



MATATIELE
LOCAL MUNICIPALITY

2020/2021
MONTHLY MAYORS
SECTION 71
REPORT

MONTH ENDED
30TH NOVEMBER 2020

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GLOSSARY

Annual Budget – Prescribed in section 16 of the MFMA - the formal means by which a Municipality approve official budget for the next three years.

Adjustment Budget – Prescribed in section 28 of the MFMA – the formal means by which a Municipality may revise its annual budget during the year.

Allocations (Transfers – see DORA) – Money received from Provincial or National Government.

Budget Related Policy(ies) – Policies of a Municipality affecting or affected by the budget, examples include Tariff Policy, Rates Policy, Credit Control and Debt Collection Policies.

Capital Expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet and must be included in the asset register.

Cash Flow Statement – A statement showing when actual cash will be received and spent by the Municipality. Payments do not always coincide with budgeted expenditure timings - for example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government (see Allocations / Transfers).

Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services and to compensate loss of RSC levies.

Fruitless and Wasteful Expenditure – Expenditure that was made in vain and would/should have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The new 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 dated April 2009.

MFMA – The Municipal Finance Management Act – Act No. 56 of 2003. The principle piece of legislation relating to municipal financial management. mSCOA – Municipal Standard Chart of Accounts.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating Expenditure – The day-to-day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the Rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budgeted estimates.

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.

Unauthorised Expenditure – Generally, spending without, or in excess of, an Approved Budget.

Virement – A transfer of funds within a vote.

Virement Policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

Vote – One of the main segments into which a budget is divided. In Garden Route District, this means the different GFS classification the budget is divided.

LEGISLATIVE FRAMEWORK

This report has been prepared in terms of the following enabling legislation:

The municipal Finance Management Act No. 56 of 2003

Section 71: Monthly budget Statements

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

PART 1-IN-YEAR REPORT

Section 1-Resolutions

These are the resolutions being presented to Council in the monthly report on the implementation of budget and financial state of affairs of the municipality as required in terms of section 71 of the Municipal Finance Management Act 56 of 2003 and the Municipal Budget and Reporting Regulations

Regulation 28 of the Municipal Budget and Reporting Regulations states:

“The monthly budget statement of a municipality must be in the format specified in the Schedule C and include all required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”

Recommendations:

- That, Council takes note of the monthly budget statement and supporting documentation for the month 30th November 2020.
- That, the submission of section 71 reports and to Provincial and National Treasuries 10 days after the end of each month be noted by Council.

Section 2-Executive summary

2.1 Introduction

The aim if the Financial Monitoring Report (FMR) is to provide a monthly update and report on the municipality's consolidated performance in terms of the budget, indicate any material variances from Service delivery and Budget Implementation Plan (SDBIP) and provide any remedial action or corrective steps to be taken.

2.2 Consolidated Performance (Revenue & Expenditure)

Revenue by source

The total revenue received for the month ended 30th November 2020 amounted to **R 29,584,956** which represents 6% of the total annual approved budget figure of **R509,920,764** (including grants) and 5% of the adjusted budget figure of **R 539,701,764**, revenue recognised to date represents 42% of the adjusted budget. The majority of the revenue recognised of **R5,336,258** related to service charges: electricity revenue.

Operating Expenditure by type

Operating expenditure for the month ended 30th November amounted to **R 29,786,091** which represents 7% of total approved operating expenditure budget figure of **R408,392,856** and 7% of the adjusted budget amount of **R 435,074,576**, of this expenditure the majority relates to Council and employee related cost and payment of monthly contracted services.

Capital Expenditure

The approved annual capital budget for the financial year amounts to **R174,313,680**, this was adjusted to **R 177,313,684**. Capital expenditure incurred for the month ended 30th November 2020 amounted to **R 9,645,724**. This represents 6% of the approved capital expenditure budget and 5% of the adjusted capital budget. Capital expenditure incurred to date represents 32% of the total capital expenditure budget.

2.3 Material variances from the SDBIP

Variances and deficiencies are identified in terms of the SDBIP. These are reported on and monitored by the Performance Management Unit, situated in the Office of the Municipal Manager, as applicable.

2.4 Remedial or corrective steps

HODs and unit managers are sent monthly income and expenditure reports to monitor expenditure and revenue performance of each department, ensure spending is within budget and is aligned to the IDP's Strategic Goals.

Section 3

IN-YEAR BUDGET STATEMENT TABLES

3.1 Monthly budget statements

3.1.1 Table C1 Monthly Budget Statement Summary

Description	2019/20 Audited Outcome	Budget Year Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	44,904	48,190	48,190	1,632	39,539	20,079	19,460	97%	48,190
Service charges	58,434	68,817	68,817	4,951	20,450	28,674	(8,224)	-29%	68,817
Investment revenue	12,973	14,650	14,650	581	3,259	6,104	(2,845)	-47%	14,650
Transfers and subsidies	244,441	256,212	305,993	805	115,220	127,497	(12,277)	-10%	305,993
Other own revenue	19,092	20,525	20,525	1,580	8,529	8,552	(23)	-0%	20,525
Total Revenue (excluding capital transfers and contributions)	379,844	408,394	458,175	9,549	186,997	190,906	(3,909)	-2%	458,175
Employee costs	115,402	125,231	125,231	9,365	47,476	52,179	(4,704)	-9%	125,231
Remuneration of Councillors	20,834	21,537	21,537	1,616	8,340	8,974	(634)	-7%	21,537
Depreciation & asset impairment	47,731	33,110	33,110	-	-	13,796	(13,796)	-100%	33,110
Finance charges	3	-	-	-	-	-	-	-	-
Materials and bulk purchases	44,131	53,567	53,717	4,490	26,680	22,382	4,298	19%	53,717
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	129,629	174,949	201,480	14,315	43,517	83,950	(40,433)	-48%	201,480
Total Expenditure	357,729	408,393	435,075	29,786	126,013	181,281	(55,268)	-30%	435,075
Surplus/(Deficit)	22,114	1	23,100	(20,237)	60,984	9,625	51,359	534%	23,100
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	124,782	101,527	81,527	20,036	36,974	42,303	(5,329)	-13%	81,527
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	146,896	101,528	104,627	(201)	97,957	51,928	46,029	89%	104,627
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	146,896	101,528	104,627	(201)	97,957	51,928	46,029	89%	104,627
Capital expenditure & funds sources									
Capital expenditure	155,644	174,314	177,314	9,646	56,852	73,881	(17,029)	-23%	177,314
Capital transfers recognised	95,417	99,340	79,340	3,410	31,126	33,058	(1,932)	-6%	79,340
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	60,228	74,974	97,974	6,235	25,725	40,822	(15,097)	-37%	97,974
Total sources of capital funds	155,644	174,314	177,314	9,646	56,852	73,881	(17,029)	-23%	177,314
Financial position									
Total current assets	266,693	232,526	232,475	-	436,820	-	-	-	232,475
Total non current assets	1,094,663	1,143,450	1,146,450	-	1,168,444	-	-	-	1,146,450
Total current liabilities	63,077	97,388	97,238	-	115,505	-	-	-	97,238
Total non current liabilities	29,028	27,398	27,398	-	28,370	-	-	-	27,398
Community wealth/Equity	1,269,250	1,251,190	1,254,289	-	1,461,389	-	-	-	1,254,289
Cash flows									
Net cash from (used) operating	184,732	989,595	1,052,392	8,091	913,063	412,331	(500,732)	-121%	1,052,392
Net cash from (used) investing	(155,644)	(174,314)	(174,179)	(5,858)	(46,216)	(72,631)	(26,415)	36%	(174,179)
Net cash from (used) financing	5	(1,268)	(1,268)	(15)	(1,415)	(1,268)	147	-12%	(1,268)
Cash/cash equivalents at the month/year end	153,090	857,073	920,005	-	868,211	381,492	(486,719)	-128%	879,724
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	6,924	4,585	4,355	3,677	25,527	13,411	15,277	96,132	169,887
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

3.1.2 Table C2: Monthly Budget Statement –Financial Performance (Standard Classification)

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		309,200	325,819	375,600	4,495	162,520	156,500	6,020	4%	375,600
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		309,200	325,819	375,600	4,495	162,520	156,500	6,020	4%	375,600
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		7,125	11,958	11,958	(16)	3,512	4,983	(1,471)	-30%	11,958
Community and social services		3,469	5,719	5,719	(507)	1,426	2,383	(956)	-40%	5,719
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		3,655	6,239	6,239	490	2,086	2,600	(514)	-20%	6,239
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		59,075	49,081	49,081	13,990	30,505	20,450	10,055	49%	49,081
Planning and development		481	145	145	7	46	60	(15)	-24%	145
Road transport		58,594	48,936	48,936	13,983	30,460	20,390	10,070	49%	48,936
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		129,225	123,062	103,062	11,116	27,433	42,943	(15,509)	-36%	103,062
Energy sources		118,306	107,474	87,474	10,137	22,615	36,448	(13,833)	-38%	87,474
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		10,919	15,588	15,588	978	4,819	6,495	(1,676)	-26%	15,588
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	504,625	509,921	539,702	29,585	223,971	224,876	(905)	0%	539,702
Expenditure - Functional										
<i>Governance and administration</i>		181,281	212,043	229,625	17,409	67,901	95,677	(27,776)	-29%	229,625
Executive and council		31,048	28,964	28,964	3,031	10,724	12,068	(1,344)	-11%	28,964
Finance and administration		147,900	179,004	196,586	14,002	55,915	81,911	(25,996)	-32%	196,586
Internal audit		2,333	4,075	4,075	375	1,262	1,698	(435)	-26%	4,075
<i>Community and public safety</i>		29,228	36,223	38,223	3,179	11,769	15,926	(4,157)	-26%	38,223
Community and social services		12,048	15,351	17,351	1,675	4,688	7,229	(2,541)	-35%	17,351
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		17,180	20,873	20,873	1,504	7,081	8,697	(1,616)	-19%	20,873
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		82,373	78,862	85,462	3,645	12,859	35,609	(22,750)	-64%	85,462
Planning and development		15,981	25,584	31,084	1,189	4,098	12,952	(8,853)	-68%	31,084
Road transport		66,392	53,278	54,378	2,456	8,760	22,657	(13,897)	-61%	54,378
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		64,848	81,265	81,765	5,553	33,484	34,069	(584)	-2%	81,765
Energy sources		46,926	57,506	58,006	4,072	27,102	24,169	2,933	12%	58,006
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		17,922	23,759	23,759	1,481	6,382	9,900	(3,518)	-36%	23,759
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	357,729	408,393	435,075	29,786	126,013	181,281	(55,268)	-30%	435,075
Surplus/ (Deficit) for the year		146,896	101,528	104,627	(201)	97,957	43,595	54,363	125%	104,627

This table reflects the operating budget (Financial Performance) in standard classification, the main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading services.

3.1.3 Table C3: Monthly Budget Statement –Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive and council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		308,729	325,469	375,250	3,122	161,085	156,354	4,731	3.0%	375,250
Vote 3 - Corporate		471	350	350	1,373	1,435	146	1,289	883.9%	350
Vote 4 - Development and Planning		481	145	145	7	46	60	(15)	-24.1%	145
Vote 5 - Community		18,044	27,546	27,546	962	8,331	11,478	(3,147)	-27.4%	27,546
Vote 6 - Infrastructure		176,900	156,410	136,410	24,120	53,074	56,838	(3,763)	-6.6%	136,410
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	504,625	509,921	539,702	29,585	223,971	224,876	(905)	-0.4%	539,702
Expenditure by Vote	1									
Vote 1 - Executive and council		31,048	37,214	28,964	3,031	10,724	12,068	(1,344)	-11.1%	28,964
Vote 2 - Finance and Admin		88,195	100,989	121,321	7,381	29,921	50,551	(20,629)	-40.8%	121,321
Vote 3 - Corporate		59,705	73,840	75,265	6,621	25,994	31,360	(5,367)	-17.1%	75,265
Vote 4 - Development and Planning		15,981	25,584	31,084	1,189	4,098	12,952	(8,853)	-68.4%	31,084
Vote 5 - Community		47,150	59,983	61,983	4,660	18,151	25,826	(7,675)	-29.7%	61,983
Vote 6 - Infrastructure		113,317	110,783	112,383	6,528	35,863	46,826	(10,964)	-23.4%	112,383
Vote 7 - Internal Audit		2,333	-	4,075	375	1,262	1,698	(435)	-25.6%	4,075
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	357,729	408,393	435,075	29,786	126,013	181,281	(55,268)	-30.5%	435,075
Surplus/ (Deficit) for the year	2	146,896	101,528	104,627	(201)	97,957	43,595	54,363	124.7%	104,627

Reporting per municipal vote provides details on the spread of spending over the various function of council. Revenue is mainly budgeted under the Executive and Council function and therefore the majority of the revenue will be reflected under this function.

3.1.4 Table C4: Monthly Budget Statement –Financial Performance (revenue by source and expenditure by type)

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		44,904	48,190	48,190	1,632	39,539	20,079	19,460	97%	48,190
Service charges - electricity revenue		47,645	53,291	53,291	3,986	15,700	22,205	(6,505)	-29%	53,291
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		10,790	15,526	15,526	966	4,750	6,469	(1,719)	-27%	15,526
Rental of facilities and equipment		803	500	500	63	532	208	324	155%	500
Interest earned - external investments		12,973	14,650	14,650	581	3,259	6,104	(2,845)	-47%	14,650
Interest earned - outstanding debtors		11,555	11,799	11,799	1,024	5,673	4,916	757	15%	11,799
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		1,398	2,094	2,094	2	386	872	(487)	-56%	2,094
Licences and permits		2,557	4,525	4,525	489	1,713	1,885	(172)	-9%	4,525
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		244,441	256,212	305,993	805	115,220	127,497	(12,277)	-10%	305,993
Other revenue		2,779	1,608	1,608	2	225	670	(445)	-66%	1,608
Gains		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		379,844	408,394	458,175	9,549	186,997	190,906	(3,909)	-2%	458,175
Expenditure By Type										
Employee related costs		115,402	125,231	125,231	9,365	47,476	52,179	(4,704)	-9%	125,231
Remuneration of councillors		20,834	21,537	21,537	1,616	8,340	8,974	(634)	-7%	21,537
Debt impairment		13,884	5,000	5,000	-	-	2,083	(2,083)	-100%	5,000
Depreciation & asset impairment		47,731	33,110	33,110	-	-	13,796	(13,796)	-100%	33,110
Finance charges		3	-	-	-	-	-	-	-	-
Bulk purchases		39,938	48,000	48,000	3,391	23,852	20,000	3,852	19%	48,000
Other materials		4,192	5,567	5,717	1,099	2,828	2,382	446	19%	5,717
Contracted services		81,078	101,279	125,811	9,013	31,418	52,421	(21,003)	-40%	125,811
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		33,957	68,670	70,670	5,301	12,099	29,446	(17,346)	-59%	70,670
Losses		711	-	-	-	-	-	-	-	-
Total Expenditure		357,729	408,393	435,075	29,786	126,013	181,281	(55,268)	-30%	435,075
Surplus/(Deficit)		22,114	1	23,100	(20,237)	60,984	9,625	51,359	0	23,100
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		124,782	101,527	81,527	20,036	36,974	42,303	(5,329)	(0)	81,527
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		146,896	101,528	104,627	(201)	97,957	51,928			104,627
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		146,896	101,528	104,627	(201)	97,957	51,928			104,627
Attributable to minorities		-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		146,896	101,528	104,627	(201)	97,957	51,928			104,627
Share of surplus/ (deficit) of associate		-	-	-	-	-	-			-
Surplus/ (Deficit) for the year		146,896	101,528	104,627	(201)	97,957	51,928			104,627

Revenue by Source

Revenue by source explains the types of income budgeted for and the performance of these individually.

Property Rates

Property rates revenue is the major part of the municipal own revenue.

The municipality bills both annual and monthly rates at the beginning of the financial year i.e. July. The total property rates revenue for the month of November 2020 amounted to R 1,632,139.

Services Charges

Revenue from service charges includes electricity sales and revenue from waste removal. The income from services charges amounted to R4,951,321 for the month ended 30th November 2020.

Interest earned on Investments

Reflects the interest in respect funds not immediately needed in the operations of the municipality, these short-term investments made with financial institutions include conditional grants. Interest on investments for the month ended 30th November 2020 amounted to R580,730.

Interest on Outstanding Debtors

Interest on overdue accounts for the month ended 30th November 2020 amounts to R1,024,086, the majority of the debtors are the government departments.

Fines, penalties and Forfeits

Revenue from fines, penalties and forfeits has an annual budget of R4,524,696, for the month ended 30th November 2020 an amount revenue of R 2,068 has been recognised for this category.

Licences and permits

The budget for licences and permits amounts to R4,524,696 for the 2020/21 budget year. For the month ended 30th November 2020 an amount of R488,738 was recognised and represents 10% of the total revenue budget for this category.

Transfers and Subsidies-Operational

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Acts respectively. Revenue of R804,738 was recognised for operational transfers and subsidies for the month ended 30th November 2020.

Other Revenue

Other revenue consists mostly skills development refund, sale of tender documents, insurance refund and other revenue. Other revenue amounted to R2,020 for the month ended 30th November 2020

Operating Expenditure by typeEmployee related costs/ Remuneration of Councillors

Remuneration related expenditure for the month ended 30th November 2020 amounted to R 10,981,000, of the expenditure R 1,615,837 relates to Remuneration of Councillors and R 9,365,163 to Managers and staff, that represents 8% of the budgeted amount for this category.

Debt Impairment /Depreciation and Asset impairment

Currently the municipality accounts for Debt impairment at the end of the financial year, no expenditure is reflected for the month for this category.

The municipality is in a process of utilising the financial system (Munsoft) for the fixed asset register to allow for depreciation to be reported on a, monthly basis.
No depreciation was recorded for the month of November 2020.

Bulk Purchases

Expenditure relating to bulk electricity purchases of R 3,391,164 was incurred during the month ended 30th November 2020.

Other Materials

Other material consists of inventory purchases for material and supplies and amounted to R1,099,164 for the month ended 30th November 2020. The procurement of Covid related PPE is also included under this category.

Contracted Services

Expenditure under this category consists of repairs and maintenance of municipal fleet, repairs and maintenance of buildings and facilities, debt collection contract, waste removal, grass cutting, accounting and auditing contracts and all municipal and financial systems utilised by the municipality. The contracted services for the month ended 30th November 2020 amounted to R9,013,479.

Other Expenditure

Other expenditure reflects all other expenses not specifically mentioned and consists of the following:

- Skills development levy
- Remuneration of ward committee
- Telephone expenses
- Fuel and Oil
- Travel and subsistence expenses.

Other expenditure amounted to R5,301,285 for the month ended 30th November 2020.

3.1.5 Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding)

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate		-	-	-	-	-	-	-	-	-
Vote 4 - Development and Planning		-	-	-	-	-	-	-	-	-
Vote 5 - Community		-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure		71,334	-	-	-	-	-	-	-	-
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	71,334	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Executive and council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		3,013	6,029	6,029	4	30	2,512	(2,482)	-99%	6,029
Vote 3 - Corporate		1,246	3,130	3,130	15	135	1,304	(1,169)	-90%	3,130
Vote 4 - Development and Planning		43	480	480	-	-	200	(200)	-100%	480
Vote 5 - Community		1,601	6,190	6,190	30	86	2,579	(2,493)	-97%	6,190
Vote 6 - Infrastructure		78,408	158,485	161,485	9,598	56,601	67,285	(10,685)	-16%	161,485
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	84,310	174,314	177,314	9,646	56,852	73,881	(17,029)	-23%	177,314
Total Capital Expenditure		155,644	174,314	177,314	9,646	56,852	73,881	(17,029)	-23%	177,314
Capital Expenditure - Functional Classification										
Governance and administration		4,259	9,159	9,159	19	165	3,816	(3,651)	-96%	9,159
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		4,259	9,159	9,159	19	165	3,816	(3,651)	-96%	9,159
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,601	3,260	3,260	-	-	1,358	(1,358)	-100%	3,260
Community and social services		1,479	1,560	1,560	-	-	650	(650)	-100%	1,560
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		122	1,700	1,700	-	-	708	(708)	-100%	1,700
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		87,749	80,724	92,224	6,223	40,242	38,427	1,816	5%	92,224
Planning and development		43	480	480	-	-	200	(200)	-100%	480
Road transport		87,706	80,244	91,744	6,223	40,242	38,227	2,016	5%	91,744
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		62,036	81,171	72,671	3,404	16,444	30,280	(13,835)	-46%	72,671
Energy sources		62,036	78,241	69,741	3,374	16,358	29,059	(12,701)	-44%	69,741
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	2,930	2,930	30	86	1,221	(1,135)	-93%	2,930
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	155,644	174,314	177,314	9,646	56,852	73,881	(17,029)	-23%	177,314
Funded by:										
National Government		95,416	99,080	79,080	3,410	31,070	32,950	(1,880)	-6%	79,080
Provincial Government	1	-	260	260	-	57	108	(52)	-48%	260
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital	6	95,417	99,340	79,340	3,410	31,126	33,058	(1,932)	-6%	79,340
Borrowing		-	-	-	-	-	-	-	-	-
Internally generated funds		60,228	74,974	97,974	6,235	25,725	40,822	(15,097)	-37%	97,974
Total Capital Funding		155,644	74,765	97,765	9,646	56,852	73,881	(17,029)	-23%	177,314

The approved annual capital budget for the financial year amounts to **R174,313,680**, this was adjusted to **R 177,313,684**. Capital expenditure incurred for the month ended 30th November 2020 amounted to **R 9,645,724**. This represents **6%** of the approved capital expenditure budget and **5%** of the adjusted capital budget. Capital expenditure incurred to date represents **32%** of the total capital expenditure budget

3.1.6 C6 Monthly Budget Statement –Financial Position

Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		153,085	23,886	23,985	8,978	23,985
Call investment deposits		–	93,822	93,822	249,036	93,822
Consumer debtors		8,258	65,910	66,534	109,386	66,534
Other debtors		103,648	47,924	47,299	67,848	47,299
Current portion of long-term receivables		–	–	–	–	–
Inventory		1,703	984	834	1,572	834
Total current assets		266,693	232,526	232,475	436,820	232,475
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		35,575	35,947	35,947	35,575	35,947
Investments in Associate		–	–	–	–	–
Property, plant and equipment		1,058,068	1,107,177	1,110,177	1,132,536	1,110,177
Biological		–	–	–	–	–
Intangible		333	326	326	333	326
Other non-current assets		688	–	–	–	–
Total non current assets		1,094,663	1,143,450	1,146,450	1,168,444	1,146,450
TOTAL ASSETS		1,361,356	1,375,976	1,378,926	1,605,264	1,378,926
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		345	1,268	1,268	1,412	1,268
Trade and other payables		50,733	81,679	81,529	101,962	81,529
Provisions		11,998	14,440	14,440	12,131	14,440
Total current liabilities		63,077	97,388	97,238	115,505	97,238
Non current liabilities						
Borrowing		–	–	–	8,363	–
Provisions		29,028	27,398	27,398	20,007	27,398
Total non current liabilities		29,028	27,398	27,398	28,370	27,398
TOTAL LIABILITIES		92,106	124,787	124,637	143,875	124,637
NET ASSETS	2	1,269,250	1,251,190	1,254,289	1,461,389	1,254,289
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1,038,804	793,988	797,087	1,228,217	797,087
Reserves		230,446	457,202	457,202	233,172	457,202
TOTAL COMMUNITY WEALTH/EQUITY	2	1,269,250	1,251,190	1,254,289	1,461,389	1,254,289

3.1.7 C7 Monthly Budget Statement –Cash Flow

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	49,807	49,807	1,632	941	20,753	(19,812)	-95%	49,807
Service charges		86,333	82,700	82,700	3,461	14,507	34,459	(19,952)	-58%	82,700
Other revenue		4,149	518,998	548,779	638	729,067	216,249	512,818	237%	548,779
Transfers and Subsidies - Operational		242,957	256,212	305,993	610	116,399	106,755	9,644	9%	305,993
Transfers and Subsidies - Capital		124,782	101,527	81,527	4,351	31,418	42,303	(10,885)	-26%	81,527
Interest		24,528	(19,649)	(19,649)	1,888	(3,199)	(8,187)	4,988	-61%	(19,649)
Dividends		–	–	–	–	–	–	–		–
Payments										
Suppliers and employees		(298,014)	1,190	4,425	(23)	6,358	496	(5,863)	-1182%	4,425
Finance charges		(3)	–	–	–	–	–	–		–
Transfers and Grants		–	(1,190)	(1,190)	(4,467)	17,573	(496)	(18,069)	3644%	(1,190)
NET CASH FROM/(USED) OPERATING ACTIVITIES		184,732	989,595	1,052,392	8,091	913,063	412,331	(500,732)	-121%	1,052,392
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		(155,644)	(174,314)	(174,179)	(5,858)	(46,216)	(72,631)	(26,415)	36%	(174,179)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(155,644)	(174,314)	(174,179)	(5,858)	(46,216)	(72,631)	(26,415)	36%	(174,179)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		5	(1,268)	(1,268)	(15)	(1,415)	(1,268)	(147)	12%	(1,268)
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		5	(1,268)	(1,268)	(15)	(1,415)	(1,268)	147	-12%	(1,268)
NET INCREASE/ (DECREASE) IN CASH HELD		29,092	814,013	876,945	2,218	865,432	338,432			876,945
Cash/cash equivalents at beginning:		123,997	43,060	43,060		2,779	43,060			2,779
Cash/cash equivalents at month/year end:		153,090	857,073	920,005		868,211	381,492			879,724

PART 2 –SUPPORTING DOCUMENTATION

SECTION 4__DEBTORS' ANALYSIS

Supporting Table SC3

Description	NT Code	Budget Year 2020/21										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.L.O Council Policy
		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	1200									-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3,032	1,638	1,668	802	615	523	1,615	314	10,207	3,869	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	1,607	912	747	987	22,760	4	1,918	42,203	71,138	67,872	-	-
Receivables from Exchange Transactions - Waste Water Management	1500											-	-
Receivables from Exchange Transactions - Waste Management	1600	1,106	698	601	568	546	360	1,590	15,669	21,138	18,733	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700								10	10	10	-	-
Interest on Arrear Debtor Accounts	1810	1,166	1,300	1,337	941	837	829	4,173	23,142	33,724	29,921	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-	-	-
Other	1900	12	37	2	379	769	11,695	5,981	14,794	33,670	33,619	-	-
Total By Income Source	2000	6,924	4,585	4,355	3,677	25,527	13,411	15,277	96,132	169,887	154,024	-	-
2019/20 - totals only		17032509	3188608	2829239	2254205	2657860	1762753	31321363	83737170	144,784	121,733		
Debtors Age Analysis By Customer Group													
Organs of State	2200	1,983	1,772	2,580	1,770	24,066	1,072	4,687	46,996	84,925	78,590	-	-
Commercial	2300	4,919	2,803	1,767	1,899	1,455	12,336	10,565	49,017	84,761	75,272	-	-
Households	2400	22	11	8	8	7	3	25	119	202	161	-	-
Other	2500									-	-	-	-
Total By Customer Group	2600	6,924	4,585	4,355	3,677	25,527	13,411	15,277	96,132	169,887	154,024	-	-

The total debt book for November 2020 is R 166,413,369.11(inclusive of advance payments) has decreased by R11,325,492.32 from the previous month balance of R166,413,369.11

Debt is made up of the following:

- Residential debt:**

R 58,750,212.51

- Commercial debt**

R 24,166,273.08

- Government debt**

R 81,296,485.26

- Other**

R 2,200,398.26

The municipality implements the credit control and debt collection policy.

There are two areas in which the municipality is not able to collect and the debt totals to

Maluti

R42 006 359.58 (including current)

Cedarville

R 10,548,934.75 (including current)

Debt that is above 90 days is handed over on a monthly basis to the municipal debt to collectors as follows:

Households

R 51,480,269.03

Business

R 20,359,900.41

Currently no hand over because the contract was expired in July 2020. A total of R 71 840 169.44 debt is above 90 days, with a collection of R -18,240,904.73

SECTION 5 -CREDITORS' ANALYSIS

Supporting Table SC4

Description R thousands	NT Code	Budget Year 2020/21									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700									-	
Auditor General	0800									-	
Other	0900									-	
Total By Customer Type	1000	-	-	-	-	-	-	-	-	-	-

The municipality paid its creditors within 30 days for the month ended 30th November 2020.

SECTION 6- INVESTMENT POTFOLIO ANALYSIS***Conditional and Unconditional investment monitoring Information***

Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	24,751.73	7,216.33		(7,216.33)	31,968.06
INEP	8,269,221.70	9,034,377.62	(3,442,220.67)	(34,377.62)	13,861,378.65
EPWP	-	-	-	-	-
Municipal Electrification Intervention	266,732.88	679.52	-	(679.52)	267,412.40
Library and Archives	-	-	-	-	-
Finance Management Grant	-	-	-	-	-
Smart Grid	53,426.69	136.09	-	(136.09)	53,562.78
Establishment Plan	191,272.69	298.70	-	(298.70)	191,571.39
Housing Development Fund	1,945,473.81	3,038.14		(3,038.14)	1,948,511.95
Dedea	592,031.15	924.54		(924.54)	592,955.69
Total Conditional Investments	11,342,911	9,046,671	- 3,442,221	- 46,671	16,947,361

Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	23,884,582.18			(52,022.58)	23,884,582.18
Call Acc STD CRR	10,933,705.10	23,814.51		(23,814.51)	10,957,519.61
Call Acc STD CRR	20,513,156.66	96,821.42		(96,821.42)	20,609,978.08
Call Acc FNB	50,130,849.31	163,561.64		(163,561.64)	50,294,410.95
	20,039,452.05	65,753.42		(65,753.42)	20,105,205.47
Call ACC FNB Surplus Cash	6,805,414.00		(18.20)	(10,981.86)	6,805,395.80
Nedbank 32 Days	6,227,463.61	19,834.11		(19,834.11)	6,247,297.72
Nedbank relief fund	753,673.48	1,920.45		(1,920.45)	755,593.93
Nedbank COV -19 Solidarity	91,128.56	232.19		(232.19)	91,360.75
Nedbank call Surplus	31,006,064.94	4,098,239.26	(20,657,470.00)	(68,610.21)	14,446,834.20
Total Unconditional	170,385,490	4,470,177	- 20,657,488	- 503,552	154,198,179

The municipality invests surplus funds in order to maximise the interest and to have cash readily available when needed and is done in line with the Cash Management and Investments policy.

As at 30th November 2020 the conditional investments amounted to R16,947,361 and unconditional investments amounted to R154,198,179.

Total investments as at 30 November 2020 amounted to R171,145,540.

SECTION 7_ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

7.1 Supporting Table SC6

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		240,621	255,022	304,803	1,575	116,570	127,001	(10,431)	-8.2%	304,803
Local Government Equitable Share		234,919	249,823	299,604	–	112,420	124,835	(12,415)	-9.9%	299,604
Finance Management Grant		1,700	1,700	1,700	–	1,700	708	992	140.0%	1,700
					–		–			–
EPWP		3,257	3,499	3,499	1,575	2,450	1,458	992	68.0%	3,499
Disaster relief grant		745	–	–	–	–	–	–		–
Provincial Government:		1,197	930	930	–	650	388	263	67.7%	930
Sport and Recreation		1,197	930	930	–	650	388	263	67.7%	930
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Total Operating Transfers and Grants	5	241,818	255,952	305,733	1,575	117,220	127,389	(10,169)	-8.0%	305,733
Capital Transfers and Grants										
National Government:		128,432	101,527	81,527	9,000	45,418	33,970	2,028	6.0%	81,527
MIG		58,255	48,936	48,936	–	22,418	20,390	2,028	9.9%	48,936
INEP		70,177	52,591	32,591	9,000	23,000	13,580			32,591
		–	–	–	–	–	–			–
Other capital transfers [insert description]								–		
Provincial Government:		–	260	260	–	–	108	(108)	-100.0%	260
Sport and Recreation		–	260	260	–	–	108,333.33	(108)	-100.0%	260
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Total Capital Transfers and Grants	5	128,432	101,787	81,787	9,000	45,418	34,078	1,920	5.6%	81,787
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	370,250	357,739	387,520	10,575	162,638	161,467	(8,249)	-5.1%	387,520

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Acts respectively. The second instalments for expanded public works programme and integrated national electrification programme were received amounting to R1,575,000 and R9,00,000 respectively.

7.2 Supporting Table C7

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		239,876	255,022	304,803	20,350	84,358	127,001	(42,643)	-33.6%	304,803
Local Government Equitable Share		234,919	249,823	299,604	18,981	81,574	124,835	(43,261)	-34.7%	299,604
Finance Management Grant		1,700	1,700	1,700		54	708	(655)	-92.4%	1,700
EPWP		3,257	3,499	3,499	1,369	2,730	1,458	1,272	87.3%	3,499
Disaster relief grant								-		-
Provincial Government:		1,197	930	930	-	8	388	(379)	-97.9%	930
Sport and Recreation		1,197	930	930		8	388	(379)	-97.9%	930
Other transfers and grants [insert description]								-		-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		-
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		-
Total operating expenditure of Transfers and Grants:		241,073	255,952	305,733	20,350	84,366	127,389	(43,022)	-33.8%	305,733
Capital expenditure of Transfers and Grants										
National Government:		128,432	101,527	81,527	3,702	32,318	33,970	(1,652)	-4.9%	81,527
MIG		58,255	48,936	48,936	2,789	26,597	20,390	6,207	30.4%	48,936
INEP		70,177	52,591	32,591	913	5,720	13,580	(7,859)	-57.9%	32,591
Other capital transfers [insert description]								-		-
Provincial Government:		-	260	260	-	57	108	(52)	-47.7%	260
0			260	260	-	57	108	(52)	-47.7%	260
								-		-
District Municipality:		-	-	-	-	-	-	-		-
0								-		-
								-		-
Other grant providers:		-	-	-	-	-	-	-		-
0								-		-
								-		-
Total capital expenditure of Transfers and Grants		128,432	101,787	81,787	3,702	32,374	34,078	(1,704)	-5.0%	81,787
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		369,505	357,739	387,520	24,051	116,741	161,467	(44,726)	-27.7%	387,520

Expenditure performance on operational grants amounted to R 24, million for the month ended 30th November 2020.

The equitable share is used for the day to day running of the Municipality.

SECTIONS 8_EXPENDITURE ON COUNCILLOR AND EMPLOYEE RELATED COSTS

Supporting Table C8

Summary of Employee and Councillor remuneration	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		20,447	13,114	13,114	930	3,830	5,464	(1,634)	-30%	-
Pension and UIF Contributions		-	739	739	57	235	308	(73)	-24%	-
Medical Aid Contributions		-	142	142	62	250	59	191	323%	-
Motor Vehicle Allowance		-	133	133	11	43	55	(12)	-22%	-
Cellphone Allowance		-	3,140	3,140	237	962	1,308	(346)	-26%	-
Housing Allowances		-	4,269	4,269	319	1,318	1,779	(460)	-26%	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		20,447	21,537	21,537	1,616	6,639	8,974	(2,335)	-26%	-
% increase	4		5.3%	5.3%						
Other Municipal Staff										
Basic Salaries and Wages		78,516	103,247	103,247	7,530	30,949	43,020	(12,071)	-28%	-
Pension and UIF Contributions		-	988	988	45	181	412	(231)	-56%	-
Medical Aid Contributions		3,782	5,322	5,322	346	1,346	2,217	(871)	-39%	-
Overtime		2,359	692	692	134	524	288	236	82%	-
Performance Bonus		4,651	6,197	6,197	488	1,320	2,582	(1,262)	-49%	-
Motor Vehicle Allowance		4,729	4,114	4,114	402	1,499	1,714	(215)	-13%	-
Cellphone Allowance		6	-	-	-	-	-	-	-	-
Housing Allowances		4,741	4,672	4,672	364	1,420	1,946	(526)	-27%	-
Other benefits and allowances		13,359	-	-	-	-	-	-	-	-
Payments in lieu of leave		2,990	-	-	-	251	-	251	#DIV/0!	-
Long service awards		243	-	-	-	17	-	17	#DIV/0!	-
Post-retirement benefit obligations	2	26	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		115,402	125,231	125,231	9,309	37,507	52,179	(14,673)	-28%	-
% increase	4		8.5%	8.5%						
Total Parent Municipality		146,642	146,768	146,768	10,925	44,145	61,153	(17,008)	-28%	-
Unpaid salary, allowances & benefits in arrears:										
% increase	4									
Total Municipal Entities		-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		146,642	146,768	146,768	10,925	44,145	61,153	(17,008)	-28%	-
% increase	4		0.1%	0.1%						
TOTAL MANAGERS AND STAFF		126,195	125,231	125,231	9,309	37,507	52,179	(14,673)	-28%	-

Remuneration related expenditure for the month ended 30th November 2020 amounted to R 11,766,662, of the expenditure R 1,615,838 relates to Remuneration of Councillors and R 9,365,163 to Managers and staff.

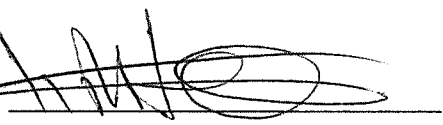
MUNICIPAL MANAGER'S QUALITY CERTIFICATE**QUALITY CERTIFICATE**

I, **Lizo Matiwane**, the Acting Municipal Manager of Matatiele Local Municipality do hereby certify that-

The monthly budget statement (Section 71 Report) on the implementation of the budget and financial state of affairs of the municipality for the month ended 30th November 2020 has been prepared in accordance with the Municipal Finance Management Act 2003 and Regulations made under that Act.

Print Name: Lizo Matiwane

Municipal Manager of Matatiele Local Municipality

Signature: 

Date: 09/12/2020