

# 2023/2024 MONTHLY SECTION 71 REPORT

MONTH ENDED  
31 MARCH 2024

## TABLE OF CONTENTS

	PAGE
Glossary	3-4
Legislative Framework	4
<b>PART 1-IN-YEAR REPORT</b>	
Resolutions	5
Executive summary	6-12
In-year budget statement tables	13-24
<b>PART 1-SUPPORTING DOCUMENTATION</b>	
Debtors Analysis	25-26
Creditors Analysis	26
Investment Portfolio	27-28
Grants Management	28-29
Employee Related Costs & Remuneration of Councillors	30
Municipal Manager's quality certificate	31

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

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 706,922,116**. The Municipality has recognised revenue of **R 101,380,795** for the month ended March 2024. This represents **14%** and it is above the expected performance due to revenue recognised on equitable share 3<sup>rd</sup> tranche received this month. Year to date revenue recognised is **77%** of the total revenue budget.

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

The approved operating expenditure budget was **R 514,750,752** this was adjusted to an adjustments budget of **R 564,065,940**. The Municipality incurred expenditure amount to **R 37,342,241** this represents **7%** expenditure for the month which is less than expected performance when measured against the projection for the month due to non-cash items accounted for at the end of the financial year, workmen's Compensation, Eskom connection fees, hire charges and uniform protective clothing. The Year-to-date expenditure is **63%** when measured against total operating budget.

**Capital Expenditure**

The municipality approved capital budget was R 181,716,499 this was adjusted to adjusted capital budget of R 230,089,719. Capital Expenditure incurred for the month ended 31 March 2024 amounts to R 17,369,689 million, the expenditure incurred for the month is 8%. This is within 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 36 % 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	March Actual	Year to Date Actual
Community Halls and Facilities:Public Amenities (3005)	1 359 996	64 000	393 701
CORE FUNCTION: SOLID WASTE REMOVAL	4 230 012	7 800	461 130
Energy Sources: Electricity (4040)	22 598 552	1 551 583	8 685 722
Executive and Council: Municipal Manager (1010)	69 996	-	20 101
Finance and Administration: Information Technology (2540)	1 850 004	-	1 235 479
Finance and Administration: Administrative and Corporate Support(2530)	280 008	-	50 000
Finance and Administration: Asset Mangement and Reporting (2015)	60 000	-	45 539
Finance and Administration: Council Support (2541)	600 000	196 000	349 293
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 Management (2020)	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 Co-ordination:communicati	120 000	6 000	65 001
Planning and Development: LED (3520)	69 996	-	67 744
Planning and Development: Planning (3510)	20 004	-	10 527
Planning and Development: Planning Governance (3540)	39 996	-	38 097
Public Safety: Civil Defence (3074)	3 690 000	-	387 593
ROAD TRANSPORT: INFRASTRUCTURE GOVERNANCE (4050)	39 996	-	25 439
Road Transport: Project Operations & Mainnt(4010)	61 741 988	1 739 797	9 964 442
Roads:Project Management Unit	70 975 646	10 439 549	50 501 820
Town Planning; Building Regulations and Enforcement; and City Engineer:Hum	57 033 576	3 380 560	7 881 370
<b>Grand Total</b>	<b>230 089 770</b>	<b>17 369 689</b>	<b>82 359 371</b>
		8%	36%

### Capital Funded Sources

- Capital Expenditure incurred for the month ended 31 March 2024 amounts to **R 17,4** million, which represents **8%** for the month and YTD Expenditure is **36%** (vat exclusive).
- 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 31 March 2024 is **R 6,908,957** which represents **13%** for the month and YTD Expenditure is **78%** (vat exclusive).
- Disaster Response Grant of **R 2,251,000** million was allocated and the grant funding was adjusted budget allocation of **R 34,957,000**. no spending at the end of 31 March 2024 on this category due to projects await intention to award as all procurement system is completed, the spending is **0%**. YTD expenditure spending 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 3,380,560** which represent **6%**, and YTD expenditure is **14%** 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 7,080,172** which represents **8%**, most of the projects are at planning stage and year to date expenditure is **36%** of the budget on this funding source.
- The municipality anticipates at the end 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>March 2024 status</b>
Lekhalong via Magera-Outspan Access Road	The project is at planning stage.
Mnceba - Matiase Access Road & Bridge	The project is 90% 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 95% completed (Defects Liability Period).
Extension of Matatiele Sports Centre Ph2	The project is 85 % completed.
High Mast Lights	There are 10 Highmast that 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
STREETLIGHTS	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 60 % completed.
Harry Gwala Internal Streets	The project is 57% completed.

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

<b>INEP Capital Project</b>	<b>March 2024 status</b>
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 of meters is Complete. awaiting for an Outage date. The overall progress is at 95%
Jabavu Electrification	Construction is complete and Energised. Overall progress is at 100%
Skiti Electrification	Construction is Complete and awaiting for an Outage date. Overall progress is at 95%.
Tholang Electrification	Construction is complete and Energised. 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 86%.

**Disaster Response Grant**

<b>Disaster Response Grant</b>	<b>March 2024 status</b>
Malubalube Access Road	The project is completed
Mngeni Bridge	The project is undergoing the design stage
Baloon Street Crossing Bridge	The project is at the RFQ stage
Mabheleni-Upper Mvenyane Access Road & Bridge	Task order has been issued and site handover was conducted
Hillside - Ngcwengane Access Road and Bridge	The project is at the RFQ stage
Rockville Protea Bridge	The project is at the RFQ stage
Nyanzela Access Road	The project is at the RFQ stage
khohlong Access Road	The project is completed

**Internal Funded Capital Projects**

<b>INTERNAL PROJECTS</b>	<b>March 2024 Status</b>
Landfill site A/R	The project is practical on completion and is 95% complete.
Cemetery Development WIP	The project is at planning stage
Upgrade of municipal offices WIP	The project is at planning stage
Mavundleni Access Road	The project is partially Completed
Black Diamond Access Road and Bridge	The project is practical on completion and is 95% complete.

Tsepisong Kamorathaba to Kuyasa AR	The project is partially Completed
Council Chambers Water Supply	Project is 95 % completed (Defects Liability Period)
Lakhalong Access Road	The project is 95 % completed (Defects Liability Period)
Moriting Access Road	The project is under construction (Overall progress 88%)
Belford Access Road	The project is under construction (Overall progress 27.5%)
Internal Audit System	The project is at planning stage
FM TOWER LINE WIP	A1 electrical have been appointed, Designs are complete, 70% Material have been delivered to site. Construction progress is at 25%
Pholile Access Road	The project is under construction (Overall progress 49%)
Springana Access Road	The project is under construction (Overall progress 22%)
Mpofini Access Road	The project is 77% completed.
Mkrwabo Access Road	The project is under construction (Overall progress 50%)
Municipal Plant	The project is 52.5 % completed.
Khesa A/R	The project is 45.4 % completed.
Mango A/R	The project is 52.5 % completed.
Sekhutlong Access Road CRR	The project is under construction (Overall progress 37.5%)
Construction of Silo Phase 4	The project is at planning stage
Kinira to Sherpard Hope Access Road	The project is at planning stage.
Transformers Infra	The project is at planning stage.
Substation Switch Gears	The project is at planning stage.
Municipa Fleet	The project is 52.5 % completed.
Fire Engine Truck	The project is at planning stage.
Pamlaville Access Road Ward 7	The project is under construction (Overall progress 60%)
Dlodlweni Phase 2	The project is 67 % completed.
Masopa A/R	The project is 28% completed.
Extension Matatiele Sports Centre	The project is 85 % completed.
Rehabilitation of Matatiele Internal Streets-Cluster 1	The project is 95 % completed (Defects Liability Period)
HIGHMAST LIGHTS WARD 1	The highmast is complete and Energised.
HIGHMAST LIGHTS WARD 26	The highmast is complete and not Energised, awaiting for Eskom to construct the supply point.

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

<b>SUMMARY: QUOTATIONS</b>	<b>31-March -2024</b>	<b>TOTAL</b>
DAY TO DAY QUOTATIONS	190	190
FORMAL QUOTATIONS	2	2
<b>TOTAL QUOTATIONS</b>	<b>192</b>	<b>190</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	257,003,994.03	- N/A	8
Bids in the process	N/A	N/A	N/A
Bids behind schedule	N/A	N/A	N/A
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 - M09 - March

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	1 701	49 512	40 770	8 741	21%	54 360
Service charges	70 828	86 942	86 942	6 322	56 302	65 206	(8 904)	-14%	86 942
Investment revenue	19 146	17 200	28 813	494	16 802	17 545	(743)	-4%	28 813
Transfers and subsidies - Operational	293 763	318 510	318 093	78 724	337 766	238 622	99 144	42%	318 093
Other own revenue	25 812	57 741	37 461	2 282	20 598	28 835	(8 237)	-29%	37 461
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>458 264</b>	<b>514 753</b>	<b>525 066</b>	<b>69 522</b>	<b>480 981</b>	<b>380 978</b>	<b>99 002</b>	<b>23%</b>	<b>525 098</b>
Employee costs	146 840	161 717	168 730	12 658	115 789	123 999	(8 210)		168 730
Remuneration of Councilors	22 872	25 320	25 320	1 975	17 267	18 990	(1 723)		25 320
Depreciation and amortisation	64 712	53 300	53 300	-	18 282	39 975	(21 693)		53 300
Interest	134	-	-	-	-	-	-		-
Inventory consumed and bulk purchases	64 088	78 705	78 267	5 226	55 283	58 853	(3 571)		78 267
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	272 116	195 709	238 449	17 483	147 611	164 519	(16 908)	-10%	238 449
<b>Total Expenditure</b>	<b>570 761</b>	<b>514 751</b>	<b>564 066</b>	<b>37 342</b>	<b>354 232</b>	<b>490 337</b>	<b>(32 105)</b>	<b>-13%</b>	<b>564 086</b>
<b>Surplus/(Deficit)</b>	<b>(112 498)</b>	<b>2</b>	<b>(38 398)</b>	<b>52 180</b>	<b>126 749</b>	<b>(15 358)</b>	<b>142 107</b>	<b>-925%</b>	<b>(38 388)</b>
Transfers and subsidies - capital (monetary allocations)	108 353	95 481	181 254	11 858	60 519	125 580	(64 981)	-52%	181 254
Transfers and subsidies - capital (in-kind) contributions	(4 145)	95 483	142 858	64 038	187 288	110 142	77 126	78%	142 858
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>	<b>(4 145)</b>	<b>95 483</b>	<b>142 858</b>	<b>64 038</b>	<b>187 288</b>	<b>110 142</b>	<b>77 126</b>	<b>78%</b>	<b>142 858</b>
<b>Capital expenditure &amp; funds source</b>									
Capital expenditure	99 033	181 717	239 090	17 370	82 350	175 217	(92 858)	-53%	239 090
Capital transfers recognised	50 899	95 481	143 854	10 290	49 985	110 546	(60 555)	-55%	143 854
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	48 134	86 238	85 236	7 680	32 373	84 677	(32 302)	-50%	85 236
<b>Total sources of capital funds</b>	<b>99 033</b>	<b>181 717</b>	<b>239 090</b>	<b>17 370</b>	<b>82 350</b>	<b>175 217</b>	<b>(92 858)</b>	<b>-53%</b>	<b>239 090</b>
<b>Financial position</b>									
Total current assets	459 565	523 858	426 557	-	601 520	-	-	-	426 557
Total non current assets	1 083 969	1 304 697	1 254 350	-	1 148 046	-	-	-	1 254 350
Total current liabilities	161 082	160 394	78 617	-	188 402	-	-	-	78 617
Total non current liabilities	44 880	38 827	-	-	36 325	-	-	-	-
Community wealth/Equity	1 377 043	1 629 334	1 682 291	-	1 524 840	-	-	-	1 682 291
<b>Cash flows</b>									
Net cash from (used) operating	361 338	147 918	196 291	87 804	396 597	149 868	(248 729)	-166%	196 291
Net cash from (used) investing	143 199	(181 717)	(239 090)	(17 323)	(114 181)	(175 217)	(61 036)	35%	(239 090)
Net cash from (used) financing	-	-	-	-	-	-	-		-
<b>Cash/cash equivalents at the month/year end</b>	<b>885 260</b>	<b>326 924</b>	<b>285 390</b>	<b>-</b>	<b>539 283</b>	<b>293 758</b>	<b>(245 453)</b>	<b>-84%</b>	<b>228 988</b>
<b>Debtors &amp; creditors analysis</b>									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dya	151-180 Dya	181 Dya-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By Income Source	15 165	3 989	3 998	3 895	3 179	3 712	28 242	186 867	249 066
<b>Creditors Age Analysis</b>									
Total Creditors	8	-	-	-	-	-	-	-	8

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

EC441 Matatiele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 - March

Description	Ref	2023/24		Budget Year 2024/25						
		Approved Budget	Original Budget	Approved Budget	Monthly actual	YearTD actual	YearTD Budget	YTD Variance	YTD Variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue - Functional</b>										
Governance and administration		372 020	403 019	414 562	79 595	385 493	306 882	78 612	26%	414 562
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		372 020	403 019	414 562	79 595	385 493	306 882	78 612	26%	414 562
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		12 853	12 190	11 900	807	9 152	8 880	172	2%	11 900
Community and social services		6 664	6 989	6 708	36	4 394	5 079	(686)	-14%	6 708
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		6 189	5 201	5 201	661	4 758	3 901	858	22%	5 201
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		63 015	62 020	140 852	11 685	53 880	182 388	(48 508)	-47%	140 852
Planning and development		860	3 504	60 292	3 407	7 998	38 817	(30 819)	-79%	60 292
Road transport		62 147	58 516	89 560	6 478	45 882	63 571	(17 689)	-28%	89 560
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		118 720	133 005	130 500	9 204	92 974	98 220	(5 254)	-5%	130 500
Energy sources		106 919	113 716	111 216	7 910	81 639	83 724	(2 085)	-2%	111 216
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		11 810	19 289	19 383	1 294	11 335	14 504	(3 169)	-22%	19 383
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>566 616</b>	<b>610 234</b>	<b>706 922</b>	<b>101 381</b>	<b>541 500</b>	<b>516 479</b>	<b>25 021</b>	<b>5%</b>	<b>706 922</b>
<b>Expenditure - Functional</b>										
Governance and administration		213 148	233 487	248 822	19 672	184 228	181 648	(17 421)	-10%	248 822
Executive and council		30 665	33 967	33 664	2 654	23 046	25 254	(2 308)	-9%	33 664
Finance and administration		178 892	194 744	211 319	16 612	138 029	152 688	(14 660)	-10%	211 319
Internal audit		3 571	4 775	4 839	406	3 153	3 607	(454)	-13%	4 839
Community and public safety		46 537	51 797	70 013	3 879	42 271	48 084	(3 814)	-9%	70 013
Community and social services		24 553	27 466	46 638	2 215	25 946	28 219	(2 273)	-8%	46 638
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		21 984	24 331	23 375	1 665	16 325	17 866	(1 541)	-9%	23 375
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		125 473	105 773	83 530	4 210	48 004	71 830	(22 936)	-32%	83 530
Planning and development		19 784	38 759	36 209	1 814	20 297	29 691	(9 594)	-32%	36 209
Road transport		105 689	67 014	44 321	2 396	27 796	41 139	(13 343)	-32%	44 321
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		185 804	123 803	100 701	8 581	90 830	167 573	(7 634)	-7%	100 701
Energy sources		168 806	102 345	139 049	7 818	84 140	91 441	(7 301)	-8%	139 049
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		16 798	21 348	21 651	1 763	15 500	16 132	(633)	-4%	21 651
Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>570 761</b>	<b>514 751</b>	<b>584 988</b>	<b>37 342</b>	<b>354 232</b>	<b>408 337</b>	<b>(52 105)</b>	<b>-13%</b>	<b>584 988</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(4 145)</b>	<b>95 483</b>	<b>142 858</b>	<b>64 039</b>	<b>187 268</b>	<b>110 142</b>	<b>77 126</b>	<b>70%</b>	<b>142 858</b>

This table assesses the revenue and expenditure by department, the expenditure for the period ending 31 March 2024 is R 64 million and revenue is R 101,4 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) - M09 - March

Vote Description	Ref	Budget Year 2024/25								
		2023/24 Approved Budget	Original Budget	Approved Budget	Monthly Actual	YearTD actual	YearTD Budget	YTD Variance	YTD Variance %	Year Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	<b>1</b>									
Vote 1 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		371 565	402 544	414 207	79 566	385 173	306 573	78 600	25.6%	414 207
Vote 3 - Corporate		454	475	355	26	320	308	12	3.9%	355
Vote 4 - Development and Planning		846	9 504	60 292	3 407	6 103	38 817	(30 715)	-79.1%	60 292
Vote 5 - Community		24 663	31 479	31 292	1 991	20 487	23 484	(2 997)	-12.8%	31 292
Vote 6 - Infrastructure		169 087	172 232	200 776	16 386	127 417	147 295	(19 879)	-13.5%	200 776
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>566 616</b>	<b>610 234</b>	<b>706 922</b>	<b>101 381</b>	<b>541 500</b>	<b>516 479</b>	<b>25 021</b>	<b>4.8%</b>	<b>706 922</b>
<b>Expenditure by Vote</b>	<b>1</b>									
Vote 1 - Executive Council		30 685	33 967	33 664	2 654	23 046	25 354	(2 306)	-9.1%	33 664
Vote 2 - Finance and Admin		106 403	111 852	120 004	10 640	83 754	87 150	(3 396)	-3.9%	120 004
Vote 3 - Corporate		72 489	82 092	91 315	5 972	54 274	65 538	(11 264)	-17.2%	91 315
Vote 4 - Development and Planning		19 940	36 758	39 209	1 814	20 297	29 891	(9 594)	-32.1%	39 209
Vote 5 - Community		63 335	73 146	91 665	5 642	57 770	62 217	(4 447)	-7.1%	91 665
Vote 6 - Infrastructure		274 339	169 359	183 370	10 213	111 936	132 580	(20 643)	-15.6%	183 370
Vote 7 - Internal Audit		3 571	4 775	4 839	406	3 153	3 607	(454)	-12.6%	4 839
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>570 701</b>	<b>514 751</b>	<b>564 066</b>	<b>37 342</b>	<b>354 232</b>	<b>496 337</b>	<b>(52 105)</b>	<b>-12.8%</b>	<b>564 066</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>(4 145)</b>	<b>95 483</b>	<b>142 856</b>	<b>64 039</b>	<b>187 268</b>	<b>110 142</b>	<b>77 126</b>	<b>70.0%</b>	<b>142 856</b>

Reporting per municipal Vote provides details on the spending over the various functions. Revenue is mainly budgeted under the Finance & Admin Function and therefore the majority of 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) - M09 - March

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue</b>										
Exchange Revenue										
Service charges - Electricity		59 114	71 416	71 416	5 345	47 740	53 562	(5 822)	(8)	71 416
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		11 713	15 526	15 526	977	6 563	11 644	(3 082)	(20)	15 526
Sale of Goods and Rendering of Services		870	3 930	3 649	42	597	3 477	(2 879)	(73)	3 649
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		1 313	6 500	6 500	185	1 282	4 875	(3 613)	(56)	6 500
Interest from Current and Non Current Assets		19 146	17 200	26 813	494	16 802	17 545	(743)	(4)	26 813
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		206	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1 237	2 028	2 028	(58)	1 200	1 521	(321)	(26)	2 028
License and permits		3 596	4 094	4 094	396	2 872	3 070	(198)	(5)	4 094
Operational Revenue		284	965	965	27	226	724	(498)	(51)	965
Non-Exchange Revenue										
Property rates		48 716	54 360	54 360	1 701	49 512	40 770	8 741	16	54 360
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2 609	1 769	1 769	266	1 913	1 327	587	33	1 769
License and permits		64	25	25	2	23	19	5	0	25
Transfers and subsidies - Operational		293 763	318 510	318 093	78 724	337 766	238 622	99 144	31	318 093
Interest		14 956	18 431	18 431	1 422	12 381	13 623	(1 442)	(8)	18 431
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		104	-	-	-	-	-	-	-	-
Other Gains		591	-	-	-	123	-	123	#DIV/0!	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>458 284</b>	<b>514 753</b>	<b>525 068</b>	<b>89 522</b>	<b>490 981</b>	<b>390 878</b>	<b>90 002</b>	<b>23%</b>	<b>525 068</b>
<b>Expenditure By Type</b>										
Employee related costs		146 840	161 717	168 730	12 858	115 789	123 999	(8 210)	(5)	168 730
Remuneration of councillors		22 872	25 320	25 320	1 875	17 267	18 960	(1 723)	(7)	25 320
Bulk purchases - electricity		58 340	71 075	71 075	4 763	51 067	53 307	(2 220)	(3)	71 075
Inventory consumed		5 748	7 829	7 191	523	4 186	5 547	(1 351)	(17)	7 191
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		64 712	53 300	53 300	-	18 282	39 975	(21 693)	(41)	53 300
Interest		134	-	-	-	-	-	-	-	-
Contracted services		134 393	113 363	159 484	15 030	100 200	104 120	(3 920)	(3)	159 484
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		13 361	6 800	7 000	-	-	4 900	(4 900)	(72)	7 000
Operational costs		58 793	76 325	71 965	2 453	47 154	55 800	(8 346)	(11)	71 965
Losses on Disposal of Assets		64 569	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	258	-	258	#DIV/0!	-
<b>Total Expenditure</b>		<b>570 781</b>	<b>514 751</b>	<b>564 068</b>	<b>37 342</b>	<b>354 232</b>	<b>408 337</b>	<b>(52 105)</b>	<b>-13%</b>	<b>564 068</b>
Surplus/(Deficit)		(112 496)	2	(38 998)	52 180	128 749	(15 358)	142 167	(8)	(38 998)
Transfers and subsidies - capital (monetary allocations)		106 333	95 461	181 254	11 858	80 519	125 300	(64 961)	(34)	181 254
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(4 163)	95 463	142 856	64 039	187 268	110 142	-	-	142 856
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(4 163)	95 463	142 856	64 039	187 268	110 142	-	-	142 856
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(4 163)	95 463	142 856	64 039	187 268	110 142	-	-	142 856
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>		<b>(4 163)</b>	<b>95 463</b>	<b>142 856</b>	<b>64 039</b>	<b>187 268</b>	<b>110 142</b>	<b>-</b>	<b>-</b>	<b>142 856</b>

In terms of March 2024 Monthly Budget & Performance assessment, the actual revenue recognised for the month is R 101 million inclusive of Capital transfers and subsidies against adjusted budget of R 706,9 million, this represents 14% at the end of the month under review, and it is above the expected performance for the month due to equitable share grant received in this month. Revenue recognised to date is 77%.

The operating expenditure incurred for the month is R 37,3 million against adjusted budget amount of R 564,1 million this represents 7%. This is within the expected performance for the month due to transfers of INEP incurred. The YTD expenditure incurred is 63%.



### 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 1,700,628** 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 31 March 2024 amounted to **R 1,196,316** against billed amount of **R 1,700,628** the revenue collection rate recognised is **70%**. 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 **91%**.

### Services Charges

Revenue from service charges includes electricity sales and revenue from waste removal. The total income received from services charges amounted to **R 6,322,060** for the month ended March 2024 against the adjusted budget of **R 86,941,680**. This represents **7%** which is within the expected performance due electricity sales and electricity service charge, Year to date electricity sale revenue recognised is **65%**.

### Rental of Facilities and equipment

Rental of facilities and equipment approved budget is **R 2,027,544**. Revenue amount of **R 47,362** for March 2024 has been recognised on this category, representing **2%** which is less than expected performance for the month due to decrease on site rentals and revenue sundry services. Year to date revenue recognised is **59%** 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 28,813,002** and the interest received for the month ended 31 March 2024 is **R 493,981 2,046,163** which represents **2%** on this category. This is less than the expected performance for the month due to interest investments which have not yet matured for the month under review. Year to date revenue recognised on this revenue source is **58%** of the budget.

### **Interest on Outstanding Debtors**

Interest on non-payment on both rates and electricity has been raised monthly and amounted to **R 1,607,209** 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 due to non-receipts on Interest on electricity charged on debtors who do not pay their rates billed 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 **55%**.

### **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 266,454** against approved represents **15%** for the month. This is above expected performance for the month due to an increase in number of offenders identified by traffic department during Easter weekend, Municipal Traffic fines raised/issued and year to date revenue recognised is **108%**. 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 recognise 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 March 2024 licence and permits amounted to **R 397,788** and represents **10%** of the total revenue budget and this is more than expected performance due to an increase in Learner's licence and motor vehicle registration application for the month and the Year-to-date revenue recognised is **70%** of the budget.

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

Total approved budget 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 78,723,626** which represent **25%** against total budget allocation. This is above the expected performance for the due to equitable share received on March 2024 as scheduled. The Year-to-date revenue recognised is **106%** 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 11,858,323** was recognised for the month ended 31 March 2024 and it represents **7%** of total budget, this is less than the expected performance for the month due to t less payments not made on human settlements development grant and Disaster recovery grant. The year-to-date revenue recognised is **33%** 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 68,453 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 18%.

**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 R 194,049,894. Total expenditure of R 14,632,907 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 69% on this category. This is inclusive of remuneration of councillors.

Row Labels	Sum of TotalBudget	March Actuals	YTD Actuals
<b>Employee Related Cost</b>	<b>168 729 702</b>	<b>12 657 521</b>	<b>115 788 782</b>
Municipal Staff	160 446 334	12 260 020	111 873 441
Senior Management	8 283 368	397 500	3 915 341
<b>Remuneration of Councillors</b>	<b>25 320 192</b>	<b>1 975 387</b>	<b>17 267 030</b>
Chief Whip	865 687	61 441	532 390
Executive Committee	5 996 324	344 044	3 112 169
Executive Mayor	1 113 309	334 387	2 176 464
Section 79 committee chairperson	788 886	-	24 542
Speaker	938 664	65 276	562 707
Total for All Other Councillors	15 617 322	1 170 240	10 907 842
<b>Grand Total</b>	<b>194 049 894</b>	<b>14 632 907</b>	<b>133 055 811</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 March 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**, expenditure incurred for bulk services amounted to **R 4,702,717** this represents **7%** of the budget amount. This is less than expected performance for the month due to less demand for electricity. The year-to-date expenditure is **72%**.

### **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 523,117** for the month ended March 2024. This represent **7%**, ~~this is less than the expected performance for the month due to material and stores items used for the month.~~ The year-to-date expenditure is **58%** on this category.

### **Contracted Services**

Total approved budget on contracted services of **R 113,384,580** was adjusted to an adjustment amount of **R 159,483,676**. The expenditure for the month amounted to **R 15,030,395** this represents **9%** of the budgeted amount, this is above the expected performance for the month due to an increase in contracted services. The year-to-date expenditure incurred is **63%** 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 31 March 2024 amounted to **R 2,453,104** this represents **3%**, due to less expenditure on protective uniform, hire costs, ICT software licence & indigent fee. The year-to-date expenditure is **66%**.

### 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) - M00 - March									
Vote Description	Ref	2023/24	Approved	Approved	Approved	Year to Date	YTD variance	%	%
<b>R thousands</b>	1								
<b>Multi-Year expenditure appropriation</b>	2								
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 Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2								
Vote 1 - Executive Council		-	70	70	-	20	82	(32)	-82%
Vote 2 - Finance and Admin		3 867	3 900	3 900	6	2 221	2 825	(704)	-34%
Vote 3 - Corporate		1 704	2 610	2 760	196	1 695	2 018	(323)	-18%
Vote 4 - Development and Planning		-	130	57 964	3 301	7 996	35 743	(27 746)	-78%
Vote 5 - Community		2 417	9 130	9 200	56	1 242	6 906	(5 665)	-82%
Vote 6 - Infrastructure		91 046	164 917	155 356	13 731	89 177	126 296	(57 119)	-45%
Vote 7 - Internal Audit		-	1 800	1 900	-	46	1 275	(7 229)	-96%
Vote 8 -		-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	99 033	161 717	230 090	17 370	82 359	175 217	(82 880)	-53%
<b>Total Capital Expenditure</b>		99 033	161 717	230 090	17 370	82 359	175 217	(82 880)	-53%
<b>Capital Expenditure - Functional Classification</b>									
Government and administration		5 571	6 440	6 290	202	3 942	6 270	(2 328)	-37%
Executive and council		-	70	70	-	20	82	(32)	(0)
Finance and administration		5 571	6 510	6 660	202	3 876	4 943	(1 066)	(0)
Internal audit		-	1 800	1 900	-	46	1 275	(7 229)	(0)
Community and public safety		2 085	4 406	5 055	64	781	3 430	(2 549)	-78%
Community and social services		273	910	1 200	64	394	862	(469)	(0)
Sport and recreation		-	-	-	-	-	-	-	-
Public safety		1 713	3 690	3 690	-	306	2 705	(2 395)	(0)
Housing		-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-
Economic and environmental services		37 329	99 791	149 921	15 360	66 485	131 359	(82 873)	-48%
Planning and development		-	130	57 964	3 301	7 996	35 743	(27 746)	(0)
Road transport		87 829	99 861	132 758	12 179	60 292	98 618	(38 134)	(0)
Environmental protection		-	-	-	-	-	-	-	-
Trafic services		3 447	40 395	36 025	1 544	9 147	33 958	(24 811)	-73%
Energy services		2 117	94 796	22 200	1 882	8 686	30 680	(21 995)	(0)
Water management		-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-
Waste management		500	4 430	4 220	(8)	401	3 270	(2 869)	(0)
Other		-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	99 033	161 717	230 090	17 370	82 359	175 217	(82 880)	-53%
<b>Funded by:</b>									
National Government		30 099	40 481	66 820	6 909	42 103	74 894	(32 791)	(0)
Provincial Government		-	-	57 034	3 381	7 081	35 446	(27 765)	(0)
District Municipality		-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Not Prov Deperform Agencies)		-	-	-	-	-	-	-	-
Transfers recognised - capital		50 899	95 481	143 854	10 296	89 985	110 549	(88 555)	-69%
Borrowing	6	-	-	-	-	-	-	-	-
Internally generated funds		48 134	158 235	86 236	7 060	32 275	64 677	(32 302)	(0)
<b>Total Capital Funding</b>		99 033	161 717	230 090	17 370	82 359	175 217	(82 880)	-53%

The approved capital budget was R 181,716,499 this was adjusted to an adjusted Capital budget of R 230,089,719. Capital Expenditure incurred for the month ended 31 March 2024 amounts to R 17,369,689 million.

Capital expenditure for the month is 8% of the total capital expenditure budget and YTD spending is 36%. This is within the expected performance for the month

### 3.1.6 C6 Monthly Budget Statement –Financial Positon

EC441 Matatiele - Table C6 Monthly Budget Statement - Financial Position - M09 - March

Description	Ref	Budget Year 2024/25				Full Year Forecast
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		254 787	326 924	285 300	369 995	285 300
Trade and other receivables from exchange transactions		(27 732)	125 378	103 587	(15 527)	103 587
Receivables from non-exchange transactions		143 549	52 209	32 890	180 316	32 890
Current portion of non-current receivables		-	-	-	-	-
Inventory		1 605	2 025	2 580	3 100	2 580
VAT		82 038	17 322	2 200	78 915	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>601 520</b>	<b>426 557</b>
<b>Non current assets</b>						
Investments		-	-	-	-	-
Investment property		4 960	4 960	6 542	4 960	6 542
Property, plant and equipment		1 076 555	1 297 781	1 245 716	1 140 782	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	782	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>1 083 969</b>	<b>1 304 697</b>	<b>1 254 350</b>	<b>1 148 046</b>	<b>1 254 350</b>
<b>TOTAL ASSETS</b>		<b>1 543 534</b>	<b>1 828 554</b>	<b>1 680 907</b>	<b>1 749 567</b>	<b>1 680 907</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	-	-	-	-
Consumer deposits		1 636	413	485	1 755	465
Trade and other payables from exchange transactions		57 837	56 071	61 200	22 745	61 200
Trade and other payables from non-exchange transactions		4 904	-	-	56 425	-
Provision		11 816	90 868	29 993	20 371	29 993
VAT		81 928	13 041	(13 041)	84 145	(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>188 402</b>	<b>78 617</b>
<b>Non current liabilities</b>						
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>224 727</b>	<b>78 617</b>
<b>NET ASSETS</b>	<b>2</b>	<b>1 337 572</b>	<b>1 629 334</b>	<b>1 602 291</b>	<b>1 524 840</b>	<b>1 602 291</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		1 025 622	1 543 096	1 525 339	1 172 519	1 525 339
Reserves and funds		352 321	86 236	76 952	352 321	76 952
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>1 377 943</b>	<b>1 629 334</b>	<b>1 602 291</b>	<b>1 524 840</b>	<b>1 602 291</b>

### 3.1.7 C7 Monthly Budget Statement –Cash Flow

EC441 Matatiele - Table C7 Monthly Budget Statement - Cash Flow - M09 - March

Description	Ref	Budget Year 2024/25								
		2023/24 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>										
<b>Receipts</b>										
Property rates		43 708	43 488	43 488	1 395	42 337	32 616	9 720	30%	43 488
Service charges		70 126	76 730	76 730	4 975	54 089	57 547	(3 459)	-6%	76 730
Other revenue		21 974	51 959	51 679	1 499	17 817	39 499	(21 681)	-53%	51 679
Transfers and Subsidies - Operational		293 564	318 510	318 093	76 228	346 502	238 622	107 880	45%	318 093
Transfers and Subsidies - Capital		119 841	95 481	181 254	26 629	107 315	125 500	(18 185)	-14%	181 254
Interest		18 991	17 200	28 813	543	17 449	17 545	(96)	-1%	28 813
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(206 865)	(455 451)	(503 766)	(23 464)	(186 912)	(381 562)	174 550	-48%	(503 766)
Interest		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>361 338</b>	<b>147 818</b>	<b>188 281</b>	<b>87 804</b>	<b>388 587</b>	<b>169 886</b>	<b>(248 728)</b>	<b>-100%</b>	<b>198 291</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		143 199	(181 717)	(230 090)	(17 323)	(114 181)	(175 217)	61 036	-35%	(230 090)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>143 199</b>	<b>(181 717)</b>	<b>(230 090)</b>	<b>(17 323)</b>	<b>(114 181)</b>	<b>(175 217)</b>	<b>(61 036)</b>	<b>35%</b>	<b>(230 090)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
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>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>504 537</b>	<b>(33 798)</b>	<b>(33 799)</b>	<b>70 481</b>	<b>284 416</b>	<b>(25 340)</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		539 203	293 750			220 988



**PART 2 –SUPPORTING DOCUMENTATION  
SECTION 4**

**Debtors Analysis**

Table SC3 presented below summarises the Debtors Age Analysis as at 31 March 2024.

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

Description	NT Code	Budget Year 2024/25									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts L.o 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				
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7 318	1 137	1 251	1 076	738	1 075	1 057	5 777	19 512	9 707	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	2 420	615	550	534	515	509	496	91 628	97 308	93 722	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	1 513	462	424	403	424	383	374	26 526	30 510	28 111	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	7	7	7	-	-	
Interest on Arrear Debtor Accounts	1810	3 196	1 564	1 538	1 520	1 501	1 568	1 300	33 383	65 580	58 281	-	-	
Recoverable unauthorised, irregular, business and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	737	211	135	379	0	177	25 014	9 496	36 148	35 066	(5)	-	
<b>Total By Income Source</b>	<b>2600</b>	<b>15 185</b>	<b>3 908</b>	<b>3 998</b>	<b>3 895</b>	<b>3 179</b>	<b>3 712</b>	<b>28 242</b>	<b>186 867</b>	<b>249 866</b>	<b>225 894</b>	<b>(5)</b>	<b>-</b>	
<b>282324 - totals only</b>		<b>7 346</b>	<b>5 152</b>	<b>7 033</b>	<b>4 266</b>	<b>4 701</b>	<b>5 674</b>	<b>45 551</b>	<b>137 287</b>	<b>217 020</b>	<b>187 488</b>	<b>-</b>	<b>-</b>	
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	5 608	2 034	2 406	2 230	1 895	2 306	2 024	98 160	117 743	107 615	-	-	
Commercial	2300	7 196	703	500	587	206	346	25 167	12 664	48 730	40 251	(5)	-	
Households	2400	2 301	1 173	1 082	1 078	1 078	1 000	1 050	73 762	82 553	78 028	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>15 185</b>	<b>3 909</b>	<b>3 998</b>	<b>3 895</b>	<b>3 179</b>	<b>3 712</b>	<b>28 242</b>	<b>186 867</b>	<b>249 866</b>	<b>225 894</b>	<b>(5)</b>	<b>-</b>	

The total debt book for March 2024 is amounting **R 249,065,955** inclusive of **R 3,636,112** advance payments.

The total debt book for March 2024 of **R 245,429,843.58** (including current of **R 9,446,522.68** which is not yet due) has decreased by **R 5,188,230.92** from the previous month closing balance of **R 241,171,551.82**.

- **Residential debt:**
- R 93 895 895.43
- **Commercial debt**
- R 35 453 125.42
- **Government debt**
- R 112 023 222.04
- **Other**
- R 4,057,600.69

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 70,084,587.

- **Maluti**
- R 64,532,964.65 (including current)
- **Cedarville**
- R 5,551,622.63 (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 82,389,224.5

Business H/O R 29 985 394.73

Churches H/O R 128 593.59

Farms H/O R 3 676 449.54

R 1,370,503.22 was collected for March 2024 for handed over accounts.

**SECTION 5 -CREDITORS' ANALYSIS**

**Supporting Table SC4**

EC441 Matatiele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 - March

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	8	-	-	-	-	-	-	-	-	8	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1380</b>	<b>8</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8</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 31 March 2024.

## SECTION 6- INVESTMENT POTFOLIO ANALYSIS

### Conditional and Unconditional investment monitoring Information

Mar-24					
Investment Management					
Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	5 180 264.17	10 227 307.44	-9 042 663.16	-49 307.44	6 364 908.45
INEP	3 301 000.00	19 031 246.73	-12 663 386.40	-31 246.73	9 668 860.33
EPWP	-				
Municipal Electrification Intervention	314 321.42	1 935.46		-1 935.46	316 256.88
Disaster Management		32 706 000.00			32 706 000.00
Library and Archives	-				
Finance Management Grant	977 631.39		-718 123.75		259 507.64
Smart Grid	62 958.33	387.73		-387.73	63 346.06
Establishment Plan	217 627.79	1 229.15		-1 229.15	218 856.94
Housing Development Fund	2 218 342.57	12 529.08		-12 529.08	2 230 871.65
Dedea	675 068.30	3 689.75		-3 689.75	678 758.05
<b>Total Conditional Investments</b>	<b>12 947 214</b>	<b>29 278 325</b>	<b>- 22 424 173</b>	<b>- 100 325</b>	<b>19 801 366</b>
Mar-24					
Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	171 884 582.18	4 200 000.00			176 084 582.18
Call Acc STD CRR	12 673 210.42				12 673 210.42
Call ACC FNB Surplus Cash	6 805 395.80			-35 956.72	6 805 395.80
Nedbank 32 Days	7 523 260.08	50 807.71		-50 807.71	7 574 067.79
Nedbank	32 707 971.34	133 342 512.90	-120 706 000.00	-109 184.57	45 344 484.24
Nedbank relief fund	888 140.46	5 468.82		-5 468.82	893 609.28
Nedbank COV -19 Solidaltriy	107 641.36	662.94		-662.94	108 304.30
Nedbank Retention	3 779 746.21	88 671.31		-88 671.31	3 868 417.52
Termination Guarantee	144 640.82			-952.01	144 640.82
Standard Bank		50 000 000.00			50 000 000.00
Account Gaurantee	6 202 000.00			-40 822.66	6 202 000.00
Nedbank	50 995 068.50	136 821.91	-51 131 890.41	-136 821.91	-
<b>Total Unconditional</b>	<b>293 711 657</b>	<b>187 824 946</b>	<b>- 120 706 000</b>	<b>- 469 349</b>	<b>309 698 712</b>
<b>Total investments as at 31 March 2024</b>					<b>329 500 078</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 31 March 2024 had sufficient cash to operate for a period more than 3 months without receiving grants to cover operating costs.

As at 31 March 2024 the conditional investments amounted to **R 19,801,366** and unconditional investments amounted to **R 309,698,712**. Total investments as at 31 March 2024 amounted to **R 329,500,078**.

The following reflects bank balances at 31 March 2024

Description	31 March 2024
Nedbank Primary Account:	2,329,328.89
Standard bank Account:	3,101,152.47
FNB Money Market Account:	3,058,772.59
<b>Total Cash held as at 31<sup>st</sup> March 2024</b>	<b>8,489,253.95</b>

The above table reflects the Cashbook balance is **R 8,489,253.95** and Bank statement balance of **R 329,500,078** and the total cash book balance and investment is **R 377,989,933**.

**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 - M09 - March

Description	Ref	Budget Year 2024/25								
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
National Government:		345 491	312 569	312 182	114 323	392 167	234 166	158 001	67.9%	312 152
Expanded Public Works Programme Integrated Grant		4 900	3 974	3 752	222	3 974	2 342	1 132	39.8%	3 752
Integrated National Electrification Programme Grant		-	-	-	27 930	27 930	-	27 930	#N/A!	-
Local Government Financial Management Grant	3	1 650	1 700	1 700	-	1 700	1 275	425	33.3%	1 700
Municipal Infrastructure Grant		52 723	2 925	2 730	10 179	54 595	2 072	52 521	2036.2%	2 730
Equitable Share		285 318	303 970	303 970	75 993	303 970	217 377	75 993	33.3%	303 970
Provincial Government:		-	5 943	5 941	-	-	4 456	(4 456)	-100.0%	5 941
Specify (Add grant description)		-	2 250	2 250	-	-	1 688	(1 688)	-100.0%	2 250
Specify (Add grant description)		-	3 693	3 691	-	-	2 768	(2 768)	-100.0%	3 691
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>		345 491	318 518	318 093	114 323	392 167	238 632	153 545	64.3%	318 093
<b>Capital Transfers and Grants</b>										
National Government:		48 539	95 481	124 220	17 846	45 776	89 854	(44 078)	-49.1%	124 220
Municipal Disaster Relief Grant		2 251	-	34 957	32 704	32 705	22 129	10 577	47.8%	34 957
Municipal Infrastructure Grant		-	55 581	51 563	-	-	39 382	(39 382)	-100.0%	51 563
Integrated National Electrification Programme Grant		46 288	39 900	37 400	(14 850)	13 878	58 363	(15 295)	-53.9%	37 400
Provincial Government:		-	-	57 034	-	3 981	35 646	(31 665)	-89.8%	57 034
Specify (Add grant description)		-	-	-	-	3 331	-	3 331	#N/A!	-
Specify (Add grant description)		-	-	57 034	-	-	35 646	(35 645)	-100.0%	57 034
Specify (Add grant description)		-	-	-	-	650	-	650	#N/A!	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>		48 539	95 481	181 254	17 846	49 757	125 580	(75 743)	-80.6%	181 254
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		394 030	413 999	499 347	132 169	441 924	364 212	77 802	21.4%	499 347

Operating grant receipts amounts **R 114,3 m** and **R 17,8 m** capital grant recognised in March 2024. Total receipts for both operational and Capital grants for the month amount to **R 132,1 m** which is almost **26%** 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 - M09 - March

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
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<u>Operating expenditure of Transfers and Grants</u>										
<b>National Government:</b>		6 460	2 925	2 730	24 170	24 190	2 072	22 118	1067.7%	2 730
Expanded Public Works Programme Integrated Grant		4 810	-	-	-	3 752	-	3 752	#DIV/0!	-
Integrated National Electrification Programme Grant		-	-	-	(4 291)	17 946	-	17 946	#DIV/0!	-
Municipal Disaster Relief Grant		-	-	-	28 440	-	-	-	-	-
Local Government Financial Management Grant	3	1 650	-	-	21	1 462	-	1 462	#DIV/0!	-
Municipal Infrastructure Grant		-	2 525	2 730	-	1 030	2 072	(1 042)	-50.3%	2 730
<b>Provincial Government:</b>		345	3 691	3 691	330	2 807	2 768	39	1.4%	3 691
Specify (Add grant description)		345	-	-	-	0	-	0	#DIV/0!	-
Specify (Add grant description)		-	-	-	25	160	-	160	#DIV/0!	-
Specify (Add grant description)		-	3 691	3 691	305	2 647	2 768	(121)	-4.4%	3 691
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>		6 805	5 616	6 421	24 500	26 997	4 840	22 157	457.8%	6 421
<u>Capital Transfers and Grants</u>										
<b>National Government:</b>		100 353	103 485	131 922	15 149	59 437	95 658	(36 222)	-37.9%	131 922
Municipal Disaster Relief Grant		-	-	34 957	264	2 024	22 129	(20 105)	-90.9%	34 957
Municipal Infrastructure Grant		62 065	63 505	59 565	8 214	47 406	45 166	2 240	5.0%	59 565
Integrated National Electrification Programme Grant		45 288	39 900	37 400	6 671	10 006	28 363	(18 356)	-64.7%	37 400
<b>Provincial Government:</b>		-	-	57 034	-	-	35 646	(35 646)	-100.0%	57 034
Specify (Add grant description)		-	-	57 034	-	-	35 646	(35 646)	-100.0%	57 034
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>		100 353	103 485	188 956	15 149	59 437	131 304	(71 868)	-54.7%	188 956
<b>TOTAL EXPENDITURE OF TRANSFERS &amp; GRANTS</b>		115 157	110 821	155 377	39 648	86 434	136 144	(49 711)	-36.5%	195 377

The total operating grant expenditure amounts to **R 24,5** million and Capital grant expenditure amounts to **R 15,1** million as at 31 March 2024. Total expenditure for both operational and Capital grants for the month amounts to **R 39,6** million which is **20%** 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 31 March 2024**

EC441 Matatiele - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 - March

Summary of Employee and Councillor remuneration	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		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>	1									
Basic Salaries and Wages		13 696	14 165	12 639	976	9 115	10 013	(898)	-9%	12 638
Pension and UIF Contributions		919	2 975	2 116	64	609	1 887	(1 279)	-68%	2 116
Medical Aid Contributions		528	113	113	67	496	85	412	486%	113
Motor Vehicle Allowance		158	199	2 437	-	(4)	1 044	(1 049)	-100%	2 437
Cellphone Allowance		2 552	2 610	2 762	213	1 914	2 018	(104)	-5%	2 762
Housing Allowances		3 019	5 259	5 254	656	5 137	3 942	1 195	30%	5 254
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		22 872	25 320	25 320	1 975	17 287	18 980	(1 723)	-8%	25 320
% increase	4		10.7%	10.7%						10.7%
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		2 594	3 190	2 843	183	1 708	2 253	(544)	-24%	2 843
Pension and UIF Contributions		90	218	306	0	(18)	198	(218)	-109%	306
Medical Aid Contributions		95	198	286	-	-	165	(165)	-100%	286
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		348	468	840	-	-	500	(500)	-100%	840
Motor Vehicle Allowance		1 382	2 119	2 630	101	888	1 794	(926)	-52%	2 630
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		867	972	817	123	1 214	667	547	82%	817
Other benefits and allowances		0	1	1	-	0	1	(1)	-86%	1
Payments in lieu of leave		226	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Security		350	490	580	10	142	475	(264)	-65%	580
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		5 749	7 630	8 283	398	3 915	5 984	(2 069)	-35%	8 283
% increase	4		32.7%	44.1%						44.1%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		96 768	107 314	112 098	8 389	76 507	82 293	(5 786)	-7%	112 099
Pension and UIF Contributions		14 900	15 924	15 923	1 258	11 614	11 912	(298)	-3%	15 933
Medical Aid Contributions		5 198	5 943	6 082	502	4 432	4 514	(82)	-2%	6 082
Overtime		2 630	2 726	2 726	362	2 766	2 045	721	35%	2 726
Performance Bonus		7 743	8 354	8 254	470	5 210	6 225	(1 015)	-16%	8 254
Motor Vehicle Allowance		5 236	7 037	8 572	635	5 749	5 892	(143)	-2%	8 572
Cellphone Allowance		6	5	6	1	5	5	(0)	-7%	6
Housing Allowances		2 422	4 905	4 644	271	2 347	3 695	(1 348)	-36%	4 944
Other benefits and allowances		3 137	1 973	1 839	205	1 946	1 434	512	36%	1 859
Payments in lieu of leave		8 133	-	-	154	807	-	937	#DIV/0!	-
Long service awards		427	-	-	15	382	-	362	#DIV/0!	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Security		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		141 099	154 088	160 448	12 280	111 873	118 815	(6 941)	-5%	160 448
% increase	4		9.2%	13.7%						13.7%
<b>Total Parent Municipality</b>		<b>189 712</b>	<b>187 037</b>	<b>184 050</b>	<b>14 633</b>	<b>133 856</b>	<b>142 089</b>	<b>(8 233)</b>	<b>-7%</b>	<b>184 050</b>

**Section 66** of the MFMA requires that the accounting officer of a municipality must report to Council in a prescribed format all expenditure incurred by the municipality on staff salaries,

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 31 March 2024 amounted **R 14,6** million of which the expenditure **R 2** 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 **69%** 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 **31 March 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: 10/04/2024