



**MATATIELE**  
LOCAL MUNICIPALITY

**2023/2024  
MONTHLY  
SECTION 71  
REPORT**

**MONTH ENDED  
29 FEBRUARY 2024**

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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 29 February 2024.
- 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.

The below analysis is a high-level assessment based on revenue and expenditure recognised on the Municipal Financial System. It is incumbent on the necessary user business units and user departments to ensure the completeness, Validity and accuracy of the information provided for the purposes of the assessment and bring to the attention of the council any further business units' items which are not fully elaborated below.

### **2.2 Consolidated Performance (Revenue & Expenditure)**

#### **Revenue by source**

The total approved revenue budget amounted to **R 610,233,708** this was adjusted to an adjusted revenue budget of **R 612,484,708** during the 1st adjustments budget, **R 698,440,957** during the 2nd adjustments budget, this has further been increased by **R 8,481,159** to a revenue budget of **R 706,922,116**. The Municipality recognised revenue for the month ended February 2024 **R 18,319,810**. This represents **3%** and it is less expected performance due to no revenue recognised on electricity sales, Interest: Receivables: Property Rates and Human Settlement Construction Contract Revenue of **5%** for payment made for housing project which has not yet been claimed for services rendered. Year to date revenue recognised is **62%** of the total revenue budget.

#### **Operating Expenditure by type**

The approved operating expenditure budget was **R 514,750,752** this was increased to **R 517,184,781** during the 2nd adjustments budget, a further increase of **R 39,081,164** has been affected on this adjustments budget to a total operating budget of **R 557,265,945**. The Municipality incurred expenditure **R 52,338,360** this represents **9%** expenditure for the month which is more than expected performance for the month due to transfers of INEP project to operational budget and the Year to date expenditure is **56%** of the total operating budget.

#### **Capital Expenditure**

The municipality approved capital budget was **R 181,716,499** this was adjusted to **R 183,967,499** during the 1st special adjustments budget; **R 267,489,719** during the 2nd adjustments budget, a decrease of **R 37,400,000** has been effected on this adjustments budget



to a total capital budget of **R 230,089,719**, due to the reclassification of INEP from Capital budget to operating budget. Capital Expenditure incurred for the month ended 29 February 2024 amounts to **R 8,683,430** million, the reflected adjustment of **R -13,553,212** million is due to INEP expenditure transferred to operating expenditure budget, this represents **4%** of the capital expenditure budget. This is less the expected performance for the month due to expenditure on grant funded projects such as disaster recovery grant which awaiting handover of projects to the contractors, the spending is planned to increase in quarter 4. Year to date expenditure is **29 %** of the total capital expenditure budget.

**The table below is an analysis per business unit –**

**Summary of Capital Expenditure relate to 2023-2024 financial year.**

Row Labels	Sum of TotalBudget	February Actuals	YTD Actuals
Community Halls and Facilities:Public Amenities (3005)	1 359 996 -	80 000	329 701
CORE FUNCTION: SOLID WASTE REMOVAL	4 230 012	401 039	468 930
Energy Sources: Electricity (4040)	22 598 552 -	21 775 040	7 134 139
Executive and Council: Municipal Manager (1010)	69 996	-	20 101
Finance and Administration: Information Technology	1 850 004	-	1 235 479
Finance and Administration: Administrative and Corp	280 008	-	50 000
Finance and Administration: Asset Mangement and Re	60 000	-	45 539
Finance and Administration: Council Support (2541)	600 000	-	153 293
Finance and Administration: Human Resources (2535)	30 000	-	20 101
Finance and Administration: SCM & Expenditure (2025	3 560 004	-	2 032 910
Finance and Adminstration: Revenue and Debt Manag	99 996	-	57 722
Finance:Budget & Treasury (2010)	60 000	-	20 101
Governance Function:INTERNAL AUDIT (1030)	1 560 000	-	45 539
Marketing; Customer Relations; Publicity and Media C	120 000	16 805	59 001
Planning and Development: LED (3520)	69 996	-	67 744
Planning and Development: Planning (3510)	20 004	-	10 527
Planning and Development: Planning Governance (35	39 996	-	38 097
Public Safety: Civil Defence (3074)	3 690 000	-	387 593
ROAD TRANSPORT: INFRASTRUCTURE GOVERNANCE (4	39 996	-	25 439
Road Transport: Project Operations & Mainnt(4010)	61 741 988	1 134 433	8 224 645
Roads:Project Management Unit	70 975 646	6 089 391	40 062 272
Town Planning; Building Regulations and Enforcement	57 033 576	660 160	4 500 810
<b>Grand Total</b>	<b>230 089 770 -</b>	<b>13 553 212</b>	<b>64 989 683</b>

**Capital Funded Sources**

- Capital Expenditure incurred for the month ended 29 February 2024 amounts to R 8,9 million, the reflected adjustments of R -13,6 million is due to INEP expenditure transferred to operating expenditure budget.
- The MIG capital grant allocation for the financial year is **R 55,580,736** million as per Dora Allocation and it was adjusted to budget allocation of **R 51,863,350**. The

spending for the month ending 29 February 2024 is **R 3,601,578** which represents **7%** for the month and YTD Expenditure is **64%** (vat exclusive).

- Disaster Response Grant of **R 2,251 000** million was allocated and the grant funding was adjusted budget allocation of **R 34,757,000**. no spending at the end of 29 February 2024 on this category due to projects that wait for transfer from Cogta, all procurement system is completed. YTD expenditure is **5%** of the grant allocation.
- Human Settlement Development Grant for the financial year is **R 57,033,568** million expected. The spending for the month under review is **R 660,160**, the project is on progress and YTD expenditure is **8%** of the grant allocation.
- Capital Replacement Reserves (CRR) for the financial year is **R 86,235,816** million is allocated. The spending for the month is **R 4,421,693** which represents **5%**, most of the projects are at planning stage and year to date expenditure is **29%** of the budget on this funding source.
- The municipality anticipates to spend **100%** of the total capital budget as at the end of the financial year,

#### **Grant Funded Projects (MIG PROJECTS)**

<b>MIG Capital Project</b>	<b>February 2024 status</b>
Lekhalong via Magama-Outspan Access Road	The project is at planning stage
Mnceba - Matiase Access Road & Bridge	The project is 65 % completed.
Construction of Cedarville Internal Streets Phase 4	The project is at planning stage
Mahasheng Access Road & Bridge	The project is at planning stage
Maluti Internal Streets Phase 5	The project is at planning stage
Rehabilitation of Matatiele internal Streets Cluster 1	The project is currently under defect liability period (95 % complete)
Extension of Matatiele Sports Centre Ph2	The project is 78% complete
High Mast Lights	10 Highmast have been delivered and 9 have been installed, Overall progress is at 80% pending supply points to be connected and lights fittings to be installed
STREET LIGHTS	Makoloni Projects has been appointed, 50% Material have been delivered. Trenching, digging of holes and planting of poles is on Progress.
Mafube-Nkosana Access Road & Bridge	The project is 25 % complete
Harry Gwala Internal Streets	The project is 57% complete



### Grant Funded Projects (Integrated National Electrification Programme Grant) INEP

INEP Capital Project	February 2024 status
Fubane Electrification	Construction is complete and overall progress is at 100%
Matolong Electrification	Construction is complete and overall progress is at 100%
Bethesda Electrification	Construction is complete and commissioning meters is on progress. The overall progress is at 95%
Jabavu Electrification	Construction is complete and Energised and the network has been handed to Eskom. overall progress is at 100%
Skiti Electrification	NSK electrical has been appointed, site establishment is complete and contractor is busy with excavations, poles planting and Stringing Overall progress is at 85%.
Tholang Electrification	Construction is complete and Energised and the network has been handed to Eskom. overall progress is at 100%
Motsekoa Electrification	Igoda has been appointed, 100% Material has been delivered to Site, Excavations, Pole Planting and Stringing is on progress. Overall progress is at 55%.

### Disaster Response Grant

Disaster Response Grant	February 2024 status
Malubalube Access Road	Waiting for transfer of money from Cogta, all procurement system completed
Mngeni Bridge	Waiting for transfer of money from Cogta, all procurement system completed
Baloon Street Crossing Bridge	Waiting for transfer of money from Cogta, all procurement system completed
Mabheleni-Upper Mvenyane Access Road & Bridge	Waiting for transfer of money from Cogta, all procurement system completed
Hillside - Ngcwengane Access Road and Bridge	Waiting for transfer of money from Cogta, all procurement system completed
Rockville Protea Bridge	Waiting for transfer of money from Cogta, all procurement system completed
Nyanzela Access Road	Waiting for transfer of money from Cogta, all procurement system completed
khohlong Access Road	The project is completed

### Internal Funded Capital Projects

INTERNAL PROJECTS	February 2024 Status
Landfill site A/R	The project is 95% Complete
Cemetery Development WIP	The project is at the tendering stage
Upgrade of municipal offices WIP	The project is at the tendering stage
Mavundleni Access Road	The project is completed
	The project is 95% complete
Black Diamond Access Road and Bridge	
Tsepisong Kamorathaba to Kuyasa AR	The project is complete
	Project is currently under defect liability period (95 % complete)
Council Chambers Water Supply	
	Project is currently under defect liability period (95 % complete)
Lakhalong Access Road	
Moriting Access Road	The project is 61% Complete
Belford Access Road	The project is at the tendering stage
Internal Audit System	The project is at the tendering stage
FM TOWER LINE WIP	The project is at the tendering stage
Pholile Access Road	The project is 49% Complete
Springana Access Road	The project is 21% Complete
Mpofini Access Road	The project is 62 % complete
Mkrwabo Access Road	The project is 24% Complete
Municipal Plant	2 of 4 units delivered
Khesa A/R	The project is 38 % complete
Mango A/R	The project is 35.7% complete
Sekhutlong Access Road CRR	The project is 21% Complete
Construction of Silo Phase 4	The project is at planning stage
Kinira to Sherpard Hope Access Road	The project is 10% Complete
Transformers Infra	The project is at the tendering stage
Substation Switch Gears	The project is at the tendering stage
Municipa Fleet	The project is at the tendering stage
Fire Engine Truck	The project is at the tendering stage
Pamlaville Access Road Ward 7	The project is 24% Complete
Dlodlweni Phase 2	Project is at 50 % complete
Masopa A/R	Project is at 20% complete
Extension Matatiele Sports Centre	Project is at 78 % complete
Rehabilitation of Matatiele Internal Streets-Cluster 1	Project is currently under defect liability period (95 % complete)

**This information reflects on our tender control plan on February 2024.**

<b>SUMMARY: QUOTATIONS</b>	<b>29-February -2024</b>	<b>TOTAL</b>
DAY TO DAY QUOTATIONS	166	166
FORMAL QUOTATIONS	8	8
<b>TOTAL QUOTATIONS</b>	<b>174</b>	<b>174</b>

<b>BIDDING PROCESS</b>	<b>Bids Awarded vs Capital Budget</b>	<b>Capital Spending Year-To-Date</b>	<b>Orders Issued</b>
Bids awarded	13 315 444.81	n/a	5
Bids in the process	7	n/a	7
Bids behind schedule	5	n/a	5
Bids cancelled or removed from budget	n/a	n/a	n/a
Bids to be awarded	n/a	n/a	n/a

### **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**

EC441 Matatiele - Table C1 Monthly Budget Statement Summary - M08 - February

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	48 716	54 360	54 360	1 430	47 811	36 240	11 571	32%	54 360
Service charges	70 828	86 942	86 942	3 868	49 980	57 961	(7 981)	-14%	86 942
Investment revenue	19 146	17 200	28 813	2 046	16 308	13 789	2 519	18%	28 813
Transfers and subsidies - Operational	283 763	318 510	318 093	24 364	259 043	212 131	46 911	22%	318 093
Other own revenue	25 812	37 741	37 461	2 963	18 316	25 960	(7 644)	-29%	37 461
Total Revenue (excluding capital transfers and contributions)	458 264	514 753	525 068	34 671	301 458	346 842	45 370	13%	525 068
Employee costs	146 840	161 717	168 730	12 666	103 131	109 088	(5 957)		168 730
Remuneration of Councilors	22 872	25 320	25 320	1 912	15 292	16 880	(1 588)		25 320
Depreciation and amortisation	64 712	53 300	53 300	0	18 282	35 533	(17 251)		53 300
Interest	134	-	-	-	-	-	-		-
Inventory consumed and bulk purchases	64 088	78 705	78 267	781	50 057	52 382	(2 326)		78 267
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	231 865	195 709	236 449	36 979	130 128	139 876	(9 748)	-7%	236 449
Total Expenditure	530 511	514 751	564 066	52 338	316 890	353 700	(36 871)	-10%	564 066
Surplus/(Deficit)	(72 247)	2	(38 398)	(17 667)	74 560	(7 870)	82 247	-1071%	(38 398)
Transfers and subsidies - capital (monetary allocations)	108 353	95 461	181 254	(18 351)	48 661	106 916	(58 255)	-54%	181 254
Transfers and subsidies - capital (in-kind) contributions	-	-	-	-	-	-	-		-
Share of surplus/ (deficit) of associate	36 185	85 483	142 856	(34 919)	123 229	90 237	23 992	24%	142 856
Surplus/ (Deficit) for the year	-	-	-	-	-	-	-		-
Capital expenditure & funds sources	36 185	85 483	142 856	(34 919)	123 229	90 237	23 992	24%	142 856
Capital expenditure	139 283	181 717	230 090	(13 553)	84 990	156 828	(91 838)	-50%	230 090
Capital transfers recognised	91 149	95 481	143 854	(17 975)	39 695	99 436	(59 740)	-60%	143 854
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	48 134	88 236	88 236	4 422	25 294	57 481	(32 186)	-50%	88 236
Total sources of capital funds	139 283	181 717	230 090	(13 553)	84 990	156 828	(91 838)	-50%	230 090
<b>Financial position</b>									
Total current assets	459 565	523 858	426 557		536 454				426 557
Total non current assets	1 124 220	1 304 697	1 254 350		1 170 927				1 254 350
Total current liabilities	161 052	160 394	78 617		170 052				78 617
Total non current liabilities	44 880	38 827	-		36 325				-
Community wealth/Equity	1 377 943	1 629 334	1 602 291		1 561 004				1 602 291
<b>Cash flows</b>									
Net cash from (used) operating	361 338	147 918	196 291	28 547	310 752	134 393	(176 399)	-131%	196 291
Net cash from (used) investing	143 199	(181 717)	(230 090)	(9 364)	(96 858)	(156 926)	(60 068)	38%	(230 090)
Net cash from (used) financing	-	-	-	-	-	-	-		-
Cash/cash equivalents at the month/year end	865 280	328 924	285 390	-	486 721	298 567	(172 155)	-58%	228 988
<b>Debtors &amp; creditors analysis</b>									
	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
<b>Debtors Age Analysis</b>									
Total By Income Source	14 160	4 096	3 949	3 220	3 778	26 307	29 328	158 043	244 881
<b>Creditors Age Analysis</b>									
Total Creditors	27	-	3	-	-	-	-	-	30

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

EC441 Matatiele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 - February

Description	Ref	2023/24	Budget Year 2024/25							
		Revenue	Original	Revised	Monthly actual	YearTD actual	Revised	YTD	YTD	YTD
R thousands	1	Actual	Budget	Budget			Budget	Actual	Actual	Forecast
<b>Revenue - Functional</b>										
Governance and administration		372 020	403 019	414 562	6 047	305 899	270 988	34 911	13%	414 562
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		372 020	403 019	414 562	6 047	305 899	270 988	34 911	13%	414 562
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		12 853	12 190	11 900	1 887	8 455	8 004	451	6%	11 900
Community and social services		6 664	6 989	6 708	1 032	4 358	4 537	(179)	-4%	6 708
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		6 189	5 201	5 201	855	4 097	3 467	630	18%	5 201
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		83 015	62 020	140 652	5 100	41 000	80 567	(44 571)	-51%	140 652
Planning and development		868	3 304	80 292	676	4 591	31 659	(27 066)	-85%	80 292
Road transport		62 147	58 516	89 560	4 432	37 404	54 908	(17 503)	-32%	89 560
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		118 728	133 005	130 500	5 278	83 770	87 430	(3 660)	-4%	130 500
Energy sources		106 919	113 746	111 216	4 136	73 729	74 561	(832)	-1%	111 216
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		11 810	19 289	19 383	1 142	10 041	12 878	(2 837)	-22%	19 383
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>506 010</b>	<b>610 234</b>	<b>706 922</b>	<b>18 320</b>	<b>440 119</b>	<b>452 997</b>	<b>(12 878)</b>	<b>-3%</b>	<b>706 922</b>
<b>Expenditure - Functional</b>										
Governance and administration		213 146	233 487	240 822	28 773	144 558	158 925	(14 370)	-9%	240 822
Executive and council		30 665	33 967	33 664	2 309	20 382	22 584	(2 192)	-10%	33 664
Finance and administration		178 892	194 744	211 319	17 949	121 416	133 144	(11 728)	-9%	211 319
Internal audit		3 571	4 775	4 839	316	2 748	3 196	(448)	-14%	4 839
Community and public safety		40 537	51 797	70 013	9 351	38 382	38 198	284	1%	70 013
Community and social services		24 553	27 466	46 638	7 536	23 731	22 079	1 652	7%	46 638
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		21 904	24 331	23 375	1 815	14 661	16 030	(1 369)	-9%	23 375
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		125 473	165 773	83 530	(3 673)	43 884	60 904	(22 979)	-34%	83 530
Planning and development		19 784	38 759	39 209	2 577	18 483	26 785	(8 302)	-31%	39 209
Road transport		105 665	67 014	44 321	(6 250)	25 401	40 079	(14 678)	-37%	44 321
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		145 353	123 003	100 701	25 887	80 058	80 984	926	0%	100 701
Energy sources		126 555	102 345	136 049	23 899	76 322	75 571	751	1%	136 049
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		16 798	21 348	21 651	1 968	13 736	14 293	(557)	-4%	21 651
Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>530 511</b>	<b>514 751</b>	<b>564 086</b>	<b>52 338</b>	<b>316 890</b>	<b>353 760</b>	<b>(36 871)</b>	<b>-10%</b>	<b>564 086</b>
<b>Surplus/ (Deficit) for the year</b>		<b>36 195</b>	<b>95 483</b>	<b>142 836</b>	<b>(34 018)</b>	<b>123 229</b>	<b>99 237</b>	<b>23 992</b>	<b>24%</b>	<b>142 836</b>

This table assesses the revenue and expenditure by department, the expenditure for the period ending 29 February 2024 is R 52.3 million and revenue is R 18,3 million.



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

EC441 Matatiele - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 - February

Vote Description		Ref	2023/24				Budget Year 2024/25				
			Approved Budget	Original Budget	Revised Budget	Monthly actual	YearTD actual	YearTD Budget	YTD Variance	YTD %	YearTD Forecast
R thousands											
Revenue by Vote		1									
Vote 1 - Executive Council			-	-	-	-	-	-	-	-	
Vote 2 - Finance and Admin			371 565	402 544	414 207	6 047	305 605	270 696	34 909	12.9%	414 207
Vote 3 - Corporate			454	475	355	-	294	293	1	0.5%	355
Vote 4 - Development and Planning			846	3 504	60 292	676	4 696	31 659	(26 963)	-83.2%	60 292
Vote 5 - Community			24 663	31 479	31 292	3 029	16 496	20 882	(2 386)	-11.4%	31 292
Vote 6 - Infrastructure			169 087	172 232	200 776	8 568	111 029	129 468	(18 440)	-14.2%	200 776
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	566 616	610 234	706 922	18 320	440 140	452 907	(12 870)	-2.8%	706 922
Expenditure by Vote		1									
Vote 1 - Executive Council			30 685	33 967	33 664	2 509	20 392	22 584	(2 192)	-9.7%	33 664
Vote 2 - Finance and Admin			106 403	111 852	120 004	12 293	73 144	76 199	(3 054)	-4.0%	120 004
Vote 3 - Corporate			72 489	82 892	91 315	5 656	48 302	56 946	(8 644)	-15.2%	91 315
Vote 4 - Development and Planning			19 940	38 759	39 209	2 577	18 483	26 785	(8 302)	-31.0%	39 209
Vote 5 - Community			63 335	73 146	91 665	11 339	52 128	52 401	(273)	-0.5%	91 665
Vote 6 - Infrastructure			234 088	169 359	183 370	17 649	101 723	115 649	(13 926)	-12.0%	183 370
Vote 7 - Internal Audit			3 571	4 775	4 839	316	2 748	3 196	(449)	-14.0%	4 839
Vote 8 -			-	-	-	-	-	-	-	-	-
Vote 9 -			-	-	-	-	-	-	-	-	-
Vote 10 -			-	-	-	-	-	-	-	-	-
Vote 11 -			-	-	-	-	-	-	-	-	-
Vote 12 -			-	-	-	-	-	-	-	-	-
Vote 13 -			-	-	-	-	-	-	-	-	-
Vote 14 -			-	-	-	-	-	-	-	-	-
Vote 15 -			-	-	-	-	-	-	-	-	-
Total Expenditure by Vote		2	538 511	514 751	584 095	52 338	316 890	353 780	(36 871)	-10.4%	584 095
Surplus/ (Deficit) for the year		2	38 105	95 483	142 856	(34 019)	123 250	99 237	23 982	24.2%	142 856

the revenue will be reflected under this function.

Expenditure by functional classification presents the expenditures by the departments.



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

EC441 Matatiele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 - February

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		59 146	71 416	71 416	3 041	42 295	47 611	(5 216)	(0)	71 416
Service charges - Water		—	—	—	—	—	—	—	—	—
Service charges - Waste Water Management		—	—	—	—	—	—	—	—	—
Service charges - Waste management	11 713	15 526	15 526	15 526	829	7 596	10 351	(2 765)	(0)	15 526
Sale of Goods and Rendering of Services	870	3 930	3 649	3 649	63	555	3 419	(2 864)	(0)	3 649
Agency services	—	—	—	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—
Interest earned from Receivables	1 313	6 500	6 500	6 500	172	1 077	4 333	(3 256)	(0)	6 500
Interest from Current and Non Current Assets	19 146	17 200	28 813	28 813	2 046	16 306	13 789	2 519	0	28 813
Dividends	—	—	—	—	—	—	—	—	—	—
Rent on Land	—	—	—	—	—	—	—	—	—	—
Rental from Fixed Assets	1 237	2 028	2 028	2 028	564	1 258	1 352	(94)	(0)	2 028
License and permits	3 596	4 094	4 094	4 094	379	2 477	2 729	(252)	(0)	4 094
Operational Revenue	264	965	965	965	—	199	643	(444)	(0)	965
Non-Exchange Revenue	—	—	—	—	—	—	—	—	—	—
Property rates	48 716	54 360	54 360	54 360	1 430	47 811	36 240	11 571	0	54 360
Surcharges and Taxes	—	—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits	2 609	1 769	1 769	1 769	480	1 647	1 179	468	0	1 769
License and permits	64	25	25	25	1	21	17	4	0	25
Transfers and subsidies - Operational	299 795	318 810	318 810	318 810	24 364	259 043	212 131	46 911	0	318 810
Interest	14 956	18 431	18 431	18 431	1 283	10 959	12 367	(1 328)	(0)	18 431
Fuel Levy	—	—	—	—	—	—	—	—	—	—
Operational Revenue	—	—	—	—	—	—	—	—	—	—
Gains on disposal of Assets	104	—	—	—	—	—	—	—	—	—
Other Gains	591	—	—	—	—	123	—	123	#DIV/0!	—
Discontinued Operations	—	—	—	—	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)		458 284	514 733	525 868	34 671	391 458	346 082	45 376	13%	525 868
Expenditure By Type										
Employee related costs	146 940	161 717	166 730	166 730	12 666	100 131	109 058	(8 957)	(0)	166 730
Remuneration of councillors	22 872	25 320	25 320	25 320	1 912	15 292	16 890	(1 598)	(0)	25 320
Bulk purchases - electricity	56 340	71 075	71 075	71 075	—	46 394	47 384	(999)	(0)	71 075
Inventory consumed	6 748	7 629	7 191	7 191	781	3 672	4 999	(1 326)	(0)	7 191
Debt impairment	—	—	—	—	—	—	—	—	—	—
Depreciation and amortisation	64 712	53 300	53 300	53 300	0	18 282	35 533	(17 251)	(0)	53 300
Interest	134	—	—	—	—	—	—	—	—	—
Contracted services	54 142	113 395	159 484	159 484	30 778	80 170	85 665	(495)	(0)	159 484
Transfers and subsidies	—	—	—	—	—	—	—	—	—	—
Irrecoverable debts written off	13 351	6 000	7 000	7 000	—	4 200	4 200	(4 200)	(0)	7 000
Operational costs	59 793	76 325	71 985	71 985	8 204	44 701	50 011	(5 310)	(0)	71 985
Losses on Disposal of Assets	64 549	—	—	—	—	—	—	—	—	—
Other Losses	—	—	—	—	—	256	—	256	#DIV/0!	—
Total Expenditure		530 511	514 751	564 066	52 338	316 800	353 700	(36 871)	-10%	564 066
Surplus/(Deficit)		(72 227)	2	(38 200)	(17 667)	74 500	(7 678)	82 247	(0)	(38 200)
Transfers and subsidies - capital (monetary allocations)	106 353	95 461	181 254	181 254	(16 351)	48 881	106 916	(58 255)	(0)	181 254
Transfers and subsidies - capital (in-kind)	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	36 105	95 463	142 856	142 856	(34 019)	123 229	99 237	—	—	142 856
Income Tax	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after income tax	36 105	95 463	142 856	142 856	(34 019)	123 229	99 237	—	—	142 856
Share of Surplus/Deficit attributable to Joint Venture	—	—	—	—	—	—	—	—	—	—
Share of Surplus/Deficit attributable to Minorities	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to municipality	36 105	95 463	142 856	142 856	(34 019)	123 229	99 237	—	—	142 856
Share of Surplus/Deficit attributable to Associate	—	—	—	—	—	—	—	—	—	—
Intercompany/Parent subsidiary transactions	—	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year		36 105	95 463	142 856	(34 019)	123 229	99 237	—	—	142 856

In terms of February 2024 Monthly Budget & Performance assessment, the actual revenue recognised for the month is **R 34,7** million inclusive of operational transfers and subsidies against adjusted budget of **R 525,7** million, this represents **6%** end of the month under review and it is less than the expected performance for the month slow spending on grants, electricity sales, Interest: Receivables: Property Rates and **5%** revenue on human settlements projects not yet claimed resulting to less recognition of revenue on grants. Revenue recognised to date is **74%**.

The operating expenditure incurred for the month is **R 52,3** million against adjusted budget amount of **R 564,1** million this represents **9%**. This is above the expected performance for the month due to transfers of INEP project to operational budget. The YTD expenditure incurred is **56%**.

### **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 **28%** of the total own revenue budget. The municipality bills both annual rates and monthly rates at the beginning of the financial year i.e. July. The total property rates billed amounted to **R 1,429,599** against approved budget of **R 54 360 276** this represent **3%** which is below the expected performance for the month due to rapidly change in property values after actual valuation. Revenue recognised from property rates for the month of 29 February 2024 amounted to **R 1,328,326** against billed amount of **R 1,429,599** the revenue collection rate recognised is **92%**. The revenue collection stream will be closely monitored to ensure revenue targets are met by year end. The YTD actual revenue billing or recognised is **88%**.

### **Services Charges**

Revenue from service charges includes electricity sales and revenue from waste removal. The total income received from services charges amounted to **R 3,868,369** for the month ended February 2024 against the adjusted budget of **R 86,941,680**. This represents **4%** due less electricity sales and electricity service charge that resulting to less month collection. Year to date electricity sale revenue recognised is **57%**.

### **Rental of Facilities and equipment**

Rental of facilities and equipment approved budget is **R 2,027,544**. Revenue amount of **R 584,234** for February 2024 has been recognised on this category, representing almost **29%** which is more than expected performance for the month due to increase on site rentals and revenue sundry services. Year to date revenue recognised is **62%** of the budget for this revenue source.

### **Interest earned on Investments**

The total Interest on investments approved budget is **R 17,199,996**, was adjusted to **R 22,013,008** and the interest received for the month ended 29 February 2024 is **R 2,046,163** which represents **7%** on this category. This is within the expected performance for the month due to interest investments which have matured for the month under review. Year to date revenue recognised on this revenue source is **57%** of the budget.

### **Interest on Outstanding Debtors**

Interest on non-payment on both rates and electricity has been raised monthly and amounted to **R 1,455,428** interest has been posted on the interest on arrears against the approved budget allocation of **R 24,930,792**. which represents **6%** and this is below expected performance when measured against the monthly projection due to non-receipts on Interest on electricity charged on debtors who do not pay their rates billing, with many debtors taking advantage of the debt relief, the billing of interest on outstanding debts is therefore lower than anticipated. The revenue recognised to date is **48%**.

### **Fines, penalties and Forfeits**

Revenue from fines, penalties and forfeits has an approved budget of **R 1,769,004**. The cash receipts for traffic fines issued is **R 479,662** against approved represents **27%** for the month. This is above expected performance for the month due to an increase in number of offenders identified by traffic department, Municipal Traffic fines raised/issued and year to date revenue recognised is **93%**. It must be stressed that the above exercise represent the book value only and the cash receipts from this service is minimal. Fines are based on cash basis whilst the budget is based on GRAP 1 which require us to recognised the total fines issued and not only base on collection.

### **Licences and permits**

The total approved budget for licences and permits is **R 4,118,844** for budget year. At the end of the February 2024 licence and permits amounted to **R 380,817** and represents **9%** of the total revenue budget and this is more than expected performance due to an increase in Learners licence and motor vehicle registration application for the month and the Year to date revenue recognised is **61%** of the budget.

### **Transfers and Subsidies-Operational**

Total approved budget amount on transfers and subsidies is **R 318,510,300** this was adjusted to an adjustments budget of **R 318,092,652**. Total transfers revenue recognised for the month is **R 24,364,139** which represent **8%** against total budget allocation. This is within the expected performance for the. Equitable share last tranche will be received on march 2024 as scheduled. The Year to date revenue recognised is **81%** of the budget.

### **Transfers and Subsidies- Capital**

Total approved budget on transfers and subsidies is **R 95,480,736** and was adjusted to **R 181,253,912**. Total transfers revenue of **R 4,963,954** was recognised for the month ended 31 February 2024 and it represents **2%** of total budget, this is less than the expected performance for the month due to transfers of INEP project to operational budget and less payments not made on human settlements development grant and Disaster recovery grant. The year to date revenue recognised is **27%** on this category.

### Other Revenue

Total approved budget on other Revenue is **R 4,894,572** and was **R 7,746,252** on the second adjustment budget, and adjusted to **R 4,614,403**. The total revenue of **R 62,713** was recognised for the month this represents almost **1%** on this category which is less than the expected performance for the month. This is due to less revenue collected on merchandising and jobbing, admin handling fees and insurance refund as anticipated. YTD revenue recognised is **16%**.

### Operating Expenditure by type

#### Employee related costs/Remuneration of Councillors

Total approved budget allocation on Employee related costs/Remuneration of Councillors is **R 187,036,730** this was adjusted to an 2<sup>nd</sup> adjusted budget of **R 186,619,080** and adjusted to **R 194,049,894**. Total expenditure of **R 14,577,679** salary costs was recognised for the month this represent **8%** expenditure and this within the expected performance as reflected in the table below due. The year to date expenditure is **61%** on this category. This is inclusive of remuneration of councillors

Row Labels	Sum of TotalBudget	Sum of 202 402	Sum of TotalActual
<b>Employee Related Cost</b>	<b>168 729 702</b>	<b>12 666 041</b>	<b>103 131 261</b>
Municipal Staff	160 446 334	12 280 763	99 613 421
Senior Management	8 283 368	385 279	3 517 840
<b>Remuneration of Councillors</b>	<b>25 320 192</b>	<b>1 911 638</b>	<b>15 291 643</b>
Chief Whip	865 687	61 441	470 949
Executive Committee	5 996 324	344 044	2 768 126
Executive Mayor	1 113 309	283 415	1 842 078
Section 79 committee chairperson	788 886	-	24 542
Speaker	938 664	65 276	497 431
Total for All Other Councillors	15 617 322	1 157 463	9 737 602
<b>Grand Total</b>	<b>194 049 894</b>	<b>14 577 679</b>	<b>118 422 904</b>
		<b>8%</b>	<b>61%</b>

### Debt impairment

Total approved budget on other Revenue is **R 6,000,000** and adjusted to **R 7,000,000** which **R 1,000,000** is Irrecoverable Debts Written Off. Items included in this category are bad debts written off and provisions to debt impairment which at the time of compiling the report; there were no provisions recorded on the financial system resulting in this variance. However, the council to note that the above non-cash provisions are required in terms of GRAP which are normally calculated at year end.

### **Depreciation**

Total approved budget on depreciation is **R 53,300,148** and no expenditure relating to depreciation was processed for the month ending February 2024, the total YTD expenditure recognised is **34%** and normally the depreciation will be accounted at year end after the capitalisation and subsequent depreciation of these assets. The other contributing factor to this variance related assets impairment which is also undertaken towards the end of the financial year.

### **Finance Costs**

No expenditure relating to interest charges has been incurred for the month.

### **Bulk Purchases**

Total approved budget on bulk electricity purchases is **R 71,075,364**, no expenditure incurred for bulk services for the month due to no invoice that was received from Eskom. The year to date expenditure is **65%**.

### **Other material**

Total approved budget on other Revenue is **R 7,629,420** and adjusted to **R 7,191,416**, This expenditure category consists of inventory items such as material for maintenance of road operation and maintenance amounted to **R 781,228** for the month ended 29 February 2024. This represent **11%** on this category and is more the expected performance due to more material and stores items used for the month. The year to date expenditure is **51%** on this category.

### **Contracted Services**

Total approved budget on contracted services of **R 113,384,580** was adjusted to budget of **R 116,236,260** in the 2<sup>nd</sup> adjustment and adjusted to **R 157 483 675**. The expenditure for the month amounted to **R 30,775,839** this represents **19%** of the budgeted amount, is more the expected performance for the month due projects funded by INEP. The year to date expenditure incurred is **53%** on this category.

### **Other Expenditure**

Total approved Budget on Other expenditure is **R 76,324,512** and adjusted to **R 71,965,450**. Other expenditure for the month ended 29 February 2024 amounted to **R 6,203,614** this represents **9%** of the budgeted amount on this category, due to more expenditure on audit fees, hire costs, ICT software licence & indigent fee. The year to date expenditure is **62%** on this category.



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

EC441 Matatiele - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - MOE - February									
Vote Description	Ref	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24
#									
<b>Single Year expenditure appropriation</b>	<b>1</b>								
Vote 1 - Executive 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 -									
<b>Total Capital Single-year expenditure</b>	<b>4,7</b>								
<b>Single Year expenditure appropriation</b>	<b>2</b>								
Vote 1 - Executive Council			70	70		20	47	(27)	-87%
Vote 2 - Finance and Admin		3 867	3 900	3 900	17	2 213	2 686	(389)	-19%
Vote 3 - Corporate		1 704	2 810	2 765		1 439	1 370	(311)	-18%
Vote 4 - Development and Planning			130	87 184	660	4 617	28 663	(23 506)	-84%
Vote 5 - Community		2 417	9 135	9 280	321	1 306	6 117	(4 800)	-81%
Vote 6 - Infrastructure		131 296	164 077	156 306	(14 551)	85 648	116 668	(61 163)	-52%
Vote 7 - Internal Audit			1 865	1 960		46	1 960	(1 134)	-58%
Vote 8 -									
Vote 9 -									
Vote 10 -									
Vote 11 -									
Vote 12 -									
Vote 13 -									
Vote 14 -									
Vote 15 -									
<b>Total Capital Single-year expenditure</b>	<b>4</b>	<b>139 283</b>	<b>181 717</b>	<b>230 090</b>	<b>(13 553)</b>	<b>64 999</b>	<b>186 926</b>	<b>(91 999)</b>	<b>-89%</b>
<b>Total Capital Expenditure</b>		<b>139 283</b>	<b>181 717</b>	<b>230 090</b>	<b>(13 553)</b>	<b>64 999</b>	<b>186 926</b>	<b>(91 999)</b>	<b>-89%</b>
<b>Capital Expenditure - Functional Classification</b>									
Government and administration		5 524	9 440	8 299	17	3 749	5 897	(1 857)	-33%
Executive and council			70	70		20	47	(27)	-87%
Finance and administration		5 571	5 810	5 860	17	3 574	4 270	(696)	-80%
Internal audit			1 865	1 960		46	1 960	(1 134)	-80%
Community and public safety		2 188	4 609	5 050	(88)	717	3 157	(2 439)	-77%
Community and social services		373	910	1 360	(80)	229	697	(367)	-80%
Sport and recreation									
Public safety		1 713	3 690	3 690		285	2 405	(2 122)	-80%
Housing									
Health									
Economic and environmental services		87 929	99 784	189 921	7 864	82 930	111 639	(28 909)	-53%
Planning and development			133	57 144	560	4 617	28 663	(23 506)	-80%
Road transport		87 929	99 661	132 758	7 224	48 112	183 235	(34 923)	-25%
Environmental protection									
Trading services		43 696	68 896	22 899	(21 374)	7 603	36 334	(26 731)	-79%
Energy services		43 347	64 398	22 899	(21 774)	7 134	51 574	(25 385)	-80%
Water management									
Waste water management			4 230	4 230	401	480	2 950	(2 469)	-80%
Waste management		330	4 230	4 230	401	480	2 950	(2 469)	-80%
Other									
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>139 283</b>	<b>181 717</b>	<b>230 090</b>	<b>(13 553)</b>	<b>64 999</b>	<b>186 926</b>	<b>(91 999)</b>	<b>-89%</b>
<b>Funding</b>									
Funding									
National Government		91 149	95 481	85 820	(10 835)	35 194	70 919	(36 724)	-80%
Provincial Government				57 034	660	4 651	26 917	(26 916)	-80%
Local Municipality									
Transfers and subsidies - capital (primary allocations) (Net: Prov Depts/Agencies)									
Transfers - investment - capital		91 149	95 481	143 854	(17 973)	39 436	99 436	(59 748)	-80%
Borrowing									
Internally generated funds		48 134	86 236	96 236	4 422	25 234	57 491	(32 199)	-80%
<b>Total Capital Funding</b>		<b>139 283</b>	<b>181 717</b>	<b>230 090</b>	<b>(13 553)</b>	<b>64 999</b>	<b>186 926</b>	<b>(91 999)</b>	<b>-89%</b>

The approved capital budget was R 181,716,499 this was adjusted to R 183,967,499 during the 1st special adjustments budget; R 267,489,719 during the 2nd adjustments budget, a decrease of R 37,400,000 has been affected on this adjustments budget to a total capital budget of R 230,089,719. Capital Expenditure incurred for the month ended 29 February 2024 amounts to R 8,683,430 million, the reflected adjustment of R -13,553,212 million is due to INEP expenditure transferred to operating expenditure budget.

Capital expenditure for the month is 4% of the total capital expenditure budget and YTD spending is 35%. This is below the expected performance for the month due to expenditure on grant funded projects such as disaster recovery grant which awaiting handover of projects to the contractors, the spending is planned to increase in quarter 4



### 3.1.6 C6 Monthly Budget Statement –Financial Positon

EC441 Matatiele - Table C6 Monthly Budget Statement - Financial Position - M08 - February

Description	Ref	2023/24	Budget Year 2024/25			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
<b>ASSETS</b>						
Current assets						
Cash and cash equivalents		254 787	326 924	285 300	314 077	285 300
Trade and other receivables from exchange transactions		(27 732)	125 378	103 587	(18 061)	103 587
Receivables from non-exchange transactions		143 549	52 209	32 890	158 665	32 890
Current portion of non-current receivables		—	—	—	—	—
Inventory		1 605	2 025	2 580	3 154	2 580
VAT		62 038	17 322	2 200	73 897	2 200
Other current assets		5 319	—	—	4 721	—
<b>Total current assets</b>		<b>459 565</b>	<b>523 858</b>	<b>426 557</b>	<b>536 454</b>	<b>426 557</b>
Non current assets						
Investments		—	—	—	—	—
Investment property		4 960	4 960	6 542	4 960	6 542
Property, plant and equipment		1 116 806	1 297 761	1 245 716	1 163 662	1 245 716
Biological assets		—	—	—	—	—
Living and non-living resources		—	—	—	—	—
Heritage assets		1 543	—	1 543	1 543	1 543
Intangible assets		911	1 975	550	762	550
Trade and other receivables from exchange transactions		—	—	—	—	—
Non-current receivables from non-exchange transactions		—	—	—	—	—
Other non-current assets		—	—	—	—	—
<b>Total non current assets</b>		<b>1 124 220</b>	<b>1 304 697</b>	<b>1 254 350</b>	<b>1 170 927</b>	<b>1 254 350</b>
<b>TOTAL ASSETS</b>		<b>1 583 785</b>	<b>1 828 554</b>	<b>1 680 907</b>	<b>1 707 381</b>	<b>1 680 907</b>
<b>LIABILITIES</b>						
Current liabilities						
Bank overdraft		—	—	—	—	—
Financial liabilities		—	—	—	—	—
Consumer deposits		1 636	413	465	1 740	465
Trade and other payables from exchange transactions		57 837	56 071	61 200	21 230	61 200
Trade and other payables from non-exchange transactions		4 904	—	—	39 897	—
Provision		11 816	90 868	29 893	20 371	29 893
VAT		81 928	13 041	(13 041)	83 853	(13 041)
Other current liabilities		2 961	—	—	2 961	—
<b>Total current liabilities</b>		<b>161 082</b>	<b>160 394</b>	<b>78 617</b>	<b>170 052</b>	<b>78 617</b>
Non current liabilities						
Financial liabilities		—	—	—	—	—
Provision		30 382	38 827	—	21 827	—
Long term portion of trade payables		—	—	—	—	—
Other non-current liabilities		14 497	—	—	14 497	—
<b>Total non current liabilities</b>		<b>44 880</b>	<b>38 827</b>	<b>—</b>	<b>36 325</b>	<b>—</b>
<b>TOTAL LIABILITIES</b>		<b>205 962</b>	<b>199 221</b>	<b>78 617</b>	<b>206 377</b>	<b>78 617</b>
<b>NET ASSETS</b>	2	<b>1 377 823</b>	<b>1 629 334</b>	<b>1 602 291</b>	<b>1 501 004</b>	<b>1 602 291</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		1 025 622	1 543 098	1 525 339	1 148 682	1 525 339
Reserves and funds		352 321	86 236	76 952	352 321	76 952
Other		—	—	—	—	—
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>1 377 943</b>	<b>1 629 334</b>	<b>1 602 291</b>	<b>1 501 004</b>	<b>1 602 291</b>



## 3.1.7 C7 Monthly Budget Statement –Cash Flow

EC441 Matatiele - Table C7 Monthly Budget Statement - Cash Flow - M08 - February

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
Receipts										
Property rates		43 708	43 488	43 488	1 476	40 942	28 992	11 950	41%	43 488
Service charges		70 126	76 730	76 730	6 491	49 114	51 153	(2 040)	-4%	76 730
Other revenue		21 974	51 959	51 679	1 434	16 318	35 439	(19 120)	-54%	51 679
Transfers and Subsidies - Operational		293 564	318 510	318 093	33 712	270 273	212 131	58 142	27%	318 093
Transfers and Subsidies - Capital		119 841	95 481	181 254	680	80 686	106 916	(26 229)	-25%	181 254
Interest		18 991	17 200	28 813	2 046	16 906	13 789	3 117	23%	28 813
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(206 265)	(455 451)	(503 766)	(17 273)	(163 448)	(314 027)	150 579	-46%	(503 766)
Interest		-	-	-	-	-	-	-		-
Transfers and Subsidies		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>361 338</b>	<b>147 918</b>	<b>188 281</b>	<b>28 547</b>	<b>318 782</b>	<b>134 383</b>	<b>(178 390)</b>	<b>-131%</b>	<b>188 281</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		143 199	(181 717)	(230 090)	(9 364)	(96 858)	(156 828)	60 068	-36%	(230 090)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>143 199</b>	<b>(181 717)</b>	<b>(230 090)</b>	<b>(9 364)</b>	<b>(96 858)</b>	<b>(156 828)</b>	<b>(88 688)</b>	<b>38%</b>	<b>(230 090)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>504 537</b>	<b>(33 799)</b>	<b>(33 799)</b>	<b>19 183</b>	<b>213 634</b>	<b>(22 533)</b>			<b>(33 799)</b>
Cash/cash equivalents at beginning:		360 723	360 723	319 099		254 787	319 099			254 787
Cash/cash equivalents at month/year end:		865 260	326 924	285 300		468 421	296 567			220 988

## PART 2 –SUPPORTING DOCUMENTATION SECTION 4

### Debtors Analysis

Table SC3 presented below summarises the Debtors Age Analysis as at 29 February 2024.

EC441 Matatiele - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 - February

Description		NT Code	Budget Year 2024/25								Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts Lte 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
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	6 391	1 361	1 093	749	1 117	1 056	672	5 235	17 734	8 869	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	2 437	594	549	329	520	508	26 929	64 965	97 036	93 451	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	1 462	442	414	434	391	382	384	25 714	30 104	27 786	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	7	7	7	-	-	-
Interest on Amort Debtor Accounts	1810	3 170	1 544	1 525	1 507	1 574	1 307	1 342	52 126	64 095	57 857	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	703	135	379	0	177	22 014	0	9 516	35 520	34 707	(12)	-	-
Total By Income Source	2000	14 660	4 096	3 949	3 228	3 778	28 367	29 328	158 043	244 881	222 676	(12)	-	-
2023/24 - totals only		8 019	7 627	4 596	4 915	5 534	5 713	42 120	135 576	214 370	194 861	-	-	-
Debtors Age Analysis By Customer Group														
Organs of State	2200	5 118	2 424	2 229	1 894	2 305	2 024	28 035	71 144	115 175	105 403	-	-	-
Commercial	2300	6 657	575	630	343	409	25 227	211	14 069	48 096	46 159	(1)	-	-
Households	2400	2 344	1 097	1 092	1 092	1 064	1 056	1 002	72 630	81 638	77 113	(11)	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	14 160	4 096	3 949	3 228	3 778	28 367	29 328	158 043	244 881	222 676	(12)	-	-

The total debt book for February 2024 is amounting **R 244,880,717** inclusive of **R 3,709,165** advance payments.

The total debt book for February 2024 of R 241,171,551.82 (including current of R 8,660,693. which is not yet due) has decreased by R 8 339 400.16 from the previous month closing balance of R 241 438 689.

- **Residential debt:**  
R 92 553 205.42
- **Commercial debt**  
R 35 098 137.90
- **Government debt**  
R 109 498 492.26
- **Other**  
R 4,022,259.05

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 R 68,730,078.

- **Maluti**  
R 63,461,997.84 (including current)
- **Cedarville**  
R 5,268,081.75 (including current)

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

The credit control measures for collection are implemented especially for old debt, the municipality has attorneys to assist with collection of long outstanding debt when all internal processes have been exhausted.

The following has been handed over:

Residential H/O R 81,438,677.83

Business H/O R 29,972,780.46

Churches H/O R 126,135.22

Farms H/O R 3,644,432.21

R 2,066,168.50 was collected for February 2024 for handed over accounts.

## SECTION 5 -CREDITORS' ANALYSIS

### Supporting Table SC4

EC441 Matatiele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 - February

Description	NT Code	Budget Year 2024/25								Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		
<b>R thousands</b>											
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	27	-	3	-	-	-	-	-	30	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>27</b>	<b>-</b>	<b>3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>30</b>	<b>-</b>

The municipality makes an extra effort that creditors are paid within 30 days as per MFMA, therefore municipality paid its creditors within 30 days for the month ended 29 February 2024.

## SECTION 6- INVESTMENT POTFOLIO ANALYSIS

### Conditional and Unconditional investment monitoring Information

Feb-24

#### Investment Management

Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	13 032 595.46	129 930.51	-7 982 261.80	-129 930.51	5 180 264.17
INEP	5 712 601.13	37 601.45	-2 449 202.58	-37 601.45	3 301 000.00
EPWP	-	-	-	-	-
Municipal Electrification Intervention	312 266.12	2 055.30	-	-2 055.30	314 321.42
Library and Archives	-	-	-	-	-
Finance Management Grant	-	977 631.39	-	-4 545.42	977 631.39
Smart Grid	62 546.65	411.68	-	-411.68	62 958.33
Establishment Plan	216 483.98	1 143.81	-	-1 143.81	217 627.79
Housing Development Fund	2 206 683.43	11 659.14	-	-11 659.14	2 218 342.57
Dedea	671 520.28	3 548.02	-	-3 548.02	675 068.30
<b>Total Conditional Investments</b>	<b>22 214 697</b>	<b>1 163 981</b>	<b>- 10 431 464</b>	<b>- 190 895</b>	<b>12 947 214</b>

Feb-24

Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	159 884 582.18	12 000 000.00	-	-937 767.26	171 884 582.18
Call Acc STD CRR	12 604 112.26	69 098.16	-	-	12 673 210.42
Call ACC FNB Surplus Cash	6 805 395.80	-	-	-38 436.51	6 805 395.80
Nedbank 32 Days	7 469 337.75	53 922.33	-	-53 922.33	7 523 260.08
Nedbank	19 491 817.82	32 989 261.68	-19 773 107.86	-241 487.01	32 707 971.64
Nedbank relief fund	882 332.92	5 807.54	-	-5 807.54	888 140.46
Nedbank COV -19 Solidarity	106 937.35	704.01	-	-704.01	107 641.36
Nedbank Retention	14 683 099.37	96 646.84	-11 000 000.00	-96 646.84	3 779 746.21
Termination Guarantee	144 640.82	-	-	-952.01	144 640.82
Account Gaurantee	6 202 000.00	-	-	-40 822.66	6 202 000.00
Nedbank	50 634 356.17	360 712.33	-	-360 712.33	50 995 068.50
<b>Total Unconditional</b>	<b>278 908 612</b>	<b>45 576 153</b>	<b>- 30 773 108</b>	<b>- 1 777 259</b>	<b>293 711 657</b>
<b>Total Investments as at 29 February 2024</b>					<b>306 658 871</b>

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. This indicates that the municipality as at 29 February 2024 had sufficient cash to operate for a period more than 3 months without receiving grants to cover operating costs.

As at 29 February 2024 the conditional investments amounted to R 12,947,214 and unconditional investments amounted to R 293,911,657. Total investments as at 29 February 2024 amounted to R 306,658,871.



The following reflects bank balances at 29 February 2024

Description	29 February 2024
Nedbank Primary Account:	3,118,152.93
Standard bank Account:	4,291,126.38
FNB Money Market Account:	2 994 135.91
<b>Total Cash held as at 31 January 2024</b>	<b>10,403,415.22</b>

The above table reflects the Cashbook balance is **R 10,403,415** and Bank statement balance of **R 301,123,718** and the total cash book balance and investment is **R 311,527,713**

## 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 - M06 - February

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Feb Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
National Government:		345 491	312 569	312 152	971	277 844	206 171	69 673	33.5%	312 152
Expanded Public Works Programme Integrated Grant		4 810	3 974	3 752	971	3 752	2 530	1 214	47.8%	3 752
Local Government Financial Management Grant		1 450	1 700	1 700	—	1 700	1 133	567	50.0%	1 700
Municipal Infrastructure Grant		52 722	2 925	2 730	—	44 415	1 852	42 563	2297.7%	2 730
Equitable Share		286 308	302 970	303 970	—	227 977	202 647	25 330	12.5%	303 970
Provincial Government:		—	5 941	5 941	(650)	—	3 961	(3 961)	-100.0%	5 941
Specify (Add grant description)		—	2 250	2 250	(650)	—	1 500	(1 500)	-100.0%	2 250
Specify (Add grant description)		—	3 691	3 691	—	—	2 461	(2 461)	-100.0%	3 691
District Municipality:		—	—	—	—	—	—	—	—	—
Other grant providers:		—	—	—	—	—	—	—	—	—
<b>Total Operating Transfers and Grants</b>		345 491	318 510	318 093	321	277 844	212 131	65 713	31.0%	318 093
<b>Capital Transfers and Grants</b>										
National Government:		48 539	95 481	134 220	—	27 930	78 399	(50 469)	-54.4%	134 220
Municipal Disaster Relief Grant		2 281	—	34 957	—	—	17 854	(17 854)	-100.0%	34 957
Municipal Infrastructure Grant		—	56 581	51 863	—	—	35 195	(35 195)	-100.0%	51 863
Integrated National Electrification Programme Grant		46 288	39 900	37 400	—	27 930	25 308	2 580	10.2%	37 400
Provincial Government:		—	—	57 634	650	3 981	28 517	(24 536)	-86.0%	57 634
Specify (Add grant description)		—	—	—	—	3 331	—	3 331	400.0%	—
Specify (Add grant description)		—	—	57 634	—	—	28 517	(28 517)	-100.0%	57 634
Specify (Add grant description)		—	—	—	650	650	—	650	400.0%	—
District Municipality:		—	—	—	—	—	—	—	—	—
Other grant providers:		—	—	—	—	—	—	—	—	—
<b>Total Capital Transfers and Grants</b>		46 539	95 481	181 254	650	31 911	106 916	(75 005)	-70.2%	181 254
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		394 030	413 991	499 347	971	309 755	319 047	(9 292)	-2.9%	499 347

Operating grant receipts amounts **R 971,000** and **R 650,000** capital grant recognised in February 2024. Total receipts for both operational and Capital grants for the month amount to **R 1,621,000** which is almost 1% when compared to the total Budget allocation as per the Dora.



## 7.2 Supporting Table SC7

EC441 Matatiele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M08 - February

Description		Ref	2023/24 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:		3	6 496	2 925	2 730	(6 518)	20	1 852	(1 832)	-98.9%	2 736	
Expended Public Works Programme Integrated Grant			4 818	-	-	971	3 752	-	3 752	#DIV/0!	-	
Integrated National Electrification Programme Grant			-	-	-	22 237	22 237	-	22 237	#DIV/0!	-	
Municipal Disaster Relief Grant			-	-	-	(28 440)	(28 440)	-	(28 440)	#DIV/0!	-	
Local Government Financial Management Grant			1 655	-	-	715	1 461	-	1 461	#DIV/0!	-	
Municipal Infrastructure Grant			-	2 925	2 730	-	1 030	1 852	(822)	-44.4%	2 736	
Provincial Government:			345	3 691	3 691	578	2 477	2 461	16	0.7%	3 691	
Specify (Add grant description)			345	-	-	(1 099)	-	-	-	-	-	
Specify (Add grant description)			-	-	-	135	135	-	135	#DIV/0!	-	
Specify (Add grant description)			-	3 691	3 691	2 342	2 342	2 461	(118)	-4.8%	3 691	
District Municipality:		-	-	-	-	-	-	-	-	-		
Other grant providers:		-	-	-	-	-	-	-	-	-		
Total Operating Transfers and Grants			6 845	6 616	6 421	(9 940)	2 497	4 313	(1 816)	-42.1%	6 421	
Capital Transfers and Grants												
National Government:		3	198 353	183 485	131 922	(17 147)	44 288	83 570	(39 282)	-47.0%	131 922	
Municipal Disaster Relief Grant			-	-	34 957	(254)	1 760	17 954	(16 053)	-90.1%	24 957	
Municipal Infrastructure Grant			52 065	53 005	59 565	4 432	39 132	40 367	(1 175)	-2.9%	59 565	
Integrated National Electrification Programme Grant			45 285	39 900	37 400	(21 315)	3 335	25 355	(22 015)	-55.8%	37 400	
Provincial Government:			-	-	57 034	(501)	-	28 517	(28 517)	-100.0%	57 034	
Specify (Add grant description)			-	-	57 034	(501)	-	28 517	(28 517)	-100.0%	57 034	
District Municipality:			-	-	-	-	-	-	-	-	-	
Other grant providers:			-	-	-	-	-	-	-	-	-	
Total Capital Transfers and Grants			198 353	183 485	189 956	(17 648)	44 288	112 887	(67 795)	-59.5%	189 956	
TOTAL EXPENDITURE OF TRANSFERS & GRANTS			115 157	110 021	155 377	(21 588)	46 785	116 496	(69 615)	-59.8%	195 377	

The total operating grant expenditure amounts to **R 24,4 m** and Capital grant expenditure amounts to **R 4,9 million** due to transfers made on INEP projects. Total expenditure for both operational and Capital grants for the month amounts to **R 29,3 million** which is **14%** when compared to the total allocation as per the Dora.

The tables above reflect on the performance of these respective conditional grants which indicates that the municipality is well on track to meet its target of fully spending the 2023/24 allocated funds.

## SECTIONS 8

Table SC8 presents the expenditure of councillor and staff benefits at 29 February 2024

EC441 Matatiele - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M08 - February

Summary of Employee and Councillor remuneration	Ref	Budget Year 2024/25								
		2023/24 Actual Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>	<b>1</b>									
Basic Salaries and Wages		12 696	14 165	12 639	976	8 139	9 136	(999)	-11%	12 639
Pension and UIF Contributions		919	2 975	2 116	64	545	1 811	(1 267)	-70%	2 116
Medical Aid Contributions		528	113	113	54	429	75	354	471%	113
Motor Vehicle Allowance		158	199	2 437	-	(4)	580	(584)	-104%	2 437
Cellphone Allowance		2 552	2 810	2 762	213	1 702	1 771	(69)	-4%	2 762
Housing Allowances		5 019	5 259	5 254	805	4 481	3 505	976	28%	5 254
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors	<b>4</b>	22 872	25 320	25 320	1 812	15 282	18 890	(1 588)	-8%	25 320
% increase			10.7%	10.7%						10.7%
<b>Senior Managers of the Municipality</b>	<b>3</b>									
Basic Salaries and Wages		2 594	3 190	2 943	168	1 546	2 057	(511)	-25%	2 943
Pension and UIF Contributions		90	216	206	0	(18)	163	(181)	-111%	306
Medical Aid Contributions		95	166	266	-	-	132	(132)	-100%	266
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		548	(66)	840	-	-	385	(386)	-100%	840
Motor Vehicle Allowance		1 382	2 119	2 630	89	767	1 515	(748)	-49%	2 630
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		667	872	817	123	1 091	617	474	77%	817
Other benefits and allowances		0	1	1	-	0	1	(9)	-94%	1
Payments in lieu of leave		224	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		350	495	580	10	131	347	(216)	-62%	580
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	<b>4</b>	5 749	7 630	8 283	385	3 518	5 218	(1 706)	-33%	8 283
% increase			32.7%	44.1%						44.1%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		98 798	107 314	112 069	8 388	68 118	72 386	(4 259)	-6%	112 069
Pension and UIF Contributions		14 500	15 824	15 933	1 289	10 266	10 571	(215)	-2%	15 933
Medical Aid Contributions		5 198	5 945	6 082	519	3 830	3 991	(161)	-2%	6 082
Overtime		2 630	(2 726)	2 726	272	2 404	1 818	586	32%	2 726
Performance Bonus		7 743	8 354	8 254	424	4 740	5 549	(809)	-15%	8 254
Motor Vehicle Allowance		5 226	7 037	8 572	635	5 114	4 990	115	2%	8 572
Cellphone Allowance		8	6	6	1	4	4	(5)	-7%	6
Housing Allowances		2 422	4 606	4 944	271	2 076	3 278	(1 203)	-37%	4 944
Other benefits and allowances		3 137	1 973	1 859	285	1 741	1 293	449	35%	1 859
Payments in lieu of leave		3 133	-	-	250	783	-	783	WON/O	-
Long service awards		427	-	-	24	349	-	348	WON/O	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	<b>4</b>	141 090	154 086	160 448	12 281	99 613	103 679	(4 257)	-4%	160 448
% increase			9.2%	13.7%						13.7%
<b>Total Parent Municipality</b>		186 712	187 037	194 058	14 578	118 423	125 988	(7 566)	-6%	194 058

wages and benefits in a manner that discloses expenditure per type such as salaries contributions for pensions etc.

Employee related cost expenditure for the month ended 29 February 2024 amounted R 14,5 million of which the expenditure R 1,9 million relates to Remuneration of Councillors and R 12,6 million, to Managers and staff, that represents 8% of the budgeted amount for this category and this is within the expected performance for the month. The YTD expenditure recognition is 61% on this category.

## 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 **29 February 2024** 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: 08/03/2024