

# Harry Gwala District Municipality

MFMA s71 report for the period ending 30 April 2024.



## **In-Year Report of the Municipality**

Prepared in terms of Section 71 & Section 52 (d) of the Local Government Municipal Finance Management Act, (Act 56 of 2003) and the Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 June 2009.

## Glossary

**Adjustments budget** – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

**AFS** – Annual Financial Statements

**Budget** – The financial plan of the Municipality.

**Capital expenditure** - Spending on assets such as infrastructure, land & buildings minor assets etc. Any capital expenditure must be reflected as an asset on the Municipality's statement of financial position.

**DORA** – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

**Equitable share** – An unconditional grant paid to municipalities. It is predominantly targeted towards funding the Indigent Policy.

**FMG** – Financial Management Grant.

**GRAP** – Generally Recognised Accounting Practice. The standard for municipal accounting.

**IDP** – Integrated Development Plan. The main strategic planning document of the Municipality.

**MBRR** – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

**MFMA** – Local Government: Municipal Finance Management Act (56/2003). The principle legislation relating to municipal financial management.

**MIG** – Municipal Infrastructure Grant.

**MTREF** – Medium Term Revenue and Expenditure Framework (MTREF). The medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes financial information of the previous and current year.

**Operating expenditure** – Spending on the day to day expenses of the Municipality such as salaries and wages, repairs and maintenance etc.

**SDBIP** – Service Delivery and Budget Implementation Plan (SDBIP). A detailed plan comprising annual and quarterly performance information. Harry Gwala District Municipality MFMA s71 Monthly Report Page 5

**Strategic objectives** – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

**Vote** – one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and which specifies the total amount that is appropriated for the purposes of the department or functional area concerned. .

**YTD** – Year to date

**YoY** – Year on Year

**DBSA** – Development Bank of South Africa

## **PURPOSE**

To table a report on the Implementation of the current budget and the financial state of the Municipality in terms of Section 71 of the Municipal Finance Management Act (MFMA)

## **LEGISLATIVE FRAMEWORK**

- Local Government: Municipal Finance Management Act, 56 of 2003
- SCM Regulations
- SCM Policy
- Municipal Budget Reporting Regulation
- Division of Revenue Act

## **Legislative Requirements**

In terms of the section 71 of the MFMA the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a)* Actual revenue, per revenue source;
- (b)* actual borrowings;
- (c)* actual expenditure, per vote;
- (d)* actual capital expenditure, per vote;
- (e)* the amount of any allocations received;

(f) actual expenditure on those allocations, excluding expenditure on—

- (i) its share of the local government equitable share; and
- (ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and

(g) when necessary, an explanation of—

- (i) any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
- (ii) any material variances from the service delivery and budget implementation plan; and
- (iii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's

## **1.2 Executive Summary**

This report is a summary of the main budget issues arising from the in-year monitoring process. It compares the progress of the budget to the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP).

## **Revenue by Source**

The Year-to-Date actual revenue is 110% above the YTD budget. All the allocated conditional grants receipted as per Division of Revenue Bill, However the recognition as revenue only occur when the expenditure is incurred.

## **Borrowings**

The balance of borrowings does not have the long term loans.

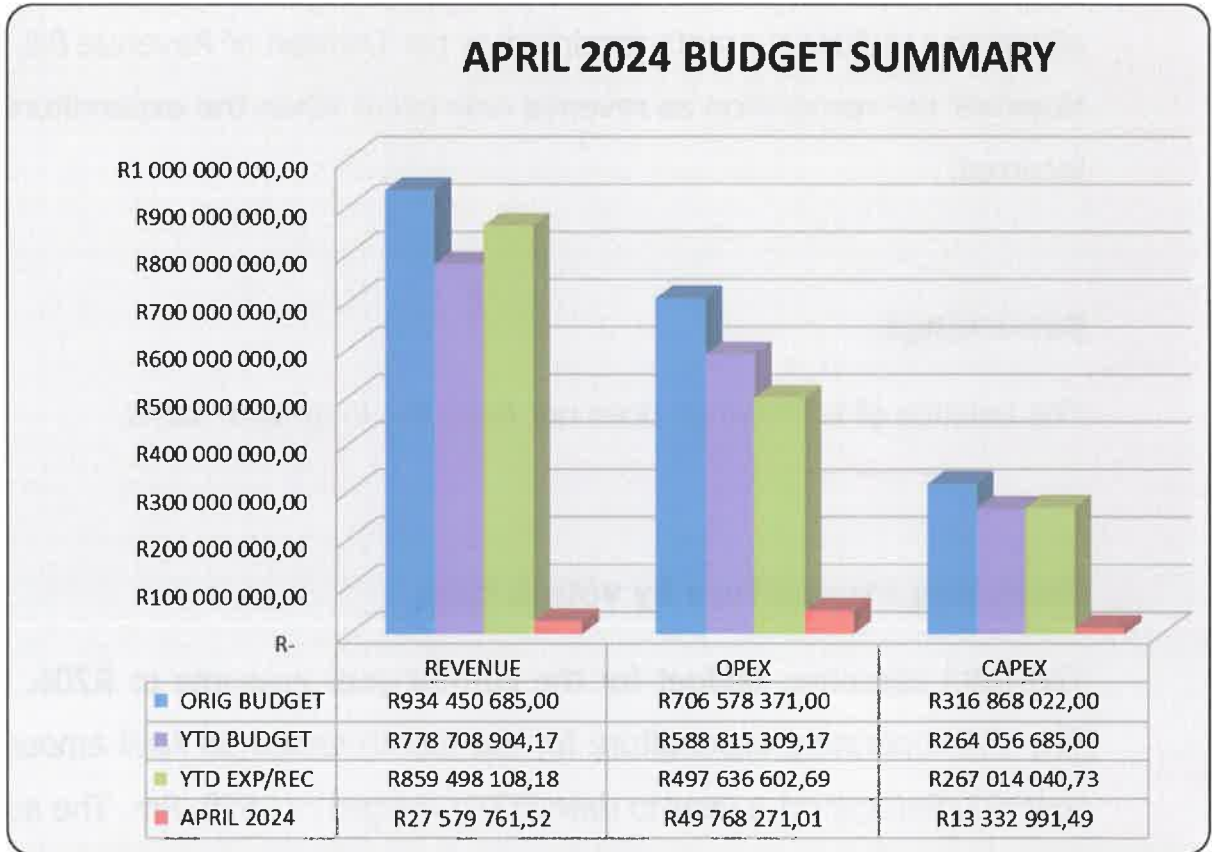
## **Operating expenditure by vote & type**

The total operating budget for the current year amounts to R706, 5m. The YTD Operating expenditure for the month ended 30 April amounted to R497, 6m against a year to date (YTD) budget of R588, 8m. The actual YTD expenditure represented 85% of the year to date budget.

## **Capital expenditure**

The total capital budget for the current year amounts to R316, 8m. The YTD expenditure on capital amounts to R267million against year to date budget of R264million, or 101% of the planned expenditure. Capital expenditure is mainly funded by means of National grants.

**Chart 1: Budget vs. Expenditure Summary**



**Cash flows**

The municipality started the year with a positive cashbook balance of R124, 6million. The closing cash and cash equivalents as at the end of April 2024 was R290, 7million.Refer to the table below for cash and cash equivalent register for more detail on the cash position.

CASH AND INVESTMENT REGISTER AS AT 30 APRIL 2024

Investments by maturity Name of institution & investment ID	Period of Investment Yrs/Months	Type of Investment	Variable or Fixed interest rate	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands								
<b>Municipality</b>								
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	8 426	102	(3 453)	-	5 075
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	33 150	311	(15 171)	23 630	41 920
FIRST NATIONAL BANK	M	ADMIN CALL	Fixed	37 252	210	-	-	37 462
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	19 176	124	(12 020)	10 000	17 280
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	3 119	18	-	-	3 137
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	29 329	166	-	-	29 495
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	1 747	10	-	-	1 757
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	1 292	7	-	-	1 300
NEDBANK	M	FIXED DEPOSIT	Fixed	99	1	-	-	99
ABSA BANK	M	FIXED DEPOSIT	Fixed	39 247	(3 453)	-	-	35 794
FNB BANK	M	FIXED DEPOSIT	Fixed	48 380	-	-	-	48 380
FNB BANK	M	FIXED DEPOSIT	Fixed	100 163	-	(100 163)	-	-
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 000	22 000
FIRST NATIONAL BANK	M	CURRENT ACCOUNT	Fixed	44 159	2 931	-	-	47 091
<b>Municipality sub-total</b>				<b>365 540</b>	<b>427</b>	<b>(130 807)</b>	<b>55 630</b>	<b>290 789</b>
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>365 540</b>	<b>427</b>	<b>(130 807)</b>	<b>55 630</b>	<b>290 789</b>

**Allocations received (National & Provincial Grants)**

All DORA and provincial grants allocations for 2023/2024 have been received as per payment schedule. The total grants received as at 30 April 2024 was R 787, 9million. Conditional Grants amounting to R 324, 3million and the equitable share is R 463, 2million. No grant received in the month ending 30 April 2024.



## **Spending on Grants**

Spending on grants amounted to R267million or 101% for the month ending April 2024.

### **1.3 Resolutions**

This report will be tabled to Executive committee and therefore the resolution will be available once it tabled to council in terms of Sec 52 (d) of the MFMA.

### **1.4 Monthly Budget Statement Tables**

#### **Monthly Budget Statements Summary**

Table C1 below provides a summary of the overall performance in the Municipality and is unpacked in the sections that follow.

DC43 Harry Gwala - Table C1 Consolidated Monthly Budget Statement Summary - M10 April

Description	2022/23		Budget Year 2023/24						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	77 674	76 192	67 165	7 247	55 064	57 475	(2 411)	-4%	67 165
Investment revenue	10 858	5 713	19 570	1 786	21 466	13 999	7 467	53%	19 570
Transfers and subsidies - Operational	452 460	493 840	479 090	573	474 308	401 700	72 608		479 090
Other own revenue	19 422	13 224	16 687	1 414	14 664	13 329	1 336	10%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>560 414</b>	<b>588 970</b>	<b>582 513</b>	<b>11 020</b>	<b>565 503</b>	<b>486 503</b>	<b>79 000</b>	<b>16%</b>	<b>582 513</b>
Employee costs	245 707	256 783	256 783	21 859	208 783	213 987	(5 204)		256 783
Remuneration of Councillors	6 988	8 119	8 119	568	5 828	6 766	(938)		8 119
Depreciation and amortisation	93 063	97 007	97 007	8 042	79 135	80 839	(1 705)		97 007
Interest	113	100	104	-	2	86	(84)		104
Inventory consumed and bulk purchases	33 421	28 431	35 046	2 554	26 016	28 169	(2 153)		35 046
Transfers and subsidies	15 290	2 500	2 500	-	-	2 083	(2 083)	-100%	2 500
Other expenditure	239 848	291 214	306 777	16 746	177 872	253 069	(75 196)	-30%	306 777
<b>Total Expenditure</b>	<b>634 430</b>	<b>684 154</b>	<b>706 336</b>	<b>49 768</b>	<b>497 637</b>	<b>585 000</b>	<b>(87 364)</b>	<b>-15%</b>	<b>706 336</b>
<b>Surplus/(Deficit)</b>	<b>(74 016)</b>	<b>(95 185)</b>	<b>(123 824)</b>	<b>(38 748)</b>	<b>67 866</b>	<b>(98 497)</b>	<b>166 363</b>	<b>-169%</b>	<b>(123 824)</b>
Transfers and subsidies - capital (monetary allocations)	283 338	321 352	351 938	16 560	293 995	286 772	7 223	3%	351 938
Transfers and subsidies - capital (in-kind)	3 888	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>213 210</b>	<b>226 167</b>	<b>228 114</b>	<b>(22 189)</b>	<b>361 862</b>	<b>188 275</b>	<b>173 586</b>	<b>92%</b>	<b>228 114</b>
Share of surplus/ (deficit) of associate	-	17 000	17 000	-	-	14 167	(14 167)	-100%	17 000
<b>Surplus/ (Deficit) for the year</b>	<b>213 210</b>	<b>243 167</b>	<b>245 114</b>	<b>(22 189)</b>	<b>361 862</b>	<b>202 442</b>	<b>159 420</b>	<b>79%</b>	<b>245 114</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>269 118</b>	<b>306 141</b>	<b>317 110</b>	<b>13 333</b>	<b>267 014</b>	<b>262 350</b>	<b>4 664</b>	<b>2%</b>	<b>317 110</b>
Capital transfers recognised	251 309	277 584	287 510	13 192	261 095	237 937	23 157	10%	287 510
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	17 809	28 557	29 600	141	5 919	24 412	(18 493)	-76%	29 600
<b>Total sources of capital funds</b>	<b>269 118</b>	<b>306 141</b>	<b>317 110</b>	<b>13 333</b>	<b>267 014</b>	<b>262 350</b>	<b>4 664</b>	<b>2%</b>	<b>317 110</b>
<b>Financial position</b>									
Total current assets	194 402	147 860	212 118		370 558				212 118
Total non current assets	2 927 288	2 955 603	3 147 862		3 115 168				3 147 862
Total current liabilities	151 972	111 522	136 167		154 175				136 167
Total non current liabilities	27 735	28 869	27 735		27 735				27 735
Community wealth/Equity	<b>2 981 547</b>	<b>2 720 105</b>	<b>2 950 964</b>		<b>3 303 815</b>				<b>2 950 964</b>
<b>Cash flows</b>									
Net cash from (used) operating	1 502 609	324 776	324 495	118 999	1 788 509	270 412	(1 518 096)	-561%	324 495
Net cash from (used) investing	(269 118)	(306 141)	(316 868)	(13 333)	(267 014)	(264 057)	2 957	-1%	(316 868)
Net cash from (used) financing	-	(2 251)	(2 251)	-	526	(1 876)	(2 402)	128%	(2 251)
<b>Cash/cash equivalents at the month/year end</b>	<b>1 283 718</b>	<b>84 290</b>	<b>144 381</b>	<b>-</b>	<b>1 646 661</b>	<b>143 486</b>	<b>(1 503 175)</b>	<b>-1048%</b>	<b>130 016</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	9 664	5 075	3 433	4 268	2 830	3 079	27 022	171 731	227 101
<b>Creditors Age Analysis</b>									
Total Creditors	320	50	3	-	-	-	-	-	373

**Financial Performance**

Table C2 provides the statement of financial performance by standard classification.

DC43 Harry Gwala - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M10 April

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue - Functional</b>									
<b>Governance and administration</b>	449 558	488 282	501 808	2 002	486 649	415 919	70 730	17%	501 808
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	449 558	488 282	501 808	2 002	486 649	415 919	70 730	17%	501 808
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	32	16	16	2	34	13	21	158%	16
Community and social services	32	16	16	2	34	13	21	158%	16
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	3 888	638	638	-	-	532	(532)	-100%	638
Planning and development	3 888	638	638	-	-	532	(532)	-100%	638
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	394 162	438 386	448 988	25 576	372 814	370 978	1 836	0%	448 988
Energy sources	-	-	-	-	-	-	-	-	-
Water management	381 035	423 735	434 477	24 476	361 160	358 862	2 299	1%	434 477
Waste water management	13 126	14 651	14 511	1 100	11 654	12 116	(462)	-4%	14 511
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>847 640</b>	<b>927 322</b>	<b>951 451</b>	<b>27 580</b>	<b>859 498</b>	<b>787 442</b>	<b>72 056</b>	<b>9%</b>	<b>951 451</b>
<b>Expenditure - Functional</b>									
<b>Governance and administration</b>	284 782	294 557	315 699	22 219	204 863	259 433	(54 570)	-21%	315 699
Executive and council	29 054	39 878	42 257	2 318	25 555	34 830	(9 276)	-27%	42 257
Finance and administration	244 498	244 785	263 751	19 270	172 501	216 504	(44 003)	-20%	263 751
Internal audit	11 230	9 894	9 692	631	6 807	8 098	(1 291)	-16%	9 692
<b>Community and public safety</b>	17 993	20 592	19 942	1 514	16 272	16 774	(501)	-3%	19 942
Community and social services	17 993	20 592	19 942	1 514	16 272	16 774	(501)	-3%	19 942
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	152 099	167 382	160 235	13 084	129 499	134 741	(5 242)	-4%	160 235
Planning and development	152 099	167 382	160 235	13 084	129 499	134 741	(5 242)	-4%	160 235
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	179 556	201 412	210 248	12 951	147 003	173 876	(26 873)	-15%	210 248
Energy sources	-	-	-	-	-	-	-	-	-
Water management	177 046	200 518	209 364	12 936	146 864	173 138	(26 275)	-15%	209 364
Waste water management	2 509	893	884	15	139	738	(599)	-81%	884
Waste management	-	-	-	-	-	-	-	-	-
Other	-	212	212	-	-	177	(177)	-100%	212
<b>Total Expenditure - Functional</b>	<b>634 430</b>	<b>684 154</b>	<b>706 336</b>	<b>49 768</b>	<b>497 637</b>	<b>585 000</b>	<b>(87 364)</b>	<b>-15%</b>	<b>706 336</b>
<b>Surplus/ (Deficit) for the year</b>	<b>213 210</b>	<b>243 167</b>	<b>245 114</b>	<b>(22 189)</b>	<b>361 862</b>	<b>202 442</b>	<b>159 420</b>	<b>79%</b>	<b>245 114</b>

This table assess the revenue by department and then the expenditure for the period ending 30 April 2024. Revenue receipts in April have largely constituted of service charges which is water and sanitation. The overall budgeted revenue cash receipt for the month of April is 4% against original budget.

Expenditure by standard classification presents the expenditures by the departments. Water Services Department has the largest expenditure for the month of April as the department responsible for the repairs and maintenance of the municipal assets and with the largest staff complement, shares the greatest bulk of this budget and hence the expenditure of R19, 8million.

Table C3 presents the same information as the table above, the difference being that it's by Municipal vote.

**DC43 Harry Gwala - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April**

Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue by Vote</b>									
Vote 01 - Summary Council	-	-	-	-	-	-	-	-	-
Vote 02 - Summary Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 03 - Summary Budget And Treasury Office	449 162	470 822	484 388	1 907	486 206	401 396	84 811	21,1%	484 388
Vote 04 - Summary Corporate Services	372	372	372	97	418	310	108	34,8%	372
Vote 05 - Summary Social Services & Development Planning	32	17 654	17 654	2	34	14 712	(14 677)	-99,8%	17 654
Vote 06 - Summary Infrastructure Services	308 606	354 861	371 574	17 347	307 133	305 448	1 686	0,6%	371 574
Vote 07 - Summary Water Services	89 467	83 613	77 462	8 226	65 706	65 577	129	0,2%	77 462
Vote 15 - Other	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>847 640</b>	<b>927 322</b>	<b>951 451</b>	<b>27 580</b>	<b>859 498</b>	<b>787 442</b>	<b>72 056</b>	<b>9,2%</b>	<b>951 451</b>
<b>Expenditure by Vote</b>									
Vote 01 - Summary Council	18 112	19 937	20 098	956	14 152	16 722	(2 570)	-15,4%	20 098
Vote 02 - Summary Municipal Manager	22 172	22 917	24 933	1 993	18 209	20 442	(2 232)	-10,9%	24 933
Vote 03 - Summary Budget And Treasury Office	94 176	90 559	98 436	4 556	53 568	80 717	(27 149)	-33,6%	98 436
Vote 04 - Summary Corporate Services	90 554	86 586	101 719	7 755	77 247	82 258	(5 011)	-6,1%	101 719
Vote 05 - Summary Social Services & Development Planning	50 486	75 394	76 676	4 261	49 827	63 750	(13 923)	-21,8%	76 676
Vote 06 - Summary Infrastructure Services	122 016	128 353	119 275	10 375	96 334	100 909	(4 575)	-4,5%	119 275
Vote 07 - Summary Water Services	236 914	260 408	265 200	19 871	188 298	220 202	(31 904)	-14,5%	265 200
Vote 15 - Other	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>634 430</b>	<b>684 154</b>	<b>706 336</b>	<b>49 768</b>	<b>497 637</b>	<b>585 000</b>	<b>(87 364)</b>	<b>-14,9%</b>	<b>706 336</b>
<b>Surplus/ (Deficit) for the year</b>	<b>213 210</b>	<b>243 167</b>	<b>245 114</b>	<b>(22 189)</b>	<b>361 862</b>	<b>202 442</b>	<b>159 420</b>	<b>78,7%</b>	<b>245 114</b>

### Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 30 April 2024.

DC43 Harry Gwala - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Revenue</b>									
<b>Exchange Revenue</b>									
Service charges - Electricity	-	-	-	-	-	-	-	-	-
Service charges - Water	64 525	61 123	53 721	6 169	43 921	46 001	(2 080)	-5%	53 721
Service charges - Waste Water Management	13 149	15 069	13 445	1 078	11 144	11 475	(331)	-3%	13 445
Service charges - Waste management	-	-	-	-	-	-	-	-	-
Sale of Goods and Rendering of Services	741	876	585	2	173	536	(364)	-68%	585
Interest earned from Receivables	14 117	11 960	15 713	1 278	14 004	12 469	1 535	12%	15 713
Interest from Current and Non Current Assets	10 858	5 713	19 570	1 786	21 466	13 999	7 467	53%	19 570
Operational Revenue	810	388	388	134	487	324	164	51%	388
<b>Non-Exchange Revenue</b>									
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Licence and permits	-	-	-	-	-	-	-	-	0
Transfers and subsidies - Operational	452 460	493 840	479 090	573	474 308	401 700	72 608	16%	479 090
Interest	-	-	-	-	-	-	-	-	-
Fuel Levy	-	-	-	-	-	-	-	-	-
Operational Revenue	-	-	-	-	-	-	-	-	-
Gains on disposal of Assets	-	-	-	-	-	-	-	-	-
Other Gains	3 755	-	-	-	-	-	-	-	-
<b>Discontinued Operations</b>									
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>560 414</b>	<b>588 970</b>	<b>582 513</b>	<b>11 020</b>	<b>565 503</b>	<b>486 503</b>	<b>79 000</b>	<b>16%</b>	<b>582 513</b>
<b>Expenditure By Type</b>									
Employee related costs	245 707	256 783	256 783	21 859	208 783	213 987	(5 204)	-2%	256 783
Remuneration of councillors	6 988	8 119	8 119	568	5 828	6 766	(938)	-14%	8 119
Bulk purchases - electricity	-	-	-	-	-	-	-	-	-
Inventory consumed	33 421	28 431	35 046	2 554	26 016	28 169	(2 153)	-8%	35 046
Debt impairment	(1 202)	28 300	28 300	-	-	23 583	(23 583)	-100%	28 300
Depreciation and amortisation	93 063	97 007	97 007	8 042	79 135	80 839	(1 705)	-2%	97 007
Interest	113	100	104	-	2	86	(84)	-8%	104
Contracted services	134 263	140 220	149 209	13 462	101 487	123 203	(21 716)	-16%	149 209
Transfers and subsidies	15 290	2 500	2 500	-	-	2 083	(2 083)	-100%	2 500
Irrecoverable debts written off	34 790	30 418	30 418	-	-	25 348	(25 348)	-100%	30 418
Operational costs	69 121	92 277	98 850	3 283	76 385	80 934	(4 548)	-6%	98 850
Losses on Disposal of Assets	2 875	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>634 430</b>	<b>684 154</b>	<b>706 336</b>	<b>49 768</b>	<b>497 637</b>	<b>585 000</b>	<b>(87 364)</b>	<b>-15%</b>	<b>706 336</b>
<b>Surplus/(Deficit)</b>	<b>(74 016)</b>	<b>(95 185)</b>	<b>(123 824)</b>	<b>(38 748)</b>	<b>67 866</b>	<b>(98 497)</b>	<b>166 363</b>	<b>(0)</b>	<b>(123 824)</b>
Transfers and subsidies - capital (monetary allocations)	283 336	321 352	351 938	16 560	293 995	286 772	7 223	0	351 938
Transfers and subsidies - capital (in-kind)	3 888	-	-	-	-	-	-	0	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>213 210</b>	<b>226 167</b>	<b>228 114</b>	<b>(22 189)</b>	<b>361 862</b>	<b>188 275</b>	<b>173 586</b>	<b>0</b>	<b>228 114</b>
Income Tax	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after Income tax</b>	<b>213 210</b>	<b>226 167</b>	<b>228 114</b>	<b>(22 189)</b>	<b>361 862</b>	<b>188 275</b>			<b>228 114</b>
Share of Surplus/Deficit attributable to Joint Venture	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>	<b>213 210</b>	<b>226 167</b>	<b>228 114</b>	<b>(22 189)</b>	<b>361 862</b>	<b>188 275</b>			<b>228 114</b>
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions	-	17 000	17 000	-	-	14 167	-	-	17 000
<b>Surplus/ (Deficit) for the year</b>	<b>213 210</b>	<b>243 167</b>	<b>245 114</b>	<b>(22 189)</b>	<b>361 862</b>	<b>202 442</b>			<b>245 114</b>

## Capital Expenditure

Table C5 below reports on the capital expenditures by departments (municipal vote) and by standard classification. The bottom part of the schedule looks at the funding sources of the capital projects.

DC43 Harry Gwala - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M10 April)

Vote Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Multi-Year expenditure appropriation</b>									
Vote 01 - Summary Council	-	-	-	-	-	-	-	-	-
Vote 02 - Summary Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 03 - Summary Budget And Treasury Office	275	-	-	-	-	-	-	-	-
Vote 04 - Summary Corporate Services	7 727	9 641	13 747	141	3 173	10 758	(7 585)	-71%	13 747
Vote 05 - Summary Social Services & Development Planning	408	2 267	2 467	-	-	1 956	(1 956)	-100%	2 467
Vote 06 - Summary Infrastructure Services	47 306	55 292	74 681	-	62 985	63 657	(672)	-1%	74 681
Vote 07 - Summary Water Services	213 402	238 941	226 215	13 192	200 856	185 979	14 877	8%	226 215
<b>Total Capital Multi-year expenditure</b>	<b>269 118</b>	<b>306 141</b>	<b>317 110</b>	<b>13 333</b>	<b>267 014</b>	<b>262 350</b>	<b>4 664</b>	<b>2%</b>	<b>317 110</b>
<b>Total Capital Expenditure</b>	<b>269 118</b>	<b>306 141</b>	<b>317 110</b>	<b>13 333</b>	<b>267 014</b>	<b>262 350</b>	<b>4 664</b>	<b>2%</b>	<b>317 110</b>
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>	<b>8 002</b>	<b>10 308</b>	<b>14 414</b>	<b>141</b>	<b>3 173</b>	<b>11 313</b>	<b>(8 140)</b>	<b>-72%</b>	<b>14 414</b>
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	8 002	10 308	14 414	141	3 173	11 313	(8 140)	-72%	14 414
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	<b>270</b>	<b>1 600</b>	<b>1 800</b>	<b>-</b>	<b>-</b>	<b>1 400</b>	<b>(1 400)</b>	<b>-100%</b>	<b>1 800</b>
Community and social services	270	1 600	1 800	-	-	1 400	(1 400)	-100%	1 800
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>41 851</b>	<b>27 618</b>	<b>60 240</b>	<b>-</b>	<b>53 517</b>	<b>50 384</b>	<b>3 133</b>	<b>6%</b>	<b>60 240</b>
Planning and development	41 851	27 618	60 240	-	53 517	50 384	3 133	6%	60 240
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>218 995</b>	<b>266 615</b>	<b>240 656</b>	<b>13 192</b>	<b>210 324</b>	<b>199 252</b>	<b>11 072</b>	<b>6%</b>	<b>240 656</b>
Energy services	-	-	-	-	-	-	-	-	-
Water management	174 461	198 174	186 078	10 344	157 154	150 975	6 180	4%	186 078
Waste water management	44 534	68 441	54 578	2 848	53 169	48 277	4 892	10%	54 578
Waste management	-	-	-	-	-	-	-	-	-
<b>Other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Functional Classification</b>	<b>269 118</b>	<b>306 141</b>	<b>317 110</b>	<b>13 333</b>	<b>267 014</b>	<b>262 350</b>	<b>4 664</b>	<b>2%</b>	<b>317 110</b>
<b>Funded by:</b>									
National Government	247 421	277 584	287 510	13 192	261 095	237 937	23 157	10%	287 510
Provincial Government	3 888	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	<b>251 309</b>	<b>277 584</b>	<b>287 510</b>	<b>13 192</b>	<b>261 095</b>	<b>237 937</b>	<b>23 157</b>	<b>10%</b>	<b>287 510</b>
<b>Borrowing</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Internally generated funds	17 809	28 557	29 600	141	5 919	24 412	(18 493)	-76%	29 600
<b>Total Capital Funding</b>	<b>269 118</b>	<b>306 141</b>	<b>317 110</b>	<b>13 333</b>	<b>267 014</b>	<b>262 350</b>	<b>4 664</b>	<b>2%</b>	<b>317 110</b>

As alluded to above, the capital expenditure programme for the period ending 30 April 2024 was R267m which represents 101% of capital expenditure against year to date budget of R264million.

The chart below presents a high level analysis of YTD capital expenditure budget against the YTD actual expenditure.

**Chart 1: 2023/2024 CAPEX**

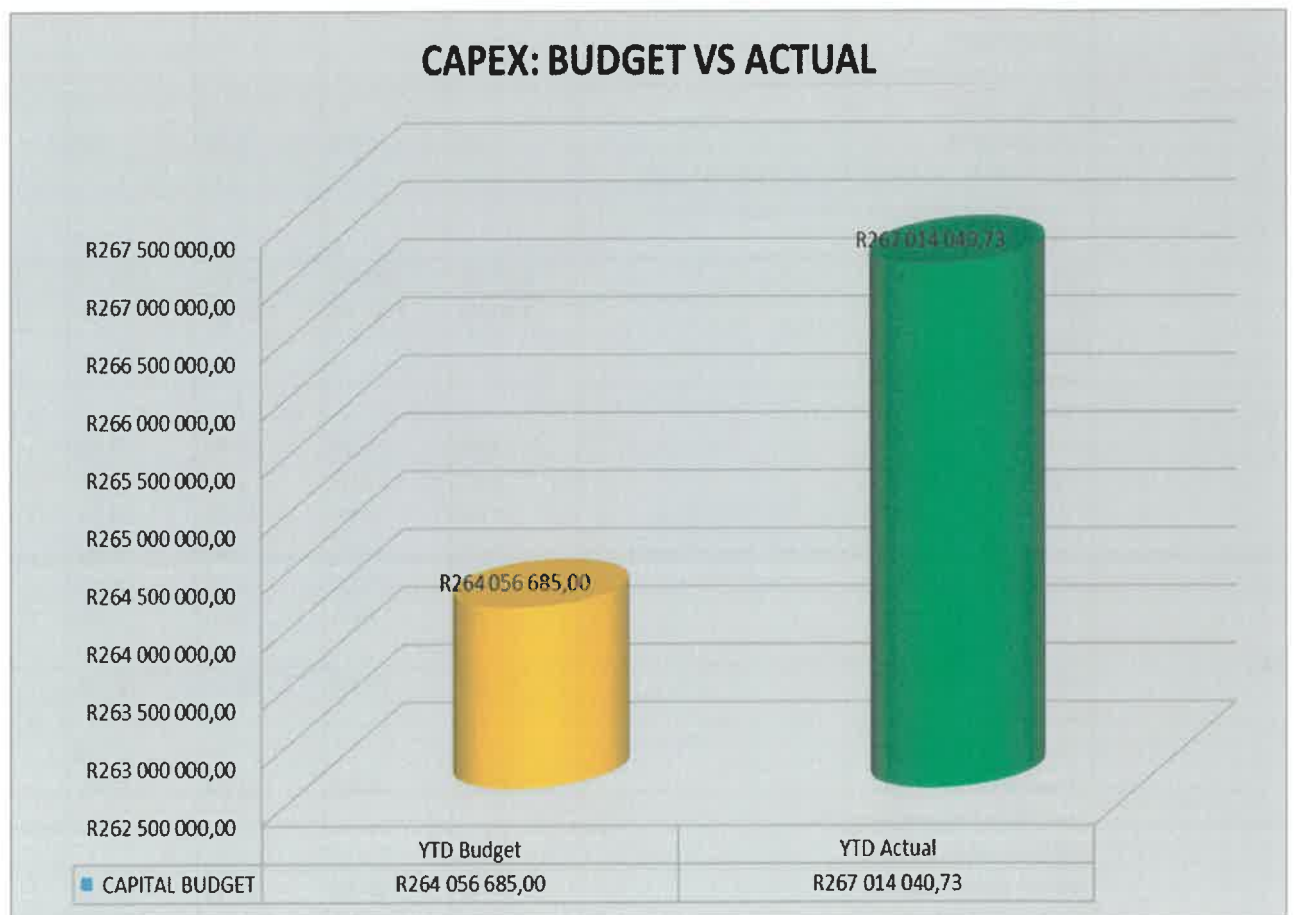


Table C6 displays the financial position of the municipality as at 30 April 2024.



## DC43 Harry Gwala - Table C6 Consolidated Monthly Budget Statement - Financial Position - M10 April

Description	2022/23	Budget Year 2023/24			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents	124 641	84 290	144 133	296 684	144 133
Trade and other receivables from exchange transactions	32 136	28 499	30 274	45 769	30 274
Receivables from non-exchange transactions	2 318	2 336	2 311	2 312	2 311
Current portion of non-current receivables	–	–	–	–	–
Inventory	716	513	716	716	716
VAT	34 596	32 160	34 688	25 284	34 688
Other current assets	(5)	62	(5)	(207)	(5)
<b>Total current assets</b>	<b>194 402</b>	<b>147 860</b>	<b>212 118</b>	<b>370 558</b>	<b>212 118</b>
<b>Non current assets</b>					
Investments	–	–	–	–	–
Investment property	–	–	–	–	–
Property, plant and equipment	2 926 773	2 954 832	3 146 559	3 114 820	3 146 559
Biological assets	–	–	–	–	–
Living and non-living resources	–	–	–	–	–
Heritage assets	–	–	–	–	–
Intangible assets	515	972	1 303	347	1 303
Trade and other receivables from exchange transactions	–	–	–	–	–
Non-current receivables from non-exchange transactions	–	–	–	–	–
Other non-current assets	0	0	0	0	0
<b>Total non current assets</b>	<b>2 927 288</b>	<b>2 955 803</b>	<b>3 147 862</b>	<b>3 115 168</b>	<b>3 147 862</b>
<b>TOTAL ASSETS</b>	<b>3 121 690</b>	<b>3 103 663</b>	<b>3 359 980</b>	<b>3 485 726</b>	<b>3 359 980</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	–	–	–	–	–
Financial liabilities	12 806	10 394	10 406	12 806	10 406
Consumer deposits	2 415	2 324	2 952	3 036	2 952
Trade and other payables from exchange transactions	91 868	75 527	97 619	68 340	97 619
Trade and other payables from non-exchange transactions	21 177	1 483	1 483	41 548	1 483
Provision	16 171	15 194	16 171	16 171	16 171
VAT	7 535	6 600	7 535	12 274	7 535
Other current liabilities	–	–	–	–	–
<b>Total current liabilities</b>	<b>151 972</b>	<b>111 522</b>	<b>136 167</b>	<b>154 175</b>	<b>136 167</b>
<b>Non current liabilities</b>					
Financial liabilities	(0)	–	–	(0)	–
Provision	27 735	28 869	27 735	27 735	27 735
Long term portion of trade payables	–	–	–	–	–
Other non-current liabilities	–	–	–	–	–
<b>Total non current liabilities</b>	<b>27 735</b>	<b>28 869</b>	<b>27 735</b>	<b>27 735</b>	<b>27 735</b>
<b>TOTAL LIABILITIES</b>	<b>179 707</b>	<b>140 391</b>	<b>163 902</b>	<b>181 910</b>	<b>163 902</b>
<b>NET ASSETS</b>	<b>2 941 983</b>	<b>2 963 272</b>	<b>3 196 078</b>	<b>3 303 815</b>	<b>3 196 078</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated surplus/(deficit)	2 941 983	2 963 272	3 196 078	3 303 815	3 196 078
Reserves and funds	–	–	–	–	–
Other	–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2 941 983</b>	<b>2 963 272</b>	<b>3 196 078</b>	<b>3 303 815</b>	<b>3 196 078</b>

Table C7 below display the Cash Flow Statement for the period ending 30 April 2024.

DC43 Harry Gwala - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M10 April

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates	18	-	-	1	6	-	6	#DIV/0!	-
Service charges	51 062	61 100	61 100	5 078	50 036	50 917	(881)	-2%	61 100
Other revenue	1 823 061	53 987	53 987	172 454	1 696 329	44 989	1 651 340	3671%	53 987
Transfers and Subsidies - Operational	128 367	493 840	493 840	717	473 045	411 533	61 512	15%	493 840
Transfers and Subsidies - Capital	316 011	321 352	321 352	-	315 630	267 793	47 837	18%	321 352
Interest	10 858	5 713	21 920	1 786	21 466	18 266	3 200	18%	21 920
Dividends	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Suppliers and employees	(826 768)	(611 117)	(627 704)	(61 036)	(768 004)	(523 087)	244 917	-47%	(627 704)
Interest	-	(100)	-	-	-	-	-	-	-
Transfers and Subsidies	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>1 502 609</b>	<b>324 776</b>	<b>324 495</b>	<b>118 999</b>	<b>1 788 509</b>	<b>270 412</b>	<b>(1 518 096)</b>	<b>-561%</b>	<b>324 495</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	0
<b>Payments</b>									
Capital assets	(269 118)	(306 141)	(316 868)	(13 333)	(267 014)	(264 057)	2 957	-1%	(316 868)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(269 118)</b>	<b>(306 141)</b>	<b>(316 868)</b>	<b>(13 333)</b>	<b>(267 014)</b>	<b>(264 057)</b>	<b>2 957</b>	<b>-1%</b>	<b>(316 868)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	149	149	-	526	124	402	324%	149
<b>Payments</b>									
Repayment of borrowing	-	(2 400)	(2 400)	-	-	(2 000)	(2 000)	100%	(2 400)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>(2 251)</b>	<b>(2 251)</b>	<b>-</b>	<b>526</b>	<b>(1 876)</b>	<b>(2 402)</b>	<b>128%</b>	<b>(2 251)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>1 233 491</b>	<b>16 384</b>	<b>5 375</b>	<b>105 666</b>	<b>1 522 020</b>	<b>4 480</b>			<b>5 375</b>
Cash/cash equivalents at beginning:	50 226	67 907	139 006	1 540 995	124 641	139 006			124 641
Cash/cash equivalents at month/year end:	1 283 718	84 290	144 381		1 646 661	143 486			130 016

## PART 2 – SUPPORTING DOCUMENTATION

### 2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 30 April 2024.

**Table 2.1.1: Debtors Age Analysis by Income Source**

DC43 Harry Gwala - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

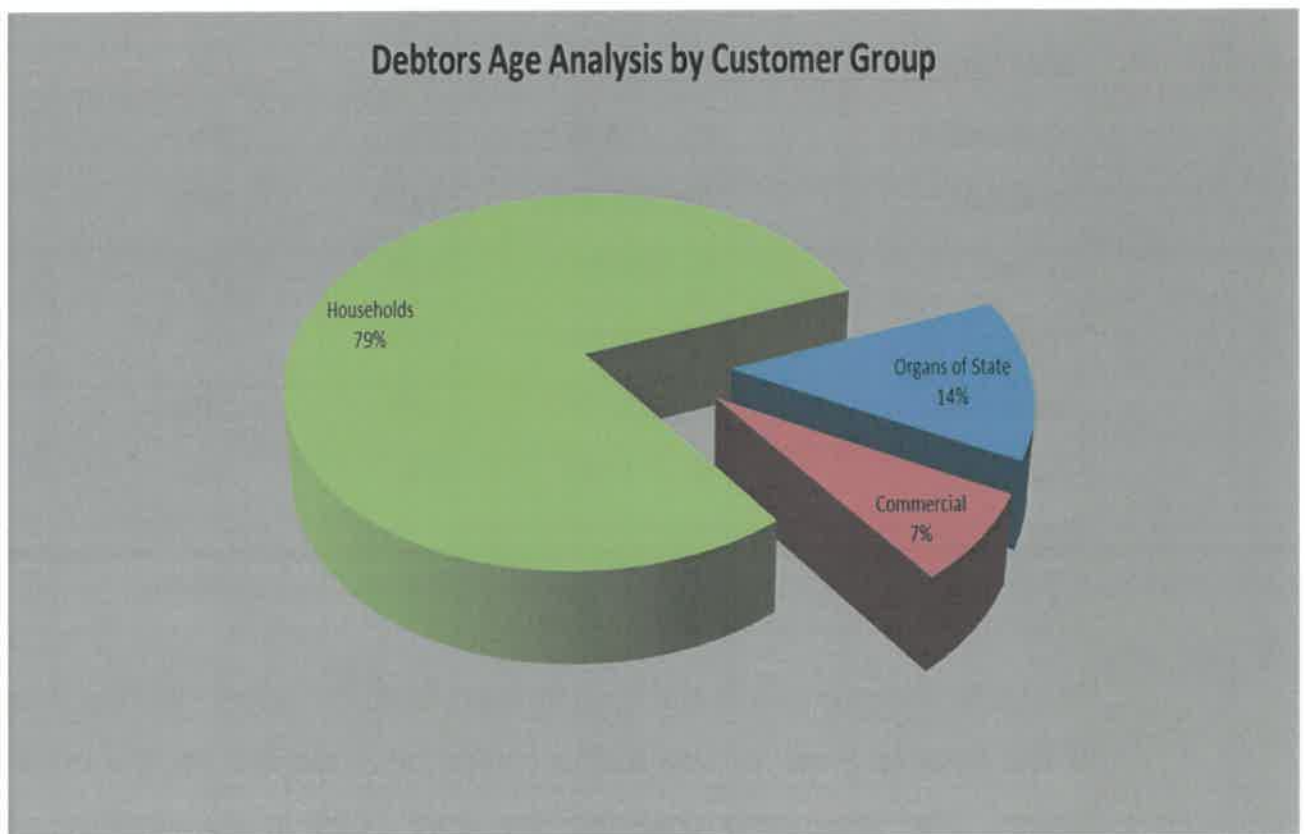
Description	Budget Year 2023/24									Total over 90 days
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	
<b>R thousands</b>										
<b>Debtors Age Analysis By Income Source</b>										
Trade and Other Receivables from Exchange Transactions - Water	6 203	3 258	2 203	2 740	1 816	1 976	17 346	110 238	145 781	134 117
Trade and Other Receivables from Exchange Transactions - Electricity									-	-
Receivables from Non-exchange Transactions - Property Rates									-	-
Receivables from Exchange Transactions - Waste Water Management	2 423	1 273	861	1 070	710	772	6 776	43 066	56 951	52 394
Receivables from Exchange Transactions - Waste Management									-	-
Receivables from Exchange Transactions - Property Rental Debtors									-	-
Interest on Arrear Debtor Accounts	1 037	545	368	458	304	330	2 899	18 427	24 368	22 419
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-
Other									-	-
<b>Total By Income Source</b>	<b>9 664</b>	<b>5 075</b>	<b>3 433</b>	<b>4 268</b>	<b>2 830</b>	<b>3 079</b>	<b>27 022</b>	<b>171 731</b>	<b>227 101</b>	<b>208 930</b>
<b>2022/23 - totals only</b>	<b>7945613</b>	<b>5371647</b>	<b>7597098</b>	<b>3005748</b>	<b>3983557</b>	<b>10691162</b>	<b>17213547</b>	<b>180632859</b>	<b>236 441</b>	<b>215 527</b>
<b>Debtors Age Analysis By Customer Group</b>										
Organs of State	6 207	2 105	863	1 257	460	596	4 617	14 383	30 487	21 313
Commercial	828	458	399	473	288	328	2 233	11 266	16 275	14 590
Households	2 629	2 512	2 171	2 538	2 081	2 155	20 171	146 082	180 339	173 027
Other	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>9 664</b>	<b>5 075</b>	<b>3 433</b>	<b>4 268</b>	<b>2 830</b>	<b>3 079</b>	<b>27 022</b>	<b>171 731</b>	<b>227 101</b>	<b>208 930</b>

The municipal consumer debt is currently decreasing as the municipality implementing amnesty and installing prepaid meters as it has a direct impact on municipal cash flows.

## Chart 2: Debtors Age Analysis by Customer Group

The information presented in the chart above ranks total debt owed to the municipality from highest to the lowest,

- ✓ Households: 79%
- ✓ Government 14%
- ✓ Business 7%



The chart above shows that for each debtor type the amounts owing to the municipality have increased on a year to year basis.

The table that follows below unpacks the revenue receipts per Local Municipality in the District

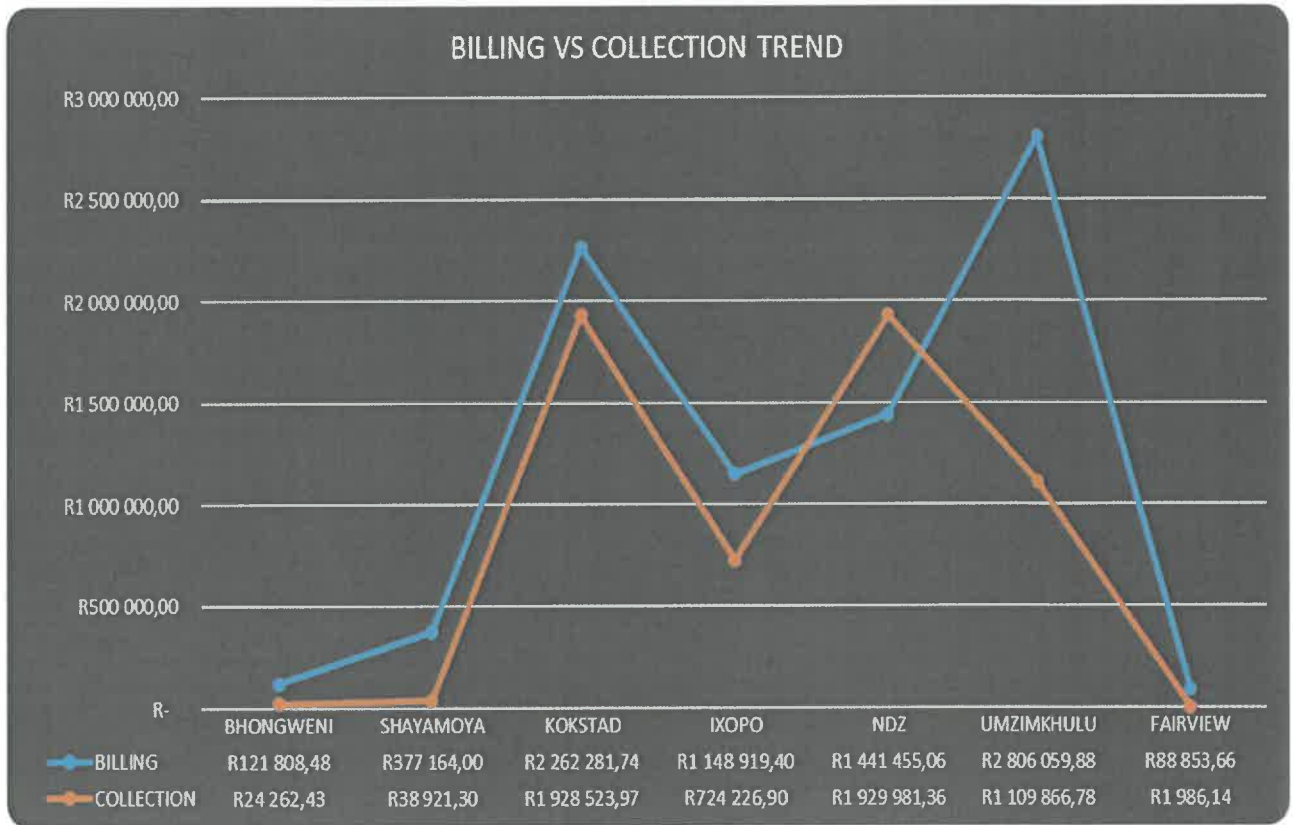
### Revenue receipts per Area

AREA	AMOUNT		
		APRIL 2024	MARCH 2024
Unallocated receipts	R 40 744	1%	1%
Bhongweni	R 24 262	0%	0%
Shayamoya	R 38 921	1%	1%
Kokstad	R 1 928 524	33%	39%
Ixopo	R 724 227	12%	16%
NDZ	R 1 929 981	33%	6%
Umzimkulu	R 1 109 867	19%	37%
Fairview	R 1 986	0%	0%
<b>TOTAL RECEIPTS INCL VAT</b>	<b>R 5 798 512</b>	<b>100%</b>	<b>100%</b>

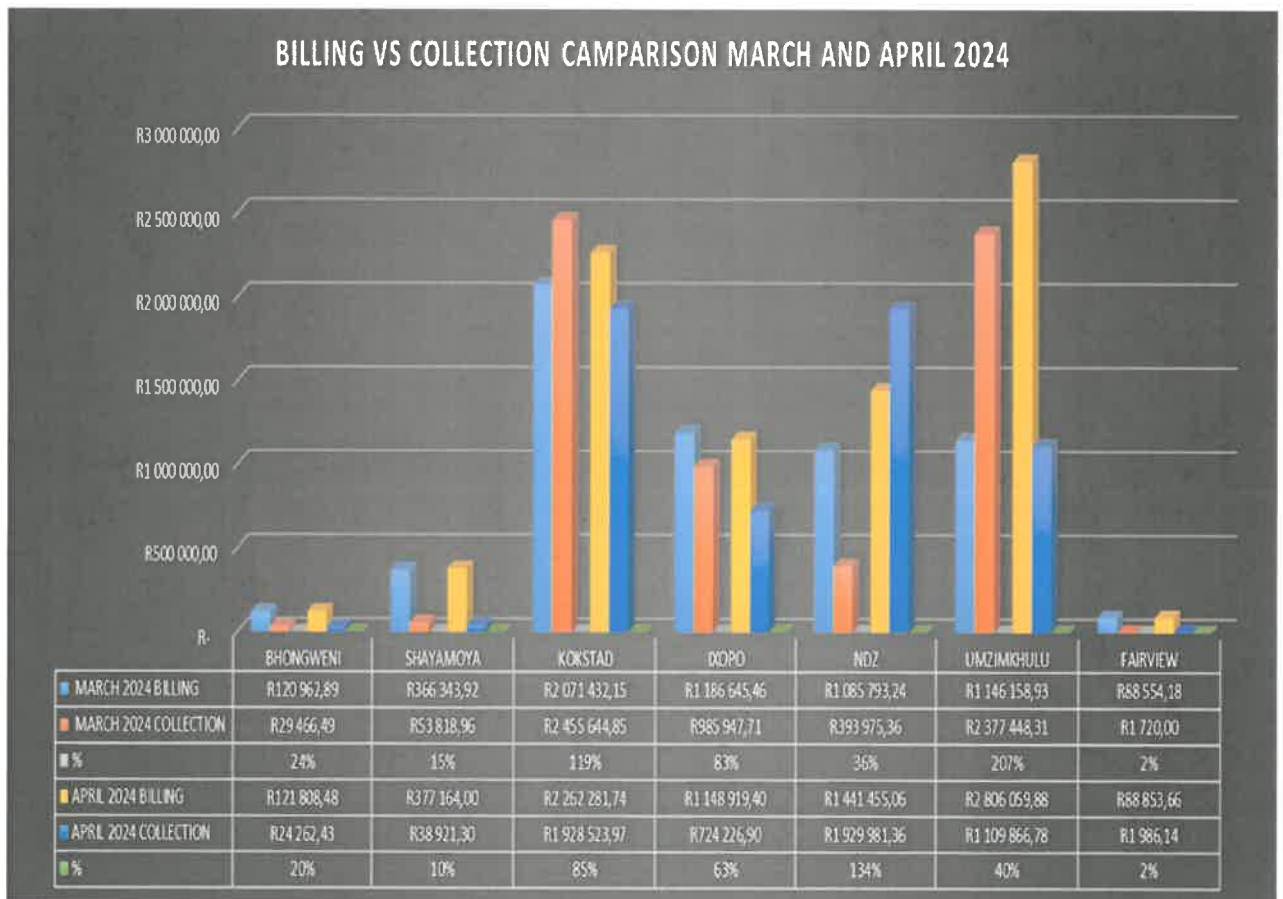
The table above presents the cash receipts from consumer debtors in each of the detailed areas as well as the comparative receipts for the previous month. The total cash collected for April 2024 is R5, 7million. The collection for prepaid in the month of April is R 813 885. Total cash collected including prepaid for the month ending 30 April 2024 is R 6,612,397.

Billing vs Collection trend for April 2024.

The chart that follows below shows the comparison between billing and collection trend for the period ending 30 April 2024.



The chart that follows below shows the comparison between billing and collection for the period ending 30 April 2024



### **Debtors age analysis per service**

The municipality's total outstanding debtors amounted to R 227,100,766 as at 30 April 2024 compared with the R 252,566,540 as at 31 March 2024. Current debt represents 4% of the total outstanding debt compared with the 3% of March 2024; 30 days and older debt 2% compared with the 2% for March 2024; 60 days and older debt 2% compared with the 2% of March 2024; and 90 days 2% compared with the 1% of March 2024; 120 days to History and older 90% compared with the 92% for April 2024.

Current debt decreased with R 25,465,774 to R 227,100,766 in the month ending 30 April compared with the R 252,566,540 as at 31 March 2024; 30 days + debt decreased with R 106,835; 60 days + decreased with R 1,512,288; 90 days + debt increased with R 905,834 and 120 + days and older debt as at 30 April 2024 has decreased with R 26,502,403 to R 204,661,540 compared with the R 231,163,943 for March 2024.

### **Debtors age analysis per debtor type**

Business debtors owes the municipality R 15,847,212 (7%); Municipal debtors R 617,328 (0%); domestic debtors R 174,327,776 (77%); Government accounts R 29,739,937 (13%); Indigent debtors R 839,462 (0%); Deceased R 768,439 and other debtors R 4,960,595 (2%) of the total outstanding debt of R 227,100,748.



## 2.2 Creditors Analysis

Table SC presents the aged creditors as at 30 April 2024

DC43 Harry Gwala - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April

Description	Budget Year 2023/24								Total
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
<b>R thousands</b>									
<b>Creditors Age Analysis By Customer Type</b>									
Bulk Electricity									-
Bulk Water									-
PAYE deductions									-
VAT (output less input)									-
Pensions / Retirement deductions									-
Loan repayments									-
Trade Creditors	320	50	3						373
Auditor General									-
Other									-
<b>Total By Customer Type</b>	<b>320</b>	<b>50</b>	<b>3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>373</b>

## 2.3 Investment Portfolio Analysis

The following information presents the cash at bank and short term investments balances broken down per investment type as at 30 April 2024.

CASH AND INVESTMENT REGISTER AS AT 30 APRIL 2024

Investments by maturity Name of institution & investment ID	Period of Investment Yrs/Months	Type of Investment	Variable or Fixed interest rate	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands								
<b>Municipality</b>								
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	8 426	102	(3 453)	-	5 075
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	33 150	311	(15 171)	23 630	41 920
FIRST NATIONAL BANK	M	ADMIN CALL	Fixed	37 252	210	-	-	37 462
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	19 176	124	(12 020)	10 000	17 280
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	3 119	18	-	-	3 137
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	29 329	166	-	-	29 495
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	1 747	10	-	-	1 757
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	1 292	7	-	-	1 300
NEDOBANK	M	FIXED DEPOSIT	Fixed	99	1	-	-	99
ABSA BANK	M	FIXED DEPOSIT	Fixed	39 247	(3 453)	-	-	35 794
FNB BANK	M	FIXED DEPOSIT	Fixed	48 380	-	-	-	48 380
FNB BANK	M	FIXED DEPOSIT	Fixed	100 163	-	(100 163)	-	-
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 000	22 000
FIRST NATIONAL BANK	M	CURRENT ACCOUNT	Fixed	44 159	2 931	-	-	47 091
<b>Municipality sub-total</b>				<b>365 540</b>	<b>427</b>	<b>(130 807)</b>	<b>55 630</b>	<b>290 789</b>
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>365 540</b>	<b>427</b>	<b>(130 807)</b>	<b>55 630</b>	<b>290 789</b>

## 2.4 Allocation and Grant receipts and Expenditure

Table SC 6 displays information relating to grant receipts.

DC43 Harry Gwala - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	452 460	493 840	479 090	573	474 308	401 700	72 608	18,1%	479 090
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	-	-
Equitable Share	432 161	463 631	463 631	-	463 631	388 359	77 272	20,0%	463 631
Expanded Public Works Programme Integrated Grant	5 221	6 168	5 823	493	5 823	4 910	913	18,6%	5 823
Integrated National Electrification Programme Grant	-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant	1 200	1 200	1 200	80	854	1 000	(136)	-13,6%	1 200
Municipal Disaster Relief Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	9 479	20 450	6 045	-	2 574	7 438	(4 864)	-65,4%	6 045
Rural Road Asset Management Systems Grant	2 381	2 391	2 391	-	1 416	1 993	(577)	-28,9%	2 391
Water Services Infrastructure Grant	2 018	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>	-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants	-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>	-	-	-	-	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>	-	-	-	-	-	-	-	-	-
Chemical Industry Sets	-	-	-	-	-	-	-	-	-
Parent Municipality	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	<b>452 460</b>	<b>493 840</b>	<b>479 090</b>	<b>573</b>	<b>474 308</b>	<b>401 700</b>	<b>72 608</b>	<b>18,1%</b>	<b>479 090</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	283 338	321 352	351 938	16 560	293 995	286 772	7 223	2,5%	351 938
Integrated National Electrification Programme Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	200 355	221 352	261 938	16 560	217 856	210 106	7 751	3,7%	261 938
Neighbourhood Development Partnership Grant	-	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant	-	-	-	-	-	-	-	-	-
Rural Road Asset Management Systems Grant	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant	82 982	100 000	90 000	-	76 139	76 667	(528)	-0,7%	90 000
<b>Provincial Government:</b>	3 888	-	-	-	-	-	-	-	-
Infrastructure Grant	3 888	-	-	-	-	-	-	-	-
<b>District Municipality:</b>	-	-	-	-	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>	-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-
Human Settlement Re-development Programme	-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	<b>287 226</b>	<b>321 352</b>	<b>351 938</b>	<b>16 560</b>	<b>293 995</b>	<b>286 772</b>	<b>7 223</b>	<b>2,5%</b>	<b>351 938</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>739 685</b>	<b>815 192</b>	<b>831 028</b>	<b>17 133</b>	<b>768 303</b>	<b>688 472</b>	<b>79 831</b>	<b>11,6%</b>	<b>831 028</b>

It is clear from the chart above that the bulk of the grants received by the municipality are from the National Treasury.

Table SC7 track the expenditure on Conditional grant funding.

DC43 Harry Gwala - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
National Government:	560 559	581 732	602 036	42 702	441 151	498 396	(57 245)	-11,5%	602 036
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	-	-
Equitable Share	536 551	550 194	578 797	41 100	426 465	477 647	(51 183)	-10,7%	578 797
Expanded Public Works Programme Integrated Grant	9 729	7 490	7 490	516	5 998	6 242	(243)	-3,9%	7 490
Local Government Financial Management Grant	847	1 207	1 208	185	1 008	1 006	1	0,1%	1 208
Municipal Disaster Relief Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	9 606	20 450	12 150	616	6 165	11 508	(5 344)	-46,4%	12 150
Rural Road Asset Management Systems Grant	2 070	2 391	2 391	285	1 516	1 993	(477)	-23,9%	2 391
Water Services Infrastructure Grant	1 755	-	-	-	-	-	-	-	-
Provincial Government:	-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
Chemical Industry Seta	-	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>	<b>560 559</b>	<b>581 732</b>	<b>602 036</b>	<b>42 702</b>	<b>441 151</b>	<b>498 396</b>	<b>(57 245)</b>	<b>-11,5%</b>	<b>602 036</b>
<b>Capital expenditure of Transfers and Grants</b>									
National Government:	247 421	277 584	287 510	13 192	261 095	237 937	23 157	9,7%	287 510
Local Government Financial Management Grant	275	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	171 657	190 627	209 249	13 192	191 950	171 271	20 679	12,1%	209 249
Regional Bulk Infrastructure Grant	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant	75 489	86 957	78 261	-	69 145	66 667	2 478	3,7%	78 261
Provincial Government:	3 888	-	-	-	-	-	-	-	-
Infrastructure Grant	3 888	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>	<b>251 309</b>	<b>277 584</b>	<b>287 510</b>	<b>13 192</b>	<b>261 095</b>	<b>237 937</b>	<b>23 157</b>	<b>9,7%</b>	<b>287 510</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>811 868</b>	<b>859 316</b>	<b>889 546</b>	<b>55 894</b>	<b>702 246</b>	<b>736 334</b>	<b>(34 087)</b>	<b>-4,6%</b>	<b>889 546</b>

**CONDITIONAL GRANTS REGISTER AS AT 30 APRIL 2024**

## CONDITIONAL GRANTS REGISTER AS AT 30 APRIL 2024

Description	Budget Year 2023/24								
	Original Budget	Adjusted Budget	Total Receipts	Expenditure Excl VAT	VAT	Expenditure Incl VAT	YTD variance	YTD variance %	UNSPENT
<b>R thousands</b>									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	<b>30 209</b>	<b>12 333</b>	<b>11 988</b>	<b>10 481</b>	<b>196</b>		<b>10 286</b>	<b>66,8%</b>	<b>1 311</b>
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-		-	-	-
Expanded Public Works Programme Integrated Grant	6 168	6 168	5 823	5 823	-	5 823	-	0,0%	-
Local Government Financial Management Grant	1 200	1 200	1 200	853	11	864	336	28,0%	336
Municipal Infrastructure Grant	20 450	2 574	2 574	2 574	-	2 574	-	0,0%	-
Rural Road Asset Management Systems Grant	2 391	2 391	2 391	1 231	185	1 416	975	40,8%	975
Water Services Infrastructure Grant	-	-	-	-	-		-	-	-
<b>Total Operating Transfers and Grants</b>	<b>30 209</b>	<b>12 333</b>	<b>11 988</b>	<b>10 481</b>	<b>196</b>	<b>10 677</b>	<b>1 311</b>	<b>68,8%</b>	<b>1 311</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	<b>321 352</b>	<b>332 081</b>	<b>334 232</b>	<b>265 648</b>	<b>38 347</b>	<b>293 995</b>	<b>40 237</b>	<b>26,2%</b>	<b>40 237</b>
Municipal Infrastructure Grant	221 352	242 081	244 232	189 440	28 416	217 856	26 376	11%	26 376
Water Services Infrastructure Grant	100 000	90 000	90 000	66 208	9 931	76 139	13 861	15%	13 861
<b>Total Capital Transfers and Grants</b>	<b>321 352</b>	<b>332 081</b>	<b>334 232</b>	<b>265 648</b>	<b>38 347</b>	<b>293 995</b>	<b>40 237</b>	<b>26,2%</b>	<b>40 237</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>351 561</b>	<b>344 415</b>	<b>346 221</b>	<b>268 129</b>	<b>38 543</b>	<b>304 672</b>	<b>41 548</b>	<b>95,0%</b>	<b>41 548</b>

The YTD actual on conditional grants amounts to R304, 6million against a YTD receipt of R346, 64million. The unspent as at 30 April 2024 is sitting at R41, 5million. The percentage spent on capital conditional grants is 95 per cent. The Municipal Infrastructure Grant is at 89 per cent as at 30 April 2024 and Water Services Infrastructure Grant is sitting at 89 per cent expenditure as at 30 April 2024.

## 2.5 Councillor and Staff Benefits

Table SC8 presents the expenditure of councillor and staff benefits at 30 April 2024.

DC43 Harry Gwala - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M10 April

Summary of Employee and Councillor remuneration	2022/23		Budget Year 2023/24						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>									
Basic Salaries and Wages	3 902	4 394	4 394	384	3 819	3 662	157	4%	4 394
Pension and UIF Contributions	469	545	545	-	133	454	(322)	-71%	545
Medical Aid Contributions	153	186	186	0	32	155	(123)	-79%	186
Cellphone Allowance	491	534	534	43	461	445	16	3%	534
Other benefits and allowances	1 973	2 460	2 460	140	1 383	2 050	(666)	-33%	2 460
<b>Sub Total - Councillors</b>	<b>6 988</b>	<b>8 119</b>	<b>8 119</b>	<b>568</b>	<b>5 828</b>	<b>6 766</b>	<b>(938)</b>	<b>-14%</b>	<b>8 119</b>
<b>% Increase</b>		<b>16,2%</b>	<b>16,2%</b>						<b>16,2%</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	4 029	2 186	4 374	1 467	4 558	3 281	1 277	39%	4 374
Pension and UIF Contributions	15	6	1	-	-	2	(2)	-100%	1
Medical Aid Contributions	66	35	48	4	40	38	2	6%	48
Performance Bonus	81	117	55	-	55	56	(1)	-2%	55
Motor Vehicle Allowance	813	501	935	181	821	707	114	16%	935
Cellphone Allowance	105	58	109	15	91	82	8	10%	109
Housing Allowances	212	110	295	79	301	215	86	40%	295
Other benefits and allowances	246	176	259	34	209	202	7	3%	259
Payments in lieu of leave	332	576	-	-	-	96	(96)	-100%	-
Acting and post related allowance	53	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>5 950</b>	<b>3 765</b>	<b>6 077</b>	<b>1 779</b>	<b>6 074</b>	<b>4 679</b>	<b>1 395</b>	<b>30%</b>	<b>6 077</b>
<b>% Increase</b>		<b>-38,7%</b>	<b>2,1%</b>						<b>2,1%</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	142 683	147 894	145 582	12 326	124 022	121 704	2 318	2%	145 582
Pension and UIF Contributions	21 654	22 732	22 732	1 881	18 870	18 944	(74)	0%	22 732
Medical Aid Contributions	10 412	10 766	10 766	929	9 044	8 972	72	1%	10 766
Overtime	19 197	20 962	20 962	1 939	17 598	17 469	130	1%	20 962
Performance Bonus	10 259	10 291	10 291	657	7 921	8 576	(655)	-8%	10 291
Motor Vehicle Allowance	20 410	22 548	22 548	1 626	16 568	18 790	(2 222)	-12%	22 548
Cellphone Allowance	1 132	1 242	1 242	85	905	1 035	(130)	-13%	1 242
Housing Allowances	636	740	740	22	545	617	(72)	-12%	740
Other benefits and allowances	6 003	7 279	7 279	491	4 995	6 066	(1 071)	-18%	7 279
Payments in lieu of leave	1 418	620	620	72	718	517	202	39%	620
Long service awards	1 547	1 205	1 205	25	1 223	1 004	218	22%	1 205
Post-retirement benefit obligations	4 244	-	-	-	-	-	-	-	-
Acting and post related allowance	163	221	221	26	302	185	117	63%	221
In kind benefits									
<b>Sub Total - Other Municipal Staff</b>	<b>239 757</b>	<b>246 501</b>	<b>244 189</b>	<b>20 079</b>	<b>202 709</b>	<b>203 878</b>	<b>(1 169)</b>	<b>-1%</b>	<b>244 189</b>
<b>% Increase</b>		<b>2,8%</b>	<b>1,8%</b>						<b>1,8%</b>
<b>Total Parent Municipality</b>	<b>252 695</b>	<b>258 385</b>	<b>258 385</b>	<b>22 427</b>	<b>214 611</b>	<b>215 322</b>	<b>(711)</b>	<b>0%</b>	<b>258 385</b>
		<b>2,3%</b>	<b>2,3%</b>						<b>2,3%</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>									
<b>Board Members of Entities</b>									
Basic Salaries and Wages	-	150	150	-	-	125	(125)	-100%	150
<b>Sub Total - Executive members Board</b>	<b>-</b>	<b>150</b>	<b>150</b>	<b>-</b>	<b>-</b>	<b>125</b>	<b>(125)</b>	<b>-100%</b>	<b>150</b>
<b>% Increase</b>		<b>#DIV/0!</b>	<b>#DIV/0!</b>						<b>#DIV/0!</b>
<b>Other Staff of Entities</b>									
Basic Salaries and Wages	-	6 055	6 055	-	-	5 046	(5 046)	-100%	6 055
Pension and UIF Contributions	-	20	20	-	-	17	(17)	-100%	20
Payments in lieu of leave	-	242	242	-	-	202	(202)	-100%	242
Acting and post related allowance	-	50	50	-	-	42	(8)	-100%	50
<b>Sub Total - Other Staff of Entities</b>	<b>-</b>	<b>6 367</b>	<b>6 367</b>	<b>-</b>	<b>-</b>	<b>5 306</b>	<b>(5 306)</b>	<b>-100%</b>	<b>6 367</b>
<b>% Increase</b>		<b>#DIV/0!</b>	<b>#DIV/0!</b>						<b>#DIV/0!</b>
<b>Total Municipal Entities</b>	<b>-</b>	<b>6 517</b>	<b>6 517</b>	<b>-</b>	<b>-</b>	<b>5 431</b>	<b>(5 431)</b>	<b>-100%</b>	<b>6 517</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>252 695</b>	<b>264 902</b>	<b>264 902</b>	<b>22 427</b>	<b>214 611</b>	<b>220 753</b>	<b>(6 142)</b>	<b>-3%</b>	<b>264 902</b>
<b>% Increase</b>		<b>4,8%</b>	<b>4,8%</b>						<b>4,8%</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>245 707</b>	<b>256 633</b>	<b>256 633</b>	<b>21 859</b>	<b>208 783</b>	<b>213 862</b>	<b>(5 079)</b>	<b>-2%</b>	<b>256 633</b>

## 2.6 Material Variances to the SDBIP

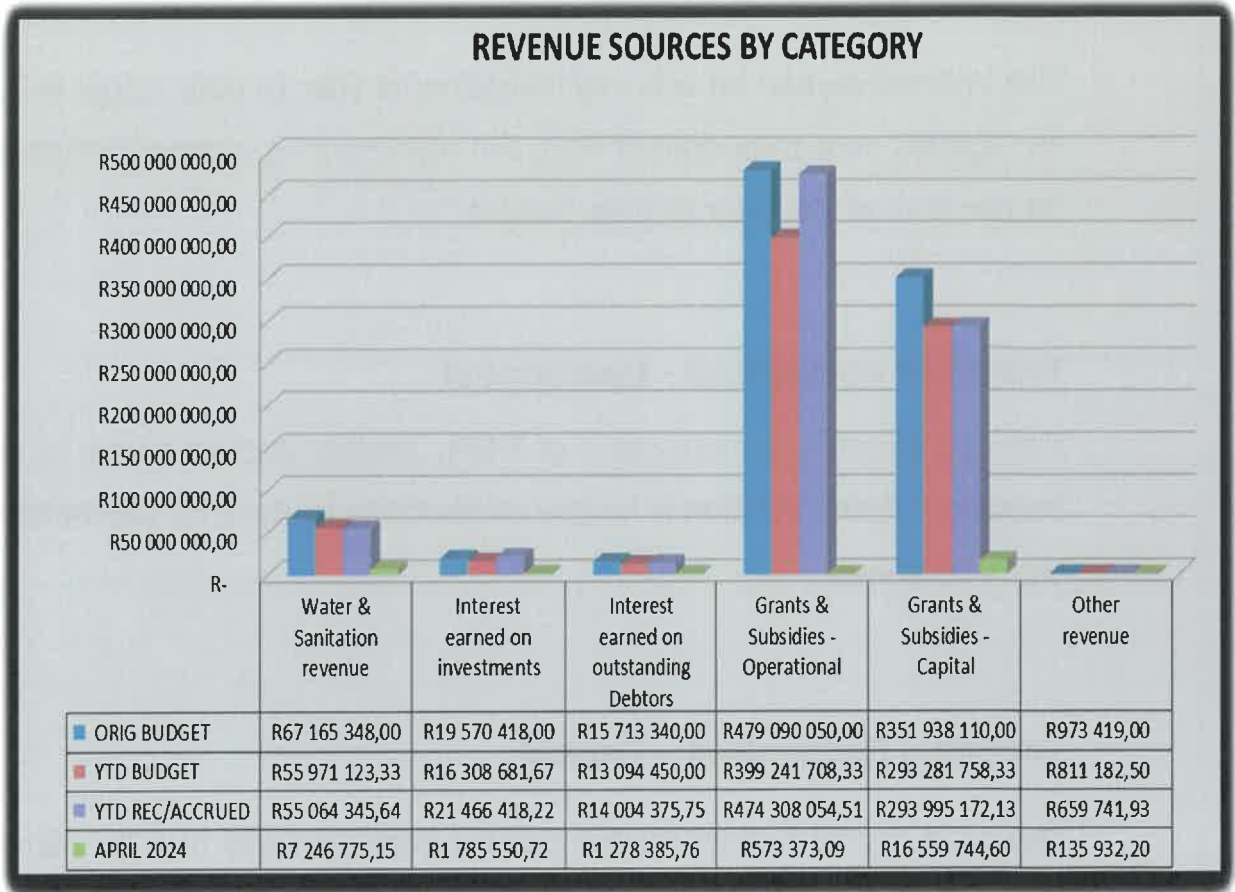
The following section analyses material variances between the actual targets as at 30 April 2024 and the budget for the same period. This report analyses each major component under following headings;

- ✓ Revenue by Source
- ✓ Operational Expenditure by Type; and
- ✓ Capital Expenditure
- ✓ Financial Position
- ✓ Cash Flows

### REVENUE

The chart displays a comparison between the 2023/24 financial year revenue budget and the performance against this budget as depicted in the form of Year to date (YTD) Actual figures. It should be emphasised that the information presented relates to “performance” rather than “cash movements” in terms of the revenue items listed below. This accounting principle relating to municipal performance is best illustrated in the analysis that follows.

**Chart 3: Revenue Analysis**



**Water & Sanitation Charges**

The year to date **actual** water & sanitation charges (**billing**) as at 30 April 2024 was R55million against a year to date **budget** of R55,9million which is 98 per cent of year to date budget.



### **Interest Earned on External Investments**

The interest earned on external investments year to date actual is R21, 4m against year to budget of R16, 3m representing overperformance of 34 per cent of the year to date budget.

### **Transfers Recognised - Operational**

The operational grants revenue of R474, 3million against a year to date budget of R399, 2million is largely attributable to the YTD equitable share received.

### **Transfers Recognised – Capital**

The total capital budget for the current year amounts to R351, 9million. The YTD actual on capital amounts to R293, 9million against a YTD budget of R293, 2million or 100% of the planned expenditure. Capital expenditure is mainly funded by means of National grants.

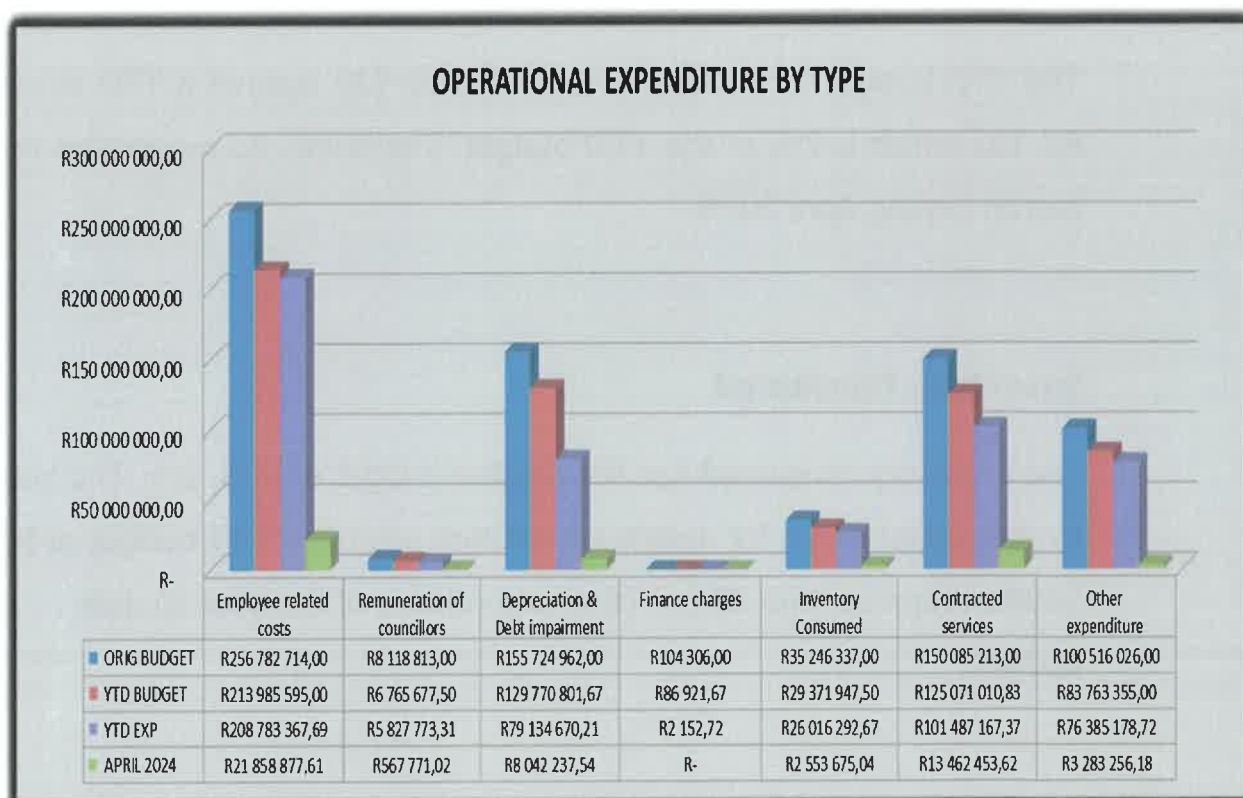
### **Other Revenue**

The YTD performance of other revenue is R 659 742 against YTD budget of R 811 183 which is made up of tender documents and clearance certificates.

## OPERATIONAL EXPENDITURE

The chart below presents the YTD operational expenditure movements against the YTD budgets. An analysis of each expenditure line item category is discussed below.

**Chart 4: 2023/24 financial year Opex**



### Employee Related Costs

The YTD actual for employee related costs is R208, 7million against a YTD budget of R213, 9million which is 98% of the YTD budget.

### **Remuneration of Councillors**

The remuneration of councillor's year to date expenditure is at R5, 8m against a YTD budget of R6, 7m representing 86% of the year to date budget.

### **Finance Charges**

The YTD budget for finance charges is R86 922 against a YTD actual of R2 153 which is 2% of the YTD budget. There was no movement in the month ending April 2024.

### **Inventory Consumed**

The inventory consumed has the original budget of R35, 2m. The year to date expenditure for inventory is R26m against a YTD budget of R29, 3million representing 89 per cent expenditure of the year to date budget.

### **Contracted Services**

The original budget for contracted services is R 150million. The year to date expenditure for Contracted Services is R101, 4m against a YTD budget of R125million representing 81 per cent of planned expenditure.

### **Other Expenditure**

The YTD budget for operational costs was at R83, 7million against a YTD expenditure of R 76, 3million or 91 per cent and expenditure for the month of April 2024 is R 3, 2million.

### **Performance assessment**

The Performance Assessment Report will be available on the fourth quarter in terms of Sec 52 (d) of the Municipal Finance Management Act.

### **Actual and revised targets for cash receipts**

DC43 Harry Gwala - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M10 April

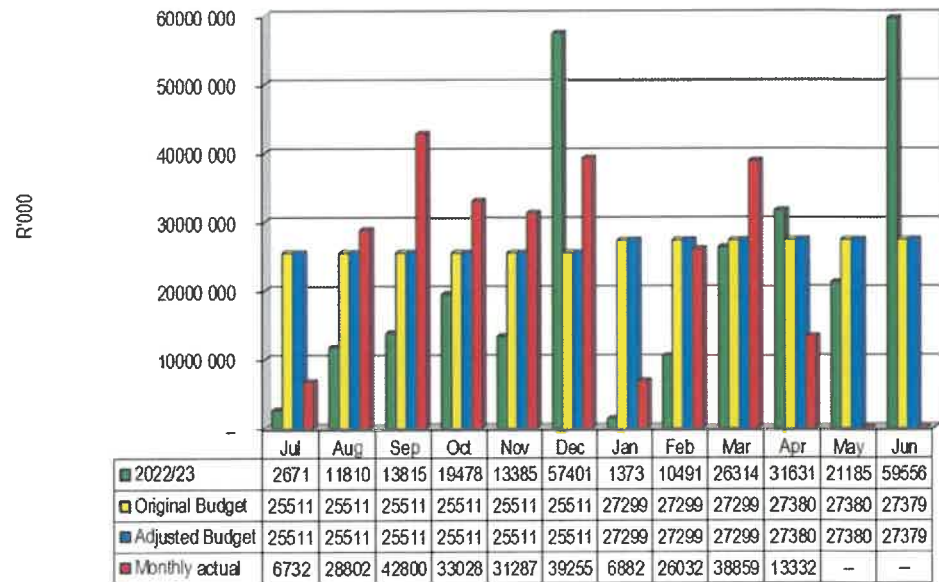
Description	Budget Year 2023/24												2023/24 Medium Term Revenue & Expenditure Framework			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Outcome	Outcome	Outcome	
<b>Cash Receipts By Source</b>																
Property rates	1	1	1	1	1	1	1	1	1	1	1	(6)	-	7	7	
Service charges - Electricity revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - Water revenue	4 359	4 321	4 356	4 336	4 182	3 934	2 319	5 075	4 707	4 381	4 094	3 066	49 132	49 632	57 392	
Service charges - Waste Water Management	687	854	964	846	1 001	781	347	1 098	790	697	597	2 906	11 969	12 562	13 316	
Service charges - Waste Management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest earned - external investments	835	2 455	2 306	1 670	1 681	1 811	2 402	3 026	3 494	1 786	1 827	(1 374)	21 920	20 402	19 519	
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and permits	2	1	8	5	3	4	2	5	3	2	1	(20)	16	-	-	
Transfers and Subsidies - Operational	193 180	4 416	-	-	2 776	154 544	1 505	1 505	115 907	717	41 153	(20 358)	493 840	512 493	551 650	
Other revenue	387 395	84 724	173 964	101 375	137 808	332 522	76 599	59 336	170 119	172 452	4 498	(1 646 821)	53 971	68 317	65 509	
<b>Cash Receipts by Source</b>	<b>566 460</b>	<b>96 771</b>	<b>181 598</b>	<b>108 233</b>	<b>147 453</b>	<b>493 597</b>	<b>81 670</b>	<b>70 046</b>	<b>295 020</b>	<b>180 035</b>	<b>52 571</b>	<b>(1 662 607)</b>	<b>630 847</b>	<b>663 414</b>	<b>707 393</b>	
<b>Other Cash Flows by Source</b>																
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	91 000	-	71 000	40 000	-	80 000	-	-	33 630	-	26 779	(21 057)	321 352	318 947	314 221	
Increase (decrease) in consumer deposits	-	-	7	27	13	171	280	27	-	-	12	(388)	149	569	604	
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Receipts by Source</b>	<b>677 460</b>	<b>96 771</b>	<b>252 605</b>	<b>148 260</b>	<b>147 466</b>	<b>573 767</b>	<b>81 950</b>	<b>70 073</b>	<b>328 650</b>	<b>180 035</b>	<b>79 362</b>	<b>(1 684 053)</b>	<b>952 348</b>	<b>982 930</b>	<b>1 022 218</b>	
<b>Cash Payments by Type</b>																
Employee related costs	17 856	22 316	20 593	20 871	21 036	26 901	20 891	21 087	20 845	25 729	21 399	17 259	256 783	273 171	273 171	
Remuneration of councillors	-	-	911	490	311	321	273	296	300	308	677	4 233	8 119	8 606	9 122	
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	142	150	
Acquisitions - water & other inventory	-	-	-	-	-	-	-	-	(9)	-	2 476	27 246	29 714	31 081	32 510	
Contracted services	-	-	-	-	-	-	-	-	-	-	11 947	131 415	143 362	170 542	165 737	
Other expenditure	40 071	66 189	68 630	53 905	61 167	73 450	31 027	44 789	63 653	34 959	14 811	(374 964)	177 727	143 897	193 210	
<b>Cash Payments by Type</b>	<b>57 928</b>	<b>88 505</b>	<b>90 133</b>	<b>75 266</b>	<b>82 514</b>	<b>100 672</b>	<b>52 191</b>	<b>66 172</b>	<b>84 790</b>	<b>61 036</b>	<b>51 309</b>	<b>(194 811)</b>	<b>615 704</b>	<b>627 439</b>	<b>703 901</b>	
<b>Other Cash Flows/Payments by Type</b>																
Capital assets	6 733	28 802	42 801	33 028	31 288	39 255	6 983	26 032	38 859	13 333	26 406	23 448	316 868	307 686	297 785	
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	200	2 200	2 400	2 400	2 400	
Other Cash Flows/Payments	-	117	612	319	1 194	4 161	1 175	653	567	-	1 000	2 202	12 000	15 000	15 000	
<b>Total Cash Payments by Type</b>	<b>64 660</b>	<b>117 424</b>	<b>133 545</b>	<b>108 613</b>	<b>114 996</b>	<b>144 088</b>	<b>60 248</b>	<b>92 858</b>	<b>124 215</b>	<b>74 369</b>	<b>78 914</b>	<b>(166 960)</b>	<b>946 972</b>	<b>952 525</b>	<b>1 019 086</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>612 800</b>	<b>(20 653)</b>	<b>119 060</b>	<b>39 647</b>	<b>32 470</b>	<b>429 679</b>	<b>21 702</b>	<b>(22 785)</b>	<b>204 435</b>	<b>105 666</b>	<b>448</b>	<b>(1 517 093)</b>	<b>5 375</b>	<b>30 405</b>	<b>3 132</b>	
Cash/cash equivalents at the monthly/year beginning:	124 641	737 441	716 788	835 847	875 494	907 964	1 337 643	1 359 345	1 356 580	1 540 995	1 646 661	1 647 109	124 641	130 016	160 421	
Cash/cash equivalents at the monthly/year end:	737 441	716 788	835 847	875 494	907 964	1 337 643	1 359 345	1 356 580	1 540 995	1 646 661	1 647 109	130 016	130 016	160 421	163 553	

# Capital Expenditure Trend

DC43 Harry Gwala - Supporting Table SC12 Consolidated 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									
<b>Monthly expenditure performance trend</b>									
July	2 672	25 512	25 512	6 733	6 733	25 512	18 779	73,6%	2%
August	11 810	25 512	25 512	28 802	28 802	51 024	22 221	43,6%	9%
September	13 816	25 512	25 512	42 801	42 801	76 535	33 735	44,1%	13%
October	19 479	25 512	25 512	33 028	33 028	102 047	69 019	67,6%	10%
November	13 386	25 512	25 512	31 288	31 288	127 559	96 271	75,5%	10%
December	57 401	25 512	25 512	39 255	39 255	153 071	113 815	74,4%	12%
January	1 374	27 300	27 300	6 883	6 883	180 370	173 488	96,2%	2%
February	10 492	27 300	27 300	26 032	26 032	207 670	181 637	87,5%	8%
March	26 315	27 300	27 300	38 859	38 859	234 970	196 110	83,5%	12%
April	31 631	27 380	27 380	13 333	13 333	262 350	249 017	94,9%	0
May	21 186	27 380	27 380	-	13 333	289 730	276 397	95,4%	0
June	59 557	27 380	27 380	-	-	317 110	317 110	100,0%	-
<b>Total Capital expenditure</b>	<b>269 118</b>	<b>317 110</b>	<b>317 110</b>	<b>267 014</b>					

Chart C1 2023/24 Capital Expenditure Monthly Trend: actual v target



## Capital Expenditure on New Assets by Asset Class

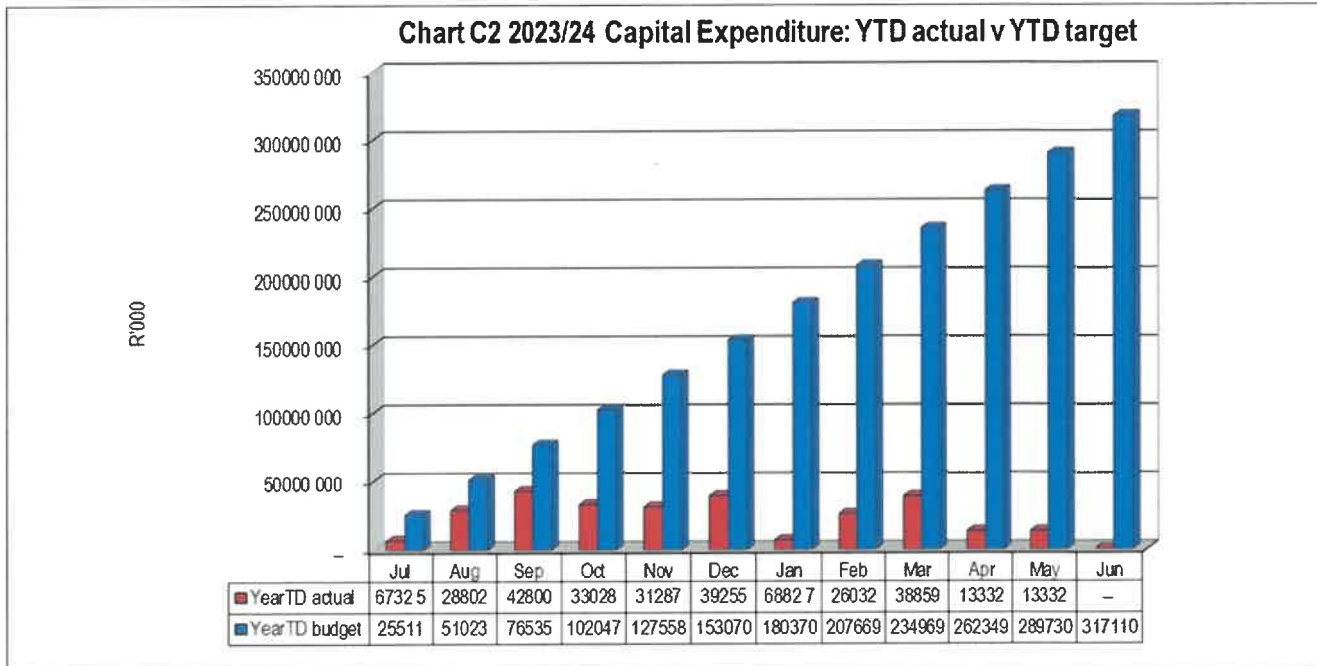
DC43 Harry Gwala - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M10 April

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	247 862	262 045	284 533	13 192	251 755	234 431	(17 324)	-7,4%	284 533
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	203 327	191 477	228 755	10 344	198 585	185 032	(13 553)	-7,3%	228 755
Dams and Weirs	18 068	45 242	44 037	468	22 108	34 719	12 611	36,3%	44 037
Boreholes	37 187	33 539	6 230	-	3 346	5 122	1 776	34,7%	6 230
Reservoirs	-	-	-	-	-	-	-	-	-
Pump Stations	3 716	4 935	7 348	2 781	11 237	5 721	(5 516)	-96,4%	7 348
Water Treatment Works	267	-	-	-	-	-	-	-	-
Bulk Mains	45 795	16 056	50 695	-	45 595	41 478	(4 117)	-9,9%	50 695
Distribution	98 295	91 705	120 445	7 096	116 299	97 992	(18 307)	-18,7%	120 445
Distribution Points	-	-	-	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	44 534	70 568	55 778	2 848	53 169	49 398	(3 771)	-7,6%	55 778
Pump Station	-	6 488	5 488	218	5 815	4 740	(1 075)	-22,7%	5 488
Reticulation	44 534	41 814	49 090	2 631	47 354	41 062	(6 292)	-15,3%	49 090
Waste Water Treatment Works	-	10 761	1 200	-	-	2 594	2 594	100,0%	1 200
Outfall Sewers	-	-	-	-	-	-	-	-	-
Toilet Facilities	-	11 505	-	-	-	1 003	1 003	100,0%	-
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	270	804	1 004	-	-	737	737	100,0%	1 004
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	270	804	1 004	-	-	737	737	100,0%	1 004
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	270	804	1 004	-	-	737	737	100,0%	1 004
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	410	742	1 060	-	599	819	220	26,9%	1 060
Computer Equipment	410	742	1 060	-	599	819	220	26,9%	1 060
<b>Furniture and Office Equipment</b>	1 293	2 602	3 461	141	1 322	2 752	1 430	52,0%	3 461
Furniture and Office Equipment	1 293	2 602	3 461	141	1 322	2 752	1 430	52,0%	3 461
<b>Machinery and Equipment</b>	7 430	8 810	8 810	-	1 314	7 342	6 028	82,1%	8 810
Machinery and Equipment	7 430	8 810	8 810	-	1 314	7 342	6 028	82,1%	8 810
<b>Transport Assets</b>	-	1 600	1 600	-	-	1 333	1 333	100,0%	1 600
Transport Assets	-	1 600	1 600	-	-	1 333	1 333	100,0%	1 600
<b>Total Capital Expenditure on new assets</b>	<b>257 265</b>	<b>276 603</b>	<b>300 468</b>	<b>13 333</b>	<b>254 969</b>	<b>247 414</b>	<b>(7 576)</b>	<b>-3,1%</b>	<b>300 468</b>

### Capital Expenditure on Renewal of Existing Assets by Asset Class

DC43 Harry Gwala - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M10 April

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	-	14 802	-	-	-	1 228	1 228	100,0%	-
Water Supply Infrastructure	-	14 802	-	-	-	1 195	1 195	100,0%	-
Dams and Weirs	-	-	-	-	-	-	-	-	-
Boreholes	-	-	-	-	-	-	-	-	-
Reservoirs	-	-	-	-	-	-	-	-	-
Pump Stations	-	-	-	-	-	-	-	-	-
Water Treatment Works	-	-	-	-	-	-	-	-	-
Bulk Mains	-	3 890	-	-	-	214	214	100,0%	-
Distribution	-	10 911	-	-	-	980	980	100,0%	-
Distribution Points	-	-	-	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	-	-	33	33	100,0%	-
Pump Station	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	33	33	100,0%	-
<b>Machinery and Equipment</b>	-	135	177	-	-	126	126	100,0%	177
Machinery and Equipment	-	135	177	-	-	126	126	100,0%	177
<b>Transport Assets</b>	6 259	5 400	7 025	-	2 557	5 583	3 026	54,2%	7 025
Transport Assets	6 259	5 400	7 025	-	2 557	5 583	3 026	54,2%	7 025
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>6 259</b>	<b>20 336</b>	<b>7 201</b>	<b>-</b>	<b>2 557</b>	<b>6 937</b>	<b>4 380</b>	<b>63,1%</b>	<b>7 201</b>





### Expenditure on Repairs and Maintenance by Asset Class

DC43 Harry Gwala - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M10 April

Description	2022/23	Budget Year 2023/24							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	45 120	46 093	43 410	5 899	32 025	36 480	4 455	12,2%	43 410
<i>Capital Spares</i>							-		
Water Supply Infrastructure	45 120	46 093	43 410	5 899	32 025	36 480	4 455	12,2%	43 410
<i>Dams and Weirs</i>							-		
<i>Boreholes</i>							-		
Reservoirs	26 400	23 439	23 556	2 400	17 793	19 611	1 818	9,3%	23 556
Pump Stations	11 207	12 402	10 402	2 249	7 401	9 002	1 601	17,8%	10 402
<i>Water Treatment Works</i>							-		
<i>PRV Stations</i>							-		
<i>Capital Spares</i>	7 514	10 252	9 452	1 251	6 831	7 868	1 037	13,2%	9 452
<b>Community Assets</b>	63	73	73	-	-	61	61	100,0%	73
Community Facilities	-	-	-	-	-	-	-		-
Sport and Recreation Facilities	63	73	73	-	-	61	61	100,0%	73
<i>Indoor Facilities</i>	63	73	73	-	-	61	61	100,0%	73
<i>Outdoor Facilities</i>							-		
<i>Capital Spares</i>							-		
<b>Other assets</b>	4 008	5 459	5 046	861	4 141	4 274	133	3,1%	5 046
Operational Buildings	4 008	5 459	5 046	861	4 141	4 274	133	3,1%	5 046
Municipal Offices	4 008	5 459	5 046	861	4 141	4 274	133	3,1%	5 046
Pay/Enquiry Points							-		
<b>Computer Equipment</b>	17	125	50	-	16	52	36	69,1%	50
Computer Equipment	17	125	50	-	16	52	36	69,1%	50
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
<b>Machinery and Equipment</b>	3 055	-	-	-	-	-	-		-
Machinery and Equipment	3 055	-	-	-	-	-	-		-
<b>Transport Assets</b>	204	241	109	-	49	188	139	73,9%	109
Transport Assets	204	241	109	-	49	188	139	73,9%	109
<b>Total Repairs and Maintenance Expenditure</b>	<b>52 468</b>	<b>51 991</b>	<b>48 689</b>	<b>6 760</b>	<b>36 231</b>	<b>41 054</b>	<b>4 824</b>	<b>11,7%</b>	<b>48 689</b>

## 2.7 Municipal Manager's Quality's Certificate

### Quality Certificate

I, Gamakulu Ma'art Sineke, the Municipal Manager of Harry Gwala District Municipality, hereby certify that-

- The monthly budget statement

For the month of April 2024 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Gamakulu Ma'art Sineke

Municipal Manager of: Harry Gwala District Municipality

Signed \_\_\_\_\_

Date 27/05/2024

