenue		199,384	225,928	225,928	14,457	174,213	225,928	(51,715)	-23%	225,928
Service charges - sanitation revenue		5,259	5,733	5,733	381	3,864	5,733	(1,869)	-33%	5,733
Service charges - refuse revenue		11,376	11,558	11,558	922	11,817	11,558	259	2%	11,558
Rental of facilities and equipment		234	127	127	8	152	127	26	20%	127
Interest earned - external investments		2,479	5,438	5,438	599	9,649	5,438	4,211	77%	5,438
Interest earned - outstanding debtors		84,934	85,594	85,594	8,934	103,730	85,594	18,135	21%	85,594
Dividends received		3,187	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		1,308	2,000	2,000	-	-	2,000	(2,000)	-100%	2,000
Licences and permits		2,430	2,000	2,000	137	336	2,000	(1,664)	-83%	2,000
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		485,293	538,131	543,399	-	534,957	543,399	(8,441)	-2%	543,399
Other revenue		1,586	2,113	2,113	87	2,350	2,113	237	11%	2,113
Gains		2,688	-	-	-	0	-	0	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		930,729	1,002,765	1,008,032	32,832	960,418	1,008,032	(47,614)	-5%	1,008,032
Expenditure By Type										
Employee related costs		270,066	275,251	275,351	23,511	265,849	275,351	(9,501)	-3%	275,351
Remuneration of councillors		25,344	26,922	26,922	2,101	25,874	26,922	(1,049)	-4%	26,922
Debt impairment		321,005	276,957	276,957	17,004	131,378	276,957	(145,579)	-53%	276,957
Depreciation & asset impairment		131,765	150,878	150,878	11,950	134,358	150,878	(16,521)	-11%	150,878
Finance charges		4,036	3,687	3,687	567	1,881	3,687	(1,806)	-49%	3,687
Bulk purchases - electricity		20,890	20,000	21,261	2,791	30,408	21,261	9,147	43%	21,261
Inventory consumed		121,846	109,720	109,720	14,898	103,240	109,720	(6,480)	-6%	109,720
Contracted services		125,412	127,587	133,007	14,228	144,176	133,007	11,168	8%	133,007
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		88,805	95,048	91,982	12,559	91,215	91,982	(767)	-1%	91,982
Losses		16,526	-	-	-	-	-	-	-	-
Total Expenditure		1,125,694	1,086,051	1,089,766	99,610	928,378	1,089,766	(161,388)	-15%	1,089,766
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(194,965)	(83,286)	(81,733)	(66,778)	32,040	(81,733)	113,774	(0)	(81,733)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		200,190	231,040	219,158	-	122,099	219,158	(97,059)	(0)	219,158
Transfers and subsidies - capital (in-kind - all)		983	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		6,208	147,754	137,425	(66,778)	154,140	137,425			137,425
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		6,208	147,754	137,425	(66,778)	154,140	137,425			137,425
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		6,208	147,754	137,425	(66,778)	154,140	137,425			137,425
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		6,208	147,754	137,425	(66,778)	154,140	137,425			137,425

Revenue

- Year to date operating revenue comprises of own revenue and grants at 44% and 56% respectively. The municipality depends on government grants to fund its daily expenses.
- A total of R32.8 million was generated for the reporting month, resulting to a year to date revenue of R960.4 million
- A bigger portion of the revenue raised for the reporting month was derived from property rates and service charges at R23 million or 70% of the total own revenue generated for the month.

Expenditure

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY**

- (a) Operating expenditure incurred for the reporting period amount to R928.3 million, translating to year to date spending of 85% when compared to the allocated 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. Under spending occurred as a result of depreciation and debt impairment.

2.5 Table C5: Capital Expenditure by Vote

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

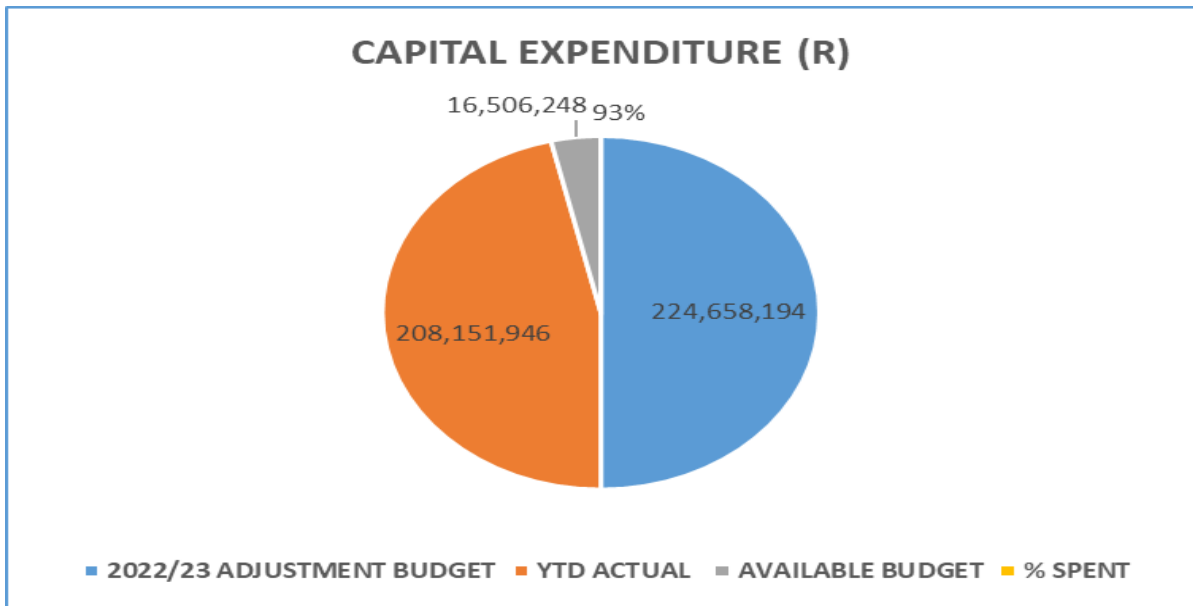
NW375 Moses Kotane - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

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	1									
Multi-Year expenditure appropriation	2									
Vote 01 - Municipal Council		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	-
Vote 03 - Budget And Treasury Office		-	-	-	-	-	-	-	-	-
Vote 04 - Corporate Services		188	1,000	3,000	874	874	3,000	(1,000)	-100%	1,000
Vote 05 - Community Services		(3,650)	16,387	20,695	1,818	19,143	20,695	(1,562)	-8%	20,695
Vote 06 - Planning & Development		-	2,736	1,352	-	1,175	1,352	(176)	-13%	1,352
Vote 07 - Infrastructure & Technical Services		15,836	213,417	194,212	13,907	161,569	194,212	(32,643)	-17%	194,212
Vote 08 -		-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	12,373	234,540	220,258	16,599	182,760	220,258	(37,498)	-17%	220,258
Single Year expenditure appropriation	2									
Vote 01 - Municipal Council		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Accounting Officer		-	-	-	-	-	-	-	-	-
Vote 03 - Budget And Treasury Office		-	-	-	-	-	-	-	-	-
Vote 04 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 05 - Community Services		-	-	-	-	-	-	-	-	-
Vote 06 - Planning & Development		-	-	-	-	-	-	-	-	-
Vote 07 - Infrastructure & Technical Services		-	-	4,400	-	-	4,400	(4,400)	-100%	4,400
Vote 08 -		-	-	-	-	-	-	-	-	-
Vote 09 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	-	4,400	-	-	4,400	(4,400)	-100%	4,400
Total Capital Expenditure		12,373	234,540	224,658	16,599	182,760	224,658	(41,898)	-19%	224,658
Capital Expenditure - Functional Classification										
Governance and administration		188	2,000	4,000	874	874	4,000	(3,126)	-78%	4,000
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		188	2,000	4,000	874	874	4,000	(3,126)	-78%	4,000
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		(0)	13,310	20,695	1,818	19,143	20,695	(1,562)	-8%	20,695
Community and social services		(0)	-	-	-	-	-	-	-	-
Sport and recreation		-	12,310	19,695	1,818	19,143	19,695	(562)	-3%	19,695
Public safety		-	1,000	1,000	-	-	1,000	(1,000)	-100%	1,000
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		5,410	59,336	47,434	477	39,381	47,434	(8,053)	-17%	47,434
Planning and development		-	2,736	1,352	-	1,175	1,352	(176)	-13%	1,352
Road transport		5,410	56,600	46,082	477	38,206	46,082	(7,876)	-17%	46,082
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		6,775	159,894	152,529	13,430	123,363	152,529	(29,167)	-19%	152,529
Energy sources		(0)	12,919	16,314	3,120	13,345	16,314	(2,969)	-18%	16,314
Water management		10,426	119,668	115,206	10,255	91,752	115,206	(23,454)	-20%	115,206
Waste water management		0	24,230	21,009	55	18,266	21,009	(2,744)	-13%	21,009
Waste management		(3,650)	3,077	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	12,373	234,540	224,658	16,599	182,760	224,658	(41,898)	-19%	224,658
Funded by:										
National Government		9,259	231,040	219,158	14,442	180,094	219,158	(39,064)	-18%	219,158
Provincial Government		2,927	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		12,186	231,040	219,158	14,442	180,094	219,158	(39,064)	-18%	219,158
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		188	3,500	5,500	2,157	2,666	5,500	(2,834)	-52%	5,500
Total Capital Funding		12,373	234,540	224,658	16,599	182,760	224,658	(41,898)	-19%	224,658

Year to date capital acquisition amount to R182.7 million. Expenditure was mainly incurred on trading services (water, refuse, sanitation and electricity), roads and community assets. The graph below depicts a VAT inclusive expenditure at 93% (R208.1 million).

Graphical Illustration of capital expenditure against the approved budget

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY**



2.6 Table C6 Financial Position

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY**

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

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)	6,030	(474,428)
Call investment deposits		(525,805)	58,805	58,805	32,804	58,805
Consumer debtors		121,515	112,737	112,737	254,050	112,737
Other debtors		110,258	5,150	5,150	118,257	5,150
Current portion of long-term receivables						
Inventory		14,260	8,927	8,927	16,367	8,927
Total current assets		282,913	(288,809)	(288,809)	427,508	(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	3,328,119	3,012,552	3,328,119
Biological						
Intangible		13,394	12,478	14,478	12,590	14,478
Other non-current assets		14	14	14	14	14
Total non current assets		3,117,339	3,507,327	3,497,445	3,175,841	3,497,445
TOTAL ASSETS		3,400,252	3,218,517	3,208,636	3,603,350	3,208,636
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		14,629	25,864	25,864	8,483	25,864
Consumer deposits		1,070	-	-	1,081	-
Trade and other payables		291,819	210,667	214,382	348,673	214,382
Provisions		46,777	43,585	43,585	35,960	43,585
Total current liabilities		354,296	280,117	283,832	394,197	283,832
Non current liabilities						
Borrowing		-	-	-	9,087	-
Provisions		34,703	36,813	36,813	35,303	36,813
Total non current liabilities		34,703	36,813	36,813	44,390	36,813
TOTAL LIABILITIES		388,999	316,930	320,645	438,587	320,645
NET ASSETS	2	3,011,253	2,901,587	2,887,991	3,164,763	2,887,991
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		2,942,583	2,753,833	2,750,566	3,271,022	2,750,566
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	2,942,583	2,753,833	2,750,566	3,271,022	2,750,566

The municipality closed the month with a favourable bank balance as reflected above.

2.7 Table C7: Cash Flow

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

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

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										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		69,500	64,555	64,555	–	84,541	64,555	19,986	31%	64,555
Service charges		110,905	69,779	69,779	–	145,672	69,779	75,892	109%	69,779
Other revenue		239,351	6,040	6,040	–	536,053	6,040	530,013	8775%	6,040
Transfers and Subsidies - Operational		7,743	538,131	538,131	–	163,064	538,131	(375,067)	-70%	538,131
Transfers and Subsidies - Capital		195,801	231,040	231,040	–	207,273	231,040	(23,767)	-10%	231,040
Interest		2,479	4,372	4,372	–	9,051	4,372	4,678	107%	4,372
Dividends		3,187	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(131,335)	(658,215)	(658,215)	–	(1,246,898)	(658,215)	588,683	-89%	(658,215)
Finance charges		–	–	–	–	–	–	–		–
Transfers and Grants		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		497,631	255,702	255,702	–	(101,246)	255,702	356,948	140%	255,702
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	387	–	387	#DIV/0!	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		(12,373)	(234,540)	(234,540)	–	(166,162)	(234,540)	(68,378)	29%	(234,540)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(12,373)	(234,540)	(234,540)	–	(165,775)	(234,540)	(68,765)	29%	(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)	–	(3,425)	(15,000)	(11,575)	77%	(15,000)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(5,045)	(15,000)	(15,000)	–	(3,425)	(15,000)	(11,575)	77%	(15,000)
NET INCREASE/ (DECREASE) IN CASH HELD		480,212	6,162	6,162	–	(270,446)	6,162			6,162
Cash/cash equivalents at beginning:		61,597	97,444	97,444	(75,457)	36,880	97,444			36,880
Cash/cash equivalents at month/year end:		541,809	103,606	103,606		(233,566)	103,606			43,042

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 financial system, however some payments are not pulling accurately to the C- schedule. As a result, the balance reported above is not in balance with the financial position. The municipality closed the month with a favourable bank balance (refer to the cash and investment portfolio).

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

Section 3 - Performance Indicators

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

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
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		-0.1%	14.2%	14.2%	0.2%	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%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		10.4%	8.6%	8.7%	11.2%	8.7%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	79.9%	-103.1%	-101.8%	108.5%	-101.8%
Liquidity Ratio	Monetary Assets/Current Liabilities		10.4%	-148.4%	-146.4%	9.9%	-146.4%
Revenue Management							
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%	11.7%	38.8%	11.7%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
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%	27.3%	27.7%	27.3%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		4.9%	5.4%	5.7%	6.7%	5.7%
Interest & Depreciation	I&D/Total Revenue - capital revenue		14.6%	15.4%	15.3%	0.2%	3.0%
IDP regulation financial viability indicators							
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						

Section 4 – Aged Debtors’ Analysis

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

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 2022/23									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	37,792	18,596	19,150	18,609	19,570	20,455	83,000	780,421	997,593	922,056	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	25,469	9,681	9,530	7,810	6,637	6,635	37,667	331,002	434,432	389,751	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	651	995	361	373	336	359	2,543	11,498	16,716	15,109	-	-
Receivables from Exchange Transactions - Waste Management	1600	2,231	1,111	1,110	1,111	1,107	1,109	6,619	85,449	99,846	95,395	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	18,216	9,008	8,924	8,727	8,672	8,447	47,730	403,503	513,228	477,079	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	178	105	215	98	179	98	450	32,929	34,253	33,754	-	-
Total By Income Source	2000	84,738	38,896	39,290	36,727	36,501	37,104	178,009	1,644,802	2,096,068	1,933,144	-	-
2021/22 - totals only		81311887	46639045	40581983	37053464	41726434	38475936	#####	#####	1,853,956	1,685,423	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	15,267	6,874	6,600	6,373	6,222	6,294	36,041	248,552	332,223	303,482	-	-
Commercial	2300	24,074	11,355	11,623	10,463	10,260	10,111	27,578	244,545	350,009	302,957	-	-
Households	2400	45,224	20,563	20,854	19,795	19,841	20,602	113,948	1,145,482	1,406,307	1,319,667	-	-
Other	2500	173	104	213	96	179	97	443	6,224	7,528	7,038	-	-
Total By Customer Group	2600	84,738	38,896	39,290	36,727	36,501	37,104	178,009	1,644,802	2,096,068	1,933,144	-	-

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 R2 billion. Of the total balance, 92% or R1.9 billion is older than 90 days, rendering it difficult to collect. The municipality is experiencing serious challenges with revenue collection due to the current economic state and constant water interruption due to aging infrastructure in Mogwase Area.

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 collectable consumer debtors and other 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 - M12 June

Description	NT Code	Budget Year 2022/23									Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	28,028
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	9,364	12	1,356	11	-	-	-	-	-	10,742	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	9,364	12	1,356	11	-	-	-	-	-	10,742	28,028

The creditors balance for June 2023 amount to R10.7 million of which R9.3 million is current (30 days). Total outstanding amount is payable to trade creditors.

Section 6 - Investment Portfolio Analysis

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

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

6.1 Table SC5: Investments and Borrowing Analysis

NW375 Moses Kotane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs/Months												
R thousands														
Municipality														-
Municipality sub-total										-		-	-	-
Entities														-
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2									-		-	-	-

An additional investment reconciliation has been attached since the municipality's investment information could not be updated on the reporting system (TRU). It must however be noted that the attached investment balance reconciles with the balance reflected on C6, i.e. financial position. The municipality is currently working on addressing the challenge as per the Road Map.

The table below reflects investment balance of R32.8 million as at June 2023.

INVESTMENTS MOSES KOTANE 2022/2023							
SUMMARY OF INVESTMENTS							
ACCOUNT	TYPE OF	BALANCE	BANK	DEPOSIT	INTEREST	WITHDREW	BALANCE
NUMBER	INVESTMENT	01/07/2022	CHARGES		CAPITALIZED		30/06/2023
228810957(002)	CALL MKLM MAIN STANDARD BANK	982,552.80	0.00	511,830,000.00	5,418,844.91	513,070,489.00	5,160,908.71
2062250801	12 MONTHS CEDED ESCOM	424,009.97		0.00	0.00		425,755.26
228810957(004)	CALL - MIG STANDARD BANK	12,250,720.53	0.00	153,833,000.00	2,002,041.70	157,402,101.92	10,683,660.31
228810957(003)	CALL WSIG GRANT	5,317,732.00		59,125,000.00	1,382,640.14	54,134,795.00	11,690,577.14
228810957(001)	CALL FLEET	170,264.85	0.00	4,650,000.00	22,426.55	0.00	4,842,691.40
BALANCE		19,145,280.15		729,438,000.00	8,825,953.30	724,607,385.92	32,803,592.82

BANK BALANCE	
	30/06/2023
MKLM bank: Absa	377,515.40
MKLM bank balance: Standard Bank Main	4,677,336.53
MKLM TRAFFIC	586,380.32
MKLM LIC REGISTRATION	46,680.53
MKLM LICENCING	332,886.82
CALL MKLM MAIN STANDARD BANK	5,160,908.71
12 MONTHS CEDED ESKOM	425,755.26
CALL - MIG STANDARD BANK	10,683,660.31
CALL WSIG GRANT	11,690,577.14
CALL FLEET	4,842,691.84
TOTAL	38,824,392.86

Section 7- Allocation and grant receipts and expenditure

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

7.1 Supporting Table SC6

NW375 Moses Kotane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

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	541,229	-	534,557	541,229	(6,672)	-1.2%	541,229
Energy Efficiency and Demand Side Management Grant		-	-	5,000	-	-	5,000	(5,000)	-100.0%	5,000
Equitable Share		476,801	528,602	527,985	-	528,602	527,985	617	0.1%	527,985
Expanded Public Works Programme Integrated Grant		1,699	1,652	1,652	-	1,221	1,652	(431)	-26.1%	1,652
Local Government Financial Management Grant		1,849	1,950	1,950	-	1,644	1,950	(306)	-15.7%	1,950
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	4,504	5,927	4,642	-	3,090	4,642	(1,552)	-33.4%	4,642
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		440	-	2,170	-	400	2,170	(1,769)	-81.6%	2,170
Capacity Building and Other Grants		440	-	2,170	-	400	2,170	(1,769)	-81.6%	2,170
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	543,399	-	534,957	543,399	(8,441)	-1.6%	543,399
Capital Transfers and Grants										
National Government:		190,577	231,040	219,158	-	122,099	219,158	(97,059)	-44.3%	219,158
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		146,774	166,040	157,630	-	104,747	157,630	(52,883)	-33.5%	157,630
Water Services Infrastructure Grant		43,802	65,000	61,528	-	17,352	61,528	(44,176)	-71.8%	61,528
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	219,158	-	122,099	219,158	(97,059)	-44.3%	219,158
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	686,466	769,171	762,557	-	657,057	762,557	(105,500)	-13.8%	762,557

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;

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

MOSES KOTANE									
GRANTS SUMMARY 2022/2023									
Grants Summary	Equitable Share	MIG	MIG PMU	FMG	Water Services Infrastructure Gra	EPWP	Library	EEDS	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
September							1,149,000.00		1,149,000.00
October		51,850,000.00							51,850,000.00
November									-
December	173,822,000.00				25,000,000.00	744,000.00		3,000,000.00	202,566,000.00
January									-
February		58,773,000.00						1,000,000.00	59,773,000.00
March	148,009,000.00	22,557,000.00			19,125,000.00	495,000.00			190,186,000.00
April									-
May									-
June									-
Balance/Unspent	527,986,000.00	162,271,909.59	-	1,950,898.34	61,528,399.68	1,652,000.00	2,169,528.65	5,000,000.00	762,558,736.26

Grants Received from July 2022 – June 2023 are as follows;

1. Equitable shares – R527 986 000.
2. Municipal Infrastructure Grant – R162 271 909.
3. Water Service Infrastructure Grant R61 528 399.
4. Financial Management Grant of R1 950 000.
5. Energy Efficiency Demand Side Management Grant of R5 000 000.
6. Expanded Public Works Programme (EPWP) of R1 652 000.
7. Library grant- R2 169 528.

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 - M12 June

Description	Ref	2021/22	Budget Year 2022/23							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		116,859	4,033	9,002	343	3,927	9,002	(5,075)	-56.4%	9,002
Energy Efficiency and Demand Side Management Grant		-	-	5,000	-	304	5,000	(4,696)	-93.9%	5,000
Equitable Share		113,420	500	500	2	176	500	(324)	-64.8%	500
Expanded Public Works Programme Integrated Grant		1,699	1,583	1,552	269	1,639	1,552	87	5.6%	1,552
Local Government Financial Management Grant		1,740	1,950	1,950	72	1,808	1,950	(142)	-7.3%	1,950
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>North West Provincial Arts and Culture Council</i>		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		116,859	4,033	9,002	343	3,927	9,002	(5,075)	-56.4%	9,002
Capital expenditure of Transfers and Grants										
National Government:		9,259	231,040	219,158	14,442	180,094	219,158	(39,064)	-17.8%	219,158
Municipal Infrastructure Grant		8,625	164,540	157,630	6,231	135,398	157,630	(22,232)	-14.1%	157,630
Water Services Infrastructure Grant		633	66,500	61,528	8,211	44,696	61,528	(16,833)	-27.4%	61,528
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	219,158	14,442	180,094	219,158	(39,064)	-17.8%	219,158
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		129,045	235,073	228,160	14,785	184,021	228,160	(44,139)	-19.3%	228,160

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY**

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 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 30th JUNE 2023 - 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

Year and Council	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	1,749	21,687	19,207	2,480	13%	19,207
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		3,029	3,171	3,171	252	3,017	3,171	(153)	-5%	3,171
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		2,514	4,545	4,545	101	1,170	4,545	(3,375)	-74%	4,545
Sub Total - Councillors		25,344	26,922	26,922	2,101	25,874	26,922	(1,049)	-4%	26,922
% increase	4		6.2%	6.2%						6.2%
Senior Managers										
Basic Salaries and Wages	3	5,365	8,992	8,992	330	3,811	8,992	(5,180)	-58%	8,992
Pension and UIF Contributions		187	650	650	-	142	650	(508)	-78%	650
Medical Aid Contributions		47	108	108	-	36	108	(72)	-67%	108
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		197	349	349	-	98	349	(250)	-72%	349
Motor Vehicle Allowance		979	1,159	1,159	22	556	1,159	(603)	-52%	1,159
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		0	1	1	-	10	1	9	1154%	1
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers		6,775	11,258	11,258	352	4,653	11,258	(6,605)	-59%	11,258
% increase	4		66.2%	66.2%						66.2%
Other Municipal Staff										
Basic Salaries and Wages		175,420	188,631	188,731	15,101	181,551	188,731	(7,180)	-4%	188,731
Pension and UIF Contributions		35,018	37,079	37,079	3,160	38,019	37,079	940	3%	37,079
Medical Aid Contributions		14,332	15,514	15,514	1,317	15,387	15,514	(127)	-1%	15,514
Overtime		13,765	4,322	4,322	1,643	20,166	4,322	15,845	367%	4,322
Performance Bonus		14,350	13,478	13,478	1,514	8,717	13,478	(4,760)	-35%	13,478
Motor Vehicle Allowance		420	504	504	80	886	504	382	76%	504
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		553	575	575	56	631	575	56	10%	575
Other benefits and allowances		3,707	3,890	3,890	289	4,123	3,890	234	6%	3,890
Payments in lieu of leave		2,385	-	-	-	(8,285)	-	(8,285)	#DIV/0!	-
Long service awards		3,341	-	-	-	-	-	-	-	-
Post-retirement	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		263,291	263,993	264,093	23,159	261,196	264,093	(2,896)	-1%	264,093
% increase	4		0.3%	0.3%						0.3%
Total Parent Municipality		295,409	302,173	302,273	25,613	291,723	302,273	(10,550)	-3%	302,273
			2.3%	2.3%						2.3%
TOTAL SALARY, ALLOWANCES & BENEFITS		295,409	302,173	302,273	25,613	291,723	302,273	(10,550)	-3%	302,273
% increase	4		2.3%	2.3%						2.3%
TOTAL MANAGERS AND STAFF		270,066	275,251	275,351	23,511	265,849	275,351	(9,501)	-3%	275,351

The above table reflects expenditure incurred on councillor and board members allowances and employee benefits for the reporting period.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

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 2022/23												2022/23 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 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25	
Cash Receipts By Source																	
Property rates		4,185	7,804	1,004	4,961	32,898	6,342	1,811	7,910	4,251	7,190	6,185	(19,986)	64,555	80,353	84,290	
Service charges - electricity revenue																	
Service charges - water revenue		31,881	28,069	18,345	6,093	9,644	7,842	11,512	3,861	12,782	3,170	9,072	(74,491)	67,778	66,693	70,027	
Service charges - sanitation revenue		35	60	43	33	249	39	858	158	852	61	467	(2,010)	845	1,811	1,900	
Service charges - refuse		25	58	44	75	56	33	37	78	32	61	48	609	1,156	1,308	1,372	
Rental of facilities and equipment		8	16	8	8	17	8	47	8	8	17		(17)	127	188	197	
Interest earned - external investments		17	1,416	647	473	400	990	784	901	1,073	115	2,235	(4,678)	4,372	6,251	6,582	
Interest earned - outstanding debtors																	
Dividends received																	
Fines, penalties and forfeits		2,437	(2,418)	16	1	7	39	4	2	6	18	2	1,686	1,800	2,000	2,000	
Licences and permits										89	31	79	1,801	2,000	2,000	2,090	
Agency services																	
Transfers and Subsidies - Operational			1,950	1,149	1,000	413	3,000		(4,319)	159,862		9	375,067	538,131	581,763	620,091	
Other revenue		91,397	(10,581)	(143,099)	(10,244)	(32,499)	(173,143)	130,055	408,620	149,874	53,718	71,499	(533,483)	2,113	1,725	1,870	
Cash Receipts by Source		129,984	26,374	(121,845)	2,399	11,184	(154,850)	145,108	417,220	328,830	64,380	89,594	(255,503)	682,877	744,092	790,419	
Other Cash Flows by Source																	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		35,653			51,850		25,000		64,700	30,070			23,767	231,040	236,841	269,958	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Enterprises)																	
Proceeds on Disposal of Fixed and Intangible Assets										387			(387)				
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)	54,249	11,184	(129,850)	145,108	481,920	359,286	64,380	89,594	(232,122)	913,917	980,933	1,060,377	
Cash Payments by Type																	
Employee related costs		(27)	(177)	148	(4,092)	3,993	18	(119)	(199)	2,322	21,956	(21,941)	300,289	302,173	296,872	309,546	
Remuneration of councillors															27,597	28,949	
Interest paid																	
Bulk purchases - Electricity					218			678		877	646	151	17,430	20,000	25,000	26,225	
Acquisitions - water & other inventory		57,353	5,245	11,925			39,184			34,020			(46,793)	100,935	130,000	136,370	
Contracted services																	
Grants and subsidies paid - other municipalities																	
Grants and subsidies paid - other																	
General expenses		(71,389)	13,124	(45,840)	15,456	15,940	(222,311)	147,872	(25,120)	(145,674)	40,373	48,487	464,190	235,107	249,127	263,439	
Cash Payments by Type		(14,063)	18,192	(33,767)	11,582	19,934	(183,110)	148,431	(25,318)	(108,454)	62,975	26,697	735,116	658,215	728,596	764,529	
Other Cash Flows/Payments by Type																	
Capital assets		5,977	4,768	13,266	4,596	23,413	22,574	10,035	18,590	24,580	12,525	25,837	68,378	234,540	244,591	269,958	
Repayment of borrowing		10	9	193	9	43	2,587	5	10	207	10	343	11,575	15,000	12,820	13,027	
Other Cash Flows/Payments			2,797	305	2,216	3,069	980	895	748	1,105	364	146	(12,626)				
Total Cash Payments by Type		(8,076)	25,766	(20,002)	18,404	46,459	(156,969)	159,366	(5,970)	(82,563)	75,873	53,023	802,443	907,755	986,006	1,047,514	
NET INCREASE/(DECREASE) IN CASH HELD		173,713	608	(101,843)	35,845	(35,274)	27,118	(14,258)	487,890	441,849	(11,493)	36,571	#####	6,162	(5,074)	12,864	
Cash/cash equivalents at the month/year beginning:		36,880	210,593	211,201	109,358	145,203	109,929	137,047	122,790	610,679	1,052,529	1,041,036	1,077,607	36,880	43,042	37,968	
Cash/cash equivalents at the month/year end:		210,593	211,201	109,358	145,203	109,929	137,047	122,790	610,679	1,052,529	1,041,036	1,077,607	43,042	43,042	37,968	50,832	

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY**

9.2 Supporting Table SC1

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

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 30th JUNE 2023 - MOSES KOTANE LOCAL MUNICIPALITY

Section 10: Capital Programme Performance

10. Supporting table SC12

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

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	4,596	28,608	78,180	49,572	63.4%	12%
November	1,031	19,545	19,545	23,413	52,021	97,725	45,704	46.8%	22%
December	1,031	19,545	19,545	22,574	74,595	117,270	42,675	36.4%	32%
January	1,031	19,545	19,545	10,035	84,629	136,815	52,186	38.1%	36%
February	1,031	19,545	22,258	18,590	103,220	159,073	55,854	35.1%	44%
March	1,031	19,545	22,258	24,580	127,800	181,332	53,532	29.5%	54%
April	1,031	19,545	22,258	12,525	140,325	203,590	63,266	31.1%	0
May	1,031	19,545	22,258	25,837	166,162	225,849	59,687	26.4%	0
June	1,031	19,545	(1,191)	16,599	182,760	245,394	62,634	25.5%	0
Total Capital expenditure	12,373	234,540	224,658	182,760					

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 30th JUNE 2023 - 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 - M12

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	154,646	13,430	125,203	154,646	29,443	19.0%	154,646
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	2,116	-	1,840	2,116	276	13.0%	2,116
<i>Drainage Collection</i>		-	-	2,116	-	1,840	2,116	276	13.0%	2,116
<i>Storm water Conveyance Attenuation</i>								-		
Electrical Infrastructure		(0)	12,919	16,314	3,120	13,345	16,314	2,969	18.2%	16,314
<i>LV Networks</i>		(0)	12,919	16,314	3,120	13,345	16,314	2,969	18.2%	16,314
<i>Capital Spares</i>								-		
Water Supply Infrastructure		10,426	104,581	115,206	10,255	91,752	115,206	23,454	20.4%	115,206
<i>Dams and Weirs</i>								-		
<i>Boreholes</i>								-		
<i>Reservoirs</i>		-	500	500	-	-	500	500	100.0%	500
<i>Pump Stations</i>								-		
<i>Water Treatment Works</i>		-	1,500	4,780	-	4,157	4,780	623	13.0%	4,780
<i>Bulk Mains</i>		0	10,040	13,257	2,312	12,484	13,257	773	5.8%	13,257
<i>Distribution</i>		10,426	91,342	96,669	7,942	75,112	96,669	21,557	22.3%	96,669
<i>Distribution Points</i>		-	1,200	-	-	-	-	-		-
Sanitation Infrastructure		0	24,230	21,009	55	18,266	21,009	2,744	13.1%	21,009
<i>Toilet Facilities</i>		0	24,230	21,009	55	18,266	21,009	2,744	13.1%	21,009
<i>Capital Spares</i>								-		
Solid Waste Infrastructure		(3,650)	3,077	-	-	-	-	-		-
<i>Landfill Sites</i>		(3,650)	3,077	-	-	-	-	-		-
Furniture and Office Equipm		188	1,500	1,500	-	-	1,500	1,500	100.0%	1,500
Furniture and Office Equipm		188	1,500	1,500	-	-	1,500	1,500	100.0%	1,500
Total Capital	1	6,963	146,307	156,146	13,430	125,203	156,146	30,943	19.8%	156,146

The above table reflects expenditure incurred on new assets for the quarter ending 30 June 2023.

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
JUNE 2023 - 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	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	-	-	-	-	-		-
Water Supply Infrastructure		-	5,087	-	-	-	-	-		-
Dams and Weirs										
Boreholes		-	5,087	-	-	-	-	-		-
Community Assets		(0)	13,310	20,695	1,818	19,143	20,695	1,552	7.5%	20,695
Community Facilities		(0)	13,310	20,695	1,818	19,143	20,695	1,552	7.5%	20,695
Halls		(0)	12,310	19,695	1,818	19,143	19,695	552	2.8%	19,695
Testing Stations		-	1,000	1,000	-	-	1,000	1,000	100.0%	1,000
Intangible Assets		-	500	2,500	874	874	2,500	1,626	65.1%	2,500
Servitudes								-		
Licences and Rights		-	500	2,500	874	874	2,500	1,626	65.1%	2,500
Computer Software and A		-	500	2,500	874	874	2,500	1,626	65.1%	2,500
Total Capital	1	(0)	18,897	23,195	2,691	20,016	23,195	3,178	13.7%	23,195

The above table reflects expenditure incurred on renewal of existing assets for the quarter ending 30 June 2023.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - 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	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	41,181	1,275	39,544	41,181	1,636	4.0%	41,181
Roads Infrastructure		204	4,100	4,100	-	1,640	4,100	2,460	60.0%	4,100
Roads		204	4,000	4,000	-	1,640	4,000	2,360	59.0%	4,000
Road Structures								-		
Road Furniture		-	100	100	-	-	100	100	100.0%	100
Electrical Infrastructure		1,790	1,000	6,000	-	2,045	6,000	3,955	65.9%	6,000
LV Networks		1,790	1,000	6,000	-	2,045	6,000	3,955	65.9%	6,000
Capital Spares								-		
Water Supply Infrastructure		-	500	500	324	324	500	176	35.1%	500
Reservoirs		-	500	500	324	324	500	176	35.1%	500
Solid Waste Infrastructure		29,841	30,581	30,581	950	35,534	30,581	(4,954)	-16.2%	30,581
Landfill Sites		29,841	30,581	30,581	950	35,534	30,581	(4,954)	-16.2%	30,581
Community Assets		53	250	250	-	37	250	213	85.1%	250
Community Facilities		1	50	50	-	-	50	50	100.0%	50
Cemeteries/Crematoria		1	50	50	-	-	50	50	100.0%	50
Sport and Recreation Facilities		52	200	200	-	37	200	163	81.4%	200
Indoor Facilities								-		
Outdoor Facilities		52	200	200	-	37	200	163	81.4%	200
Other assets		2,163	2,305	2,305	195	3,039	2,305	(734)	-31.9%	2,305
Operational Buildings		2,163	2,305	2,305	195	3,039	2,305	(734)	-31.9%	2,305
Municipal Offices		2,163	2,305	2,305	195	3,039	2,305	(734)	-31.9%	2,305
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets								-		
Intangible Assets		767	2,000	-	2,472	2,472	-	(2,472)	#DIV/0!	-
Servitudes								-		
Licences and Rights		767	2,000	-	2,472	2,472	-	(2,472)	#DIV/0!	-
Computer Equipment		13	50	50	-	17	50	33	65.7%	50
Computer Equipment		13	50	50	-	17	50	33	65.7%	50
Transport Assets		10,444	13,200	13,200	5,270	19,303	13,200	(6,103)	-46.2%	13,200
Transport Assets		10,444	13,200	13,200	5,270	19,303	13,200	(6,103)	-46.2%	13,200
Total Repairs	1	45,275	53,985	56,985	9,212	64,413	56,985	(7,427)	-13.0%	56,985

The above table reflects expenditure incurred on operational repairs and maintenance of existing assets for the quarter ending 30 June 2023.

QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th JUNE 2023 - 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	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	9,018	100,609	109,481	8,872	8.1%	109,481
Roads Infrastructure		34,403	51,869	51,869	3,073	33,096	51,869	18,773	36.2%	51,869
Roads		34,403	51,869	51,869	3,073	33,096	51,869	18,773	36.2%	51,869
Storm water Infrastructure		4,182	3,906	3,906	384	4,343	3,906	(437)	-11.2%	3,906
Drainage Collection		4,182	3,906	3,906	384	4,343	3,906	(437)	-11.2%	3,906
Electrical Infrastructure		3,388	3,500	3,500	283	3,464	3,500	36	1.0%	3,500
Power Plants		3,388	3,500	3,500	283	3,464	3,500	36	1.0%	3,500
Water Supply Infrastructure		54,394	45,758	45,758	4,916	55,897	45,758	(10,140)	-22.2%	45,758
Distribution		54,394	45,758	45,758	4,916	55,897	45,758	(10,140)	-22.2%	45,758
Sanitation Infrastructure		2,750	3,299	3,299	254	2,816	3,299	483	14.6%	3,299
Waste Water Treatment Works		2,750	3,299	3,299	254	2,816	3,299	483	14.6%	3,299
Solid Waste Infrastructure		1,141	1,149	1,149	109	993	1,149	157	13.6%	1,149
Landfill Sites		1,141	1,149	1,149	109	993	1,149	157	13.6%	1,149
Community Assets		16,561	16,979	16,979	1,740	18,268	16,979	(1,289)	-7.6%	16,979
Community Facilities		16,561	16,979	16,979	1,740	18,268	16,979	(1,289)	-7.6%	16,979
Halls		13,993	15,166	15,166	1,442	15,364	15,166	(199)	-1.3%	15,166
Centres		2,568	1,814	1,814	299	2,904	1,814	(1,090)	-60.1%	1,814
Other assets		6,041	8,767	8,767	573	6,260	8,767	2,507	28.6%	8,767
Operational Buildings		6,041	8,767	8,767	573	6,260	8,767	2,507	28.6%	8,767
Municipal Offices		6,041	8,767	8,767	573	6,260	8,767	2,507	28.6%	8,767
Intangible Assets		2,304	5,634	5,634	-	1,677	5,634	3,957	70.2%	5,634
Licences and Rights		2,304	5,634	5,634	-	1,677	5,634	3,957	70.2%	5,634
Computer Software and Applications		2,304	5,634	5,634	-	1,677	5,634	3,957	70.2%	5,634
Furniture and Office Equipment		4,092	4,209	4,209	379	4,239	4,209	(31)	-0.7%	4,209
Furniture and Office Equipment		4,092	4,209	4,209	379	4,239	4,209	(31)	-0.7%	4,209
Machinery and Equipment		330	1,454	1,454	31	323	1,454	1,131	77.8%	1,454
Machinery and Equipment		330	1,454	1,454	31	323	1,454	1,131	77.8%	1,454
Transport Assets		2,178	4,355	4,355	208	2,982	4,355	1,374	31.5%	4,355
Transport Assets		2,178	4,355	4,355	208	2,982	4,355	1,374	31.5%	4,355
Total Depreciation	1	131,765	150,878	150,878	11,950	134,358	150,878	16,521	10.9%	150,878

The above table reflects depreciation expense for the quarter ending 30 June 2023.

**QUARTERLY BUDGET STATEMENT FOR THE QUARTER ENDING 30th
JUNE 2023 - 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	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	43,966	477	36,366	43,966	7,600	17.3%	43,966
Roads Infrastructure		5,410	56,600	43,966	477	36,366	43,966	7,600	17.3%	43,966
Roads		5,410	56,600	43,966	477	36,366	43,966	7,600	17.3%	43,966
Sanitation Infrastructure		-	10,000	-	-	-	-	-		-
Waste Water Treatment Works		-	10,000	-	-	-	-	-		-
Community Assets		-	2,736	1,352	-	1,175	1,352	176	13.0%	1,352
Community Facilities		-	2,736	1,352	-	1,175	1,352	176	13.0%	1,352
Markets		-	2,736	1,352	-	1,175	1,352	176	13.0%	1,352
Total Capital	1	5,410	69,336	45,318	477	37,541	45,318	7,777	17.2%	45,318

The above table reflects expenditure incurred on upgrading of existing assets by assets classification for the quarter ending 30 June 2023.