

**2023/2024  
MONTHLY  
SECTION 71  
REPORT**

**MONTH ENDED  
31 MAY 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**

## **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 May 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 budget of **R 717,731,262**. The Municipality has recognised revenue of **R 32,063,337** for the month ended May 2024. This represents **4%** and is less than expected performance for the month due to less revenue recognised as all equitable share trenches received to date. The majority of revenue recognised this month of **R 6 014 646** is relating to electricity sales, electricity service charges and interest. Year to date revenue recognised is **83%** 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 567 987 937**. The Municipality incurred expenditure amount to **R 36,378,015** this represents **6%** expenditure for the month, this is less than expected performance for the month due to non-cash items accounted for at the end of the financial year, workmen's Compensation, Eskom connection fees Majority of items is all spent as we are approaching the end of financial year . The Year-to-date expenditure is **75%** 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 May 2024 amounts to R 22,192,966 million, the expenditure incurred for the month is 10% against adjusted budget. This is above the expected performance for the month due to more payments done under capital projects. Year to date expenditure is 51 % 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.**

Department	Total Budget	May Actuals	Total Actual
Community Halls and Facilities:Public Amenities (3005)	1 359 996.00	-	393 701.30
CORE FUNCTION: SOLID WASTE REMOVAL	4 230 012.00	-	461 129.82
Energy Sources: Electricity (4040)	22 598 552.00	1 003 137.76	12 449 710.46
Executive and Council: Municipal Manager (1010)	69 996.00	-	20 100.68
Finance and Administration: Information Technology (2540)	1 850 004.00	-	1 235 479.01
Finance and Administration: Administrative and Corporate Support(2530)	280 008.00	-	50 000.00
Finance and Administration: Asset Management and Reporting (2015)	60 000.00	-	45 539.31
Finance and Administration: Council Support (2541)	600 000.00	196 000.00	545 292.83
Finance and Administration: Human Resources (2535)	30 000.00	-	20 100.70
Finance and Administration: SCM & Expenditure (2025)	3 560 004.00	-	2 032 909.71
Finance and Administration: Revenue and Debt Management (2020)	99 996.00	-	57 722.16
Finance:Budget & Treasury (2010)	60 000.00	-	20 100.68
Governance Function:INTERNAL AUDIT (1030)	1 560 000.00	-	45 539.30
Marketing; Customer Relations: Publicity and Media Co-ordination:communications and SP	120 000.00	-	65 001.36
Planning and Development: LED (3520)	69 996.00	-	67 744.15
Planning and Development: Planning (3510)	20 004.00	-	10 526.99
Planning and Development: Planning Governance (3540)	39 996.00	-	38 097.21
Public Safety: Civil Defence (3074)	3 690 000.00	-	387 592.66
ROAD TRANSPORT: INFRASTRUCTURE GOVERNANCE (4050)	39 996.00	-	25 438.63
Road Transport: Project Operations & Maintn(4010)	61 741 988.00	10 178 721.61	27 745 754.33
Roads:Project Management Unit	70 975 646.00	4 888 486.81	57 715 804.51
Town Planning: Building Regulations and Enforcement: and City Engineer:Human Settlement	57 033 576.00	5 926 620.00	13 807 990.00
<b>Grand Total</b>	<b>230 089 770.00</b>	<b>22 192 966.18</b>	<b>117 241 275.80</b>
		<b>10%</b>	<b>51%</b>

**Capital Funded Sources**

- Capital Expenditure incurred for the month ended 31 May 2024 amounts to R 22,1 million, which represents 10% for the month and YTD Expenditure is 51% (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 May 2024 is R 1,840,626 which represents 4% for the month and YTD Expenditure is 87% (vat exclusive).

- Disaster Response Grant of **R 2,251,000** million was allocated and this was adjusted to adjusted budget allocation of **R 34,957,000**. The spending for the month ending 31 May 2024 is **R 5,342,517** which represents **15%**. YTD expenditure spending is **32%** of the grant allocation.
- Human Settlement Development Grant allocation for the financial year is **R 57,033,568** million. The spending for the month ending 31 May is **R 5 926 620** which represents **10%** expenditure. YTD expenditure is **24%** 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 9 083 204** which represents **11%**, most of the projects are at planning stage and year to date expenditure is **55%** 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>MAY 2024 status</b>
Lekhalong via Magema-Outspan Access Road	Project is at planning stage.
Mnceba - Matiase Access Road & Bridge	Project is at 95 % (Practical completion with snag list).
Construction of Cedarville Internal Streets Phase 4	Project is at planning stage.
Mahasheng Access Road & Bridge	Project is at planning stage.
Maluti Internal Streets Phase 5	Project is at planning stage.
Rehabilitation of Matatiele internal Streets Cluster 1	Project is at 95 % (Defects Liability Period).
Extension of Matatiele Sports Centre Ph2	Project is 85 % completed
High Mast Lights	Construction is complete and overall progress is at 100%
<b>STREETLIGHTS</b>	Construction is complete and overall progress is at 100%
Mafube-Nkosana Access Road & Bridge	Project is 60 % completed.



Harry Gwala Internal Streets	Project is 57 % completed.
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**Grant Funded Projects (Integrated National Electrification Programme Grant) INEP**

INEP Capital Project	May 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 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 energised, contractor is busy with meter commissioning. Overall progress is at 98%.
Tholang Electrification	Construction is complete and Energised. Overall progress is at 100%
Motsekoa Electrification	Construction is Complete and awaiting for an Outage . Overall progress is at 99%.

**Disaster Response Grant**

Disaster Response Grant	May 2024 status
Malubalube Access Road	Practical completion (overal progress 95%)
Mngeni Bridge	The project is at the planning stage
Baloon Street Crossing Bridge	The project is on construction at 38%
Mabheleni-Upper Mvenyane Access Road & Bridge	Project at 40% completion
Hillside - Ngcwengane Access Road and Bridge	The project is at the RFQ stage

Rockville Protea Bridge	The project is on construction at 78%
Nyanzela Access Road	The project is on construction at 95%
khohlong Access Road	Practical completion (overall progress 95%)

**Internal Funded Capital Projects**

<b>INTERNAL PROJECTS</b>	<b>May 2024 Status</b>
Landfill site A/R	The project is at the planning stage
Cemetery Development WIP	The project is at the planning stage
Upgrade of municipal offices WIP	The project is at the planning stage
Mavundleni Access Road	Complete and Retention
Black Diamond Access Road and Bridge	Project is 94% complete
Tsepisong Kamorathaba to Kuyasa AR	Project is 68% complete
Council Chambers Water Supply	The project is at the planning stage
FM Tower Line	A1 electrical have been appointed, Designs are complete , 70% Material have been delivered to site. Construction progress is at 25%
Lakhalong Access Road	Projects is 81% complete
Moriting Access Road	The Project is at 85% on construction
Belford Access Road	The Project is at 42% on construction
Pholile Access Road	The Project is at 80% on construction
Springana Access Road	The Project is at 50% on construction
Mpofini Access Road	Completion Defects Liability Period
Mkrwabo Access Road	The Project is at 85% on construction
Municipal Plant	Project is 75% complete

Khesa A/R	Construction stage at 72% on construction
Mango A/R	Contraction Stage at 62% on construction
Sekhutlong Access Road	The Project is at 85% on construction
Construction of Silo Phase 4	Planning Stage
Kinira to Sherpard Hope Access Road	32% Progress report.
Transformers Infra	Partial Complete
Substation Switch Gears	Completed
Municipa Fleet	Project is 90% complete
Fire Engine Truck	Planning Stage
Pamlaville Access Road	The Project is at 89% on construction
Dlodlweni Phase 2	Final completion (overall progress 100%)
Masopa A/R	Practical completion (overall progress 95%)
Extension Matatiele Sports Centre	Practical completion (overall progress 95%)
Rehabilitation of Matatiele Internal Streets-Cluster 1	Practical completion (overall progress 95%)
HIGHMAST LIGHTS WARD 1	Energised and Completed
HIGHMAST LIGHTS WARD 26	On Progress

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

<b>SUMMARY: QUOTATIONS</b>	<b>31-May -2024</b>	<b>TOTAL</b>
DAY TO DAY QUOTATIONS	158	158
FORMAL QUOTATIONS	13	13
<b>TOTAL QUOTATIONS</b>	<b>260</b>	<b>260</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	34,364,744.98	N/A	N/A
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 - M11 - May

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	(250)	50 921	49 630	1 091	2%	54 360
Service charges	70 828	86 942	86 942	5 425	89 581	79 697	(10 116)	-13%	86 942
Investment revenue	19 146	17 200	28 813	2 165	22 535	25 057	(2 522)	-10%	28 813
Transfers and subsidies - Operational	293 763	316 510	369 415	7 713	347 610	319 150	28 460	9%	369 415
Other own revenue	25 955	37 741	37 461	2 259	25 498	34 585	(9 087)	-26%	37 461
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>458 408</b>	<b>514 753</b>	<b>566 990</b>	<b>17 282</b>	<b>516 145</b>	<b>500 320</b>	<b>7 825</b>	<b>2%</b>	<b>566 990</b>
Employee costs	146 640	161 717	168 903	12 505	140 694	153 935	(13 240)		168 903
Remuneration of Councilors	22 872	25 320	25 320	1 906	21 077	23 210	(2 133)		25 320
Depreciation and amortization	64 712	53 300	53 349	257	16 539	48 891	(30 352)		53 349
Interest	134	-	-	-	-	-	-		-
Inventory consumed and bulk purchases	64 088	78 706	78 267	5 538	65 712	71 795	(6 083)		78 267
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	272 116	195 709	242 149	16 170	179 332	216 273	(36 941)	-17%	242 149
<b>Total Expenditure</b>	<b>579 761</b>	<b>514 751</b>	<b>567 988</b>	<b>36 378</b>	<b>425 353</b>	<b>514 164</b>	<b>(88 751)</b>	<b>-17%</b>	<b>567 988</b>
Surplus/(Deficit)	(112 354)	2	(998)	(19 096)	90 791	(5 785)	96 576	-1670%	(998)
Transfers and subsidies - capital (monetary allocations)	108 363	95 487	143 854	14 781	82 966	137 736	(54 770)	-57%	143 854
Transfers and subsidies - capital (in-kind) contributions	-	-	6 867	-	-	4 591	(4 591)	-100%	6 867
Share of surplus/ (deficit) of associate	(4 001)	95 483	149 743	(4 315)	173 758	136 543	37 215	27%	149 743
Surplus/ (Deficit) for the year	(4 001)	95 483	149 743	(4 315)	173 758	136 543	37 215	27%	149 743
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	98 983	181 717	230 090	22 193	117 241	211 799	(94 558)	-45%	230 090
Capital transfers recognised	50 769	95 487	143 854	13 110	69 737	132 749	(63 013)	-47%	143 854
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	48 134	86 236	86 236	9 083	47 585	79 049	(31 464)	-40%	86 236
<b>Total sources of capital funds</b>	<b>98 983</b>	<b>181 717</b>	<b>230 090</b>	<b>22 193</b>	<b>117 241</b>	<b>211 799</b>	<b>(94 558)</b>	<b>-45%</b>	<b>230 090</b>
<b>Financial position</b>									
Total current assets	459 690	523 858	426 606	-	541 458	-	-	-	426 606
Total non current assets	979 833	1 304 697	1 261 188	-	1 085 422	-	-	-	1 261 188
Total current liabilities	160 933	160 394	78 617	-	183 068	-	-	-	78 617
Total non current liabilities	44 880	36 827	-	-	36 325	-	-	-	-
Community wealth/Equity	1 273 936	1 629 334	1 609 176	-	1 407 468	-	-	-	1 609 176
<b>Cash flows</b>									
Net cash from (used) operating	361 338	147 918	196 340	5 557	397 352	180 849	(216 503)	-120%	196 340
Net cash from (used) investing	143 199	(181 717)	(230 090)	(17 229)	(144 310)	(211 799)	(67 489)	32%	(230 090)
Net cash from (used) financing	-	-	-	-	-	-	-		-
Cash/cash equivalents at the month/year end	865 268	326 924	285 349	-	587 838	288 158	(219 680)	-76%	224 837
<b>Debtors &amp; creditors analysis</b>									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<b>Debtors Age Analysis</b>									
Total By income Source	10 919	4 133	4 519	3 410	3 326	3 335	2746	212 643	245 030
<b>Creditors Age Analysis</b>									
Total Creditors	3	-	-	-	-	-	-	-	3

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

EC441 Matatiele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 - May

Description	Ref	2023/24		Budget Year 2024/25						
		2023/24 Actual	Original Budget	Revised Budget	Monthly Actual	YearTD actual	YearTD Budget	YTD Variance	YTD %	YearTD Actual
<b>Revenue - Functional</b>										
Governance and administration	1	372 020	403 019	414 662	3 491	396 041	370 736	17 306	9%	414 662
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		372 020	403 019	414 662	3 491	396 041	370 736	17 306	9%	414 662
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		12 997	42 190	14 518	730	10 304	12 672	(2 368)	-10%	14 518
Community and social services		6 664	5 909	9 317	235	4 692	7 905	(3 213)	-41%	9 317
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		6 334	5 201	5 201	903	5 693	4 767	925	19%	5 201
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		63 015	62 020	140 052	13 656	73 073	134 031	(60 958)	-45%	140 052
Planning and development		868	3 504	60 292	5 931	13 936	53 134	(39 198)	-74%	60 292
Road transport		62 147	50 516	80 560	7 725	50 530	80 097	(21 059)	-26%	80 560
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		118 729	133 005	130 699	14 170	119 212	125 309	(6 097)	-5%	130 699
Energy sources		106 919	113 716	114 816	12 562	104 957	104 452	505	0%	114 816
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		11 810	19 289	23 883	1 616	14 255	20 757	(6 502)	-31%	23 883
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>566 760</b>	<b>610 234</b>	<b>717 731</b>	<b>32 063</b>	<b>999 111</b>	<b>650 647</b>	<b>(51 536)</b>	<b>-8%</b>	<b>717 731</b>
<b>Expenditure - Functional</b>										
Governance and administration		213 140	233 407	251 352	13 906	196 144	220 110	(31 974)	-14%	251 352
Executive and council		30 605	33 967	33 934	2 460	20 117	31 074	(2 957)	-10%	33 934
Finance and administration		170 092	194 744	212 579	11 187	164 264	192 616	(29 351)	-15%	212 579
Internal audit		3 571	4 775	4 039	259	3 763	4 429	(666)	-15%	4 039
Community and public safety		46 537	51 797	60 605	3 914	50 403	61 018	(11 415)	-18%	60 605
Community and social services		24 553	27 466	46 060	2 153	30 309	40 646	(10 250)	-25%	46 060
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		21 964	24 331	22 825	1 731	20 014	21 172	(1 158)	-5%	22 825
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		125 473	105 773	82 320	4 201	96 200	70 957	(22 297)	-20%	82 320
Planning and development		19 704	30 759	37 999	2 095	24 500	35 297	(10 789)	-31%	37 999
Road transport		105 609	67 074	44 321	2 106	31 752	43 260	(11 508)	-27%	44 321
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		105 604	123 693	164 631	14 277	122 547	145 611	(23 064)	-16%	164 631
Energy sources		160 806	102 345	142 529	12 217	103 203	125 300	(22 296)	-18%	142 529
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		16 790	21 348	22 101	2 060	19 344	20 112	(768)	-4%	22 101
Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>570 761</b>	<b>514 751</b>	<b>567 900</b>	<b>36 370</b>	<b>425 353</b>	<b>514 004</b>	<b>(80 751)</b>	<b>-17%</b>	<b>567 900</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(4 001)</b>	<b>95 483</b>	<b>140 743</b>	<b>(4 315)</b>	<b>173 758</b>	<b>136 543</b>	<b>37 215</b>	<b>27%</b>	<b>140 743</b>

This table assesses the revenue and expenditure by department, the expenditure for the period ending 31 May 2024 is R 32 million and revenue is R 36,3 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) - M11 - May

Vote Description	Ref	Budget Year 2024/25								
		2023/24 Audited	Original	Adjusted	Monthly actual	YearTD actual	YearTD	YTD	YTD %	Full Year
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		371 565	402 544	414 307	3 491	395 641	378 396	17 245	4.6%	414 307
Vote 3 - Corporate		454	475	355	-	401	339	61	18.1%	355
Vote 4 - Development and Planning		846	3 504	60 292	5 931	14 040	53 134	(39 094)	-73.6%	60 292
Vote 5 - Community		24 807	31 479	36 401	2 354	24 639	33 429	(8 789)	-26.3%	36 401
Vote 6 - Infrastructure		169 087	172 232	204 376	20 287	164 390	185 349	(20 959)	-11.3%	204 376
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>	2	<b>566 788</b>	<b>618 234</b>	<b>717 731</b>	<b>32 063</b>	<b>589 111</b>	<b>658 647</b>	<b>(51 536)</b>	<b>-7.9%</b>	<b>717 731</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - Executive Council		30 685	33 967	33 934	2 460	28 117	31 074	(2 957)	-9.5%	33 934
Vote 2 - Finance and Admin		106 403	111 852	121 414	5 313	98 115	109 993	(11 877)	-10.8%	121 414
Vote 3 - Corporate		72 489	82 892	91 165	5 875	66 149	82 623	(16 474)	-19.9%	91 165
Vote 4 - Development and Planning		19 940	38 759	37 999	2 095	24 508	35 297	(10 789)	-30.6%	37 999
Vote 5 - Community		63 335	73 146	91 787	5 973	69 747	81 930	(12 183)	-14.9%	91 787
Vote 6 - Infrastructure		274 339	169 359	186 850	14 404	134 955	168 760	(33 805)	-20.0%	186 850
Vote 7 - Internal Audit		3 571	4 775	4 839	259	3 763	4 429	(666)	-15.0%	4 839
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>578 761</b>	<b>514 751</b>	<b>567 988</b>	<b>36 378</b>	<b>425 353</b>	<b>514 184</b>	<b>(88 731)</b>	<b>-17.3%</b>	<b>567 988</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>(4 001)</b>	<b>95 483</b>	<b>149 743</b>	<b>(4 315)</b>	<b>173 758</b>	<b>136 543</b>	<b>37 215</b>	<b>27.3%</b>	<b>149 743</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) - M11 - May

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>Revenue</b>										
Exchange Revenue										
Service charges - Electricity		99 114	71 416	71 416	4 440	59 055	66 465	(6 409)	(9)	71 416
Service charges - Water		-	-	-	-	-	-	-	-	-
Service charges - Waste Water Management		-	-	-	-	-	-	-	-	-
Service charges - Waste management		11 713	15 526	15 526	985	10 526	14 232	(3 706)	(9)	15 526
Sale of Goods and Rendering of Services		670	3 930	3 649	52	691	3 592	(2 901)	(9)	3 649
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Reconstructions		1 313	6 900	6 900	138	1 573	5 958	(4 385)	(9)	6 900
Interest from Current and Non Current Assets		19 146	17 200	28 613	2 165	22 535	25 057	(2 522)	(9)	28 613
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		206	-	-	-	327	-	327	100%	-
Rentals from Fixed Assets		1 237	2 028	2 028	130	1 483	1 859	(366)	(9)	2 028
License and permits		3 586	4 094	4 094	333	3 631	3 753	(122)	(9)	4 094
Operational Revenue		264	965	965	-	307	885	(578)	(9)	965
Non-Exchange Revenue		-	-	-	-	-	-	-	-	-
Property rates		48 716	54 360	54 360	(280)	50 921	49 630	1 091	0	54 360
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2 754	1 769	1 769	173	2 085	1 622	473	0	1 769
License and permits		64	25	25	2	26	23	3	0	25
Transfers and subsidies - Operational		293 763	316 510	359 415	7 713	347 610	319 150	28 460	0	359 415
Interest		14 956	18 431	18 431	1 429	15 233	16 895	(1 662)	(9)	18 431
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		104	-	-	-	-	-	-	-	-
Other Gains		591	-	-	-	123	-	123	100%	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>456 498</b>	<b>514 753</b>	<b>566 998</b>	<b>17 262</b>	<b>516 145</b>	<b>508 325</b>	<b>7 825</b>	<b>2%</b>	<b>566 998</b>
<b>Expenditure By Type</b>										
Employee related costs		146 840	161 717	168 903	12 506	142 894	153 935	(11 040)	(9)	168 903
Remuneration of councillors		22 672	25 320	25 320	1 906	21 077	23 210	(2 133)	(9)	25 320
Bulk purchases - electricity		58 340	71 075	71 075	5 131	60 745	66 152	(4 407)	(9)	71 075
Inventory consumed		5 748	7 629	7 191	407	4 967	6 643	(1 677)	(9)	7 191
Debt repayment		-	-	-	-	-	-	-	-	-
Depreciation and amortisation		64 712	53 300	53 349	257	18 539	48 891	(30 352)	(9)	53 349
Interest		134	-	-	-	-	-	-	-	-
Contracted services		134 383	113 385	162 894	11 618	122 258	143 261	(20 993)	(9)	162 894
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		13 361	6 000	7 000	-	-	6 300	(5 300)	(9)	7 000
Operational costs		99 793	76 325	72 455	4 552	56 806	66 712	(9 906)	(9)	72 455
Losses on Disposal of Assets		64 569	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	258	-	258	100%	-
<b>Total Expenditure</b>		<b>578 761</b>	<b>514 751</b>	<b>567 988</b>	<b>36 378</b>	<b>425 353</b>	<b>514 184</b>	<b>(88 751)</b>	<b>-17%</b>	<b>567 988</b>
Surplus/(Deficit)		(112 263)	2	(990)	(19 116)	90 791	(5 789)	96 576	(9)	(990)
Transfers and subsidies - capital (monetary allocations)		106 353	95 481	143 854	14 781	82 966	137 736	(54 770)	(9)	143 854
Transfers and subsidies - capital (in-kind)		-	-	6 887	-	4 991	4 991	-	(9)	6 887
Surplus/(Deficit) after capital transfers & contributions		(4 001)	95 483	149 743	(4 315)	173 758	136 543	-	-	149 743
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(4 001)	95 483	149 743	(4 315)	173 758	136 543	-	-	149 743
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Municipalities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(4 001)	95 483	149 743	(4 315)	173 758	136 543	-	-	149 743
Share of Surplus/Deficit attributable to Associates		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		(4 001)	95 483	149 743	(4 315)	173 758	136 543	-	-	149 743

In terms of May 2024 Monthly Budget & Performance assessment, the actual revenue recognised for the month is R 32,1 million inclusive of Capital transfers and subsidies against adjusted budget of R 717,7 million, this represents 4% on Adjusted revenue budget. The Municipality has recognised revenue of R 32,063,337 for the month ended May 2024. The majority of revenue



recognised this month of **R 6,014,646** is relating to electricity sales, electricity service charges and interest. Year to date revenue recognised is **83%** of the total revenue budget.

The approved operating expenditure budget was **R 514,750,752** this was adjusted to an adjustments budget **R 567,987,937**. The Municipality incurred expenditure amount to **R 425,095,701** this represents **6%** expenditure for the month which is less than expected performance for the month due to non-cash items accounted for at the end of the financial year, workmen's Compensation, Eskom connection fees Majority of items is all spent as we are approaching the end of financial year. The Year-to-date expenditure is **75%** when measured against total operating budget.

### **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 recognised for the month is -R 280,036 due to the reversal of the duplicated amount of **R 278,093 & R 1 944** of residential discounts, against the total approved budget of **R 54,360,276** this represent 0% There was no billing on property rates for the month of May 2023, the billing of rates is only over a period of 10 months from July to April in financial year. The total Income received from property rate for the month of May 2024 amounted **R 1,371,094**. YTD billing amount to **R 51,186,924** and YTD collection is **R 54 753 155.90** collection rate as at 31 May 2024 is **105%**. The revenue collection stream is closely monitored monthly to ensure revenue targets are met by year end. The YTD actual revenue billed or recognised is **94%**

### **Services Charges**

Revenue from service charges includes electricity sales and revenue from waste removal. The total income received from services charges amounted to **R5,425,318** for the month ended May 2024 against the adjusted budget of **R 86,941,680**. This represents **6%** which is below the expected performance due to decrease in electricity service charges. Year to date service charges revenue recognised is **80%**.

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

Rental of facilities and equipment approved budget is **R 2,027,544**. Revenue amount of **R 130,463** for May 2024 has been recognised on this category, representing **6%** which is below the expected performance for the month due to decrease on site rentals and revenue sundry services. Year to date revenue recognised is **74%** of the budget for this 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 May 2024 is **R 2,164,717** which represents **8%** on this category. This is below the expected performance due to decrease in cash amounts invested. Year to date revenue recognised on this revenue source is **78%** of the budget.

**Interest on Outstanding Debtors**

Interest on non-payment on both rates and electricity has been raised monthly and amounted to **R 1,567,418** 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 non-receipts on Interest on electricity charged on debtors who receive discounts and 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 **69%**.

**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 173,388** against approved budget and this represents almost **0 %** for the month. This is below the expected performance for the month due to a decrease in number of offenders identified by traffic department, Municipal Traffic fines raised/issued year to date revenue recognised is **118%**. 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 May 2024 licence and permits amounted to **R 335,514** and represents **8%** of the total revenue budget and this is less than expected performance due to a decrease in Learner's licence and motor vehicle registration application for the month and the Year-to-date revenue recognised is **89%** 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 **R 359,414,649**. Total transfers revenue recognised for the month is **R 7,713,022** which represent **2%** against total budget allocation. This is below the expected performance for the month due to the fact that majority of grant trenches have already been allocated to municipality as at month May 2024. The Years-to-date revenue recognised is **97%** of the budget.

**Transfers and Subsidies- Capital**

Total approved budget on transfers and subsidies is R 95,480,736 and was adjusted to adjustment budget of R 150,741,065. Total transfers revenue of R 14,781,392 was recognised for the month ended May 2024 and it represents 10% of total budget, this is more than the expected performance for the month due recognition of current month and April revenue on human settlements development grant. The year-to-date revenue recognised is 55% on this category.

**Other Revenue**

Total approved budget on other Revenue is R 4,894,572 and was adjusted to R 4,614,403. The total revenue of R 52,141 was recognised for the month this represents 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 22%.

**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 adjusted budget of R 194,222,733. Total expenditure of R 14,412,813 salary costs was recognised for the month this represent 7% expenditure and this below the expected due to vacant post that are not yet filled. The year-to-date expenditure is 83% on this category. This is inclusive of remuneration of councillors.

Row Labels	Total Budget	May Actuals	Total Actual
<b>Employee Related Cost</b>	<b>168 902 541.00</b>	<b>12 506 486.13</b>	<b>140 694 399.17</b>
Municipal Staff	160 619 173.00	12 110 250.93	135 997 809.17
Senior Management	8 283 368.00	396 235.20	4 696 590.00
<b>Remuneration of Councillors</b>	<b>25 320 192.00</b>	<b>1 906 326.67</b>	<b>21 076 864.10</b>
Chief Whip	865 687.00	61 440.83	655 271.32
Executive Committee	5 996 324.00	344 043.57	3 800 256.35
Executive Mayor	1 113 309.00	283 415.02	2 743 294.26
Section 79 committee chairperson	788 886.00	-	24 542.01
Speaker	938 664.00	65 275.67	693 258.18
Total for All Other Councillors	15 617 322.00	1 152 151.58	13 209 326.00
<b>Grand Total</b>	<b>194 222 733.00</b>	<b>14 412 812.80</b>	<b>161 771 263.27</b>
		<b>7%</b>	<b>83%</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** this was adjusted to an adjusted budget of **R 53,349,310**. Total depreciation expenditure recognised in May is **R 256,874** against adjusted budget this represent almost **0%** on this category. Total YTD expenditure recognised is **35%** 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 5,131,388** 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 **85%**.

### **Other material**

Total approved budget on other Revenue is **R 7,629,420** this was adjusted to an adjustment budget of **R 7,191,416**. This expenditure category consists of inventory items such as material for maintenance of road operation and maintenance amounted to **R 406,624** for the month ended May 2024. This represent **6%** , which is less than the expected performance for the month due to less material and stores items issued for the month. The year-to-date expenditure is **69%** on this category.

### **Contracted Services**

Total approved budget on contracted services of **R 113,384,580** was adjusted to an adjusted budget of **R 162 693 671**. The expenditure for the month amounted to **R 11,617,987** this represents **7%** of the budgeted amount, this is below the expected performance for the month due to some contracts that are not paid every month. The year-to-date expenditure incurred is **75%** on this category.

### **Other Expenditure**

Total approved Budget on Other expenditure is **R 76,324,512** and was adjusted to an adjusted budget of **R 72 455 444**. Other expenditure for the month ended 31 May 2024 amounted to **R 4,552,329** this represents **6%** which is less than the expected performance for the month, due to less expenditure on protective clothing uniform, hire costs, ICT software licence & indigent fee. The year to date expenditure is **78%**.

**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) - M11 - May

Vote Description	Ref	2024 Actuals	Original	Adjusted	Monthly	Year to actual	Year to	YTD Variance	YTD %	Full Year
	1									
<b>R thousands</b>										
<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	-	30	64	(44)	-63%	70
Vote 2 - Finance and Admin		3 867	3 000	3 000	-	2 221	3 575	(7 364)	-24%	3 000
Vote 3 - Corporate		1 704	2 010	2 700	106	1 867	2 513	(682)	-28%	2 700
Vote 4 - Development and Planning		-	130	57 195	5 927	13 024	30 024	(30 089)	-72%	57 194
Vote 5 - Community		2 417	9 130	9 200	-	1 342	8 480	(7 347)	-81%	9 200
Vote 6 - Infrastructure		80 918	164 017	155 295	16 070	87 537	145 659	(47 733)	-32%	155 295
Vote 7 - Internal Audit		-	1 800	1 800	-	49	1 495	(1 419)	-81%	1 800
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	86 933	181 717	230 089	22 103	117 341	211 709	(94 648)	-40%	230 089
<b>Total Capital Expenditure</b>		86 933	181 717	230 089	22 103	117 341	211 709	(94 648)	-40%	230 089
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		5 671	6 440	6 200	106	4 188	7 617	(1 479)	-23%	6 200
Executive Council		-	70	70	-	30	64	(44)	(6)	70
Finance and administration		5 571	6 370	6 080	106	4 072	6 088	(2 019)	(3)	6 080
Internal audit		-	1 800	1 800	-	49	1 495	(1 419)	(6)	1 800
<i>Community and public safety</i>		2 888	4 888	5 088	-	781	4 677	(3 792)	-32%	5 088
Community and social services		373	910	1 300	-	304	1 194	(802)	(6)	1 300
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		1 713	3 680	3 680	-	388	3 383	(2 669)	(6)	3 680
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		87 828	99 791	189 821	38 884	89 413	178 481	(72 989)	-42%	189 821
Planning and development		-	130	57 195	5 927	13 024	30 024	(30 089)	(6)	57 194
Road transport		87 828	98 661	132 798	15 087	85 487	130 377	(34 802)	(6)	132 798
Environmental protection		-	-	-	-	-	-	-	-	-
Travelling services		8 918	88 888	28 828	1 888	12 911	39 285	(18 204)	-20%	28 828
Energy services		2 087	64 350	22 500	1 003	12 480	22 282	(12 343)	(6)	22 500
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		330	4 530	4 230	-	491	3 913	(3 481)	(6)	4 230
Other		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	86 933	181 717	230 089	22 103	117 341	211 709	(94 648)	-40%	230 089
<b>Funded by:</b>										
National Government		90 789	95 481	86 820	7 133	55 829	82 845	(29 918)	(6)	86 820
Provincial Government		-	-	57 034	5 927	13 608	46 004	(30 205)	(6)	57 034
Local Municipality		-	-	-	-	-	-	-	-	-
Transfers and Subsidies - capital monetary allocations (incl. Prov. Capacity Grants)		60 789	96 481	148 864	18 139	89 787	182 748	(89 313)	-42%	148 864
Borrowing	5	-	-	-	-	-	-	-	-	-
Internally generated funds		46 134	89 236	86 236	6 063	47 805	70 040	(21 545)	(6)	86 236
<b>Total Capital Funding</b>		86 933	181 717	230 089	22 103	117 341	211 709	(94 648)	-40%	230 089

The 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 May 2024 amounts to R 22,192,966, the expenditure incurred for the month is 10% against adjusted budget. This is above the expected performance for the month due to more payments done under capital projects. Year to date expenditure is 51 % of the total capital expenditure budget.

3.1.6 C6 Monthly Budget Statement –Financial Positon

EC441 Matatiele - Table C6 Monthly Budget Statement - Financial Position - M11 - May

Description	Ref	Budget Year 2024/25				
		2023/24 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		254 787	326 924	285 349	311 296	285 349
Trade and other receivables from exchange transactions		(27 585)	125 378	103 587	(20 913)	103 587
Receivables from non-exchange transactions		143 549	52 209	32 890	161 667	32 890
Current portion of non-current receivables		-	-	-	-	-
Inventory		1 605	2 025	2 580	3 823	2 580
VAT		82 019	17 322	2 200	80 537	2 200
Other current assets		5 319	-	-	5 048	-
<b>Total current assets</b>		<b>459 690</b>	<b>523 858</b>	<b>426 606</b>	<b>541 458</b>	<b>426 606</b>
<b>Non current assets</b>						
Investments		-	-	-	-	-
Investment property		4 960	4 960	6 542	4 960	6 542
Property, plant and equipment		972 419	1 297 761	1 252 554	1 078 158	1 252 554
Biological assets		-	-	-	-	-
Living and non-living resources		-	-	-	-	-
Heritage assets		1 543	-	1 543	1 543	1 543
Intangible assets		911	1 975	550	782	960
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>979 833</b>	<b>1 304 697</b>	<b>1 261 188</b>	<b>1 085 422</b>	<b>1 261 188</b>
<b>TOTAL ASSETS</b>		<b>1 439 523</b>	<b>1 828 554</b>	<b>1 687 795</b>	<b>1 626 880</b>	<b>1 687 795</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	-	-	-	-
Consumer deposits		1 636	413	465	1 764	465
Trade and other payables from exchange transactions		57 688	56 071	61 200	34 692	61 200
Trade and other payables from non-exchange transactions		4 904	-	-	38 103	-
Provision		11 816	90 868	29 993	20 371	29 993
VAT		81 928	13 041	(13 041)	85 199	(13 041)
Other current liabilities		2 961	-	-	2 961	-
<b>Total current liabilities</b>		<b>160 933</b>	<b>160 394</b>	<b>78 617</b>	<b>183 088</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>205 813</b>	<b>199 221</b>	<b>78 617</b>	<b>219 413</b>	<b>78 617</b>
<b>NET ASSETS</b>	2	<b>1 233 710</b>	<b>1 629 334</b>	<b>1 609 178</b>	<b>1 407 468</b>	<b>1 609 178</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus (deficit)		921 615	1 543 098	1 532 226	1 055 146	1 532 226
Reserves and funds		352 321	86 236	76 952	352 321	76 952
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>1 273 936</b>	<b>1 629 334</b>	<b>1 609 178</b>	<b>1 407 468</b>	<b>1 609 178</b>

### 3.1.7 C7 Monthly Budget Statement –Cash Flow

EC441 Matatiele - Table C7 Monthly Budget Statement - Cash Flow - M11 - May

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										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		43 708	43 488	43 488	1 133	45 046	39 864	5 181	13%	43 488
Service charges		70 126	76 730	76 730	12 732	75 095	70 336	4 759	7%	76 730
Other revenue		21 974	51 959	51 679	1 177	20 469	47 619	(27 150)	-57%	51 679
Transfers and Subsidies - Operational		293 564	318 510	359 415	125	346 651	319 150	27 500	9%	359 415
Transfers and Subsidies - Capital		119 841	95 481	143 854	6 982	114 297	137 736	(23 439)	-17%	143 854
Interest		18 991	17 200	28 813	2 165	23 182	25 057	(1 875)	-7%	28 813
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(206 865)	(455 451)	(507 639)	(18 756)	(227 387)	(458 913)	231 526	-50%	(507 639)
Interest		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM(USED) OPERATING ACTIVITIES</b>		<b>361 338</b>	<b>147 918</b>	<b>196 340</b>	<b>5 557</b>	<b>397 352</b>	<b>180 849</b>	<b>(216 583)</b>	<b>-120%</b>	<b>196 340</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)	(17 229)	(144 310)	(211 799)	67 489	-32%	(230 090)
<b>NET CASH FROM(USED) INVESTING ACTIVITIES</b>		<b>143 199</b>	<b>(181 717)</b>	<b>(230 090)</b>	<b>(17 229)</b>	<b>(144 310)</b>	<b>(211 799)</b>	<b>(67 489)</b>	<b>32%</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>584 537</b>	<b>(33 799)</b>	<b>(33 750)</b>	<b>(11 672)</b>	<b>253 043</b>	<b>(30 950)</b>			<b>(33 750)</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	285 349		507 830	288 150			221 037



**PART 2 –SUPPORTING DOCUMENTATION  
SECTION 4**

**Debtors Analysis**

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

EC441 Matatiele - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 - May

Description	MT Code	Budget Year 2024/25								Total	Total over 90 days	Actual Debtors Written Off against Debtors	Requirement - Debt Deficit L.L.C. 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 1 Yr				
<b>R thousands</b>													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	--	--	--	--	--	--	--	--	--	--	--	--
Trade and Other Receivables from Exchange Transactions - Electricity	1300	4 990	1 908	1 435	735	762	587	371	3 450	13 910	5 906	--	--
Receivables from Home Storage Transactions - Property Rates	1400	864	646	824	640	824	912	808	91 903	96 121	83 967	--	--
Receivables from Exchange Transactions - Waste Water Management	1500	--	--	--	--	--	--	--	--	--	--	--	--
Receivables from Exchange Transactions - Waste Water Management	1530	1 516	457	441	415	390	380	405	27 090	31 097	28 682	--	--
Receivables from Exchange Transactions - Property Rental Debtors	1700	--	--	--	--	--	--	--	--	--	--	--	--
Interest on Arrear Debtor Accounts	1810	3 172	1 575	1 565	1 536	1 515	1 477	1 460	55 571	67 857	61 550	--	--
Recoverable unauthorised repairs, fuelless and wasteful expenditure	1820	--	--	--	--	--	--	--	--	--	--	--	--
Other	1900	386	286	489	763	135	379	0	34 621	38 439	35 378	--	--
<b>Total By Income Source</b>	<b>2888</b>	<b>98 919</b>	<b>4 833</b>	<b>4 111</b>	<b>3 498</b>	<b>3 326</b>	<b>3 335</b>	<b>2 746</b>	<b>212 643</b>	<b>245 838</b>	<b>225 468</b>	--	--
<b>2882004 - totals only</b>		<b>6 139</b>	<b>4 807</b>	<b>3 828</b>	<b>4 223</b>	<b>6 575</b>	<b>3 253</b>	<b>4 383</b>	<b>5 387</b>	<b>38 426</b>	<b>23 632</b>	--	--
Debtors Age Analysis By Customer Group													
Organs of State	2200	4 531	2 958	2 624	1 631	1 855	1 798	1 482	97 867	113 675	126 562	--	--
Commercial	2300	4 467	855	788	619	391	580	186	38 282	47 135	43 028	--	--
Households	2400	1 922	1 120	1 109	1 152	1 881	1 066	1 068	75 484	84 020	79 889	--	--
Other	2500	--	--	--	--	--	--	--	--	--	--	--	--
<b>Total By Customer Group</b>	<b>3506</b>	<b>98 919</b>	<b>4 833</b>	<b>4 919</b>	<b>3 498</b>	<b>3 335</b>	<b>2 746</b>	<b>212 643</b>	<b>245 838</b>	<b>225 468</b>	--	--	--

The total debt book for May 2024 is amounting **R 245,029,904** inclusive of **R 3,395,324** advance payments.

The total debt book for May 2024 of R 241 634 580.1 (including current of R 5 530 988.79 which is not yet due) has decreased by R 12 01 8007.94 from the previous month closing balance of **R 248 121 599.25** Debt is made up of the following

- **Residential debt:**
- R95 283 409.66
- **Commercial debt**
- R 13 819 1288.88
- **Government debt**
- R 108 483 553.18
- **Other**
- R 4 037 581.73

There are two areas in which the municipality is not able to collect and the debt totals to Maluti R 65 564 914.29 (including current) Cedarville R 5 608 698.32 (including current) (both areas are handed over for collection)

The municipality makes use of debt collectors in implementing the credit and debt collection policy. A new service provider has been appointed to start looking at debt that is older than 90 days. The following has been handed over: Residential H/O R 83 804 806.49 Business H/O R 29 707 735.7 Churches H/O R 132 423.77 Farms H/O R 3 651 351.27

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 83, 804, 806.49

Business H/O R 29 707 735.7

Churches H/O R 132 423.77

Farms H/O R 3 651 351.27

**SECTION 5 -CREDITORS' ANALYSIS**

**Supporting Table SC4**

EC441 Matatiele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 - May

Description	NT Code	Budget Year 2024/25									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
<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	3	-	-	-	-	-	-	-	3	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1900</b>	<b>3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3</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 May 2024.

## SECTION 6- INVESTMENT POTFOLIO ANALYSIS

### Conditional and Unconditional investment monitoring Information

May 24

#### Investment Management

Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	6 391 727.40	40 714.50	-6 422 441.90	-40 714.50	10 000.00
INEP	8 427 199.75	58 548.12	-3 029 735.34	-58548.12	5 456 012.53
EPWP	-	-	-	-	-
Municipal Electrification Intervention	318 338.53	2 027.70	-	-2 027.70	320 366.23
Disaster Management	32 921 277.02	209 703.90	-14 949 449.98	-209 703.90	18 181 530.94
Library and Archives	-	-	-	-	-
Finance Management Grant	262 893.02	1 674.60	-46 949.12	-1 674.60	217 618.50
Smart Grid	63 763.01	406.20	-	-406.20	64 169.21
Establishment Plan	220 053.15	1 242.85	-	-1 242.85	221 296.00
Housing Development Fund	2 243 065.05	12 668.70	-	-12 668.70	2 255 733.75
Dedea	682 591.64	3 855.24	-	-3 855.24	686 446.88
<b>Total Conditional Investments</b>	<b>51 530 909</b>	<b>330 842</b>	<b>- 24 448 576</b>	<b>- 330 842</b>	<b>27 413 174</b>

Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	179 184 582.18	2 000 000.00	-	-1 058 388.55	181 184 582.18
Call Acc STD CRR	12 819 770.11	2 437.67	-	-2 437.07	12 822 207.78
Call ACC FNB Surplus Cash	6 805 395.80	-	-	-37 196.61	6 805 395.80
Nedbank 32 Days	7 628 746.21	53 296.80	-	-53 296.80	7 682 043.01
Nedbank	10 233 866.46	30 872 291.34	-37 580 000.00	-218 595.85	3 526 157.80
Nedbank relief fund	899 491.22	5 729.70	-	-5 729.70	905 220.92
Nedbank COV -19 Solidaltrity	109 017.30	694.50	-	-694.50	109 711.80
Nedbank Retention	3 893 880.30	24 803.40	-	-24 803.40	3 918 683.70
Termination Guarantee	144 640.82	-	-	-921.30	144 640.82
Standard Bank	50 564 041.10	376 027.39	-	-376 027.39	50 940 068.49
Account Gaurantee	6 202 000.00	-	-	39 505.80	6 202 000.00
<b>Total Unconditional</b>	<b>278 485 432</b>	<b>33 335 281</b>	<b>- 37 580 000</b>	<b>- 1 738 585</b>	<b>274 240 712</b>
	<b>330 016 340</b>	<b>33 666 123</b>	<b>- 62 028 576</b>	<b>- 2 069 427</b>	<b>301 653 886</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 May 2024 had sufficient cash to operate for a period more than 3 months without receiving grants to cover operating costs.

As at 31 May 2024 the conditional investments amounted to R 27,413,174 and unconditional investments amounted to R 274,240,712. Total investments as at 31 May 2024 amounted to R 301,653,886.

The following reflects bank balances at 31 May 2024

Description	31 May 2024
Nedbank Primary Account:	2,059,397.83
Standard bank Account:	7,751,960
FNB Money Market Account:	3,218,136,83
<b>Total Cash held as at 31 May 2024</b>	<b>13,029,494.7</b>

The above table reflects the Cashbook balance is **R 301,653,886** and Bank statement balance of **R 13 ,029, 494.7** and the total cash book balance and investment is **R 314,683,381**.

## 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 - M11 - May

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										
<b>RECEIPTS:</b>										
<u>Operating Transfers and Grants</u>										
National Government:		345 491	312 500	353 374	13 070	405 237	313 638	91 599	29.2%	353 374
Expanded Public Works Programme integrated Grant		4 910	3 974	3 974	-	3 974	3 307	377	10.5%	3 974
Integrated National Electrification Programme Grant		-	-	41 000	13 070	41 000	27 333	13 667	50.0%	41 000
Local Government Financial Management Grant	3	1 650	1 700	1 700	-	1 700	1 558	142	9.1%	1 700
Municipal Infrastructure Grant		52 723	2 925	2 730	-	54 503	2 510	52 083	2074.7%	2 730
Equitable Share		280 308	383 970	383 970	-	383 970	278 639	25 331	9.1%	383 970
Provincial Government:		-	5 941	5 941	-	-	5 448	(5 448)	-100.0%	5 941
Specify (Add grant description)		-	2 250	2 250	-	-	2 063	(2 063)	-100.0%	2 250
Specify (Add grant description)		-	3 691	3 691	-	-	3 383	(3 383)	-100.0%	3 691
District Municipality:		-	-	100	100	100	67	33	50.0%	100
Specify (Add grant description)		-	-	100	100	100	67	33	50.0%	100
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>		<b>345 491</b>	<b>318 510</b>	<b>350 415</b>	<b>13 170</b>	<b>405 337</b>	<b>310 150</b>	<b>95 187</b>	<b>27.0%</b>	<b>350 415</b>
<u>Capital Transfers and Grants</u>										
National Government:		48 330	95 481	90 820	(13 070)	32 708	87 832	(55 128)	-82.8%	90 820
Municipal Disaster Relief Grant		2 251	-	34 957	-	32 708	30 081	2 025	6.8%	34 957
Municipal Infrastructure Grant		-	55 581	51 063	-	-	47 000	(47 696)	-100.0%	51 063
Integrated National Electrification Programme Grant		46 288	30 900	(0)	(13 070)	-	9 454	(9 454)	-100.0%	(0)
Provincial Government:		-	-	57 834	-	3 981	40 984	(45 823)	-92.8%	57 834
Specify (Add grant description)		-	-	-	-	3 331	-	3 331	#DIV/0!	-
Specify (Add grant description)		-	-	57 834	-	-	40 984	(49 904)	-100.0%	57 834
Specify (Add grant description)		-	-	-	-	150	-	650	#DIV/0!	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>		<b>48 330</b>	<b>95 481</b>	<b>143 854</b>	<b>(13 070)</b>	<b>36 687</b>	<b>137 736</b>	<b>(101 049)</b>	<b>-73.8%</b>	<b>143 854</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		<b>394 830</b>	<b>413 991</b>	<b>503 280</b>	<b>100</b>	<b>442 024</b>	<b>450 886</b>	<b>(14 862)</b>	<b>-3.3%</b>	<b>503 280</b>

The is no Operating and Capital grant receipts recognised in May 2024. YTD receipt is **R 442 Million** which is **88%** 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 - M11 - May

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>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		6 460	2 925	43 730	17 101	42 958	29 844	13 115	43.9%	43 730
Expanded Public Works Programme Integrated Grant		4 810	-	-	222	3 974	-	3 974	#DIV/0!	-
Integrated National Electrification Programme Grant		-	-	41 000	16 859	36 450	27 333	9 117	33.4%	41 000
Local Government Financial Management Grant		1 650	-	-	20	1 584	-	1 504	#DIV/0!	-
Municipal Infrastructure Grant		-	2 925	2 730	-	1 030	2 510	(1 480)	-59.0%	2 730
Provincial Government:		345	3 691	3 691	618	3 789	3 383	405	12.8%	3 691
Specify (Add grant description)		345	-	-	-	0	-	0	#DIV/0!	-
Specify (Add grant description)		-	-	-	4	208	-	208	#DIV/0!	-
Specify (Add grant description)		-	3 691	3 691	614	3 580	3 383	197	5.8%	3 691
District Municipality:		-	-	100	-	100	67	33	50.0%	100
Specify (Add grant description)		-	-	100	-	100	67	33	50.0%	100
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>		<b>6 805</b>	<b>6 616</b>	<b>47 521</b>	<b>17 720</b>	<b>46 847</b>	<b>33 294</b>	<b>13 554</b>	<b>40.7%</b>	<b>47 521</b>
<b>Capital Transfers and Grants</b>										
National Government:		108 353	103 405	94 744	(1 152)	65 951	95 049	(29 098)	-30.6%	94 744
Municipal Disaster Relief Grant		-	-	34 957	6 144	12 699	30 681	(17 982)	-58.8%	34 957
Municipal Infrastructure Grant		62 065	63 505	59 787	2 711	53 252	54 914	(1 662)	-3.0%	59 787
Integrated National Electrification Programme Grant		46 288	39 900	(0)	(10 006)	-	9 454	(9 454)	-100.0%	(0)
Provincial Government:		-	-	57 034	(7 942)	(7 942)	49 904	(57 847)	-115.9%	57 034
Specify (Add grant description)		-	-	2 113	(4 500)	(4 500)	1 409	(5 909)	-415.5%	2 113
Specify (Add grant description)		-	-	(2 113)	(2 387)	(2 387)	(1 409)	(979)	69.5%	(2 113)
Specify (Add grant description)		-	-	57 034	(1 055)	(1 055)	49 904	(50 959)	-102.1%	57 034
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>		<b>108 353</b>	<b>103 405</b>	<b>151 778</b>	<b>(9 094)</b>	<b>58 009</b>	<b>144 953</b>	<b>(86 945)</b>	<b>-58.8%</b>	<b>151 778</b>
<b>TOTAL EXPENDITURE OF TRANSFERS &amp; GRANTS</b>		<b>115 157</b>	<b>110 021</b>	<b>199 299</b>	<b>8 626</b>	<b>104 856</b>	<b>178 247</b>	<b>(73 391)</b>	<b>-41.2%</b>	<b>199 299</b>

The total operating grant expenditure amounts to R 17.7 million. Total expenditure for both operational and Capital grants for the month amounts to R 8,6 million which is 4% 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 May 2024

EC441 Matatiele - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 - May

Summary of Employee and Councillor remuneration	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		A	B	C					D	
<b>Councillors (Principal Office Recorders sites Other)</b>										
Basic Salaries and Wages		13 806	14 195	12 636	967	11 047	11 783	(736)	-6%	12 636
Pension and UIF Contributions		519	2 875	2 118	64	737	2 040	(1 303)	-64%	2 118
Medical Aid Contributions		528	113	113	67	606	103	527	500%	113
Motor Vehicle Allowance		198	190	2 437	-	(4)	1 673	(1 677)	-100%	2 437
Cellphone Allowance		2 562	2 610	2 782	208	2 332	2 514	(182)	-7%	2 782
Housing Allowances		5 019	5 250	5 254	506	6 334	4 816	1 518	32%	5 254
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		22 672	26 328	25 328	1 984	21 677	23 210	(1 538)	-6%	26 328
% increase	4		16.7%	16.7%						16.7%
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages		2 504	3 190	2 843	163	2 036	2 646	(610)	-23%	2 843
Pension and UIF Contributions		90	218	308	6	(17)	270	(267)	-100%	308
Medical Aid Contributions		95	198	296	-	-	232	(232)	-100%	296
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		348	408	840	-	-	727	(727)	-100%	840
Motor Vehicle Allowance		1 382	2 119	2 636	99	1 056	2 352	(1 296)	-55%	2 636
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		667	672	617	123	1 460	787	693	90%	617
Other benefits and allowances		0	1	1	-	0	1	(1)	-88%	1
Payments in lieu of leave		254	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		390	495	580	10	162	522	(360)	-90%	580
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		5 748	7 698	8 283	368	4 667	7 517	(2 828)	-38%	8 283
% increase	4		32.7%	44.1%						44.1%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		96 708	107 314	112 542	8 504	63 307	102 250	(18 042)	-9%	112 542
Pension and UIF Contributions		14 500	15 824	15 933	1 274	14 148	16 563	(1 665)	-3%	15 933
Medical Aid Contributions		5 198	5 945	6 082	514	5 456	5 559	(103)	-2%	6 082
Overtime		2 530	2 726	2 755	328	3 510	3 519	(69)	39%	2 756
Performance Bonus		7 743	8 354	8 254	319	5 708	7 578	(1 811)	-24%	8 254
Motor Vehicle Allowance		5 226	7 037	6 542	647	7 042	7 658	(616)	-8%	6 542
Cellphone Allowance		6	6	6	1	6	6	(6)	-7%	6
Housing Allowances		2 422	4 908	4 944	271	2 868	4 528	(1 660)	-36%	4 944
Other benefits and allowances		3 137	1 973	1 859	205	2 356	1 718	638	37%	1 859
Payments in lieu of leave		3 133	-	-	-	937	-	937	N/D/N/O	-
Long service awards		427	-	-	50	461	-	461	N/D/N/O	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		141 088	164 086	168 619	12 118	106 696	146 418	(19 429)	-7%	168 619
% increase	4		9.2%	18.8%						18.8%
<b>Total Parent Municipality</b>		<b>268 712</b>	<b>347 067</b>	<b>342 229</b>	<b>14 413</b>	<b>161 771</b>	<b>177 146</b>	<b>(15 874)</b>	<b>-9%</b>	<b>347 229</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.

Total approved budget allocation on Employee related costs/Remuneration of Councillors is **R 187,036,730** this was adjusted to an adjusted budget of **R 194,222,733**. Total expenditure of **R 14,412,813** salary costs was recognised for the month this represent **7%** expenditure and this below the expected due to vacant post that are not yet filled. The year-to-date expenditure is **83%** on this category. This is inclusive of remuneration of councillors



### 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 May 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: 14 / 06 / 2024