



MATATIELE
LOCAL MUNICIPALITY

2021/2022 MONTHLY SECTION 71 REPORT

MONTH ENDED 31 DECEMBER 2021

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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 31 December 2021.
- 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 31st December 2021 amounted to **R 119,653,844** which represents **21%** of the total annual approved budget figure of **R573,218,160** (including grants). The majority of the revenue recognised this month of **R 101,177,249** related to Grants received for the month. Revenue recognised to date represents **68%** of the total revenue budget.

Operating Expenditure by type

Operating expenditure for the month ended 31st December 2021 amounted to **R 45,780,212** which represents **11%** of total approved operating expenditure budget figure of **R430,345,896**, of this month expenditure the majority relates to Depreciation, workman's compensation fund, Employee related costs and payment of monthly contracted services. Operating expenditure incurred to date represents **47%** of the total operating expenditure budget.

Capital Expenditure

The approved annual capital budget for the financial year amounts to **R192,872,520**. Capital expenditure incurred for the month ended 31st December 2021 amounted to **R 14,127,393**. This represents **7%** of the approved capital expenditure budget. Capital expenditure incurred to date represents **52%** 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	2020/21	Budget Year 2021/22							
	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	46 575	54 088	-	1 689	42 147	27 044	15 103	56%	54 088
Service charges	68 589	70 532	-	4 822	31 906	35 266	(3 360)	-10%	70 532
Investment revenue	8 835	14 650	-	647	4 089	7 325	(3 236)	-44%	14 650
Transfers and subsidies	306 535	267 313	-	87 114	198 116	133 656	64 459	48%	267 313
Other own revenue	21 978	21 163	-	10 479	11 887	10 582	1 305	12%	21 163
Total Revenue (excluding capital transfers and contributions)	432 512	427 747	-	984 752	286 128	213 874	74 252	35%	427 747
Employee costs	117 964	132 261	-	11 435	63 462	66 130	(2 668)	-4%	132 261
Remuneration of Councilors	19 979	21 680	-	1 658	9 071	10 845	(1 774)	-16%	21 680
Depreciation & asset impairment	82 540	35 300	-	22 783	22 783	17 650	5 133	29%	35 300
Finance charges	1	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	53 969	57 379	-	278	37 067	28 690	8 377	29%	57 379
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	161 470	183 716	-	9 637	70 132	91 858	(21 726)	-24%	183 716
Total Expenditure	435 912	436 346	-	45 780	282 483	215 173	(12 608)	-8%	436 346
Surplus/(Deficit)	16 600	(2 399)	-	56 971	85 832	(1 299)	86 932	-899%	(2 399)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	92 926	145 471	-	14 902	103 596	72 736	30 860	42%	145 471
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	109 526	142 672	-	73 874	189 228	71 436	117 792	163%	142 672
Share of surplus/(deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	109 526	142 672	-	73 874	189 228	71 436	117 792	163%	142 672
Capital expenditure & funds sources									
Capital expenditure	147 489	192 873	-	14 127	99 811	96 436	3 375	3%	192 873
Capital transfers recognised	78 907	142 872	-	12 273	89 543	71 436	18 107	25%	142 872
Borrowing	-	-	-	-	-	-	-	-	-
internally generated funds	68 581	50 000	-	1 854	18 268	25 908	(14 732)	-59%	50 000
Total sources of capital funds	147 489	192 873	-	14 127	99 811	96 436	3 375	3%	192 873
Financial position									
Total current assets	376 085	264 567	-	-	475 151	-	-	-	264 567
Total non current assets	1 130 191	1 152 868	-	-	1 267 240	-	-	-	1 152 868
Total current liabilities	131 863	(62 284)	-	-	118 749	-	-	-	(62 284)
Total non current liabilities	32 753	(29 578)	-	-	32 753	-	-	-	(29 578)
Community wealth/Equity	1 320 735	1 369 257	-	1 530 805	-	-	-	-	1 369 257
Cash flows									
Net cash from (used) operating	500 027	140 857	-	94 697	246 005	70 428	(175 576)	-245%	140 857
Net cash from (used) investing	(161 457)	(192 872)	-	(10 457)	(105 008)	(96 436)	8 572	-9%	(192 872)
Net cash from (used) financing	110	-	-	14	46	-	(46)	-8010%	-
Cash/cash equivalents at the month/year end	481 876	126 293	-	-	365 485	152 301	(213 184)	-140%	172 407
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	6 752	4 347	4 086	3 452	2 841	28 013	37 514	197 409	194 414
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

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

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		368 306	341 497	-	90 646	251 975	170 748	81 227	48%	341 497
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		368 360	341 497	-	90 646	251 975	170 748	81 227	48%	341 497
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		9 482	13 841	-	9 065	3 037	6 921	(3 883)	-56%	13 841
Community and social services		4 965	7 602	-	8 700	477	3 801	(3 324)	-87%	7 602
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 517	6 239	-	365	2 560	3 120	(560)	-18%	6 239
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		61 176	52 183	-	9 308	36 774	28 091	10 683	41%	52 183
Planning and development		591	202	-	13	80	101	(21)	-21%	202
Road transport		60 486	51 981	-	9 296	36 694	25 991	10 704	41%	51 981
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		185 421	165 897	-	10 635	99 935	82 349	17 086	21%	165 897
Energy sources		91 020	150 099	-	9 671	94 070	75 050	19 020	25%	150 099
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		14 401	15 598	-	964	5 865	7 799	(1 934)	-25%	15 598
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	545 436	573 218	-	119 654	391 721	286 089	105 112	37%	573 218
Expenditure - Functional										
Governance and administration		213 336	254 309	-	37 277	117 042	127 155	(9 552)	-8%	254 309
Executive and council		24 449	28 860	-	2 391	14 064	14 430	(367)	-3%	28 860
Finance and administration		185 594	221 705	-	34 540	101 395	110 853	(9 457)	-9%	221 705
Internal audit		3 287	3 744	-	346	2 143	1 872	272	15%	3 744
Community and public safety		32 885	42 778	-	3 050	18 285	21 389	(3 185)	-15%	42 778
Community and social services		13 826	20 523	-	1 202	8 657	10 262	(1 604)	-16%	20 523
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		19 057	22 255	-	1 848	9 547	11 128	(1 580)	-14%	22 255
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		62 564	49 018	-	2 877	17 067	24 506	(6 902)	-28%	49 018
Planning and development		17 526	21 954	-	690	6 532	10 977	(4 445)	-40%	21 954
Road transport		44 878	27 062	-	2 187	11 075	13 531	(2 456)	-18%	27 062
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		127 193	84 242	-	2 576	49 000	42 121	6 959	17%	84 242
Energy sources		96 946	60 140	-	665	39 480	30 070	9 410	31%	60 140
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		30 246	24 102	-	1 911	9 599	12 051	(2 452)	-20%	24 102
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	435 912	436 346	-	45 780	202 493	215 173	(12 880)	-6%	436 346
Surplus/ (Deficit) for the year		109 526	142 872	-	73 874	189 228	71 436	117 792	105%	142 872

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	2020/21 Audited Outcome	Budget Year							
			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		369 139	341 022	-	89 820	248 539	170 511	78 029	45.8%	341 022
Vote 3 - Corporate		221	475	-	825	3 436	238	3 198	1346.7%	475
Vote 4 - Development and Planning		358	202	-	13	80	101	(21)	-21.1%	202
Vote 5 - Community		23 883	29 438	-	10 029	8 902	14 720	(5 818)	-39.5%	29 438
Vote 6 - Infrastructure		151 838	202 080	-	18 967	130 764	101 040	29 724	29.4%	202 080
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	545 438	573 218	-	118 654	381 721	286 609	105 112	36.7%	573 218
Expenditure by Vote	1									
Vote 1 - Executive and council		24 449	26 860	-	2 391	14 064	14 430	(367)	-2.5%	26 860
Vote 2 - Finance and Admin		122 910	153 257	-	28 067	68 899	76 628	(7 729)	-10.1%	153 257
Vote 3 - Corporate		64 630	68 449	-	6 473	32 496	34 224	(1 728)	-5.0%	68 449
Vote 4 - Development and Planning		15 680	21 954	-	690	6 532	10 977	(4 445)	-40.5%	21 954
Vote 5 - Community		63 132	66 880	-	4 961	27 804	33 440	(5 636)	-16.9%	66 880
Vote 6 - Infrastructure		141 824	87 202	-	2 852	50 555	43 601	6 954	15.9%	87 202
Vote 7 - Internal Audit		3 267	3 744	-	346	2 143	1 872	272	14.5%	3 744
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	438 812	438 346	-	45 786	282 483	215 173	(12 680)	-5.9%	438 346
Surplus/ (Deficit) for the year	2	106 626	142 872	-	73 874	189 238	71 436	117 792	164.9%	142 872

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)

Vote Description	Ref	2020/21	Budget Year 2021/22							
		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		46 575	54 088	-	1 689	42 147	27 044	15 103	56%	54 088
Service charges - electricity revenue		57 058	55 007	-	3 868	26 109	27 503	(1 394)	-5%	55 007
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		11 531	15 526	-	954	5 797	7 763	(1 966)	-25%	15 526
Rental of facilities and equipment		1 397	1 245	-	8 715	780	623	158	25%	1 245
Interest earned - external investments		8 835	14 650	-	647	4 069	7 325	(3 256)	-44%	14 650
Interest earned - outstanding debtors		13 357	11 799	-	1 372	7 875	5 890	1 976	33%	11 799
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		762	2 094	-	9	564	1 047	(482)	-46%	2 094
Licences and permits		3 787	4 525	-	363	2 037	2 252	(225)	-10%	4 525
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		306 535	267 313	-	87 114	198 116	133 656	64 459	48%	267 313
Other revenue		873	1 501	-	22	630	751	(121)	-15%	1 501
Gains		1 801	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		452 512	427 747	-	164 732	288 126	213 874	74 252	36%	427 747
Expenditure By Type										
Employee related costs		117 964	132 261	-	11 435	63 462	66 130	(2 669)	-4%	132 261
Remuneration of councillors		19 979	21 690	-	1 668	9 071	10 845	(1 774)	-16%	21 690
Debt impairment		34 121	7 000	-	-	-	3 500	(3 500)	-100%	7 000
Depreciation & asset impairment		82 540	35 300	-	22 763	22 763	17 650	5 113	29%	35 300
Finance charges		1	-	-	-	-	-	-	-	-
Bulk purchases - electricity		48 196	50 000	-	-	34 726	25 000	9 726	39%	50 000
Inventory consumed		5 763	7 379	-	270	2 341	3 690	(1 349)	-37%	7 379
Contracted services		93 220	105 630	-	5 880	47 140	52 815	(5 675)	-11%	105 630
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		34 128	71 086	-	3 756	22 992	35 543	(12 551)	-35%	71 086
Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		435 812	430 346	-	45 780	202 403	215 173	(12 680)	-6%	430 346
Surplus/(Deficit)		16 699	(2 599)	-	58 971	85 632	(1 299)	86 932	(0)	(2 599)
Transfers and subsidies - capital (mainly infrastructure) (transfers to Provincial and District)		92 925	145 471	-	14 902	103 586	72 736	30 850	0	145 471
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		109 526	142 872	-	73 874	189 228	71 436	-	-	142 872
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		109 526	142 872	-	73 874	189 228	71 436	-	-	142 872
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		109 526	142 872	-	73 874	189 228	71 436	-	-	142 872
Share of surplus/(deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		109 526	142 872	-	73 874	189 228	71 436	-	-	142 872

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 and represents 13% of the total own revenue budget.

The municipality bills both annual and monthly rates at the beginning of the financial year i.e. July. The total property rates billed amounted to R 1,689,214 income received from property rates for the month of December 2021 amounted to R1, 017,466.

Services Charges

Revenue from service charges includes electricity sales and revenue from waste removal. The total income from services charges amounted to R 4,821,705 for the month ended 31st December 2021.

Rental of Facilities

Revenue from rental of facilities includes Journal of R 8,537,055.83 on Sisonke & ANDM debt for sewer and water which pulled on a Rental of facilities segment instead of contingent liabilities segment in November Month. The total income for rental of facilities for December 2021 excluding correction on Contingent liabilities is R 177,533.

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 31st December 2021 amounted to R 647 128.

Interest on Outstanding Debtors

Interest on overdue accounts for the month ended 31st December 2021 amounted to R 1,371,587 the majority of the debtors are the government departments.

Fines, penalties and Forfeits

Revenue from fines, penalties and forfeits has an annual budget of R 2,093,700 for the month ended 31st December 2021 an amount revenue of R 8,529 has been recognised for this category and was received from Traffic Fines.

Licences and permits

The budget for licences and permits amounts to R4,524,696 for the 2021/22 budget year. For the month ended 31st December 2021 an amount of R 363,006 was recognised and represents 8% of the total revenue budget for this category. Majority of revenue is from Leaner Licence Application.

Transfers and Subsidies-Operational

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Acts respectively. Revenue recognised on operational grants amounted to R 87,114,271 for the month ended 31st December 2021.

Transfers and Subsidies-Capital

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Acts respectively. Revenue recognised on capital grants amounted to R 14,902,249 for the month ended 31st December 2021.

Other Revenue

Other revenue consists mostly burial fees, building plan, rezoning and other revenue. Other revenue amounted to R 21,566 for the month ended 31st December 2021.

Operating Expenditure by type

Employee related costs/ Remuneration of Councillors

Remuneration related expenditure for the month ended 31st December 2021 amounted R 13,102,407 of the expenditure R 1,667,776 relates to Remuneration of Councillors and R 11,434,631 to Managers and staff that represents 9% of the budgeted amount for this category.

Debt Impairment /Depreciation and Asset impairment

Expenditure and Asset Impairment amounted to R 22,762,751 for the month ended 31 December 2021 against Annual budget of R 35 000 000 this represents 65% of the budget allocated on this category. This is within the expected performance.

Bulk Purchases

No expenditure on this category for this month, due to Eskom submitting invoice after month end.

Other Materials

Other material consists of inventory purchases for material and supplies and amounted to R 278,499 for the month ended 31st December 2021.

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 31st December 2021 amounted to R 5,880,434.

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 R 3,756,121 for the month ended 31st December 2021.

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

Vote Descriptors	Rel	2020/21	Budget Year 2021/22						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	Year To Date actual	Year To Date budget	YTD variance	YTD variance %
Multi-Year expenditure appropriation	3								
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		-	-	-	-	-	-	-	-
Vote 3 - Corporate		-	-	-	-	-	-	-	-
Vote 4 - Development and Planning		-	-	-	-	-	-	-	-
Vote 5 - Community		-	-	-	-	-	-	-	-
Vote 6 - Infrastructure		-	-	-	-	-	-	-	-
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4.7	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2								
Vote 1 - Executive and Council		-	90	-	-	74	45	29	32%
Vote 2 - Finance and Admin		4 081	756	-	-	451	378	73	8%
Vote 3 - Corporate		2 586	6 710	-	9	3 521	3 355	166	5%
Vote 4 - Development and Planning		408	218	-	-	74	188	(35)	(35%)
Vote 5 - Community		954	4 962	-	4	1 186	2 481	(1 285)	(52%)
Vote 6 - Infrastructure		139 420	180 138	-	14 114	94 495	30 068	4 438	5%
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	147 469	192 873	-	14 127	99 811	35 436	3 375	3%
Total Capital Expenditure		147 469	192 873	-	14 127	99 811	35 436	3 375	3%
Capital Expenditure - Functional Classification									
Governance and administration		6 576	7 586	-	9	4 046	3 788	258	3%
Executive and Council		-	90	-	-	74	45	29	32%
Finance and administration		6 576	7 436	-	9	3 972	3 743	229	7%
Internal audit		-	-	-	-	-	-	-	-
Community and public safety		830	1 762	-	4	1 196	981	215	36%
Community and public safety		830	1 762	-	4	1 196	981	215	36%
Public safety		155	1 362	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-
Economic and environmental services		82 344	82 285	-	8 515	35 382	41 168	(5 786)	(14%)
Planning and development		408	268	-	-	74	134	(58)	(41%)
Road transport		31 825	81 957	-	8 515	35 318	40 979	(5 664)	(14%)
Environmental protection		-	-	-	-	-	-	-	-
Trading services		47 788	101 580	-	5 980	50 178	50 000	178	0%
Energy services		47 554	58 180	-	5 980	50 178	49 000	1 178	2%
Water management		-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-
Water management		154	3 399	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	147 469	192 873	-	14 127	99 811	35 436	3 375	3%
Funded by:									
National Government		78 795	142 872	-	12 273	80 543	71 436	8 907	25%
Provincial Government		121	-	-	-	-	-	-	-
Local Municipality		-	-	-	-	-	-	-	-
Transfer and subsidies - capital primary allocation		-	-	-	-	-	-	-	-
National / Provincial Departmental Agencies, Households		-	-	-	-	-	-	-	-
Non-profit institutions, Private Enterprises, Public Corporations, Higher Education Institutions		-	-	-	-	-	-	-	-
Transfers management - capital		78 987	142 872	-	12 273	80 543	71 436	8 907	25%
Borrowing		-	-	-	-	-	-	-	-
Internally generated funds		68 561	50 000	-	1 054	35 258	25 000	10 258	55%
Total Capital Funding		147 480	192 872	-	14 127	99 811	35 436	3 375	3%

The approved annual capital budget for the financial year amounts to R 192,872,520.

Capital expenditure incurred for the month ended 31st December 2021 amounted to R 14,127,393. This represents 7% of the approved capital expenditure budget. Capital expenditure incurred to date represents 52% of the total capital expenditure budget.

3.1.6 C6 Monthly Budget Statement –Financial Position

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		11 295	669	-	11 449	669
Call investment deposits		213 127	140 275	-	278 396	140 275
Consumer debtors		66 327	33 127	-	91 158	33 127
Other debtors		83 199	88 898	-	82 121	88 898
Current portion of long-term receivables		-	-	-	-	-
Inventory		2 137	1 800	-	2 027	1 600
Total current assets		376 065	264 567	-	475 151	264 567
Non current assets						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		4 960	2 327	-	4 960	2 327
Investments in Associates		-	-	-	-	-
Property, plant and equipment		1 124 828	1 148 451	-	1 201 858	1 148 451
Biological		-	-	-	-	-
Intangible		403	590	-	142	590
Other non-current assets		-	1 500	-	280	1 500
Total non current assets		1 130 191	1 152 868	-	1 207 240	1 152 868
TOTAL ASSETS		1 506 277	1 417 435	-	1 682 391	1 417 435
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		1 497	(345)	-	1 543	(345)
Trade and other payables		115 049	(49 940)	-	101 888	(49 940)
Provisions		15 318	(11 998)	-	15 318	(11 998)
Total current liabilities		131 863	(62 284)	-	118 749	(62 284)
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		32 753	(29 578)	-	32 753	(29 578)
Total non current liabilities		32 753	(29 578)	-	32 753	(29 578)
TOTAL LIABILITIES		164 616	(91 861)	-	151 502	(91 861)
NET ASSETS	2	1 341 661	1 509 297	-	1 530 889	1 509 297
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		868 275	1 739 743	-	1 078 429	1 739 743
Reserves		452 460	(230 446)	-	452 460	(230 446)
TOTAL COMMUNITY WEALTH/EQUITY	2	1 320 735	1 509 297	-	1 530 889	1 509 297

The table reflects the financial position of the month ending 31 December 2021

3.1.7 C7 Monthly Budget Statement –Cash Flow

Description	Ref	2020/21	Budget Year 2021/22							
		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		17 483	45 975	-	1 180	28 535	22 908	5 548	24%	45 975
Service charges		54 758	60 729	-	5 063	28 340	30 364	(2 024)	-7%	60 729
Other revenue		33 631	9 366	-	1 180	7 194	4 682	2 512	54%	9 366
Transfers and Subsidies - Operational		309 461	267 313	-	86 283	199 282	133 656	65 625	49%	267 313
Transfers and Subsidies - Capital		92 925	145 471	-	11 149	97 146	72 736	24 410	34%	145 471
Interest		8 578	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(16 811)	(387 998)	-	(10 138)	(114 493)	(193 998)	(79 505)	41%	(387 998)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Grants		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES										
		580 627	140 857	-	84 887	246 805	78 428	(175 576)	-249%	140 857
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		(161 457)	(192 872)	-	(10 457)	(105 006)	(96 436)	8 572	-5%	(192 872)
NET CASH FROM/(USED) INVESTING ACTIVITIES										
		(161 457)	(192 872)	-	(10 457)	(105 006)	(96 436)	8 572	-5%	(192 872)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		110	-	-	14	46	-	46	#DIV/0!	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES										
		110	-	-	14	46	-	(46)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning		153 196	178 309	-	84 255	141 843	(26 606)			(52 016)
Cash/cash equivalents at month/year end		491 876	126 293	-		224 422	178 309			224 422
						365 465	152 301			172 407

PART 2 –SUPPORTING DOCUMENTATION SECTION 4__DEBTORS' ANALYSIS Supporting Table SC3

Description	NT Code	Budget Year 2021/22										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.e. Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-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	2 889	1 406	1 466	758	647	1 529	5 651	3 225	17 602	11 811		
Receivables from Non-exchange Transactions - Property Rates	1400	1 571	854	726	596	585	25 094	1 383	49 708	80 537	77 375		
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-		
Receivables from Exchange Transactions - Waste Management	1600	919	581	492	424	405	387	1 747	10 740	23 703	21 711		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	7	7	7		
Interest on Arrear Debtor Accounts	1810	1 372	1 356	1 325	1 553	1 119	1 003	5 041	30 011	42 779	38 726		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	1	138	48	121	76	1	23 892	5 709	29 786	29 586		
Total By Income Source	2000	6 732	4 347	4 066	3 452	2 841	28 813	37 514	107 400	194 414	179 229	-	-
2021/22 - totals only													
										-	-		
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 921	2 367	2 380	2 034	1 527	26 621	9 208	47 983	93 901	87 372		
Commercial	2300	3 999	1 268	923	619	525	464	24 980	12 650	45 456	38 246		
Households	2400	831	811	804	799	786	928	3 326	48 788	55 056	52 619		
Other	2500												
Total By Customer Group	2000	6 732	4 347	4 066	3 452	2 841	28 813	37 514	107 400	194 414	179 229	-	-

The total debt book for December 2021 inclusive of R 3 167 191.62 advanced payments resulting to a total of R 194 413 654.00

The total debt book for December 2021 of R 191 246 462.38 (including current of R 6 781 066.97 which is not yet due) has decreased by R 4 694 829.28 from the previous month closing balance of R 189 160 224.7. Debt is made up of the following:

Residential debt:

R 67 418 850.52

Commercial debt

R 31 158 655.58

Government debt

R 89 930 267.69

Other

R 2 738 688.59

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

R 49 169 773(including current)

Cedarville

R 4 273 479.67(including current)

(both areas are handed over for collection)

The municipality makes use of debt collectors in implementing the credit and debt collection policy. A new service provider has been appointed to start looking at debt that is older than 90 days.

The following has been handed over:

Residential H/O R54 799 097.28

Business H/O R 3 077 116.88

Churches H/O R 159 435.9

Farms H/O R 2 159 558.21

R100 407,17 was collected for the month

SECTION 5 -CREDITORS' ANALYSIS

Supporting Table SC4

Description	MT Code	Budget Year 2021/22								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
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	-	-	-	-	-	-	-	-	-

No expenditure on this category for this month, municipality paid its creditors within 30 days for the month ended 31st December 2021.

SECTION 6- INVESTMENT POTFOLIO ANALYSIS

Conditional and Unconditional investment monitoring Information

Dec-21

Investment Management

Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	8 974 101.07	11 187 594.87	(6 707 837.37)	(38 594.87)	13 453 858.57
INEP	36 358 752.65	4 119.58	(14 868 629.96)	(4 119.58)	21 494 242.27
EPWP	-	-	-	-	-
Municipal Electrification Intervention	275 545.92	702.06	-	(702.06)	276 247.98
Library and Archives	-	-	-	-	-
Finance Management Grant	-	-	-	-	-
Smart Grid	55 191.65	140.64	-	(140.64)	55 332.29
Establishment Plan	194 836.13	355.78	-	(355.78)	195 191.91
Housing Development Fund	1 986 020.72	3 626.53	-	(3 626.53)	1 989 647.25
Dedea	604 370.06	1 103.60	-	(1 103.60)	605 473.66
Total Conditional Investments	48 448 818	11 197 643	- 21 576 467	- 48 643	38 069 994

Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	70 384 582.18	-	-	(173 358.16)	70 384 582.18
Call Acc STD CRR	11 252 291.64	27 714.55	-	(27 714.55)	11 280 006.19
Call Acc STD CRR	21 787 978.08	109 731.51	-	(109 731.51)	21 897 709.59
Call ACC FNB Surplus Cash	6 805 395.80	-	-	(11 186.95)	6 805 395.80
Nedbank 32 Days	6 485 640.10	20 523.06	-	(20 523.06)	6 506 163.16
Nedbank relief fund	778 575.81	1 983.78	-	(1 983.78)	780 559.59
Nedbank COV -19 Solidarity	94 177.80	244.55	-	(244.55)	94 422.35
Nedbank call Surplus	11 544 420.82	81 374 606.57	(24 000 000.00)	(99 606.57)	68 919 027.39
Nedbank Retention	27 053 243.05	68 930.10	-	(68 930.10)	27 122 173.15
Termination Guarantee	144 640.82	-	-	(368.58)	144 640.82
Account Gaurantee	6 202 000.00	-	-	(83 435.73)	6 202 000.00
Call Acc STD CRR	20 100 534.25	83 369.86	-	(787 978.08)	20 183 904.11
Total Unconditional	182 633 480	81 687 104	- 24 000 000	- 1 385 062	240 320 584

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 31st December 2021 the conditional investments amounted to R38,069,994 and unconditional investments amounted to R240,320,584.

Total investments as at 31st December 2021 amounted to R 278,390,578.

SECTION 7_ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

7.1 Supporting Table SC6

EC441 Matatiele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q2 Second Quarter

Description	Ref	2020/21	Budget Year 2021/22							
		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:		-	265 363	-	86 275	199 190	132 682	64 706	48.8%	265 363
Local Government Equitable Share			258 826	-	86 275	196 119	129 413	64 706	50.0%	258 826
Expanded Public Works Programme Integrated Grant			4 887	-	-	3 421	2 444			4 887
Local Government Financial Management Grant			1 650	-	-	1 650	825			1 650
Provincial Government:		-	650	-	-	-	325	-		650
Human Settlement Development										
IDP										
Libraries, Archives and Museums			650				325			650
Library Service										
Other transfers/grants (insert description)										
District Municipality:		-	-	-	-	-	-	-		-
(insert description)		-	-	-	-	-	-	-		-
Other grant providers		-	-	-	-	-	-	-		-
Total Operating Transfers and Grants	5	-	266 813	-	86 275	199 190	133 007	64 706	48.8%	266 813
Capital Transfers and Grants										
National Government:		-	145 471	-	47 149	97 146	72 736	-		145 471
Municipal Infrastructure Grant (MIG)			51 971	-	11 149	42 146	25 986			51 971
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]			93 500	-	36 000	55 000	46 750			93 500
Total Capital Transfers and Grants	5	-	145 471	-	47 149	97 146	72 736	-		145 471
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	411 484	-	133 424	296 336	205 742	64 706	31.5%	411 484

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Acts respectively.

7.2 Supporting Table SC7

Description	Ref	2020/21	Budget Year 2021/22							
		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:		-	265 263	-	17 857	148 590	132 062	-		265 263
Local Government Equitable Share			258 826		17 018	143 828	129 413	-		258 826
Expanded Public Works Programme Integrated Grant			4 887		814	3 986	2 464	-		4 887
Local Government Financial Management Grant			1 650		25	778	825	-		1 650
0								-		
0								-		
0								-		
0								-		
Provincial Government:		-	650	-	-	-	325	(325)	-100.0%	650
Human Settlement Development			-					-		
ICP			-					-		
Libraries, Archives and Museums			650				325	(325)	100.0%	650
Library Service								-		
Other transfers/grants (insert description)								-		
District Municipality:		-	-	-	-	-	-	-		-
(insert description)			-					-		
Other grant providers:		-	-	-	-	-	-	-		-
0								-		
Total operating expenditure of Transfers and Grants:		-	266 913	-	17 857	148 590	133 067	(325)	-0.2%	266 913
Capital expenditure of Transfers and Grants										
National Government:		-	145 471	-	12 427	90 400	72 736	-		145 471
Municipal Infrastructure Grant (MIG)			51 971		7 538	32 166	25 988	-		51 971
Integrated National Electrification Programme (Municipal Grants) (Schedule 5B)			93 500		4 889	58 234	46 750	-		93 500
0								-		
0								-		
Other capital transfers (insert description)								-		
Provincial Government:		-	-	-	-	-	-	-		-
0								-		
0								-		
District Municipality:		-	-	-	-	-	-	-		-
0								-		
Other grant providers:		-	-	-	-	-	-	-		-
0								-		
Total capital expenditure of Transfers and Grants		-	145 471	-	12 427	90 400	72 736	-		145 471
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	411 484	-	30 284	238 990	205 742	(325)	-0.2%	411 484

Expenditure performance on grants amounted to R30,2 million for the month ended 31st December 2021.

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

SECTIONS 8_EXPENDITURE ON COUNCILLOR AND EMPLOYEE RELATED COSTS

Summary of Employee and Councillor remuneration	Ref	2020/21	Budget Year 2021/22							
		Audited Outcomes	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	i	A	B	C						D
Councillors (Political Office Bursars plus Other)										
Basic Salaries and Wages		12 087	13 681	-	1 084	5 507	6 841	(1 334)	-20%	13 681
Pension and UIF Contributions		741	808	-	31	296	404	(108)	-27%	808
Medical Aid Contributions		540	141	-	55	382	71	311	441%	141
Motor Vehicle Allowance		129	136	-	-	58	68	(10)	-14%	136
Cellphone Allowance		2 279	2 391	-	182	1 014	1 196	(182)	-15%	2 391
Housing Allowances		4 204	4 532	-	337	1 814	2 286	(452)	-20%	4 532
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		19 979	21 690	-	1 668	9 071	10 845	(1 774)	-10%	21 690
% increase	4		8.6%							8.6%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		1 084	3 200	-	185	874	1 600	(726)	-45%	3 200
Pension and UIF Contributions		70	139	-	1	30	89	(38)	-55%	139
Medical Aid Contributions		-	121	-	-	-	80	(80)	-100%	121
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		577	1 813	-	99	425	907	(482)	-53%	1 813
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		577	1 390	-	56	339	695	(356)	-51%	1 390
Other benefits and allowances		170	499	-	48	145	249	(104)	-42%	499
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		2 479	7 162	-	388	1 814	3 581	(1 766)	-40%	7 162
% increase	4		188.9%							188.9%
Other Municipal Staff										
Basic Salaries and Wages		75 738	87 626	-	7 874	41 326	43 813	(2 487)	-6%	87 626
Pension and UIF Contributions		12 615	14 324	-	1 057	6 487	7 182	(675)	-5%	14 324
Medical Aid Contributions		5 589	5 134	-	383	2 279	2 567	(288)	-11%	5 134
Overtime		2 147	1 916	-	(157)	945	958	(13)	-1%	1 916
Performance Bonus		5 981	6 332	-	582	2 963	3 186	(222)	-6%	6 332
Motor Vehicle Allowance		4 996	4 832	-	371	2 519	2 416	103	4%	4 832
Cellphone Allowance		6	6	-	19	140	3	137	4472%	6
Housing Allowances		-	2 531	-	-	-	1 286	(1 286)	-100%	2 531
Other benefits and allowances		4 344	2 398	-	580	2 794	1 595	1 595	133%	2 398
Payments in lieu of leave		3 821	-	-	363	2 067	-	2 067	52044%	-
Long service awards		293	-	-	4	138	-	138	52044%	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		115 485	125 099	-	11 047	61 647	62 530	(902)	-1%	125 099
% increase	4		8.6%							8.6%
Total Parent Municipality		137 943	153 951	-	13 182	72 532	76 975	(4 443)	-6%	153 951

Remuneration related expenditure for the month ended 31st December 2021 amounted to R 13,1 million of the expenditure R 1,6 million relates to Remuneration of Councillors and R11,4 million to Managers and staff.

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

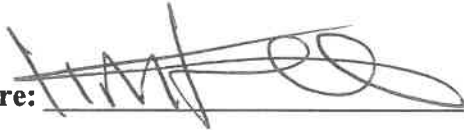
I, **Lizo Matiwane**, the Municipal Manager of Matatiele Local Municipality do hereby certify that-

The monthly budget statements (Section 71 Report) on the implementation of the budget and financial state of affairs of the municipality for the month ended 31st December 2021 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:

14/01/2022