

# Harry Gwala District Municipality

MFMA s71 report for the period ending 31 July 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.

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## 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) for the period ending 31 July 2024.

## **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 269% 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.

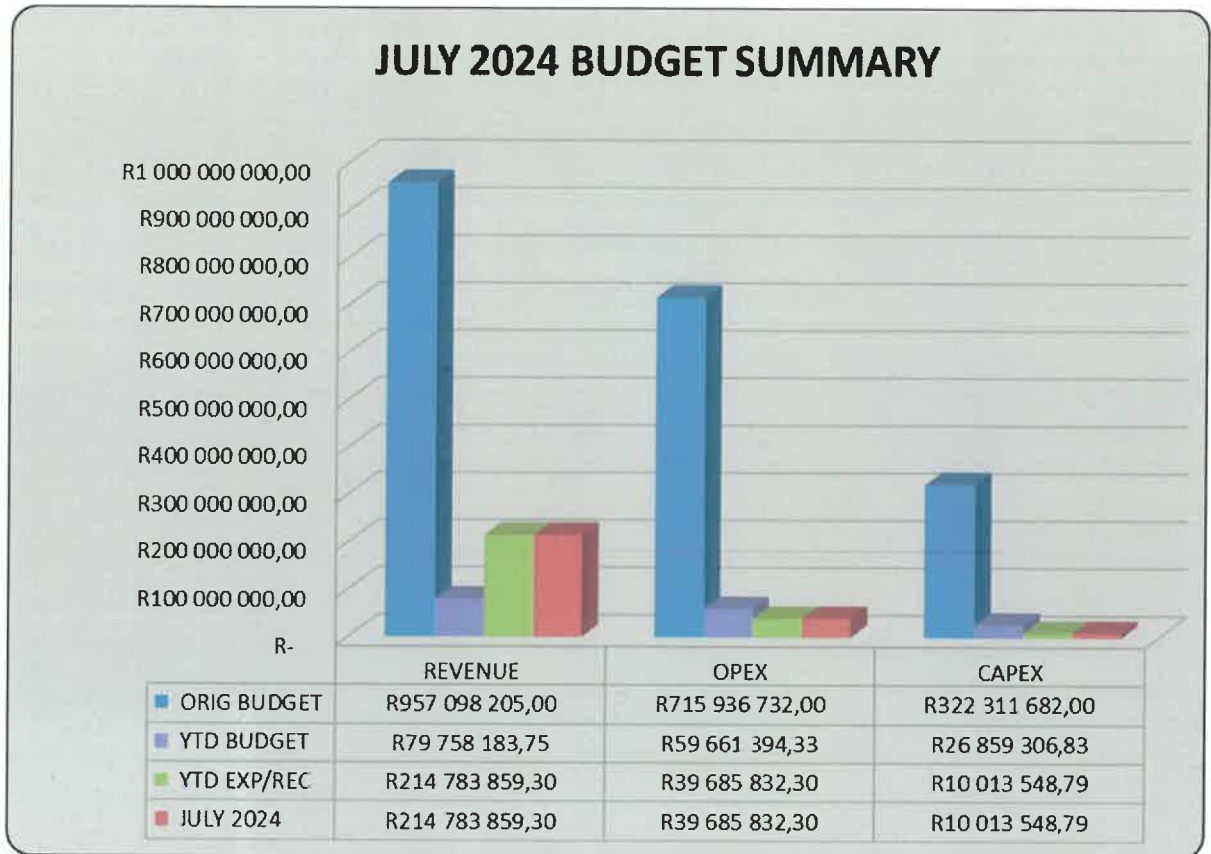
## **Operating expenditure by vote & type**

The total operating budget for the current year amounts to R715, 9m. The YTD Operating expenditure for the month ended 31 July amounted to R39, 6m against a year to date (YTD) budget of R59, 6m. The actual YTD expenditure represented 67% of the year to date budget.

## **Capital expenditure**

The total capital budget for the current year amounts to R322, 3m. The YTD expenditure on capital amounts to R10million against year to date budget of R26, 8million, or 37% 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 R209, 7million. The closing cash and cash equivalents as at the end of July 2024 was R453, 2million.Refer to the table below for cash and cash equivalent register for more detail on the cash position.



CASH AND INVESTMENT REGISTER AS AT 31 JULY 2024

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Variable or Fixed interest rate	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
	Yrs/Months							
R thousands								
<b>Municipality</b>								
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	202	20	-	35 718	35 940
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	10 502	91	-	-	10 593
FIRST NATIONAL BANK	M	ADMIN CALL	Fixed	35 700	201	(35 698)	-	203
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	2	25	-	-	27
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	18	0	-	4 100	4 118
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	46 112	269	-	17 651	64 042
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	1 776	29	(17 602)	-	(15 797)
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	9	0	1	-	9
NEDBANK	M	FIXED DEPOSIT	Fixed	101	1	-	-	101
FNB BANK	M	FIXED DEPOSIT	Fixed	48 087	694	-	-	49 781
FNB BANK	M	FIXED DEPOSIT	Fixed	24 000	-	(22 000)	-	2 000
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	-	-
FIRST NATIONAL BANK	M	CURRENT ACCOUNT	Fixed	41 928	-	-	10 569	52 497
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	49 781	49 781
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	55 000	55 000
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	55 000	55 000
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
Municipality sub-total				209 438	1 330	(75 299)	317 829	453 295
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>209 438</b>	<b>1 330</b>	<b>(75 299)</b>	<b>317 829</b>	<b>453 295</b>

### Allocations received (National & Provincial Grants)

All DORA and provincial grants allocations for 2024/2025 have been received as per payment schedule. The total grants received as at 31 July 2024 was R 285, 6million. Conditional Grants amounting to R 80, 7million and the equitable share is R 204, 9million. Three grants received in the month ending 31 July 2024.

### **Transfers Recognised – Operating**

One operational grant received for the month of July 2024 namely:

- Equitable Share- R 204 932 000

### **Transfers Recognised – Capital**

Two Capital grants received for the month of July 2024 namely:

- Municipal Infrastructure Grant- R 35 718 000
- Water Services Infrastructure Grant- R 45 000 000

### **Spending on Grants**

Spending on grants amounted to R10million or 37% for the month ending July 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 - M01 July

Description	2023/24		Budget Year 2024/25						
	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	72 558	71 195	71 195	6 937	6 937	5 933	1 004	17%	71 195
Investment revenue	21 988	17 435	17 435	1 623	1 623	1 453	170	12%	17 435
Transfers and subsidies - Operational	477 532	532 623	532 623	204 932	204 932	44 385	160 547	0	532 623
Other own revenue	19 807	17 721	17 721	1 292	1 292	1 477	(184)	-12%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>591 885</b>	<b>638 975</b>	<b>638 975</b>	<b>214 784</b>	<b>214 784</b>	<b>53 248</b>	<b>161 536</b>	<b>303%</b>	<b>638 975</b>
Employee costs	256 037	273 607	273 607	21 119	21 119	22 801	(1 682)	-7%	273 607
Remuneration of Councillors	6 932	8 606	8 606	592	592	717	(125)	-17%	8 606
Depreciation and amortisation	92 945	101 837	101 837	-	-	8 486	(8 486)	-100%	101 837
Interest	(1)	115	115	-	-	10	(10)	-100%	115
Inventory consumed and bulk purchases	33 740	36 810	36 810	113	113	3 067	(2 955)	-96%	36 810
Transfers and subsidies	-	6 700	6 700	-	-	558	(568)	-100%	6 700
Other expenditure	254 830	288 262	288 262	17 862	17 862	24 022	(6 160)	-26%	288 262
<b>Total Expenditure</b>	<b>644 584</b>	<b>715 937</b>	<b>715 937</b>	<b>39 686</b>	<b>39 686</b>	<b>59 662</b>	<b>(19 976)</b>	<b>-33%</b>	<b>715 937</b>
<b>Surplus/(Deficit)</b>	<b>(52 699)</b>	<b>(76 962)</b>	<b>(76 962)</b>	<b>175 098</b>	<b>175 098</b>	<b>(6 414)</b>	<b>181 512</b>	<b>-2830%</b>	<b>(76 962)</b>
Transfers and subsidies - capital (monetary allocations)	630 368	316 124	316 124	-	-	26 510	(26 510)	-100%	316 124
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>577 669</b>	<b>241 161</b>	<b>241 161</b>	<b>175 098</b>	<b>175 098</b>	<b>20 096</b>	<b>155 002</b>	<b>771%</b>	<b>241 161</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>577 669</b>	<b>241 161</b>	<b>241 161</b>	<b>175 098</b>	<b>175 098</b>	<b>20 096</b>	<b>155 002</b>	<b>771%</b>	<b>241 161</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>306 002</b>	<b>322 312</b>	<b>322 312</b>	<b>10 014</b>	<b>10 014</b>	<b>26 859</b>	<b>(16 846)</b>	<b>-63%</b>	<b>322 312</b>
Capital transfers recognised	298 048	276 944	276 944	9 823	9 823	23 079	(13 256)	-57%	276 944
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	7 953	45 368	45 368	191	191	3 781	(3 590)	-95%	45 368
<b>Total sources of capital funds</b>	<b>306 002</b>	<b>322 312</b>	<b>322 312</b>	<b>10 014</b>	<b>10 014</b>	<b>26 859</b>	<b>(16 846)</b>	<b>-63%</b>	<b>322 312</b>
<b>Financial position</b>									
Total current assets	251 201	208 559	208 559	-	484 233	-	-	-	208 559
Total non current assets	3 138 751	3 446 319	3 446 319	-	3 148 765	-	-	-	3 446 319
Total current liabilities	(158 609)	124 097	124 097	-	(90 601)	-	-	-	124 097
Total non current liabilities	30 536	29 399	29 399	-	30 536	-	-	-	29 399
Community wealth/Equity	3 262 736	3 501 382	3 501 382	-	3 693 123	-	-	-	3 501 382
<b>Cash flows</b>									
Net cash from (used) operating	1 802 326	326 348	326 348	355 162	355 162	27 196	(327 966)	-1206%	326 348
Net cash from (used) investing	(304 213)	(322 312)	(322 312)	(10 014)	(10 014)	(26 859)	(16 846)	63%	(322 312)
Net cash from (used) financing	(355)	(2 969)	(2 969)	-	-	(247)	(247)	100%	(2 969)
<b>Cash/cash equivalents at the month/year end</b>	<b>1 622 398</b>	<b>152 288</b>	<b>152 288</b>	<b>554 916</b>	<b>554 916</b>	<b>151 310</b>	<b>(403 606)</b>	<b>-267%</b>	<b>210 835</b>
<b>Debtors &amp; creditors analysis</b>									
	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>Debtors Age Analysis</b>									
Total By Income Source	8 414	7 133	5 943	5 567	3 662	3 132	16 220	174 782	224 855
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

## 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) - M01 July

Description	2023/24	Budget Year 2024/25							
	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>									
<i><b>Governance and administration</b></i>	490 123	510 213	510 213	206 619	206 619	42 518	164 101	386%	510 213
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	490 123	510 213	510 213	206 619	206 619	42 518	164 101	386%	510 213
Internal audit	-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>	42	17	17	4	4	1	2	169%	17
Community and social services	42	17	17	4	4	1	2	169%	17
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>	-	21 530	21 530	-	-	1 794	(1 794)	-100%	21 530
Planning and development	-	21 530	21 530	-	-	1 794	(1 794)	-100%	21 530
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>	732 088	425 338	425 338	8 161	8 161	35 445	(27 284)	-77%	425 338
Energy sources	-	-	-	-	-	-	-	-	-
Water management	718 275	409 956	409 956	7 046	7 046	34 163	(27 117)	-79%	409 956
Waste water management	13 814	15 382	15 382	1 115	1 115	1 282	(167)	-13%	15 382
Waste management	-	-	-	-	-	-	-	-	-
<i><b>Other</b></i>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>1 222 253</b>	<b>957 098</b>	<b>957 098</b>	<b>214 784</b>	<b>214 784</b>	<b>79 758</b>	<b>135 026</b>	<b>169%</b>	<b>957 098</b>
<b>Expenditure - Functional</b>									
<i><b>Governance and administration</b></i>	282 686	328 884	328 884	18 064	18 064	27 407	(9 343)	-34%	328 884
Executive and council	30 221	45 410	45 410	1 714	1 714	3 784	(2 070)	-55%	45 410
Finance and administration	243 906	271 416	271 416	15 719	15 719	22 618	(6 900)	-31%	271 416
Internal audit	8 559	12 058	12 058	631	631	1 005	(374)	-37%	12 058
<i><b>Community and public safety</b></i>	19 040	24 662	24 662	1 452	1 452	2 055	(603)	-29%	24 662
Community and social services	19 040	24 662	24 662	1 452	1 452	2 055	(603)	-29%	24 662
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>	152 029	175 539	175 539	3 535	3 535	14 628	(11 093)	-76%	175 539
Planning and development	152 029	175 539	175 539	3 535	3 535	14 628	(11 093)	-76%	175 539
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>	190 829	186 601	186 601	16 634	16 634	15 550	1 084	7%	186 601
Energy sources	-	-	-	-	-	-	-	-	-
Water management	190 642	185 665	185 665	16 617	16 617	15 472	1 145	7%	185 665
Waste water management	187	937	937	17	17	78	(61)	-79%	937
Waste management	-	-	-	-	-	-	-	-	-
<i><b>Other</b></i>	-	250	250	-	-	21	(21)	-100%	250
<b>Total Expenditure - Functional</b>	<b>644 584</b>	<b>715 937</b>	<b>715 937</b>	<b>39 686</b>	<b>39 686</b>	<b>59 662</b>	<b>(19 976)</b>	<b>-33%</b>	<b>715 937</b>
<b>Surplus/ (Deficit) for the year</b>	<b>577 669</b>	<b>241 161</b>	<b>241 161</b>	<b>175 098</b>	<b>175 098</b>	<b>20 096</b>	<b>155 002</b>	<b>7,7128696</b>	<b>241 161</b>

This table assess the revenue by department and then the expenditure for the period ending 31 July 2024. Revenue receipts in July have largely constituted of service charges which is water and sanitation. The overall budgeted revenue cash receipt for the month of July is 22% against original budget.

Expenditure by standard classification presents the expenditures by the departments. Water Services Department has the largest expenditure for the month of July as the department responsible for the repairs and maintenance of the municipal assets and also with the largest staff complement, shares the greatest bulk of this budget and hence the expenditure of R18, 3million.

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) - M01 July

Vote Description	2023/24	Budget Year 2024/25							
	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	489 676	509 775	509 775	206 559	206 559	42 481	164 078	386,2%	509 775
Vote 04 - Summary Corporate Services	418	387	387	60	60	32	27	84,8%	387
Vote 05 - Summary Social Services & Development Planning	42	21 547	21 547	4	4	1 796	(1 792)	-99,8%	21 547
Vote 06 - Summary Infrastructure Services	646 985	343 279	343 279	304	304	28 607	(28 303)	-98,9%	343 279
Vote 07 - Summary Water Services	85 131	82 110	82 110	7 857	7 857	6 843	1 015	14,8%	82 110
Vote 15 - Other	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>1 222 253</b>	<b>957 098</b>	<b>957 098</b>	<b>214 784</b>	<b>214 784</b>	<b>79 758</b>	<b>135 026</b>	<b>169,3%</b>	<b>957 098</b>
<b>Expenditure by Vote</b>									
Vote 01 - Summary Council	15 561	21 342	21 342	999	999	1 779	(780)	-43,8%	21 342
Vote 02 - Summary Municipal Manager	23 218	27 993	27 993	1 347	1 347	2 333	(986)	-42,3%	27 993
Vote 03 - Summary Budget And Treasury Office	95 585	105 423	105 423	7 241	7 241	8 785	(1 545)	-17,6%	105 423
Vote 04 - Summary Corporate Services	92 789	106 417	106 417	6 688	6 688	8 868	(2 180)	-24,6%	106 417
Vote 05 - Summary Social Services & Development Planning	56 025	88 372	88 372	2 659	2 659	7 364	(4 706)	-63,9%	88 372
Vote 06 - Summary Infrastructure Services	115 513	125 796	125 796	2 417	2 417	10 483	(8 066)	-76,9%	125 796
Vote 07 - Summary Water Services	245 693	240 594	240 594	18 335	18 335	20 050	(1 715)	-8,6%	240 594
Vote 15 - Other	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>644 584</b>	<b>715 937</b>	<b>715 937</b>	<b>39 686</b>	<b>39 686</b>	<b>59 662</b>	<b>(19 976)</b>	<b>-33,5%</b>	<b>715 937</b>
<b>Surplus/ (Deficit) for the year</b>	<b>577 669</b>	<b>241 161</b>	<b>241 161</b>	<b>175 098</b>	<b>175 098</b>	<b>20 096</b>	<b>155 002</b>	<b>771,3%</b>	<b>241 161</b>

## Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 31 July 2024.

DC43 Harry Gwala - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Budget Year 2024/25								
	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	59 302	56 944	56 944	5 842	5 842	4 745	1 096	23%	56 944
Service charges - Waste Water Management	13 256	14 252	14 252	1 095	1 095	1 188	(93)	-8%	14 252
Service charges - Waste management							-		
Sale of Goods and Rendering of Services	178	663	663	0	0	55	(55)	-100%	663
Agency services							-		
Interest							-		
Interest earned from Receivables	16 536	16 655	16 655	1 229	1 229	1 388	(159)	-11%	16 655
Interest from Current and Non Current Assets	21 988	17 435	17 435	1 623	1 623	1 453	170	12%	17 435
Dividends							-		
Rent on Land							-		
Rental from Fixed Assets							-		
Licence and permits							-		
Operational Revenue	1 241	404	404	63	63	34	30	88%	404
<b>Non-Exchange Revenue</b>									
Property rates							-		
Surcharges and Taxes							-		
Fines, penalties and forfeits	478	-	-	-	-	-	-		-
Licence and permits							-		
Transfers and subsidies - Operational	477 532	532 623	532 623	204 932	204 932	44 385	160 547	362%	532 623
Interest	-	-	-	-	-	-	-		-
Fuel Levy							-		-
Operational Revenue	-	-	-	-	-	-	-		-
Gains on disposal of Assets	-	-	-	-	-	-	-		-
Other Gains	1 374	-	-	-	-	-	-		-
<b>Discontinued Operations</b>									
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>591 885</b>	<b>638 975</b>	<b>638 975</b>	<b>214 784</b>	<b>214 784</b>	<b>53 248</b>	<b>161 536</b>	<b>303%</b>	<b>638 975</b>
<b>Expenditure By Type</b>									
Employee related costs	256 037	273 607	273 607	21 119	21 119	22 801	(1 682)	-7%	273 607
Remuneration of councillors	6 932	8 606	8 606	592	592	717	(125)	-17%	8 606
Bulk purchases - electricity	-	-	-	-	-	-	-		-
Inventory consumed	33 740	36 810	36 810	113	113	3 067	(2 955)	-96%	36 810
Debt impairment	10 796	-	-	-	-	-	-		-
Depreciation and amortisation	92 945	101 837	101 837	-	-	8 486	(8 486)	-100%	101 837
Interest	(1)	115	115	-	-	10	(10)	-100%	115
Contracted services	124 276	152 097	152 097	6 099	6 099	12 675	(6 575)	-52%	152 097
Transfers and subsidies	-	6 700	6 700	-	-	558	(558)	-100%	6 700
Recoverable debts written off	29 995	31 908	31 908	7 999	7 999	2 659	5 340	201%	31 908
Operational costs	89 864	104 257	104 257	3 764	3 764	8 688	(4 924)	-57%	104 257
Losses on Disposal of Assets	-	-	-	-	-	-	-		-
Other Losses	-	-	-	-	-	-	-		-
<b>Total Expenditure</b>	<b>644 584</b>	<b>715 937</b>	<b>715 937</b>	<b>39 686</b>	<b>39 686</b>	<b>59 662</b>	<b>(19 976)</b>	<b>-33%</b>	<b>715 937</b>
<b>Surplus/(Deficit)</b>									
Transfers and subsidies - capital (monetary allocations)	(52 699)	(76 962)	(76 962)	175 098	175 098	(6 414)	181 512	(0)	(76 962)
Transfers and subsidies - capital (in-kind)	630 368	318 124	318 124	-	-	26 510	(26 510)	(0)	318 124
	-	-	-	-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>577 669</b>	<b>241 161</b>	<b>241 161</b>	<b>175 098</b>	<b>175 098</b>	<b>20 096</b>	<b>155 002</b>	<b>0</b>	<b>241 161</b>
Income Tax							-		
<b>Surplus/(Deficit) after income tax</b>	<b>577 669</b>	<b>241 161</b>	<b>241 161</b>	<b>175 098</b>	<b>175 098</b>	<b>20 096</b>	<b>155 002</b>	<b>0</b>	<b>241 161</b>
Share of Surplus/Deficit attributable to Joint Venture							-		
Share of Surplus/Deficit attributable to Minorities							-		
<b>Surplus/(Deficit) attributable to municipality</b>	<b>577 669</b>	<b>241 161</b>	<b>241 161</b>	<b>175 098</b>	<b>175 098</b>	<b>20 096</b>	<b>155 002</b>	<b>0</b>	<b>241 161</b>
Share of Surplus/Deficit attributable to Associate							-		
Intercompany/Parent subsidiary transactions	-	-	-	-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>	<b>577 669</b>	<b>241 161</b>	<b>241 161</b>	<b>175 098</b>	<b>175 098</b>	<b>20 096</b>	<b>155 002</b>	<b>0</b>	<b>241 161</b>



## Capital Expenditure

Table C5 below reports on the capital expenditures by departments (municipal vote) and also 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 - M01 July

Vote Description	2023/24	Budget Year 2024/25							
	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	-	-	-	-	-	-	-	-	-
Vote 04 - Summary Corporate Services	4 100	9 480	9 480	139	139	790	(651)	-82%	9 480
Vote 05 - Summary Social Services & Development Planning	1 134	5 640	5 640	-	-	470	(470)	-100%	5 640
Vote 06 - Summary Infrastructure Services	74 557	122 732	122 732	1 213	1 213	10 228	(9 014)	-88%	122 732
Vote 07 - Summary Water Services	226 210	184 460	184 460	8 662	8 662	15 372	(6 710)	-44%	184 460
Vote 15 - Other	-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	<b>306 002</b>	<b>322 312</b>	<b>322 312</b>	<b>10 014</b>	<b>10 014</b>	<b>26 859</b>	<b>(16 846)</b>	<b>-63%</b>	<b>322 312</b>
<b>Total Capital Expenditure</b>	<b>306 002</b>	<b>322 312</b>	<b>322 312</b>	<b>10 014</b>	<b>10 014</b>	<b>26 859</b>	<b>(16 846)</b>	<b>-63%</b>	<b>322 312</b>
<b>Capital Expenditure - Functional Classification</b>									
<b>Governance and administration</b>	<b>4 100</b>	<b>14 205</b>	<b>14 205</b>	<b>139</b>	<b>139</b>	<b>1 184</b>	<b>(1 045)</b>	<b>-88%</b>	<b>14 205</b>
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	4 100	14 205	14 205	139	139	1 184	(1 045)	-88%	14 205
Internal audit	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>	<b>1 134</b>	<b>600</b>	<b>600</b>	<b>-</b>	<b>-</b>	<b>50</b>	<b>(50)</b>	<b>-100%</b>	<b>600</b>
Community and social services	1 134	600	600	-	-	50	(50)	-100%	600
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>	<b>57 181</b>	<b>121 210</b>	<b>121 210</b>	<b>1 213</b>	<b>1 213</b>	<b>10 101</b>	<b>(8 887)</b>	<b>-88%</b>	<b>121 210</b>
Planning and development	57 181	121 210	121 210	1 213	1 213	10 101	(8 887)	-88%	121 210
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
<b>Trading services</b>	<b>243 587</b>	<b>186 297</b>	<b>186 297</b>	<b>8 662</b>	<b>8 662</b>	<b>15 525</b>	<b>(6 863)</b>	<b>-44%</b>	<b>186 297</b>
Energy sources	-	-	-	-	-	-	-	-	-
Water management	178 622	176 093	176 093	6 838	6 838	14 674	(7 837)	-53%	176 093
Waste water management	64 965	10 204	10 204	1 824	1 824	850	974	115%	10 204
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>306 002</b>	<b>322 312</b>	<b>322 312</b>	<b>10 014</b>	<b>10 014</b>	<b>26 859</b>	<b>(16 846)</b>	<b>-63%</b>	<b>322 312</b>
<b>Funded by:</b>									
National Government	298 048	276 629	276 629	9 823	9 823	23 052	(13 230)	-57%	276 629
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	315	315	-	-	26	(26)	-100%	315
Transfers recognised - capital	298 048	276 944	276 944	9 823	9 823	23 079	(13 256)	-57%	276 944
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	7 953	45 368	45 368	191	191	3 781	(3 590)	-95%	45 368
<b>Total Capital Funding</b>	<b>306 002</b>	<b>322 312</b>	<b>322 312</b>	<b>10 014</b>	<b>10 014</b>	<b>26 859</b>	<b>(16 846)</b>	<b>-63%</b>	<b>322 312</b>



As alluded to above, the capital expenditure programme for the period ending 31 July 2024 was R10m which represents 37% of capital expenditure against year to date budget of R26, 8million.

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

**Chart 1: 2024/2025 CAPEX**

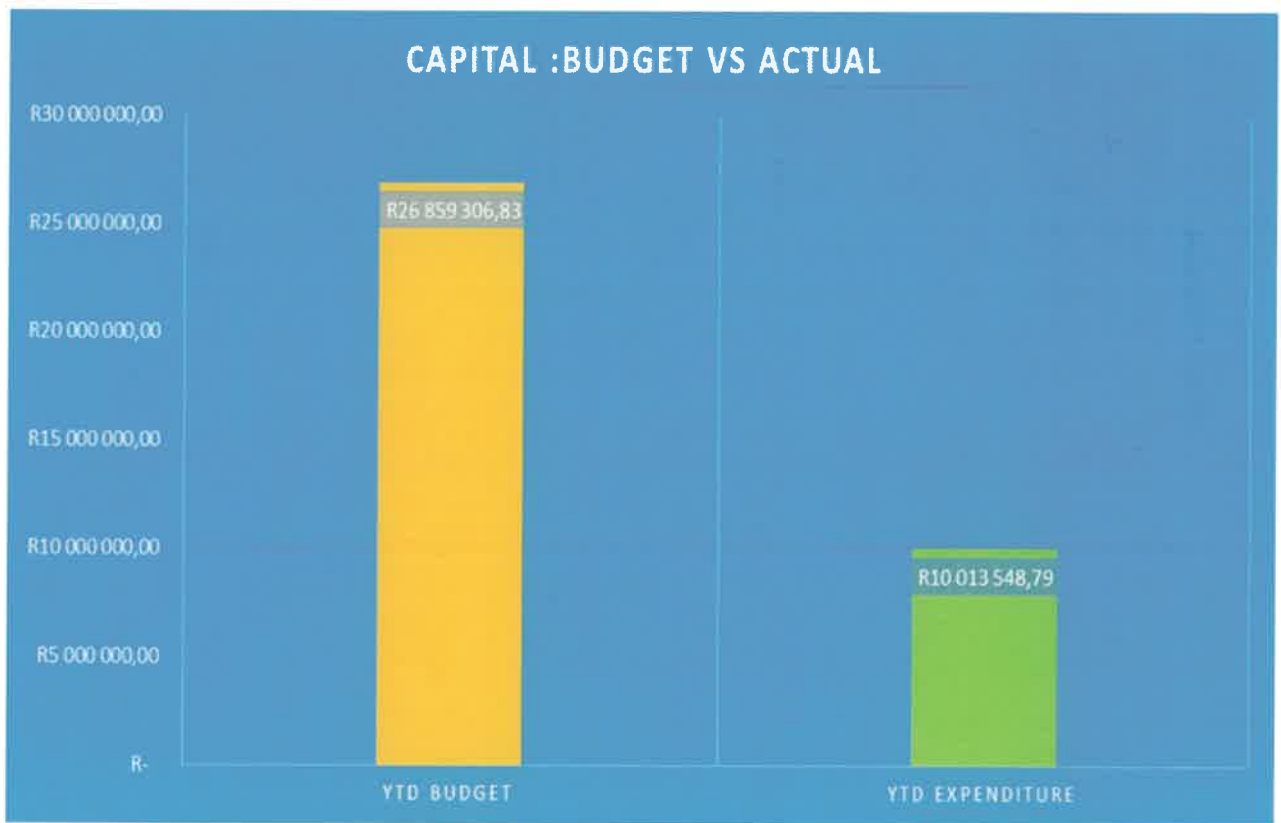


Table C6 displays the financial position of the municipality as at 31 July 2024.

DC43 Harry Gwala - Table C6 Consolidated Monthly Budget Statement - Financial Position - M01 July

Description	2023/24	Budget Year 2024/25			
	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	209 767	139 694	139 694	453 337	139 694
Trade and other receivables from exchange transactions	12 036	29 605	29 605	2 914	29 605
Receivables from non-exchange transactions	2 312	2 311	2 311	2 312	2 311
Current portion of non-current receivables	-	-	-	-	-
Inventory	716	759	759	716	759
VAT	26 599	36 188	36 188	25 264	36 188
Other current assets	(229)	2	2	(249)	2
<b>Total current assets</b>	<b>251 201</b>	<b>208 559</b>	<b>208 559</b>	<b>484 293</b>	<b>208 559</b>
<b>Non current assets</b>					
Investments					
Investment property	-	-	-	-	-
Property, plant and equipment	3 138 290	3 444 846	3 444 846	3 148 303	3 444 846
Biological assets					
Living and non-living resources					
Heritage assets					
Intangible assets	461	1 473	1 473	461	1 473
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>3 138 751</b>	<b>3 446 319</b>	<b>3 446 319</b>	<b>3 148 765</b>	<b>3 446 319</b>
<b>TOTAL ASSETS</b>	<b>3 389 952</b>	<b>3 654 878</b>	<b>3 654 878</b>	<b>3 633 058</b>	<b>3 654 878</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	-	-	-	-	-
Financial liabilities	12 806	8 006	8 006	12 806	8 006
Consumer deposits	3 179	3 522	3 522	3 252	3 522
Trade and other payables from exchange transactions	83 345	86 542	86 542	70 677	86 542
Trade and other payables from non-exchange transactions	(287 548)	1 483	1 483	(206 830)	1 483
Provision	16 385	17 142	17 142	16 385	17 142
VAT	13 225	7 402	7 402	13 109	7 402
Other current liabilities	-	-	-	-	-
<b>Total current liabilities</b>	<b>(158 609)</b>	<b>124 097</b>	<b>124 097</b>	<b>(90 601)</b>	<b>124 097</b>
<b>Non current liabilities</b>					
Financial liabilities	(0)	-	-	(0)	-
Provision	30 536	29 399	29 399	30 536	29 399
Long term portion of trade payables	-	-	-	-	-
Other non-current liabilities	-	-	-	-	-
<b>Total non current liabilities</b>	<b>30 536</b>	<b>29 399</b>	<b>29 399</b>	<b>30 536</b>	<b>29 399</b>
<b>TOTAL LIABILITIES</b>	<b>(128 073)</b>	<b>153 496</b>	<b>153 496</b>	<b>(60 065)</b>	<b>153 496</b>
<b>NET ASSETS</b>	<b>3 518 025</b>	<b>3 501 382</b>	<b>3 501 382</b>	<b>3 693 123</b>	<b>3 501 382</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated surplus/(deficit)	3 518 025	3 501 382	3 501 382	3 693 123	3 501 382
Reserves and funds	-	-	-	-	-
Other	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>3 518 025</b>	<b>3 501 382</b>	<b>3 501 382</b>	<b>3 693 123</b>	<b>3 501 382</b>

Table C7 below display the Cash Flow Statement for the period ending 31 July 2024.

DC43 Harry Gwala - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M01 July

Description	2023/24	Budget Year 2024/25							
	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	6	-	-	-	-	-	-	-	-
Service charges	62 324	62 194	62 194	8 026	8 026	5 183	2 843	55%	62 194
Other revenue	1 579 797	68 324	68 324	116 275	116 275	5 694	110 581	1942%	68 324
Transfers and Subsidies - Operational	699 045	512 493	512 493	204 932	204 932	42 708	162 224	380%	512 493
Transfers and Subsidies - Capital	326 130	318 124	318 124	80 718	80 718	26 510	54 208	204%	318 124
Interest	25 772	18 053	18 053	1 623	1 623	1 504	119	8%	18 053
Dividends	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Suppliers and employees	(890 748)	(652 698)	(652 698)	(56 412)	(56 412)	(54 391)	2 020	-4%	(652 698)
Interest	-	(142)	(142)	-	-	(12)	(12)	100%	(142)
Transfers and Subsidies	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>1 802 326</b>	<b>326 348</b>	<b>326 348</b>	<b>355 162</b>	<b>355 162</b>	<b>27 196</b>	<b>(327 966)</b>	<b>-1206%</b>	<b>326 348</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	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Capital assets	(304 213)	(322 312)	(322 312)	(10 014)	(10 014)	(26 859)	(16 846)	63%	(322 312)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(304 213)</b>	<b>(322 312)</b>	<b>(322 312)</b>	<b>(10 014)</b>	<b>(10 014)</b>	<b>(26 859)</b>	<b>(16 846)</b>	<b>63%</b>	<b>(322 312)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	(355)	(569)	(569)	-	-	(47)	47	-100%	(569)
<b>Payments</b>									
Repayment of borrowing	-	(2 400)	(2 400)	-	-	(200)	(200)	100%	(2 400)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>(355)</b>	<b>(2 969)</b>	<b>(2 969)</b>	<b>-</b>	<b>-</b>	<b>(247)</b>	<b>(247)</b>	<b>100%</b>	<b>(2 969)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>1 497 757</b>	<b>1 067</b>	<b>1 067</b>	<b>345 148</b>	<b>345 148</b>	<b>89</b>			<b>1 067</b>
Cash/cash equivalents at beginning:	124 641	151 221	151 221	209 767	209 767	151 221			209 767
Cash/cash equivalents at month/year end:	1 622 398	152 288	152 288	554 916	554 916	151 310			210 835

## PART 2 – SUPPORTING DOCUMENTATION

### 2.1 Debtors Analysis

The table presented below summarises the Debtors Age Analysis as at 31 July 2024.

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

DC43 Harry Gwala - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

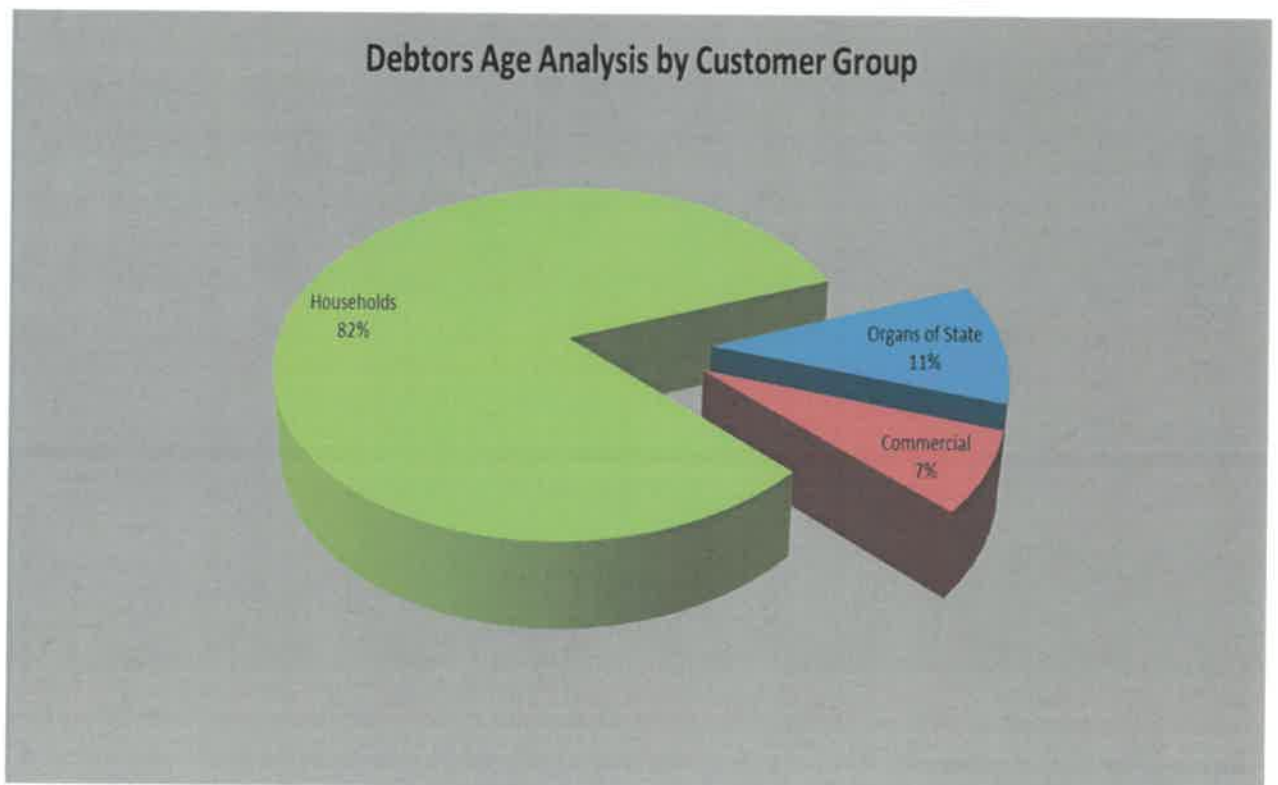
Description	Budget Year 2024/25									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
<b>R thousands</b>										
<b>Debtors Age Analysis By Income Source</b>										
Trade and Other Receivables from Exchange Transactions - Water	5 401	4 579	3 815	3 574	2 351	2 011	10 412	112 197	144 340	130 544
Trade and Other Receivables from Exchange Transactions - Electricity									-	-
Receivables from Non-exchange Transactions - Property Rates									-	-
Receivables from Exchange Transactions - Waste Water Management	2 110	1 789	1 490	1 396	918	786	4 068	43 831	56 388	50 999
Receivables from Exchange Transactions - Waste Management									-	-
Receivables from Exchange Transactions - Property Rental Debtors									-	-
Interest on Arrear Debtor Accounts	903	785	638	597	393	336	1 740	18 755	24 127	21 821
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-
Other									-	-
<b>Total By Income Source</b>	<b>8 414</b>	<b>7 133</b>	<b>5 943</b>	<b>5 567</b>	<b>3 662</b>	<b>3 132</b>	<b>16 220</b>	<b>174 782</b>	<b>224 855</b>	<b>203 364</b>
<b>2023/24 - totals only</b>	<b>7344586</b>	<b>16682062</b>	<b>4887299</b>	<b>3755152</b>	<b>4253754</b>	<b>7058956</b>	<b>25427206</b>	<b>174834302</b>	<b>244 443</b>	<b>215 329</b>
<b>Debtors Age Analysis By Customer Group</b>										
Organs of State	4 992	4 345	3 187	2 844	942	739	1 399	5 814	24 261	11 737
Commercial	746	356	414	326	310	303	1 745	11 765	15 965	14 449
Households	2 676	2 433	2 342	2 397	2 410	2 091	13 077	157 203	184 629	177 178
Other									-	-
<b>Total By Customer Group</b>	<b>8 414</b>	<b>7 133</b>	<b>5 943</b>	<b>5 567</b>	<b>3 662</b>	<b>3 132</b>	<b>16 220</b>	<b>174 782</b>	<b>224 855</b>	<b>203 364</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: 82%
- ✓ Government 11%
- ✓ 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

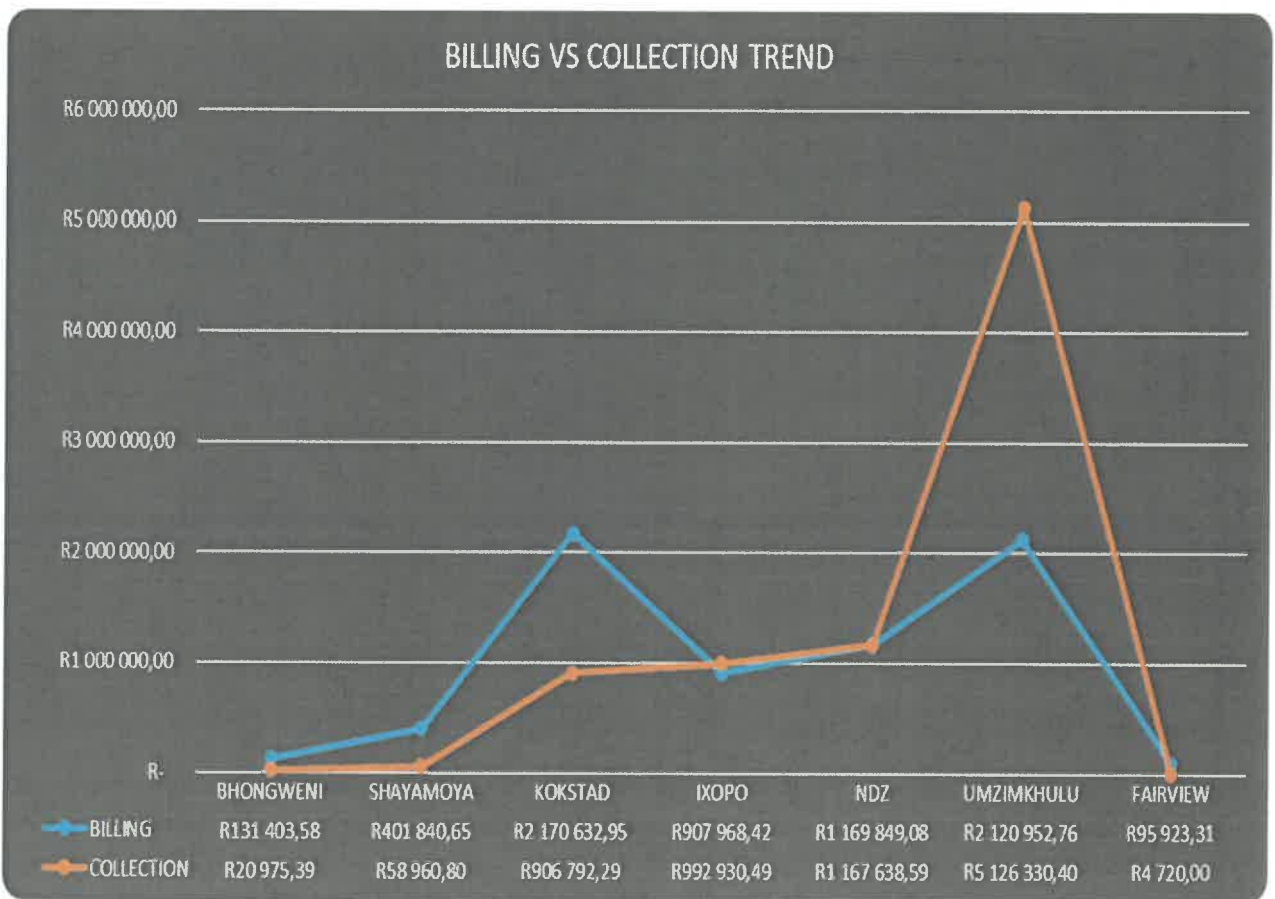
AREA	AMOUNT		
		JULY 2024	JUNE 2024
Unallocated receipts	R 129 071	2%	1%
Bhongweni	R 20 957	0%	1%
Shayamoya	R 58 961	1%	0%
Kokstad	R 906 792	11%	41%
Ixopo	R 992 930	12%	28%
NDZ	R 1 167 639	14%	23%
Umzimkulu	R 5 126 330	61%	6%
Fairview	R 4 720	0%	0%
<b>TOTAL RECEIPTS INCL VAT</b>	<b>R 8 407 419</b>	100%	100%

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 July 2024 is R8, 4million. The collection for prepaid in the month of July is R 973 133. Total cash collected including prepaid for the month ending 31 July 2024 is R 9,380,552.

**BILLING VS COLLECTION**

Billing vs Collection trend for July 2024

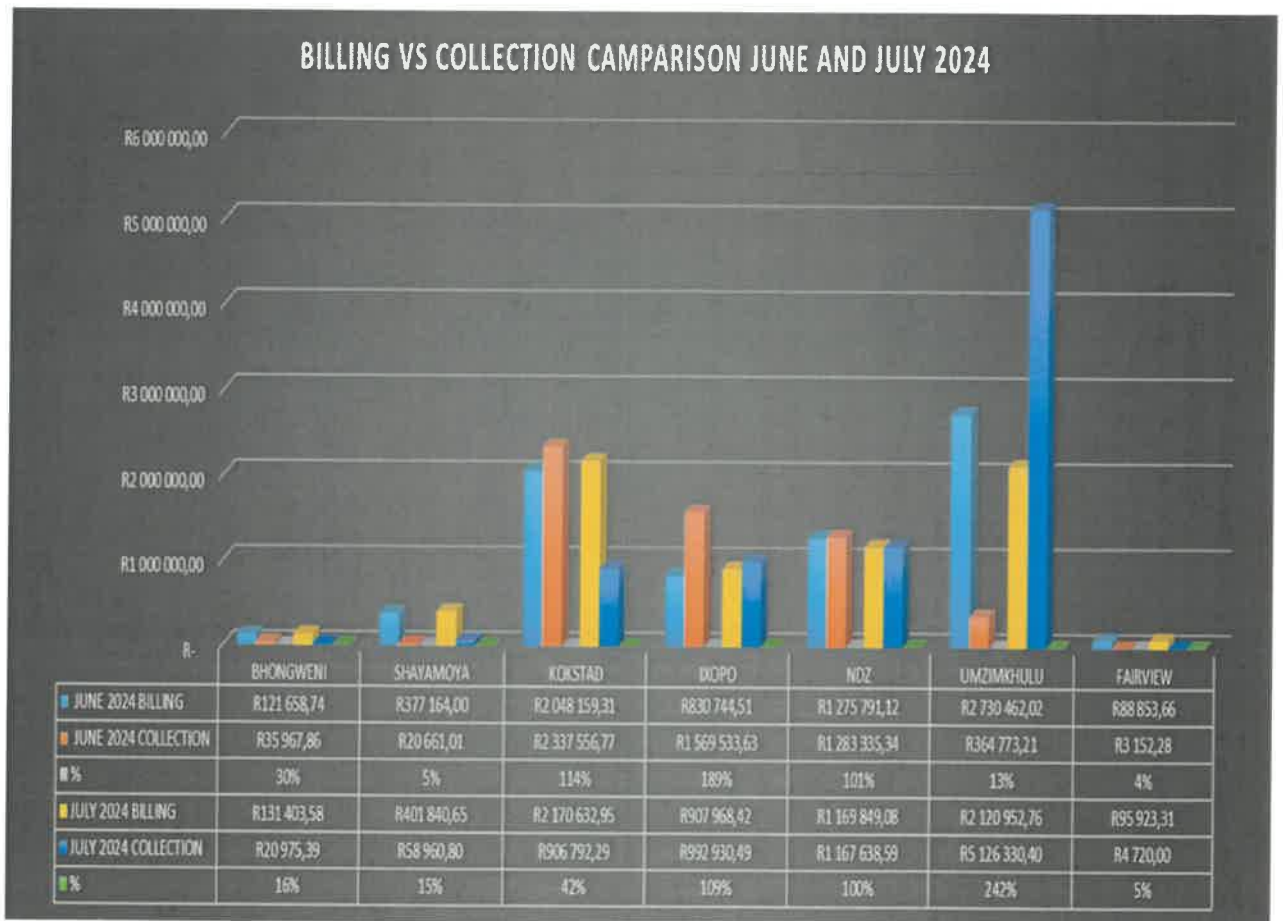
The chart that follows below shows the comparison between billing and collection trend for the period ending 31 July 2024.





**BILLING VS COLLECTION (COMPARISON BETWEEN JUNE AND JULY 2024)**

The chart that follows below shows the comparison between billing and collection for the period ending 31 July 2024





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

The municipality's total outstanding debtors amounted to R 224,854,812 as at 31 July 2024 compared with the R 234,168,905 as at 30 June 2024. Current debt represents 4% of the total outstanding debt compared with the 4% of June 2024; 30 days and older debt 3% compared with the 3% for June 2024; 60 days and older debt 2% compared with the 2% of June 2024; and 90 days 2% compared with the 2% of June 2024; 120 days to History and older 88% compared with the 89% for July 2024.

Current debt increased with R 9,314,093 to R 224,854,812 in the month ending 31 July compared with the R 234,168,904 as at 30 June 2024; 30 days + debt increased with R 186,282; 60 days + increased with R 161,135; 90 days + debt increased with R 1,806,149 and 120 + days and older debt as at 31 July 2024 has decreased with R 10,586,134 to R 197,796,744 compared with the R 208,382,878 for June 2024.

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

Business debtors owes the municipality R 15,546,842 (7%); Municipal debtors R 564,871 (0%); domestic debtors R 177,629,374 (79%); Government accounts R 23,559,650 (10%); Indigent debtors R 1,467,725 (0%); Deceased R 945,832 and other debtors R 5,140,518 (2%) of the total outstanding debt of R 224,854,812.

## 2.2 Creditors Analysis

Table SC presents the aged creditors as at 31 July 2024

DC43 Harry Gwala - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

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	4 472	301	-	-	-	-	-	-	4 773
Auditor General									-
Other									-
<b>Total By Customer Type</b>	<b>4 472</b>	<b>301</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 773</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 31 July 2024.

### Cash and Bank Balances (Investments)

## Monthly budget statement- Investment Portfolio

### CASH AND INVESTMENT REGISTER AS AT 31 JULY 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	202	20	-	35 718	35 940
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	10 502	91	-	-	10 593
FIRST NATIONAL BANK	M	ADMIN CALL	Fixed	35 700	201	(35 698)	-	203
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	2	25	-	-	27
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	18	0	-	4 100	4 118
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	45 112	269	-	17 651	64 042
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	1 776	29	(17 602)	-	(15 797)
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	9	0	1	-	9
NEOBANK	M	FIXED DEPOSIT	Fixed	101	1	-	-	101
FNB BANK	M	FIXED DEPOSIT	Fixed	49 087	694	-	-	49 781
FNB BANK	M	FIXED DEPOSIT	Fixed	24 000	-	(22 000)	-	2 000
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	-	-
FIRST NATIONAL BANK	M	CURRENT ACCOUNT	Fixed	41 928	-	-	10 559	52 497
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	49 781	49 781
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	55 000	55 000
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	55 000	55 000
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
FNB BANK	M	FIXED DEPOSIT	Fixed	-	-	-	22 500	22 500
Municipality sub-total				209 436	1 330	(75 299)	317 829	453 295
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>209 436</b>	<b>1 330</b>	<b>(75 299)</b>	<b>317 829</b>	<b>453 295</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 - M01 July

Description	2023/24	Budget Year 2024/25							
	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>									
National Government:	477 532	512 493	512 493	204 932	204 932	42 708	162 224	379,8%	512 493
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	-	-
Equitable Share	463 631	491 837	491 837	204 932	204 932	40 886	183 946	400,0%	491 837
Expanded Public Works Programme Integrated Grant	5 823	4 460	4 460	-	-	372	(372)	-100,0%	4 460
Integrated National Electrification Programme Grant	-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant	1 200	1 200	1 200	-	-	100	(100)	-100,0%	1 200
Municipal Disaster Relief Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	4 487	12 498	12 498	-	-	1 042	(1 042)	-100,0%	12 498
Rural Road Asset Management Systems Grant	2 391	2 498	2 498	-	-	208	(208)	-100,0%	2 498
Water Services Infrastructure Grant	-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-
Provincial Government:	-	130	130	-	-	11	(11)	-100,0%	130
Capacity Building and Other Grants	-	130	130	-	-	11	(11)	-100,0%	130
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-
District Municipality:	-	20 000	20 000	-	-	1 667	(1 667)	-100,0%	20 000
Specify (Add grant description)	-	20 000	20 000	-	-	1 667	(1 667)	-100,0%	20 000
Other grant providers:	-	-	-	-	-	-	-	-	-
Chemical Industry Seta	-	-	-	-	-	-	-	-	-
Parent Municipality	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	<b>477 532</b>	<b>532 623</b>	<b>532 623</b>	<b>204 932</b>	<b>204 932</b>	<b>44 385</b>	<b>160 547</b>	<b>361,7%</b>	<b>532 623</b>
<b>Capital Transfers and Grants</b>									
National Government:	630 368	318 124	318 124	-	-	26 510	(26 510)	-100,0%	318 124
Integrated National Electrification Programme Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	457 058	218 124	218 124	-	-	18 177	(18 177)	-100,0%	218 124
Neighbourhood Development Partnership Grant	-	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant	-	-	-	-	-	-	-	-	-
Rural Road Asset Management Systems Grant	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant	173 310	100 000	100 000	-	-	8 333	(8 333)	-100,0%	100 000
Provincial Government:	-	-	-	-	-	-	-	-	-
Infrastructure Grant	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-
Human Settlement Re-development Programme	-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	<b>630 368</b>	<b>318 124</b>	<b>318 124</b>	<b>-</b>	<b>-</b>	<b>26 510</b>	<b>(26 510)</b>	<b>-100,0%</b>	<b>318 124</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>1 107 900</b>	<b>850 747</b>	<b>850 747</b>	<b>204 932</b>	<b>204 932</b>	<b>70 896</b>	<b>134 036</b>	<b>189,1%</b>	<b>850 747</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 - M01 July

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
National Government:	563 005	632 656	632 656	30 840	30 840	52 722	(21 881)	-41,5%	632 656
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	-	-
Equitable Share	544 980	608 896	608 896	29 518	29 518	50 742	(21 223)	-41,8%	608 896
Expanded Public Works Programme Integrated Grant	7 177	7 751	7 751	482	482	646	(164)	-25,4%	7 751
Local Government Financial Management Grant	1 200	1 012	1 012	57	57	84	(28)	-33,0%	1 012
Municipal Disaster Relief Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	7 569	12 498	12 498	784	784	1 042	(258)	-24,7%	12 498
Rural Road Asset Management Systems Grant	2 079	2 498	2 498	-	-	208	(208)	-100,0%	2 498
Water Services Infrastructure Grant	-	-	-	-	-	-	-	-	-
Provincial Government:	-	1 400	1 400	-	-	117	(117)	-100,0%	1 400
Capacity Building and Other Grants	-	1 400	1 400	-	-	117	(117)	-100,0%	1 400
District Municipality:	-	5 587	5 587	-	-	466	(466)	-100,0%	5 587
Specify (Add grant description)	-	5 587	5 587	-	-	466	(466)	-100,0%	5 587
Other grant providers:	-	-	-	-	-	-	-	-	-
Chemical Industry Seta	-	-	-	-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>	<b>563 005</b>	<b>639 643</b>	<b>639 643</b>	<b>30 840</b>	<b>30 840</b>	<b>53 304</b>	<b>(22 464)</b>	<b>-42,1%</b>	<b>639 643</b>
<b>Capital expenditure of Transfers and Grants</b>									
National Government:	298 048	276 629	276 629	9 823	9 823	23 052	(13 230)	-57,4%	276 629
Local Government Financial Management Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	214 739	189 673	189 673	8 610	8 610	15 806	(7 197)	-45,5%	189 673
Regional Bulk Infrastructure Grant	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant	83 310	86 957	86 957	1 213	1 213	7 246	(6 033)	-83,3%	86 957
Provincial Government:	-	-	-	-	-	-	-	-	-
Infrastructure Grant	-	-	-	-	-	-	-	-	-
District Municipality:	-	315	315	-	-	26	(26)	-100,0%	315
Specify (Add grant description)	-	315	315	-	-	26	(26)	-100,0%	315
Other grant providers:	-	-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>	<b>298 048</b>	<b>276 944</b>	<b>276 944</b>	<b>9 823</b>	<b>9 823</b>	<b>23 079</b>	<b>(13 256)</b>	<b>-57,4%</b>	<b>276 944</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>861 053</b>	<b>916 587</b>	<b>916 587</b>	<b>40 663</b>	<b>40 663</b>	<b>76 383</b>	<b>(35 719)</b>	<b>-46,8%</b>	<b>916 587</b>

## 2.5 Councillor and Staff Benefits

Table SC8 presents the expenditure of councillor and staff benefits at 31 July 2024.

DC43 Harry Gwala - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	2023/24	Budget Year 2024/25							
	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	4 586	4 658	4 658	384	384	388	(4)	-1%	4 658
Pension and UIF Contributions	133	578	578	-	-	48	(48)	-100%	578
Medical Aid Contributions	33	197	197	0	0	16	(16)	-98%	197
Cellphone Allowance	547	566	566	43	43	47	(4)	-8%	566
Other benefits and allowances	1 633	2 607	2 607	165	165	217	(52)	-24%	2 607
<b>Sub Total - Councillors</b>	<b>6 932</b>	<b>8 606</b>	<b>8 606</b>	<b>592</b>	<b>592</b>	<b>717</b>	<b>(125)</b>	<b>-17%</b>	<b>8 606</b>
<b>% Increase</b>		<b>24,1%</b>	<b>24,1%</b>						<b>24,1%</b>
<b>Senior Managers of the Municipality</b>									
Basic Salaries and Wages	5 777	4 759	4 759	458	458	397	62	16%	4 759
Pension and UIF Contributions	-	4	4	-	-	0	(0)	-100%	4
Medical Aid Contributions	48	51	51	4	4	4	(0)	-6%	51
Performance Bonus	55	181	181	-	-	15	(15)	-100%	181
Motor Vehicle Allowance	1 056	918	918	109	109	77	33	43%	918
Cellphone Allowance	110	119	119	10	10	10	(0)	-2%	119
Housing Allowances	394	336	336	46	46	28	18	65%	336
Other benefits and allowances	259	299	299	32	32	25	7	28%	299
Payments in lieu of leave	-	384	384	-	-	32	(32)	-100%	384
<b>Sub Total - Senior Managers of Municipality</b>	<b>7 699</b>	<b>7 052</b>	<b>7 052</b>	<b>659</b>	<b>659</b>	<b>588</b>	<b>72</b>	<b>12%</b>	<b>7 052</b>
<b>% Increase</b>		<b>-8,4%</b>	<b>-8,4%</b>						<b>-8,4%</b>
<b>Other Municipal Staff</b>									
Basic Salaries and Wages	148 361	154 317	154 317	12 207	12 207	12 860	(653)	-5%	154 317
Pension and UIF Contributions	22 634	24 096	24 096	1 879	1 879	2 008	(129)	-6%	24 096
Medical Aid Contributions	10 905	11 412	11 412	924	924	951	(27)	-3%	11 412
Overtime	21 206	22 092	22 092	1 888	1 888	1 841	47	3%	22 092
Performance Bonus	10 668	10 909	10 909	1 043	1 043	909	134	15%	10 909
Motor Vehicle Allowance	19 940	23 900	23 900	1 639	1 639	1 992	(353)	-18%	23 900
Cellphone Allowance	1 086	1 316	1 316	91	91	110	(19)	-17%	1 316
Housing Allowances	652	784	784	53	53	65	(12)	-18%	784
Other benefits and allowances	6 044	7 716	7 716	498	498	643	(145)	-23%	7 716
Payments in lieu of leave	1 020	657	657	186	186	55	131	239%	657
Long service awards	1 312	1 277	1 277	36	36	106	(70)	-66%	1 277
Post-retirement benefit obligations	4 175	-	-	-	-	-	-	-	-
Acting and post related allowance	335	235	235	15	15	20	(5)	-24%	235
<b>Sub Total - Other Municipal Staff</b>	<b>248 338</b>	<b>258 713</b>	<b>258 713</b>	<b>20 459</b>	<b>20 459</b>	<b>21 560</b>	<b>(1 100)</b>	<b>-5%</b>	<b>258 713</b>
<b>% Increase</b>		<b>4,2%</b>	<b>4,2%</b>						<b>4,2%</b>
<b>Total Parent Municipality</b>	<b>262 969</b>	<b>274 370</b>	<b>274 370</b>	<b>21 711</b>	<b>21 711</b>	<b>22 864</b>	<b>(1 153)</b>	<b>-5%</b>	<b>274 370</b>
		<b>4,3%</b>	<b>4,3%</b>						<b>4,3%</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>									
<b>Board Members of Entities</b>									
Basic Salaries and Wages	-	320	320	-	-	27	(27)	-100%	320
<b>Sub Total - Executive members Board</b>	<b>-</b>	<b>320</b>	<b>320</b>	<b>-</b>	<b>-</b>	<b>27</b>	<b>(27)</b>	<b>-100%</b>	<b>320</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	-	7 400	7 400	-	-	617	(617)	-100%	7 400
Pension and UIF Contributions	-	23	23	-	-	2	(2)	-100%	23
Payments in lieu of leave	-	50	50	-	-	4	(4)	-100%	50
Acting and post related allowance	-	50	50	-	-	4	(4)	-100%	50
<b>Sub Total - Other Staff of Entities</b>	<b>-</b>	<b>7 523</b>	<b>7 523</b>	<b>-</b>	<b>-</b>	<b>627</b>	<b>(627)</b>	<b>-100%</b>	<b>7 523</b>
<b>% Increase</b>		<b>#DIV/0!</b>	<b>#DIV/0!</b>						<b>#DIV/0!</b>
<b>Total Municipal Entities</b>	<b>-</b>	<b>7 843</b>	<b>7 843</b>	<b>-</b>	<b>-</b>	<b>654</b>	<b>(654)</b>	<b>-100%</b>	<b>7 843</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>262 969</b>	<b>282 213</b>	<b>282 213</b>	<b>21 711</b>	<b>21 711</b>	<b>23 518</b>	<b>(1 807)</b>	<b>-8%</b>	<b>282 213</b>
<b>% Increase</b>		<b>7,3%</b>	<b>7,3%</b>						<b>7,3%</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>256 037</b>	<b>273 287</b>	<b>273 287</b>	<b>21 119</b>	<b>21 119</b>	<b>22 774</b>	<b>(1 655)</b>	<b>-7%</b>	<b>273 287</b>

## 2.6 Material Variances to the SDBIP

The following section analyses material variances between the actual targets as at 31 July 2024 and the budget for the same period. This report analyses each major component under following headings;

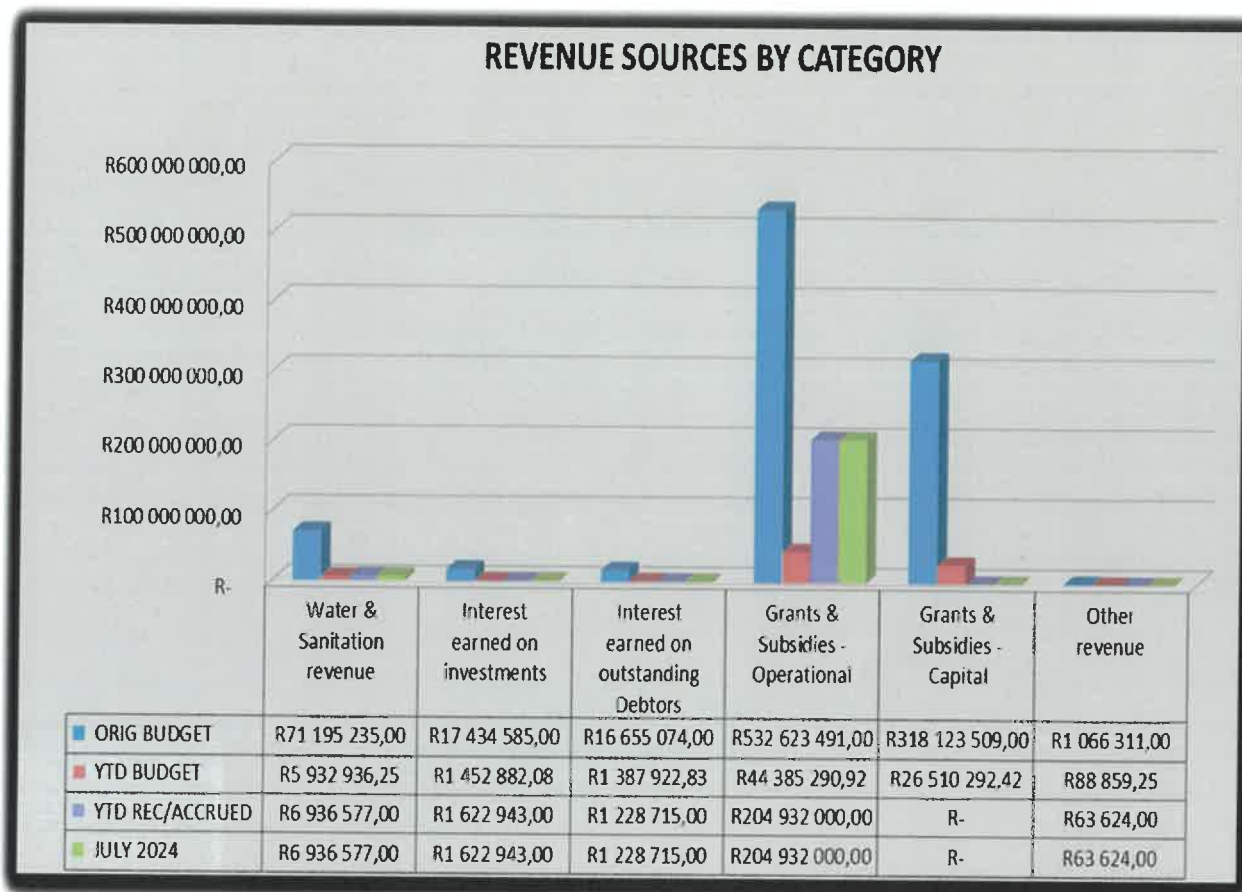
- ✓ Revenue by Source
- ✓ Operational Expenditure by Type, and
- ✓ Capital Expenditure
- ✓ Financial Position
- ✓ Cash Flows

### REVENUE

The chart displays a comparison between the 2024/25 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 31 July 2024 was R6, 9million against a year to date **budget** of R5, 9million which is 117 per cent of year to date budget.



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

The interest earned on external investments year to date actual is R1, 6m against year to budget of R1, 4m representing overperformance of 12 per cent of the year to date budget.

### **Transfers Recognised - Operational**

The operational grants revenue of R204, 9million against a year to date budget of R44, 3million is largely attributable to the YTD equitable share received.

### **Transfers Recognised – Capital**

The total capital budget for the current year amounts to R318, 1million. The YTD budget on capital amounts to R26, 5million, or 0% of the planned expenditure. There was no movement for transfers recognised capital for the month ending 31 July 2024. Capital expenditure is mainly funded by means of National grants.

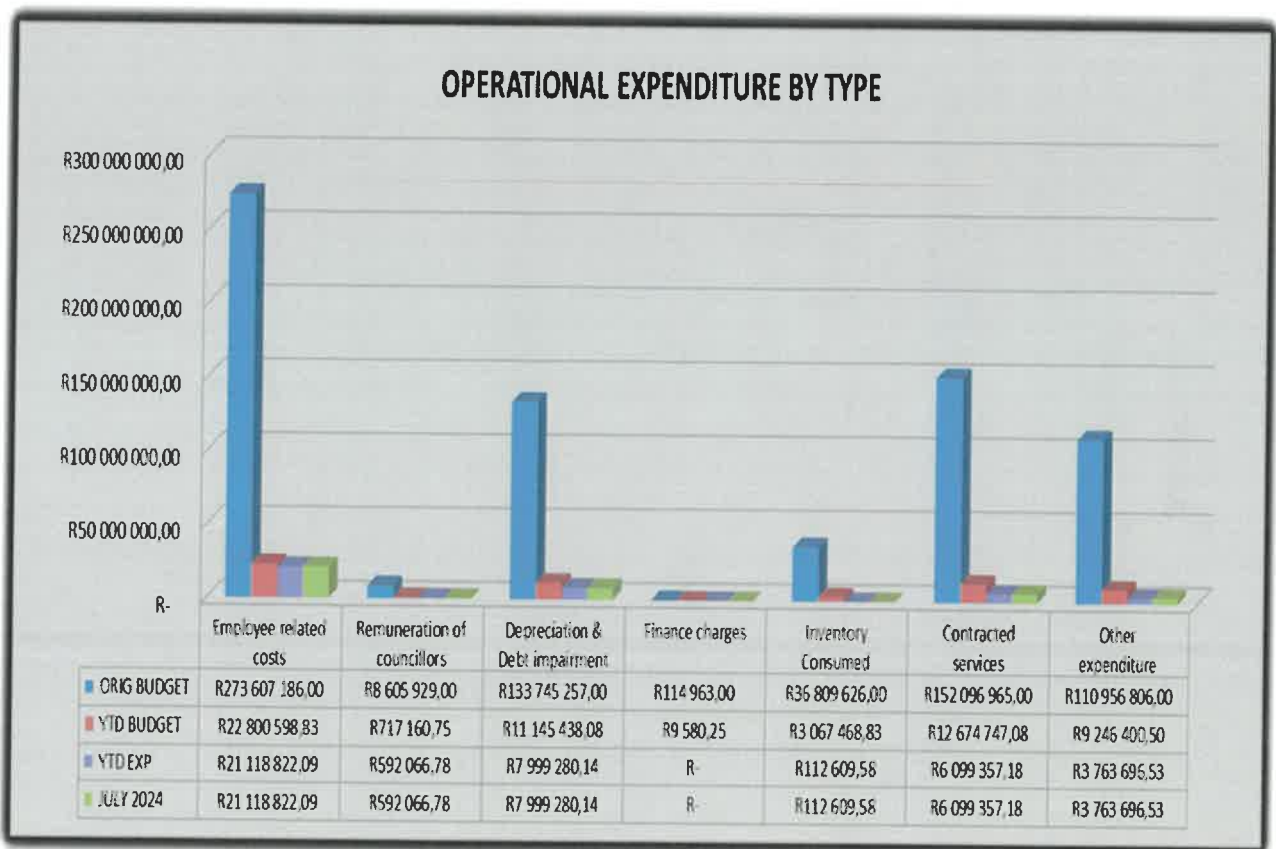
### **Other Revenue**

The YTD performance of other revenue is R 63 624 against YTD budget of R 88 859 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: 2024/25 financial year Opex**



### Employee Related Costs

The YTD actual for employee related costs is R21, 1million against a YTD budget of R22, 8million which is 93% of the YTD budget.

## **Remuneration of Councillors**

The remuneration of councillor's year to date expenditure is at R592 067 against a YTD budget of R717 161 representing 83% of the year to date budget.

## **Finance Charges**

The YTD budget for finance charges is R9 580. There was no movement in the month ending July 2024.

## **Inventory Consumed**

The inventory consumed has the original budget of R36, 8m. The year to date expenditure for inventory is R112 610 against a YTD budget of R3million representing 4 per cent expenditure of the year to date budget.

## **Contracted Services**

The original budget for contracted services is R 152million. The year to date expenditure for Contracted Services is R6m against a YTD budget of R12, 6million representing 48 per cent of planned expenditure.

### **Other Expenditure**

The YTD budget for operational costs was at R110, 9million against a YTD expenditure of R 3, 7million or 41 per cent and expenditure for the month of July 2024 is R 3, 7million.

### **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 - M01 July

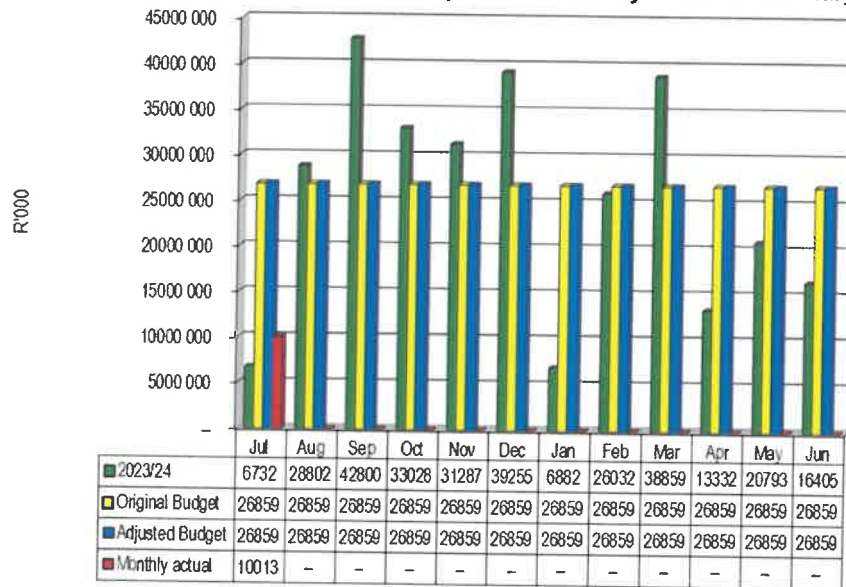
R thousands	Description	Budget Year 2024/25												2024/25 Medium Term Revenue & Expenditure Framework			
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2024/25	Budget Year +1 2025/26	Budget Year +2 2026/27	
		Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget
<b>Cash Receipts By Source</b>																	
	Property rates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Service charges - Water revenue	7 440	4 136	4 136	4 136	4 136	4 136	4 136	4 136	4 136	4 136	4 136	4 136	4 136	4 136	4 136	4 136
	Service charges - Waste Water Management	586	1 047	1 047	1 047	1 047	1 047	1 047	1 047	1 047	1 047	1 047	1 047	1 047	1 047	1 047	1 047
	Interest earned - external investments	1 623	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504
	Interest earned - outstanding debtors																
	Agency services																
	Transfers and Subsidies - Operational	204 932	42 708	42 708	42 708	42 708	42 708	42 708	42 708	42 708	42 708	42 708	42 708	42 708	42 708	42 708	42 708
	Other revenue	116 275	5 694	5 694	5 694	5 694	5 694	5 694	5 694	5 694	5 694	5 694	5 694	5 694	5 694	5 694	5 694
	<b>Cash Receipts by Source</b>	<b>330 855</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>	<b>55 089</b>
	<b>Other Cash Flows by Source</b>																
	Transfers and subsidies - capital (monetary allocations)(National / Provincial and District)	80 718	26 510	26 510	26 510	26 510	26 510	26 510	26 510	26 510	26 510	26 510	26 510	26 510	26 510	26 510	26 510
	Borrowing long term/refinancing																
	Increase (decrease) in consumer deposits		(47)	(47)	(47)	(47)	(47)	(47)	(47)	(47)	(47)	(47)	(47)	(47)	(47)	(47)	(47)
	<b>VAT Control (receipts)</b>																
	Decrease (increase) in non-current receivables																
	Decrease (increase) in non-current investments																
	<b>Total Cash Receipts by Source</b>	<b>411 573</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>	<b>81 552</b>
<b>Cash Payments by Type</b>																	
	Employee related costs	21 247	22 801	22 801	22 801	22 801	22 801	22 801	22 801	22 801	22 801	22 801	22 801	22 801	22 801	22 801	22 801
	Remuneration of councillors	330	717	717	717	717	717	717	717	717	717	717	717	717	717	717	717
	Interest		12	12	12	12	12	12	12	12	12	12	12	12	12	12	12
	Acquisitions - water & other inventory		2 590	2 590	2 590	2 590	2 590	2 590	2 590	2 590	2 590	2 590	2 590	2 590	2 590	2 590	2 590
	Contracted services		14 528	14 528	14 528	14 528	14 528	14 528	14 528	14 528	14 528	14 528	14 528	14 528	14 528	14 528	14 528
	Other expenditure	34 484	12 506	12 506	12 506	12 506	12 506	12 506	12 506	12 506	12 506	12 506	12 506	12 506	12 506	12 506	12 506
	<b>Cash Payments by Type</b>	<b>56 062</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>	<b>53 153</b>
	<b>Other Cash Flows/Payments by Type</b>																
	Capital assets	10 014	26 859	26 859	26 859	26 859	26 859	26 859	26 859	26 859	26 859	26 859	26 859	26 859	26 859	26 859	26 859
	Repayment of borrowing		200	200	200	200	200	200	200	200	200	200	200	200	200	200	200
	Other Cash Flows/Payments	350	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250
	<b>Total Cash Payments by Type</b>	<b>66 425</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>	<b>81 463</b>
	<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>345 148</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>	<b>89</b>
	Cash/cash equivalents at the month/year beginning:	209 767	554 916	555 005	555 094	555 183	555 272	555 360	555 449	555 538	555 627	555 716	555 805	555 894	555 983	556 072	556 161
	Cash/cash equivalents at the month/year end:	554 916	555 005	555 094	555 183	555 272	555 360	555 449	555 538	555 627	555 716	555 805	555 894	555 983	556 072	556 161	556 250

## Capital Expenditure Trend

DC43 Harry Gwala - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M01 July

Month	2023/24	Budget Year 2024/25							
	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	6 733	26 859	26 859	10 014	10 014	26 859	16 846	62,7%	3%
August	28 802	26 859	26 859	-	-	53 719	53 719	100,0%	0%
September	42 801	26 859	26 859	-	-	80 578	80 578	100,0%	0%
October	33 028	26 859	26 859	-	-	107 437	107 437	100,0%	0%
November	31 288	26 859	26 859	-	-	134 297	134 297	100,0%	0%
December	39 255	26 859	26 859	-	-	161 156	161 156	100,0%	0%
January	6 883	26 859	26 859	-	-	188 015	188 015	100,0%	0%
February	26 032	26 859	26 859	-	-	214 875	214 875	100,0%	0%
March	38 859	26 859	26 859	-	-	241 734	241 734	100,0%	0%
April	13 333	26 859	26 859	-	-	268 593	268 593	100,0%	-
May	20 793	26 859	26 859	-	-	295 453	295 453	100,0%	-
June	16 406	26 859	26 859	-	-	322 312	322 312	100,0%	-
<b>Total Capital expenditure</b>	<b>304 213</b>	<b>322 312</b>	<b>322 312</b>	<b>10 014</b>					

Chart C1 2024/25 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 - M01 July

Description	2023/24	Budget Year 2024/25							
	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 new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	280 672	282 223	282 223	9 875	9 875	23 519	13 644	58,0%	282 223
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	215 707	270 019	270 019	8 051	8 051	22 502	14 451	64,2%	270 019
Dams and Weirs	24 469	59 786	59 786	-	-	4 982	4 982	100,0%	59 786
Boreholes	3 346	-	-	-	-	-	-	-	-
Pump Stations	14 566	29 516	29 516	2 628	2 628	2 460	(168)	-6,8%	29 516
Water Treatment Works	-	-	-	-	-	-	-	-	-
Bulk Mains	50 385	95 999	95 999	1 213	1 213	8 000	6 787	84,8%	95 999
Distribution	122 941	84 718	84 718	4 210	4 210	7 060	2 850	40,4%	84 718
Sanitation Infrastructure	64 965	12 204	12 204	1 824	1 824	1 017	(807)	-79,4%	12 204
Pump Station	12 051	1 739	1 739	1 234	1 234	145	(1 089)	-751,6%	1 739
Reticulation	52 914	5 217	5 217	590	590	435	(155)	-35,7%	5 217
Waste Water Treatment Works	-	2 000	2 000	-	-	167	167	100,0%	2 000
Outfall Sewers	-	-	-	-	-	-	-	-	-
Toilet Facilities	-	3 248	3 248	-	-	271	271	100,0%	3 248
Capital Spares	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	6 250	6 250	-	-	521	521	100,0%	6 250
Operational Buildings	-	4 250	4 250	-	-	354	354	100,0%	4 250
Municipal Offices	-	4 250	4 250	-	-	354	354	100,0%	4 250
Housing	-	2 000	2 000	-	-	167	167	100,0%	2 000
Staff Housing	-	2 000	2 000	-	-	167	167	100,0%	2 000
<b>Intangible Assets</b>	148	796	796	-	-	66	66	100,0%	796
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	148	796	796	-	-	66	66	100,0%	796
Water Rights	-	-	-	-	-	-	-	-	-
Computer Software and Applications	148	796	796	-	-	66	66	100,0%	796
<b>Computer Equipment</b>	943	2 000	2 000	-	-	167	167	100,0%	2 000
Computer Equipment	943	2 000	2 000	-	-	167	167	100,0%	2 000
<b>Furniture and Office Equipment</b>	2 022	4 980	4 980	139	139	415	276	66,6%	4 980
Furniture and Office Equipment	2 022	4 980	4 980	139	139	415	276	66,6%	4 980
<b>Machinery and Equipment</b>	1 297	2 588	2 588	-	-	216	216	100,0%	2 588
Machinery and Equipment	1 297	2 588	2 588	-	-	216	216	100,0%	2 588
<b>Transport Assets</b>	986	600	600	-	-	50	50	100,0%	600
Transport Assets	986	600	600	-	-	50	50	100,0%	600
<b>Total Capital Expenditure on new assets</b>	<b>286 069</b>	<b>299 437</b>	<b>299 437</b>	<b>10 014</b>	<b>10 014</b>	<b>24 953</b>	<b>14 940</b>	<b>59,9%</b>	<b>299 437</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 - M01 July

Description	2023/24	Budget Year 2024/25							
	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>	2 245	17 045	17 045	-	-	1 420	1 420	100,0%	17 045
Roads Infrastructure	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	2 245	970	970	-	-	81	81	100,0%	970
<i>Distribution</i>	2 245	970	970	-	-	81	81	100,0%	970
<i>Distribution Points</i>	-	-	-	-	-	-	-	-	-
<i>PRV Stations</i>	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	16 075	16 075	-	-	1 340	1 340	100,0%	16 075
<i>Pump Station</i>	-	-	-	-	-	-	-	-	-
<i>Reticulation</i>	-	-	-	-	-	-	-	-	-
<i>Waste Water Treatment Works</i>	-	16 075	16 075	-	-	1 340	1 340	100,0%	16 075
<b>Machinery and Equipment</b>	-	80	80	-	-	7	7	100,0%	80
Machinery and Equipment	-	80	80	-	-	7	7	100,0%	80
<b>Transport Assets</b>	2 557	4 883	4 883	-	-	407	407	100,0%	4 883
Transport Assets	2 557	4 883	4 883	-	-	407	407	100,0%	4 883
<b>Land</b>	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>4 802</b>	<b>22 007</b>	<b>22 007</b>	<b>-</b>	<b>-</b>	<b>1 834</b>	<b>1 834</b>	<b>100,0%</b>	<b>22 007</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 - M01 July

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>	42 624	41 300	41 300	-	-	3 442	3 442	100,0%	41 300
Roads Infrastructure	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	42 624	41 300	41 300	-	-	3 442	3 442	100,0%	41 300
<i>Dams and Weirs</i>	-	-	-	-	-	-	-	-	-
<i>Boreholes</i>	-	-	-	-	-	-	-	-	-
<i>Reservoirs</i>	21 328	21 800	21 800	-	-	1 817	1 817	100,0%	21 800
<i>Pump Stations</i>	10 334	10 500	10 500	-	-	875	875	100,0%	10 500
<i>Water Treatment Works</i>	-	-	-	-	-	-	-	-	-
<i>PRV Stations</i>	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	10 962	9 000	9 000	-	-	750	750	100,0%	9 000
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-
<b>Community Assets</b>	87	77	77	-	-	6	6	100,0%	77
Community Facilities	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	87	77	77	-	-	6	6	100,0%	77
<i>Indoor Facilities</i>	87	77	77	-	-	6	6	100,0%	77
<i>Outdoor Facilities</i>	-	-	-	-	-	-	-	-	-
<i>Capital Spares</i>	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	4 487	6 212	6 212	72	72	518	445	86,0%	6 212
Operational Buildings	4 487	6 212	6 212	72	72	518	445	86,0%	6 212
<i>Municipal Offices</i>	4 487	6 212	6 212	72	72	518	445	86,0%	6 212
<i>Pay/Enquiry Points</i>	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	16	70	70	-	-	6	6	100,0%	70
Computer Equipment	16	70	70	-	-	6	6	100,0%	70
<b>Furniture and Office Equipment</b>	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	49	350	350	-	-	29	29	100,0%	350
Transport Assets	49	350	350	-	-	29	29	100,0%	350
<b>Total Repairs and Maintenance Expenditure</b>	<b>47 263</b>	<b>48 009</b>	<b>48 009</b>	<b>72</b>	<b>72</b>	<b>4 001</b>	<b>3 928</b>	<b>98,2%</b>	<b>48 009</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 July 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 14/08/2024