

Harry Gwala District Municipality

MFMA S71 AND S52(d) REPORT FOR THE PERIOD ENDING 30 JUNE 2024



In-Year Report of the Municipality

Prepared in terms of Section 71 and 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.

Budget & Treasury Office

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

To table a report on the Implementation of the current budget and the financial state of the Municipality in terms of Section 71 and Section 52(d) of the Municipal Finance Management Act (MFMA)

LEGAL 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

1.1 Mayors Report

In accordance with Section 52(d) of the Municipal Finance Management Act, the mayor submit a report to the council within 30 days after the end of each quarter which is the fourth quarter of 2023/2024, on the implementation of the budget and the financial state of affairs of the Harry Gwala District Municipality.

This report forms part of the general responsibilities of the Mayor of a Municipality and is intended to inform and enable the council to fulfil its oversight responsibility.

1.2.1 Implementation of the budget in accordance with the SDBIP

A comprehensive report detailing the implementation for the fourth quarter ended 30 June 2024 will be tabled in a separate report to council.

1.2.2 Financial problems or risks facing the municipality.

The cash flow position as at 30 June 2024 of the Municipality shows a great improvement when compared to the previous financial years. However, the municipality will seek to improve more for the municipality to be stable and continue to show great improvements and close the financial year with positive bank balance and have the reserves in the next financial year.

The municipality also need to improve more in collection in order to reduce consumer debts because it will contribute towards the municipality's cash flow. Improving the debt collection will continue to rank high in the municipality's priorities as we seek to improve financial sustainability. The municipal also need to continue implementing cost containment policy.

1.2 Executive Summary or Background

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 98% above the YTD budget. All the allocated conditional grants received 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

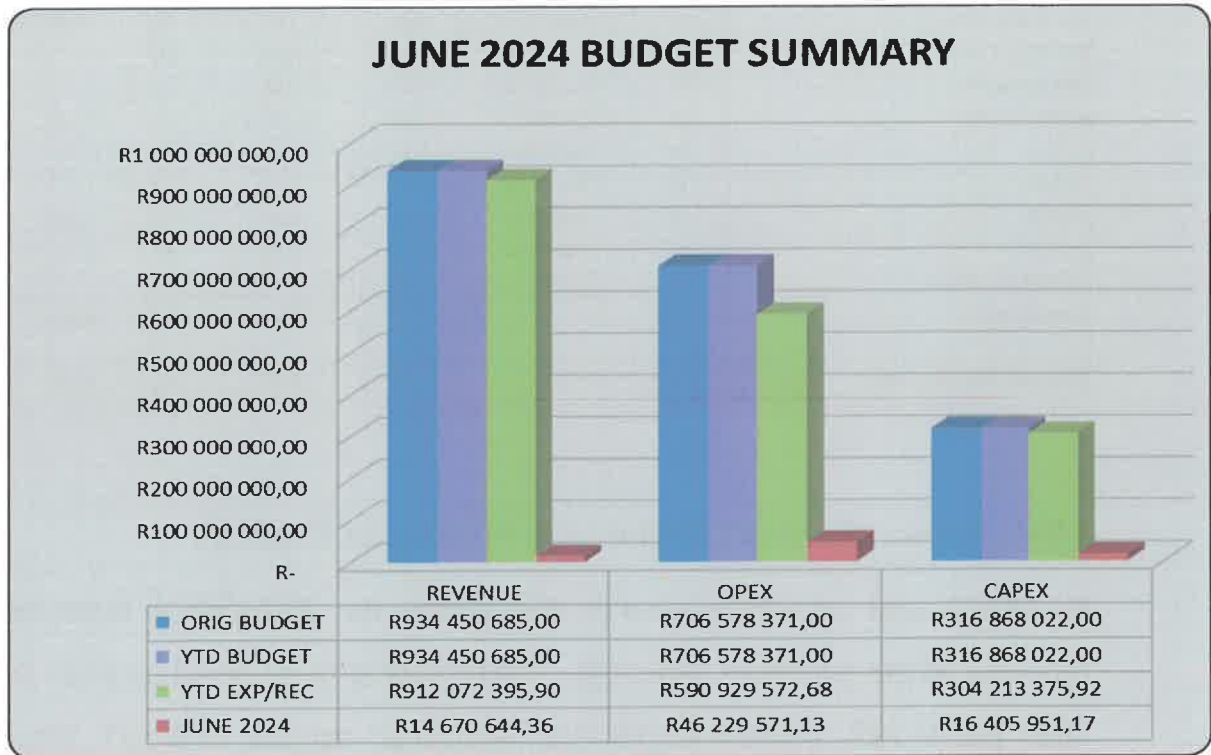
The total operating budget for the current year amounts to R706, 5m. The YTD Operating expenditure for the month ended 30 June amounted to R590, 9m against a year to date (YTD) budget of R706, 5m. The actual YTD expenditure represented 84% of the planned.

Capital expenditure

The total capital budget for the current year amounts to R316, 8m exclusive of vat. The YTD expenditure on capital amounts to R304,

2million, or 96% 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 March 2024 was R209, 4million refer to the table below for cash and cash equivalent register for more detail on the municipality’s cash position.

CASH AND INVESTMENT REGISTER AS AT 30 JUNE 2024

Investments by maturity Name of institution & investment ID R thousands	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							
Municipality								
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	5 105	29	(4 931)	-	202
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	23 765	144	(23 927)	10 500	10 502
FIRST NATIONAL BANK	M	ADMIN CALL	Fixed	37 667	213	(2 179)	-	35 700
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	15 969	102	(16 090)	-	2
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	3 155	16	(3 153)	-	18
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	41 285	227	-	4 600	46 112
FIRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	1 766	10	-	-	1 776
FIRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	1 307	7	(1 305)	-	9
NEDBANK	M	FIXED DEPOSIT	Fixed	100	1	-	-	101
FNB BANK	M	FIXED DEPOSIT	Fixed	49 087	-	-	-	49 087
FNB BANK	M	FIXED DEPOSIT	Fixed	45 000	-	(22 000)	-	24 000
FNB BANK	M	FIXED DEPOSIT	Fixed	22 000	143	(22 143)	-	-
FIRST NATIONAL BANK	M	CURRENT ACCOUNT	Fixed	28 350	-	-	13 578	41 928
Municipality sub-total				275 685	890	(96 728)	28 678	209 436
TOTAL INVESTMENTS AND INTEREST				275 685	890	(96 728)	28 678	209 436

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 June 2024 was R 799, 1million. Conditional Grants amounting to R 335, 5million and the equitable share is R 463, 2million. No conditional grant received in the month ending 30 June 2024.

Spending on Grants

Spending on grants amounted to R304, 2million or 96% for end of 2023/24 financial year.

CONDITIONAL GRANTS REGISTER AS AT 30 JUNE 2024

CONDITIONAL GRANTS REGISTER AS AT 30 JUNE 2024

Description	Budget Year 2023/24								
	Original Budget	Adjusted Budget	Total Receipts Incl Rollover	Expenditure Excl VAT	VAT	Expenditure Incl VAT	YTD variance	YTD variance %	UNSPENT
R thousands									
RECEIPTS:									
<u>Operating Transfers and Grants</u>									
National Government:	30 209	44 246	13 901	13 557	344		13 213	400,0%	-
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	-	-
Expanded Public Works Programme Integrated Grant	6 168	6 168	5 823	5 823	-	5 823	-	100,0%	-
Local Government Financial Management Grant	1 200	1 200	1 200	1 168	32	1 200	-	100,0%	-
Municipal Infrastructure Grant	20 450	4 487	4 487	4 487	-	4 487	-	100,0%	-
Rural Road Asset Management Systems Grant	2 391	2 391	2 391	2 079	312	2 391	-	100,0%	-
Water Services Infrastructure Grant	-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants:	30 209	44 246	13 901	13 557	344	13 901	-	400,0%	-
<u>Capital Transfers and Grants</u>									
National Government:	321 352	332 081	342 819	291 975	43 796	335 771	7 049	197,2%	7 049
Municipal Infrastructure Grant	221 352	242 081	252 819	213 714	32 057	245 771	7 049	97%	7 049
Water Services Infrastructure Grant	100 000	90 000	90 000	78 261	11 739	90 000	-	100%	-
Total Capital Transfers and Grants:	321 352	332 081	342 819	291 975	43 796	335 771	7 049	197,2%	7 049
TOTAL RECEIPTS OF TRANSFERS & GRANTS	351 561	346 328	356 721	305 532	44 140	349 672	7 049	197,2%	7 049

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 - M12 June

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	77 674	76 192	67 165	11 002	72 558	67 165	5 393	8%	67 165
Investment revenue	10 858	5 095	18 952	1 237	25 772	18 952	6 819	36%	18 952
Transfers and Subsidiaries - Operational	452 460	493 840	479 090	-	476 621	479 090	(2 469)		479 090
Other own revenue	19 422	13 204	16 667	2 432	18 433	16 667	1 766	11%	-
Total Revenue (excluding capital transfers and contributions)	560 414	588 332	581 875	14 671	593 384	581 875	11 509	2%	581 875
Employee costs	245 707	250 266	249 951	21 353	251 446	249 951	1 495		249 951
Remuneration of Councillors	6 988	8 119	8 423	561	6 932	8 423	(1 491)		8 423
Depreciation and amortisation	93 063	96 292	96 292	7 900	94 941	96 292	(1 350)		96 292
Interest	113	10	14	-	2	14	(12)		14
Inventory consumed and bulk purchases	33 421	28 331	34 643	1 256	30 012	34 643	(4 631)		34 643
Transfers and Subsidiaries	15 290	-	-	-	-	-	-		-
Other expenditure	239 848	283 121	298 998	15 161	207 596	298 998	(91 402)	-31%	298 998
Total Expenditure	634 430	666 138	688 320	46 230	590 930	688 320	(97 390)	-14%	688 320
Surplus/(Deficit)	(74 016)	(77 806)	(106 445)	(31 559)	2 454	(106 445)	108 900	-102%	(106 445)
Transfers and subsidies - capital (monetary allocations)	283 338	321 352	351 938	-	318 689	351 938	(33 249)	-9%	351 938
Transfers and subsidies - capital (in-kind)	3 888	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	213 210	243 546	245 493	(31 559)	321 143	245 493	75 650	31%	245 493
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	213 210	243 546	245 493	(31 559)	321 143	245 493	75 650	31%	245 493
Capital expenditure & funds sources									
Capital expenditure	269 118	305 474	316 443	16 406	304 213	316 443	(12 230)	-4%	316 443
Capital transfers recognised	251 309	277 584	287 510	16 268	297 086	287 510	9 576	3%	287 510
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	17 809	27 890	28 933	138	7 127	28 933	(21 806)	-75%	28 933
Total sources of capital funds	269 118	305 474	316 443	16 406	304 213	316 443	(12 230)	-4%	316 443
Financial position									
Total current assets	194 402	133 495	197 752		293 047				197 752
Total non current assets	2 927 288	2 954 344	3 146 402		3 136 560				3 146 402
Total current liabilities	151 972	91 202	115 847		138 780				115 847
Total non current liabilities	27 735	28 869	27 735		27 735				27 735
Community wealth/Equity	2 941 983	2 706 994	2 937 659		3 294 651				2 937 659
Cash flows									
Net cash from (used) operating	1 502 609	324 776	324 495	22 983	1 802 326	324 495	(1 477 831)	-455%	324 495
Net cash from (used) investing	(269 118)	(306 141)	(316 868)	(16 406)	(304 213)	(316 868)	(12 655)	4%	(316 868)
Net cash from (used) financing	-	(2 251)	(2 251)	-	355	(2 251)	(2 606)	116%	(2 251)
Cash/cash equivalents at the month/year end	1 283 718	69 925	130 016	-	1 623 108	130 016	(1 493 092)	-1148%	130 016
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	8 923	7 320	5 782	3 761	3 259	3 941	17 122	184 061	234 169
Creditors Age Analysis									
Total Creditors	1 429	68	438	808	-	-	-	-	2 744

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) - M12 June

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue - Functional									
Governance and administration	449 558	488 282	501 808	2 473	492 269	501 808	(9 539)	-2%	501 808
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	449 558	488 282	501 808	2 473	492 269	501 808	(9 539)	-2%	501 808
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	32	16	16	3	42	16	26	161%	16
Community and social services	32	16	16	3	42	16	26	161%	16
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	3 888	638	638	-	-	638	(638)	-100%	638
Planning and development	3 888	638	638	-	-	638	(638)	-100%	638
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	394 162	438 386	448 988	12 195	419 761	448 988	(29 227)	-7%	448 988
Energy sources	-	-	-	-	-	-	-	-	-
Water management	381 035	423 735	434 477	11 131	405 948	434 477	(28 529)	-7%	434 477
Waste water management	13 126	14 651	14 511	1 064	13 814	14 511	(697)	-5%	14 511
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	847 640	927 322	951 451	14 671	912 072	951 451	(39 378)	-4%	951 451
Expenditure - Functional									
Governance and administration	284 782	294 557	316 349	21 269	244 881	316 349	(71 468)	-23%	316 349
Executive and council	29 054	39 878	42 257	2 112	29 956	42 257	(12 302)	-29%	42 257
Finance and administration	244 498	244 785	264 401	18 463	206 821	264 401	(57 579)	-22%	264 401
Internal audit	11 230	9 894	9 692	695	8 104	9 692	(1 587)	-16%	9 692
Community and public safety	17 993	20 592	19 673	1 564	19 746	19 673	73	0%	19 673
Community and social services	17 993	20 592	19 673	1 564	19 746	19 673	73	0%	19 673
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	152 099	167 382	160 504	11 113	151 464	160 504	(9 040)	-6%	160 504
Planning and development	152 099	167 382	160 504	11 113	151 464	160 504	(9 040)	-6%	160 504
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	179 556	201 412	209 598	12 283	174 838	209 598	(34 759)	-17%	209 598
Energy sources	-	-	-	-	-	-	-	-	-
Water management	177 046	200 518	208 714	12 267	174 652	208 714	(34 062)	-16%	208 714
Waste water management	2 509	893	884	16	187	884	(697)	-79%	884
Waste management	-	-	-	-	-	-	-	-	-
Other	-	212	212	-	-	212	(212)	-100%	212
Total Expenditure - Functional	634 430	684 154	706 336	46 230	590 930	706 336	(115 407)	-16%	706 336
Surplus/ (Deficit) for the year	213 210	243 167	245 114	(31 559)	321 143	245 114	76 029	31%	245 114

This table assess the revenue by department and then the expenditure for the period ending 30 June 2024. Revenue receipts in June have largely constituted of equitable share and service charges which is water and sanitation. The overall budgeted revenue cash receipt for the month of June is 2%.

Expenditure by standard classification presents the expenditures by the departments. Water Services Department has the largest expenditure for the month of June 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 R17, 9million.

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) - M12 June

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
R thousands									
Revenue by Vote									
Vote 01 - Summary Council	-	-	-	-	-	-	-	-	-
Vote 02 - Summary Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 03 - Summary Budget And Treasury Office	449 162	470 822	484 388	2 470	491 823	484 388	7 434	1,5%	484 388
Vote 04 - Summary Corporate Services	372	372	372	-	418	372	46	12,4%	372
Vote 05 - Summary Social Services & Development Planning	32	17 654	17 654	3	42	17 654	(17 612)	-99,8%	17 654
Vote 06 - Summary Infrastructure Services	308 606	354 861	371 574	286	334 659	371 574	(36 915)	-9,9%	371 574
Vote 07 - Summary Water Services	89 467	83 613	77 462	11 911	85 131	77 462	7 668	9,9%	77 462
Vote 15 - Other	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	847 640	927 322	951 451	14 671	912 072	951 451	(39 378)	-4,1%	951 451
Expenditure by Vote									
Vote 01 - Summary Council	18 112	19 937	20 098	701	16 130	20 098	(3 968)	-19,7%	20 098
Vote 02 - Summary Municipal Manager	22 172	22 917	24 933	2 106	21 930	24 933	(3 003)	-12,0%	24 933
Vote 03 - Summary Budget And Treasury Office	94 176	90 559	98 436	3 886	61 331	98 436	(37 105)	-37,7%	98 436
Vote 04 - Summary Corporate Services	90 554	86 586	101 719	8 899	94 130	101 719	(7 589)	-7,5%	101 719
Vote 05 - Summary Social Services & Development Planning	50 486	75 394	76 676	2 727	56 222	76 676	(20 454)	-26,7%	76 676
Vote 06 - Summary Infrastructure Services	122 016	128 353	119 275	9 989	115 457	119 275	(3 818)	-3,2%	119 275
Vote 07 - Summary Water Services	236 914	260 408	265 200	17 922	225 730	265 200	(39 470)	-14,9%	265 200
Vote 15 - Other	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	634 430	684 154	706 336	46 230	590 930	706 336	(115 407)	-16,3%	706 336
Surplus/ (Deficit) for the year	213 210	243 167	245 114	(31 559)	321 143	245 114	76 029	31,0%	245 114

Statement of financial Performance

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

DC43 Harry Gwala - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue									
Exchange Revenue									
Service charges - Electricity							-		
Service charges - Water	64 525	61 123	53 721	9 972	59 302	53 721	5 582	10%	53 721
Service charges - Waste Water Management	13 149	15 069	13 445	1 030	13 256	13 445	(189)	-1%	13 445
Service charges - Waste management							-		
Sale of Goods and Rendering of Services	741	876	585	4	178	585	(408)	-70%	585
Agency services							-		
Interest							-		
Interest earned from Receivables	14 117	11 960	15 713	1 200	16 536	15 713	823	5%	15 713
Interest from Current and Non Current Assets	10 858	5 713	19 570	1 237	25 772	19 570	6 201	32%	19 570
Licence and permits							-		
Operational Revenue	810	388	388	749	1 241	388	853	220%	388
Non-Exchange Revenue									
Property rates							-		
Surcharges and Taxes							-		
Fines, penalties and forfeits	-	-	-	478	478	-	478	#DIV/0!	-
Licence and permits							-		
Transfers and subsidies - Operational	452 460	493 840	479 090	-	476 621	479 090	(2 469)	-1%	479 090
Interest	-	-	-	-	-	-	-		-
Fuel Levy							-		
Operational Revenue	-	-	-	-	-	-	-		-
Gains on disposal of Assets	-	-	-	-	-	-	-		-
Other Gains	3 755	-	-	-	-	-	-		-
Discontinued Operations							-		
Total Revenue (excluding capital transfers and contributions)	560 414	588 970	582 513	14 671	593 384	582 513	10 871	2%	582 513
Expenditure By Type									
Employee related costs	245 707	256 783	256 783	21 353	251 446	256 783	(5 336)	-2%	256 783
Remuneration of councillors	6 988	8 119	8 119	561	6 932	8 119	(1 187)	-15%	8 119
Bulk purchases - electricity	-	-	-	-	-	-	-		-
Inventory consumed	33 421	28 431	34 743	1 256	30 012	34 743	(4 731)	-14%	34 743
Debt impairment	(1 202)	28 300	28 300	-	-	28 300	(28 300)	-100%	28 300
Depreciation and amortisation	93 063	97 007	97 007	7 900	94 941	97 007	(2 066)	-2%	97 007
Interest	113	100	104	-	2	104	(102)	-98%	104
Contracted services	134 263	140 220	151 728	10 964	120 321	151 728	(31 407)	-21%	151 728
Transfers and subsidies	15 290	2 500	2 500	-	-	2 500	(2 500)	-100%	2 500
Irrecoverable debts written off	34 790	30 418	30 418	-	-	30 418	(30 418)	-100%	30 418
Operational costs	69 121	92 277	96 634	4 197	87 275	96 634	(9 359)	-10%	96 634
Losses on Disposal of Assets	2 875	-	-	-	-	-	-		-
Other Losses	-	-	-	-	-	-	-		-
Total Expenditure	634 430	684 154	706 336	46 230	590 930	706 336	(115 407)	-16%	706 336
Surplus/(Deficit)									
Transfers and subsidies - capital (monetary allocations)	283 338	321 352	351 938	-	318 689	351 938	(33 249)	(0)	351 938
Transfers and subsidies - capital (in-kind)	3 888	-	-	-	-	-	-	(0)	-
Surplus/(Deficit) after capital transfers & contributions	213 210	226 167	228 114	(31 559)	321 143	228 114	93 029	0	228 114
Income Tax									
Surplus/(Deficit) after income tax	213 210	226 167	228 114	(31 559)	321 143	228 114			228 114
Share of Surplus/Deficit attributable to Joint Venture									
Surplus/(Deficit) attributable to municipality	213 210	226 167	228 114	(31 559)	321 143	228 114			228 114
Share of Surplus/Deficit attributable to Associate									
Intercompany/Parent subsidiary transactions	-	17 000	17 000	-	-	17 000			17 000
Surplus/ (Deficit) for the year	213 210	243 167	245 114	(31 559)	321 143	245 114			245 114

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.

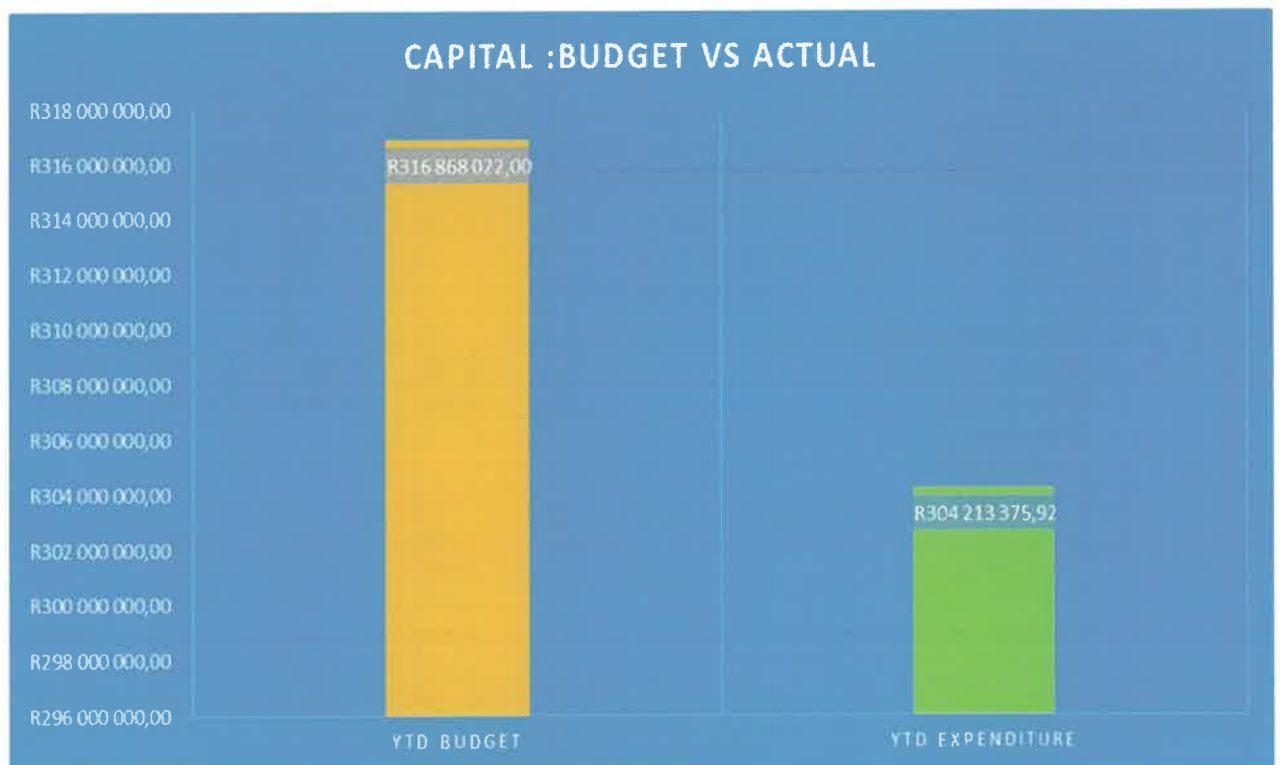
DC43 Harry Gwala - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M12 June

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
R thousands									
Multi-Year expenditure appropriation									
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	-	3 875	13 747	(9 872)	-72%	13 747
Vote 05 - Summary Social Services & Development Planning	408	2 267	2 467	-	148	2 467	(2 319)	-94%	2 467
Vote 06 - Summary Infrastructure Services	47 306	55 292	72 631	10 691	73 876	72 631	1 246	2%	72 631
Vote 07 - Summary Water Services	213 402	238 941	228 265	5 715	226 315	228 265	(1 951)	-1%	228 265
Vote 15 - Other	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	269 118	306 141	317 110	16 406	304 213	317 110	(12 897)	-4%	317 110
Total Capital Expenditure	269 118	306 141	317 110	16 406	304 213	317 110	(12 897)	-4%	317 110
Capital Expenditure - Functional Classification									
Governance and administration	8 002	10 308	14 414	-	3 875	14 414	(10 539)	-73%	14 414
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	8 002	10 308	14 414	-	3 875	14 414	(10 539)	-73%	14 414
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	270	1 600	1 800	-	148	1 800	(1 652)	-92%	1 800
Community and social services	270	1 600	1 800	-	148	1 800	(1 652)	-92%	1 800
Sport and recreation	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	41 851	27 618	60 360	3 292	57 010	60 360	(3 350)	-5%	60 360
Planning and development	41 851	27 618	60 360	3 292	57 010	60 360	(3 350)	-6%	60 360
Road transport	-	-	-	-	-	-	-	-	-
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	218 995	266 615	240 536	13 114	243 181	240 536	2 645	1%	240 536
Energy sources	-	-	-	-	-	-	-	-	-
Water management	174 461	198 174	172 555	11 087	178 441	172 555	5 887	3%	172 555
Waste water management	44 534	68 441	67 982	2 027	64 740	67 982	(3 242)	-5%	67 982
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	269 118	306 141	317 110	16 406	304 213	317 110	(12 897)	-4%	317 110
Funded by:									
National Government	247 421	277 584	287 510	16 268	297 086	287 510	9 576	3%	287 510
Provincial Government	3 888	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	251 309	277 584	287 510	16 268	297 086	287 510	9 576	3%	287 510
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	17 809	28 557	29 600	138	7 127	29 600	(22 473)	-76%	29 600
Total Capital Funding	269 118	306 141	317 110	16 406	304 213	317 110	(12 897)	-4%	317 110

As alluded to above, the capital expenditure programme for the period ending 30 June 2024 was R304, 2m which represents 96% of capital expenditure against year to date budget of R316, 8million.

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

Chart 1: 2023/2024 FOURTH QUARTER CAPEX



As at 30 June 2024, the year to date actual expenditure was R304, 2million against a YTD budget of R316, 8million. In monetary terms, these figures represent 96 per cent performance against the capital development programme as at 30 June 2024.

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

DC43 Harry Gwala - Table C6 Consolidated Monthly Budget Statement - Financial Position - M12 June

Description	2022/23	Budget Year 2023/24			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash and cash equivalents	124 641	84 290	144 133	236 525	144 133
Trade and other receivables from exchange transactions	32 136	28 499	30 274	53 537	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	25 287	34 688
Other current assets	(5)	62	(5)	(178)	(5)
Total current assets	194 402	147 860	212 118	318 200	212 118
Non current assets					
Investments					
Investment property	-	-	-	-	-
Property, plant and equipment	2 926 773	2 954 832	3 146 559	3 136 099	3 146 559
Biological assets					
Living and non-living resources					
Heritage assets					
Intangible assets	515	972	1 303	461	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
Total non current assets	2 927 288	2 955 803	3 147 862	3 136 560	3 147 862
TOTAL ASSETS	3 121 690	3 103 663	3 359 980	3 454 760	3 359 980
LIABILITIES					
Current liabilities					
Bank overdraft	-	-	-	-	-
Financial liabilities	12 806	10 394	10 406	12 806	10 406
Consumer deposits	2 415	2 324	2 952	3 179	2 952
Trade and other payables from exchange transactions	91 868	75 527	97 619	67 647	97 619
Trade and other payables from non-exchange transactions	21 177	1 483	1 483	25 042	1 483
Provision	16 171	15 194	16 171	16 171	16 171
VAT	7 535	6 600	7 535	13 936	7 535
Other current liabilities	-	-	-	-	-
Total current liabilities	151 972	111 522	136 167	138 780	136 167
Non current liabilities					
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	-	-	-	-	-
Total non current liabilities	27 735	28 869	27 735	27 735	27 735
TOTAL LIABILITIES	179 707	140 391	163 902	166 515	163 902
NET ASSETS	2 941 983	2 963 272	3 196 078	3 288 245	3 196 078
COMMUNITY WEALTH/EQUITY					
Accumulated surplus/(deficit)	2 941 983	2 963 272	3 196 078	3 288 245	3 196 078
Reserves and funds	-	-	-	-	-
Other	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2 941 983	2 963 272	3 196 078	3 288 245	3 196 078

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

DC43 Harry Gwala - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M12 June

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	18	-	-	-	6	-	6	#DIV/0!	-
Service charges	51 062	61 100	61 100	10 031	62 324	61 100	1 224	2%	61 100
Other revenue	1 823 061	53 987	53 987	72 691	1 805 797	53 987	1 751 810	3245%	53 987
Transfers and Subsidies - Operational	128 367	493 840	493 840	-	473 045	493 840	(20 795)	-4%	493 840
Transfers and Subsidies - Capital	316 011	321 352	321 352	-	326 130	321 352	4 778	1%	321 352
Interest	10 858	5 713	21 920	1 237	25 772	21 920	3 852	18%	21 920
Dividends							-		
Payments									
Suppliers and employees	(826 768)	(611 117)	(627 704)	(60 976)	(890 748)	(627 704)	263 044	-42%	(627 704)
Interest	-	(100)	-	-	-	-	-		-
Transfers and Subsidies	-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES	1 502 609	324 776	324 495	22 983	1 802 326	324 495	(1 477 831)	-455%	324 495
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE							-		-
Decrease (increase) in non-current receivables	-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments							-		-
Payments									
Capital assets	(269 118)	(306 141)	(316 868)	(16 406)	(304 213)	(316 868)	(12 655)	4%	(316 868)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(269 118)	(306 141)	(316 868)	(16 406)	(304 213)	(316 868)	(12 655)	4%	(316 868)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans							-		-
Borrowing long term/refinancing							-		-
Increase (decrease) in consumer deposits	-	149	149	-	355	149	206	138%	149
Payments									
Repayment of borrowing	-	(2 400)	(2 400)	-	-	(2 400)	(2 400)	100%	(2 400)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	(2 251)	(2 251)	-	355	(2 251)	(2 606)	116%	(2 251)
NET INCREASE/ (DECREASE) IN CASH HELD	1 233 491	16 384	5 375	6 577	1 498 467	5 375			5 375
Cash/cash equivalents at beginning:	50 226	67 907	139 006	(44 354)	124 641	139 006			124 641
Cash/cash equivalents at month/year end:	1 283 718	84 290	144 381		1 623 108	144 381			130 016

PART 2 – SUPPORTING DOCUMENTATION

2.1 Debtors Analysis

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

Table 2.1.1: Debtors Age Analysis by Income Source

DC43 Harry Gwala - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	Budget Year 2023/24									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	5 728	4 699	3 712	2 414	2 092	2 530	10 991	118 153	150 318	136 180
Trade and Other Receivables from Exchange Transactions - Electricity									-	-
Receivables from Non-exchange Transactions - Property Rates									-	-
Receivables from Exchange Transactions - Waste Water Management	2 238	1 836	1 450	943	817	988	4 294	46 158	58 724	53 200
Receivables from Exchange Transactions - Waste Management									-	-
Receivables from Exchange Transactions - Property Rental Debtors									-	-
Interest on Arrear Debtor Accounts	957	785	620	404	350	423	1 837	19 750	25 127	22 764
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-
Other									-	-
Total By Income Source	8 923	7 320	5 782	3 761	3 259	3 941	17 122	184 061	234 169	212 144
2022/23 - totals only	18659529	6630481	3948608	4344321	7154242	2777928	25886908	173358488	242 761	213 522
Debtors Age Analysis By Customer Group										
Organs of State	5 643	4 394	2 899	964	779	1 063	2 791	16 346	34 878	21 943
Commercial	702	504	429	349	355	389	1 678	11 614	16 019	14 384
Households	2 578	2 421	2 455	2 448	2 126	2 490	12 853	156 100	183 271	175 817
Other									-	-
Total By Customer Group	8 923	7 320	5 782	3 761	3 259	3 941	17 122	184 061	234 169	212 144

The municipal consumer debt is currently increasing citing rigorous actions to ensure that this trend is prevented from continuing as it has a direct negative impact on municipal cash flows.

Table 2.1.2: Debtors Age Analysis by Customer Category

Table 2.1.2 analyses consumer debt by Category. A further analysis in the form of a chart is provided below.

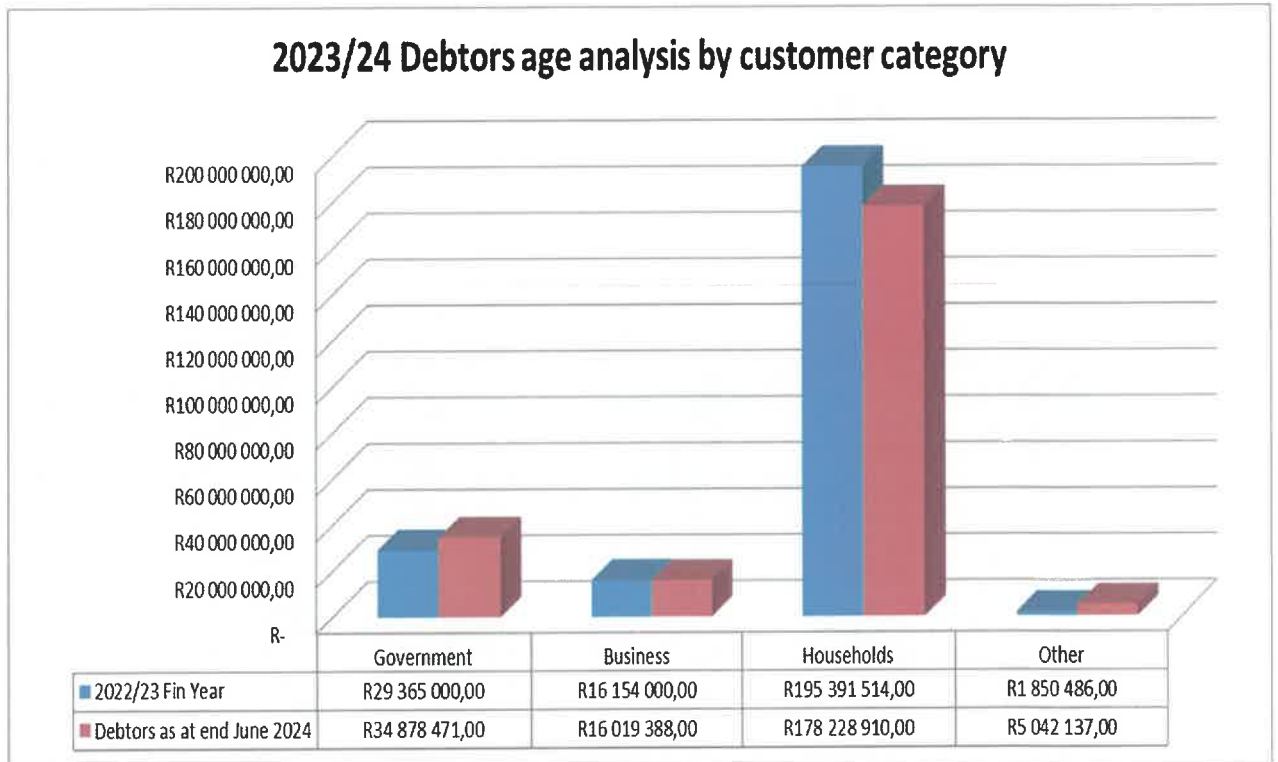
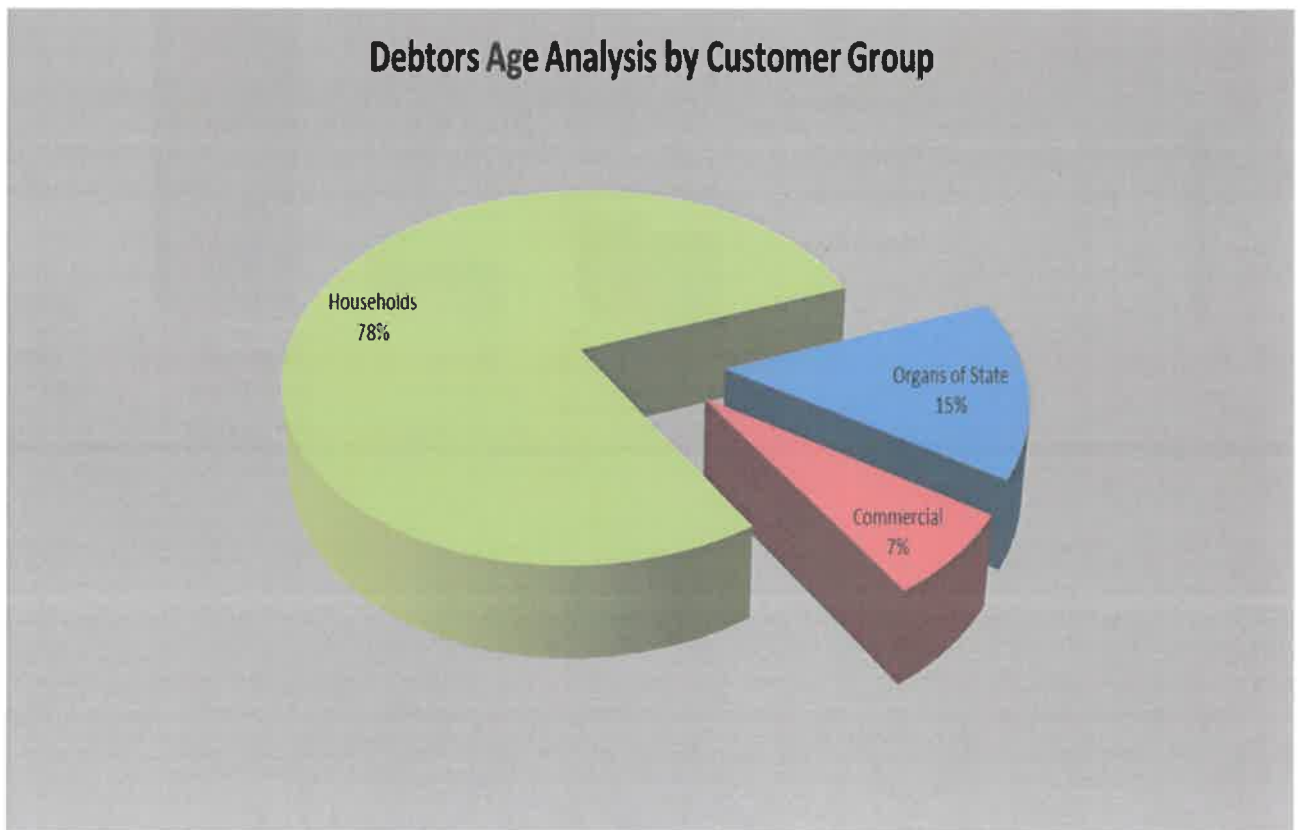


Chart 2: Debtors Age Analysis by Customer Group

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

- ✓ Households: 78%
- ✓ Government 15%
- ✓ 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

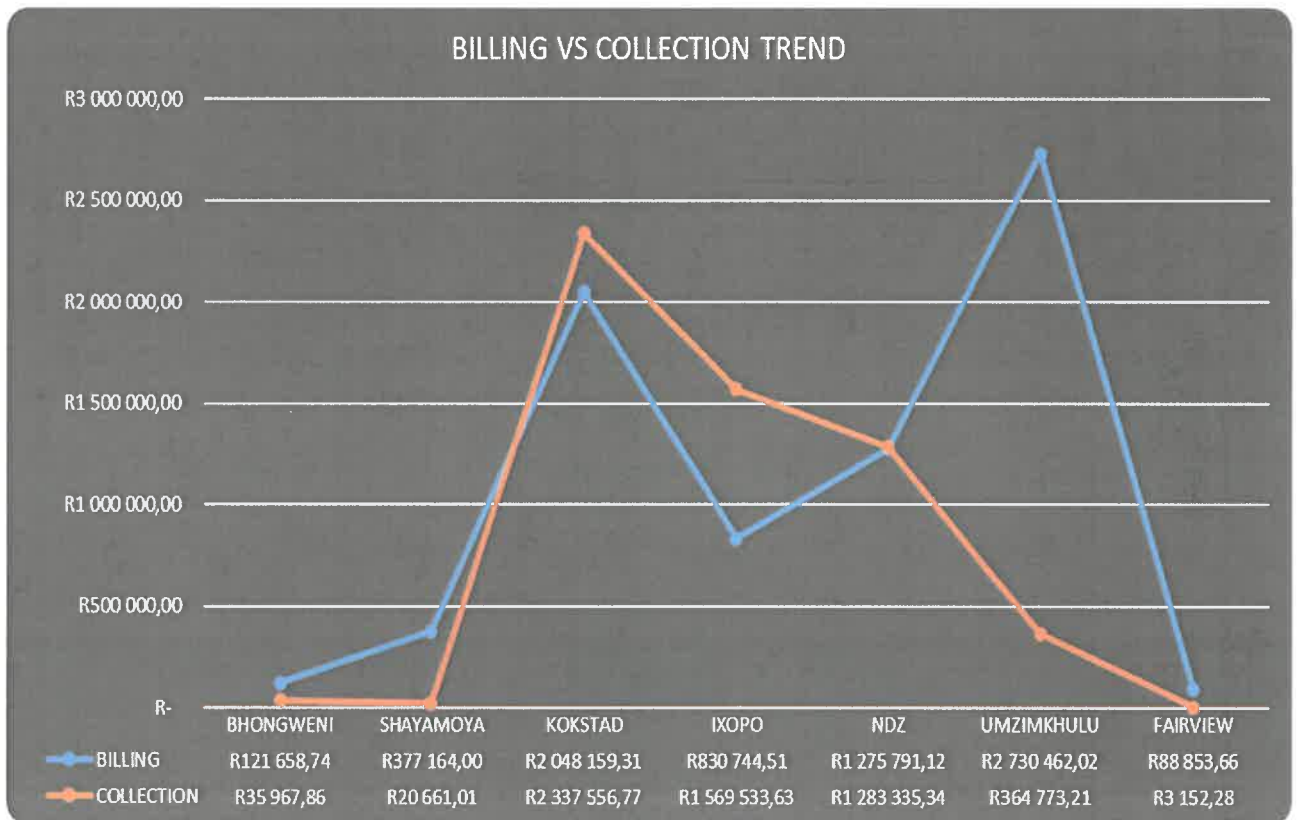
Revenue receipts per Area

AREA	AMOUNT		
		JUNE 2024	MAY 2024
Unallocated receipts	R 78 197	1%	4%
Bhongweni	R 35 968	1%	1%
Shayamoya	R 20 661	0%	2%
Kokstad	R 2 337 557	41%	41%
Ixopo	R 1 569 534	28%	22%
NDZ	R 1 283 335	23%	22%
Umzimkulu	R 364 773	6%	7%
Fairview	R 3 152	0%	0%
TOTAL RECEIPTS INCL VAT	R 5 693 177	100%	100%

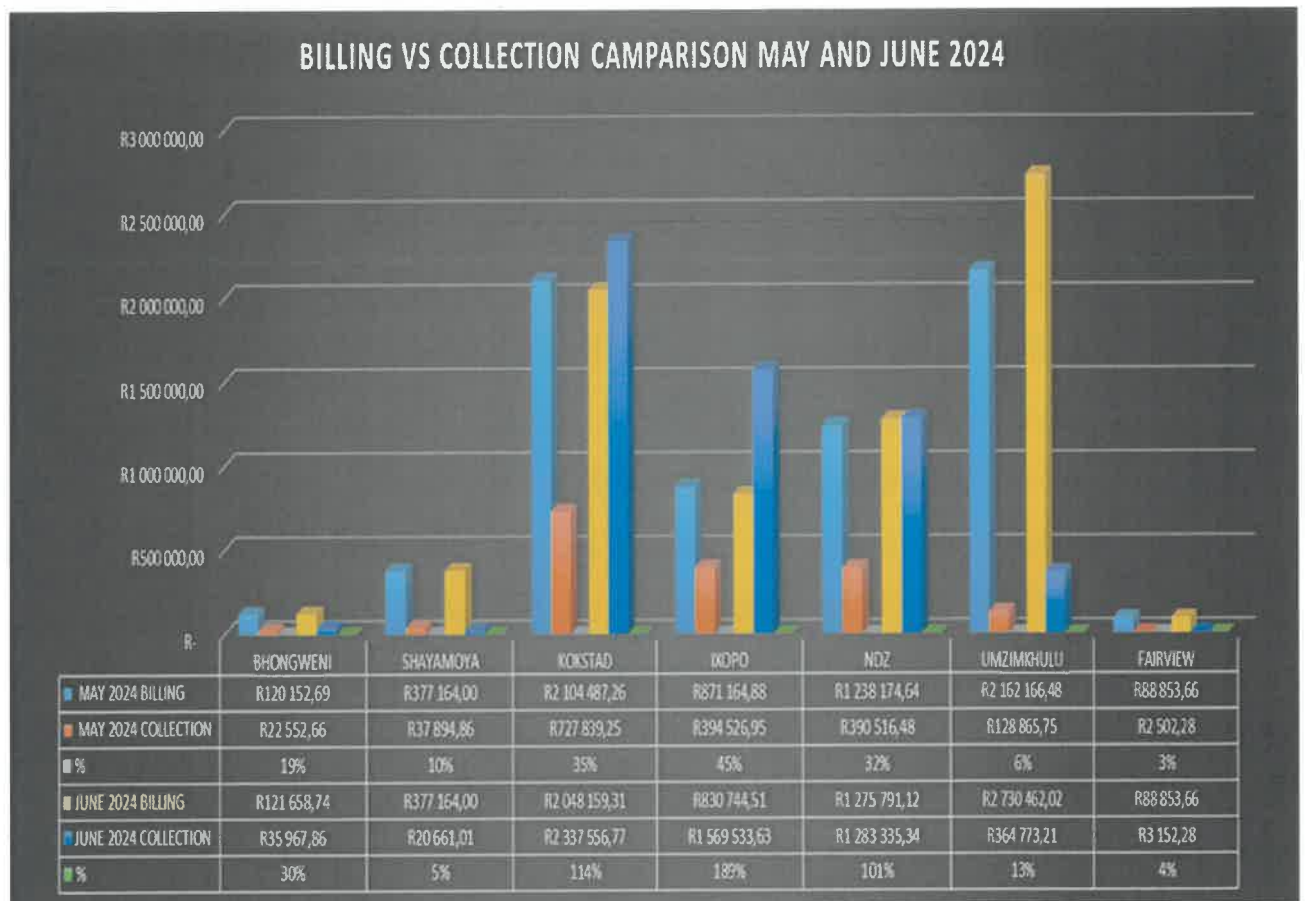
The table above presents the cash receipts from consumer debtors in each of the detailed areas as well as the comparative receipts for the previous month. The total cash collected for June 2024 is R5, 6million. The collection for prepaid in the month of June is R 832 486. Total cash collected including prepaid for the month ending 31 May 2024 is R 6,525,663.

Billing vs Collection trend for June 2024

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



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



Debtors age analysis per service

The municipality's total outstanding debtors amounted to R 234,168,905 as at 30 June 2024 compared with the R 232,857,162 as at 31 May 2024. Current debt represents 4% of the total outstanding debt compared with the 3% of May 2024; 30 days and older debt 3% compared with the 4% for May 2024; 60 days and older debt 2% compared with the 2% of May 2024; and 90 days 2% compared with the 1% of May 2024; 120 days to History and older 89% compared with the 89% for June 2024.

Current debt increased with R 1,311,742 to R 234,168,905 in the month ending 30 June compared with the R 232,857,162 as at 31 May 2024; 30 days + debt increased with R 902,651; 60 days + decreased with R 1,602,249; 90 days + debt increased with R 961,242 and 120 + days and older debt as at 30 June 2024 has increased with R 675,863 to R 208,382,878 compared with the R 207,707,015 for June 2024.

Debtors age analysis per debtor type

Business debtors owes the municipality R 15,605,377 (7%); Municipal debtors R 473,527 (0%); domestic debtors R 176,662,769 (75%); Government accounts R 34,296,551 (15%); Indigent debtors R 1,227,933 (0%); Deceased R 860,610 and other debtors R 5,042,137 (2%) of the total outstanding debt of R 234,168,905.

2.2 Creditors Analysis

Table SC presents the aged creditors as at 30 June 2024

DC43 Harry Gwala - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	Budget Year 2023/24							
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year
R thousands								
Creditors Age Analysis By Customer Type								
Bulk Electricity								
Bulk Water								
PAYE deductions								
VAT (output less input)								
Pensions / Retirement deductions								
Loan repayments								
Trade Creditors	1 429	68	438	808	-	-	-	-
Auditor General								
Other								
Total By Customer Type	1 429	68	438	808	-	-	-	-

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 June 2024.

Cash and Bank Balances (Investments)

CASH AND INVESTMENT REGISTER AS AT 30 JUNE 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:								
Municipality								
FRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	5 105	29	(4 931)	-	202
FRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	23 785	144	(23 927)	10 500	10 502
FRST NATIONAL BANK	M	ADMIN CALL	Fixed	37 667	213	(2 179)	-	35 700
FRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	15 969	102	(16 090)	-	2
FRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	3 155	16	(3 153)	-	18
FRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	41 285	227	-	4 600	46 112
FRST NATIONAL BANK	M	CALL ACCOUNT	Fixed	1 766	10	-	-	1 776
FRST NATIONAL BANK	M	FIXED DEPOSIT	Fixed	1 307	7	(1 305)	-	9
NEOSBANK	M	FIXED DEPOSIT	Fixed	100	1	-	-	101
FNB BANK	M	FIXED DEPOSIT	Fixed	49 067	-	-	-	49 067
FNB BANK	M	FIXED DEPOSIT	Fixed	45 000	-	(22 000)	-	24 000
FNB BANK	M	FIXED DEPOSIT	Fixed	22 000	143	(22 143)	-	-
FRST NATIONAL BANK	M	CURRENT ACCOUNT	Fixed	26 358	-	-	13 578	41 928
Municipality sub-total				275 665	890	(96 728)	28 678	209 436
TOTAL INVESTMENTS AND INTEREST				275 665	890	(96 728)	28 678	209 436

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 - M12 June

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	452 460	493 840	479 090	-	476 621	479 090	(2 469)	-0,5%	479 090
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	-	-
Equitable Share	432 161	463 631	463 631	-	463 631	463 631	-	0,0%	463 631
Expanded Public Works Programme Integrated Grant	5 221	6 168	5 823	-	5 823	5 823	-	0,0%	5 823
Integrated National Electrification Programme Grant	-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant	1 200	1 200	1 200	-	937	1 200	(263)	-21,9%	1 200
Municipal Disaster Relief Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	9 479	20 450	6 045	-	4 487	6 045	(1 558)	-25,8%	6 045
Rural Road Asset Management Systems Grant	2 381	2 391	2 391	-	1 743	2 391	(648)	-27,1%	2 391
Water Services Infrastructure Grant	2 018	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-
Provincial Government:	-	-	-	-	-	-	-	-	-
Capacity Building and Other Grants	-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]	-	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
Chemical Industry Seta	-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	452 460	493 840	479 090	-	476 621	479 090	(2 469)	-0,5%	479 090
Capital Transfers and Grants									
National Government:	283 338	321 352	351 938	-	318 689	351 938	(33 249)	-9,4%	351 938
Integrated National Electrification Programme Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	200 355	221 352	261 938	-	242 319	261 938	(19 619)	-7,5%	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	-	76 369	90 000	(13 631)	-15,1%	90 000
Provincial Government:	3 888	-	-	-	-	-	-	-	-
Infrastructure Grant	3 888	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
[insert description]	-	-	-	-	-	-	-	-	-
Human Settlement Re-development Programme	-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	287 226	321 352	351 938	-	318 689	351 938	(33 249)	-9,4%	351 938
TOTAL RECEIPTS OF TRANSFERS & GRANTS	739 685	815 192	831 028	-	795 310	831 028	(35 718)	-4,3%	831 028

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 - M12 June

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
<u>Operating expenditure of Transfers and Grants</u>									
National Government:	560 559	581 732	601 996	41 501	524 033	601 996	(77 963)	-13,0%	601 996
Energy Efficiency and Demand Side Management Grant	-	-	-	-	-	-	-	-	-
Equitable Share	536 551	550 194	578 757	39 437	505 804	578 757	(72 953)	-12,6%	578 757
Expanded Public Works Programme Integrated Grant	9 729	7 490	7 490	593	7 177	7 490	(314)	-4,2%	7 490
Local Government Financial Management Grant	847	1 207	1 208	242	1 405	1 208	198	16,4%	1 208
Municipal Disaster Relief Grant	-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	9 606	20 450	12 160	666	7 589	12 150	(4 581)	-37,7%	12 150
Rural Road Asset Management Systems Grant	2 070	2 391	2 391	563	2 079	2 391	(312)	-13,0%	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	-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:	560 559	581 732	601 996	41 501	524 033	601 996	(77 963)	-13,0%	601 996
<u>Capital expenditure of Transfers and Grants</u>									
National Government:	247 421	277 584	287 510	16 268	297 086	287 510	9 576	3,3%	287 510
Local Government Financial Management Grant	275	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant	171 657	190 627	209 249	3 001	214 474	209 249	5 225	2,5%	209 249
Regional Bulk Infrastructure Grant	-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant	75 489	86 957	78 261	13 267	82 612	78 261	4 351	5,6%	78 261
Provincial Government:	3 888	-	-	-	-	-	-	-	-
Infrastructure Grant	3 888	-	-	-	-	-	-	-	-
District Municipality:	-	-	-	-	-	-	-	-	-
Specify (Add grant description)	-	-	-	-	-	-	-	-	-
Other grant providers:	-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants	251 309	277 584	287 510	16 268	297 086	287 510	9 576	3,3%	287 510
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	811 868	859 316	889 506	57 768	821 120	889 506	(68 386)	-7,7%	889 506

2.5 Councillor and Staff Benefits

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

DC43 Harry Gwala - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

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
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	3 902	4 394	4 394	384	4 586	4 394	192	4%	4 394
Pension and UIF Contributions	469	545	545	-	133	545	(412)	-76%	545
Medical Aid Contributions	153	186	186	0	33	186	(153)	-82%	186
Cellphone Allowance	491	534	534	43	547	534	13	2%	534
Other benefits and allowances	1 973	2 460	2 460	133	1 633	2 460	(827)	-34%	2 460
Sub Total - Councillors	6 988	8 119	8 119	561	6 932	8 119	(1 187)	-15%	8 119
% increase		16,2%	16,2%						16,2%
Senior Managers of the Municipality									
Basic Salaries and Wages	4 029	2 186	4 374	458	5 474	4 374	1 100	25%	4 374
Pension and UIF Contributions	15	6	1	-	-	1	(1)	-100%	1
Medical Aid Contributions	66	35	48	4	48	48	-	0%	48
Performance Bonus	81	117	55	-	55	55	(0)	0%	55
Motor Vehicle Allowance	813	501	935	126	1 050	935	114	12%	935
Cellphone Allowance	105	58	109	10	110	109	1	1%	109
Housing Allowances	212	110	295	46	394	295	99	33%	295
Other benefits and allowances	246	176	259	26	259	259	0	0%	259
Payments in lieu of leave	332	576	-	-	-	-	-	-	-
Acting and post related allowance	53	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	5 950	3 765	6 077	670	7 390	6 077	1 313	22%	6 077
% increase		-36,7%	2,1%						2,1%
Other Municipal Staff									
Basic Salaries and Wages	142 683	147 894	145 582	12 264	148 665	145 582	3 082	2%	145 582
Pension and UIF Contributions	21 654	22 732	22 732	1 883	22 634	22 732	(98)	0%	22 732
Medical Aid Contributions	10 412	10 766	10 766	930	10 905	10 766	139	1%	10 766
Overtime	19 197	20 962	20 962	1 841	21 206	20 962	244	1%	20 962
Performance Bonus	10 259	10 291	10 291	1 322	10 466	10 291	175	2%	10 291
Motor Vehicle Allowance	20 410	22 548	22 548	1 701	19 940	22 548	(2 607)	-12%	22 548
Cellphone Allowance	1 132	1 242	1 242	91	1 086	1 242	(156)	-13%	1 242
Housing Allowances	636	740	740	53	652	740	(88)	-12%	740
Other benefits and allowances	6 003	7 279	7 279	539	6 050	7 279	(1 229)	-17%	7 279
Payments in lieu of leave	1 418	620	620	42	806	620	186	30%	620
Long service awards	1 547	1 205	1 205	2	1 312	1 205	107	9%	1 205
Postretirement benefit obligations	4 244	-	-	-	-	-	-	-	-
Acting and post related allowance	163	221	221	17	335	221	113	51%	221
Sub Total - Other Municipal Staff	239 757	246 501	244 189	20 683	244 057	244 189	(132)	0%	244 189
% Increase		2,8%	1,8%						1,8%
Total Parent Municipality	252 695	258 385	258 385	21 913	258 378	258 385	(6)	0%	258 385
		2,3%	2,3%						2,3%
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Basic Salaries and Wages	-	150	150	-	-	150	(150)	-100%	150
Sub Total - Executive members Board	-	150	150	-	-	150	(150)	-100%	150
% Increase		#DIV/0!	#DIV/0!						#DIV/0!
Other Staff of Entities									
Basic Salaries and Wages	-	6 055	6 055	-	-	6 055	(6 055)	-100%	6 055
Pension and UIF Contributions	-	20	20	-	-	20	(20)	-100%	20
Payments in lieu of leave	-	242	242	-	-	242	(242)	-100%	242
Acting and post related allowance	-	50	50	-	-	50	-	-	50
Sub Total - Other Staff of Entities	-	6 367	6 367	-	-	6 367	(6 367)	-100%	6 367
% Increase		#DIV/0!	#DIV/0!						#DIV/0!
Total Municipal Entities	-	6 517	6 517	-	-	6 517	(6 517)	-100%	6 517
TOTAL SALARY, ALLOWANCES & BENEFITS	252 695	264 902	264 902	21 913	258 378	264 902	(6 523)	-2%	264 902
% Increase		4,8%	4,8%						4,8%
TOTAL MANAGERS AND STAFF	245 707	256 633	256 633	21 353	251 446	256 633	(5 186)	-2%	256 633

2.6 Material Variances to the SDBIP

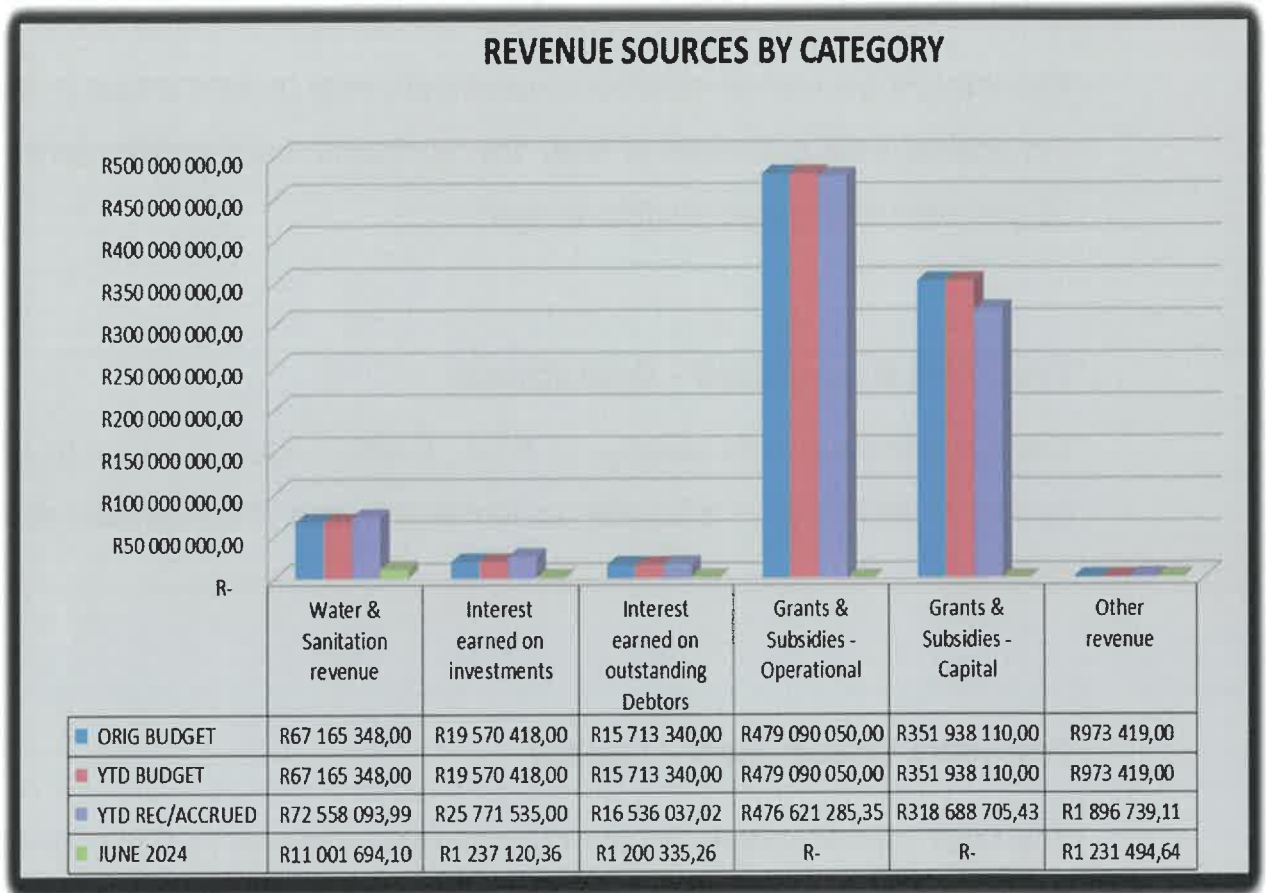
The following section analyses material variances between the actual targets as at 30 June 2024 and the budget for the same period. This report analyses each major component under following headings;

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

REVENUE

The chart displays a comparison between the 2023/2024 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 June 2024 was R72, 5million against a year to date **budget** of R67, 1million which is 108 per cent of year to date budget.

Interest Earned on External Investments

The interest earned on external investments year to date actual is R25, 7m against year to budget of R19, 5m representing overperformance of 32 per cent of the year to date budget.

Transfers Recognised - Operational

The operational grants revenue of R476, 6million against a year to date budget of R479million 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 R318, 6million against a YTD budget of R351, 9million or 91% of the planned expenditure. Capital expenditure is mainly funded by means of National grants.

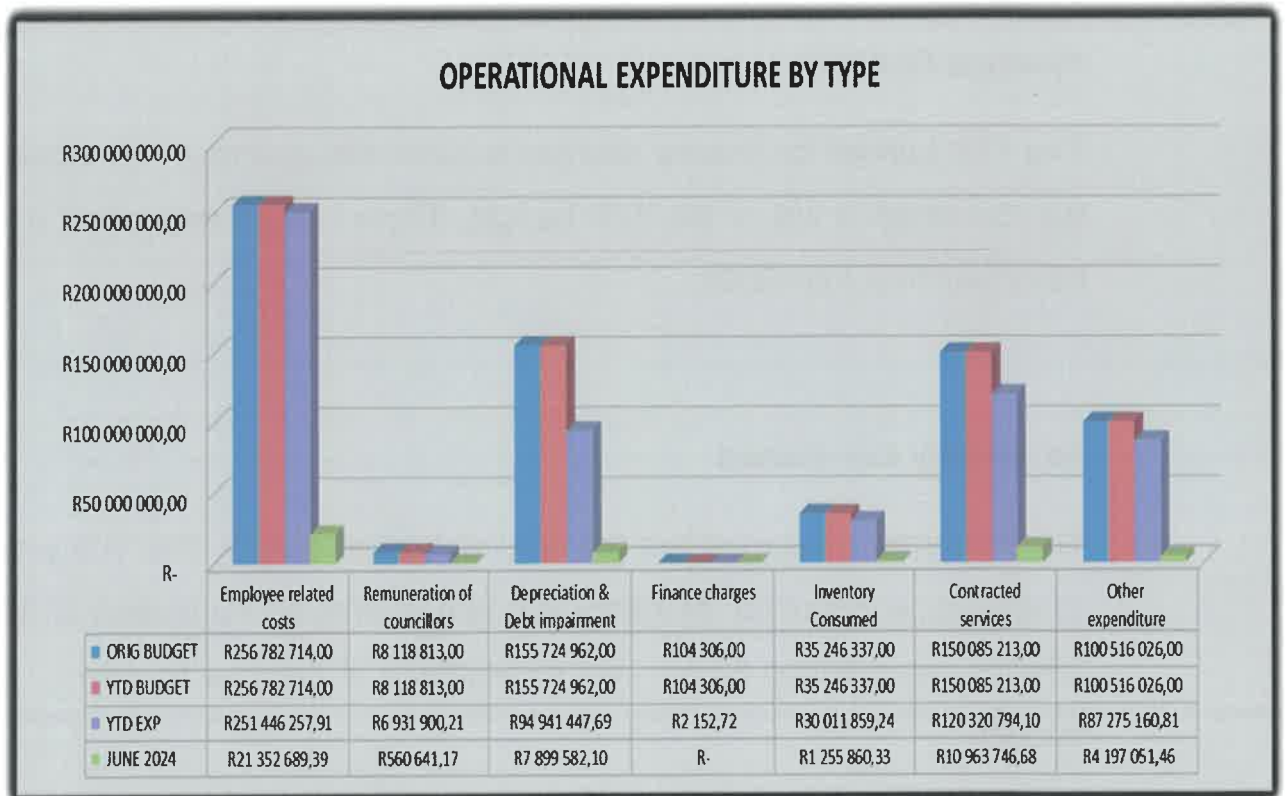
Other Revenue

The YTD performance of other revenue is R 1, 8million against YTD budget of R 973 419 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 R251, 4million against a YTD budget of R256, 7million which is 98% of the YTD budget.

Remuneration of Councillors

The remuneration of councillor's year to date expenditure is at R6, 9m against a YTD budget of R8, 1m representing 85% of the year to date budget.

Finance Charges

The YTD budget for finance charges is R104 306 against a YTD actual of R2 153 which is 2% of the YTD budget. There was no movement in the month ending June 2024.

Inventory Consumed

The inventory consumed has the original budget of R35, 2m. The year to date expenditure for inventory is R30m against a YTD budget of R35, 2million representing 85 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 R120, 3m against a YTD budget of R150million representing 80 per cent of planned expenditure.

Other Expenditure

The YTD budget for operational costs was at R100, 5million against a YTD expenditure of R 87, 2million or 87 per cent and expenditure for the month of June 2024 is R 4million.

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 - M12 June

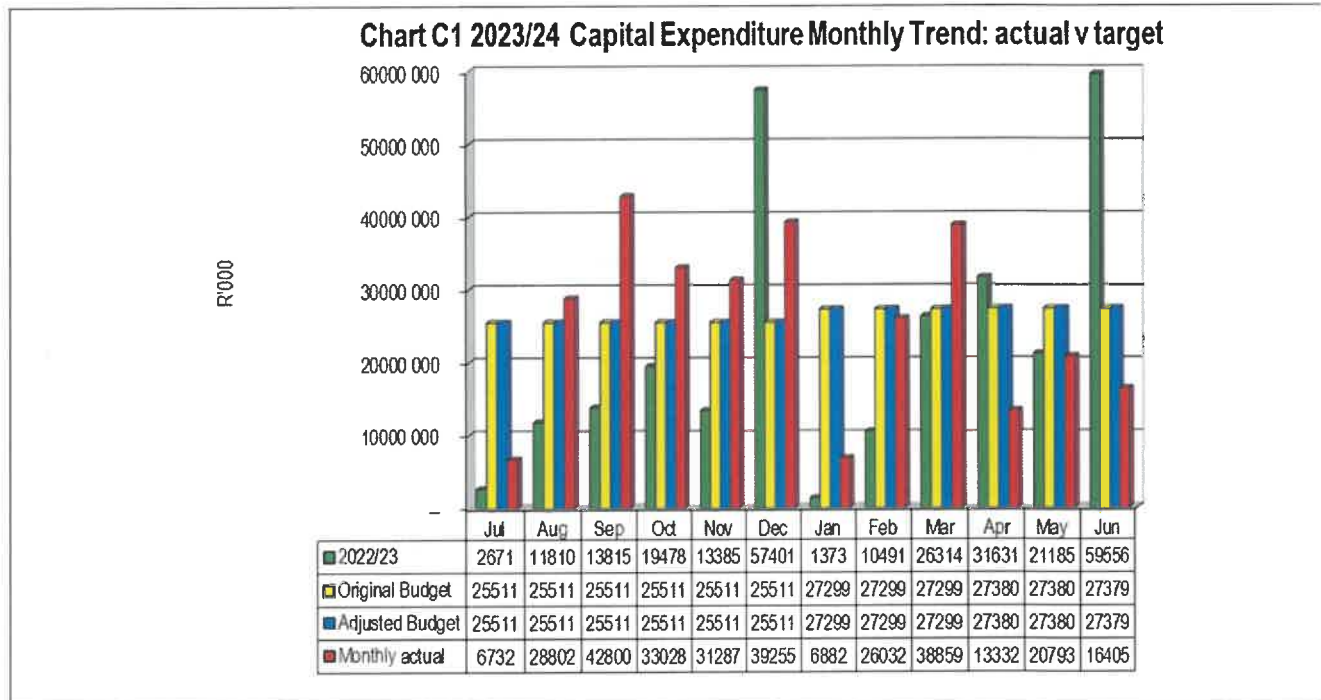
Description	Budget Year 2023/24												2023/24 Medium Term Revenue & Expenditure Framework		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Outcome	June Outcome	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Cash Receipts By Source															
Property rates	1	1	1	1	1	1	1	1	1	1	1	(6)	-	-	-
Service charges - Electricity revenue	4 369	4 321	4 356	4 336	4 182	3 934	2 319	5 075	4 707	4 381	1 989	5 191	48 132	48 632	57 382
Service charges - Water revenue	687	854	964	846	1 001	781	347	1 058	790	697	288	3 616	11 969	12 562	13 316
Service charges - Waste Water Management															
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	3 484	1 786	3 088	21 920	18 053	17 170	
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and permits	2	1	8	5	3	4	2	5	3	2	5	(23)	16	-	-
Agency services															
Transfers and Subsidies - Operational	193 180	4 416	-	-	2 776	154 544	-	1 505	115 907	717	-	20 785	483 840	512 493	551 650
Other revenue	387 396	84 724	173 954	101 375	137 808	332 693	76 599	59 336	170 119	172 452	36 601	(1 679 095)	53 971	88 324	65 516
Cash Receipts by Source	586 460	96 771	181 598	108 233	147 453	483 757	81 670	70 046	295 020	180 035	41 931	(1 652 138)	630 847	661 065	705 044
Other Cash Flows by Source															
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	91 000	-	71 000	40 000	-	80 000	-	-	33 630	-	10 500	(4 778)	321 362	318 124	314 221
Borrowing long term/retinancing															
Increase (decrease) in consumer deposits															
Decrease (increase) in non-current receivables															
Decrease (increase) in non-current investments															
Total Cash Receipts by Source	677 460	96 771	252 605	148 260	147 466	573 767	81 950	70 073	328 650	180 035	52 431	(1 657 122)	952 348	979 758	1 019 868
Cash Payments by Type															
Employee related costs	17 856	22 316	20 593	20 871	21 036	28 901	20 891	21 087	20 845	25 729	21 895	16 763	256 763	273 607	289 914
Remuneration of councillors	-	-	811	490	311	321	273	296	300	308	-	4 910	8 119	8 606	9 122
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	142	150
Bulk purchases - Electricity															
Acquisitions - water & other inventory															
Contracted services															
Transfers and subsidies - other municipalities															
Transfers and subsidies - other															
Other expenditure	40 071	66 189	68 630	53 905	61 167	73 450	31 027	44 789	63 653	34 999	38 869	(399 022)	177 727	150 067	154 054
Cash Payments by Type	57 928	88 505	90 133	75 266	82 514	100 672	52 191	66 172	84 790	61 036	60 763	(204 266)	615 704	637 640	685 891
Other Cash Flows/Payments by Type															
Capital assets	6 733	26 802	42 801	33 028	31 288	39 255	6 883	26 032	38 859	13 333	20 783	29 061	316 868	322 312	300 903
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	2 400	2 400	2 400	2 400
Other Cash Flows/Payments	-	117	612	319	1 194	4 161	1 175	653	567	-	1 004	2 198	12 000	15 000	15 000
Total Cash Payments by Type	64 660	117 424	133 545	108 613	114 996	144 088	60 248	92 858	124 215	74 369	82 561	(170 607)	946 972	977 551	1 004 194
NET INCREASE/(DECREASE) IN CASH HELD	612 800	(20 653)	119 060	39 647	32 470	429 679	21 702	(22 785)	204 435	105 666	(30 130)	(1 486 515)	5 375	2 206	15 675
Cash/cash equivalents at the month/year beginning:	124 641	737 441	716 788	835 847	875 494	907 964	1 337 643	1 359 345	1 336 560	1 540 995	1 646 661	1 616 531	124 641	130 016	132 222
Cash/cash equivalents at the month/year end:	737 441	716 788	835 847	875 494	907 964	1 337 643	1 359 345	1 338 560	1 540 995	1 646 661	1 616 531	130 016	130 016	132 222	147 897

Capital Expenditure Trend

DC43 Harry Gwala - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M12 June

Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
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	20 793	13 333	289 730	276 397	95,4%	0
June	59 557	27 380	27 380	16 406	16 406	317 110	300 704	94,8%	0
Total Capital expenditure	269 118	317 110	317 110	304 213					

YTD Capital Budget vs. YTD Capital Expenditure



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 - M12 June

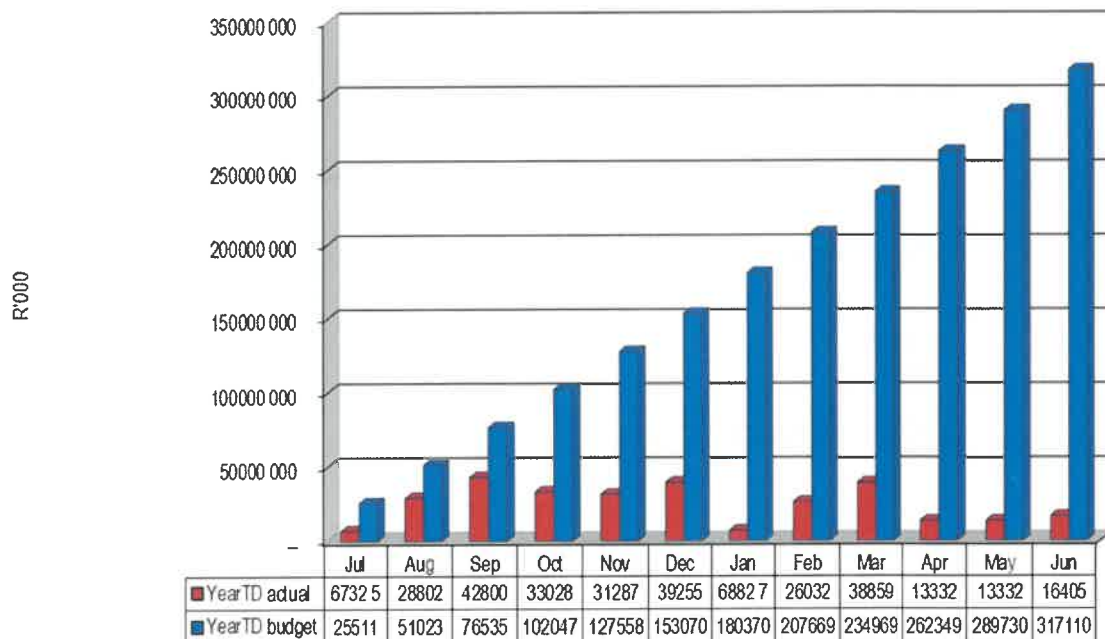
Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	247 862	262 045	281 703	9 007	280 588	281 703	1 115	0,4%	281 703
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	203 327	191 477	211 021	6 980	215 848	211 021	(4 827)	-2,3%	211 021
Dams and Weirs	18 068	45 242	28 298	974	24 360	26 298	1 937	7,4%	26 298
Boreholes	37 187	33 539	3 410	-	3 346	3 410	64	1,9%	3 410
Reservoirs	-	-	-	-	-	-	-	-	-
Pump Stations	3 716	4 935	15 133	-	14 635	15 133	499	3,3%	15 133
Water Treatment Works	267	-	-	-	-	-	-	-	-
Bulk Mains	45 795	16 056	50 395	4 715	50 310	50 395	86	0,2%	50 395
Distribution	98 295	91 705	115 785	1 291	123 198	115 785	(7 413)	-6,4%	115 785
Distribution Points	-	-	-	-	-	-	-	-	-
PRV Stations	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	44 534	70 568	70 682	2 027	64 740	70 682	5 942	8,4%	70 682
Pump Station	-	6 488	12 051	-	12 051	12 051	0	0,0%	12 051
Reticulation	44 534	41 814	55 930	2 027	52 689	55 930	3 242	5,8%	55 930
Waste Water Treatment Works	-	10 761	2 700	-	-	2 700	2 700	100,0%	2 700
Outfall Sewers	-	-	-	-	-	-	-	-	-
Toilet Facilities	-	11 505	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Intangible Assets	270	804	1 004	-	148	1 004	856	85,3%	1 004
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	270	804	1 004	-	148	1 004	856	85,3%	1 004
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	270	804	1 004	-	148	1 004	856	85,3%	1 004
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	410	742	1 060	-	943	1 060	117	11,0%	1 060
Computer Equipment	410	742	1 060	-	943	1 060	117	11,0%	1 060
Furniture and Office Equipment	1 293	2 602	3 461	-	1 796	3 461	1 664	48,1%	3 461
Furniture and Office Equipment	1 293	2 602	3 461	-	1 796	3 461	1 664	48,1%	3 461
Machinery and Equipment	7 430	8 810	8 810	-	1 314	8 810	7 497	85,1%	8 810
Machinery and Equipment	7 430	8 810	8 810	-	1 314	8 810	7 497	85,1%	8 810
Transport Assets	-	1 600	1 600	-	-	1 600	1 600	100,0%	1 600
Transport Assets	-	1 600	1 600	-	-	1 600	1 600	100,0%	1 600
Total Capital Expenditure on new assets	257 265	276 603	297 638	9 007	284 790	297 638	12 848	4,3%	297 638

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 - M12 June

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 %	
R thousands									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	-	14 802	1 300	2 245	2 245	1 300	(945)	-72,7%	1 300
Water Supply Infrastructure	-	14 802	1 300	2 245	2 245	1 300	(945)	-72,7%	1 300
Bulk Mains	-	3 890	-	-	-	-	-	-	-
Distribution	-	10 911	1 300	2 245	2 245	1 300	(945)	-72,7%	1 300
Distribution Points	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	135	177	-	-	177	177	100,0%	177
Machinery and Equipment	-	135	177	-	-	177	177	100,0%	177
Transport Assets	6 259	5 400	7 025	-	2 557	7 025	4 468	63,6%	7 025
Transport Assets	6 259	5 400	7 025	-	2 557	7 025	4 468	63,6%	7 025
Total Capital Expenditure on renewal of existing assets	6 259	20 336	8 501	2 245	4 802	8 501	3 699	43,5%	8 501

Chart C2 2023/24 Capital Expenditure: YTD actual v YTD target



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 - M12 June

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	45 120	46 093	43 410	3 989	38 904	43 410	4 506	10,4%	43 410
Water Supply Infrastructure	45 120	46 093	43 410	3 989	38 904	43 410	4 506	10,4%	43 410
Dams and Weirs							-		
Boreholes							-		
Reservoirs	26 400	23 439	23 556	2 067	21 395	23 556	2 161	9,2%	23 556
Pump Stations	11 207	12 402	10 402	1 089	8 981	10 402	1 421	13,7%	10 402
Water Treatment Works							-		
Bulk Mains							-		
Distribution							-		
Distribution Points							-		
PRV Stations							-		
Capital Spares	7 514	10 252	9 452	833	8 528	9 452	924	9,8%	9 452
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-
Community Assets	63	73	73	-	87	73	(14)	-19,0%	73
Community Facilities	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	63	73	73	-	87	73	(14)	-19,0%	73
Indoor Facilities	63	73	73	-	87	73	(14)	-19,0%	73
Other assets	4 008	5 459	5 046	267	4 431	5 046	615	12,2%	5 046
Operational Buildings	4 008	5 459	5 046	267	4 431	5 046	615	12,2%	5 046
Municipal Offices	4 008	5 459	5 046	267	4 431	5 046	615	12,2%	5 046
Pay/Enquiry Points							-		
Building Plan Offices							-		
Computer Equipment	17	125	50	-	16	50	35	68,5%	50
Computer Equipment	17	125	50	-	16	50	35	68,5%	50
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment									
Machinery and Equipment	3 055	-	-	-	-	-	-	-	-
Machinery and Equipment	3 055	-	-	-	-	-	-	-	-
Transport Assets	204	241	109	-	49	109	60	55,0%	109
Transport Assets	204	241	109	-	49	109	60	55,0%	109
Total Repairs and Maintenance Expenditure	52 468	51 991	48 689	4 256	43 487	48 689	5 202	10,7%	48 689

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
- the quarterly report on the implementation of the budget in terms of s52 (d) of the MFMA

For the month of June 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 _____

