



MATATIELE
LOCAL MUNICIPALITY

2021/2022
QUARTERLY
SECTION 52(D)
REPORT

1ST QUARTER ENDED
30 SEPTEMBER 2021

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GLOSSARY

Annual Budget – Prescribed in section 16 of the MFMA - the formal means by which a Municipality approve official budget for the next three years.

Adjustment Budget – Prescribed in section 28 of the MFMA – the formal means by which a Municipality may revise its annual budget during the year.

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.

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.

Vote – One of the main segments into which a 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 52(d): Quarterly budget Statements

Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations

1.1 RESOLUTIONS

This is the resolution being presented to Council in the quarterly report on the implementation of budget and financial state of affairs of the municipality as required in terms of section 52 of the Municipal Finance Management Act 56 of 2003.

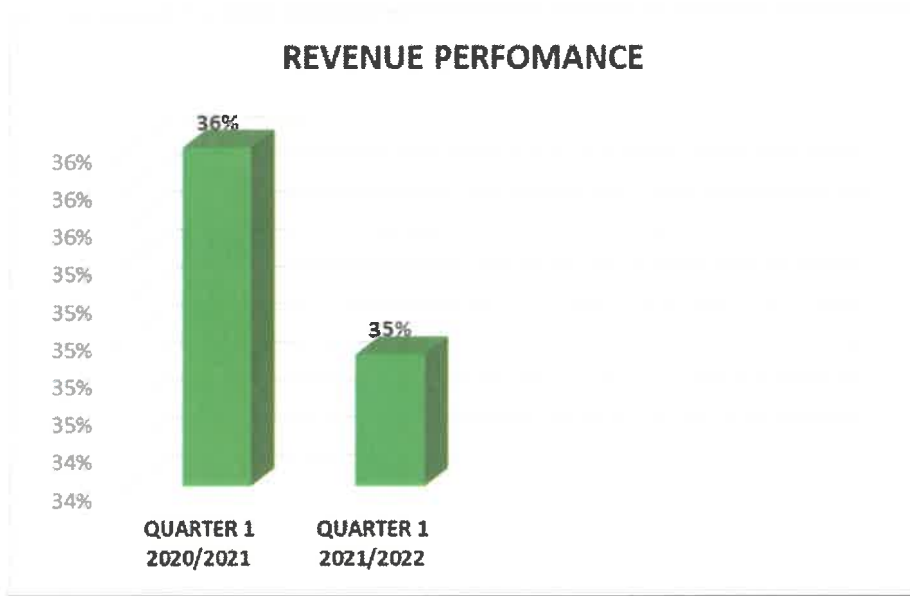
Recommendations:

- That, the report on the implementation of the budget and the financial state of affairs of the municipality for the quarter ended 30th September 2021 be noted by council.
- That, the submission of section 52(d) reports and to Provincial and National Treasuries 30 days after the end of each quarter be noted by Council.

1.2 EXECUTIVE SUMMARY

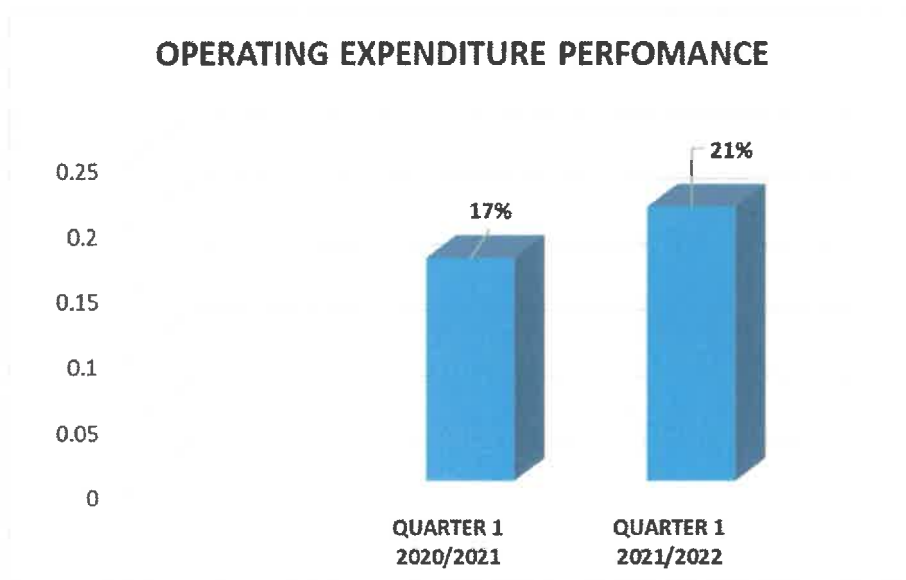
Revenue by source

The total revenue received by source for the 1st quarter amounted to **R200,618,168** against approved budget of **R573,218,160**. This represents **35%** revenue for the first quarter, this is above the expected performance of **25%** for the quarter ended 30 September 2021, due to the first trenches on conditional and unconditional grants received during the quarter.



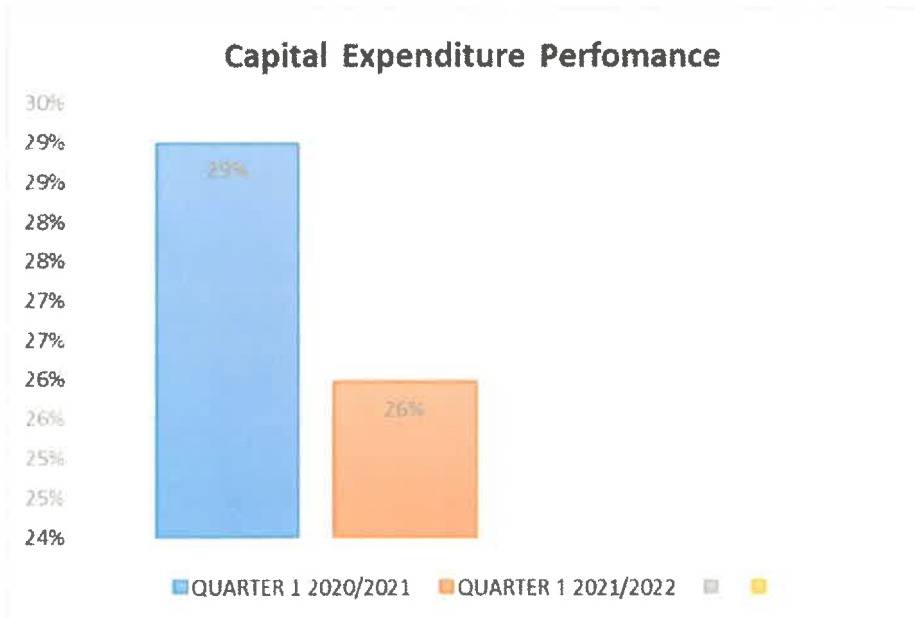
Operating Expenditure by type

Operating expenditure amounted to **R 90,236,090** for the 1stquarter of the financial year against approved budget of **R 430,345,896**. This represents **21%** of the approved operating expenditure budget. The reason for the **4%** variance is due to non-cash items that are recognised at the end of financial year and less travelling and accommodation expenditure incurred.



Capital Expenditure

Capital expenditure for the 1st quarter of the financial year amounted to **R 50,084,282** against approved budget of **R192,872,520**. This represents **26%** of the approved capital expenditure budget. Which is within the expected performance for the quarter.



**PART 2 –
IN-YEAR BUDGET STATEMENTS
2.1 Table C1 Monthly Budget Statement Summary**

Description	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	46 575	54 066	-	1 068	37 140	13 522	23 618	175%	54 066
Service charges	68 589	70 532	-	4 290	13 957	17 633	(3 676)	-21%	70 532
Investment revenue	8 825	14 650	-	840	2 127	3 062	(1 538)	-42%	14 650
Transfers and subsidies	306 535	267 313	-	-	109 998	66 828	42 770	64%	267 313
Other own revenue	21 978	21 163	-	3 199	6 520	5 291	1 229	23%	21 163
Total Revenue (excluding capital transfers and contributions)	432 502	427 747	-	9 996	169 343	108 937	62 406	59%	427 747
Employee costs	117 964	132 281	-	9 490	28 927	33 065	(4 138)	-13%	132 281
Remuneration of Councilors	18 979	21 090	-	1 690	5 082	5 422	(340)	-6%	21 090
Depreciation & asset impairment	112 287	35 300	-	-	-	8 825	(8 825)	-100%	35 300
Finance charges	1	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	53 969	57 379	-	6 487	26 022	14 345	13 677	95%	57 379
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	152 636	183 716	-	9 717	28 204	45 929	(17 725)	-39%	183 716
Total Expenditure	498 638	430 346	-	27 365	99 236	107 566	(17 359)	-18%	430 346
Surplus/(Deficit)	(4 536)	(2 989)	-	(17 367)	79 106	(649)	79 756	-12270%	(2 989)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	92 926	145 471	-	-	31 276	36 368	(5 092)	-14%	145 471
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	88 608	142 872	-	(17 367)	110 382	35 718	74 664	209%	142 872
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	88 608	142 872	-	(17 367)	110 382	35 718	74 664	209%	142 872
Capital expenditure & funds sources									
Capital expenditure	147 687	192 873	-	19 254	59 084	48 218	1 066	4%	192 873
Capital transfers recognised	78 799	142 872	-	19 174	48 051	35 718	12 333	35%	142 872
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	68 888	50 000	-	80	2 834	12 500	(9 666)	-84%	50 000
Total sources of capital funds	147 687	192 873	-	19 254	59 084	48 218	1 066	4%	192 873
Financial position									
Total current assets	384 721	264 567	-	-	449 712	-	-	-	264 567
Total non current assets	1 130 410	1 152 868	-	-	1 180 484	-	-	-	1 152 868
Total current liabilities	131 886	(52 284)	-	-	136 590	-	-	-	(52 284)
Total non current liabilities	32 753	(29 578)	-	-	32 753	-	-	-	(29 578)
Community wealth/Equity	1 961 960	1 988 287	-	-	1 498 664	-	-	-	1 988 287
Cash Flows									
Net cash from (used) operating	500 027	140 857	-	7 170	120 774	35 214	(85 560)	-243%	140 857
Net cash from (used) investing	(161 457)	(192 872)	-	(20 529)	(55 897)	(48 218)	7 678	-16%	(192 872)
Net cash from (used) financing	110	-	-	1	6	-	(6)	NM/0%	-
Cash/cash equivalents at the month/year end	491 676	138 293	-	-	289 296	165 305	(123 991)	-79%	172 386
Debtors & creditors analysis									
	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
Debtors Age Analysis									
Total By Income Source	6 084	4 099	35 457	11 322	2 793	3 093	30 426	122 280	215 534
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

2.1.2 Table C2 Monthly Budget Statement –Financial Performance (Functional Class)

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		369 349	341 497	-	5 286	153 759	85 374	68 385	80%	341 497
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		369 349	341 497	-	5 286	153 759	85 374	68 385	80%	341 497
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		9 482	13 841	-	224	1 969	3 460	(2 391)	-69%	13 841
Community and social services		4 965	7 602	-	80	233	1 900	(1 667)	-88%	7 602
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 517	6 239	-	144	836	1 560	(724)	-46%	6 239
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		61 176	52 183	-	27	11 344	13 946	(1 702)	-13%	52 183
Planning and development		691	202	-	15	28	50	(22)	-44%	202
Road transport		60 485	51 981	-	12	11 315	12 995	(1 680)	-13%	51 981
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		165 421	163 697	-	4 481	34 446	41 424	(6 978)	-17%	163 697
Energy sources		91 020	150 099	-	3 483	31 496	37 525	(6 029)	-16%	150 099
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		14 401	15 598	-	977	2 950	3 899	(950)	-24%	15 598
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	545 428	573 218	-	9 998	290 618	143 365	57 314	49%	573 218
Expenditure - Functional										
Governance and administration		264 593	254 399	-	14 011	39 907	63 577	(23 670)	-37%	254 399
Executive and council		24 449	28 860	-	2 094	7 622	7 215	407	6%	28 860
Finance and administration		176 767	221 705	-	11 624	31 255	55 426	(24 172)	-44%	221 705
Internal audit		3 287	3 744	-	292	1 030	936	94	10%	3 744
Community and public safety		32 880	42 778	-	3 143	8 966	10 693	(1 734)	-16%	42 778
Community and social services		13 823	20 523	-	1 678	4 610	5 131	(520)	-10%	20 523
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		19 057	22 255	-	1 465	4 350	5 564	(1 214)	-22%	22 255
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		62 994	49 016	-	2 791	7 479	12 254	(4 784)	-39%	49 016
Planning and development		17 626	21 954	-	626	2 378	5 489	(3 111)	-57%	21 954
Road transport		44 878	27 062	-	2 075	5 082	6 765	(1 673)	-25%	27 062
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		156 940	84 242	-	7 539	33 899	21 959	12 839	61%	84 242
Energy sources		126 693	60 140	-	6 801	29 769	15 035	14 734	98%	60 140
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		30 246	24 102	-	729	4 130	6 025	(1 895)	-31%	24 102
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	456 828	430 346	-	27 385	90 236	107 566	(17 330)	-16%	430 346
Surplus/ (Deficit) for the year		86 600	142 872	-	(17 387)	110 382	35 718	74 644	208%	142 872

References

2.1.3 C3 Monthly Budget Statement –Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2020/21 Audited Outcome	Budget Year							
			Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - Executive and council	1	-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin	1	369 128	341 022	-	5 276	152 161	85 255	65 905	78.5%	341 022
Vote 3 - Corporate	1	221	475	-	10	1 599	119	1 480	1246.2%	475
Vote 4 - Development and Planning	1	358	202	-	15	26	50	(22)	-43.8%	202
Vote 5 - Community	1	23 883	29 439	-	1 201	4 019	7 360	(3 341)	-45.4%	29 439
Vote 6 - Infrastructure	1	151 838	202 080	-	3 496	42 812	50 520	(7 708)	-15.3%	202 080
Vote 7 - Internal Audit	1	-	-	-	-	-	-	-	-	-
Vote 8 -	1	-	-	-	-	-	-	-	-	-
Vote 9 -	1	-	-	-	-	-	-	-	-	-
Vote 10 -	1	-	-	-	-	-	-	-	-	-
Vote 11 -	1	-	-	-	-	-	-	-	-	-
Vote 12 -	1	-	-	-	-	-	-	-	-	-
Vote 13 -	1	-	-	-	-	-	-	-	-	-
Vote 14 -	1	-	-	-	-	-	-	-	-	-
Vote 15 -	1	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	545 428	573 218	-	9 996	260 618	143 305	57 314	40.8%	573 218
Expenditure by Vote										
Vote 1 - Executive and council	1	24 449	28 860	-	2 094	7 622	7 215	407	5.6%	28 860
Vote 2 - Finance and Admin	1	114 083	153 257	-	6 962	17 527	38 314	(20 787)	-54.3%	153 257
Vote 3 - Corporate	1	64 630	68 449	-	4 663	13 728	17 112	(3 385)	-19.8%	68 449
Vote 4 - Development and Planning	1	15 680	21 954	-	626	2 378	5 488	(3 111)	-56.7%	21 954
Vote 5 - Community	1	63 127	66 880	-	3 872	13 090	16 720	(3 630)	-21.7%	66 880
Vote 6 - Infrastructure	1	171 571	87 202	-	8 876	34 862	21 801	13 061	59.9%	87 202
Vote 7 - Internal Audit	1	3 287	3 744	-	292	1 630	936	94	10.0%	3 744
Vote 8 -	1	-	-	-	-	-	-	-	-	-
Vote 9 -	1	-	-	-	-	-	-	-	-	-
Vote 10 -	1	-	-	-	-	-	-	-	-	-
Vote 11 -	1	-	-	-	-	-	-	-	-	-
Vote 12 -	1	-	-	-	-	-	-	-	-	-
Vote 13 -	1	-	-	-	-	-	-	-	-	-
Vote 14 -	1	-	-	-	-	-	-	-	-	-
Vote 15 -	1	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	456 828	430 346	-	27 385	90 236	107 586	(17 350)	-16.1%	430 346
Surplus/ (Deficit) for the year	2	88 600	142 872	-	(17 387)	110 382	35 718	74 664	209.0%	142 872

2.1.4 C4 Monthly Budget Statement –Financial Performance (revenue and Expenditure)

Vote Description	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		46 575	54 088	-	1 669	37 140	13 522	23 618	175%	54 088
Service charges - electricity revenue		57 058	55 007	-	3 319	11 049	13 752	(2 702)	-20%	55 007
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		11 531	15 526	-	971	2 908	3 861	(973)	-26%	15 526
Rental of facilities and equipment		1 397	1 245	-	1 299	1 501	311	1 190	382%	1 245
Interest earned - external investments		8 825	14 650	-	840	2 127	3 662	(1 536)	-42%	14 650
Interest earned - outstanding debtors		13 357	11 799	-	1 568	3 806	2 950	857	29%	11 799
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		762	2 094	-	126	347	523	(176)	-34%	2 094
Licences and permits		3 787	4 525	-	29	503	1 131	(628)	-66%	4 525
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		306 535	267 313	-	-	109 598	66 828	42 770	64%	267 313
Other revenue		873	1 501	-	178	363	375	(12)	-3%	1 501
Gains		1 801	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		452 982	427 747	-	8 986	169 343	106 937	62 406	38%	427 747
Expenditure By Type										
Employee related costs		117 954	132 261	-	9 490	28 927	33 065	(4 136)	-13%	132 261
Remuneration of councillors		19 979	21 690	-	1 690	5 082	5 422	(340)	-6%	21 690
Debt impairment		25 504	7 000	-	-	-	1 750	(1 750)	-100%	7 000
Depreciation & asset impairment		112 287	35 300	-	-	-	8 825	(8 825)	-100%	35 300
Finance charges		1	-	-	-	-	-	-	-	-
Bulk purchases - electricity		48 196	50 000	-	6 333	26 938	12 500	14 438	116%	50 000
Inventory consumed		5 763	7 379	-	154	1 084	1 845	(761)	-41%	7 379
Contracted services		93 011	105 630	-	7 353	20 754	26 408	(5 653)	-21%	105 630
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		34 123	71 086	-	2 364	7 450	17 771	(10 322)	-58%	71 086
Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		456 828	438 346	-	27 385	99 236	107 586	(17 350)	-19%	438 346
Surplus/(Deficit)										
Transfers and subsidies - capital (excludes contributions) (transfer to Provincial and District)		(4 326)	(2 589)	-	(17 387)	79 188	(658)	79 736	(0)	(2 599)
Transfers and subsidies - capital (excludes contributions) (transfer to Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		92 925	145 471	-	-	31 276	36 368	(5 092)	(0)	145 471
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		88 600	142 872	-	(17 387)	110 382	35 718			142 872
Taxation										
Surplus/(Deficit) after taxation		88 600	142 872	-	(17 387)	110 382	35 718			142 872
Attributable to minorities		-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		88 600	142 872	-	(17 387)	110 382	35 718			142 872
Share of surplus/ (deficit) of associate		-	-	-	-	-	-			-
Surplus/ (Deficit) for the year		88 600	142 872	-	(17 387)	110 382	35 718			142 872

Revenue by Source

Property Rates

Property Rates is the major part of the municipal own revenue and represents 13% of total own revenue budget.

Billing on Annual property rates is done in July for the financial year. Billing for the quarter amounted to **R 37,412,736**.

Revenue received from property rates amounted to **R 4,011,853** for the 1st Quarter ended 30 September 2021 against approved budget of **R 54,088,416** this represents **7%** of received revenue by source which is less than anticipated **25%**.

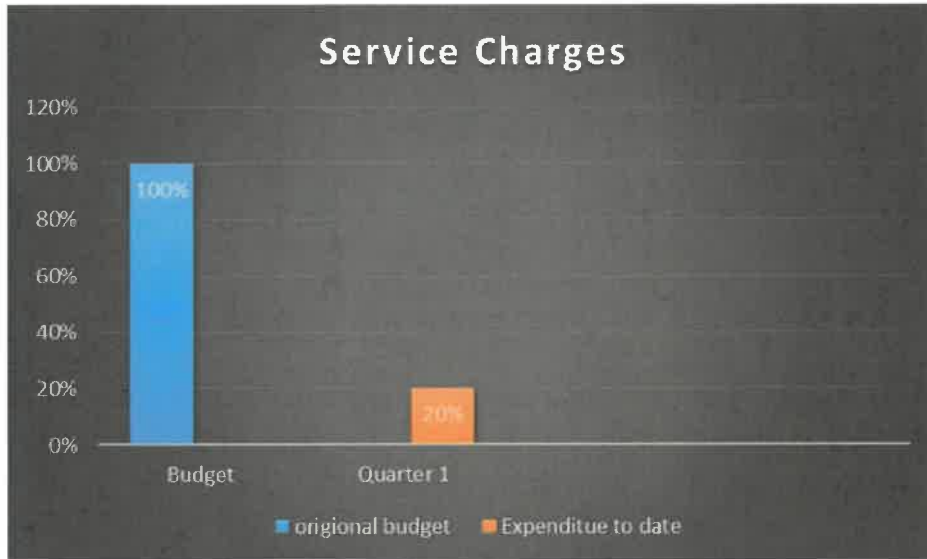
Less collection is due to Farms, Government Departments who fail to make payments on time and also arears including Maluti & Cedarville where the municipality is struggling to collect from.



Service Charges

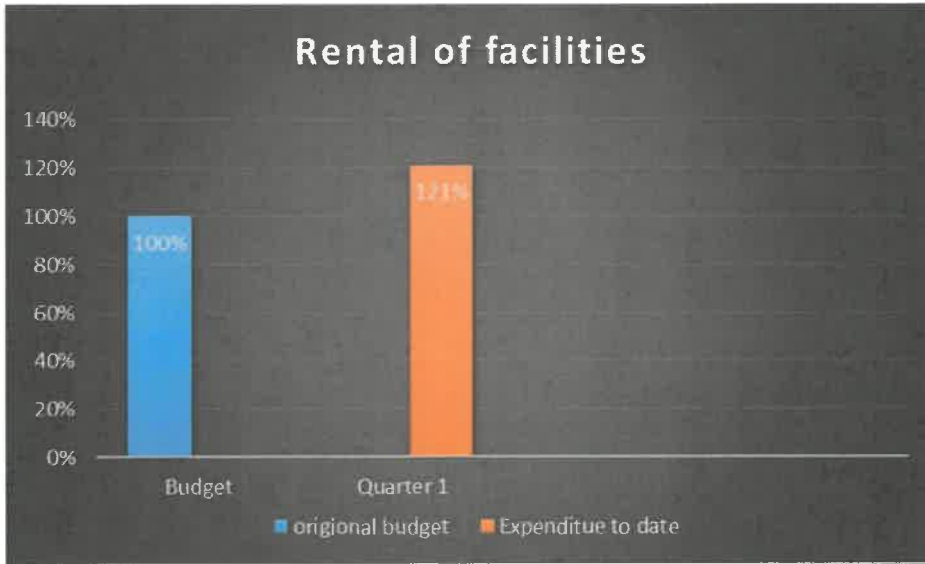
Revenue from Service charges amounted to **R 13,957,294** which is made of **R2, 908, 000** and **R11, 049, 000** refuse and electricity respectively for the 1st quarter ended 30 September 2021 against approved budget of **R 70,532,412**

This represent **20%** of the revenue budget for this source. The variance is due to less electricity consumption by consumers as anticipated, few consumers converted to solar energy.



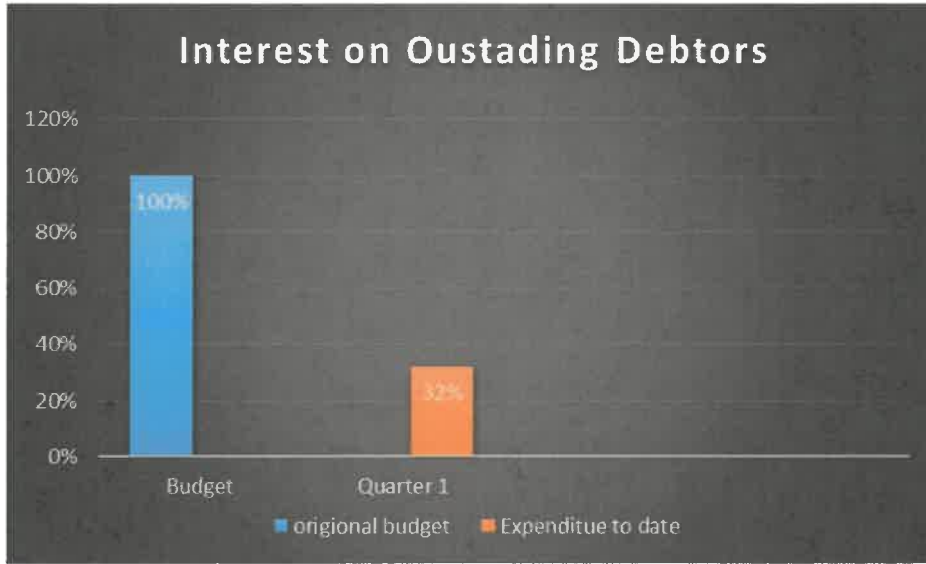
Rental from facilities

Revenue from rental of facilities amounted to R 1,500,874 for the 1st quarter ended 30 September 2021 against budget of R 1,245,000 and this represents 121% of the anticipated revenue from rentals, revenue from traffic licenses was incorrectly received under rental this will be corrected during 2nd quarter.



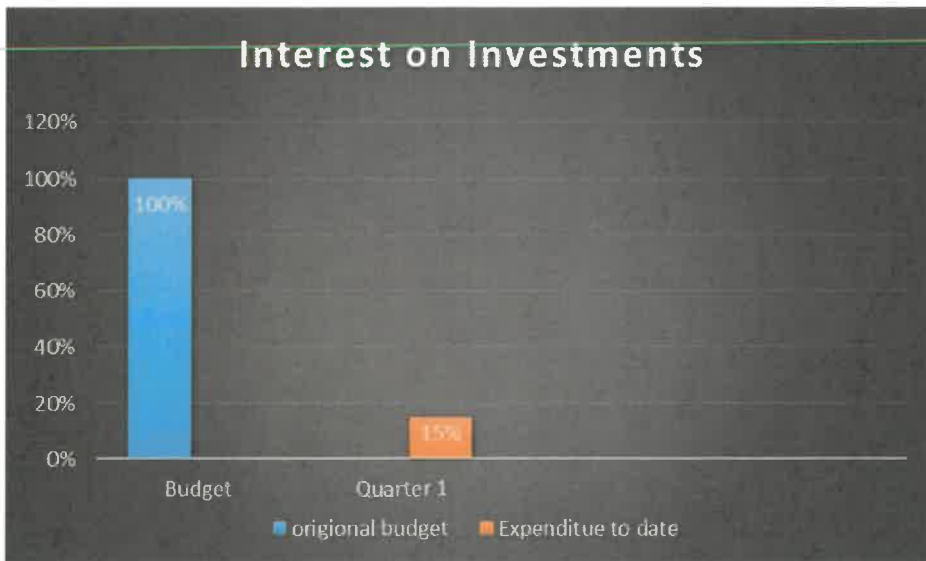
Interest on Outstanding Debtors

Interest on outstanding debtors for the 1st quarter ended 30 September 2021 amounted to **R 3,806,193** against approved budget of **R 11,798,772** and this reflects **32%** of the revenue budget and is a positive performance as the expected target is **25%** for the quarter.



Interest on Investments

Interest earned from conditional and unconditional investments amounted to **R2,126,970** against approved budget **R14,649,996** for the 1st quarter ended 30 September 2021. This represents **15%** of the total budget from this source and is due to low interest rates on investments during the lockdown period.



Fines & Penalties

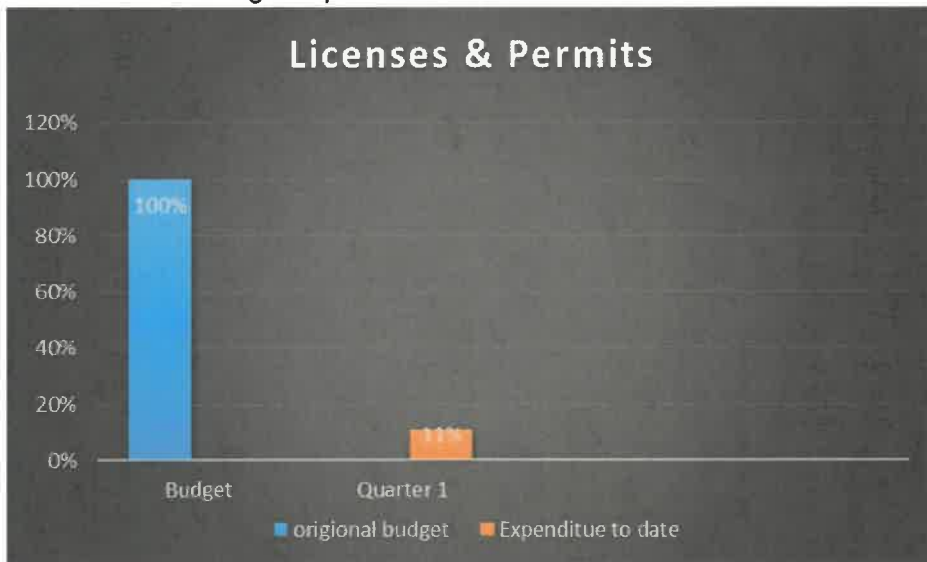
Revenue from fines and penalties amounted to **R 346 962** for the 1st quarter ended 30 September 2021 against approved budget of **R 2,093,700** and this reflects **17%** of the revenue budget from fines and penalties, the variance is a result of less payments received for fines issued in the quarter under review.



Licenses and Permits

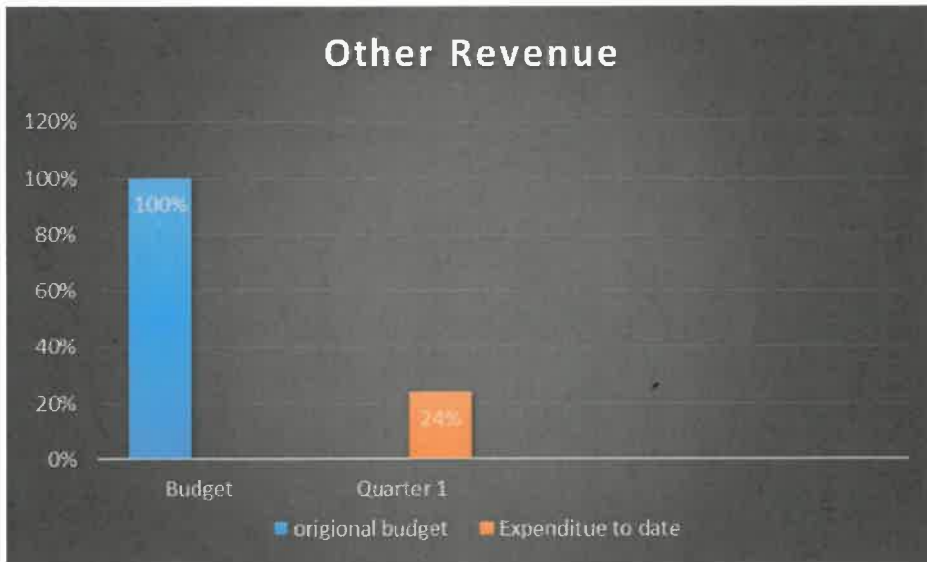
Revenue from licenses and permits amounted to **R 502,749** against approved budget **R 4,524,684** for the 1st quarter ended 30 September 2021. This represents **11%** revenue for the quarter against the budget from this source.

July to September no licensing was done due to lockdown and driving license bookings was also not done during this period.



Other Revenue

Other revenue reflects an amount of **R 363 245** for the 1st quarter ended 30 September 2021 against approved budget of **R 1 501 176** this represents **24%** of the budget allocated for this category. The variance is a result less revenue received for insurance refund as anticipated.

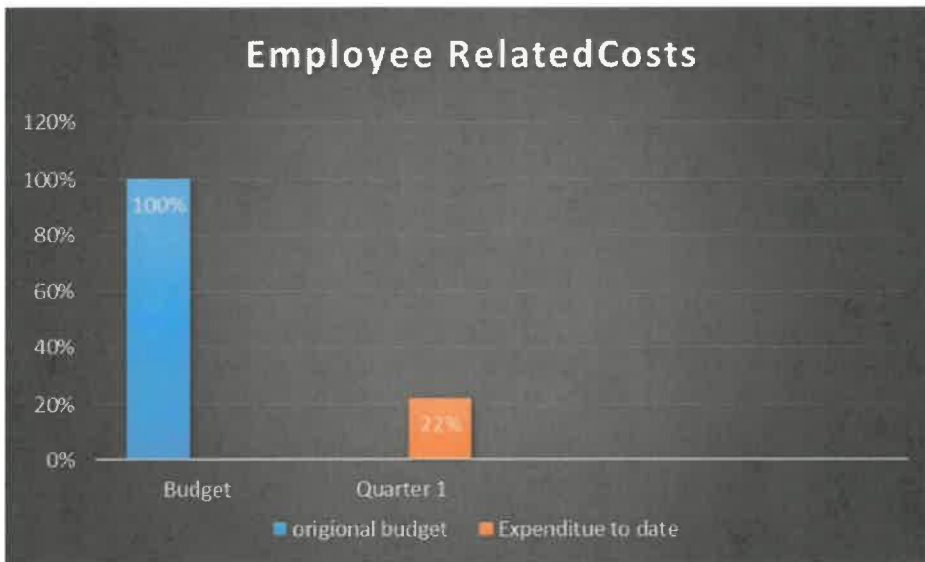


Expenditure by Type

Expenditure by type reflects operational budget per type/category of expenditure

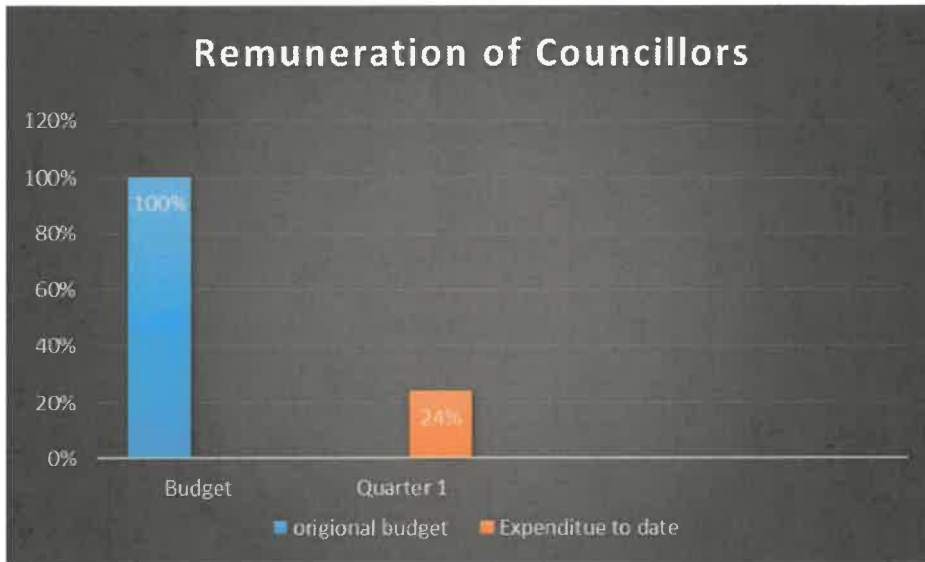
Employee Related Costs

Employee related expenditure for the 1st quarter ending 30 September 2021 amounted to **R 28,927,478** against budget amount of **R 132,260,904** that represents **22%** of the budgeted amount. The variance is due to vacant posts that have not been filled and implementation of increment that was planned for July.



Remuneration of Councillors

Expenditure from remuneration of Councillors amounted to R 5,082,292 for the for 1st quarter ended 30 September 2021 against adjusted budget of R 21,689,916 this represents 24% of the budget allocated to this category. This is within the expected performance for the quarter.



Debt impairment

Currently the municipality accounts for Debt impairment at the end of the financial year, no expenditure is reflected for 1st quarter for this category.

Depreciation and Asset Impairment

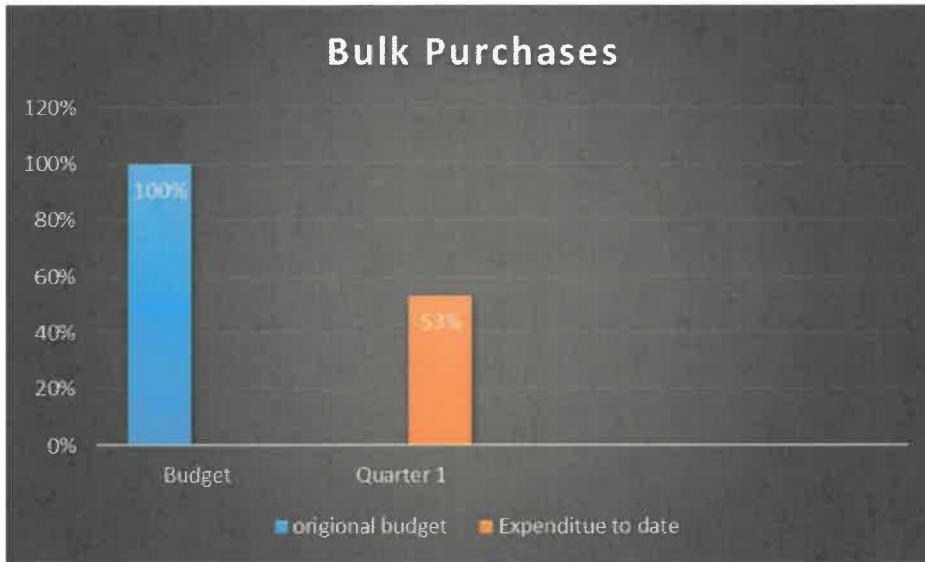
Expenditure and Asset Impairment is accounted for at the end of the financial year, no expenditure is reflected for the 1st quarter for this category. The municipality is in a process of having a calculation on depreciation on a monthly basis from the rather than awaiting for the year-end.

Finance Costs

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

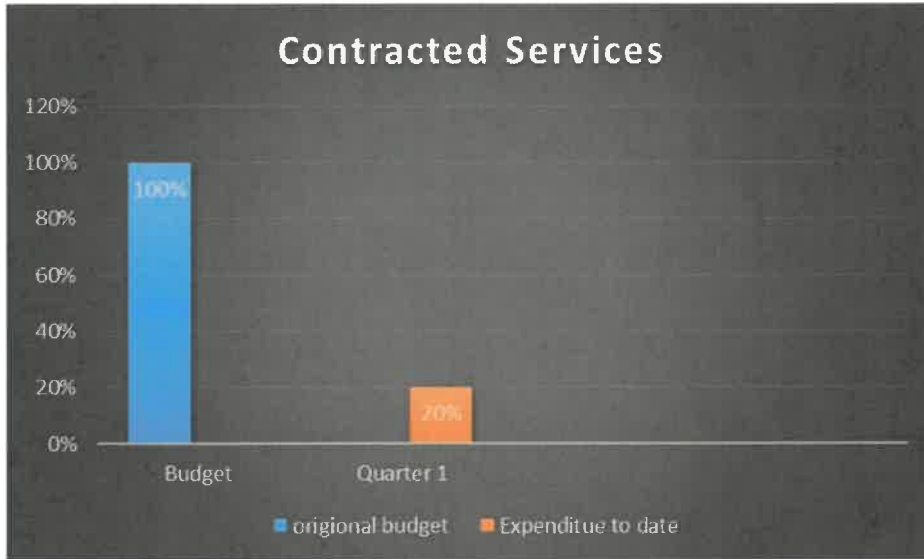
Bulk Purchases

Expenditure on electricity bulk purchases amounted to **R 26,938,115** for the 1st quarter ended 30 September 2021 against budget of **R 50,000,000** this represents **53%** and is a bit higher than the expected performance for the quarter.



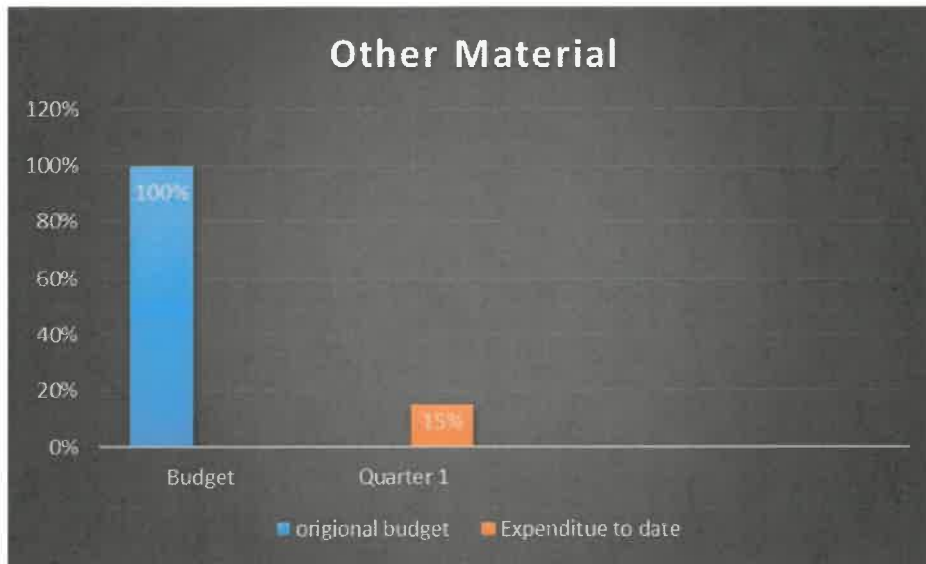
Contracted Services

Expenditure on contracted services amounted to **R 20,754,278** for the 1st quarter ended 30 September 2021 against approved budget of **R 105,630,024** this represents **20%** of the budget for this category and is less than the expected performance for the quarter. This is as a result of less expenditure on cash cropping programme which is still on tender stage, Parks and gardens seasonal expenditure will only be incurred in the 2nd quarter after spring.



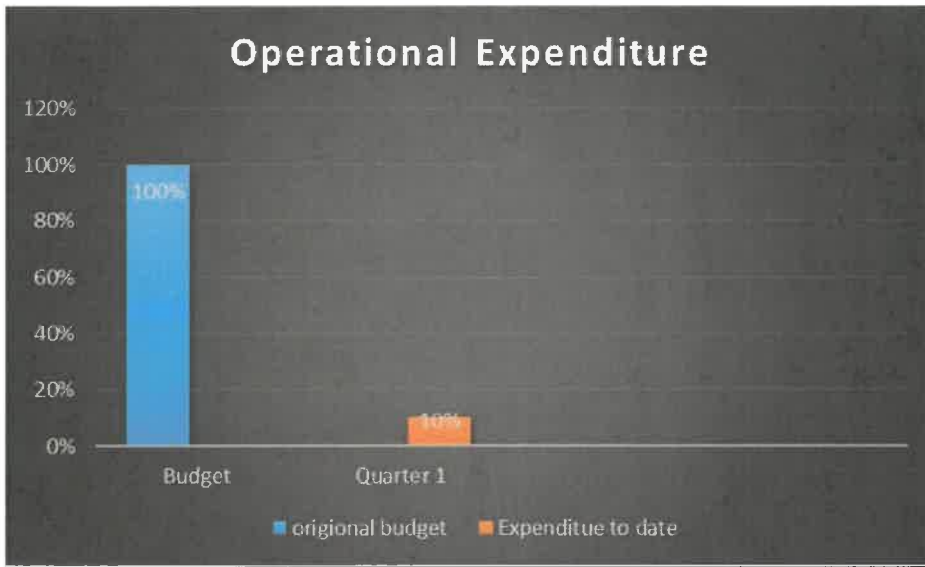
Other Material

Expenditure on other material amounted to **R 1,083,995** for the 1st quarter ended 30 September 2021 against approved budget of **R 7,379,196**. This represents **15%** of budget allocation for this category. Adjusted level 3, 2 and rotation of Municipal Staff in the 1st quarter is a result of less material and supplies withdrawn from the municipal Stores.



Operational Expenditure

Operational expenditure for the 1st quarter ended 30 September 2021 amounted to **R 7,449,932** against approved budget of **R 71,085,852** and represents **10%**. The variance results from expenditure from Audit Fees as a result of auditor general Not Submitting Invoices in time, travelling and subsistence that was not utilised, and other general expenditure that was not incurred during the adjusted level 3 & 2 national lockdown.



2.1.5 C5 Monthly Budget Statement –Capital Expenditure (municipal vote, functional classification and funding)

Vote Description	Ref	Budget Year 2021/22								
		2020/21	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD Budget	YTD variance	YTD variance %	Full Year Forecast
R Revenues	1									
Multi-Year expenditure provisions	2									
Vote 1 - Executive and Council										
Vote 2 - Finance and Admin										
Vote 3 - Corporate										
Vote 4 - Development and Planning										
Vote 5 - Community										
Vote 6 - Infrastructure										
Vote 7 - Internal Audit										
Vote 8 -										
Vote 9 -										
Vote 10 -										
Vote 11 -										
Vote 12 -										
Vote 13 -										
Vote 14 -										
Vote 15 -										
Total Capital Multi-year expenditure	4.1									
Single Year expenditure provisions	2									
Vote 1 - Executive and Council			80				23	(57)	-100%	80
Vote 2 - Finance and Admin		4 081	756		20	51	188	(125)	-71%	756
Vote 3 - Corporate		2 515	6 710			814	1 678	(1 664)	-83%	6 710
Vote 4 - Development and Planning		485	218				54	(54)	-100%	218
Vote 5 - Community		884	4 952			1 064	1 281	(173)	-14%	4 952
Vote 6 - Infrastructure		138 836	180 336		19 204	48 353	45 084	3 269	2%	180 336
Vote 7 - Internal Audit										
Vote 8 -										
Vote 9 -										
Vote 10 -										
Vote 11 -										
Vote 12 -										
Vote 13 -										
Vote 14 -										
Vote 15 -										
Total Capital single-year expenditure	4	147 887	192 873		19 224	50 084	48 218	1 866	4%	192 873
Total Capital Expenditure		147 887	192 873		19 224	50 084	48 218	1 866	4%	192 873
Capital Expenditure - Functional Classification										
Governance and administration		4 576	7 526		20	868	1 881	(1 213)	-64%	7 526
Executive and Council			80				23	(57)	-100%	80
Finance and administration		4 081	7 436		20	868	1 881	(1 101)	-64%	7 436
Internal audit										
Community and public safety		884	1 762			1 064	811	(254)	-14%	1 762
Community and social services		875	410				103	(103)	-100%	410
Spport and recreation										
Public safety		155	1 352			1 064	308	(726)	-21%	1 352
Housing										
Health										
Economic and environmental services		37 330	82 205		3 548	12 971	20 881	(6 101)	-34%	82 205
Planning and development		485	348				82	(82)	-100%	348
Road transport		37 448	81 857		3 548	12 571	20 489	(6 919)	-34%	81 857
Environmental protection										
Quality services		48 245	131 330		15 885	34 782	25 343	9 437	37%	131 330
Energy services		48 131	88 180		15 885	34 782	24 343	10 237	42%	88 180
Water management										
Waste water management										
Waste management		154	3 203				800	(800)	-100%	3 203
Other										
Total Capital Expenditure - Functional Classification	5	147 887	192 873		19 224	50 084	48 218	1 866	4%	192 873
Funding by										
National Government		18 438	142 872		18 114	48 081	35 718	12 363	36%	142 872
Provincial Government		121								
District Municipality										
Transfers and subsidies - capital (municipal allocations)										
(National) Provincial Departmental Agencies, Households										
Non-profit institutions, Private Enterprises, Public										
Corporations, Higher Educational Institutions										
Residuals recognised - capital		78 718	142 872		18 114	48 081	35 718	12 363	35%	142 872
Borrowing										
Internally generated funds		88 888	50 000		88	2 024	12 500	(12 412)	-84%	50 000
Total Capital Funding		147 887	192 873		18 204	50 084	48 218	1 866	4%	192 873

The approved capital budget amounted to R 192,872,520 for the financial year and for the 1st quarter ended 30 September 2021 amounted to R 50,084,282 representing 26% of the budget. Expenditure on capital is within the expected Performance for the 1st Quarter.

2.1.6 C6 Monthly Budget Statement –Financial Position

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		11 285	669	-	(2 726)	669
Call investment deposits		213 127	140 275	-	246 504	140 275
Consumer debtors		74 945	33 127	-	112 054	33 127
Other debtors		83 227	88 896	-	92 112	88 896
Current portion of long-term receivables		-	-	-	-	-
Inventory		2 137	1 600	-	1 768	1 600
Total current assets		384 721	264 567	-	448 712	264 567
Non current assets						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		3 589	2 327	-	3 589	2 327
Investments in Associate		-	-	-	-	-
Property, plant and equipment		1 126 417	1 148 451	-	1 176 452	1 148 451
Biological		-	-	-	-	-
Intangible		403	590	-	453	590
Other non-current assets		-	1 500	-	-	1 500
Total non current assets		1 130 410	1 152 868	-	1 180 494	1 152 868
TOTAL ASSETS		1 515 131	1 417 435	-	1 630 207	1 417 435
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		1 497	(345)	-	1 503	(345)
Trade and other payables		115 082	(49 940)	-	119 769	(49 940)
Provisions		15 318	(11 998)	-	15 318	(11 998)
Total current liabilities		131 896	(62 284)	-	136 590	(62 284)
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		32 753	(29 578)	-	32 753	(29 578)
Total non current liabilities		32 753	(29 578)	-	32 753	(29 578)
TOTAL LIABILITIES		164 649	(91 861)	-	169 343	(91 861)
NET ASSETS	2	1 350 482	1 509 297	-	1 460 864	1 509 297
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1 049 100	1 739 743	-	1 008 404	1 739 743
Reserves		452 480	(230 446)	-	452 460	(230 446)
TOTAL COMMUNITY WEALTH/EQUITY	2	1 501 580	1 509 297	-	1 460 864	1 509 297

The table reflects the financial position is recorded at the end of the quarter ending 30 September 2021.

2.1.7 C7 Monthly Budget Statement –Cash Flow

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		17 483	46 975	-	3 187	5 471	11 494	(6 023)	-52%	46 975
Service charges		54 759	60 729	-	4 674	13 437	15 182	(1 745)	-11%	60 729
Other revenue		33 631	9 365	-	1 924	2 416	2 341	75	3%	9 365
Transfers and Subsidies - Operational		309 461	267 313	-	15	110 770	66 828	43 942	66%	267 313
Transfers and Subsidies - Capital		92 926	145 471	-	14 649	49 997	36 368	13 629	37%	145 471
Interest		8 578	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(16 811)	(387 996)	-	(17 279)	(61 317)	(96 999)	(36 682)	37%	(387 996)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Grants		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		506 027	140 857	-	7 178	128 774	36 214	(85 560)	-243%	140 857
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(161 457)	(192 872)	-	(20 529)	(55 897)	(48 218)	7 678	-16%	(192 872)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(161 457)	(192 872)	-	(20 529)	(55 897)	(48 218)	7 678	-16%	(192 872)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		110	-	-	1	6	-	6	#DIV/0!	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		110	-	-	1	6	-	(6)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		338 680	(52 016)	-	(13 358)	64 884	(13 004)			(52 016)
Cash/cash equivalents at beginning:		153 196	178 309	-		224 412	178 309			224 412
Cash/cash equivalents at month/year end:		491 876	126 293	-		289 296	165 305			172 396

PART 3 –SUPPORTING DOCUMENTATION

DEBTORS' ANALYSIS

Supporting Table SC3_Monthly Budget statement Aged Debtors _ First quarter

Description	NT Code	Budget Year 2021/22									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts LLo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total			
R Thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1 063	1 311	1 748	1 637	1 214	883	5 019	782	14 474	9 546		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 509	833	32 101	40	19	309	2 322	99 546	97 836	62 443		
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-		
Receivables from Exchange Transactions - Waste Water Management	1500	943	642	509	431	421	405	1 933	18 082	23 365	21 272		
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	7	7	7		
Receivables from Exchange Transactions - Property Rental Debtors	1700	1 880	1 137	1 088	1 162	1 069	1 053	5 400	29 531	42 121	38 296		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1920	121	76	1	8 044	71	232	15 573	14 312	38 531	38 333		
Other	1900	-	-	-	-	-	-	-	-	-	-		
Total By Income Source	2800	6 984	4 089	35 457	11 322	2 793	3 893	30 426	122 280	215 534	188 885		
2021/22 - totals only		14463	3545	3498	19496	3304	3308	12245	119122	178	157		
Debtors Age Analysis By Customer Group													
Organs of State	2200	-	-	-	-	-	-	-	-	-	-		
Commercial	2300	2 213	1 797	33 367	2 331	1 907	1 986	9 215	65 260	117 684	80 317		
Households	2400	3 218	1 668	1 321	8 562	498	878	18 172	19 082	53 386	47 191		
Other	2500	654	634	759	430	388	619	3 029	37 910	44 442	42 386		
Total By Customer Group	2800	6 984	4 089	35 457	11 322	2 793	3 893	30 426	122 280	215 534	188 885		

The total debt book for September 2021 inclusive of R2,843,826.38 advanced payments resulting to a total of R215 534 327.

The total debt book for September 2021 excluding of advanced payments is R 212 690 500.62. Has increased by R2 365 088,37 from 2020/21 closing balance of R 210 325 412.25 . Debt is made up of the following:

Residential debt: R65 833 309.74.

Commercial debt: R 29 897 810.46

Government debt: R114 197 661.21

Other: R 2 761 719.21

The municipality implements the credit control and debt collection policy.

There are two areas in which the municipality is not able to collect and the debt totals to

Maluti: R 47 258 804 (including current)

Cedarville: R 4 024 749 (including current)

Debt that is above 90 days is handed over on a monthly basis to the municipal debt to collectors as follows:

Households: R 46 148 188,15

Business: R 1 970 209,58

No debt hand over in the 1st quarter 30 September 2021. A new service provider has been appointed to start looking at debt that is older than 90 days.

CREDITORS' ANALYSIS

Description	NT Code	Budget Year 2021/22								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100									-
Bulk Water	0200									-
PAYE deductions	0300									-
VAT (output less input)	0400									-
Pensions / Retirement deductions	0500									-
Loan repayments	0600									-
Trade Creditors	0700									-
Auditor General	0800									-
Other	0900									-
Total By Customer Type	1800	-	-	-	-	-	-	-	-	-

The municipality paid its creditors within 30 days for the 1st quarter ended 30 September 2021.

INVESTMENT POTFOLIO ANALYSIS

Investment Management					
Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	10 000.00	30 997 000.00	(11 201 749.82)	69 042.23	19 874 292.41
INEP	818 331.87	19 000 000.00	(19 499 647.44)	37 949.47	356 633.90
EPWP	-	-	-	-	-
Municipal Electrification Intervention	272 107.04	-	-	2 062.69	274 169.73
Termination Guarantee	-	144 640.82	-	-	144 640.82
Guarantee	-	6 202 000.00	-	-	6 202 000.00
Smart Grid	54 503.14	-	-	413.09	54 916.23
Establishment Plan	193 695.52	-	(420.00)	927.48	194 203.00
Housing Development Fund	1 970 116.92	-	-	9 450.04	1 979 566.96
Dedea	599 530.35	-	-	2 875.76	602 406.11
Total Conditional Investments	3 918 285	56 343 641	- 30 701 817	122 721	29 682 829
Unconditional investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	56 884 582.18	4 800 000.00	-	379 957.84	61 684 582.18
Call Acc STD CRR	11 127 291.22	-	-	74 489.79	11 201 781.01
Call Acc STD CRR	21 294 186.30	-	-	296 920.55	21 591 106.85
Call Acc STD CRR	-	50 000 000.00	-	456 164.39	50 456 164.39
Call ACC FNB Surplus Cash	6 805 395.80	-	-	32 591.32	6 805 395.80
Nedbank 32 Days	6 384 645.52	-	-	60 538.36	6 445 183.88
Nedbank relief fund	768 858.62	-	-	5 828.23	774 686.85
Nedbank COV -19 Solidarity	92 995.02	-	-	704.74	93 699.76
Nedbank call Surplus	79 134 993.41	113 433 051.61	(162 535 401.82)	813 019.82	30 845 663.02
Nedbank Retention	26 715 591.40	-	-	202 523.25	26 918 114.65
Total Unconditional	209 208 539	168 233 052	- 162 535 402	2 322 738	216 816 378

As at 30 September 2021, the total investments amounted to R 246 499 207.68, this includes both conditional and unconditional grants and municipal reserves.

ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

EC441 Matatiele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q1 First Quarter

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		-	265 363	-	-	110 716	66 341	43 138	65.0%	265 363
Local Government Equitable Share			258 826			107 844	64 707	43 138	66.7%	258 826
Expanded Public Works Programme Integrated Grant			4 887			1 222	1 222			4 887
Local Government Financial Management Grant			1 650			1 650	413			1 650
Provincial Government:		-	650	-	-	-	163	-	-	650
Human Settlement Development										
IDP										
Libraries, Archives and Museums			650				163			650
Library Service										
Other transfers/grants (insert description)										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	-	266 013	-	-	110 716	66 503	43 138	64.9%	266 013
Capital Transfers and Grants										
National Government:		-	145 471	-	14 649	49 997	36 368	-		145 471
Municipal Infrastructure Grant (MIG)			51 971		14 649	30 997	12 993			51 971
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]			93 500			19 000	23 375			93 500
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total Capital Transfers and Grants	5	-	145 471	-	14 649	49 997	36 368	-		145 471
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	411 484	-	14 649	160 713	102 871	43 138	41.9%	411 484

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of revenues. All trenches allocated to be received in the quarter under review have been received.

Supporting Table C7

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	265 363	-	17 864	52 826	66 341	-		265 363
Local Government Equitable Share			258 826		16 980	50 212	64 707	-		258 826
Expanded Public Works Programme Integrated Grant			4 887		782	2 348	1 222	-		4 887
Local Government Financial Management Grant			1 650		102	266	413	-		1 650
Provincial Government:		-	650	-	-	-	163	(163)	-100.0%	650
Human Settlement Development			-		-	-	-	-		-
IDP			-		-	-	-	-		-
Libraries, Archives and Museums			650		-	-	163	(163)	-100.0%	650
Library Service			-		-	-	-	-		-
Other transfers/grants [insert description]			-		-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]			-		-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
0			-		-	-	-	-		-
Total operating expenditure of Transfers and Grants:		-	266 013	-	17 864	52 826	66 503	(163)	-0.2%	266 013
Capital expenditure of Transfers and Grants										
National Government:		-	145 471	-	19 329	48 455	36 368	-		145 471
Municipal Infrastructure Grant (MIG)			51 971		3 664	13 673	12 993	-		51 971
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]			93 500		15 665	34 782	23 375	-		93 500
Other capital transfers [insert description]			-		-	-	-	-		-
Provincial Government:		-	-	-	-	-	-	-		-
0			-		-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
0			-		-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
0			-		-	-	-	-		-
Total capital expenditure of Transfers and Grants		-	145 471	-	19 329	48 455	36 368	-		145 471
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	411 484	-	37 193	101 281	102 871	(163)	-0.2%	411 484

Expenditure performance on operational grants to date represents 20% of the approved budget, nil expenditure on library support grant due to adjusted level 3 to 2 which limit other activities.

Capital expenditure on capital grants to date represents 33% of the original budget on capital grants, expenditure on capital grants is within the expected performance.

EXPENDITURE ON COUNCILLOR AND EMPLOYEE RELATED COSTS

EC441 Matatiele - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits – Q1 1st Quarter

Summary of Employee and Councillor remuneration	Rat	2020/21	Budget Year 2021/22							
		Actual Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		12 057	13 681	-	1 011	3 032	3 420	(389)	-11%	13 681
Pension and UIF Contributions		741	808	-	61	184	202	(18)	-9%	808
Medical Aid Contributions		540	141	-	65	286	35	171	484%	141
Motor Vehicle Allowance		129	136	-	15	44	34	10	29%	136
Cellphone Allowance		2 279	2 391	-	189	568	598	(30)	-5%	2 391
Housing Allowances		4 204	4 532	-	350	1 049	1 133	(84)	-7%	4 532
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		19 979	21 890	-	1 686	5 082	5 422	(340)	-6%	21 890
% increase	4		8.8%							8.8%
Senior Managers of the Municipality										
Basic Salaries and Wages		1 064	3 208	-	80	240	800	(560)	-70%	3 208
Pension and UIF Contributions		70	139	-	6	18	35	(17)	-50%	139
Medical Aid Contributions		-	121	-	-	-	30	(30)	-100%	121
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		577	1 813	-	49	147	453	(306)	-67%	1 813
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		577	1 380	-	49	147	347	(200)	-58%	1 380
Other benefits and allowances		170	499	-	13	48	125	(85)	-68%	499
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		2 479	7 162	-	197	582	1 790	(1 188)	-67%	7 162
% increase	4		188.9%							188.9%
Other Municipal Staff										
Basic Salaries and Wages		75 730	87 626	-	6 284	19 157	21 907	(2 750)	-13%	87 626
Pension and UIF Contributions		12 615	14 324	-	1 042	3 106	3 581	(475)	-13%	14 324
Medical Aid Contributions		5 569	5 134	-	375	1 128	1 254	(126)	-12%	5 134
Overtime		2 147	1 916	-	226	667	479	188	39%	1 916
Performance Bonus		5 961	5 332	-	278	1 426	1 653	(157)	-10%	5 332
Motor Vehicle Allowance		4 996	4 832	-	401	1 322	1 208	114	9%	4 832
Cellphone Allowance		6	6	-	1	2	2	(0)	-2%	6
Housing Allowances		-	2 531	-	-	-	633	(633)	-100%	2 531
Other benefits and allowances		4 344	2 388	-	355	1 144	599	544	91%	2 388
Payments in lieu of leave		3 821	-	-	313	331	-	331	#DIV/0!	-
Long service awards		290	-	-	15	53	-	53	#DIV/0!	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		115 485	125 899	-	9 283	28 335	31 275	(2 940)	-8%	125 899
% increase	4		8.3%							8.3%
Total Parent Municipality		137 943	153 951	-	11 166	34 018	38 468	(4 478)	-12%	153 951

Expenditure from remuneration of Councillors amounted to **R5,082,291** for the 1st quarter ended 30 September 2021 against budget of **R21, 689 ,916**. this represents **23%** of the budget allocated to this category.

Employee related cost expenditure for the quarter under review amounted to **R28, 927, 478** against budget of **R132, 260, 904** and represents **22%** performance of the budget, vacant

Positions that have not yet been filled and increment that has not yet been implemented have been included in the approved budget resulting to slight variance.

SUPPLY CHAIN MANAGEMENT

a. Progress on Procurement Plan 2020/21

PROCUREMENT PLAN 2021/2022													
FY	Department	Responsible Office unit	Description	2021/22 Budget	Estimated costs	Procurement Strategy	Bid Specification date	Advertisement date	Closing date	Bid Evaluation date	Bid Adjudication date	Date of award of contract	Responsible official
BUDGET AND TREASURY OFFICES													
2021/22	BTO	Revenue and Expenditure	Supply and delivery of gas stoves and gas cylinder	R 27 000 000	R 27 000 000	Competitive bidding	14-May-21	15-May-21	08-Jul-21	13-Jul-21	23-Jul-21	23-Aug-21	N Majoja
2021/22	BTO	Revenue and Expenditure	Valuing of statements	R 300 000	R 300 000	Competitive bidding	02-Nov-21	12-Nov-21	13-Dec-21	13-Jan-21	22-Jan-21	22-Feb-21	N Majoja
2021/22	BTO	Financial Reporting and Assets Management	Accounting and Financial Management Professional Services Panel Establishment for a Period of 3 Financial Years Linked to Audit	R 9 500 000	Rates	Competitive bidding	14-May-21	04-Jun-21	05-Jul-21	14-Jul-21	23-Jul-21	23-Aug-21	S. FOKAZI
2021/22	BTO	Financial Reporting and Assets Management	Evaluation of Land Full site	R 1 500 000	R 800 000	Competitive bidding	06-Jul-21	16-Jul-21	16-Aug-21	25-Jul-21	03-Sep-21	04-Oct-21	S. FOKAZI
COMMUNITY SERVICES													
2021/2022	Community Services	Public Safety	Purchase of a 5 ton rollback breakdown vehicle	R 800 000.00	R 750 000.00	Competitive bidding	06-Jul-21	16-Jul-21	16-Aug-21	25-Jul-21	03-Sep-21	04-Oct-21	F. Ndhlisa
2021/2022	Community Services	Public Safety	Purchase of uniform and protective clothing	R 250 000.00	R 250 000.00	Contracted service provider	06-Jul-21	16-Jul-21	16-Aug-21	25-Jul-21	03-Sep-21	04-Oct-21	F. Ndhlisa
2021/2022	Community Services	Public Safety	Development of Integrated Transport	R 1 200 000.00	R 1 200 000.00	Competitive bidding	07-Sep-21	17-Sep-21	04-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	F. Ndhlisa
2020/2021	Community Services Department	Environment & Waste	Development of Disaster	R 250 000.00	R 250 000.00	Competitive bidding	07-Sep-21	17-Sep-21	04-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	F. Ndhlisa
2020/2021	Community Services	Environment & Waste	Nature reserve access road	R 400 000	R 400 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms. D.L. Leeu
2020/2021	Community Services	Environment & Waste	Fencing Mountain lake	R 300 000	R 300 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms. D.L. Leeu
2020/2021	Community Services Department	Environment & Waste	Cemeter management system	R 800 000	R 800 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms. D.L. Leeu
2020/2021	Community Services	Environment & Waste	Waste Collection CBD & Residential	R 16 000 000	R 16 000 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms. D.L. Leeu
2020/2021	Community Services	Environment & Waste	Cemeter development	1 000 000	1 000 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms. D.L. Leeu
2020/2021	Community Services	Environment & Waste	kip bins	R 200 000	R 200 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms. D.L. Leeu
2020/2021	Community Services	Environment & Waste	Remediation of landfill site	R 4 000 000	R 4 000 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms. D.L. Leeu
2021/22	Community Services	EPWP	Routine maintenance of 5 sports field	R 1 500 000	R 1 500 000	Competitive bidding	31-Aug-21	10-Sep-21	01-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Ms A Ganya
2021/22	Community Services	EPWP	Development of e-library website and	R 900 000	R 900 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms A Ganya
2021/22	Community Services	EPWP	Bus Rank Public Toilets Renovations	R 350 000	R 400 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms A Ganya
2021/22	Community Services	EPWP	Town hall renovations designs	R 350 000	R 400 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms A Ganya
2021/22	Community Services	EPWP	Public Amenities & EPWP unit PPE	R 850 000	R 850 000	Competitive bidding	17-Aug-21	27-Aug-21	17-Sep-21	29-Sep-21	08-Oct-21	08-Nov-21	Ms A Ganya

CORPORATE SERVICES

2021/2022	Corporate Services	Admin. and Council Support Manager, Karen Blignaut	Provision of Security Services	18000000	18000000	18000000	Competitive bidding	22-Jul-21	30-Jul-21	30-Aug-21	08-Aug-21	17-Sep-21	18-Oct-21	Admin. and Council Support Manager, Karen Blignaut
2021/2022	Corporate Services	Human Resources Management	Study Assistance and Trainings	R 862 120	R 862 120	R 862 120	Competitive bidding	07-Sep-21	17-Sep-21	04-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Mt. K Magada
2021/2022	Corporate Services	Human Resources Management	Employee Wellness	R 862 120	R 862 120	R 862 120	Competitive bidding	07-Sep-21	17-Sep-21	04-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Mt. K Magada
2021/2022	Corporate Services	Human Resources Management	Khanga Maledi and Wellness	R 831 300	R 831 300	R 831 300	Competitive bidding	07-Sep-21	17-Sep-21	04-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Mt. K Magada
2021/2022	Corporate Services	ICT Unit	Provision of cellphones and Mobile Data Cards	R 2 000 000	R 2 000 000	R 2 000 000	Competitive bidding	31-Aug-21	10-Sep-21	01-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Mr. P. Letuka
2021/2022	Corporate Services	ICT Unit	Resurfacing Of DR Site	R 1 600 000	R 1 600 000	R 1 600 000	Competitive bidding	31-Aug-21	10-Sep-21	01-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Mr. P. Letuka
2021/2022	Corporate Services	Human Resources Management	Personal Protective Equipment	R 862 120	R 862 120	R 862 120	Competitive bidding	07-Sep-21	17-Sep-21	04-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Mt. K Magada

ECONOMIC DEVELOPMENT & PLANNING

2021/2022	EDP	Development Planning	LSDF Development	500,000.00	500,000.00	500,000.00	Competitive bidding	06-Jul-21	16-Jul-21	16-Aug-21	25-Jul-21	03-Sep-21	04-Oct-21	Ms. T. Mabela
2021/2022	EDP	Development Planning	Maluti Land Tenure Upgrade	1 000 000.00	1 000 000.00	1 000 000.00	Competitive bidding	07-Sep-21	17-Sep-21	04-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Ms. T. Mabela
2021/2022	EDP	LED UNIT	SHAME Funding Support	400 000.00	400 000.00	400 000.00	Competitive bidding	03-Aug-21	13-Aug-21	03-Sep-21	14-Sep-21	23-Sep-21	25-Oct-21	Mt. Y Ndaba
2021/2022	EDP	LED UNIT	Cropping Programme	4 200 000.00	4 200 000.00	4 200 000.00	Competitive bidding	03-Aug-21	13-Aug-21	03-Sep-21	14-Sep-21	23-Sep-21	25-Oct-21	Mt. Y Ndaba
2021/2022	EDP	LED UNIT	Livestock Improvement Programme	240 000.00	240 000.00	240 000.00	Competitive bidding	03-Aug-21	13-Aug-21	03-Sep-21	14-Sep-21	23-Sep-21	25-Oct-21	Mt. Y Ndaba
2021/2022	Infrastructure Services	POMU	Construction of Lujabeng Access	R 2 500 000.00	R 2 500 000.00	R 2 500 000.00	Competitive bidding	14-Jun-21	25-Jun-21	20-Jul-21	28-Jul-21	06-Aug-21	06-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of St Paul Access Road	R 1 500 000.00	R 1 500 000.00	R 1 500 000.00	Competitive bidding	14-Jun-21	25-Jun-21	20-Jul-21	28-Jul-21	06-Aug-21	06-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Hebron to Madimong Access Road	R 149 167.00	R 149 167.00	R 149 167.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Zikhali Access Road	R 149 167.00	R 149 167.00	R 149 167.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Lhaseng Access Road	R 149 167.00	R 149 167.00	R 149 167.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Mocheni Access	R 149 167.00	R 149 167.00	R 149 167.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Maphutsing Access	R 149 167.00	R 149 167.00	R 149 167.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Mhombu Access Road	R 149 167.00	R 149 167.00	R 149 167.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Council Chambers Water Supply	R 2 000 000.00	R 2 000 000.00	R 2 000 000.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Council Chambers Mngile Pasha Pound	R 1 500 000.00	R 1 500 000.00	R 1 500 000.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Cedanille Internal Streets Phase 3	R 500 000.00	R 500 000.00	R 500 000.00	Competitive bidding	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Mahangu Access Road & Bridge	R 8 000 000.00	R 8 000 000.00	R 8 000 000.00	Competitive bidding	08-Jul-21	18-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Mochapi Access Road & Bridge	R 7 172 460.00	R 7 172 460.00	R 7 172 460.00	Competitive bidding	12-May-21	28-May-21	28-Jun-21	30-Jun-21	07-Jul-21	26-Jul-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Purulle to Mojent Access Road & Bridge	R 8 000 000.00	R 8 000 000.00	R 8 000 000.00	Competitive bidding	03-Aug-21	13-Aug-21	03-Sep-21	08-Sep-21	17-Sep-21	18-Oct-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Maluti Internal Streets Phase 4	R 800 000.00	R 800 000.00	R 800 000.00	Competitive bidding	03-Aug-21	13-Aug-21	03-Sep-21	08-Sep-21	17-Sep-21	18-Oct-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Magonqobeni	R 1 200 000.00	R 1 200 000.00	R 1 200 000.00	Competitive bidding	03-Aug-21	13-Aug-21	03-Sep-21	08-Sep-21	17-Sep-21	18-Oct-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Msuteni Access Road	R 1 200 000.00	R 1 200 000.00	R 1 200 000.00	Competitive bidding	03-Aug-21	13-Aug-21	03-Sep-21	08-Sep-21	17-Sep-21	18-Oct-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Extension of Mkathele Sports Centre	R 2 300 000.00	R 2 300 000.00	R 2 300 000.00	Competitive bidding	03-Aug-21	13-Aug-21	03-Sep-21	08-Sep-21	17-Sep-21	18-Oct-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Matatiele CBD Internal Streets Phase 3	R 200 000.00	R 200 000.00	R 200 000.00	Competitive bidding	03-Aug-21	16-Jul-21	30-Jul-21	11-Aug-21	20-Aug-21	07-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Hargi Gwala Internal Streets Phase	R 5 500 000.00	R 5 500 000.00	R 5 500 000.00	Competitive bidding	06-Jul-21	16-Jul-21	30-Jul-21	11-Aug-21	20-Aug-21	07-Sep-21	Manager: POMU
2021/2022	Infrastructure Services	POMU	Construction of Siphiso Phase 4	R 3 000 000.00	R 3 000 000.00	R 3 000 000.00	Competitive bidding	06-Jul-21	16-Jul-21	30-Jul-21	11-Aug-21	20-Aug-21	07-Sep-21	Manager: POMU

INFRASTRUCTURE - ELECTRICAL

2021/2022	Infrastructure Services	Electricity	Transformers	R 800 000	R 800 000	Advertisement	06-Jul-21	18-Jul-21	08-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: Electricity
2021/2023	Infrastructure Services	Electricity	Vacuum Fling Main Unit	R 800 000	R 800 000	Advertisement	06-Jul-21	18-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: Electricity
2021/2022	Infrastructure Services	Electricity	Street lights	R 800 000	R 800 000	Advertisement	06-Jul-21	16-Jul-21	06-Aug-21	11-Aug-21	20-Aug-21	20-Sep-21	Manager: Electricity
2021/2022	Infrastructure Services	Electricity	Tailors Street underground Cable	R 500 000	R 500 000	Advertisement	20-Jul-21	30-Jul-21	20-Aug-21	25-Aug-21	03-Sep-21	4-Oct-21	Manager: Electricity
2021/2022	Infrastructure Services	Electricity	Substation Switch Gears	R 800 000	R 800 000	Advertisement	10-Aug-21	20-Aug-21	10-Sep-21	15-Sep-21	23-Sep-21	25-Oct-21	Manager: Electricity
2021/2022	Infrastructure Services	Electricity	Installation of High Mast Lights & Street lights	R 2 500 000	R 2 500 000	Advertisement	10-Aug-21	20-Aug-21	10-Sep-21	15-Sep-21	23-Sep-21	25-Oct-21	Manager: Electricity
MUNICIPAL MANAGERS OFFICE													
2021/2022	MM's Office	SP& Comms	Manoral Cup	300 000	277 722.00	Competitive bidding	03-Aug-21	13-Aug-21	13-Sep-21	22-Sep-21	17-Aug-21	25-Aug-21	SP& Comms
2021/2022	MM's Office	SP& Comms	Reblishment of Outdoor Billboards	200 000	139 000	Competitive bidding	03-Aug-21	13-Aug-21	13-Sep-21	22-Sep-21	17-Aug-21	25-Aug-21	SP& Comms
2021/2022	MM's Office	SP& Comms	Radio Spok& Live Broadcast	250 000	250 000	Competitive bidding	03-Aug-21	13-Aug-21	13-Sep-21	22-Sep-21	17-Aug-21	25-Aug-21	SP& Comms
2021/2022	MM's Office	Internal Audit	Computer Audit Assistance Techniques (CAATs) Internal Audit Application	F500 000	F600 000	Competitive bidding	07-Sep-21	17-Sep-21	01-Oct-21	13-Oct-21	22-Oct-21	22-Nov-21	Ms K Dinyane

a) Tenders awarded for the 1st Quarter ended 30th September 2021

BIDS AWARDED IN THE FIRST QUARTER 2021						
NO	NAME OF DESCRIPTION	CLOSING DATE	SERVICE PROVIDER	APPOINTMENT DATE	AMOUNT	ADDRESS
1.	Construction of Purutle Emoyeni-Cast in Situ Bridges	28 January 2021	Mabona Civils and Plant Hire	21 July /2021	R 6,806,137.94	PO BOX 1178 No 42B Barclay Street kokstad 7400
2.	Supply and Delivery of 5G Material	21 May 2021	Jamalox Trading	21 July 2021	R 195,500.00	No 05 Popelane Street Matatielle 4730
3.	Construction of Purutle-Emoyeni Access Road and Bridges	29 January 2021	Sipho-Glad Construction and General Trading	21 July 2021	R 7,364,160.82	PO BOX 38094 Umlazi 3895
4.	Supply , Installation and Maintenance of Copiers	11 June 2021	Yuretak Business Machines cc T/A Itec Newcastle	23 July 2021	Rates	PO BOX 24087 60 Harding Street Newcastle 2940
5.	Construction of Mahagu Bridge & Access Road in ward 09	28 June 2021	Manong Construction & Projects	01 September 2021	13,175,798.52	PO BOX 1545 EFR 775 West Street Matatielle 4730

6.	Construction of Mbizeni Access Road	11 Jun 21	Jamalox Trading	14 September 21	1,066,021.56	Shop No 11, 12& 13 5 Popelane Street Matatiele 4730
7.	Provision of Security Services for a Period of Three Year	31 Jul 21	Ubilo Security Services	25 September 2021	42,048,012.86	PO BOX 343 EFR 161/2 Malubi Matatiele 4730
8.	Supply & Delivery of Crusher Dust for MLM	18 November 2020	Jamalox Trading	27 September 2021	336,375.02	Shop No 12 & 13 5 Popelane Matatiele 4730
9.	Employee Assistance & Wellness Programme Services	05 July 2021	Mhumi	29 September 2021	As Per Quoted Rate	2526 Mountain View Matatiele 4730
10.	Protective Clothing For PMU staff	30 July 21	Makalane Trading	29 September 2021	334,130.02	Tholang A/A ERF 458 Malubi Matatiele 4730

IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure of R400 relating to late payment of ESKOM invoices has been incurred for the 1st quarter ended 30 September 2021. The amount will be recovered for the official responsible in the month of November 2021.

INDIGENT MANAGEMENT

A total of R 13 314 has been carried over from the previous financial year (2020/2021). The indigent register for the 2020/2021 will be updated with new applicants except for ward 19, 20 and 1 (for rates and refuse). Due to the new project for supply and delivery for gas and gas stoves the wards in the rural area will continue with the previous year's numbers and be updated when the need arises.

A total of R 3 124 369 has been incurred as expenditure for indigent benefits as follows for the month ended 30 June 2021:

-	Electricity	R 422 531
-	Rates and refuse	R 403 174
-	Alternative energy (Solar; and gas and stoves)	R 2 298 664
A total of R 2,088,225.49 has been incurred as expenditure for indigent benefits as follows for the quarter ended 30 June 2021:		
-	Electricity	R 308 953
-	Rates and refuse	R 370 917
-	Alternative energy (Solar; and gas and stoves)	R 2 908 591

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

QUALITY CERTIFICATE

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

The quarterly budget statement (Section 52(d) Report) on the implementation of the budget and financial state of affairs of the municipality for the first quarter ended 30 September 2021 has been prepared in accordance with the Municipal Finance Management Act 2003 and Regulations made under that Act.

Print Name: Lizo Matiwane

Municipal Manager of Matatiele Local Municipality

Signature: 

Date: 14/10/2021