



MATATIELE
LOCAL MUNICIPALITY

2021/2022
MONTHLY
SECTION 71
REPORT

MONTH ENDED
31 MARCH 2022

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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 March 2022.
- 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 of 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 March 2022 amounted to **R 90,031,764** which represents **15%** of the total annual Adjusted budget of **R575,441,871** (including grants) with an increase of **R2,223,711** against approved budget figure of **R573,218,160**. The majority of the revenue recognised this month of **R64,707,000** relates to equitable share received this month. Revenue recognised to date represents **88%** of the total revenue budget.

Operating Expenditure by type

Operating expenditure for the month ended 31st March 2022 amounted to **R 31,911,994** which represents **7%** of total adjusted operational expenditure of **R432,569,611** with an increase of **R2,223,715** against approved operating expenditure budget figure of **R430,345,896**. This month expenditure the majority relates to bulk purchases, Employee related costs and payment of monthly contracted services. Operating expenditure incurred to date represents **67%** of the total operating expenditure budget.

Capital Expenditure

The approved adjusted Capital budget amounts to **R208,377,516** with an increase of **R15,505,000** against annual capital budget for the financial year which amounted to **R192,872,520**. Capital expenditure incurred for the month ended 31st March 2022 amounted to **R 13,609,350** this represents **7%** of the approved adjusted capital expenditure budget. Capital expenditure incurred to date represents **58%** 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	54 068	54 068	1 691	47 142	40 566	6 575	16%	54 068
Service charges	68 589	70 532	70 532	4 492	46 886	52 899	(6 013)	-11%	70 532
Investment revenue	8 835	14 650	14 650	558	6 022	10 987	(4 965)	-45%	14 650
Transfers and subsidies	306 535	267 313	269 537	66 476	265 510	201 374	64 136	32%	269 537
Other own revenue	21 978	21 163	21 163	2 841	18 527	15 872	2 654	17%	21 163
Total Revenue (excluding capital transfers and contributions)	452 512	427 747	429 971	76 058	384 087	321 700	62 387	19%	429 971
Employee costs	117 964	132 261	132 261	9 925	93 202	99 196	(5 994)	-6%	132 261
Remuneration of Councillors	19 979	21 690	21 690	1 794	14 261	16 267	(2 006)	-12%	21 690
Depreciation & asset impairment	82 540	35 300	35 300	-	22 765	26 475	(3 710)	-14%	35 300
Finance charges	1	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	53 959	57 379	69 281	4 797	50 956	47 735	3 221	7%	69 281
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	161 470	183 716	174 038	15 396	107 196	133 981	(26 785)	-20%	174 038
Total Expenditure	435 912	430 346	432 570	31 912	288 380	323 655	(35 274)	-11%	432 570
Surplus/(Deficit)	16 600	(2 599)	(2 599)	44 146	95 706	(1 955)	97 661	-4996%	(2 599)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	92 926	145 471	145 471	13 974	119 913	109 103	10 810	10%	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	142 872	142 872	58 120	215 620	107 149	108 471	101%	142 872
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	109 526	142 872	142 872	58 120	215 620	107 149	108 471	101%	142 872
Capital expenditure & funds sources									
Capital expenditure	147 469	192 873	208 378	13 609	120 476	150 856	(30 381)	-20%	208 378
Capital transfers recognised	78 907	142 872	142 872	10 524	104 591	107 154	(2 563)	-2%	142 872
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	68 561	50 000	65 505	3 086	15 739	43 702	(27 964)	-64%	65 505
Total sources of capital funds	147 469	192 873	208 378	13 609	120 330	150 856	(30 527)	-20%	208 378
Financial position									
Total current assets	376 085	264 567	251 217	-	541 952	-	-	-	251 217
Total non current assets	1 130 191	1 152 868	1 168 373	-	1 227 902	-	-	-	1 168 373
Total current liabilities	131 863	(62 284)	(48 569)	-	179 820	-	-	-	(48 569)
Total non current liabilities	32 753	(29 578)	(29 578)	-	32 753	-	-	-	(29 578)
Community wealth/Equity	1 320 735	1 509 297	1 497 737	-	1 557 280	-	-	-	1 497 737
Cash flows									
Net cash from (used) operating	500 027	153 450	163 157	124 351	358 809	118 970	(239 839)	-202%	163 157
Net cash from (used) investing	(161 457)	(192 872)	(204 327)	(15 678)	(128 086)	(149 236)	(21 150)	14%	(204 327)
Net cash from (used) financing	110	-	-	(0)	71	345	275	79%	-
Cash/cash equivalents at the month/year and	491 876	138 887	125 578	-	455 216	136 828	(318 388)	-233%	183 251
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	11 311	3 655	3 103	3 495	3 452	3 151	46 181	124 565	198 914
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							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		369 380	341 497	341 497	68 221	328 387	256 123	72 264	26%	341 497
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		369 380	341 497	341 497	68 221	328 387	256 123	72 264	26%	341 497
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		9 482	13 841	13 841	1 371	5 151	10 381	(5 229)	-50%	13 841
Community and social services		4 965	7 602	7 602	81	769	5 701	(4 932)	-87%	7 602
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 517	6 239	6 239	1 290	4 382	4 679	(297)	-6%	6 239
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		61 176	52 183	52 183	4 841	43 824	39 137	4 687	12%	52 183
Planning and development		691	202	202	8	139	151	(13)	-9%	202
Road transport		60 486	51 981	51 981	4 633	43 686	38 986	4 700	12%	51 981
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		105 421	165 897	167 921	15 798	126 838	125 162	1 475	1%	167 921
Energy sources		91 020	150 099	150 099	13 060	116 073	112 574	3 496	3%	150 099
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		14 401	15 598	17 822	2 738	10 565	12 588	(2 023)	-16%	17 822
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	545 436	573 218	575 442	90 032	504 900	430 893	73 197	17%	575 442
Expenditure - Functional										
<i>Governance and administration</i>		213 330	254 309	242 209	16 399	169 139	185 897	(25 758)	-14%	242 209
Executive and council		24 449	28 860	28 660	2 370	20 811	21 565	(756)	-3%	28 660
Finance and administration		185 594	221 705	209 605	13 728	136 094	161 444	(25 350)	-16%	209 605
Internal audit		3 267	3 744	3 944	301	3 234	2 888	346	12%	3 944
<i>Community and public safety</i>		32 885	42 778	42 228	1 493	25 230	31 864	(6 634)	-21%	42 228
Community and social services		13 826	20 523	19 973	(134)	10 818	15 173	(4 254)	-28%	19 973
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		19 057	22 255	22 256	1 627	14 312	16 691	(2 380)	-14%	22 255
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		62 584	49 018	43 906	6 363	33 416	36 718	(3 302)	-9%	43 906
Planning and development		17 626	21 954	23 254	4 150	16 612	16 906	(374)	-2%	23 254
Road transport		44 878	27 062	25 552	2 213	16 805	19 733	(2 928)	-15%	25 552
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		127 183	84 242	99 226	7 857	69 595	69 175	420	1%	99 226
Energy sources		96 946	60 140	76 200	4 536	53 477	51 529	1 948	4%	76 200
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		30 246	24 102	23 026	3 121	16 118	17 646	(1 528)	-9%	23 026
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	435 912	430 346	432 570	31 912	288 380	323 655	(35 274)	-11%	432 570
Surplus/ (Deficit) for the year		109 526	142 872	142 872	58 120	215 620	187 149	108 471	101%	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		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	341 022	68 193	323 926	255 766	68 160	26.6%	341 022
Vote 3 - Corporate		221	475	475	28	4 461	356	4 104	1152.1%	475
Vote 4 - Development and Planning		358	202	202	8	139	151	(13)	-8.5%	202
Vote 5 - Community		23 883	29 439	31 663	4 109	15 716	22 969	(7 252)	-31.6%	31 663
Vote 6 - Infrastructure		151 838	202 080	202 080	17 694	159 759	151 560	8 198	5.4%	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	575 442	90 832	504 000	430 803	73 197	17.0%	575 442
Expenditure by Vote	1									
Vote 1 - Executive and council		24 449	28 860	28 660	2 370	20 811	21 565	(755)	-3.5%	28 660
Vote 2 - Finance and Admin		122 910	153 257	142 837	8 166	90 342	110 780	(20 438)	-18.4%	142 837
Vote 3 - Corporate		64 630	68 449	66 769	5 570	45 760	50 664	(4 904)	-9.7%	66 769
Vote 4 - Development and Planning		15 680	21 954	23 254	4 142	16 604	16 986	(382)	-2.2%	23 254
Vote 5 - Community		63 132	66 880	65 254	4 614	41 348	49 510	(8 162)	-16.5%	65 254
Vote 6 - Infrastructure		141 824	87 202	101 852	6 749	70 282	71 262	(980)	-1.4%	101 852
Vote 7 - Internal Audit		3 287	3 744	3 944	301	3 234	2 888	346	12.0%	3 944
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	435 912	430 346	432 570	31 912	288 380	323 655	(35 274)	-10.9%	432 570
Surplus/ (Deficit) for the year	2	109 526	142 872	142 872	58 120	215 620	107 149	108 471	101.2%	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	54 088	1 691	47 142	40 566	6 575	16%	54 088
Service charges - electricity revenue		57 058	55 007	55 007	3 518	38 176	41 255	(3 079)	-7%	55 007
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		11 531	15 526	15 526	974	8 711	11 644	(2 934)	-25%	15 526
Rental of facilities and equipment		1 397	1 245	1 245	145	1 160	934	226	24%	1 245
Interest earned - external investments		8 835	14 650	14 650	558	6 022	10 987	(4 965)	-45%	14 650
Interest earned - outstanding debtors		13 357	11 799	11 799	1 377	12 050	8 849	3 201	36%	11 799
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		762	2 094	2 094	735	1 303	1 570	(267)	-17%	2 094
Licences and permits		3 787	4 525	4 525	560	3 133	3 394	(260)	-8%	4 525
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		306 535	267 313	269 537	66 476	265 510	201 374	64 136	32%	269 537
Other revenue		873	1 501	1 501	25	880	1 126	(246)	-22%	1 501
Gains		1 801	-	-	-	-	-	-	-	-
		452 512	427 747	429 971	76 958	384 087	321 700	62 387	19%	429 971
Total Revenue (excluding capital transfers and contributions)										
Expenditure By Type										
Employee related costs		117 964	132 261	132 261	9 925	93 202	99 196	(5 994)	-6%	132 261
Remuneration of councillors		19 979	21 690	21 690	1 794	14 251	16 267	(2 006)	-12%	21 690
Debt impairment		34 121	7 000	7 000	-	-	5 250	(5 250)	-100%	7 000
Depreciation & asset impairment		82 540	35 300	35 300	-	22 765	26 475	(3 710)	-14%	35 300
Finance charges		1	-	-	-	-	-	-	-	-
Bulk purchases - electricity		48 196	50 000	62 000	3 919	46 389	42 300	4 089	10%	62 000
Inventory consumed		5 763	7 379	7 281	878	4 567	5 435	(868)	-16%	7 281
Contracted services		93 220	105 630	105 785	10 036	73 877	79 296	(5 419)	-7%	105 785
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		34 128	71 086	61 253	5 360	33 320	49 436	(16 116)	-33%	61 253
Losses		-	-	-	-	-	-	-	-	-
		435 912	430 346	432 570	31 912	288 380	323 655	(35 274)	-11%	432 570
Total Expenditure										
Surplus/(Deficit)		16 600	(2 599)	(2 599)	44 146	95 706	(1 955)	97 661	(0)	(2 599)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		92 926	145 471	145 471	13 974	119 913	109 103	10 810	0	145 471
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		109 526	142 872	142 872	58 120	215 620	107 140			142 872
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		109 526	142 872	142 872	58 120	215 620	107 140			142 872
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		109 526	142 872	142 872	58 120	215 620	107 140			142 872
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		109 526	142 872	142 872	58 120	215 620	107 140			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 **8%** of the total adjusted 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 R1,690,754 income received from property rates for the month of 31st March 2022 amounted to R1,967,237.

Services Charges

Revenue from service charges includes electricity sales and revenue from waste removal. The total income from services charges amounted to R4,491,601 for the month ended 31st March 2022.

Rental of Facilities

Revenue from rental of facilities includes site rentals, stadium hire, nature reserve chalets & rental of other facilities. The total income for rental of facilities amounted to R145,040 for the month ended 31st March 2022

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 March 2022 amounted to R558,460.

Interest on Outstanding Debtors

Interest on overdue accounts for the month ended 31st March 2022 amounted to R1,376,609 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 March 2022 an amount revenue of R734,945 has been recognised for this category and was received from traffic fines and pound fees.

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 March 2022 an amount of R559,666 was recognised and represents 12% of the total revenue budget for this category. Majority of revenue is from Learner 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 R66,476,390 for the month ended 31st March 2022, this includes the last trench of equitable share amounting to R64,707,000.

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 R13,973,670 for the month ended 31st March 2022.

Other Revenue

Other revenue consists mostly burial fees, building plan, clearance certificates, rezoning and other revenue. Other revenue amounted to R24,630 for the month ended 31st March 2022.

Operating Expenditure by typeEmployee related costs/ Remuneration of Councillors

Remuneration related expenditure for the month ended 31st March 2022 amounted R11,719,007 of the expenditure R1,794,229 relates to Remuneration of Councillors and R9,924,778 to Managers and staff that represents 9% of the budgeted amount for this category.

Debt Impairment /Depreciation and Asset impairment

There was no expenditure on Debt/Depreciation and Asset Impairment for the month ended 31st March 2022. The overall expenditure to date represents 64% against Annual budget of R35,300,000 of the budget allocated on this category. This is within the expected performance.

Bulk Purchases

Bulk Purchases related expenditure for the month ended 31st March 2022 amounted R3,919,278 this represents 6% against of the budget of this category.

Other Materials

Other material consists of inventory purchases for material and supplies and amounted to R 878,027 for the month ended 31st March 2022.

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 March 2022 amounted to R 10,035,864.

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 R5,359,818 for the month ended 31st March 2022.

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

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	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		-	-	-	-	-	-	-	-	-
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	90	-	74	68	6	9%	90
Vote 2 - Finance and Admin		4 061	756	2 156	114	620	1 127	(507)	-45%	2 156
Vote 3 - Corporate		2 516	6 710	6 710	23	3 965	5 033	(1 067)	-21%	6 710
Vote 4 - Development and Planning		488	218	218	74	163	163	(1)	0%	218
Vote 5 - Community		984	4 962	5 067	-	1 445	3 763	(2 319)	-62%	5 067
Vote 6 - Infrastructure		139 420	180 138	194 138	13 399	114 210	140 703	(26 493)	-19%	194 138
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	208 378	13 609	120 476	150 856	(30 381)	-20%	208 378
Total Capital Expenditure		147 469	192 873	208 378	13 609	120 476	150 856	(30 381)	-20%	208 378
Capital Expenditure - Functional Classification										
Governance and administration		6 576	7 526	8 936	137	4 658	6 216	(1 558)	-25%	8 936
Executive and council		-	90	90	-	74	68	6	9%	90
Finance and administration		6 576	7 436	8 866	137	4 585	6 149	(1 564)	-25%	8 866
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		830	1 762	1 867	-	1 186	1 364	(168)	-12%	1 867
Community and social services		675	410	410	-	59	308	(248)	-81%	410
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		155	1 352	1 457	-	1 126	1 056	80	8%	1 457
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		92 344	82 285	92 175	3 841	44 063	63 642	(21 578)	-33%	92 175
Planning and development		488	248	218	74	163	174	(11)	-6%	218
Road transport		91 856	81 957	91 957	3 767	43 901	65 468	(21 567)	-33%	91 957
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		47 718	101 380	103 380	9 632	70 538	77 635	(7 097)	-9%	103 380
Energy services		47 564	96 180	102 180	9 632	70 309	75 235	(4 926)	-7%	102 180
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		154	3 200	3 200	-	249	2 400	(2 151)	-90%	3 200
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	147 469	192 873	208 378	13 609	120 476	150 856	(30 381)	-20%	208 378
Funded by:										
National Government		78 786	142 872	142 872	10 524	104 591	107 154	(2 563)	-2%	142 872
Provincial Government		121	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-	-	-
(Municipal / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognized - capital		78 907	142 872	142 872	10 524	104 591	107 154	(2 563)	-2%	142 872
Borrowing		-	-	-	-	-	-	-	-	-
Internally generated funds		68 561	50 000	65 505	3 086	15 739	43 702	(27 964)	-84%	65 505
Total Capital Funding		147 469	192 873	208 378	13 609	120 330	150 856	(30 527)	-20%	208 378

The annual Adjusted Capital is **R208,377,516** with an increase of **R15,505,000** against approved annual capital budget for the financial year which amounted to **R 192,872,520**

Capital expenditure incurred for the month ended 31st March 2022 amounted to **R13,609,350**. This represents **7%** of the approved capital expenditure budget. Capital expenditure incurred to date represents **58%** 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	11 294	13 607	11 294
Call investment deposits		213 127	140 275	115 801	340 099	115 801
Consumer debtors		66 327	33 127	33 127	98 218	33 127
Other debtors		83 199	88 896	88 896	88 088	88 896
Current portion of long-term receivables		–	–	–	–	–
Inventory		2 137	1 600	2 098	1 940	2 098
Total current assets		376 085	264 567	251 217	541 952	251 217
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		4 960	2 327	2 327	4 960	2 327
Investments in Associate		–	–	–	–	–
Property, plant and equipment		1 124 828	1 148 451	1 163 956	1 222 456	1 163 956
Biological		–	–	–	–	–
Intangible		403	590	590	206	590
Other non-current assets		–	1 500	1 500	280	1 500
Total non current assets		1 130 191	1 152 868	1 168 373	1 227 902	1 168 373
TOTAL ASSETS		1 506 277	1 417 435	1 419 590	1 769 854	1 419 590
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		1 497	(345)	(345)	1 568	(345)
Trade and other payables		115 049	(49 940)	(36 225)	162 935	(36 225)
Provisions		15 318	(11 998)	(11 998)	15 318	(11 998)
Total current liabilities		131 863	(62 284)	(48 569)	179 820	(48 569)
Non current liabilities						
Borrowing		–	–	–	–	–
Provisions		32 753	(29 578)	(29 578)	32 753	(29 578)
Total non current liabilities		32 753	(29 578)	(29 578)	32 753	(29 578)
TOTAL LIABILITIES		164 616	(91 861)	(78 147)	212 573	(78 147)
NET ASSETS	2	1 341 661	1 509 297	1 497 737	1 557 280	1 497 737
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		868 275	1 739 743	1 728 183	1 104 820	1 728 183
Reserves		452 460	(230 446)	(230 446)	452 460	(230 446)
TOTAL COMMUNITY WEALTH/EQUITY	2	1 320 735	1 509 297	1 497 737	1 557 280	1 497 737

The table reflects the financial position of the month ending 31st March 2022

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	45 975	2 378	33 650	34 481	(832)	-2%	45 975
Service charges		54 759	60 729	60 729	4 376	44 828	45 547	(719)	-2%	60 729
Other revenue		33 631	9 365	9 365	1 417	11 531	7 023	4 507	64%	9 365
Transfers and Subsidies - Operational		309 461	267 313	267 313	64 731	266 161	200 485	65 676	33%	267 313
Transfers and Subsidies - Capital		92 926	145 471	145 471	77 603	174 749	109 103	65 646	60%	145 471
Interest		8 578	-	14 650	558	1 268	5 860	(4 592)	-78%	14 650
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(16 811)	(375 402)	(380 346)	(26 712)	(173 377)	(283 529)	(110 152)	39%	(380 346)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Grants		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		500 027	153 450	163 157	124 351	358 889	118 970	(239 839)	-202%	163 157
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)	(204 327)	(15 678)	(128 066)	(149 236)	(21 150)	14%	(204 327)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(161 457)	(192 872)	(204 327)	(15 678)	(128 066)	(149 236)	(21 150)	14%	(204 327)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		110	-	-	(0)	71	345	(275)	-79%	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		110	-	-	(0)	71	345	275	79%	-
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		338 680	(39 422)	(41 171)	108 672	230 794	(29 821)			(41 171)
Cash/cash equivalents at month/year end:		153 196	178 309	166 749		224 422	166 749			224 422
		491 876	138 887	125 578		455 216	136 828			183 251

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 L.t.o Council Policy
		8-30 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		
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3 913	952	714	1 044	1 128	583	5 107	4 010	17 451	11 872	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	2 513	683	611	570	566	527	25 943	49 312	80 724	75 918	(0)	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	1 501	479	427	403	397	373	1 719	19 164	24 464	22 057	(7)	-
Interest on Asset Debtor Accounts	1700	-	-	-	-	-	-	-	7	7	7	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1810	2 742	1 368	1 350	1 330	1 313	1 547	4 988	31 485	46 053	40 593	-	-
Other	1820	-	-	-	-	-	-	-	-	-	-	-	-
Total By Income Source	1900	842	173	1	136	48	121	8 424	20 665	30 215	29 396		
2021/22 - totals only	2000	11 311	3 655	3 183	3 495	3 452	3 151	46 181	124 565	198 914	180 845		
Debtors Age Analysis By Customer Group													
Organs of State	2200	3 722	2 046	1 771	2 100	2 150	1 863	32 898	48 823	95 373	87 834	-	-
Commercial	2300	5 821	731	482	542	454	457	9 634	27 091	45 221	38 186	-	-
Households	2400	1 769	876	850	853	837	831	3 650	48 651	58 320	54 823	(7)	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	11 311	3 655	3 183	3 495	3 452	3 151	46 181	124 565	198 914	180 845		

The total debt book for 31st March 2022 inclusive of R 3 243 829 advanced payments resulting to a total of R 198,914,147

The total debt book for March 2022 of R 195 670 318.62 (including current of R 6 967 406.80 which is not yet due) has decreased by R 6 971 372.66 from the previous month closing balance of R195 670 318.62. Debt is made up of the following:

Residential debt:

R 70 655 660.90

Commercial debt

R 30 957 911.42

Government debt

R 91 236 627.12

Other

R 2 820 119.18

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 51 177 404.71 (including current)

Cedarville

R 4 593 185.61 (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 R 58 041 491.90

Business H/O R 3 085 896.48

Churches H/O R 173 498,46

Farms H/O R 2 393 236.79

R 146 531.74 was collected for the month.

SECTION 5 -CREDITORS' ANALYSIS

Supporting Table SC4

Description	NT Code	Budget Year 2021/22								
		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
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 March 2022.

SECTION 6- INVESTMENT POTFOLIO ANALYSIS

Conditional and Unconditional investment monitoring Information

Investment Management					
Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	13 536 790.48	34 861 345.40	(12 845 521.20)	(36 345.40)	35 552 614.68
INEP	21 616 311.73	42 846 038.40		(58 038.40)	64 462 350.13
EPWP	-	-	-	-	-
Municipal Electrification Intervention	277 782.90	745.92	-	(745.92)	278 528.82
Library and Archives	-	-	-	-	-
Finance Management Grant	-	-	-	-	-
Smart Grid	55 639.78	149.52	-	(149.52)	55 789.30
Establishment Plan	195 913.72	408.73		(408.73)	196 322.45
Housing Development Fund	1 997 004.83	4 166.36		(4 166.36)	2 001 171.19
Dedea	607 712.66	1 267.87		(1 267.87)	608 980.53
Total Conditional Investments	38 287 156	77 714 122	- 12 845 521	- 101 122	103 155 757
Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	75 184 582.18			(197 230.79)	75 184 582.18
Call Acc STD CRR	11 334 385.52	29 733.35		(29 733.35)	11 364 118.87
Call Acc STD CRR	22 078 443.84	103 276.71		(103 276.71)	22 181 720.55
Call ACC FNB Surplus Cash	6 805 395.80			(12 529.39)	6 805 395.80
Nedbank 32 Days	6 550 623.32	21 356.72		(21 356.72)	6 571 980.04
Nedbank relief fund	784 895.93	2 107.28		(2 107.28)	787 003.21
Nedbank COV -19 Solidarity	94 951.63	254.80		(254.80)	95 206.43
Nedbank call Surplus	44 164 047.05	75 057 484.10	(58 966 170.49)	(15 137.94)	60 255 360.66
Nedbank Retention	27 272 854.16	73 225.88		(73 225.88)	27 346 080.04
Termination Guarantee	144 640.82				144 640.82
Account Gaurantee	6 202 000.00				6 202 000.00
Nedbank		20 000 000.00			20 000 000.00
Total Unconditional	200 616 820	95 287 439	- 58 966 170	- 454 853	236 938 089
Total Investments	238 903 976	173 001 561	- 71 811 692	- 555 975	340 093 846

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 March 2022 the conditional investments amounted to R 103,155,757 and unconditional investments amounted to R236,938,089.

Total investments as at 31st March 2022 amounted to R 340,093,846.

SECTION 7 ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

7.1 Supporting Table SC6

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:										
Operating Transfers and Grants	1,2									
National Government:										
Expanded Public Works Programme Integrated Grant		(0)	265 363	265 363	64 707	265 363	199 022	66 341	33.3%	265 363
Local Government Financial Management Grant		0	4 887	4 887	-	4 887	3 665	1 222	33.3%	4 887
Library & Museum Support		-	1 650	1 650	-	1 650	1 238	413	33.3%	1 650
Equitable Share		(0)	-	-	-	-	-	-	-	-
Provincial Government:										
Library & Museum Support		-	258 826	258 826	64 707	258 826	194 119	64 706	33.3%	258 826
DEDEAT ALIEN PLANT CLEARING		-	1 950	4 174	-	4 174	1 463	2 711	185.4%	4 174
District Municipality:		-	1 950	1 950	-	1 950	1 453	488	33.3%	1 950
Other grant providers:		-	-	2 224	-	2 224	-	2 224	#DIV/0!	2 224
Total Operating Transfers and Grants	5	(0)	267 313	269 537	64 707	269 537	200 485	69 052	34.4%	269 537
Capital Transfers and Grants										
National Government:										
Municipal Infrastructure Grant		-	145 471	145 471	77 603	174 749	109 103	65 646	60.2%	145 471
Integrated National Electrification Programme Grant		-	51 971	51 971	34 825	76 971	38 978	37 993	97.5%	51 971
Provincial Government:		-	93 500	93 500	42 778	97 778	70 125	27 653	39.4%	93 500
Library & Museum Support		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	0.0%	-
Total Capital Transfers and Grants	5	-	145 471	145 471	77 603	174 749	109 103	65 646	60.2%	145 471
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	(0)	412 784	415 008	142 310	444 286	309 588	134 698	43.5%	415 008

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:		-	265 363	265 363	22 895	179 111	176 909	2 203	1.2%	265 363
Expanded Public Works Programme Integrated Grant		-	4 887	4 887	-	4 884	3 258	1 626	49.9%	4 887
									14.1%	
Local Government Financial Management Grant		-	1 650	1 650	439	1 255	1 100	155		1 650
									0.2%	
Equitable Share		-	258 826	258 826	22 256	172 972	172 551	421		258 826
Provincial Government:		-	1 950	4 174	1 762	1 781	2 782	(1 001)	-36.0%	4 174
Library & Museum Support		-	1 950	1 950	5	25	1 300	(1 275)	-98.1%	1 950
DEDEAT, ALIEN PLANT CLEARING		-	-	2 224	1 757	1 757	1 482	274	18.5%	2 224
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		-	267 313	269 537	24 456	180 893	179 681	1 201	0.7%	269 537
Capital expenditure of Transfers and Grants										
National Government:		-	145 471	145 471	10 674	105 893	96 981	8 913	9.2%	145 471
Municipal Infrastructure Grant		-	51 971	51 971	2 628	38 584	34 547	3 936	11.4%	51 971
Integrated National Electrification Programme Grant		-	93 500	93 500	8 046	67 310	62 333	4 976	8.0%	93 500
Provincial Government:		-	-	-	-	-	-	-	-	-
DEDEAT ALIEN PLANT CLEARING		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	145 471	145 471	10 674	105 893	96 981	8 913	9.2%	145 471
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	412 784	415 008	35 130	286 786	276 672	10 114	3.7%	415 008

Expenditure performance on grants amounted to R35,1 million for the month ended 31st March 2022.

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 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		12 087	13 681	13 681	1 090	8 790	10 261	(1 471)	-14%	13 681
Pension and UIF Contributions		741	808	808	61	466	606	(140)	-23%	808
Medical Aid Contributions		540	141	141	57	362	106	256	241%	141
Motor Vehicle Allowance		129	136	136	-	58	102	(43)	-43%	136
Cellphone Allowance		2 279	2 391	2 391	200	1 613	1 793	(180)	-10%	2 391
Housing Allowances		4 204	4 532	4 532	386	2 973	3 399	(427)	-13%	4 532
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		19 979	21 690	21 690	1 794	14 261	16 267	(2 006)	-12%	21 690
% increase	4		8.6%	8.6%						8.6%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		1 084	3 200	3 200	182	1 439	2 400	(961)	-40%	3 200
Pension and UIF Contributions		70	139	139	1	32	104	(72)	-69%	139
Medical Aid Contributions		-	121	121	-	-	90	(90)	-100%	121
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		577	1 813	1 813	100	723	1 360	(637)	-47%	1 813
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		577	1 390	1 390	56	508	1 042	(534)	-51%	1 390
Other benefits and allowances		170	499	499	43	255	374	(120)	-32%	499
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		2 479	7 162	7 162	382	2 957	5 371	(2 414)	-45%	7 162
% increase	4		188.9%	188.9%						188.9%
Other Municipal Staff										
Basic Salaries and Wages		75 738	87 626	87 328	6 718	60 655	65 601	(4 945)	-8%	87 328
Pension and UIF Contributions		12 615	14 324	14 324	1 065	9 647	10 743	(1 096)	-10%	14 324
Medical Aid Contributions		5 569	5 134	5 134	405	3 487	3 851	(363)	-9%	5 134
Overtime		2 147	1 916	1 996	141	1 415	1 469	(54)	-4%	1 996
Performance Bonus		5 961	6 332	6 332	323	4 199	4 749	(550)	-12%	6 332
Motor Vehicle Allowance		4 996	4 832	4 832	417	3 724	3 624	100	3%	4 832
Cellphone Allowance		6	6	6	1	143	5	138	3007%	6
Housing Allowances		-	2 531	2 531	64	191	1 896	(1 707)	-90%	2 531
Other benefits and allowances		4 344	2 398	2 616	363	3 921	1 886	2 036	108%	2 616
Payments in lieu of leave		3 621	-	-	35	2 574	-	2 574	#DIV/0!	-
Long service awards		290	-	-	11	288	-	288	#DIV/0!	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		115 485	125 099	125 099	9 543	90 245	93 825	(3 580)	-4%	125 099
% increase	4		8.3%	8.3%						8.3%
Total Parent Municipality		137 943	153 951	153 951	11 719	107 463	115 463	(8 000)	-7%	153 951

Remuneration related expenditure for the month ended 31st March 2022 amounted to R 11,7 million of the expenditure R 1,8 million relates to Remuneration of Councillors and R9,9 million to Managers and staff.

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

QUALITY CERTIFICATE

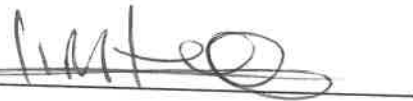
I, **Lizo Matiwane**, the Municipal Manager of Matatiele Local Municipality do hereby certify that-

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 March 2022 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:

12 / 04 / 2022