

CITY OF MATLOSANA

Date submitted:

Author of the item: LESego MOLOKE

Attached hereto an item for you to consider in terms of the Delegation of Powers and Functions, delegated power serial number

HEAD OF DIVISION: <u>H.S. Rossouw</u> SIGNED: <u>[Signature]</u> DATE: <u>2024/05/14</u>
--

Received by Deputy Director: Administration

Date and Time: 16/5/2024

Signature: [Signature]

Director: Corporate Support	Date	COMMENTS:
Director: Chief Financial Officer	Date	COMMENTS:
Director: Planning & Human Settlements	Date	COMMENTS:
Director: Technical and Infrastructure	Date	COMMENTS:
Director: Community Development	Date	COMMENTS:
Director: Public Safety	Date	COMMENTS:
Director: Local Economic Development	Date	COMMENTS:

MUNICIPAL MANAGER
Item noted!!!

[Signature]
SIGNATURE

17/05/2024
DATE

Items will not be considered by the Municipal Manager unless the following signatures are reflecting: Director of Relevant department, Chief Financial Officer and Director: Corporate Services

PROVINCIAL EXECUTIVE REPRESENTATIVE

Noted, & comments will be forwarded/submitted

[Signature]
SIGNATURE

22/05/2024
DATE

MONTHLY BUDGET STATEMENT FOR THE MONTH ENDED ON 30 APRIL 2024

TABLE OF CONTENTS

PART 1

1. Executive summary	3
1.1 Performance summary.....	3
2. In - year budget statement.....	7
2.1 Monthly budget statement summary.....	7
2.2 Monthly budget statement financial performance – Revenue.....	8
2.3 Monthly budget statement financial performance – Expenditure per category	10
2.4 Actual capital expenditure per vote and funding source.....	12
2.5 Monthly budget statement cash flow.....	16
2.6 Actual borrowings.....	17

PART 2

3. In – year budget statement supporting tables and documentations.....	18
3.1 Debtors age analysis.....	18
3.2 Creditors age analysis.....	20
3.3 Investments.....	21
3.4 Allocation received and actual expenditure on allocation received.....	22
3.5 Councillors and employees benefits.....	24
3.6 Other supporting documentations.....	29

LIST OF TABLES

Table 1: Performance Summary.....	
Table 2: Monthly budget statement – Summary.....	
Table 3: Monthly budget statement – Revenue per department.....	
Table 4: Monthly budget statement - Revenue per source.....	
Table 5: Monthly budget statement – Operational expenditure per category.....	
Table 6: Monthly budget statement – Operational expenditure per vote.....	
Table 7: Monthly budget statement – Capital expenditure per vote.....	
Table 8: Monthly budget statement – Capital expenditure per funding source.....	
Table 9: Monthly budget statement – Financial Position.....	
Table 10: Monthly budget statement – Actual Cash flow.....	
Table 11: Monthly budget statement – Actual Borrowings.....	
Table 12: Monthly budget statement – Outstanding Debtors.....	
Table 13: Monthly budget statement – Creditors age analysis.....	
Table 14: Monthly budget statement – Investments.....	
Table 15: Monthly budget statement – Transfer and grant receipts.....	
Table 16: Monthly budget statement – Transfer and grant expenditure.....	
Table 17: Monthly budget statement – Councillors and Employees benefits.....	
Table 18: Monthly budget statement – Material Variances.....	
Table 19: Monthly budget statement – Financial performance.....	
Table 20: Monthly budget statement – Capital expenditure performance.....	

PART 1: IN-YEAR REPORT

1. EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL PERFORMANCE OF THE MUNICIPALITY FOR THE PERIOD ENDED ON 30 APRIL 2024

1.1 Performance summary

Table 1: Performance summary

Summary statement of Financial Performance					
Description	YTD Budget 2023/24	April 2024 Actual	YTD Actual 2023/24	Variance Favourable (Unfavourable)	YTD Variance %
Total Revenue by Source	3,486,602,153	273,643,070	3,433,394,085	(53,208,068)	-2%
Total Operating Expenditure	3,357,057,645	193,002,651	2,516,914,921	(840,142,714)	-25%
SURPLUS/ (DEFICIT).	129,544,508	80,640,419	916,479,164	786,934,656	

Revenue

The revenue for the month ending 30 April 2024 amounts to R274 million, and the year to date actual revenue amounts to R3,433 billion and reflects unfavourable outcome of 2% when compared with the year to date budget of R3,487 billion.

The unfavourable outcome on the year to date can be attributed to the following:

- **Property Rates (-6%):** The reconciliation between the valuation roll and the financial system is conducted on a monthly basis. However, the anticipated revenue has not yet been reached as budgeted at the beginning of the financial year. Finance Department and Housing Development Department have devised a plan to fast track the correction of properties that are incorrectly zoned. This should improve the revenue on properties.
- **Service charges – Electricity revenue (-9%):** Less revenue billed on electricity than initially anticipated. The reduction on this line item can be attributed to the current implementation of load shedding by ESKOM and the acceleration of customers converting to solar. The municipality is also enforcing the measures to reduce illegal connections and ensure that all properties consuming electricity are billed. The budget on this line item was reduced during the Adjustment Budget.
- **Service charges – Water revenue (0%):** There are challenges with a lot of unauthorized and illegal connections directly done to the municipal water grid. The water department had a challenge of availability of water meters
- **Sanitation revenue (-1%):** Revenue was less than projected

- **Service charges – Refuse revenue (-14%):** Less revenue billed as the anticipated increase on the refuse revenue has not materialised. Process of reconciling the valuation roll and the financial system on an ongoing basis to ensure that all properties within City of Matlosana are correctly billed for refuse collection.
- **Interest earned from receivables 14% more:** The variance is as a result of the debtors' book that is increasing due to non-payment of debtors. The increase in the debtors result in an increase interest charges.
- **Other Revenue (-14%):** The budgeted amount consists of numerous items (e.g. Commission: insurance, Commission: Transaction Handling fees, Plan printing and duplicate, etc.) in this instance under performance was mostly on the Sale of Property and Commission Transaction Handling fees. The reason for under collection is that there has been delays in the issuing of clearance figures for property transfers. Housing Development department has suggested that the current process plan and policies (Rates and Credit Control) be reviewed due to the delay in the process of issuing of clearance figures.

The negative revenue is also affected by the following factors:

- The revenue enhancement strategies as reflected in the budget funding plan has not yet been fully realised the anticipated revenue;
- High illegal connections. Implementation of Smart Metering Programme will address this problem. The municipality has also started the anti-tempering project to curb the electricity distribution loss and improve revenue.
- Debtors' book that is increasing due to non-payment of debtors. The municipality has identified top 200 accounts amounting to R413, 2 million to be collected over the period of three months, in addition to normal monthly collection.

Expenditure

The operating expenditure for the month ending 30 April 2024 amounts to R193 million and the year to date actual expenditure amounts to R2,516 billion and reflects a negative deviation of 25% when compared with the year to date budget amount of R3,357 billion. The negative deviation is because of cash flow challenges. Spending on most of the items is directly linked with cash flow.

The deviation can be attributed to the following:

- **Interest (-92%):** The underspending is mainly on interest paid on overdue accounts, most of the journals for interest paid on overdue accounts are done at the end of the financial year.
- **Bulk Purchases (0%):** Expenditure is lower due to the outstanding Eskom invoices; it is difficult for the municipality to meet the obligation due to the cash flow challenges.
- **Inventory consumed (0%):** Inventory consumed includes Bulk Water, expenditure is lower due to the outstanding Midvaal invoices, and the Municipality is struggling to meet the obligation due to cash flow challenges.

- **Contracted services (-41%):** Mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration. Low spending than initially planned due to cash flow challenges.
- **Debt Impairment (-100%):** Transactions for debt impairment have been done on the wrong Vote number. Journals have to be done to correct the mistakes.
- **Other Expenditure (-32%):** less spending due to cash flow challenges.

Cash management

Bank Balances	R 9,994,939
Call Investments	R 145,885,432
Cash and Cash Investments	R 155,880,371

Investment Portfolio: 30 April 2024

City of Matlosana

INSTITUTION	INTEREST RATE	APRIL 2024	EXPLANATION
Call Investment			
ABSA: 3854	3,73%	35 354 637,83	WSIG
ABSA: 5047	4,70%	3 276 393,67	INEP
ABSA: 6177	6,75%	35 955 669,41	MIG
ABSA: 2264	4,70%	6 889 662,54	own (Eskom)
ABSA: 4682	6,65%	5 077 172,84	NDPG
ABSA: 4063	1,55%	2 783 183,73	EEDSM
ABSA: 1223	6,75%	2 059 206,94	Auction
ABSA: 5203		21 076 695,09	own (Salaries)
INVESTEC	3,30%	8 242 050,45	own
FNB		25 170 759,79	COVID
TOTAL Call Investment		145 885 432,29	

Note: The R108 million Call investment is ring-fenced for Conditional Grants

Collection Rate & Outstanding Debtors

Total Outstanding Debtors	R 9,177,787,847
Debtors: Government	R 90,190,914
Debtors: Business	R 704,201,029
Debtors: Household	R 8,383,395,903

Note: The detailed Debtors Age analysis is outlined on Table 12. The collection rate for the month ending 30 April 2024 is 68%.

Creditors

Total Outstanding Creditors	R 3,859,210,733
ESKOM	R 1,964,059,132
Midvaal	R 1,760,658,817
Trade Creditors	R 122,131,323
Auditor General	R 864,530
Business Connexion	R 11,496,931

Note: The detailed Creditors Age analysis is outlined on Table 13.

Capital Grants Expenditure

CAPITAL GRANTS EXPENDITURE

GRANT DESCRIPTION	ADJUSTMENT BUDGET 2023/24	April Expenditur e Incl VAT 2023/24	YTD ACTUALS VAT Incl	YTD BUDGET	YTD % Incl VAT
MIG	122 401 823	8 736 275	66 685 290	102 001 519	54,48
NDPG	21 162 000	1 053 609	15 986 948	17 635 000	75,55
INEP	6 162 725	487 312	5 265 718	5 135 604	85,44
WSIG	46 130 000		25 096 003	38 441 667	54,40
TOTAL	195 856 548	10 277 196	113 033 960	163 213 790	57,71

Total Capital grants budget amounts to R 195, 9 million. Total expenditure for the month ending 30 April 2024 amounts to R 10, 3 million, and the year-to-date actual expenditure amounts to R 113 million representing 58% of the total Capital Grants budget.

Capital Grants spending is low as compared to the 83% of the Year to date budget. The low spending has resulted NT stop the portion of 2023/24 allocation(s).

The detailed reasons for underspending are outlined below Table 8

2. IN – YEAR BUDGET STATEMENT MAIN TABLE

2.1 Monthly budget statement summary. The table below provides a high-level summary of the Municipal's financial performance, capital expenditure, financial position, cash flow, debtors and creditors analysis

TABLE 2: Monthly Budget Statement Summary

NW403 City Of Matlosana - Table C1 Monthly Budget Statement Summary - M10 April

Description	Budget Year		Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	2022/23 Audited Outcome	2023/24 Original Budget							
R thousands									
Financial Performance									
Property rates	456 397	561 076	546 004	37 817	432 131	458 520	(26 389)	-6%	546 004
Service charges	1 949 608	2 305 667	2 110 047	167 113	1 699 956	1 804 017	(104 061)	-6%	2 110 047
Investment revenue	15 402	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	15 402	9 761	9 761	505	7 249	8 134	(885)	-11%	9 761
Other own revenue	1 308 912	1 338 052	1 260 209	66 007	1 199 358	1 068 337	131 021	12%	-
Total Revenue (excluding capital transfers and contributions)	3 745 722	4 214 556	3 926 021	271 443	3 338 693	3 339 008	(315)	-0%	4 214 556
Employee costs	696 837	785 821	770 975	62 801	642 856	645 946	(3 091)	-	770 975
Remuneration of Councillors	36 912	41 586	43 497	3 175	33 757	35 802	(2 045)	-	43 497
Depreciation and amortisation	382 953	440 000	420 000	31 609	284 477	354 667	(70 190)	-	420 000
Interest	237 534	10 711	10 708	118	739	8 924	(8 185)	-	10 708
Inventry consumed and bulk purchases	1 430 478	1 645 412	1 664 400	59 278	763 474	1 382 602	(619 128)	-	1 664 390
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	1 952 982	1 364 177	1 018 045	36 022	791 613	929 117	(137 504)	-15%	1 018 086
Total Expenditure	4 737 696	4 287 708	3 927 625	193 003	2 516 915	3 357 058	(840 143)	-25%	3 927 655
Surplus/(Deficit)	(991 975)	(73 152)	(1 604)	78 440	821 778	(18 049)	839 828	-4653%	286 900
Transfers and subsidies - capital (monetary allocations)	107 437	191 469	171 529	2 200	94 701	147 594	(52 893)	-36%	171 529
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(884 538)	118 317	169 925	80 640	916 479	129 545	786 935	607%	458 430
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(884 538)	118 317	169 925	80 640	916 479	129 545	786 935	607%	458 430
Capital expenditure & funds sources									
Capital expenditure	83 952	231 469	216 857	2 047	90 100	167 757	(77 657)	-46%	216 857
Capital transfers recognised	77 727	191 469	195 857	9 902	99 605	162 190	(62 586)	-39%	195 857
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	6 225	40 000	21 000	15	398	22 400	(22 002)	-98%	21 000
Total sources of capital funds	83 952	231 469	216 857	9 918	100 003	184 590	(84 588)	-46%	216 857
Financial position									
Total current assets	1 903 959	487 454	1 538 218	-	3 321 146	-	-	-	1 538 218
Total non current assets	5 453 531	4 119 658	4 105 045	-	5 269 897	-	-	-	4 105 045
Total current liabilities	4 977 029	230 387	1 214 930	-	5 303 254	-	-	-	1 214 930
Total non current liabilities	26 576	81 274	81 274	-	17 426	-	-	-	81 274
Community wealth/Equity	3 963 559	4 177 134	4 177 134	-	3 205 639	-	-	-	4 177 134
Cash flows									
Net cash from (used) operating	1 691 423	218 461	(11 024)	142 010	2 230 348	(336 979)	(2 567 327)	762%	(11 024)
Net cash from (used) investing	(83 952)	(231 469)	(216 857)	(10 743)	(100 843)	(180 714)	(79 870)	44%	(216 857)
Net cash from (used) financing	-	(2 300)	(2 300)	-	865	(1 917)	(2 781)	145%	(2 300)
Cash/cash equivalents at the month/year end	1 832 393	197 692	75 499	-	2 103 876	(5 137)	(2 109 013)	41055%	(125 407)
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dye	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	278 786	178 796	193 653	8 526 553	-	-	-	-	9 177 788
Creditors Age Analysis									
Total Creditors	220 739	176 314	328 207	3 133 950	-	-	-	-	3 859 211

2.2 Monthly Budget Statement – Financial Performance (Revenue per department)

Actual operating revenue per source

The actual operating revenue per department is set out in Table 3 below. From table 1 it is clear that year to date actual operating revenue amounts to R3,433 billion and compares unfavourably with the pro rata budgeted figure of R3,487 billion a negative variance of R53 million for the month ending 30 April 2024.

TABLE 3: ACTUAL REVENUE PER SOURCE FOR THE PERIOD ENDING 30 APRIL 2024

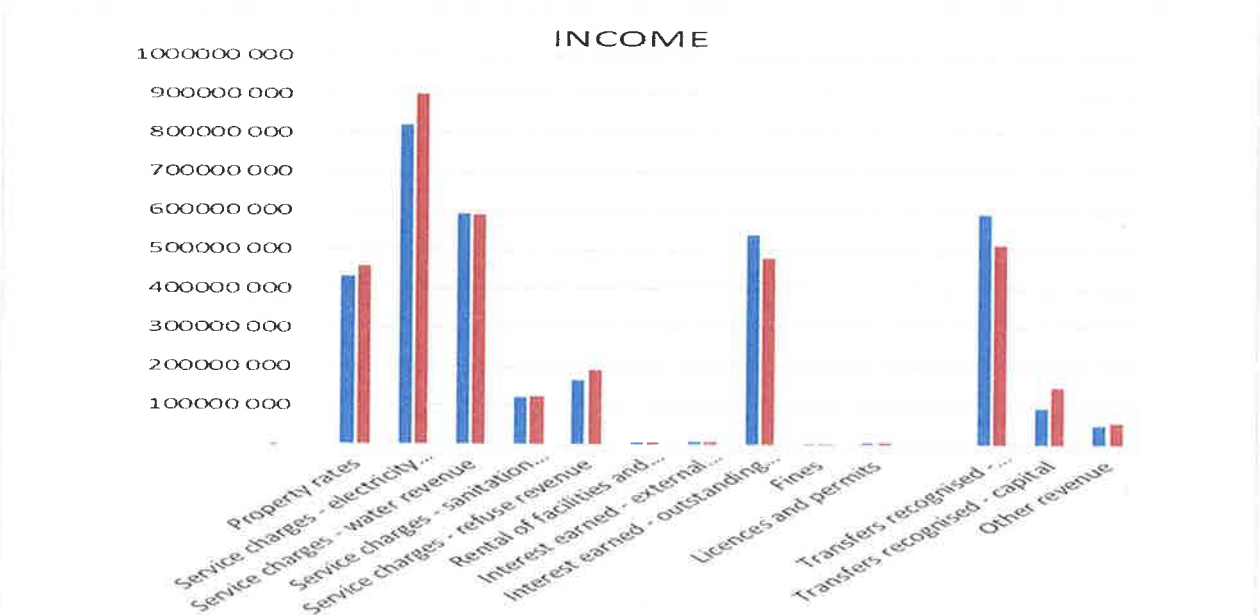
NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

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										
Exchange Revenue										
Service charges - Electricity		876 124	1 100 940	1 071 668	77 336	821 574	899 887	(78 313)	-9%	1 071 668
Service charges - Water		736 820	787 552	677 106	61 030	591 801	590 026	1 775	0%	677 106
Service charges - Waste Water Management		141 373	162 319	141 273	12 396	121 647	122 638	(991)	-1%	141 273
Service charges - Waste management		195 291	254 856	220 000	16 350	164 934	191 466	(26 532)	-14%	220 000
Sale of Goods and Rendering of Services		6 086	8 971	8 971	1 126	8 087	7 476	611	8%	8 971
Agency services		-	-	-	-	-	-	-	-	-
Interest										
Interest earned from Receivables		550 656	558 181	508 181	54 070	495 912	435 151	60 762	14%	508 181
Interest from Current and Non Current Assets		15 402	9 761	9 761	505	7 249	8 134			9 761
Dividends										
Rent on Land										
Rental from Fixed Assets		106 775	9 300	9 149	591	7 576	7 660	(84)	-1%	9 149
Licence and permits		7 528	8 909	7 409	633	6 620	6 524	96	1%	7 409
Operational Revenue		49 986	77 620	51 910	3 050	42 205	49 257	(7 052)	-14%	51 910
Non-Exchange Revenue										
Property rates		456 397	561 076	546 004	37 817	432 131	458 520	(26 389)	-6%	546 004
Surcharges and Taxes		14	241	241	-	-	201	(201)		241
Fines, penalties and forfeits		8 377	3 104	3 054	473	3 035	2 556	478		3 054
Licence and permits		261	50	50	-	-	42	(42)		50
Transfers and subsidies - Operational		559 520	616 921	616 488	861	593 033	513 841	79 192		616 488
Interest		50 406	54 756	54 756	5 204	42 887	45 630	(2 743)		54 756
Fuel Levy										
Operational Revenue										
Gains on disposal of Assets		(16 572)	-	-	-	-	-	-		-
Other Gains		1 276	-	-	-	3	-	3		-
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		3 745 722	4 214 556	3 926 021	271 443	3 338 693	3 339 008	(315)	0%	3 926 021
Transfers and subsidies - capital (monetary allocations)		107 437	191 469	171 529	2 200	94 701	147 594	(52 893)	(0)	171 529
Total Revenue (including capital transfers and contributions)		3 853 158	4 406 025	4 097 550	273 643	3 433 394	3 486 602	(53 208)		4 097 550

TABLE 4: ACTUAL REVENUE PER DEPARTMENT FOR THE PERIOD ENDING 30 APRIL 2024

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

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	1									
Revenue - Functional										
Governance and administration		1 188 283	1 360 784	1 335 164	56 354	1 184 312	1 118 615	65 698	6%	1 335 164
Executive and council		(13 807)	2 661	2 661	12	1 917	2 217	(301)	-14%	2 661
Finance and administration		1 202 091	1 358 123	1 332 503	56 342	1 182 396	1 116 397	65 998	6%	1 332 503
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		143 887	79 168	50 728	2 968	37 707	48 909	(11 202)	-23%	50 728
Community and social services		101 091	4 679	4 442	161	2 077	3 757	(1 680)	-45%	4 442
Sport and recreation		3 783	7 710	7 710	9	5 308	6 425	(1 117)	-17%	7 710
Public safety		31 482	31 778	28 845	2 751	25 536	24 722	814	3%	28 845
Housing		7 531	35 000	9 731	47	4 785	14 005	(9 220)	-66%	9 731
Health		-	-	-	-	-	-	-		-
Economic and environmental services		40 705	59 719	58 400	1 346	36 048	48 975	(12 926)	-26%	58 400
Planning and development		9 987	11 846	11 846	992	7 800	9 871	(2 072)	-21%	11 846
Road transport		30 536	47 652	46 334	335	28 108	38 919	(10 811)	-28%	46 334
Environmental protection		182	221	221	18	141	184	(43)	-24%	221
Trading services		2 451 963	2 883 407	2 628 873	211 101	2 149 091	2 250 118	(101 027)	-4%	2 628 873
Energy sources		964 401	1 167 557	1 129 248	82 765	874 359	949 978	(75 620)	-8%	1 129 248
Water management		986 051	1 048 742	937 426	84 719	817 573	807 162	10 411	1%	937 426
Waste water management		155 436	242 313	174 702	12 726	142 080	161 361	(19 281)	-12%	174 702
Waste management		346 074	424 794	387 497	30 891	315 079	331 617	(16 538)	-5%	387 497
Other	4	28 320	22 947	24 385	1 875	26 235	19 985	6 250	31%	24 385
Total Revenue - Functional	2	3 853 158	4 406 025	4 097 550	273 643	3 433 394	3 486 602	(53 208)	-2%	4 097 550



2.3 Monthly Budget Statement – Financial Performance (Expenditure per category)

Actual operating expenditure per category

The actual operating expenditure per vote is set out in Table 5 below. The operating expenditure for the month of April 2024 amounts to R193 million and the year to date actual operating expenditure amounts to R2, 517 billion. There is an unfavourable deviation of 25% when the year to date operating expenditure of R 2, 517 billion is compared with year to date budget of R3, 357 billion.

TABLE 5: ACTUAL OPERATIONAL EXPENDITURE PER CATEGORY FOR THE PERIOD ENDING 30 APRIL 2024

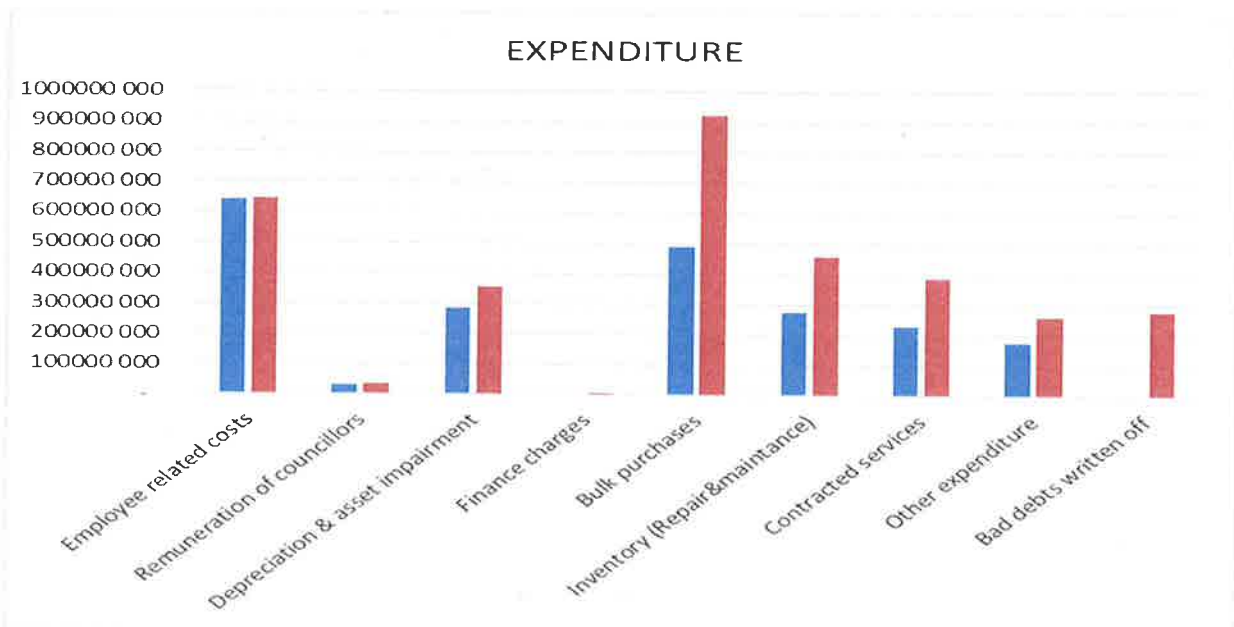
NW403 City Of Matlosana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

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 By Type										
Employee related costs		696 837	785 821	770 975	62 801	642 856	645 946	(3 091)	0%	770 975
Remuneration of councillors		36 912	41 586	43 497	3 175	33 757	35 802	(2 045)	-6%	43 497
Bulk purchases - electricity		848 230	1 109 287	1 109 287	29 884	489 025	924 406	(435 381)		1 109 287
Inventory consumed		582 248	536 125	555 103	29 394	274 449	458 197	(183 748)		555 103
Debt impairment		3 750	579 349	239 091	-	-	278 636	(278 636)	-100%	239 091
Depreciation and amortisation		382 953	440 000	420 000	31 609	284 477	354 667	(70 190)	-20%	420 000
Interest		237 534	10 711	10 708	118	739	8 924	(8 185)	-92%	10 708
Contracted services		249 463	465 092	468 366	18 870	227 896	389 513	(161 617)	-41%	468 366
Transfers and subsidies								-		
Irrecoverable debts written off		1 386 491	-	-	-	385 783	-	385 783		-
Operational costs		312 936	319 737	310 629	17 152	177 934	260 967	(83 034)	-32%	310 629
Losses on Disposal of Assets		-	-	-	-	-	-	-		-
Other Losses		342	-	-	-	-	-	-		-
Total Expenditure		4 737 696	4 287 708	3 927 655	193 003	2 516 915	3 357 058	(840 143)	-25%	3 927 655

TABLE 6: ACTUAL OPERATIONAL EXPENDITURE PER VOTE FOR THE PERIOD ENDING 30 APRIL 2024

NW403 City Of Matlosana - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

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									
Expenditure - Functional										
<i>Governance and administration</i>		878 192	772 965	694 585	48 157	524 477	597 112	(72 635)	-12%	694 585
Executive and council		556 627	423 830	434 293	33 321	309 513	359 771	(50 258)	-14%	434 293
Finance and administration		315 328	342 814	253 973	14 400	209 906	232 074	(22 169)	-10%	253 973
Internal audit		6 237	6 321	6 319	437	5 058	5 267	(209)	-4%	6 319
<i>Community and public safety</i>		350 482	434 325	406 585	26 991	277 303	345 251	(67 949)	-20%	406 585
Community and social services		58 296	128 419	123 048	7 039	65 467	103 786	(38 319)	-37%	123 048
Sport and recreation		134 837	114 464	114 446	6 767	75 525	95 376	(19 851)	-21%	114 446
Public safety		140 762	171 880	148 327	11 582	120 487	129 102	(8 615)	-7%	148 327
Housing		16 555	19 390	20 600	1 603	15 719	16 849	(1 130)	-7%	20 600
Health		33	171	163	-	105	138	(33)	-24%	163
<i>Economic and environmental services</i>		287 347	300 926	318 451	19 455	225 131	261 324	(36 193)	-14%	318 451
Planning and development		202 030	73 429	68 382	5 302	47 639	58 199	(10 560)	-18%	68 382
Road transport		74 239	225 168	247 758	14 067	176 463	201 194	(24 731)	-12%	247 758
Environmental protection		11 078	2 329	2 312	87	1 029	1 931	(902)	-47%	2 312
<i>Trading services</i>		3 192 533	2 751 769	2 481 441	96 895	1 475 707	2 130 946	(655 239)	-31%	2 481 441
Energy sources		1 688 347	1 644 880	1 493 494	49 069	828 564	1 279 954	(451 390)	-35%	1 493 494
Water management		994 760	666 638	583 171	27 282	355 678	505 400	(149 723)	-30%	583 171
Waste water management		228 239	240 544	222 085	11 694	153 027	189 378	(36 351)	-19%	222 085
Waste management		281 187	199 707	182 691	8 850	138 438	156 213	(17 775)	-11%	182 691
<i>Other</i>		29 142	27 724	26 593	1 505	14 298	22 425	(8 127)	-36%	26 593
Total Expenditure - Functional	3	4 737 696	4 287 708	3 927 655	193 003	2 516 915	3 357 058	(840 143)	-25%	3 927 655



2.4 Actual capital expenditure (excluding vat) per vote and funding source

The actual capital expenditure per vote is set out in Table 7 below.

TABLE 7: ACTUAL CAPITAL EXPENDITURE PER VOTE FOR THE PERIOD ENDING 30 APRIL 2024

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

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									
Capital Expenditure - Functional Classification										
Governance and administration		0	10 000	9 300	841	1 239	7 913	(6 675)	-84%	9 300
Executive and council		0	2 000	1 300	-	140	1 247	(1 107)	-89%	1 300
Finance and administration		-	8 000	8 000	841	1 099	6 667	(5 568)	-84%	8 000
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		2 950	7 800	8 906	-	4 635	7 164	(2 529)	-35%	8 906
Community and social services		-	800	-	-	-	187	(187)	-100%	-
Sport and recreation		2 950	7 000	8 906	-	4 404	6 977	(2 573)	-37%	8 906
Public safety		-	-	-	-	231	-	231	#DIV/0!	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		23 808	43 685	40 631	1 144	23 835	34 572	(10 737)	-31%	40 631
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		23 808	43 685	40 631	1 144	23 835	34 572	(10 737)	-31%	40 631
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		52 849	169 985	154 952	8 758	70 072	132 634	(62 562)	-47%	154 952
Energy sources		33 033	19 406	21 337	434	4 589	17 330	(12 741)	-74%	21 337
Water management		9 728	56 893	60 297	4 280	25 570	48 537	(22 966)	-47%	60 297
Waste water management		6 584	53 672	20 568	539	4 309	25 781	(21 471)	-83%	20 568
Waste management		3 504	40 014	52 749	3 505	35 603	40 986	(5 383)	-13%	52 749
Other		4 345	-	3 067	-	1 063	1 840	(777)	-42%	3 067
Total Capital Expenditure - Functional Classification	3	83 952	231 469	216 857	10 743	100 843	184 124	(83 280)	-45%	216 857

NOTE: The total capital budget amounts to R217 million. The expenditure for the month ending 30 April 2024 amounts to R11 million and the year-to-date expenditure as at 30 April 2024 amounts to R101 million.

TABLE 8: ACTUAL CAPITAL EXPENDITURE PER FUNDING SOURCE FOR THE PERIOD ENDING 30 APRIL 2024

NW403 City Of Matlosana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

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									
Funded by:										
National Government		77 727	191 469	195 857	9 902	99 374	162 190	(62 816)	-39%	195 857
Provincial Government		-	-	-	-	231	-	231	#DIV/0!	-
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		77 727	191 469	195 857	9 902	99 605	162 190	(62 586)	-39%	195 857
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		6 225	40 000	21 000	841	1 239	21 933	(20 695)	-94%	21 000
Total Capital Funding		83 952	231 469	216 857	10 743	100 843	184 124	(83 280)	-45%	216 857

APRIL 2024 CAPITAL GRANTS CHALLENGES AND MITIGATIONS

#	Challenges	Mitigation
1.	<p>NDP Grant: Jouberton Taxi Rank</p> <ul style="list-style-type: none"> - Not enough budget to complete the project. - The construction works are behind in comparison with time elapsed and there is poor expenditure. 	<ul style="list-style-type: none"> - The Directorate Technical and infrastructure prepared an item to Council to request additional funding. - Council should consider funding the shortfall to complete the project.
2.	<p>Extension of National Fresh Produce Market in Klerksdorp Phase2:</p> <ul style="list-style-type: none"> - Poor workmanship on the main building roof and side cladding. - There is no enough budget to complete the Works. 	<ul style="list-style-type: none"> - The Directorate Technical and Infrastructure requested Council for additional funding - The Municipality has requested additional funding from CoGTA.
3.	<p>Development of Cell 3 of the Klerksdorp Landfill Site Delays in commencement of construction due to Construction permit application by the Appointed safety agent. Safety agent appointed on the 24th of January 2024.</p>	<ul style="list-style-type: none"> - Contractor put additional resources and plants on site to expedite progress and catch up with the programme.
4.	<p>Klerksdorp West – Alabama 88kV Loop-In Loop-Out & 20MVA Substation</p> <ul style="list-style-type: none"> - Contractor has terminated the contract due to no payment from the Municipality 	<ul style="list-style-type: none"> - Municipality to fast track OEM payments to aid progress on site.
5.	<p>Refurbishment of Electrical and Mechanical Equipment in the Water Pump Stations in KOSH</p> <ul style="list-style-type: none"> - Slow progress by contractor. - Delays in arrival of soft starters from international supplier hampering with progress. 	<ul style="list-style-type: none"> - Deviation item seeking approval to appoint new contractor in the panel of service providers for water is circulating.
6.	<p>Paving of Taxi Routes and Storm Water Drainage in Khuma (Phase 9):</p> <ul style="list-style-type: none"> - Contractor terminated as of the 5 January 2024 due to poor performance. 	<ul style="list-style-type: none"> - Deviation item seeking approval to appoint new contractor in the panel of service providers for roads is circulating.
7.	<p>Projects awaiting appointment by SCM</p> <ul style="list-style-type: none"> - Jouberton Alabama Sewer Outfall (Phase 1) - Waterborne Toilets in Kanana 	<ul style="list-style-type: none"> - Memo sent to CFO requesting progress on projects that have not been appointed.
8.	<p>Construction of Outfall sewer line in khuma.</p> <ul style="list-style-type: none"> - Delays in appointment of the contractor. 	<ul style="list-style-type: none"> - Memo sent to CFO requesting progress on projects that have not been appointed.
9.	<p>Refurbishment of Chlorine Dozing Plants, Reservoirs and Pump Stations in the City of Matlosana.</p> <ul style="list-style-type: none"> - Delays in Procurement of Chlorine cylinders by City of Matlosana is delaying practical completion of Phase 1 scope 	<ul style="list-style-type: none"> - Awaiting procurement of chlorine cylinders by municipal central stores.

TABLE 9: FINANCIAL POSITION

NW403 City Of Matlosana - Table C6 Monthly Budget Statement - Financial Position - M10 April

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		104 773	197 692	522 893	472 311	522 893
Trade and other receivables from exchange transactions		(900 930)	(44 544)	559 999	(75 738)	559 999
Receivables from non-exchange transactions		1 376 535	47 081	168 101	1 478 518	168 101
Current portion of non-current receivables		0	29	29	(17)	29
Inventory		52 414	55 129	55 129	62 610	55 129
VAT		1 230 782	195 040	195 040	1 343 585	195 040
Other current assets		40 384	37 026	37 026	39 877	37 026
Total current assets		1 903 959	487 454	1 538 218	3 321 146	1 538 218
Non current assets						
Investments						
Investment property		345 682	257 100	257 100	345 682	257 100
Property, plant and equipment		5 724 841	3 851 286	3 836 674	5 541 207	3 836 674
Biological assets						
Living and non-living resources						
Heritage assets		(618 290)	9 941	9 941	(618 290)	9 941
Intangible assets		1 297	1 297	1 297	1 297	1 297
Trade and other receivables from exchange transactions		-	33	33	-	33
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non current assets		5 453 531	4 119 658	4 105 045	5 269 897	4 105 045
TOTAL ASSETS		7 357 489	4 607 112	5 643 263	8 591 043	5 643 263
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		(622)	(2 800)	(2 800)	(622)	(2 800)
Consumer deposits		67 916	97 430	97 430	69 219	97 430
Trade and other payables from exchange transactions		3 370 254	(530 429)	474 787	3 359 632	474 787
Trade and other payables from non-exchange transactions		56 275	93 816	73 143	136 607	73 143
Provision		554 291	572 371	572 371	554 463	572 371
VAT		928 916	-	-	1 183 955	-
Other current liabilities		-	-	-	-	-
Total current liabilities		4 977 029	230 387	1 214 930	5 303 254	1 214 930
Non current liabilities						
Financial liabilities		26 576	81 274	81 274	17 426	81 274
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		26 576	81 274	81 274	17 426	81 274
TOTAL LIABILITIES		5 003 605	311 661	1 296 204	5 320 680	1 296 204
NET ASSETS	2	2 353 884	4 295 451	4 347 059	3 270 363	4 347 059
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		3 963 559	4 177 134	4 177 134	3 287 522	4 177 134
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	3 963 559	4 177 134	4 177 134	3 287 522	4 177 134

Note: The financial position as indicated in Table 9 above shows that the Net Assets of the City of Matlosana as at 30 April 2024 amounts to R 3, 3 billion.

The Current Liabilities exceeds the Current Assets with R2 billion. This is a serious liquidity problem.

2.5 Monthly Budget Statement - Cash Flow Statement

Collection rate – collection rate for the month ending 30 April 2024 is 68%.

TABLE 10: ACTUAL CASH FLOW FOR THE PERIOD ENDING 30 APRIL 2024

NW403 City Of Matlosana - Table C7 Monthly Budget Statement - Cash Flow - M10 April

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									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		340 348	448 861	327 603	33 270	359 506	(11 873)	371 379	-3128%	327 603
Service charges		1 056 634	1 868 568	1 266 062	86 273	908 997	1 055 052	(146 055)	-14%	1 266 062
Other revenue		3 341 579	107 954	80 543	241 971	2 405 208	67 119	#####	3483%	80 543
Transfers and Subsidies - Operational		554 939	611 134	610 701	331	595 525	508 917	86 608	17%	610 701
Transfers and Subsidies - Capital		150 412	197 256	177 016	2 500	172 541	147 513	25 028	17%	177 016
Interest		1 067	9 761	9 761	7	(412)	8 134	(8 546)	-105%	9 761
Dividends										
Payments										
Suppliers and employees		(3 753 555)	(3 025 072)	(2 482 710)	(222 342)	(2 211 018)	(2 111 843)	99 175	-5%	(2 482 710)
Interest										
Transfers and Subsidies										
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 691 423	218 461	(11 024)	142 010	2 230 348	(336 979)	#####	762%	(11 024)
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables										
Decrease (increase) in non-current investments										
Payments										
Capital assets		(83 952)	(231 469)	(216 857)	(10 743)	(100 843)	(180 714)	(79 870)	44%	(216 857)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(83 952)	(231 469)	(216 857)	(10 743)	(100 843)	(180 714)	(79 870)	44%	(216 857)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing										
Increase (decrease) in consumer deposits			2 500	2 500		865	2 083	(1 219)	-58%	2 500
Payments										
Repayment of borrowing			(4 800)	(4 800)			(4 000)	(4 000)	100%	(4 800)
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	(2 300)	(2 300)	-	865	(1 917)	(2 781)	145%	(2 300)
NET INCREASE/ (DECREASE) IN CASH HELD		1 607 471	(15 308)	(230 180)	131 267	2 130 369	(519 610)			(230 180)
Cash/cash equivalents at beginning:		224 921	213 000	305 679	2 099 313	104 773	305 679			104 773
Cash/cash equivalents at month/year end:		1 832 393	197 692	75 499		2 235 142	(213 931)			(125 407)

NOTE: The cash and call Investments for the month ending 30 April 2024 amounts to R155,8 million that consists of the following:

- Bank balances: R9,9 million
- Call investments: R145,8 million

2.6 Actual borrowings

The municipality's position on external loans is set out in Table 11 below. The municipality started the 2023/24 financial year with borrowing debt of R9, 4 million and after repayments of R3,2 million were made, the total outstanding borrowings as at 30 April 2024 amounts to R6,2 million.

TABLE 11: ACTUAL BORROWING FOR THE PERIOD ENDING 30 APRIL 2024

Borrowing Reference No	Start Date	End Date	Lender	% Interest Rate (2 dec) Per Annum	Interest Paid This quarter	Opening Balance 01/07/2023	Debt Repaid or Re-deemed	Balance at 30/04/2024
Monthly Payments								
103677/1	01/11/2010	01/11/2025	Development Bank of SA		83 990,19	9 363 330,99	307 424,93	9 055 906,06
103677/1	01/11/2010	01/11/2025	Development Bank of SA		81 232,97	9 055 906,06	310 182,15	8 745 723,91
103677/1	01/11/2010	01/11/2025	Development Bank of SA		75 920,34	8 745 723,91	315 494,78	8 430 229,13
103677/1	01/11/2010	01/11/2025	Development Bank of SA		75 847,91	8 430 229,13	315 567,21	8 114 661,92
103677/1	01/11/2010	01/11/2025	Development Bank of SA		70 443,07	8 114 661,92	320 972,05	7 793 689,87
103677/1	01/11/2010	01/11/2025	Development Bank of SA		69 912,45	7 793 689,87	321 502,67	7 472 187,20
103677/1	01/11/2010	01/11/2025	Development Bank of SA		67 255,44	7 472 187,20	324 159,68	7 148 027,52
103677/1	01/11/2010	01/11/2025	Development Bank of SA		59 984,77	7 148 027,52	331 430,35	6 816 597,17
103677/1	01/11/2010	01/11/2025	Development Bank of SA		61 149,13	6 816 597,17	330 266,00	6 486 331,17
103677/1	01/11/2010	01/11/2025	Development Bank of SA		56 536,54	6 486 331,17	334 878,59	6 151 452,58
103677/1	01/11/2010	01/11/2025	Development Bank of SA			6 151 452,58		6 151 452,58
103677/1	01/11/2010	01/11/2025	Development Bank of SA			6 151 452,58		6 151 452,58
TOTAL ANNUITIES					702 272,81	9 363 330,99	3 211 878,41	6 151 452,58
ANNUITY LOANS								

PART 2: SUPPORTING DOCUMENTATION

3. IN -YEAR BUDGET STATEMENT SUPPORTING TABLES AND DOCUMENTATIONS

3.1 Debtor's age analysis

Debtors age analysis per service

The municipality's total outstanding debtors amounted to R 9,177,787,847 as at 30 April 2024 compared to R 9,042,550,687 as at 31 March 2024.

Current to 30 days debt amounted to R 278,785,877 as at 30 April 2024 and has increased with R 14,835,786 compared to R 263,950,091 as at 31 March 2024.

31 to 60 days debt decreased with R 34,769,729; 61 to 90 days increased with R 23,637,279 and 91 days and older debt as at 30 April 2024 amounted to R 8,526,552,786 and has increased with R 131,533,824 compared to R 8,395,018,962 as at 31 March 2024.

Interest on debtors is also included in total debtors' book.

Debtors age analysis per debtor type

Government Debt: R 90,190,914 (1%)

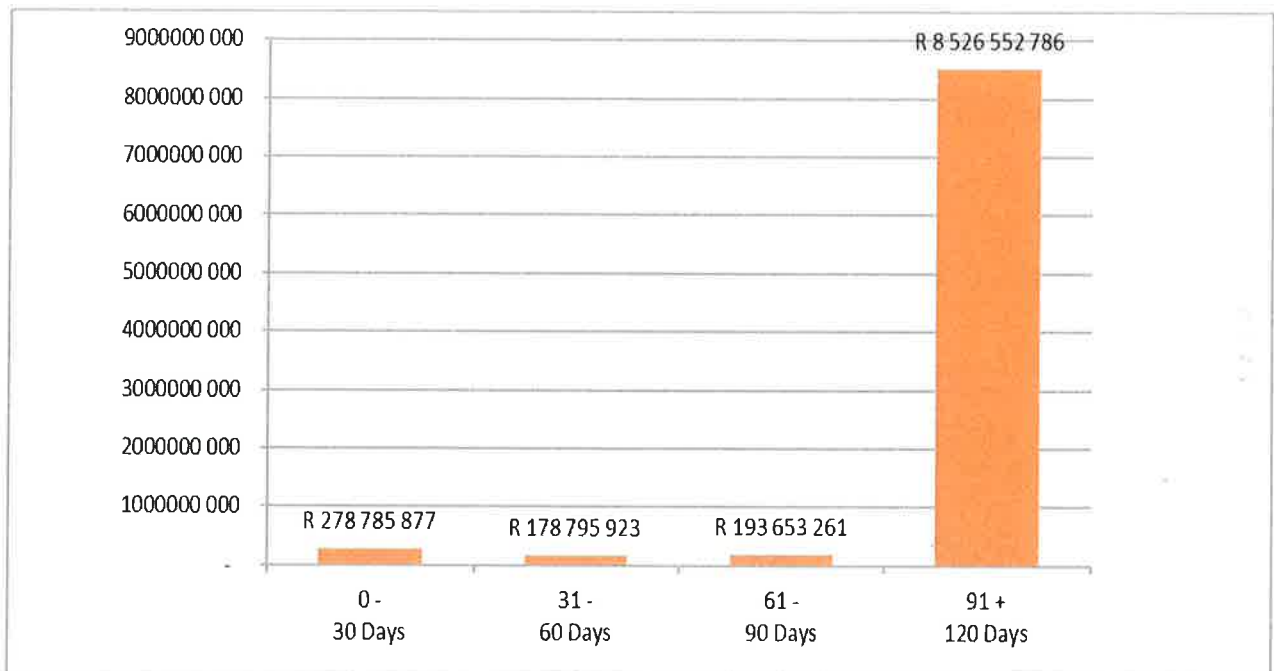
Business debtors: R 704,201,029 (8%)

Domestic debtors': R 8,383,395,903 (91%)

TABLE 12: OUTSTANDING DEBTORS AS AT 30 APRIL 2024

DEBTOR'S AGE ANALYSIS - 30 April 2024

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 + 120 Days	Total
Debtors Age Analysis By Income Source					
Water Tariffs	75 661 898	59 208 038	67 035 163	3 069 213 383	3 271 118 481
Electricity Tariffs	76 192 150	34 371 124	26 921 635	558 339 807	695 824 716
Rates (Property Rates)	33 844 039	15 488 009	13 633 525	443 204 796	506 170 369
Sewerage/ Sanitation	9 462 767	6 944 010	6 315 888	405 721 694	428 444 360
Refuse Removal Tariffs	17 997 432	13 976 100	13 191 819	822 865 221	868 030 572
Other	65 627 591	48 808 643	66 555 231	3 227 207 884	3 408 199 349
Total By Income Source	278 785 877	178 795 923	193 653 261	8 526 552 786	9 177 787 847
Debtors Age Analysis By Customer Group					
Government	7 142 390	5 586 404	3 393 914	74 068 206	90 190 914
Business	73 558 021	33 120 149	26 123 424	571 399 436	704 201 029
Households	198 085 466	140 089 371	164 135 923	7 881 085 144	8 383 395 903
Other	-	-	-	-	-
Total By Customer Group	278 785 877	178 795 923	193 653 261	8 526 552 786	9 177 787 847



Note: According to the Debtors Age Analysis, it is clear that the Household owes 91% of the total outstanding debt.

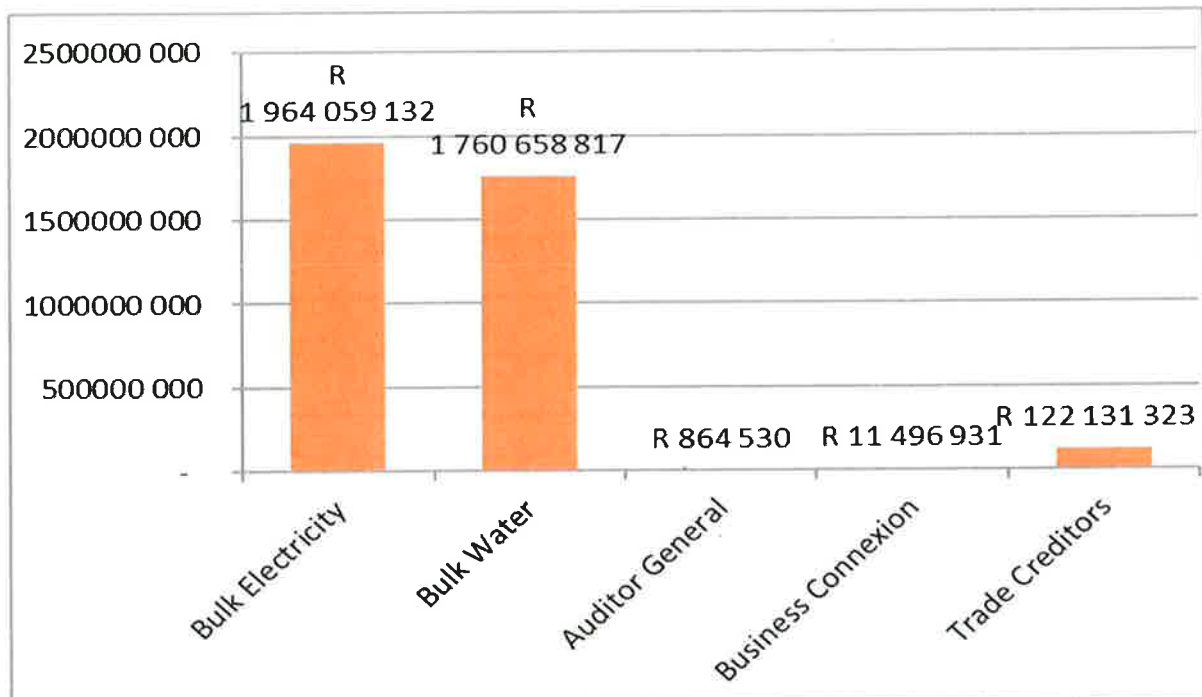
The Municipality should prioritise data cleansing to analyse the debtors on the debtors book, it is believed that some debtors might be deceased.

3.2 Creditors age analysis

The municipality's total outstanding creditors amounted to R 3,859,210,733 as at 30 April 2024 compared with R 3,750,211,864 as at 31 March 2024 and has increased with R 108,998,869.

TABLE 13: CREDITOR'S AGE ANALYSIS AS AT 30 APRIL 2024

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	Total
Bulk Electricity	83 740 666	81 991 535	160 015 272	1 638 311 659	1 964 059 132
Bulk Water	120 367 675	64 435 211	69 714 901	1 506 141 030	1 760 658 817
Auditor General	21 034	341 918	450 077	51 501	864 530
Business Connexion	3 269 378	948 882	1 140 415	6 138 257	11 496 931
Trade Creditors	13 340 192	28 596 622	96 886 798	(16 692 289)	122 131 323
Total	220 738 946	176 314 168	328 207 462	3 133 950 158	3 859 210 733



Note: According to the above information, the Municipality's highest outstanding creditor is ESKOM with the total outstanding amount of R1, 964 billion followed by Midvaal with the total outstanding amount of R1, 761 billion.

3.3 Investment

Surplus cash is invested on a daily basis depending on the commitment of funds. The municipality's investments as at 30 April 2024 is as set out in Table 14 below.

TABLE 14: INVESTMENTS AS AT 30 APRIL 2024

NW403 City Of Matlosana - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M10 April

Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment		Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs	Months									
Municipality												
ABSA		-		daily call	yes	Variable		99 080	792	(75 899)	88 500	112 473
INVESTEC		-		daily call	yes	Variable		8 188	55	-		8 242
SANLAM		2	ys	Policy	yes	Variable	2024/08/01	12 094		-		12 094
FNB		12	months	Long term	yes	Variable	2024/06/30	71		-		71
FNB		-		daily call	yes	Variable		25 004	166	-		25 171
NEDBANK												
Municipality sub-total								144 437	1 013	(75 899)	88 500	158 051
Entities												
Entities sub-total												
TOTAL INVESTMENTS AND INTEREST	2							144 437	1 013	(75 899)	88 500	158 051

Note: The municipality started the beginning of the month with total investments of R144 million and after investment made of R88,5 million and withdrawals of R76 million closed with an investment balance of R158 million that includes collateral and long-term investment at the five listed local banks.

3.4 Allocations received and Actual expenditure on allocations received

The municipality's position with regard to grant allocation received and the actual expenditure on the grant allocations received are set out in Table 15 and 16 below.

TABLE 15: TRANSFER AND GRANT RECEIPTS

NW403 City Of Matlosana - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April

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:		558 483	615 503	615 307	853	592 477	512 801	79 676	15,5%	615 307
Energy Efficiency and Demand Side Management Grant		2 997	4 000	4 000	32	1 654	3 333	(1 679)	-50,4%	4 000
Equitable Share		545 270	599 104	599 104	-	584 455	499 253	85 202	17,1%	599 104
Expanded Public Works Programme Integrated Grant		2 181	3 512	3 316	329	2 493	2 809	(316)	-11,2%	3 316
Local Government Financial Management Grant		3 007	3 100	3 100	34	550	2 583	(2 034)	-78,7%	3 100
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	3	5 028	5 787	5 787	458	3 325	4 822	(1 497)	-31,0%	5 787
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		1 037	1 418	1 181	8	556	1 039	(484)	-46,5%	1 181
Capacity Building and Other Grants		1 037	1 418	1 181	8	556	1 039	(484)	-46,5%	1 181
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	559 520	616 921	616 488	861	593 033	513 841	79 192	15,4%	616 488
Capital Transfers and Grants										
National Government:		107 437	191 469	171 229	2 200	94 701	147 414	(52 713)	-35,8%	171 229
Integrated National Electrification Programme Grant		24 633	1 732	1 732	-	4 778	1 443	3 335	231,1%	1 732
Municipal Infrastructure Grant		62 977	109 945	102 205	2 200	55 793	86 977	(31 184)	-35,9%	102 205
Neighbourhood Development Partnership Grant		12 921	31 162	21 162	-	13 044	19 968	(6 924)	-34,7%	21 162
Water Services Infrastructure Grant		6 905	48 630	46 130	-	21 085	39 025	(17 940)	-46,0%	46 130
Provincial Government:		-	-	300	-	-	180	(180)	-100,0%	300
Capacity Building and Other Grants		-	-	300	-	-	180	(180)	-100,0%	300
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	107 437	191 469	171 529	2 200	94 701	147 594	(52 893)	-35,8%	171 529
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	666 957	808 390	788 017	3 061	687 734	661 434	26 300	4,0%	788 017

Note: The table reflect the YTD actual revenue amounts to R688 million, against the YTD budget of R661 million as at 30 April 2024. Revenue on Grants can only be recognized when conditions are met.

TABLE 16: TRANSFER AND GRANT EXPENDITURE

NW403 City Of Matlosana - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April

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:		98 226	109 706	111 582	7 962	87 910	92 548	(4 638)	-5,0%	111 582
Energy Efficiency and Demand Side Management Grant		3 186	4 000	4 000	32	3 684	3 333	350	10,5%	4 000
Equitable Share		77 894	93 855	95 644	6 268	75 753	79 286	(3 533)	-4,5%	95 644
Expanded Public Works Programme Integrated Grant		1 982	3 512	3 512	322	2 815	2 927	(111)	-3,8%	3 512
Local Government Financial Management Grant		9 910	3 100	3 100	919	1 478	2 583	(1 106)	-42,8%	3 100
Municipal Disaster Relief Grant		141	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		5 113	5 239	5 326	421	4 181	4 418	(238)	-5,4%	5 326
Provincial Government:		1 374	3 308	3 338	242	2 082	2 767	(685)	-24,7%	3 338
Capacity Building and Other Grants		1 374	3 308	3 338	242	2 082	2 767	(685)	-24,7%	3 338
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		99 600	113 014	114 920	8 204	89 992	95 314	(5 322)	-5,6%	114 920
Capital expenditure of Transfers and Grants										
National Government:		77 727	191 469	195 857	9 902	99 374	162 190	(62 816)	-38,7%	195 857
Integrated National Electrification Programme Grant		23 032	1 732	6 163	434	4 589	4 102	487	11,9%	6 163
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		37 455	109 945	122 402	8 229	58 738	99 095	(40 357)	-40,7%	122 402
Neighbourhood Development Partnership Grant		11 236	31 162	21 162	1 144	14 129	19 968	(5 839)	-29,2%	21 162
Water Services Infrastructure Grant		6 004	48 630	46 130	95	21 918	39 025	(17 107)	-43,8%	46 130
Provincial Government:		-	-	-	-	231	-	231	#DIV/0!	-
Capacity Building and Other Grants		-	-	-	-	231	-	231	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		77 727	191 469	195 857	9 902	99 605	162 190	(62 586)	-38,6%	195 857
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		177 327	304 483	310 777	18 106	189 597	257 505	(67 908)	-26,4%	310 777

Note: The table reflect the YTD actual expenditure incurred amounting to R189, 5 million against the YTD budget of R258 million as at 30 April 2024.

3.5 COUNCILORS AND EMPLOYEE BENEFITS

- Employees related cost – R643 million spent as at 30 April 2024
- Council Remuneration – R33, 8 million spent as at 30 April 2024

TABLE 17: COUNCILORS AND EMPLOYEE BENEFIT

NW403 City Of Matlosana - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M10 April

Summary of Employee and Councillor remuneration	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		A	B	C					D	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		23 751	25 884	25 884	1 954	20 758	21 570	(812)	-4%	25 884
Pension and UIF Contributions		1 782	2 368	2 368	142	1 435	1 973	(538)	-27%	2 368
Medical Aid Contributions		-	19	19	-	-	16	(16)	-100%	19
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		2 867	3 013	4 924	380	4 166	3 657	509	14%	4 924
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		8 511	10 303	10 303	699	7 398	8 586	(1 188)	-14%	10 303
Sub Total - Councillors		36 912	41 586	43 497	3 175	33 757	35 802	(2 045)	-6%	43 497
% increase	4		12,7%	17,8%						17,8%
Senior Managers of the Municipality										
Basic Salaries and Wages		1 914	11 387	3 283	(1 220)	(6 350)	4 627	(10 977)	-237%	3 283
Pension and UIF Contributions		5	17	17	-	1	14	(13)	-93%	17
Medical Aid Contributions		33	53	53	-	-	44	(44)	-100%	53
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		192	1 438	909	-	-	881	(881)	-100%	909
Cellphone Allowance		-	222	222	-	-	185	(185)	-100%	222
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	8	37	-	17	24	(7)	-30%	37
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		2 144	13 124	4 521	(1 220)	(6 332)	5 775	(12 107)	-210%	4 521
% increase	4		512,2%	110,9%						110,9%
Other Municipal Staff										
Basic Salaries and Wages		439 677	486 850	465 200	42 086	417 360	392 718	24 641	6%	465 200
Pension and UIF Contributions		89 792	103 620	101 533	7 963	78 898	85 098	(6 200)	-7%	101 533
Medical Aid Contributions		39 568	46 423	46 004	3 677	35 024	38 435	(3 410)	-9%	46 004
Overtime		69 475	30 224	51 339	4 799	55 679	37 856	17 822	47%	51 339
Performance Bonus		33 962	40 102	39 709	1 757	30 500	33 183	(2 683)	-8%	39 709
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		1 450	1 486	2 003	128	1 366	1 549	(182)	-12%	2 003
Housing Allowances		6 312	8 525	8 360	536	5 240	7 005	(1 765)	-25%	8 360
Other benefits and allowances		18 977	40 503	37 634	1 753	16 535	32 172	(15 636)	-49%	37 634
Payments in lieu of leave		16 297	14 964	14 671	1 322	8 585	12 155	(3 570)	-29%	14 671
Long service awards		(1 095)	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	(19 722)	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		694 693	772 697	766 454	64 022	649 188	640 171	9 017	1%	766 454
% increase	4		11,2%	10,3%						10,3%
Total Parent Municipality		733 749	827 408	814 472	65 976	676 613	681 748	(5 135)	-1%	814 472

Overtime

The total overtime budget for the 2023/24 financial year amounts to R47, 6 million. The actual expenditure for the month ending 30 April 2024 amounted to R4, 6 million and Year to date actual expenditure amounted to R51, 9 million that is 109% of the total budget.

OVERTIME 30 APRIL 2024

Department	Description	Budget/OpenBal	Curr Mth Expend	YTD Movement	Balance	% Exp
Community Services	MS: OVERTIME - NON STRUCTURED	2 135 017	143 036	1 345 057	789 960	62.99
Planning & human Settlements	MS: OVERTIME - NON STRUCTURED	9 065		3 860	5 205	42.58
SAC	MS: OVERTIME - NON STRUCTURED	917 250	141 057	1 087 470	- 170 220	118.55
Council General	MS: OVERTIME - NON STRUCTURED	264 916		94 561	170 355	35.69
Civil Engineering	MS: OVERTIME - NON STRUCTURED	1 039 985	61 614	835 145	204 840	80.30
Water	MS: OVERTIME - NON STRUCTURED	9 917 832	904 459	11 637 842	- 1 720 010	117.34
Electrical Engineering	MS: OVERTIME - NON STRUCTURED	1 178 147	76 858	1 215 200	- 37 053	103.14
Electrical	MS: OVERTIME - NON STRUCTURED	7 120 376	480 894	7 141 761	- 21 385	100.30
Corporate	MS: OVERTIME - NON STRUCTURED	731 382	33 304	823 038	- 91 656	112.53
Finance	MS: OVERTIME - NON STRUCTURED	3 509 755	602 421	4 796 342	- 1 286 587	136.65
Cleansing	MS: OVERTIME - NON STRUCTURED	10 590 067	928 498	11 876 678	- 1 286 611	112.14
Sewerage	MS: OVERTIME - NON STRUCTURED	9 902 309	1 250 052	10 746 190	- 843 881	108.52
Market	MS: OVERTIME - NON STRUCTURED	283 245		260 091	23 154	91.82
LED	MS: OVERTIME - NON STRUCTURED	7 566		6 728	838	88.91
		47 606 912	4 622 194	51 869 963	- 4 263 051	109

Note: The cost of employment needs to be closely monitored during 2023/24 financial year specifically expenditure item like overtime to ensure that these costs remain within the allocated budget.

TABLE: 18 MATERIAL VARIANCES

NW403 City of Matlosana - Supporting Table SC1 Material variance explanations – M10 April 2024					
Ref	Description	Variance	%	Reasons for material deviations	Remedial or corrective steps/remarks
1	Revenue By Source Property Rates	(26 389 351)	-6%	The reconciliation between the valuation roll and the financial system is conducted on a monthly basis. However, the anticipated revenue has not yet been reached as budgeted at the beginning of the financial year.	Finance Department and Housing Development Department have devised a plan to fast track the correctly zoned, properties that are incorrectly zoned. This should improve the revenue on properties.
	Service Charges: Electricity	(78 313 275)	-9%	Less revenue billed on electricity than initially anticipated. The reduction on this line item can be attributed to the current implementation of load shedding by ESKOM and the acceleration of customers converting to solar. The municipality is also enforcing the measures to reduce illegal connections and ensure that all properties consuming electricity are billed. The budget on this line item was reduced during the Adjustment Budget.	The municipality is also enforcing the measures to reduce illegal connections and ensure that all properties consuming electricity are billed. The budget on this line item was reduced during the Adjustment Budget.
	Service Charges: Refuse	(26 532 284)	-14%	Less revenue billed as the anticipated increase on the refuse revenue has not materialised.	The municipality has to ensure that the process of reconciling the valuation roll and the financial system is accelerated to ensure that all properties within City of Matlosana are billed for refuse collection.
	Other revenue	(5 948 158)	-16%	The budgeted amount consists of numerous items (e.g. Commission: insurance, Commission: Transaction Handling fees, Plan printing and duplicate, etc.) in this instance under performance was mostly on the Sale of Property and Commission Transaction Handling fees. The reason for under collection is that there has been delays in the issuing of clearance figures for property transfers.	Housing Development department has suggested that the current process plan and policies (Rates and Credit Control) be reviewed due to the delay in the process of issuing of clearance figures.
	Interest earned from Receivables	60 761 555	14%	The variance is as a result of the debtors' book that is increasing due to non-payment of debtors. The increase in the debtors result in an increase interest charges.	The enhancement of revenue and increasing of payment rate should be accelerated, as the financial stability of the municipality is dependent on them.

2	Expenditure by Type				
	Contracted services	(161 617 179)	-41%	Mainly on Security service, repair and maintenance of fleet, repair and maintenance of buildings and equipment and Asset Register administration. Low spending than initially planned due to cash flow challenges.	
	Interest	(8 185 254)	-92%	The underspending is mainly on interest paid on overdue accounts, most of the journals for interest paid on overdue accounts are done at the end of the financial year	
	Debt Impairment	(278 635 960)	-100%	Transactions for debt impairment have been done on the wrong Vote number. Journals have to be done to correct the mistakes.	Journals have to be done to correct the mistakes.
	Operational Cost	(83 033 875)	-32%	Less spending due to cash flow challenges	
	Bulk Purchases	(372 824 648)	-45%	Expenditure is lower due to the outstanding Eskom invoices, it is difficult for the municipality to meet the obligation due to the cash flow challenges.	

TABLE 19: FINANCIAL PERFORMANCE

NW403 City Of Matlosana - Supporting Table SC2 Monthly Budget Statement - performance indicators - M10 April

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		5,0%	10,5%	11,0%	0,0%	1,4%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		87,1%	-8,6%	15,0%	106,9%	15,0%
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	38,3%	211,6%	126,6%	62,6%	126,6%
Liquidity Ratio	Monetary Assets/Current Liabilities		2,1%	85,8%	43,0%	8,9%	43,0%
<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		13,8%	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	0,0%	19,0%	19,0%	0,0%	19,0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	0,0%	15,0%	15,0%	0,0%	15,0%
Employee costs	Employee costs/Total Revenue - capital revenue		18,6%	18,6%	19,6%	19,3%	19,6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		7,3%	13,2%	15,6%	10,6%	15,6%
Interest & Depreciation	I&D/Total Revenue - capital revenue		16,6%	10,7%	11,0%	0,0%	1,4%
<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						

TABLE: 20 CAPITAL EXPENDITURE PERFORMANCE

NW403 City Of Matlosana - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M10 April

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									
Monthly expenditure performance trend									
July	6 996	19 289	19 289	246	246	19 289	19 044	98,7%	0%
August	6 996	19 289	19 289	1 370	1 370	38 578	37 209	96,4%	1%
September	6 996	19 289	19 289	2 482	2 482	57 867	55 385	95,7%	1%
October	6 996	19 289	19 289	9 533	9 533	77 157	67 623	87,6%	4%
November	6 996	19 289	19 289	4 160	4 160	96 446	92 286	95,7%	2%
December	6 996	19 289	19 289	32 673	32 673	115 735	83 062	71,8%	14%
January	6 996	19 289	19 289	6 503	6 503	135 024	128 521	95,2%	3%
February	6 996	19 289	16 367	31 087	31 087	151 390	120 303	79,5%	13%
March	6 996	19 289	16 367	2 047	2 047	167 757	165 710	98,8%	1%
April	6 996	19 289	16 367	10 743	10 743	184 124	173 380	94,2%	0
May	6 996	19 289	16 367	-	10 743	200 490	189 747	94,6%	0
June	6 996	19 289	16 366	-	-	216 857	216 857	100,0%	-
Total Capital expenditure	83 952	231 469	216 857	100 843					

3.6 OTHER SUPPORTING DOCUMENTS

- SC13a: Capital expenditure on new assets by assets class
- SC 13b: Capital expenditure on renewal of existing assets
- SC 13c: Expenditure On repairs and maintenance by assets class
- SC 13d: Depreciation by assets class
- SC 13e: Expenditure on upgrading of existing assets by asset
- Progress on Municipal Debt Relief
- Collection Rate per Ward
- Summary of collections
- Credit Control actions
- Indigent report
- Financial Plan

SUPPORTING TABLE SC13a:

NW403 City Of Matlosana - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M10 April

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	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		72 053	178 183	131 331	9 902	53 370	120 375	67 005	55,7%	131 331
Roads Infrastructure		23 808	43 685	40 631	1 144	23 835	34 572	10 737	31,1%	40 631
Roads		23 808	43 685	40 631	1 144	23 835	34 572	10 737	31,1%	40 631
Electrical Infrastructure		29 978	14 200	14 431	434	3 108	11 972	8 863	74,0%	14 431
Power Plants										
HV Substations		6 225	14 200	10 000	-	-	9 313	9 313	100,0%	10 000
MV Networks		21 362	-	4 431	434	3 108	2 658	(450)	-16,9%	4 431
LV Networks		2 391	-	-	-	-	-	-		-
Capital Spares										
Water Supply Infrastructure		8 186	45 475	39 642	4 280	11 114	33 479	22 366	66,8%	39 642
Bulk Mains		6 660	19 000	28 167	4 185	6 156	20 417	14 261	69,9%	28 167
Distribution		1 526	26 475	11 475	95	4 958	13 062	8 104	62,0%	11 475
Sanitation Infrastructure		6 584	39 352	12 568	539	3 859	17 640	13 781	78,1%	12 568
Pump Station		2 799	-	1 386	-	717	1 749	1 032	59,0%	1 386
Reticulation		2 688	8 935	-	-	-	2 085	2 085	100,0%	-
Waste Water Treatment Works										
Outfall Sewers		-	19 000	5 182	539	1 090	7 542	6 453	85,6%	5 182
Toilet Facilities		1 097	11 418	6 000	-	2 052	6 264	4 212	67,2%	6 000
Capital Spares										
Solid Waste Infrastructure		3 496	35 471	24 059	3 505	11 454	22 712	11 258	49,6%	24 059
Landfill Sites										
Waste Transfer Stations		3 496	35 471	24 059	3 505	11 454	22 712	11 258	49,6%	24 059
Community Assets		2 950	7 000	8 906	-	4 404	6 977	2 573	36,9%	8 906
Sport and Recreation Facilities		2 950	7 000	8 906	-	4 404	6 977	2 573	36,9%	8 906
Indoor Facilities		-	-	-	-	-	-	-		-
Outdoor Facilities		2 950	7 000	8 906	-	4 404	6 977	2 573	36,9%	8 906
Computer Equipment		-	8 000	8 000	841	1 099	6 667	5 568	83,5%	8 000
Computer Equipment		-	8 000	8 000	841	1 099	6 667	5 568	83,5%	8 000
Furniture and Office Equipment		0	1 800	800	-	38	900	862	95,7%	800
Furniture and Office Equipment		0	1 800	800	-	38	900	862	95,7%	800
Machinery and Equipment		-	1 000	500	-	101	533	432	81,0%	500
Machinery and Equipment		-	1 000	500	-	101	533	432	81,0%	500
Transport Assets		7	4 543	28 690	-	24 380	18 274	(6 106)	-33,4%	28 690
Transport Assets		7	4 543	28 690	-	24 380	18 274	(6 106)	-33,4%	28 690
Total Capital Expenditure on new assets	1	75 010	200 526	178 228	10 743	83 392	153 726	70 334	45,8%	178 228

SUPPORTING TABLE SC13b

NW403 City Of Matlosana - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets 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									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		3 055	19 526	13 206	-	1 932	12 480	10 548	84,5%	13 206
Electrical Infrastructure		3 055	5 206	5 206	-	1 481	4 339	2 858	65,9%	5 206
Power Plants										
HV Substations		1 670	1 732	1 732	-	1 481	1 443	(37)	-2,6%	1 732
HV Switching Station										
HV Transmission Conductors										
MV Substations										
MV Switching Stations										
MV Networks										
LV Networks		1 385	3 474	3 474	-	-	2 895	2 895	100,0%	3 474
Sanitation Infrastructure		-	14 320	8 000	-	451	8 141	7 690	94,5%	8 000
Pump Station										
Reticulation										
Waste Water Treatment Works		-	14 320	8 000	-	451	8 141	7 690	94,5%	8 000
Total Capital Expenditure on renewal of existing ass	1	3 055	19 526	13 206	-	1 932	12 480	10 548	84,5%	13 206

SUPPORTING TABLE SC13c

NW403 City Of Matlosana - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M10 April

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										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure	1	106 663	196 887	231 179	15 234	153 221	184 648	31 428	17,0%	231 179
Roads Infrastructure		18 695	56 998	79 792	2 533	64 011	61 175	(2 836)	-4,6%	79 792
Roads		18 070	56 065	79 034	2 508	63 684	60 502	(3 182)	-5,3%	79 034
Road Structures										
Road Furniture		625	933	758	26	327	673	345	51,3%	758
Capital Spares										
Storm water Infrastructure		-	10 000	10 000	-	2 098	8 333	6 236	74,8%	10 000
Drainage Collection		-	10 000	10 000	-	2 098	8 333	6 236	74,8%	10 000
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		72 297	91 719	97 219	9 005	67 893	79 733	11 840	14,8%	97 219
MV Substations		261	823	823	-	-	686	686	100,0%	823
MV Switching Stations		165	122	122	-	-	101	101	100,0%	122
MV Networks										
LV Networks		71 871	90 774	96 274	9 005	67 893	78 945	11 052	14,0%	96 274
Capital Spares										
Water Supply Infrastructure		11 580	16 679	19 679	3 600	11 075	15 699	4 624	29,5%	19 679
Dams and Weirs										
Boreholes										
Reservoirs		1 044	3 697	3 697	210	775	3 081	2 306	74,8%	3 697
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution		10 536	12 982	15 982	3 390	10 300	12 618	2 319	18,4%	15 982
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		4 091	21 490	24 489	95	8 144	19 708	11 564	58,7%	24 489
Pump Station										
Reticulation		2 716	11 281	14 279	95	7 069	11 200	4 131	36,9%	14 279
Waste Water Treatment Works		1 375	10 210	10 210	-	1 076	8 508	7 433	87,4%	10 210
Community Assets		5 742	18 730	19 421	1 469	6 505	16 023	9 518	59,4%	19 421
Community Facilities		3 113	10 612	11 588	1 161	3 659	9 429	5 770	61,2%	11 588
Museums		81	1 064	564	-	21	587	566	96,4%	564
Galleries										
Theatres										
Libraries		619	1 911	3 092	7	564	2 301	1 737	75,5%	3 092
Cemeteries/Crematoria		2 253	6 030	6 130	959	2 760	5 085	2 325	45,7%	6 130
Police										
Parks										
Public Open Space		-	130	30	-	-	48	48	100,0%	30
Nature Reserves		104	729	739	-	119	614	494	80,5%	739
Public Ablution Facilities										
Markets		55	748	1 032	195	195	794	599	75,5%	1 032
Sport and Recreation Facilities		2 630	8 119	7 834	308	2 846	6 595	3 748	56,8%	7 834
Indoor Facilities		1 359	2 505	2 305	85	268	1 967	1 700	86,4%	2 305
Outdoor Facilities		1 271	5 614	5 529	223	2 579	4 627	2 049	44,3%	5 529
Capital Spares										
Heritage assets		136	199	99	-	38	105	68	64,4%	99
Monuments										
Historic Buildings										
Works of Art		-	-	-	-	-	-	-	-	-
Conservation Areas		136	199	99	-	38	105	68	64,4%	99

Other assets		4 604	10 626	9 257	416	1 862	8 096	6 234	77,0%	9 257
Operational Buildings		4 604	10 626	9 257	416	1 862	8 096	6 234	77,0%	9 257
Municipal Offices		4 576	10 566	9 207	416	1 831	8 052	6 221	77,3%	9 207
Pay/Enquiry Points								-		
Building Plan Offices								-		
Workshops		28	51	41	-	30	36	6	17,4%	41
Yards								-		
Stores		-	10	10	-	1	8	7	91,2%	10
Intangible Assets		5 072	4 563	9 541	865	3 245	6 289	3 044	48,4%	9 541
Servitudes								-		
Licences and Rights		5 072	4 563	9 541	865	3 245	6 289	3 044	48,4%	9 541
Water Rights								-		
Effluent Licenses								-		
Solid Waste Licenses								-		
Computer Software and Applications		5 072	4 563	9 541	865	3 245	6 289	3 044	48,4%	9 541
Load Settlement Software Applications								-		
Unspecified								-		
Computer Equipment		1 847	4 300	4 385	13	482	3 634	3 153	86,7%	4 385
Computer Equipment		1 847	4 300	4 385	13	482	3 634	3 153	86,7%	4 385
Furniture and Office Equipment		2 356	3 068	3 375	30	1 550	2 741	1 191	43,4%	3 375
Furniture and Office Equipment		2 356	3 068	3 375	30	1 550	2 741	1 191	43,4%	3 375
Machinery and Equipment		10 911	25 639	26 443	330	9 887	21 822	11 935	54,7%	26 443
Machinery and Equipment		10 911	25 639	26 443	330	9 887	21 822	11 935	54,7%	26 443
Transport Assets		194	14 390	2 464	-	31	4 836	4 805	99,4%	2 464
Transport Assets		194	14 390	2 464	-	31	4 836	4 805	99,4%	2 464
Total Repairs and Maintenance Expenditure	1	137 526	278 402	306 165	18 356	176 820	248 196	71 376	28,8%	306 165

SUPPORTING TABLE SC13d

NW403 City Of Matlosana - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M10 April

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										
Depreciation by Asset Class/Sub-class										
Infrastructure	1	-	322 692	322 692	24 719	222 470	268 910	46 440	17,3%	322 692
Roads Infrastructure		-	96 260	103 260	7 976	71 780	84 416	12 636	15,0%	103 260
Roads		-	96 260	103 260	7 976	71 780	84 416	12 636	15,0%	103 260
Electrical Infrastructure		-	59 997	59 997	4 520	40 683	49 997	9 315	18,6%	59 997
MV Networks		-	59 997	59 997	4 520	40 683	49 997	9 315	18,6%	59 997
LV Networks		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	93 480	78 480	5 747	51 722	68 900	17 178	24,9%	78 480
Distribution		-	93 480	78 480	5 747	51 722	68 900	17 178	24,9%	78 480
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	72 956	80 956	6 476	58 285	65 596	7 312	11,1%	80 956
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	72 956	80 956	6 476	58 285	65 596	7 312	11,1%	80 956
Other assets		136 154	79 263	79 263	6 399	57 588	66 052	8 465	12,8%	79 263
Operational Buildings		136 154	79 263	79 263	6 399	57 588	66 052	8 465	12,8%	79 263
Municipal Offices		136 154	79 263	79 263	6 399	57 588	66 052	8 465	12,8%	79 263
Computer Equipment		-	1 763	1 763	109	980	1 469	489	33,3%	1 763
Computer Equipment		-	1 763	1 763	109	980	1 469	489	33,3%	1 763
Furniture and Office Equipment		3 651	2 617	2 617	123	1 110	2 181	1 070	49,1%	2 617
Furniture and Office Equipment		3 651	2 617	2 617	123	1 110	2 181	1 070	49,1%	2 617
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		243 149	33 666	13 666	259	2 329	16 055	13 726	85,5%	13 666
Transport Assets		243 149	33 666	13 666	259	2 329	16 055	13 726	85,5%	13 666
Total Depreciation	1	382 953	440 000	420 000	31 609	284 477	354 667	70 190	19,8%	420 000

SUPPORTING TABLE SC13e

NW403 City Of Matlosana - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets 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										
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure	1	1 542	11 418	20 655	-	14 457	15 057	601	4,0%	20 655
Water Supply Infrastructure		1 542	11 418	20 655	-	14 457	15 057	601	4,0%	20 655
Dams and Weirs										
Boreholes										
Reservoirs		1 542	11 418	20 655	-	14 457	15 057	601	4,0%	20 655
Community Assets		4 345	-	3 067	-	1 063	1 840	777	42,2%	3 067
Community Facilities		4 345	-	3 067	-	1 063	1 840	777	42,2%	3 067
Markets		4 345	-	3 067	-	1 063	1 840	777	42,2%	3 067
Other assets		-	-	1 700	-	-	1 020	1 020	100,0%	1 700
Operational Buildings		-	-	1 700	-	-	1 020	1 020	100,0%	1 700
Capital Spares		-	-	1 700	-	-	1 020	1 020	100,0%	1 700
Total Capital Expenditure on upgrading of existing	1	5 887	11 418	25 423	-	15 520	17 918	2 398	13,4%	25 423

Progress on Municipal Debt Relief

**CITY OF MATLOSANA MONTHLY
MONITORING PLAN 30 APRIL 2024**

Monthly Compliance Check List		Responsible Person	Monthly Progress	How are you going to ensure compliance (applicable manager to provide SOP that will be updated and monitored)
6.3	Maintaining the Eskom and bulk water current account – <small>(current account for the purpose of this exercise means the account for a single month's consumption):</small>			
6.3.1	- Has the municipality paid its <i>bulk water current account</i> within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)?	Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org Lesego Seametso (MM) 018 487 8009 / 076 018 7668 lseametso@klerksdorp.org	No	The municipality held a meeting on the 6th of March 2024 with the CEO of Midvaal to revise the current payment plan to a more affordable one. However, partial payments were made as per the current arrangement.
6.3.2	- Has the municipality submitted the supporting evidence of the bulk water current account payment to the National Treasury, the Water Board and/ or Water Trading Entity within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://iguploadportal.treasury.gov.za?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Letlhoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org	Yes	Both Midval and Eskom were partially paid and proof was uploaded.
6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://iguploadportal.treasury.gov.za?	Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org	Yes	
6.3.4	- Does the amount of the bulk water current account payment as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of the Water Board and/ or Water Trading Entity?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Letlhoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org	Yes	
6.3.1	- Has the municipality paid its <i>Eskom bulk current account</i> within 30 days of receiving the relevant invoice (this applies to all municipalities, including metros)?	Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org Lesego Seametso (MM) 018 487 8009 / 076 018 7668 lseametso@klerksdorp.org	No	The CoM fell short of payments made, a meeting was held with NT to submit a mitigating plan of recovery. The plan was accepted on condition that CoM cover all outstanding payments by 28 February 2024.
6.3.2	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://iguploadportal.treasury.gov.za?	J Makudubele (Accountant) – 018 487 8483 jpapers@klerksdorp.org J Letlhoo (Assistant Director Expenditure) – 018 487 8533 gopolang@klerksdorp.org	Yes	
6.3.3	- Has the municipality submitted the supporting evidence of the bulk Eskom current account payment to the National Treasury and Eskom within 1 day of making any such payment (in PDF format) via the GoMuni Upload Portal https://iguploadportal.treasury.gov.za?	Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org	Yes	

6.3.4	<p>- Does the amount as per the proof of payment reconcile to the amount recorded on the financial system as per the mSCOA data string and the section 41(2) MFMA statement of Eskom?</p>	<p>J Makudubele (Accountant) – 018 487 8483 <u>jpapers@klerksdorp.org</u> J Lethoo (Assistant Director Expenditure) – 018 487 8533 <u>gopolang@klerksdorp.org</u> Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 <u>mmphetla@klerksdorp.org</u></p>	<p>8483 8533 4045</p>	<p>Yes</p>	
6.4	<p>Compliance with a funded MTREF –</p>				
6.4.1	<p>- Has the municipality tabled and adopted a funded 2023/24 MTREF aligning to the National Treasury's Budget Funding Guidelines - http://mfma-treasury.gov.za/Guidelines/Pages/Funding.aspx?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 <u>osekgala@klerksdorp.org</u> D Rossouw (Assistant Director Budget) 018 487 8518 <u>drossouw@klerksdorp.org</u></p>	<p>8040 8518</p>	<p>No</p>	<p>The funding plan was revised during the adjustment budget and submitted to Council. A new funding plan was submitted with the 2024/25 Draft Budget. Due to low collection and high water & electrical losses, make the funding of the budget challenging. C4 attached as POE</p>
6.4.1	<p>- Has the municipality budgeted for any operating surplus on the A1 Schedule (Table A4 – Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 <u>osekgala@klerksdorp.org</u> D Rossouw (Assistant Director Budget) 018 487 8518 <u>drossouw@klerksdorp.org</u></p>	<p>8040 8518</p>	<p>Yes</p>	
6.4.1	<p>- Has the municipality made adequate provision for debt impairment (considering the actual collection of revenue and property rates during the 12 months immediately preceding the tabling of the budget) on the A1 Schedule (Table A4 - Budgeted Financial Performance) of the Municipal Budget- and Reporting Regulations?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 <u>osekgala@klerksdorp.org</u> D Rossouw (Assistant Director Budget) 018 487 8518 <u>drossouw@klerksdorp.org</u></p>	<p>8040 8518</p>	<p>No</p>	<p>The debt impairment provision for 2023/24 will be re-adjusted before 30 June 2024.</p>
	<p><i>Note - For example, if the municipality during the preceding 12 months only managed to collect 60 per cent of its revenue (also property rates), the provision for debt impairment aligning with the historic collection trend should align to 40 per cent of the 2023/24 MTREF revenue projections (also property rates). If the municipality merely used the debt impairment to 'balance' the budget and there is no real alignment between the provision for such with the actual collection of revenue, the Provincial Treasury must respond to this item as: "No".</i></p>				

6.4.1	<p>- Has the municipality made adequate provision for depreciation and asset impairment (considering its asset register and physical state of assets) on the A1 Schedule) Table A4 - Budgeted Financial Performance) of the Municipal Budget-and Reporting Regulations?</p> <p><i>Note - if the municipality merely used the depreciation and asset impairment to 'balance' the budget and there is no real alignment between the provisions for such with the state of assets/asset register, the Provincial Treasury must respond to this item as: "No".</i></p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	Yes	<p>The figures is based on the 2022/23 audit outcome and take into consideration the budgeted capital acquisitions for the 2023/24 year.</p>
6.4.2	<p>- If the municipality's MTREF is not funded, has it tabled and adopted a credible Budget Funding Plan as part of the MTREF budget (refer item 9.3 of MFMA Budget Circular no. 122, 09 December 2022)?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	Yes	<p>The funding plan was tabled together with the Adjustment Budget. It will be monitored strictly on a monthly progress. MMC's committed at Mayoral Committee to monitor the progress closely. The A7 is currently projecting 12 equal amounts, so this will be corrected on the next MTREF budget 2024/2025 after implementing the BMM.</p>
6,5	<p>Cost reflective tariffs – has the municipality included its completed tariff tool (refer MFMA Circular no. 98 and item 5.2 of MFMA Budget Circular no. 122) as part of the municipality's annual tabled and adopted MTREF submissions with effect the tabling of the 2023/24 MTREF?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	No	<p>City of Matlosana has completed the draft tariff tool to Provincial Treasury for inputs. The plan is to table the tariff tool together with the Draft Budget on 29 March 2024. The MFIP Advisor from National Treasury is currently assisting the municipality in ensuring proper compilation of the tariff tool.</p>
6,6	<p>Electricity and water as collection tools – has the municipality, with effect from the tabling of the 2023/24 MTREF, demonstrated, through its by-laws and budget related policies that:</p>			

6.6.1	- the municipality issues a consolidated monthly bill to all consumers/property owners in terms of which all partial payments received are allocated in the following order of priority: firstly, to property rates, thereafter to water, wastewater, refuse removal and lastly to electricity?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	Yes	The current bill allocation is not aligned to Circular 124. The Customer Care, Credit Control and Debt Collection Policy will be reviewed to correct this.
6.6.2	- the municipality disconnects electricity services and/or block the purchasing of pre-paid electricity of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	Yes	The 80/20 is applied to defaulting consumers as per credit control policy
6.6.3	- the municipality is restricting and/or interrupting the supply of water of any defaulting consumer/property owner unless the defaulter already registered as an indigent consumer with the municipality? <i>Note: In terms of this condition the municipality must undertake such restriction/ interruption of water together with the municipal engineer(s) to ensure a minimum supply of waste water.</i>	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	Yes	As per credit control policy
6.6.4	- If the defaulting consumer/property owner is registered as an indigent consumer with the municipality, is the monthly supply of electricity and water to that consumer/property owner physically restricted to the monthly national basic free electricity- and water limits of 50 Kilowatt electricity and 6 Kilolitres water, respectively? <i>Supporting evidence: The National Treasury and/ or provincial treasury's related budget assessment confirms the municipality's relevant MTREF's related budget policies and by-laws demonstrate compliance with paragraph 6.6.</i>	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	No	The municipality is planning to constantly monitor and restrict the indigents who are defaulting. A list of indigent customers who are still on conventional was sent to Electrical Department to install prepaid meters.
6.6				
6.7	Maintain a minimum average quarterly collection of property rates and services charges –			
6.7.1	- Has the municipality achieved a minimum of 80 per cent average quarterly collection of property rates and service charges with effect from 01 April 2023 and 85 per cent average quarterly collection with effect from 01 April 2024 during any quarter - demonstrated in the MFMA s.71 monthly and quarterly statement(s) and mSCOA data strings uploaded to the LGDRS?	N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org	No	For the current month, the municipality achieved a collection rate of 64%. The following are the reasons for non-achievement: <ul style="list-style-type: none"> • Unresolved disputes • Challenges in Eskom supplied areas • Intimidations at the town ships

				<ul style="list-style-type: none"> Most of the customers are not responding after disconnection due to Solar and borehole Data cleansing needs to be done 1200 stolen meters in Jouberton
6.7.2	<p>Note - although the norm and standard for collection (MFMMA Circular No. 71) is a 95 per cent threshold, municipalities under the debt relief support will be exempted for the first two years from adhering to this norm.</p> <p>- If the response in 6.7.1 is "No" and the municipality is unable to achieve the minimum average quarterly collection as per paragraph 6.7.1, has the municipality demonstrated to the satisfaction of the National Treasury that –</p> <p>* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;</p>	<p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org</p>	No	<p>Municipality has targeted all areas that Municipality in servicing for electricity. Please find attached disconnection and reconnection report for January 2024.</p>
6.7.2.1	<p>* the underperformance directly relates to Eskom supplied areas where the municipality does not have electricity as a collection tool and that the average quarterly collection of the municipality (excluding Eskom supplied areas) equals the required quarterly average collection set-out in paragraph 6.7.1;</p>	<p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org</p>	Yes	
6.7.2.2	<p>* the municipality for technical engineering reasons is unable to physically restrict and/or limit the supply of water in the Eskom supplied area(s)?</p>	<p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org</p>	No	<p>The Municipality does restrict water in Eskom supplied areas as per credit control policy, the challenge is that the community bridge and break water meters.</p>
6.7.2.3	<p>* the municipality before 01 February 2024 attempted to enter into a service delivery agreement with Eskom for purposes of municipal revenue collection in the Eskom supplied area(s) as envisaged in sections 76 to 78 of the Municipal Systems Act, 2000 and that such failed and the reason(s) for the failure?</p>	<p>Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 mmphetla@klerksdorp.org Lesege Seametso (MM) 018 487 8009 / 076 018 7668 lseametso@klerksdorp.org</p>	No	<p>There is a proposal that was sent in the current year for Eskom to assist in areas such as Kanana, Tigane and Khuma, but no response was received from Eskom.</p>
6.7.3	<p>- The municipality has progressively installed smart pre-paid meters in the municipality-supplied areas to improve its collection and only then, on an individual case-by-case basis, considered writing off</p>	<p>N Gouwe – Assistant Director Debt Management 018 487 8044/082 956 9537 nsathege@klerksdorp.org</p>	No	<p>Council has approved the project for the installation of smart pre-paid meters; however, the installation will start in the new financial year (2024/2025).</p>

	the debt of its customers, within its normal credit control process?				
6.7.4	-Has the municipality adopted a policy to install any new electricity connection in the demarcated area with effect the 2023/24 MTREF with a smart pre-paid meter?	J Pilusa (Acting Director Technical) 018 487 8023/072 313 4253_tpelesane@klerksdorp.org	No	The policy is still the process of being drafted and will be tabled to council. Smart meters procurement was budgeted for R5 million Rands in the current 2023/24 financial year.	
6.7.5	-Has the municipality's 2023/24, 2024/25 and 2025/26 tabled and adopted capital budgets and MFMA section 71 statements reflected the approach set-out in 6.7.3 and 6.7.4?	T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org	Yes	C schedule	
6.8	Municipality's Completeness of the revenue base –				
6.8.1	- Has the municipality demonstrated through the National Treasury property rates reconciliation tool that the municipality's billing system perfectly aligns to its Council approved General Valuation Roll (GVR) and/ or any subsequent supplementary GVR compiled by the registered municipal valuer and demonstrated the steps taken to correct the variances identified?	N Kegakilwe (Assistant Director Revenue Management) 018 487 8046/083 254 6573 nkegakilwe@klerksdorp.org O Kgoete (Deputy Director Income and Expenditure) 018 487 8043/072 781 2082 okgoete@klerksdorp.org	Yes	1. The approved GVR was loaded into the municipal financial system (Solar). Status: Was done - Was Implemented from the 01st July 2020 until 30th June 2025. 2. All SV's (SV01-SV03) are implemented into the financial system. Status: Was done, SV01: Implemented on the 01st July 2021. SV02: Implemented on the 01st July 2022. SV03: Implemented on the 01st July 2023. - Seven (7) Objections were received and outcome was communicated to the property owners by the Municipal Valuer. -Out of Seven (7) objections, we received two (2) Appeals,	

- Those Two (2) Appeals were dealt with by Appeal Board on the 05th March 2024.

SV04: Status: In progress,

- Inspection: 01st May -30 June 2024.
- Advert Newspaper: 11 and 18 April 2024
- Promulgation: 23 and 30 April 2024
- Section 49: will be sent to affected property owners

3. Differences will be addressed as follows:

- Reconciliation will be done monthly and variances identified will be addressed accordingly.

Status:

Monthly report will be submitted to Budget Office (Naledi, Meitie and Lesego) for Upload on the portal.

+/- 90% variances are addressed and +/- 10% variance will be dealt with as soon as the below are addressed.

- The last report sent to Budget was January 2024.
- March 2024 report (BP752) was sent to the Municipal Valuer, however we noticed Solar system error, which was communicated to BCX to be checked and to be cleared.

Challenges

About 1872 stands that needs to be addressed on various townships

Jouberton
 Kanana
 Khuma
 Alabama
 Tigane

				<p>Main because of the following reasons:</p> <ol style="list-style-type: none"> 1. Stands are not yet allocated to the beneficiaries 2. Stands that needs to be de-activated have meters/s installed on it (Verification of meters needs to be done and meter/s be transferred to the correct stand. 3. Duplicate stands that needs Planning and Human settlement to verify. 4. Occupation certificates and Valuation certificates to be sent to the Municipal Valuer to ensure that all properties are updated and billed accurately. <p>Status: Done on monthly basis</p> <p>-Both lists of Occupation Certificates and Valuation Certificates from Planning and Human settlement are received monthly until the end of December 2023. January to March 2024 Occupations and Valuations are waiting to be signed by Director or Acting-Director Planning and Human Settlement, as soon as signed will be sent to the Valuer for implementation on the Municipal Financial System.</p>
6.8.2	<p>- Has the municipality submitted its completed billing system, GVR and/or interim GVR reconciliations required in terms of paragraph 6.8.1 to the National Treasury quarterly (refer MFMA Circulars no. 93, 98, 107 and 108) to the upload portal on https://lguuploadportal.treasury.gov.za/?</p>	<p>N Kegakilwe (Assistant Director Revenue Management) 018 487 8046/083 254 6573 nkegakilwe@klerksdorp.org</p> <p>O Kgoete (Deputy Director Income and Expenditure) 018 487 8043/072 781 2082 okgoete@klerksdorp.org</p>	Yes	
6.9 6.9.1	<p>Monitor and report on implementation –</p> <p>- MFMA section 71 reporting – has the municipal council and senior management team instituted processes to monitor and enforce accountability for the implementation of the municipality's funded budget and Budget Funding Plan where relevant?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org</p> <p>D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	No	<p>BTO identifies votes and line items that are underperforming on a monthly basis and alerts directorates. The Budget Steering Committee also monitors performance and enforce accountability on directors to address the variances on the budgets.</p>


6.9.2	<p>- If progress is slow in terms of paragraph 6.8.3, is the active intervention evident from the narratives supporting the municipality's monthly MFMA section 71 reporting and recorded on the financial system as per the MSCOA data string?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	No	<p>Municipality has resuscitated the MSCOA Steering Committee which seats monthly to address any MSCOA issues. The draft MSCOA Roadmap was presented to the committee. Training is also planned with PT.</p>
6.9.3	<p>- Municipalities with financial recovery plans (FRP) – if the municipality has a FRP as envisaged in the prevailing local government legislative framework, is the municipality reporting monthly its progress in implementing its FRP to the Provincial Executive.</p>	<p>Mercy Phetla (CFO) 018 487 8016/ 4045 mmphetla@klerksdorp.org Lesego Seametso (MM) 018 487 8009 / 7668 lseametso@klerksdorp.org</p>	The Municipality has the draft FRP at the current stage	<p>Two Provincial Exco Representatives started on 1 February 2024 to ensure the implementation of FRP.</p>
6.9.4	<p>- If the municipality that has an FRP, with effect from 01 April 2023, parallel to submitting its monthly FRP progress reports to the Provincial Executive, has the municipality also submitted such FRP progress reports to the National Treasury: Municipal Financial Recovery Service (MFRS) timeously?</p>	<p>Mercy Phetla (CFO) 018 487 8016/ 4045 mmphetla@klerksdorp.org Lesego Seametso (MM) 018 487 8009 / 7668 lseametso@klerksdorp.org</p>	No	<p>Draft FRP has been completed. PT held the workshop to councillors and management on the Terms of Reference of PER, the role of PER's and what FRP entails.</p>
6.11	<p>Limitation on municipality borrowing powers - has the municipality borrowed since its initial or any subsequent benefit in terms of this municipal debt support programme?</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 osekgala@klerksdorp.org D Rossouw (Assistant Director Budget) 018 487 8518 drossouw@klerksdorp.org</p>	No	<p>There are currently no plans to borrow funds.</p>
6.12	<p>For the duration of the Municipal Debt Relief (to ensure proper management of resources):</p>			

<p>in a sub-account to its primary bank account – (a) all electricity, water and sanitation revenue the municipality collects in any month; and (b) the component of the Local Government Equitable Share (LGES) the municipality earmarked to provide free basic electricity, water and sanitation?</p>	<p>6.12.2</p>	<p>- has the municipality during the month first applied the revenue in the sub-account (required per paragraph 6.11.1) to pay its current Eskom account and then secondly its bulk water current account before it applied the revenue in the sub-account for any other purpose?</p>	<p><i>Note: A request will be made to the Minister of Finance immediately succeeding the application to exempt municipalities formally from MFMA s.8(3) to facilitate this condition.</i></p>	<p><u>mmpphetla@klerksdorp.org</u></p>	<p>is not entirely ring-fenced only prepaid is ring-fenced and conventional can only be calculated when month-end processes are completed and by this time, the Eskom bill is due and money paid directly without being transferred from the primary bank account.</p>	<p>Due to cash flow issues, it is not yet possible to entirely pay Eskom and Midval in full.</p>	<p>No</p>	<p>Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 <u>mmpphetla@klerksdorp.org</u> Lesego Seametso (MM) 018 487 8009 / 076 018 7668 <u>lseametso@klerksdorp.org</u></p>	<p>018 487 8016/ 083 427 4045</p>
<p>Supporting evidence: Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.</p>	<p>6,13</p>	<p>Accounting Treatment - has the municipality fully accounted for and correctly reported on the write-off of its Eskom arrear debt (debt existing as on 31 March 2023) as per any written instruction of the National Treasury: Office of the Accountant General issued for Municipal Debt Relief to date?</p>	<p>Supporting evidence: Has the municipality submitted a copy of the monthly bank statement of its ring-fenced bank account to the National Treasury and provincial treasury aligning to its MFMA s.71 statement collected revenue.</p>	<p>T Sekgala (Deputy Director Budget) 018 487 8040 <u>osekgala@klerksdorp.org</u> D Rossouw (Assistant Director Budget) 018 487 8518 <u>drossouw@klerksdorp.org</u></p>	<p>Not yet applicable. The write-off will only be implemented after 12 months as per NT guidelines.</p>	<p>Yes</p>	<p>Yes</p>	<p>018 487 8016/ 083 427 4045</p>	<p>018 487 8009 / 076 018 7668</p>
<p>'NERSA License - has the municipality during the month failed to comply with any condition if the Municipal Debt Relief?</p>	<p>6,14</p>	<p>'NERSA License - has the municipality during the month failed to comply with any condition if the Municipal Debt Relief?</p>	<p><i>Note: By applying for Municipal Debt Relief as set-out in paragraph 3. of MFMA Circular no. 124, the council of a municipality that during the duration of the Municipal Debt Relief programme fails to comply with any condition of the Relief, agrees to apply to NERSA to revoke the municipality's license in terms of section 18 of the Electricity Regulation Act, 2006 (Act no. 4 of 2006).</i></p>	<p>Mercy Phetla (CFO) 018 487 8016/ 083 427 4045 <u>mmpphetla@klerksdorp.org</u> Lesego Seametso (MM) 018 487 8009 / 076 018 7668 <u>lseametso@klerksdorp.org</u></p>	<p>The current month bill was not paid in full.</p>	<p>Yes</p>	<p>Yes</p>	<p>018 487 8016/ 083 427 4045</p>	<p>018 487 8009 / 076 018 7668</p>

Monitoring of progress to ensure compliance: Weekly Management meetings will be held with delegated officials in order to monitor progress and the consolidated monitoring plan will be submitted to the Finance Portfolio committee held on a monthly basis and also reported to Provincial Treasury 10 days after month end.

Approval of information and of the compliance report to be submitted to PT/NT on 14 April 2024


TO SENGALA
ACTING CHIEF FINANCIAL OFFICER


L SEAMETSO
MUNICIPAL MANAGER


M RAMPHELE
MMC: FINANCE


S. MONDLANE
SPEAKER OF COUNCIL


F MANKOPHE
ACTING EXECUTIVE MAYOR

MFMA Circular 124 - Monthly MFMA s.71 reporting (condition 6.7)

Average collection rate (MFMA Circular 124 condition 6.7)

Total average collection	MARCH 2024		APRIL 2024		Rand value of Current Month Billing NOT COLLECTED per ward (R)	Quarter 1 actual Collection %	Quarter 2 actual Collection %	Quarter 3 actual Collection %
	Previous Month actual Collection %	Current Month actual collection %	Previous Month actual Collection %	Current Month actual collection %				
1. The total average collection of all revenue excluding Equitable Share and conditional grants	49%	55%			141 889 912	56%	49%	57%
1A. The total average collection of all revenue in 1, above - excluding the Eskom supply areas	60%	69%			87 589 977	62%	64%	65%
2. The total average collection of municipal property rates	88%	88%			4 944 408	81%	84%	82%
3. The total average collection of Electricity	37%	88%			6 857 500	76%	82%	105%
4. The total average collection of Water	47%	45%			40 682 951	50%	37%	60%
5. The total average collection of Wastewater	35%	48%			6 442 827	55%	53%	47%
4. The total average collection of Solid Waste	51%	37%			10 517 323	41%	37%	35%
4. The total average collection of VAT	5%	57%			11 370 604	64%	50%	67%
4. The total average collection of Interest	10%	4%			54 368 238	5%	5%	4%
4. The total average collection of Sundries	10%	12%			6 706 060	11%	9%	12%

MFMA Circular 124 - condition 6.7.2

COLLECTION RATE - per ward - rates and per service - (April 2024) **Note - the municipality to add rows below to facilitate reporting on all wards within the demarcation

Wards / Services	Municipal supplied/ Eskom supplied/ Partial Eskom and municipal supplied	Previous Month actual Collection %	Total Movement / Billing for the Month (R)	Total Settlements / Payment for the month (R)	Current Month - actual Collection %	Rand value of Current Month Billing NOT COLLECTED per ward (R)	Quarter 1 actual Collection %	Quarter 2 actual Collection %	Quarter 3 actual Collection %
Ward 1		32%	4 674 647,79	1 217 636,53	26%	3 457 011	42%	40%	31%
Property Rates Tax		131%	367 663,86	217 716,05	59%	149 948	35%	106%	81%
Electricity	Eskom Supplied	18%	671 017,29	582 754,66	87%	88 263	77%	95%	84%
Water		17%	972 504,29	185 097,70	19%	787 407	74%	39%	25%
Refuse		12%	404 675,59	40 131,50	10%	364 544	19%	11%	11%
Waste Water		17%	235 351,89	36 810,76	16%	198 541	21%	15%	15%
VAT		37%	345 919,65	118 634,89	34%	227 285	67%	44%	38%
Sundries		52%	115 206,40	13 025,77	11%	102 181	2%	5%	4%
Interest		3%	1 562 308,82	23 465,29	2%	1 538 844	27%	7%	3%
Ward 2		5%	2 458 268,20	28 769,92	1%	2 429 498	11%	3%	3%
Property Rates Tax		5%	41 980,94	1 566,74	4%	40 414	0%	3%	6%
Electricity	Partial Eskom and Municipal Supplied	0%	3 038,21		0%	3 038	0%	0%	0%
Water		2%	733 201,67	13 043,42	2%	720 158	3%	2%	3%
Refuse		4%	246 543,66	5 896,94	2%	240 647	11%	4%	5%
Waste Water		3%	138 766,32	2 611,52	2%	136 155	40%	26%	7%
VAT		7%	182 023,61	3 140,40	2%	178 883	22%	5%	5%
Sundries		0%	65 467,61	257,30	0%	65 210	0%	1%	0%
Interest		1%	1 047 246,18	2 253,59	0%	1 044 993	-5%	0%	1%
Ward 3		45%	35 722 85,52	13 131 05,07	37%	22 591 80	23%	40%	40%
Property Rates Tax		58%	389 077,27	214 963,65	55%	174 114	17%	68%	63%
Electricity	Municipal supplied	118%	720 617,20	338 885,60	47%	381 732	51%	65%	66%
Water		49%	9 210 136,756	4 105 227,094	45%	5 104 908	48%	48%	47%
Refuse		43%	196 180,85	80 615,17	41%	115 566	48%	44%	45%
Waste Water		41%	237 064,18	87 260,85	37%	149 803	45%	48%	42%
VAT		51%	322 227,41	125 140,11	39%	197 087	59%	38%	4%
Sundries		30%	58 399,33	26 888,40	46%	31 511	5%	4%	8%
Interest		4%	727 699,60	28 829,19	4%	698 870	2%	6%	6%
Ward 4		4%	75 877 81,07	45 560 08,06	6%	7 132 173	10%	8%	4%
Property Rates Tax		8%	194 509,37	25 295,52	13%	169 214	6%	143%	14%
Electricity	Municipal supplied	7%	856 049,13	75 664,75	9%	780 384	9%	13%	9%
Water		7%	2 478 006,67	193 278,83	8%	2 284 728	5%	5%	6%
Refuse		4%	783 026,35	47 737,60	6%	735 289	4%	4%	5%
Waste Water		4%	381 428,85	25 514,00	7%	355 915	4%	5%	5%
VAT		4%	699 181,70	33 507,41	5%	665 674	14%	4%	4%
Sundries		4%	176 923,14	7 652,39	4%	169 271	1%	1%	1%
Interest		0%	2 018 656,36	46 957,57	2%	1 971 699	0%	6%	0%
Ward 5		4%	2 064 026,74	113 982,10	6%	1 950 045	2%	5%	4%
Property Rates Tax		19%	34 570,95	6 615,34	19%	27 956	2%	14%	18%
Electricity	Municipal supplied	19%	287 757,15	49 402,61	17%	238 355	16%	23%	19%
Water		3%	1 089 194,01	27 134,50	2%	1 062 060	5%	4%	3%
Refuse		4%	249 410,62	9 964,78	4%	239 446	7%	3%	4%
Waste Water		8%	130 944,61	3 326,32	3%	127 618	5%	9%	5%
VAT		5%	264 808,99	12 392,98	5%	252 416	3%	5%	5%
Sundries		1%	7 308,94	475,71	7%	6 833	1%	5%	1%
Interest		0%	31,46	4 669,87	14845%	-4 638	1%	1%	1%
Ward 6		4%	3 259 795,65	220 603,63	7%	3 039 192	4%	4%	4%
Property Rates Tax		41%	1 102,04	40 883 865,61	37%	69 320	16%	42%	40%
Electricity	Municipal supplied	13%	436 776,46	74 507,30	17%	362 269	17%	12%	11%
Water		4%	14 667 91,61	4 883 564,41	3%	1 418 156	5%	3%	4%
Refuse		5%	383 981,61	18 927,45	5%	365 054	5%	5%	5%
Waste Water		6%	184 703,74	12 250,86	7%	172 453	10%	7%	6%
VAT		3%	372 613,99	17 177,70	5%	355 436	6%	4%	3%
Sundries		2%	11 872,9	224 578,4323	19%	9 627	1%	1%	0%
Interest		0%	292 851,34	5 975,11	2%	286 876	1%	0%	0%
Ward 7		4%	1 898 257,28	168 925,69	9%	1 729 332	6%	6%	8%
Property Rates Tax		16%	113 363,11	19 065,89	17%	94 297	8%	15%	18%
Electricity	Municipal supplied	8%	288 851,36	32 400,78	11%	256 451	10%	12%	16%
Water		5%	952 743,86	61 404,73	6%	891 339	7%	7%	7%
Refuse		6%	210 103,20	16 376,81	8%	193 726	7%	8%	8%
Waste Water		6%	100 024,81	7 260,17	7%	92 765	7%	22%	8%
VAT		4%	232 809,48	13 563,46	6%	219 246	6%	7%	7%
Sundries		3%	361,00	2 933,53	813%	-2 573	1%	5%	5%
Interest		0%	0,46	15 920,33	3460941%	-15 920	3%	1%	1%

Ward 19		68%	57 873 464,10	45 072 392,52	78%	12 801 072	48%	89%	83%
Property Rates Tax		80%	9 061 241,90	8 585 319,59	95%	475 922	79%	80%	79%
Electricity	Municipal supplied	70%	28 523 602,99	24 330 283,35	85%	4 193 320	71%	100%	93%
Water		55%	6 299 908,50	4 816 355,31	76%	1 483 553	81%	106%	78%
Refuse		81%	1 544 144,74	1 174 615,83	76%	369 529	81%	83%	79%
Waste Water		59%	2 165 130,70	1 212 790,42	56%	952 340	69%	69%	58%
VAT		62%	5 654 372,33	4 605 236,97	81%	1 049 135	62%	91%	85%
Sundries		16%	2 597 333,26	110 259,90	4%	2 487 073	26%	5%	30%
Interest		27%	2 027 729,67	237 531,16	12%	1 790 199	31%	24%	21%
			2900612,17	79122,92	3%	2 821 489	3%	1%	-1%
Ward 20		6%	143 427,60	7 760,39	5%	135 667	4%	11%	7%
Property Rates Tax		0%	410,68		0%	411	0%	0%	0%
Electricity	Eskom Supplied	4%	791 575,46	27 921,38	4%	763 654	6%	0%	0%
Water		5%	270 159,73	18 454,68	7%	251 705	7%	9%	5%
Refuse		8%	145 025,38	9 181,68	6%	135 844	10%	19%	6%
Waste Water		4%	191 273,57	8 432,66	4%	182 841	5%	1%	0%
VAT		1%	70 332,32	3 109,55	4%	67 223	1%	33%	11%
Sundries		0%	1 288 407,42	4 262,58	0%	1 284 145	5%	1%	1%
Interest		83%	408 813,47	284 489,44	70%	124 324	3%	56%	109%
		87%	393 268,69	284 489,44	72%	108 779	88%	57%	113%
Property Rates Tax		0%	0	0	0%	0	0%	0%	0%
Electricity	Eskom Supplied	0%	0	0	0%	0	0%	0%	0%
Water		0%	0	0	0%	0	0%	0%	0%
Refuse		0%	0	0	0%	0	0%	0%	0%
Waste Water		0%	0	0	0%	0	0%	0%	0%
VAT		0%	0	0	0%	0	1%	0%	0%
Sundries		0%	15 544,78	0	0%	15 545	6%	4%	4%
Interest		2%	0	0	0%	0	0%	0%	4%
		1%	7 863 884,47	44 102,02	1%	7 819 782	57%	1%	1%
Property Rates Tax		2%	133 198,12	2 951,33	2%	130 247	2%	2%	2%
Electricity	Eskom Supplied	29%	807,28	242,14	30%	565	26%	19%	98%
Water		1%	2 111 708,06	15 719,67	1%	2 095 988	2%	1%	1%
Refuse		2%	773 717,58	12 317,22	2%	761 400	2%	1%	2%
Waste Water		1%	319 919,71	4 482,13	1%	315 438	2%	1%	1%
VAT		1%	508 849,33	4 163,91	1%	504 685	70%	1%	1%
Sundries		3%	186 217,65	1 129,77	1%	185 088	0%	7%	7%
Interest		0%	3 829 466,74	3 095,85	0%	3 826 371	-16%	0%	0%
		2%	5383481,66	67845,31	1%	5 315 636	51%	1%	3%
Property Rates Tax		4%	74 162,15	5 213,36	7%	68 949	1%	4%	4%
Electricity	Eskom Supplied	0%	201,80		0%	202	0%	0%	0%
Water		2%	1 494 319,66	32 737,03	2%	1 461 583	2%	1%	-6%
Refuse		2%	599 648,54	13 047,12	2%	596 601	2%	3%	3%
Waste Water		2%	269 601,12	4 180,01	2%	265 421	4%	3%	3%
VAT		2%	367 980,76	6 331,47	2%	361 649	64%	1%	8%
Sundries		1%	136 499,65	1 000,07	1%	135 500	0%	7%	10%
Interest		1%	2 441 067,97	5 336,24	0%	2 435 732	3%	0%	1%
		1%	4 100 964,38	84 257,38	2%	4 016 707	19%	2%	1%
Property Rates Tax		2%	86 986,98	4 678,64	5%	82 308	11%	3%	3%
Electricity	Eskom Supplied	0%	0	0	0%	0	0%	0%	0%
Water		1%	1 157 559,56	30 793,57	3%	1 126 766	3%	2%	2%
Refuse		2%	405 415,17	22 396,08	6%	383 019	3%	3%	3%
Waste Water		6%	179 147,67	4 958,58	3%	174 189	2%	3%	5%
VAT		1%	277 097,81	8 913,55	3%	268 184	25%	3%	2%
Sundries		2%	105 457,45	5 037,09	5%	100 420	0%	14%	6%
Interest		0%	1 889 299,73	7 479,87	0%	1 881 820	3%	0%	0%
		16%	3 905 534,36	169 413,53	4%	3 736 121	43%	13%	12%
Property Rates Tax		103%	379 135,95	25 864,98	7%	353 271	35%	40%	60%
Electricity	Eskom Supplied	0%	(4 584,91)		0%	-4 585	298%	-375%	0%
Water		9%	986 234,84	74 561,11	8%	911 674	11%	11%	9%
Refuse		14%	378 982,54	27 708,81	7%	351 274	11%	14%	12%
Waste Water		15%	201 187,56	11 397,67	6%	189 790	21%	27%	15%
VAT		10%	258 952,99	15 385,60	6%	243 567	64%	13%	10%
Sundries		11%	96 878,38	3 246,14	3%	93 632	2%	48%	13%
Interest		3%	1 608 747,01	11 249,21	1%	1 597 498	1%	3%	3%
		1%	3 685 801,43	105 094,27	3%	3 580 707	963%	2%	1%
Property Rates Tax		5%	130 460,91	17 332,88	13%	113 128	7%	10%	7%
Electricity	Eskom Supplied	0%	201,82		0%	202	0%	0%	0%
Water		1%	892 829,45	52 108,04	6%	840 721	6%	2%	2%
Refuse		2%	328 537,20	14 019,46	4%	314 518	4%	3%	3%
Waste Water		2%	137 096,67	6 862,13	5%	130 235	6%	3%	3%
VAT		1%	215 212,88	5 999,18	3%	209 214	-82%	3%	2%
Sundries		1%	96 252,30	2 503,25	3%	93 749	1%	15%	3%
Interest		0%	1 885 210,20	6 269,34	0%	1 878 941	-20%	0%	0%
		1%	5 794 762,29	27 518,41	0%	5 767 244	6%	1%	1%
Property Rates Tax		2%	107 340,04	1 937,29	2%	105 403	1%	2%	2%
Electricity	Eskom Supplied	0%	0	0	0%	0	22%	0%	0%
Water		1%	1 585 203,29	11 062,68	1%	1 574 141	1%	0%	1%
Refuse		7%	472 961,52	5 379,12	1%	467 582	2%	3%	3%
Waste Water		1%	212 971,42	1 952,62	1%	211 019	6%	4%	1%
VAT		2%	358 893,29	2 796,78	1%	356 097	14%	1%	1%
Sundries		2%	124 361,10	1 447,08	1%	122 914	0%	6%	4%
Interest		0%	2 933 031,63	2 942,83	0%	2 930 089	1%	0%	0%
		75%	8 781 508,23	7 719 449,81	85%	1 062 058	35%	77%	79%
Property Rates Tax		56%	1 840 579,16	1 447 141,92	79%	393 437	60%	66%	66%
Electricity	Municipal supplied	103%	2 282 512,43	2 565 006,01	112%	-282 494	80%	98%	98%
Water		77%	1 743 910,17	1 828 316,98	105%	-84 407	93%	88%	87%
Refuse		89%	495 506,96	493 796,26	100%	1 711	88%	87%	90%
Waste Water		71%	540 319,29	471 964,30	87%	68 355	86%	80%	79%
VAT		80%	779 798,47	732 515,44	94%	47 283	46%	80%	82%
Sundries		9%	371 601,73	29 123,34	8%	342 478	17%	7%	14%
Interest		29%	727 280,02	151 585,56	21%	575 694	8%	16%	19%
		66%	6 841 772,30	8 403 412,64	123%	-1 561 640	43%	7%	75%
Property Rates Tax		84%	1 429 549,98	1 644 667,47	115%	-215 117	86%	84%	83%
Electricity	Municipal supplied	73%	2 346 064,45	2 997 784,64	128%	-651 720	83%	92%	89%
Water		83%	696 625,84	1 678 928,94	241%	-982 303	90%	83%	74%
Refuse		74%	418 657,62	496 572,71	119%	-77 915	88%	85%	82%
Waste Water		74%	396 060,10	481 415,31	122%	-85 355	85%	80%	77%
VAT		65%	631 205,84	675 372,82	107%	-44 167	47%	78%	77%
Sundries		18%	292 372,62	97 012,26	33%	195 360	18%	18%	17%
Interest		9%	631 235,85	331 658,48	53%	299 577	30%	20%	12%

SUMMARY OF COLLECTIONS

	Feb-24	Mar-24	Apr-24
Credit Control Actions	23 762 796.85	23 967 722.11	17 627 662.82
Over 90 days Internal Credit Control Collected	19 683 978.71	21 957 857.76	29 730 538.37
Current Accounts Paid	102 115 087.91	90 917 287.34	92 617 138.35
Total Income for the month	145 561 863.47	136 842 867.21	139 975 339.54

	Feb-24	Mar-24	Apr-24
Current Accounts paid	102 115 087.91	90 917 287.34	92 617 138 .35
Actions and arrears collected	43 446 775.56	45 925 579.87	47 358 201.19
Total Collected	145 561 863.47	136 842 867.21	139 975 339.54

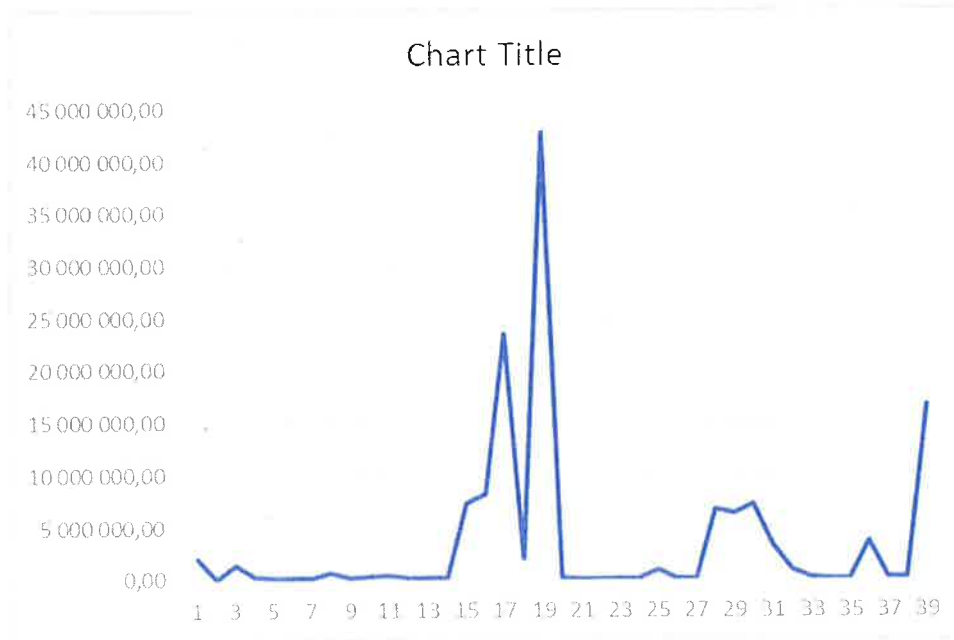
The total outstanding balances as of 30 April 2024 were as follows:

Area	Feb-24	Mar-24	Apr-24
Klerksdorp	1 468 740 769	1 490 772 604	1 516 242 603
Jouberton	2 493 498 885	2 519 272 153	2 561 829 108
Stilfontein	243 839 226	242 590 567	246 572747
Khuma	1 493 601 523	1 513 068 186	1 532 582 767
Orkney	198 928 686	199 499 832	201 248 233
Kanana	2 635 143 007	2 670 240 039	2 705 665 201
Hartbeesfontein	81 738 611	81 577 664	82 734 961
Tigane	320 449 997	325 529 644	330 912 228
	8 935 940 706	9 042 550 688	9 177 787 847

Payments received per ward as of 30 April 2024 were as follows:

Ward	Councillor	Area	Payments received April 2024	Licensed
1	Bonga A	Tigane	1 217 637	Eskom
2	Mothupi A	Tigane	28 770	Eskom
3	Tagaree FI	Alabama	1 313 105	Municipality
4	Barrendse SOW	Alabama	455 608	Municipality
5	Jonas SL	Jouberton	113 982	Municipality
6	Muhlanga SR	Jouberton	220 604	Municipality

7	Mabeke KE	Jouberton	168 926	Municipality
8	Mbele MN	Jouberton	613 718	Municipality
9	Maseko NM	Jouberton	246 582	Municipality
10	Kgwasi JT	Jouberton	234 542	Municipality
11	Mangesi MI	Jouberton	428 423	Municipality
12	Mtshawulana PY	Jouberton	121 148	Municipality
13	Pelele MS	Jouberton	136 391	Municipality
14	Mokoto NP	Jouberton	66 670	Municipality
15	Swart PJ	Klerksdorp	7 930 224	Municipality
16	Combrinck A	Klerksdorp	8 012 394	Municipality
17	Strydom AG	Klerksdorp	22 782 459	Municipality
18	Seitisho MN	Klerksdorp	1 779 572	Municipality
19	Le Grange JJ	Klerksdorp	45 072 393	Municipality
20	Sello RM	Kanana	79 123	Eskom
21	Ndincede K	Vaal Reefs	284 489	Eskom
22	Seabeng TS	Kanana	44 102	Eskom
23	Mahumapelo ML	Kanana	67 845	Eskom
24	Kgwabane OE	Kanana	84 257	Eskom
25	Kodisang ML	Kanana	169 414	Eskom
26	Mokgatla MA	Kanana	105 094	Eskom
27	Mokhele IM	Kanana	27 518	Eskom
28	Bester CJ	Orkney	7 719 450	Municipality
29	Bornman JGR	Orkney	8 403 413	Municipality
30	Du Preez PA	Stilfontein	6 820 855	Municipality
31	Majiji SJ	Khuma	3 576 749	Eskom
32	Morake AM	Khuma	295 443	Eskom
33	Latha KR	Khuma	76 846	Eskom
34	Ntshanga ZE	Khuma	52 777	Eskom
35	Sitshero KV	Khuma	33 208	Eskom
36	Foboke VO	Kanana	3 952 985	Eskom
37	Plaatjie BM	Jouberton	1 149 653	Municipality
38	Zitwane WG	Khuma	146 074	Eskom
39	Wallhorn W	Klerksdorp	15 556 449	Municipality



The following indicates the outstanding balances per ward.

Ward	Councillor	Area	Total Debt Owing	Total Debt Owing	Total Debt Owing
			Feb-24	Mar-24	Apr-24
1	Bonga A	Tigane	215 019 679	217 260 590	221 078 207
2	Mothupi A	Tigane	155 416 445	157 740 619	160 440 270
3	Tagaree FI	Alabama	100 934 021	102 853 406	105 200 033
4	Barrendse SOW	Alabama	408 722 000	415 068 749	422 004 412
5	Jonas SL	Jouberton	241 589 799	242 192 771	245 268 323
6	Mulhanga SR	Jouberton	282 014 590	283 100 805	287 499 697
7	Mabeke KE	Jouberton	189 257 635	190 548 194	193 639 082
8	Mbele MN	Jouberton	167 285 610	169 168 607	172 501 324
9	Maseko NM	Jouberton	208 666 422	209 889 426	212 968 486
10	Kgwasi JT	Jouberton	131 014 239	132 008 229	134 111 267
11	Mangesi MI	Jouberton	140 090 157	142 264 721	144 840 874
12	Mtshawulana PY	Jouberton	445 652 269	449 536 287	456 297 917
13	Pelele MS	Jouberton	245 575 126	246 417 355	249 671 062
14	Mokoto NP	Jouberton	252 734 585	254 834 883	258 471 039
15	Swart PJ	Klerksdorp	110 617 608	111 996 014	109 067 515
16	Combrinck A	Klerksdorp	84 415 808	85 247 874	86 401 265
17	Strydom AG	Klerksdorp	178 698 410	177 818 793	180 831 244

18	Seitisho MN	Klerksdorp	100 427 277	100 243 942	101 165 384
19	Le Grange JJ	Klerksdorp	357 677 518	381 719 371	401 615 312
20	Sello RM	Kanana	200 044 006	202 772 985	205 642 411
21	Ndincede K	Vaal Reefs	1 379 139	1 475 044	1 370 887
22	Seabeng TS	Kanana	532 133 028	538 552 808	545 570 082
23	Mahumapelo ML	Kanana	342 406 699	346 960 979	351 708 184
24	Kgwabane OE	Kanana	284 917 554	288 715 120	292 581 896
25	Kodisang ML	Kanana	263 147 977	266 209 351	269 874 878
26	Mokgatla MA	Kanana	289 438 448	292 720 621	296 468 332
27	Mokhele IM	Kanana	452 906 825	458 282 554	463 636 818
28	Bester CJ	Orkney	115 697 575	116 475 549	119 329 694
29	Bornman JGR	Orkney	98 500 863	99 656 498	96 796 826
30	Du Preez PA	Stilfontein	94 913 718	94 471 186	95 661 670
31	Majiji SJ	Khuma	369 274 773	372 372 219	377 925 053
32	Morake AM	Khuma	249 519 518	252 543 653	256 349 724
33	Latha KR	Khuma	296 797 496	298 985 351	302 730 361
34	Ntshanga ZE	Khuma	197 832 034	200 541 963	202 540 062
35	Sitshero KV	Khuma	304 497 584	308 228 295	312 376 219
36	Foboke VO	Kanana	276 947 189	279 777 900	281 596 598
37	Plaatjie BM	Jouberton	225 108 688	227 677 083	231 379 040
38	Zitwane WG	Khuma	222 169 333	224 881 563	227 772 657
39	Wallhorn W	Klerksdorp	101 690 063	101 333 935	103 403 744
			8 935 940 706	9 042 550 668	9 177 787 847

CREDIT CONTROL ACTIONS
Disconnection / Reconnection of Services
Electricity Actions

Notices issued	0
Electricity disconnections	92
Electricity Reconnections	46
Electricity no reactions	46
Reactions	50%

WATER ACTIONS

Water Restrictions	0
Water unrestricting	23
Water no reactions	0
Reactions	0%

The reconnection of water that were executed was for the properties that were restricted in the previous cut off lists.

COMMENTS ON CREDIT CONTROL ACTIONS: The electrical department has been assisting with credit control from 1 April 2024, there are challenges with transport and credit control section has intensified on calling clients. The disconnection lists prepared were for 225 properties and only 92 as indicated above was executed.

The water department has not assisted in any credit control actions as they have indicated they lack capacity, a list of 131 properties were prepared for water restrictions and none were executed.

	Levies	Received	Collection Rate
Jul-23	182 715 303	117 949 457	65%
Aug-23	262 113 055	145 987 858	56%
Sep-23	219 791 754	190 389 375	87%
Oct-23	224 198 323	171 010 507	76%
Nov-23	211 355 487	153 265 258	73%
Dec-23	313 918 020	131 454 996	42%
Jan -24	212 777 232	138 917 451	65%
Feb-24	209 741 064	145 561 863	69%
Mar-24	214 173 708	136 842 867	64%
Apr-24	204 972 899	139 975 340	68%
Totals	2 255 756 844	1 474 603 343	65%

**REGISTRATION OF INDIGENT PERSONS
FOR SUBSIDIES ON SERVICE ACCOUNTS: APRIL 2024**

LEVEL OF INDIGENT SUPPORT

In terms of Clause 5(9) of the Indigent policy that was approved by Council for the 2023 / 2024 budget, effective 01 July 2023, only households where the total household income is less or equal to R4 190.00 per month or equal to two old age pension grants, may apply for indigent support.

In terms of Clause 6(1) of the Indigent policy that was approved by Council for the 2023/2024 budget, effective 01 July 2023, the level of indigent support is as follows:

- **Water**

A subsidy amount equal to the value of 6kl water and thereafter-normal tariffs will apply. Above 6kl will not be subsidized at all.

Basic Water no levy per month - Free of charge

- **Refuse removal**

Removal once (1) a week of 85 or 240 liter container: Free of charge per month

- **Sewerage**

Cost of drainage basic charge plus additional sewerage charge per dwelling house: Free of charge per month.

- **Electricity**

Units - A maximum of 50 kWh per month free of charge

Basic Electricity no levy per month - Free of charge

- **Alternative energy (FBAE)**

Indigent consumers who do not have access to electricity qualify for alternative energy sources in a form of paraffin

- The last delivery for paraffin was in October 2023 due to the municipality's financial constraints.

- **Property rates:**

100% of the balance of the rates subject to the conditions as per Property Rates Policy.

FINANCIAL IMPLICATIONS

The financial implications as of 30 April 2024 were as follows.

April-24				
	Number Indigents Approved	Total Subsidy Allocated Rand Amount as at April 2024	Budget 2023/2024	% Budget Spent
FBS	19 967	162 904 902	236 182 806	68,97%
FBAE	17 720	48 763 266	72 700 916	67,07%

FREE BASIC ALTERNATIVE ENERGY INDIGENT RECIPIENTS.

There are 17 720 rural indigents on 30 April 2024 who have registered and qualify for Free Basic Alternative Energy. A total of R48 763 266 has been spent on FBAE for the 2023/2024 financial year.

New application forms are being packaged and sent to the Speakers office for dissemination to ward councilors for approval of the applications.

1. Below is a schedule of statistics per ward of approved indigent consumers.

Ward	CLR	Area	Feb-24	Mar-24	Apr-24
1	Bonga A	Tigane	236	237	239
2	Mothupi A	Tigane	370	371	371
3	Tagaree FI	Alabama	913	925	929
4	Barrendse SOW	Alabama	1210	1277	1363
5	Jonas SL	Jouberton	505	550	570
6	Mulhanga SR	Jouberton	759	817	878
7	Mabeke KE	Jouberton	863	880	894
8	Mbele MN	Jouberton	1045	1086	1101
9	Maseko NM	Jouberton	754	796	802
10	Kgwasi JT	Jouberton	722	733	742
11	Mangesi MI	Jouberton	664	667	689
12	Mtshawulana PY	Jouberton	899	905	978
13	Pelele MS	Jouberton	948	978	999
14	Mokoto NP	Jouberton	857	870	905
15	Swart PJ	Klerksdorp	229	231	240
16	Combrinck A	Klerksdorp	156	163	165
17	Postma EM	Klerksdorp	102	107	108
18	Seitisho MN	Klerksdorp	24	24	24
19	Le Grange JJ	Klerksdorp	329	335	337
20	Sello RM	Kanana	445	445	450
21	Ndincede K	Vaal Reefs	0	0	0
22	Seabeng TS	Kanana	678	680	760
23	Mahumapelo M	Kanana	473	473	472
24	Kgwabane OE	Kanana	511	510	507
25	Kodisang ML	Kanana	400	400	403
26	Mokgatla MA	Kanana	468	471	484
27	Mokhele IM	Kanana	470	472	511
28	Bester CJ	Orkney	261	268	277
29	Bornman JGR	Orkney	307	311	318
30	Du Preez PA	Stilfontein	243	254	255
31	Majiji SJ	Khuma	421	425	433
32	Morake AM	Khuma	260	260	260
33	Latha KR	Khuma	397	417	419
34	Ntshanga ZE	Khuma	190	192	195
35	Sitshero KV	Khuma	333	333	356
36	Fobokey VO	Kanana	198	208	218
37	Plaatjie BM	Jouberton	691	747	754
38	Zitwane WG	Khuma	435	447	449
39	Wallhorn W	Klerksdorp	111	111	112
			18 877	19376	19967

FINANCIAL PLAN MONTHLY PROGRESS



provincial treasury

Department:
Provincial Treasury
North West Provincial Government
Republic of South Africa

MONTHLY PROGRESS REPORTING

2023/24 ADOPTED FINANCIAL PLAN

CITY OF MATLOSANA LOCAL MUNICIPALITY (NW403)

30 APRIL 2024

Introduction

1. Operating Revenue

Revenue Enhancement Measures

Focus Area	Operating Revenue Activities	Time Frame (as disclosed on the adopted financial plan)	Achievements / Non-achievements	Reasons for Non-achievements	Remedial Actions to address non-achievements
Revenue Enhancement – Expected inflow R5m	To provide amnesty to 4500 additional customers in the entire Kosh area.	01/03/2024-30/06/2024	Not achieved	The advert was done to invite all illegal connected customers to receive amnesty. Unfortunately, there was no response from the customers/public.	The project Amnesty steering committee has been resuscitated, currently holding meetings on Fridays at 8 o'clock, work on the remedial action meetings not held every Friday
Land – Expected Inflow R63,277,200	Proclamation of additional 13 020 stands and to be billed Kanana Extention 5 Kanana Extention 16 Jouberton Extention 31 Jouberton Extention 34 Sunny Side Tigane Extention 7 Tigane Extention 8 (Income expected only from Basic Service Charges)	01/03/2024-30/06/2024	Total estimated revenue per annum for basic charges in the proposed Townships: R63,277,200 Notes: The expected revenue collection contains basic charges, however on the commercial rates/levies are not taken into consideration due	Kanana Extension 5 Proclamation – Site Permits being prepared and submitted to BTO for billing purposes. Tigane Extension 7 & 8 Proclamation Finalized - Permits being compiled. A total of 3 450 Site Permits have been compiled from July-November 2023, namely:	The Directorate has developed a time-bound program, to visit all the mentioned Settlements for the completion of Site Permits. The Program will be completed by the end of February 2024

<p>Land - Expected inflow – R29,534,220</p>	<p>Proclamation of additional 6,077 stands to be billed</p> <p>Alabama Extension 5 Kanana extension 14 Kanana Extension 15 (Income expected only from basic services charges)</p>	<p>01/03/2024 – 30/06/2024</p>	<p>to differences in extents. The residential erven are based on the average erven size. The forecasted figures do not take electricity figures as well as any additional usage into account. The estimated amounts are calculated based the promulgation of Local Authority Notice 377 of 2023 by virtue of Provincial Gazette no. 8550 dated 1 August 2023, in terms of Section 14 (1) (2) of the Municipal Property Rates Act, 2004 (Act 6 of 2004).</p>	<p>Alabama Ext 5 – 305 (1412 submitted to BTO, only 1357 registered on the System – 843 outstanding) Jouberton Ext. 31 – 494 Jacaranda Ext. 10 – 1009 Kanana Ext. 15 – 660 Tigane Ext. 7 - 982</p>	
<p>Land – Expected Inflow R35,327,242</p>	<p>Disposal of 205 serviced/ subserviced Municipal owned land for Residential, Commercial & Industrial Developments</p>	<p>01/03/2024- 30/06/2024</p>	<p>A Total of 24 Stands have been disposed to date, resulting in revenue of R1,582,856.00 From 01/07/2023-31/12/2023.</p>	<p>Delays in the issuing of zero-rated Clearance figures on Municipal Owned Land, to accelerate transfers and registration.</p>	<p>Review of the current process plan and policies (Rates and Credit Control) affecting the issuing of Clearance Figures.</p> <p>A list of all outstanding Clearance Figures has been submitted to CFO.</p>

<p>DEBT COLLECTION ELECTRICITY – Expected Inflow – R18 Million</p>	<p>Procurement and Installation of Anti-Tampering boxes. 2023/24 FY 714</p>	<p>01/03/2024– 30/06/2024</p>	<p>Not achieved</p>	<p>Appointed service providers for anti-tampering boxes currently busy with procurement of the boxes</p>	<p>The Directorate is awaiting an official response to the submission in this regard.</p> <p>To commence work in May 2024</p>
<p>Expected Inflow – R70 Million</p>	<p>2024/25 FY 1500</p>	<p>01/07/2024 – 30/06/2025</p>			
<p>Electricity – Electricity losses in Jouberton & Alabama – Expected inflow R5 Million</p>	<ul style="list-style-type: none"> • Audits on all bypassed meters • Energy Efficiency • Revenue improvement of Medium voltage Network 	<p>01/03/2024 – 30/06/2024</p>	<p>R30 871.44 collected</p> <p>90% achieved On energy efficiency lightning target</p> <p>0% achieved on mv network improvement</p>	<p>Resource constraints -fleet community not cooperating</p> <p>Financial constraints to implement targeted programmes</p> <p>Financial constraints to implement targeted programmes</p>	<p>Leasing of required fleet and community consultation</p> <p>Investment in a form of capital budget need to be made to reduce technical losses</p> <p>Execution of EEDSM programme to be finalized in March 2024</p>

	Expected inflow due to implementation of credit control on those in arrears.				Investment in a form of capital budget need to be made to refurbish MV network
Debt collection and Recovery Expected inflow R250 Million	Utilize internal debt collectors	01/03/2024-30/06/2024	R178 million collected by 30 April 2024 on 90 days accounts. 71% achieved of the target	There are challenges with a lot of unauthorized and illegal connections directly made to the municipal water and electricity grid. The water department had a challenge of availability of water meters; this challenge was resolved when meters were ordered from the service providers in February 2024. Water meters are still not installed due to unavailability of vehicles for water teams. Non-purchasing of pre-paid electrical users is contributing to low collection rate.	Follow ups are conducted by the credit control officials, the team embarked on a project of calling clients during the weekend and the response was positive. The municipality is applying for a grant with National Treasury for smart meters to replace all non-functional meters and tampered meters.

2. Operating Expenditure

Cost Cutting Measures	Time Frame (as disclosed on the adopted financial plan)	Achievements / Non-achievements	Reasons for Non-achievements	Remedial Actions to address non-achievements
<p>Wet fuel Outsource wet fuel instead of using our own depots. This is transferring the risk of misuse and theft to external service provider. Expected Inflow – R3 Million</p>	01/03/2024– 30/06/2024	Not achieved	The municipality is outsourcing wet fuel currently. However, there are no savings realized.	Stringent control measures should be put in place to monitor fleet management.
<p>Repairs and maintenance – Expected Inflow – R5 Million Reduce spending on Repairs and maintenance on fleet management through procurement of new fleet, plant and equipment. BTO has provided funds to the amount of R15 million to commence with the Turn-around Strategy for the Fleet Repairs & Maintenance Programme. The programme entails the re-organization of the municipal garage, and implementation of systems of</p>	01/03/2024 30/06/2024	Not achieved	Delay in procurement of service provider for supply of equipment and tools also the refurbishment municipal garage Status still the same	The Fleet section have submitted a close quotation for procurement at SCM, awaiting appointment of a service provider.

<p>control. This will be a short to medium-term initiative</p>				
<p>Travelling and subsistence Expected Inflow – R600 000</p> <p>Cutting unnecessarily travelling and accommodation (Office of the CFO and Municipal Manager have jointly issued moratorium to suspend all non-essential travelling and accommodation for the whole financial year).</p>	<p>01/03/2024-30/06/2024</p>		<p>S & T budget was reduced.</p>	
<p>Contracted Services – Expected Inflow – R289,494 on R2,605,446 p.a</p> <p>To review operational contract to scale down their services and support on the following expenditure items:</p> <ul style="list-style-type: none"> • Hire charges - reduce printing and photocopy machine from 101 to 58 number of stand-alone high-volume devices and replace 34 desktop devices machines in order to decrease copy production and costs. 	<p>01/03/2024-30 /06/2024</p>	<p>No cost</p>	<p>Reducing almost excessive spending on printing/copy</p>	<p>R289 494 pm on R2 605 446 p.a</p>

Payment of Creditors (*Attach Creditors age analysis for the reporting period*)

CREDITORS AGE ANALYSIS - 30 April 2024

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	Total
Bulk Electricity	83 740 666	81 991 535	160 015 272	1 638 311 659	1 964 059 132
Bulk Water	120 367 675	64 435 211	69 714 901	1 506 141 030	1 760 658 817
Auditor General	21 034	341 918	450 077	51 501	864 530
Business Connexion	3 269 378	948 882	1 140 415	6 138 257	11 496 931
Trade Creditors	13 340 192	28 596 622	96 886 798	(16 692 289)	122 131 323
Total	220 738 946	176 314 168	328 207 462	3 133 950 158	3 859 210 733

RECOMMENDATIONS

Based on the contents of this report, it is recommended that the Accounting Officer submit to the Executive Mayor this report for the month ending 30 April 2024 as per section 71 of the MFMA.

