



MATATIELE
LOCAL MUNICIPALITY

**2022/2023
QUARTERLY
SECTION 52(D)
REPORT**

**1ST QUARTER ENDED
30 SEPTEMBER 2022**

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GLOSSARY

Annual Budget – Prescribed in section 16 of the MFMA - the formal means by which a

Municipality approve official budget for the next three years.

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

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 30 September 2022 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.
- That, the council note the withdrawal from the bank account, attached under 'Supporting Documents' in the report, in terms of Municipal Management Act, Sec11 (4)

1.2 EXECUTIVE SUMMARY

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.

Consolidated Performance (Revenue & Expenditure)

Operating Budget

Revenue by source

The approved revenue budget for the municipality amounts to **R 579,582,986** million and the revenue for the quarter ended 30 September 2022 amounted to **R 190,394,762** million and **33%** relates to revenue performance for the 1st quarter. This is above the expected performance of **25%** for the quarter ended 30 September 2022, the revenue recognised to date is **33%** of the total approved revenue budget. This is due to the transfers recognised in advance and will be reduced during the course of the year.

EC441 Matatiele - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	2022/2023 Revenue and Expenditure Framework						
	Approved Budget Year 2022/23	Adjusted Budget	Quarter 1	Year TD Actual	Year TD Budget	Quarter 1 Performance %	Year TD Performance %
Revenue By Source							
Property rates	54 088	54 088	37 403	37 403	13 522	69%	69%
Service charges - electricity revenue	71 416	71 416	13 118	13 118	17 854	18%	18%
Service charges - refuse revenue	15 526	15 526	2 923	2 923	3 881	19%	19%
Rental of facilities and equipment	2 028	2 028	292	292	0	14%	14%
Interest earned - external investments	14 650	14 650	3 396	3 396	3 663	23%	23%
Interest earned - outstanding debtors	18 731	18 731	4 096	4 096	4 683	22%	22%
Fines, penalties and forfeits	1 769	1 769	511	511	442	29%	29%
Licences and permits	4 131	4 131	998	998	1 033	24%	24%
Transfers and subsidies-Operating	293 418	293 418	113 280	113 280	73 355	39%	39%
Transfers and subsidies-Capital	102 356	102 356	14 097	14 097	25 569	14%	14%
Other revenue	1 471	1 471	279	279	368	19%	19%
Gains	-	-	-	-	-	0%	0%
Total Revenue (including capital transfers and contributions)	579 583	579 583	190 395	190 395	144 389	33%	33%

Operating Expenditure by type

The municipality’s approved expenditure budget of R 480,023,232 million. Expenditure incurred for the quarter ended 30 September 2022 amounted to R 91,375,040 million, when measured against the annual budget reflect a spending of 19% of the total operating budget. This is less than expected 25% performance for the quarter, the reason for the 6% variance is due to non-cash items that are recognised at the end of financial year and less Insurance premium, operating lease, achievement award, gift promotional material and indigent relief and cash crop cropping programme expenditure incurred.

Description	2022/2023 Revenue and Expenditure Framework						Year TD Performance %
	Approved Budget Year 2022/23	Adjusted Budget	Quarter 1	Year TD Actual	Year TD Budget	Quarter 1 Performance %	
<u>Expenditure By Type</u>							
Employee related costs	141 262	141 262	33 436	33 436	35 316	24%	24%
Remuneration of councillors	22 459	22 459	5 858	5 858	5 615	26%	26%
Debt impairment	6 000	6 000	-	-	1 500	0%	0%
Depreciation & asset impairment	53 336	53 336	-	-	13 334	0%	0%
Finance charges	-	-	-	-	-	0%	0%
Bulk purchases - electricity	61 383	61 383	16 182	16 182	15 346	26%	26%
Inventory consumed	7 747	7 747	1 027	1 027	1 937	13%	13%
Contracted services	113 584	113 584	25 124	25 124	28 396	0%	22%
Transfers and subsidies	-	-	-	-	-	0%	0%
Other expenditure	74 252	74 252	9 749	9 749	18 563	0%	13%
Losses	-	-	-	-	-	0%	0%
Total Expenditure	480 023	480 023	91 375	91 375	120 006	19%	19%

Capital Expenditure

The municipality’s approved capital budget amounts R 171,309,312 million. Capital Expenditure incurred for the quarter ended 30 September 2022 amounted to R 19,772,295 million and 25% relates to the expenditure incurred for the 1st quarter. which is below the expected performance for the quarter and the YTD performance is 12%. The variance is due to projects are still on supply chain processes.

Capital Expenditure material variances

The Capital Expenditure for the 2022/23 financial year is which implies that the capital expenditure incurred is significantly below the projection, variance is due to delays in implementing projects and the spending will improve in the second quarter under review.

Vote Description	Ref	2022-2023 Miduim Term Rvenue & Expenditure Framework							
		Budget Year 2022-2023	Adjusted Budget	Quarter 1	Year TD Actual	Year TD Budget	Year TD Variance	Quarter 1 Performance %	Year TD Performance %
Single-year expenditure to be appropriated	2								
Capital Expenditure - Functional									
Governance and administration		5 570	5 570	1 506	1 506	1 393	(114)	27%	27%
Executive and council		-	-	-	-	-	-	0%	0%
Finance and administration		5 570	5 570	1 506	1 506	1 393	(114)	27%	27%
Internal audit		-	-	-	-	-	-	0%	0%
Community and public safety		3 460	3 460	-	-	865	865	0%	0%
Community and social services		1 510	1 510	-	-	378	378	0%	0%
Sport and recreation		-	-	-	-	-	-	0%	0%
Public safety		1 950	1 950	-	-	488	488	0%	0%
Housing		-	-	-	-	-	-	0%	0%
Health		-	-	-	-	-	-	0%	0%
Economic and environmental services		110 101	110 101	13 443	13 443	27 525	14 083	12%	12%
Planning and development		500	500	-	-	125	125	0%	0%
Road transport		109 601	109 601	13 443	13 443	27 400	13 958	12%	12%
Environmental protection		-	-	-	-	-	-	0%	0%
Trading services		52 178	52 178	4 823	4 823	13 044	8 221	9%	9%
Energy sources		49 278	49 278	4 794	4 794	12 319	7 526	10%	10%
Water management		-	-	-	-	-	-	0%	0%
Waste water management		-	-	-	-	-	-	0%	0%
Waste management		2 900	2 900	30	30	725	695	1%	1%
Other		-	-	-	-	-	-	0%	0%
Total Capital Expenditure	3	171 309	171 309	19 772	19 772	42 827	23 055	12%	12%
Funded by:									
Municipal Infrastructure Grant		53 265	53 265	7 005	7 005	13 316	6 311	13%	13%
Integrated National Electrification Programme		46 288	46 288	4 794	4 794	11 572	6 778	10%	10%
Internally generated funds		71 757	71 757	7 974	7 974	17 939	9 965	11%	11%
Total Capital Funding	7	171 309	171 309	19 772	19 772	42 827	23 055	12%	12%

The approved annual capital budget for the financial year amounts to R 171,309,312 which include Capital Replacement Reserve, the capital expenditure incurred for the quarter ended 30 September 2022 amounted to R 19,772,295. This represents 12% of the approved capital expenditure budget.

Grants Funded Capital

- The MIG capital grant allocation for the financial year is **R 53,264,604** million as per Dora Allocation. the spending for the month ending 30 September is **R 7,004,877** which represent **13%** of expenditure to date.
- Integrated National Electrification Programme (INEP) of **R 46,287,972** million was allocated. The grant reflects **R 4,793,540** spending at the end of 30 September 2022 which represent **10%**.
- Capital Replacement Reserves (CRR) for the financial year **R 71,756,736** million is allocated. The spending for the month is **R 4,793,540** which represent **10%**.
- The municipality anticipate to spend **100%** of the total capital budget as at the end of the financial year, Therefore the spending is sitting at **12%** as at 30 September 2022.
- The Municipality has made the rollover application that have been submitted on the 31 august 2022 as per Section 22 of DoRA 2021 and were submitted together with the annual financial statement, the rollover approval will be published at the end of 31 October 2022 and final unspent conditional grant amount will be communicated by National Treasury on 8 November 2022, therefore approved rollover will be included in the adjustment budget of the Municipality and may proceed to spend such funds after the approval of Adjustment Budget, and were rollovers have not approved the amount needs to be reverted to the national and provincial treasury or will be set off against the equitable share.

Unspent National grants relate to the following projects: MIG

No.	Project Name	Unspent Balance as at June 2022
1	Harry Gwala Internal Streets (Itsokolele – Njongweville)	R 3,214,705.23
2	Mahangu Access Road & Bridge	R 3,809,642.22
3	Purutle Access Road & Bridge	R 2,317,322.69
		R 9,341,670.14

Grant Funded Projects (MIG PROJECTS)

MIG	September Status
Rehabilitation of Matatiele internal Streets Cluster 1	The project is at tender Stage
Purutle Moyeni Access Road and Bridge	The project is at Construction Stage and the progress is at 95 %
Extension of Matatiele Sports Centre Ph2	The project is at Construction Stage and the progress is at 92 %
Mahangu Access Road & Bridge	The project is at Construction Stage and the progress is at 91%
Harry Gwala Internal Streets	The project is at Construction Stage and the progress is at 90%
Rehabilitation of Cedarville internal streets	The project is at tender Stage

Street Lights	The project is at tender Stage
High Mast Lights	The project is at tender Stage

Grant Funded Projects

INEP	September Status
Mavundleni Electrification	Letter of instruction has been issued to the Service Provider, the contractor is busy with site establishment and Material Procurement
Mapoti Electrification	Construction Stage and the progress is at 79%
Polar Park Electrification	Letter of instruction has been issued to the Service Provider, the contractor is busy with site establishment and Material Procurement
Rockville Electrification	Letter of instruction has been issued to the Service Provider, the contractor is busy with site establishment and Material Procurement
Hillside-Manzi Ph2 link line	Construction Stage and the progress is at 10%
Sikhulumi Electrification	Construction is complete, Pending Eskom Process for energising
Sikhulumi Link Line	Construction is complete, Pending Eskom Process for energising
Molweni Electrification 1	Letter of instruction has been issued to the Service Provider, the contractor is busy with site establishment and Material Procurement
Molweni Electrification 2	Letter of instruction has been issued to the Service Provider, the contractor is busy finalising Designs
Masupa Electrification	Construction Stage and the progress is at 92%
Moiketsi Electrification	Letter of instruction has been issued to the Service Provider, the contractor is busy with site establishment and Material Procurement
Hillside Manzi Electrification	Construction Stage and the progress is at 10%

Internal Funded Capital Projects

Construction of Silo Phase 4	The project is on tender Stage
Municipal Plant	The project is on tender Stage
Dengwane Khoapa Botsola-Taung AR	The project is on tender Stage
Black Diamond Access Road and Bridge	The project is on tender Stage
Tsepisong Kamorathaba to Kuyasa AR	The project is on tender Stage
Dioldiweni Access Road	The project is on tender Stage
Makomorweni Access Road and Bridge	The project is on tender Stage
Lakhalong Access Road	The project is on tender Stage
Queens Mercy Access Road	The project is on tender Stage
Transformers New	The project is on tender Stage

PART 2 – IN-YEAR BUDGET STATEMENTS

2.1 Table C1 Monthly Budget Statement Summary

EC441 Matatiele - Table C1 Monthly Budget Statement Summary - Q1 First Quarter

Description	Budget Year 2022/23								
	2021/22 Amended Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD Actual	YearTD budget	YTD variance	YTD variance %	Full-Year Forecast
R thousands									
Financial Performance									
Property rates	48 725	54 086	-	1 086	37 403	13 522	23 881	177%	54 086
Service charges	68 140	88 842	-	5 583	18 842	21 735	(5 894)	-24%	88 842
Investment revenue	9 598	14 050	-	1 457	3 286	3 682	(396)	-7%	14 050
Transfers and subsidies	287 151	283 418	-	213	113 280	73 355	39 925	54%	283 418
Other own revenue	24 248	28 129	-	1 896	4 177	7 032	(2 855)	-12%	28 129
Total Revenue (excluding capital transfers and contributions)	618 670	672 227	-	10 847	176 297	118 267	58 030	48%	672 227
Employee costs	123 416	141 282	-	10 881	33 434	35 310	(1 880)	-5%	141 282
Remuneration of Councilors	21 444	22 450	-	1 858	5 458	5 615	(157)	-4%	22 450
Depreciation & asset impairment	53 954	53 336	-	-	-	13 334	(13 334)	-100%	53 336
Finance charges	35	-	-	-	-	-	-	-	-
Inventory consumed and stock purchases	64 230	80 130	-	8 843	27 208	17 282	(9 936)	-9%	80 130
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	253 707	145 836	-	11 138	34 872	48 459	(13 587)	-28%	145 836
Total Expenditure	516 796	488 828	-	32 678	81 876	120 686	(38 810)	-24%	488 828
Surplus/(Deficit)	101 874	183 400	-	(21 831)	94 421	(60 680)	155 101	-12248%	183 400
Transfers and subsidies - cash (monetary allocations) (National / Provincial and District)	105 532	162 358	-	8 272	14 087	25 586	(11 489)	-45%	162 358
Transfers and subsidies - cash (monetary allocations) (National / Provincial / Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - cash (Inland - int)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	99 417	99 680	-	(12 648)	80 334	24 900	55 434	288%	99 680
Share of surplus / (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus / (Deficit) for the year	99 417	99 680	-	(12 648)	80 334	24 900	55 434	288%	99 680
Capital expenditure & funds sources									
Capital expenditure	184 166	171 800	-	8 477	38 772	42 827	(4 055)	-54%	171 800
Capital transfers recognised	141 845	89 553	-	7 834	11 798	24 685	(13 080)	-53%	89 553
Borrowing	-	-	-	-	-	-	-	-	-
Intergovernmental funds	41 967	71 767	-	1 642	7 974	17 899	(9 925)	-58%	71 767
Total sources of capital funds	168 882	171 800	-	8 477	38 772	42 827	(4 055)	-54%	171 800
Financial position									
Total current assets	420 584	399 470	-	-	518 383	-	-	-	399 470
Total non-current assets	1 134 380	1 381 725	-	-	1 154 153	-	-	-	1 381 725
Total current liabilities	155 737	90 372	-	-	108 258	-	-	-	90 372
Total non-current liabilities	37 841	14 442	-	-	37 841	-	-	-	14 442
Community wealth/Equity	1 486 628	1 667 385	-	-	1 481 297	-	-	-	1 667 385
Cash flows									
Net cash from / (used) operating	271 430	110 480	-	(8 531)	148 555	27 540	(121 115)	-442%	110 480
Net cash from / (used) investing	(188 541)	(171 300)	-	(10 864)	(22 655)	(42 827)	(20 172)	47%	(171 300)
Net cash from / (used) financing	82	-	-	4	28	-	(29)	304%/2	-
Cash/each equivalents at the month/year end	311 882	232 888	-	-	365 381	278 041	(87 340)	-38%	232 888
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-180 Days	181-360 Days	181 Days-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	10 211	4 083	33 447	5 314	2 523	3 183	13 474	148 722	221 778
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

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

EC441 Matatiele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

Description	Ref	2021/22		Budget Year 2022/23						
		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		333 981	378 020	-	4 848	156 525	94 885	62 520	67%	376 020
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		333 981	376 020	-	4 848	156 525	94 005	62 520	67%	376 020
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		11 484	11 500	-	421	3 285	2 862	373	13%	11 500
Community and social services		6 057	6 368	-	318	1 791	1 592	199	13%	6 368
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		5 407	5 201	-	103	1 474	1 300	173	13%	5 201
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		88 838	58 290	-	3 788	8 878	14 072	(5 402)	-38%	56 298
Planning and development		171	202	-	35	53	50	2	4%	202
Road transport		67 867	56 088	-	3 783	8 518	14 022	(5 404)	-39%	56 088
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		170 110	135 785	-	11 251	21 934	33 928	(11 992)	-35%	135 785
Energy sources		156 620	57 024	-	10 272	18 996	14 256	4 741	33%	57 024
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		13 498	78 681	-	979	2 938	19 670	(16 733)	-85%	78 681
Other		-	-	-	-	-	-	-	-	-
Total Revenue - Functional	4	583 862	578 583	-	20 118	199 365	144 888	45 409	31%	578 583
Expenditure - Functional										
Governance and administration		241 854	224 874	-	15 883	58 009	58 244	(5 253)	-9%	224 874
Executive and council		28 850	29 845	-	2 325	9 194	7 461	1 733	23%	29 845
Finance and administration		208 724	191 438	-	13 295	40 575	47 859	(7 284)	-19%	191 438
Internal audit		4 380	3 692	-	264	1 221	923	298	32%	3 692
Community and public safety		34 847	53 254	-	3 521	9 821	13 313	(3 492)	-26%	53 254
Community and social services		15 683	27 956	-	1 959	5 116	6 989	(1 873)	-27%	27 956
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		19 264	25 297	-	1 561	4 705	6 324	(1 619)	-26%	25 297
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		80 877	88 830	-	2 955	8 938	22 787	(13 769)	-61%	90 838
Planning and development		19 907	24 989	-	1 134	3 542	6 247	(2 705)	-43%	24 989
Road transport		50 069	65 841	-	1 820	5 396	16 460	(11 065)	-67%	65 841
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		188 988	119 986	-	18 310	21 826	27 741	(6 115)	-22%	119 986
Energy sources		147 613	86 897	-	9 253	18 698	21 724	(3 027)	-14%	86 897
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		22 294	24 069	-	1 066	2 928	6 017	(3 089)	-51%	24 069
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	518 785	480 023	-	32 978	81 375	120 868	(28 631)	-24%	480 023
Surplus / Deficit for the year		65 077	98 560	-	(12 550)	99 020	24 000	74 130	286%	98 560

2.1.3 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) - Q1 First Quarter

Vote Description	Ref	2021/22 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	1									
Vote 1 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		333 448	375 670	-	4 632	156 476	93 917	62 559	66.6%	375 670
Vote 3 - Corporate		533	350	-	17	49	88	(38)	-44.0%	350
Vote 4 - Development and Planning		283	202	-	38	85	50	35	69.2%	202
Vote 5 - Community		24 963	90 249	-	1 401	6 202	22 562	(16 360)	-72.5%	90 249
Vote 6 - Infrastructure		224 375	113 112	-	14 031	27 581	28 278	(887)	-2.5%	113 112
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	583 682	579 583	-	28 118	198 395	144 896	45 499	31.4%	579 583
Expenditure by Vote	1									
Vote 1 - Executive Council		28 850	29 845	-	2 325	9 194	7 461	1 733	23.2%	29 845
Vote 2 - Finance and Admin		145 441	118 223	-	7 927	24 412	29 556	(5 144)	-17.4%	118 223
Vote 3 - Corporate		63 283	73 215	-	5 368	16 164	18 304	(2 140)	-11.7%	73 215
Vote 4 - Development and Planning		20 957	24 989	-	1 134	3 696	6 247	(2 549)	-40.8%	24 989
Vote 5 - Community		57 242	77 323	-	4 587	12 749	19 331	(6 581)	-34.0%	77 323
Vote 6 - Infrastructure		196 633	152 737	-	11 073	23 937	38 184	(14 247)	-37.3%	152 737
Vote 7 - Internal Audit		4 380	3 692	-	264	1 221	923	298	32.3%	3 692
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	516 785	488 823	-	32 670	91 375	128 806	(28 631)	-23.9%	488 823
Surplus (Deficit) for the year	2	66 817	90 760	-	(12 559)	99 820	24 890	74 138	297.8%	99 760

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

EC441 Matatiele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

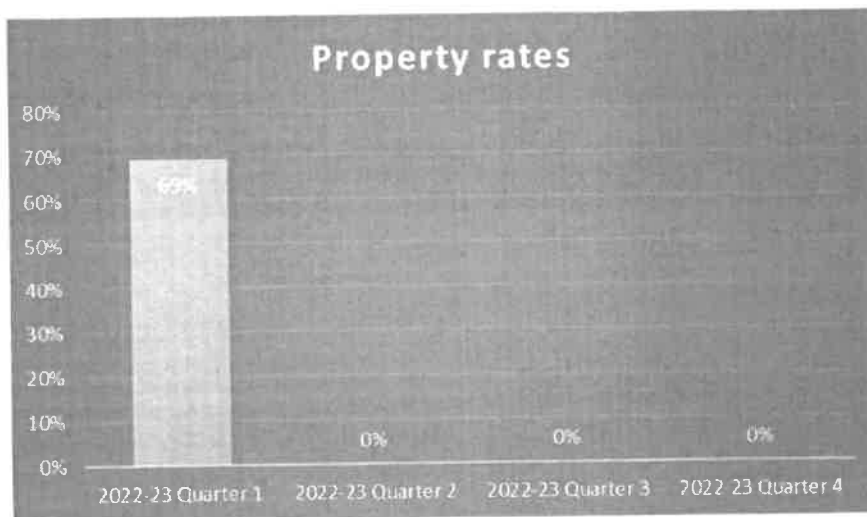
Vote Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		48 726	54 088	-	1 699	37 403	13 522	23 881	177%	54 088
Service charges - electricity revenue		56 530	71 416	-	4 609	13 118	17 854	(4 736)	-27%	71 416
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		11 615	13 526	-	974	2 923	3 861	(908)	-25%	15 526
Rental of facilities and equipment		1 260	2 028	-	138	292	507	(215)	-42%	2 028
Interest earned - external investments		9 599	14 650	-	1 457	3 396	3 862	(266)	-7%	14 650
Interest earned - outstanding debtors		16 188	18 731	-	1 560	4 096	4 683	(587)	-13%	18 731
Dividends received		-	-	-	-	-	-	-	-	-
Fines penalties and forfeits		2 058	1 769	-	164	511	442	69	16%	1 769
Licences and permits		3 407	4 131	-	(52)	990	1 033	(34)	-3%	4 131
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		267 351	293 418	-	213	113 280	73 353	39 925	54%	293 418
Other revenue		1 350	1 471	-	46	279	368	(89)	-24%	1 471
Gains		(15)	-	-	-	-	-	-	-	-
		418 878	477 227	-	10 847	176 297	119 307	56 991	48%	477 227
Total Revenue (excluding capital transfers and contributions)										
Expenditure By Type										
Employee related costs		123 416	141 262	-	10 691	33 436	35 316	(1 880)	-5%	141 262
Remuneration of councillors		21 444	22 439	-	1 858	5 858	5 615	243	4%	22 439
Debt impairment		18 094	6 000	-	-	-	1 500	(1 500)	-100%	6 000
Depreciation & asset impairment		53 954	53 336	-	-	-	13 334	(13 334)	-100%	53 336
Finance charges		35	-	-	-	-	-	-	-	-
Bulk purchases - electricity		58 161	61 383	-	8 635	16 182	15 346	836	6%	61 383
Inventory consumed		6 075	7 747	-	358	1 027	1 937	(910)	-47%	7 747
Contracted services		105 241	113 384	-	7 653	25 124	28 396	(3 272)	-12%	113 384
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		52 147	74 252	-	3 483	9 749	18 563	(8 814)	-47%	74 252
Losses		78 219	-	-	-	-	-	-	-	-
		518 785	488 823	-	32 678	91 375	120 808	(28 431)	-24%	488 823
Total Expenditure										
Surplus/(Deficit)		(88 718)	(2 794)	-	(21 831)	84 822	(809)	85 821	(8)	(2 794)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		165 532	102 356	-	9 272	14 097	25 589	(11 492)	(8)	102 356
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departments/ Agencies/ Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - at)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		86 817	99 588	-	(12 559)	90 826	24 800	-	-	99 588
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		86 817	99 588	-	(12 559)	90 826	24 800	-	-	99 588
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		86 817	99 588	-	(12 559)	90 826	24 800	-	-	99 588
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		86 817	99 588	-	(12 559)	90 826	24 800	-	-	99 588

Revenue by Source

Property Rates

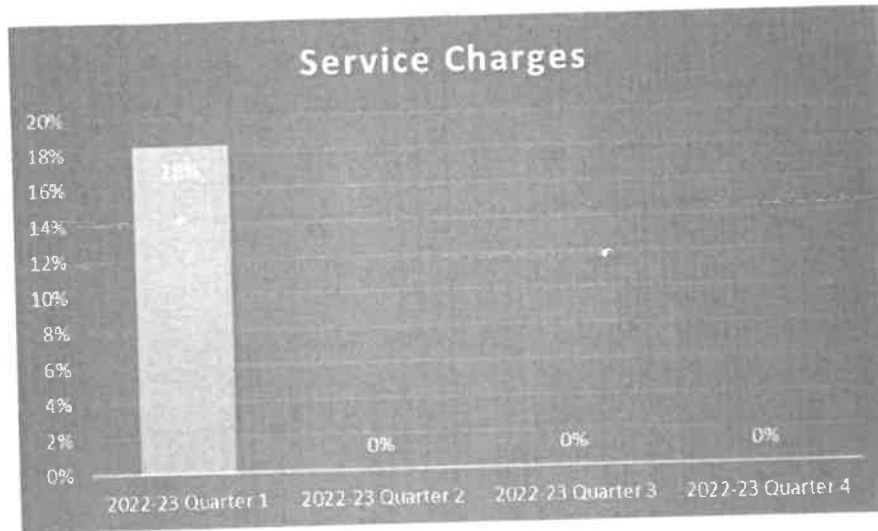
Property Rates is the major part of the municipal own revenue and represents **69%** of total own revenue budget. Billing on Annual property rates is done in July for the financial year. Billing for the quarter 1 amounted to **R 37,402,740**.

Revenue received from property rates amounted to **R 18,174,447** for the Quarter 1 ended 30 September 2022 against approved budget of **R 54,088,416** this represents **69%** of received revenue by source which is more than anticipated **25%**. More collection is due to Government Departments who made payments that were in arrears.



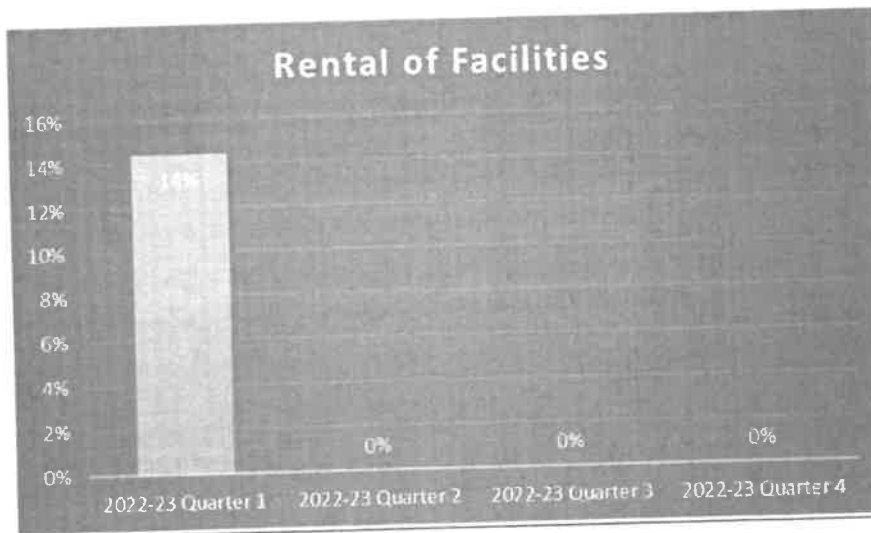
Service Charges

Revenue from Service charges amounted to **R 16,041,875** which is made out of **R 2 923 463** and **R 13,118,412** for Refuse and Electricity for the 1st quarter ended 30 September 2022 against the approved budget of **R 86,941,668**, This represent **18%** of the revenue budget for this source. This is below the expected performance for the quarter.



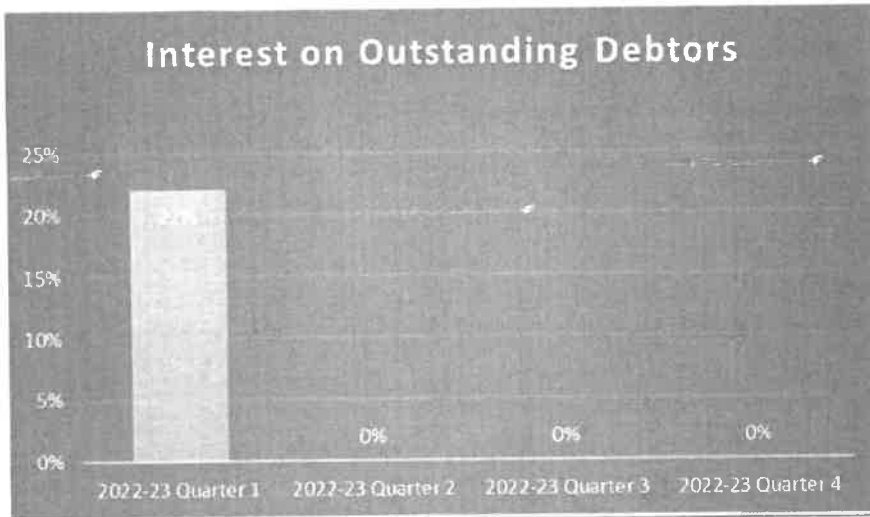
Rental from facilities

Revenue from rental of facilities amounted to **R 291,969** for the 1st quarter ended 30 September 2022 against the approved budget of **R 2,027,556** and this represents **14%**. This is below the expected performance for the quarter.



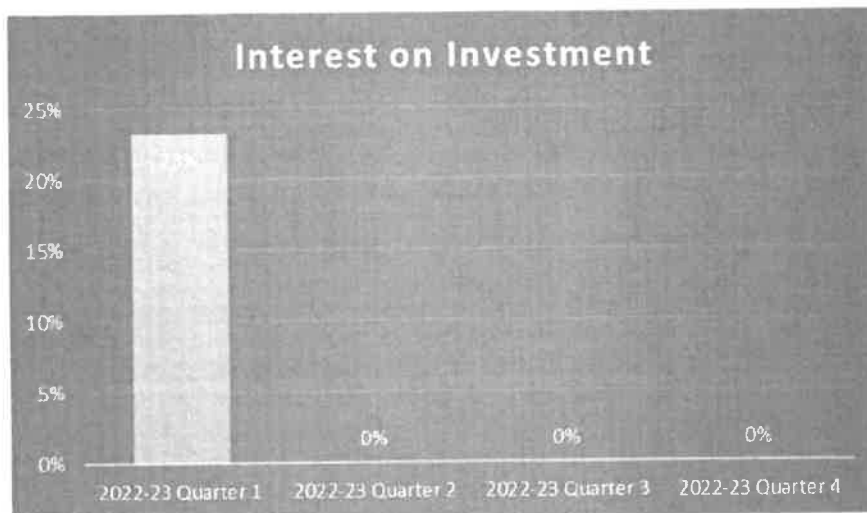
Interest on Outstanding Debtors

Interest on outstanding debtors for the 1st quarter ended 30 September 2022 amounted to **R 4,096,194** against the approved budget of **R 18,730,800** and this reflects **22%** of the revenue budget and is a below performance as the expected target is **25%** for the quarter.



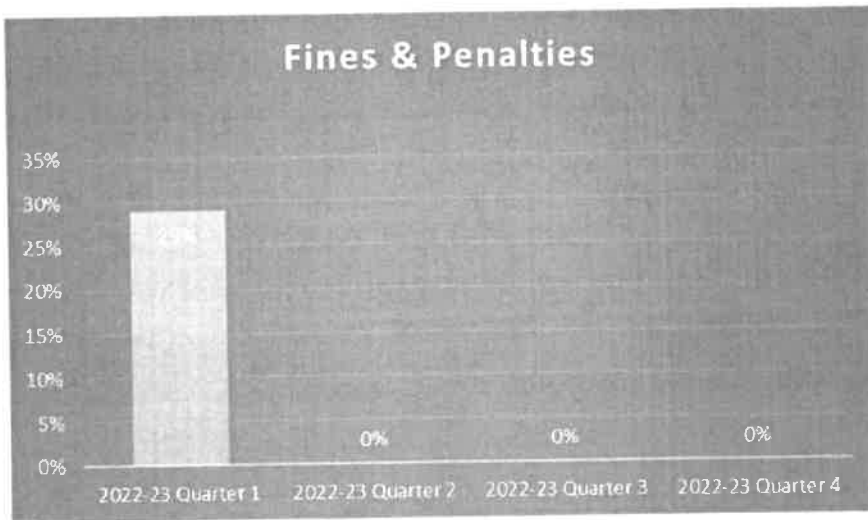
Interest on Investments

Interest earned from conditional and unconditional investments amounted to **R 3,396,182** for the 1st Quarter against approved budget of **R 14,650,000**. This represents **23%** of the total budget from this source and is also due to the fact that interest due on some investments has not yet materialised on major investments but on quarter 2 would see much improvement.



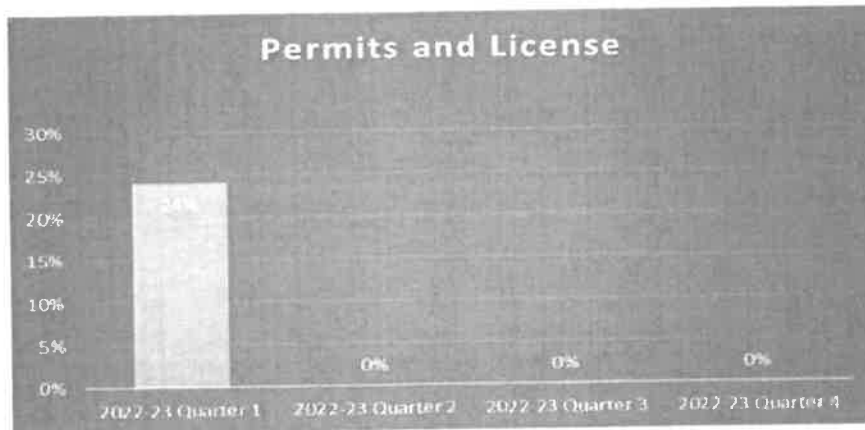
Fines & Penalties

Revenue from fines and penalties amounted to **R 511,367** for the 1st quarter ended 30 September 2022 against approved budget of **R 1,769,000** and this reflects **29%** of the revenue budget from fines and penalties, it has improved. Fines revenue are raised on cash basis whilst the budget is based on Grap 1. Grap 1 requires us to recognised the total fines issued and not only based on collection.



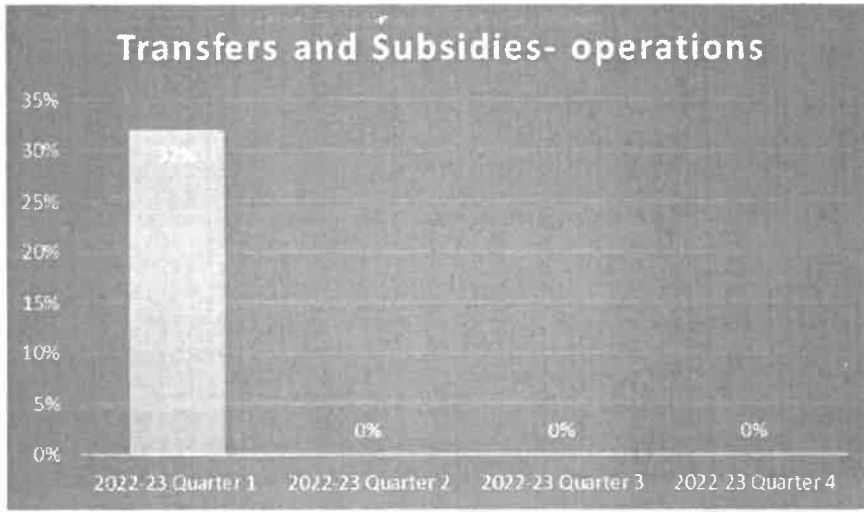
Licenses and Permits

Revenue from licenses and permits amounted to **R 998,380** against approved budget **R 4,130,853** for the 1st quarter ended 30 September 2022. This represents **24 %** revenue for the quarter against the budget from this source. **1%** variance is due to less revenue on Motor vehicle registration.



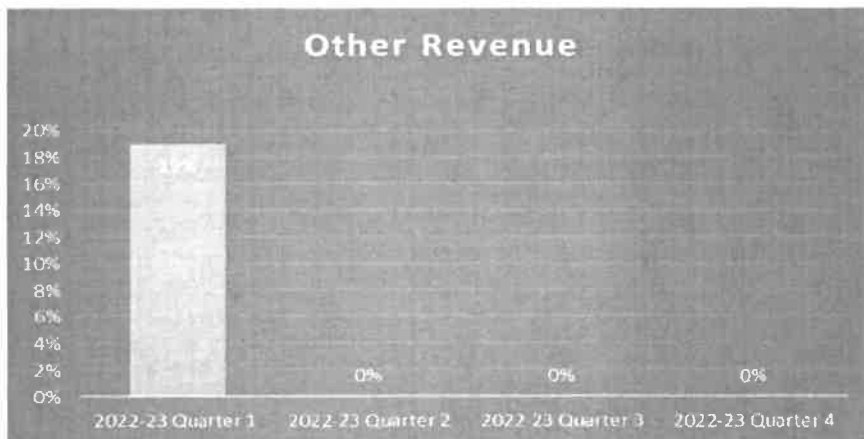
Transfers and Subsidies-Operational

Total amount of R 127,3 million was received for the month ended 30 September 2022. This represents 32% Revenue receive for the quarter against budget, this is due to the Equitable share grant received , the variance will decrease as the year progress.



Other Revenue

Other revenue reflects an amount of R 278,640 for the 1st quarter ended 30 September 2022 against approved budget of R 1 501 176 this represents 19% of the budget allocated for this category. The variance is a result no revenue received for insurance refund as anticipated.



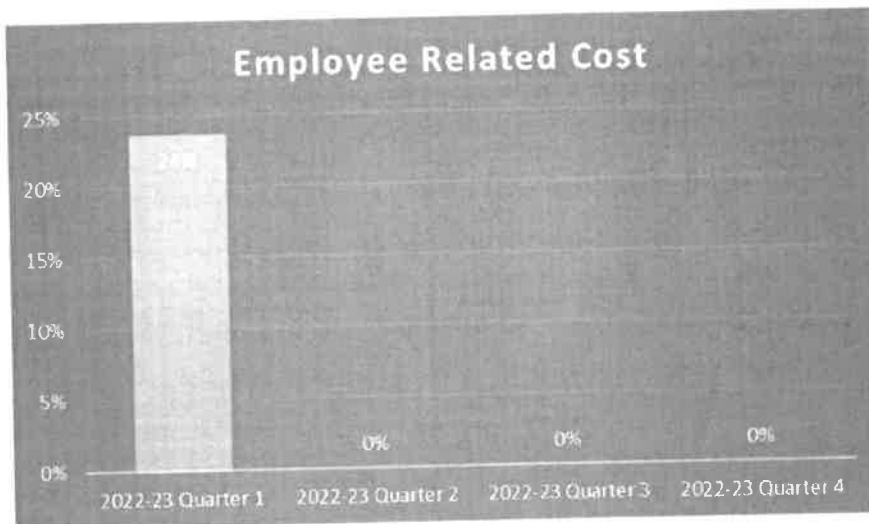
Expenditure by Type

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

Employee Related Costs

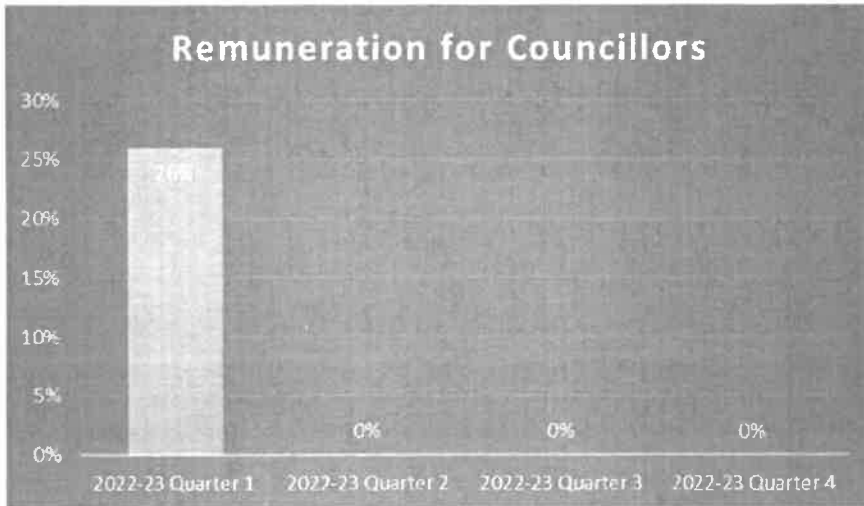
the variance is a result of the timing of filing of vacant positions resignations, and untimely loss of municipal officials. Recruitment have been not yet finalised for the many vacant post, however some post remains unfilled at the end of the quarter but some have been advertised. Overtime and standby costs of municipal official will be accounted throughout the year. Budget for leave provision remain unspent. Therefore, the expenditure for the 1st quarter ending 30 September 2022 amounted to **R 33,435,938** against budget amount of **R 141,262,224** that represents **24%** of the budgeted amount, the 1% variance is due to vacant posts not yet filled.

The municipal administration must at least during the 1st quarter on identify and submit to the council for approval the priority posts to be filled within the available budget and savings accrued. Corporate service unit has then during the quarter consolidate critical and compliance posts form the respective business units for approval by council.



Councillors Remuneration

The YTD Remuneration of Councillors amounted to R 5,857,923 for the for 1st quarter ended 30 September 2022 against budget of R 22,459,248 this represents 26% of the budget allocated to this category. This is within the expected performance for the quarter.



Debt impairment

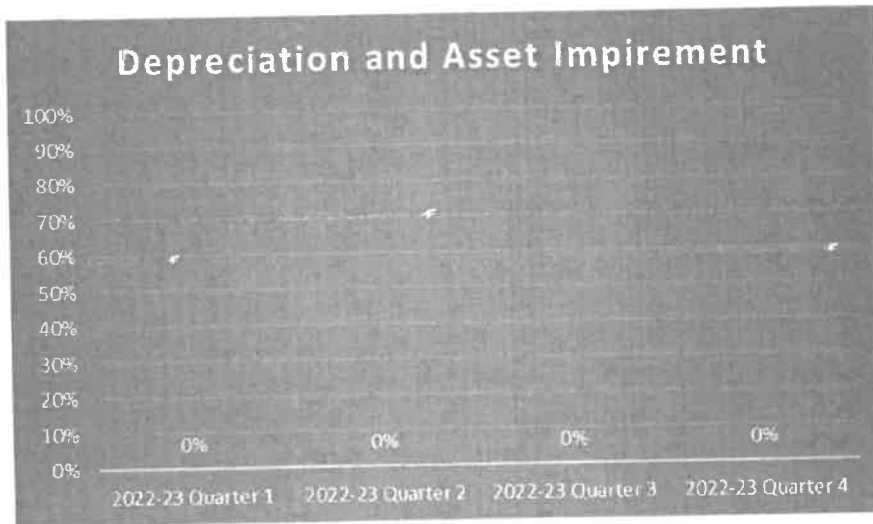
Items included in this category are bad debts written off and provisions to debt impairment which at the time of compiling the report, there were no provisions recorded on the financial system resulting in this variance.

It must be noted that debt impairment testing, and calculation is done at the financial year end and only at the time are journal entries processed onto the financial system and this journal only accrue in the 13th period on the financial system, therefore no expenditure will reflect for under for this category.

Depreciation and Asset Impairment

The variance is a results of delays in the completion of prior year projects which influence the capitalisation and subsequent depreciation of these assets.

It also relates to asset impairment which is undertaken towards the year end of the financial year and the approved budget of R 53,336,14 has been provided for assets depreciation and impairment and the journal for this category will be processed in the period 13th once the impairment testing has been finalised by Assets unit.

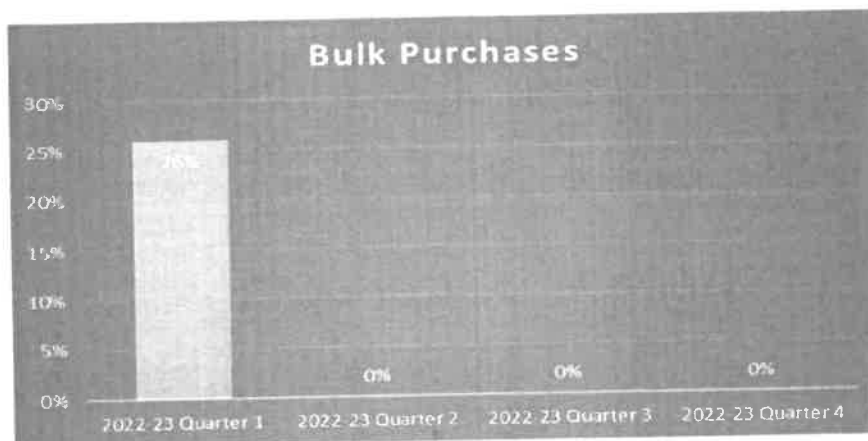


Finance Costs

No expenditure relating to interest charges has been incurred for the quarter. The municipality is not yet obliged to make interest payment as anticipated during the budget stage.

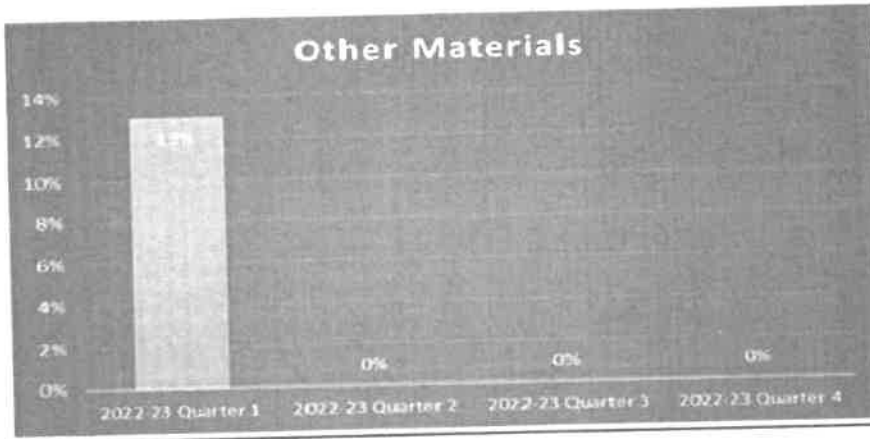
Bulk Purchases

Expenditure on electricity bulk purchases amounted to **R 16,181,968** for the 1st quarter ended 30 September 2022 against approved budget of **R 61,382,988** this represents **26%**, this is within the expected performance for the quarter. This can be attributed to the seasonal demand of electricity but could also be indicative of energy losses that the municipality is incurring year to year.



Other Material

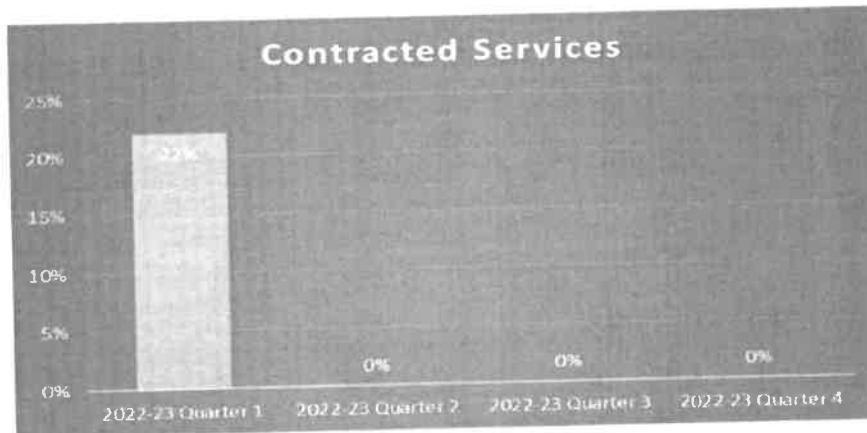
This variance is from the amount originally budgeted, maintenance and repairing of assets is going according to the adopted maintenance plan, hence the variance. The expenditure amounted to **R 1,026,736** for the 1st quarter ended 30 September 2022 against approved budget of **R 7,280,872**. This represents **13%** of budget allocation for this category.



Contracted Services

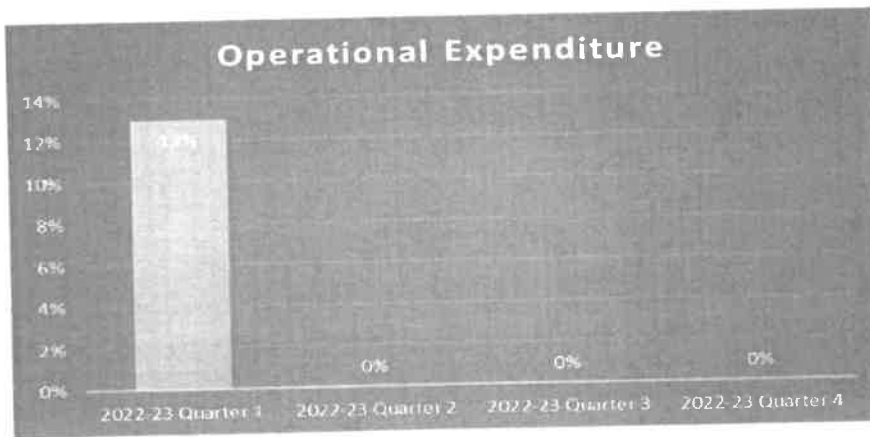
The spending in this expenditure category is **R 25,123,562** for the 1st quarter ended 30 September 2022 against approved Budget of **R 113,584,116** this represents **22%** of the budget. This is below the expected performance for the quarter.

The variance is due to some line items that projects are still in supply chain processes, and it should be anticipated that once projects are finalised the variance will be reduced.



Other Expenditure

Other expenditure for the 1st quarter ended 30 September 2022 amounted to **R 9,748,913** against approved budget of **R 61,253,052** and represents **13%**, reflects variance which is below the budgeted. This is due to the contribution of achievements, gifts and awards and work's man compensation and Audit fees are accounted for on second & third Quarter.



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

EC441 Matatiele - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q1 First Quarter

Vote Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive 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	47	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Executive Council		74	-	-	-	1062	815	267	33%	3260
Vote 2 - Finance and Admin		562	3260	-	-	425	578	(153)	-26%	2310
Vote 3 - Corporate		4698	2310	-	362	-	125	(125)	-100%	500
Vote 4 - Development and Planning		163	500	-	-	30	1590	(1560)	-98%	6360
Vote 5 - Community		2484	6360	-	30	18236	39720	(21484)	-54%	158879
Vote 6 - Infrastructure		176184	158879	-	-	-	-	-	-	-
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	184165	171309	-	9477	19772	42827	(23855)	-54%	171309
Total Capital Expenditure		184165	171309	-	9477	19772	42827	(23855)	-54%	171309

The municipality's approved capital expenditure budget amounts **R 171,309,312** million. Capital Expenditure incurred for the quarter ended 30 September 2022 amounted to **R19,772,295** million. Capital expenditure to date is **12%** of the total capital expenditure budget 1st quarter. This is lower than the anticipated expenditure for the quarter due to delays on appointments of capital projects.

2.1.6 C6 Monthly Budget Statement –Financial Position

EC441 Matatiele - Table C6 Monthly Budget Statement - Financial Position - Q1 First Quarter

Description	Ref	2021/22		Budget Year 2022/23		
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		8 715	15 393	-	3 234	15 393
Call investment deposits		228 017	217 545	-	301 563	217 545
Consumer debtors		8 268	70 502	-	98 152	70 502
Other debtors		100 710	4 937	-	105 697	4 937
Current portion of long-term receivables		-	-	-	-	-
Inventory		1 874	1 093	-	1 716	1 093
Total current assets		428 584	309 470	-	519 363	309 470
Non current assets						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		4 960	-	-	4 960	-
Investments in Associate		-	-	-	-	-
Property, plant and equipment		1 128 456	1 356 483	-	1 147 883	1 356 483
Biological		-	-	-	-	-
Intangible		94	4 626	-	94	4 626
Other non-current assets		870	620	-	1 215	620
Total non current assets		1 134 380	1 361 729	-	1 154 153	1 361 729
TOTAL ASSETS		1 562 964	1 671 199	-	1 673 516	1 671 199
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		1 578	822	-	1 607	822
Trade and other payables		139 848	62 798	-	150 351	62 798
Provisions		14 310	35 752	-	14 310	35 752
Total current liabilities		155 737	99 372	-	166 268	99 372
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		37 041	14 442	-	37 041	14 442
Total non current liabilities		37 041	14 442	-	37 041	14 442
TOTAL LIABILITIES		192 778	113 814	-	203 309	113 814
NET ASSETS	2	1 362 187	1 557 385	-	1 461 207	1 557 385
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1 100 139	1 176 048	-	1 065 823	1 176 048
Reserves		395 384	379 337	-	395 384	379 337
TOTAL COMMUNITY WEALTH/EQUITY	2	1 495 523	1 557 385	-	1 461 207	1 557 385

The table reflects the financial position is recorded at the end of the quarter ending 30 September 2022

2.1.7 C7 Monthly Budget Statement –Cash Flow

EG441 Matatiele - Table C7 Monthly Budget Statement - Cash Flow - Q1 First Quarter

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		36 620	43 271	--	13 309	20 632	0 818	9 814	91%	43 271
Service charges		62 021	69 553	--	5 466	20 113	17 388	2 725	16%	69 553
Other revenue		15 705	7 598	--	4 733	6 607	1 900	4 706	248%	7 598
Transfers and Subsidies - Operational		266 202	293 418	--	18	114 559	73 355	41 205	56%	293 418
Transfers and Subsidies - Capital		174 749	102 356	--	--	58 625	25 588	33 036	129%	102 356
Interest		4 385	14 650	--	1 457	3 839	3 662	176	5%	14 650
Dividends		--	--	--	--	--	--	--	--	--
Payments										
Suppliers and employees		(294 252)	(420 667)	--	(31 513)	(75 120)	(105 172)	(30 052)	29%	(420 667)
Finance charges		--	--	--	--	--	--	--	--	--
Transfers and Grants		--	--	--	--	--	--	--	--	--
NET CASH FROM(USED) OPERATING ACTIVITIES		275 430	110 180	--	(19 531)	149 255	27 540	(121 719)	-442%	110 180
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		--	--	--	--	--	--	--	--	--
Decrease (increase) in non-current receivables		--	--	--	--	--	--	--	--	--
Decrease (increase) in non-current investments		--	--	--	--	--	--	--	--	--
Payments										
Capex assets		(188 261)	(171 309)	--	110 894	(22 855)	(42 827)	(20 172)	47%	(171 309)
NET CASH FROM(USED) INVESTING ACTIVITIES		(188 261)	(171 309)	--	110 894	(22 855)	(42 827)	(20 172)	47%	(171 309)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		--	--	--	--	--	--	--	--	--
Borrowing long term financing		--	--	--	--	--	--	--	--	--
Increase (decrease) in consumer deposits		82	--	--	4	29	--	29	#DIV/0!	--
Payments										
Repayment of borrowings		--	--	--	--	--	--	--	--	--
NET CASH FROM(USED) FINANCING ACTIVITIES		82	--	--	4	29	--	29	#DIV/0!	--
NET INCREASE/(DECREASE) IN CASH HELD		87 270	(61 150)	--	(17 421)	126 620	(15 287)			(61 150)
Cash/cash equivalents at beginning		224 422	294 088	--	--	236 732	294 088			236 732
Cash/cash equivalents at month/year end:		311 692	232 938	--	--	363 351	278 801			175 582

PART 3 –SUPPORTING DOCUMENTATION

DEBTORS' ANALYSIS

Supporting Table SC3 _Monthly Budget statement Aged Debtors _ 1st quarter

EC441 Matatiele - Supporting Table SC3 Month Budget Statement - aged debtors - Q1 First Quarter

Description	MT Code	Budget Year 2022/23									Total over 90 days	Actual Written Off against Debtors	Impairment - Bad Debts LTA	Bad Debt Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dye 1 Yr	Over 1Yr	Total					
R (thousands)															
Debtors Age Analysis By Income Source															
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3 484	2 674	1 152	863	829	661	2 521	2 861	14 675	7 855	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	1 549	821	28 226	45	10	584	2 435	63 598	97 247	66 951	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	509	560	456	398	367	395	1 722	20 923	25 748	23 823	1	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	7	7	-	-	-	-
Interest on Arrears Debtors Accounts	1810	1 580	1 260	1 280	1 309	1 287	1 205	5 826	36 908	50 463	46 335	-	-	-	-
Recoverable unauthorised irregular interest and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	2 673	168	2 324	2 661	0	200	671	24 704	33 676	29 464	-	-	-	-
Total By Income Source	2000	10 211	4 983	33 447	5 314	2 523	3 183	13 474	148 722	221 776	173 135	1	-	-	-
2022/23 - totals															
Debtors Age Analysis By Customer Group															
Organs of State	2200	2 533	2 745	29 160	1 865	1 749	1 578	6 991	63 233	109 866	75 427	-	-	-	-
Commercial	2300	6 521	1 113	3 145	2 744	75	447	1 465	28 327	43 634	33 955	1	-	-	-
Households	2400	1 157	1 125	1 142	668	663	1 077	5 018	57 172	60 076	64 653	-	-	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	10 211	4 983	33 447	5 314	2 523	3 183	13 474	148 722	221 776	173 135	1	-	-	-

The total debt book for September 2022 inclusive of R 3,158,109.14 advanced payments resulting to a total of R 218,618,286.86.

The Total debt book for September 2022 excluding advanced payments is R 229,666,009.48. Has increase by R 11,047,722.62 from Quarter closing balance of R 218,618,286.86. Debt is made up of the following:

Residential debt:

R 75,297,334.85

Commercial debt

R 34,329,382.91

Government debt

R 105,716,913.97

Other

R 3,274,655.13

Total debt for September paid by government departments of R 13 418 926.36 as follows:

Education	R	48,568.33
Dept. PW NAT	R	342,267.89
Dept. PW PROV	R	13,027,770.14

The municipality implements the credit control and debt collection policy. There are two areas in which the municipality is not able to collect and the debt totals to R 57,966,728.87

Maluti

R 53,292,650.87 (including current)

Cedarville

R 4,674,078 (including current)

(both areas are handed over for collection)

The majority of debtors under this category is over 120 days and above, the matters have results in legal processes, estate late matters which pose a challenge as regards to debt collection. The most significant debtors are reported to MTM and Stanco Committee.

The credit control measures for collection are implemented especially for old debt.

The following are measures to be put in place to reduce the outstanding debts

- debtors shall be handed over to the new debt collections panel of attorneys
- Council has appointed a service provider to undertake the disconnections with an aim of speeding up debt recovery
- Continuous partial blocking of debtors that utilize the prepaid electricity meters.

The following has been handed over:

Residential H/O	R	67,854,012.04
Business H/O	R	30,706,889.80
Churches H/O	R	144,162.31
Farms H/O	R	2,767,944.50

A total of R 5,082,680.50 was collected for the 1st quarter through the utilisation of debt collectors.

CREDITORS' ANALYSIS

EC441 Matatiele - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q4 Fourth Quarter

Description	NT Code	Budget Year 2021/22								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductors	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductors	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	-	-	-	-	-	-	-	-

The municipality makes an extra effort that creditors are paid within 30 days as per MFMA, the municipality paid its creditors within 30 days for the 1st quarter ended 30 September 2022.

INVESTMENT POTFOLIO ANALYSIS

Sep-22:

Investment Management

Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	21 626 786.81	92 650.88	-4 633 886.80	-92 650.88	17 085 550.89
INEP	20 904 573.26	88 772.84	-	-88 772.84	20 993 346.10
EPWP	-	-	-	-	-
Municipal Electrification Intervention	283 228.32	1 202.80	-	-1 202.80	284 431.12
Library and Archives	-	-	-	-	-
Finance Management Grant	-	-	-	-	-
Smart Grid	56 730.79	240.87	-	-240.87	56 971.66
Establishment Plan	198 962.34	670.48	-	-670.48	199 632.82
Housing Development Fund	2 028 080.35	6 834.35	-	-6 834.35	2 034 914.70
Dedea	617 169.28	2 079.77	-	-2 079.77	619 249.05
Total Conditional Investments	45 715 531	192 452	- 4 633 887	- 192 452	41 274 096

Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	105 784 582.18	-	-	-	105 784 582.18
Call Acc STD CRR	11 542 205.87	42 848.46	-	-42 848.46	11 585 054.33
Call ACC FNB Surplus Cash	6 805 395.80	-	-	-22 541.70	6 805 395.80
Nedbank 32 Days	6 703 833.69	32 738.48	-	-32 738.48	6 736 572.17
Nedbank	69 592 741.48	21 407 839.71	-47 500 000.00	-407 839.71	43 500 581.19
Nedbank relief fund	800 282.39	3 398.53	-	-3 398.53	803 680.92
Nedbank COV-19 Solidarity	96 866.88	411.37	-	-411.37	97 278.25
Nedbank Retention	27 807 485.10	118 086.44	-	-118 086.44	27 925 571.54
Termination Guarantee	144 640.82	-	-	-614.11	144 640.82
Account Gaurantee	6 202 000.00	-	-	-26 337.29	6 202 000.00
Standard Bank	50 460 273.97	238 356.17	-	-238 356.17	50 698 630.14
Total Unconditional	285 940 308	21 843 679	- 47 500 000	- 893 172	260 283 987
Total Investment					301 558 084

It must be noted that the municipality do not have entities hence no investment that must be recognised on their behalf.

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 30 September 2022 had sufficient cash to operate for a period more than 3 months without receiving grants to cover operating costs.

The table above reflects investments as at the 30 September 2022 at the various institutions at which the funds are invested, the total investments amounted to **R 301,558,084** this includes both conditional and unconditional grants and municipal reserves.

A significant portion of this is being ring fenced for various statutory and constructive obligations and may therefore not being considered as unencumbered cash.

Bank Balances

The following reflects bank balances at 30 September 2022

Description	July 2022	August 2022	September 2022
Nedbank Primary Account:	2,047,406.05	1,623,728.19	2,401,482.44
Standard bank Account:	29 552.85	409,299.51	1,616,259.82
FNB Money Market Account:	1,779,085.95	1,825,047.60	1,872,308.56
Total Cash held as at 30 September 2022	3,856,044.85	3,858,075.53	5,890,050.82

The Total Cash held as at 30 September 2022 is **R 5,890,050.82**.

ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

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

Description	Ref	2021/22	Budget Year 2022/23							
		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:		6 537	6 460	-	-	2 853	1 815	1 238	76.7%	6 460
Expanded Public Works Programme Integrated Grant		4 887	4 810	-	-	1 203	1 202	1	0.0%	4 810
Local Government Financial Management Grant		1 650	1 650	-	-	1 650	413	1 238	300.0%	1 650
Provincial Government:		-	650	-	-	-	163	(163)	-100.0%	650
Library Grant		-	650	-	-	-	163	(163)	-100.0%	650
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	6 537	7 110	-	-	2 853	1 778	1 076	60.5%	7 110
Capital Transfers and Grants										
National Government:		174 749	102 356	-	-	37 795	25 589	12 206	47.7%	102 356
Municipal Infrastructure Grant		76 971	56 068	-	-	16 965	14 017	2 948	21.0%	56 068
Integrated National Electrification Programme Grant		97 778	46 288	-	-	20 830	11 572	9 258	80.0%	46 288
Provincial Government:		650	-	-	-	-	-	-	-	-
Specialty (Add grant description)		650	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	0.0%	-
Other grant providers:		-	-	-	-	-	-	-	0.0%	-
Total Capital Transfers and Grants	5	175 399	102 356	-	-	37 795	25 589	12 206	47.7%	102 356
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	181 936	108 466	-	-	40 648	27 366	13 282	40.5%	109 466

All trenches allocated to be received in the quarter under review have been received in advance and will be reduced when the year progresses and it must be noted that on the above table it excluded equitable share with the approved budget of R 286,308,000 of which R 116,666,000 have been received to date under review.

Supporting Table C7

EC441 Matatiele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q1 First Quarter

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		6 537	6 460	-	-	1 158	1 615	(457)	-28.3%	6 460
Expanded Public Works Programme Integrated Grant		4 887	4 810	-	-	1 141	1 202	(62)	-5.2%	4 810
Local Government Financial Management Grant		1 650	1 650	-	-	17	413	(396)	-95.9%	1 650
Provincial Government:		2 113	650	-	213	462	163	300	184.6%	650
Library Grant		2 113	650	-	213	462	163	300	184.6%	650
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		8 650	7 110	-	213	1 629	1 778	(150)	-8.9%	7 110
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		165 407	102 356	-	8 087	12 361	25 589	(13 228)	-51.7%	102 356
Municipal Infrastructure Grant		67 629	56 068	-	3 303	7 568	14 017	(6 449)	-46.0%	56 068
Integrated National Electrification Programme Grant		97 778	46 288	-	4 794	4 794	11 572	(6 778)	-58.6%	46 288
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		165 407	102 356	-	8 087	12 361	25 589	(13 228)	-51.7%	102 356
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		174 057	109 466	-	8 310	13 991	27 366	(13 385)	-48.9%	109 466

Expenditure performance on operational grants to date represents **14%** of the approved budget.

Capital Expenditure on capital grants to date represents is **12%** of the approved budget on capital grants, expenditure on capital grants is within the expected performance.

EMPLOYEE RELATED COSTS AND COUNCILLOR'S REMUNERATION

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.

EC441 Matatielle - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q4 Fourth Quarter

Summary of Employee and Councillor remuneration	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	Year/TO actual	Year/TO budget	YTD variance	YTD variance %	Full Year Forecast
(Thousands)	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		12 087	13 681	13 681	41	12 039	13 681	(1 643)	-12%	13 681
Pension and UIF Contributions		741	808	808	4	671	808	(136)	-17%	808
Medical Aid Contributions		540	141	141	54	542	141	401	284%	141
Motor Vehicle Allowance		129	136	136	-	58	136	(77)	-57%	136
Cellphone Allowance		2 279	2 391	2 391	-	2 213	2 391	(179)	-7%	2 391
Housing Allowances		4 204	4 532	4 532	(0)	4 131	4 532	(401)	-9%	4 532
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		19 979	21 000	21 000	54	19 853	21 000	(2 837)	-9%	21 000
% Increase	4		6.6%	8.6%						8.6%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		1 084	3 200	3 200	309	2 285	3 200	(985)	-30%	3 200
Pension and UIF Contributions		70	139	139	1	34	139	(105)	-75%	139
Medical Aid Contributions		-	121	121	-	-	121	(121)	-100%	121
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		577	1 813	1 813	105	1 033	1 813	(780)	-43%	1 813
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		577	1 390	1 390	56	677	1 390	(712)	-51%	1 390
Other benefits and allowances		170	498	498	52	363	498	(136)	-23%	498
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		2 471	7 162	7 162	524	4 362	7 162	(2 790)	-38%	7 162
% Increase	4		188.9%	188.9%						188.9%
Other Municipal Staff										
Basic Salaries and Wages		75 738	87 626	87 298	6 837	81 296	87 298	(6 003)	-7%	87 298
Pension and UIF Contributions		12 615	14 324	14 324	1 140	13 062	14 324	(1 262)	-9%	14 324
Medical Aid Contributions		5 569	5 134	5 134	406	4 717	5 134	(418)	-8%	5 134
Overtime		2 147	1 916	2 026	184	1 544	2 026	(381)	-19%	2 026
Performance Bonus		5 961	6 332	6 332	1 219	5 985	6 332	(466)	-7%	6 332
Motor Vehicle Allowance		4 996	4 832	4 832	402	4 918	4 832	85	2%	4 832
Cellphone Allowance		6	6	6	1	146	6	140	2284%	6
Housing Allowances		-	2 531	2 531	64	383	2 531	(2 148)	-85%	2 531
Other benefits and allowances		4 344	2 398	2 616	380	5 065	2 616	2 439	93%	2 616
Payments in lieu of leave		3 821	-	-	-	2 681	-	2 681	#DIV/0!	-
Long service awards		290	-	-	25	363	-	363	#DIV/0!	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		115 403	125 090	125 090	10 699	126 129	125 090	(4 917)	-4%	125 090
% Increase	4		8.3%	8.3%						8.3%
Total Parent Municipality		137 943	153 951	153 951	11 237	144 144	153 951	(9 808)	-6%	153 951
Unpaid salary, allowances & benefits in arrears:										

EMPLOYEE RELATED COST

The employee related cost expenditure for the quarter under review amounted to **R31,289,649** against budget of **R 141,262,224** and represents **24%** performance of the budget, this is less than the expected performance for the quarter, the variance is due vacant positions not yet filled.

COUNCIL REMUNERATION

The expenditure from remuneration of Councillors amounted to **R 5,391,495** for the 1st quarter ended 30 September 2022 against the approved budget of **R 21,689,916**, this represents **25%** of the budget allocated to this category.

SUPPLY CHAIN MANAGEMENT

a. Progress on Procurement Plan 2022/23

PROCUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification Issuance Date	SPE C Date	Advertisement Date	Closing Date	BEC Date	BAC Date	Appointment	Status	Weekly Report
Supply Chain Management	800 000	800 000	Competitive Bidding	15 Seater Tax Quantum	12-Aug-22	16-Aug-22	26-Aug-22	09-Sep-22	20-Aug-22	30-Sep-22	31-Oct-22	Not presented on BSC	
Supply Chain Management	350 000	350 000	Competitive Bidding	Office furniture & Equipment	12-Aug-22	16-Aug-22	26-Aug-22	09-Sep-22	20-Aug-22	30-Sep-22	31-Oct-22	Not presented on BSC	
Supply Chain Management	450 000	450 000	Competitive Bidding	Tender documents strong room and tender box	12-Aug-22	16-Aug-22	26-Aug-22	09-Sep-22	20-Aug-22	30-Sep-22	31-Oct-22	Not presented on BSC	
Revenue and Expenditure	300 000	300 000	Competitive Bidding	Mailing and Printing of statemnets	13-May-22	16-May-22	27-May-22	27-Jun-22	06-Jul-22	15-Jul-22	15-Jul-22	Not presented on BSC	
Revenue and Expenditure	800 000	800 000	Competitive Bidding	Prepaid electricity vending	13-May-22	16-May-22	27-May-22	27-Jun-22	06-Jul-22	15-Jul-22	15-Jul-22	Evaluation stage	

PROUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification Submission Date	SPEC Date	Advertisement Date	Closing Date	BEC Date	BAC Date	Appointment	Status	Weekly Report
Revenue and Expenditure	3 000 000	3 000 000	Competitive Bidding	General valuation roll	13-May-22	16-May-22	27-May-22	27-Jun-22	06-Jul-22	15-Jul-22	15-Jul-22	Not presented on BSC	
COMMUNITY SERVICES													
Waste and Environment	250 000	250 000	Competitive Bidding	Cemetery Development	29-Jul-22	02-Aug-22	12-Aug-22	12-Sep-22	21-Sep-22	30-Sep-22	31-Oct-22	Not presented on BSC	
Waste and Environment	205 000	205 000	Competitive Bidding	Landfill weighbridge	29-Jul-22	02-Aug-22	12-Aug-22	12-Sep-22	21-Sep-22	30-Sep-22	31-Oct-22	Re-Advert	
Waste and Environment	600 000	600 000	Competitive Bidding	Grass cutting machines	29-Jul-22	02-Aug-22	12-Aug-22	12-Sep-22	21-Sep-22	30-Sep-22	31-Oct-22	Not presented on BSC	
Waste and Environment	750 000	750 000	Competitive Bidding	Landfill site Management	29-Jul-22	02-Aug-22	12-Aug-22	12-Sep-22	21-Sep-22	30-Sep-22	31-Oct-22	Evaluation Stage	
Public Safety	1 000 000	1 000 000	Competitive Bidding	Installation of traffic management system	19-Aug-22	22-Aug-22	02-Sep-22	03-Oct-22	12-Oct-22	21-Oct-22	21-Nov-22	Evaluation Stage	

PROUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Week ly Report
Public Safety	450 000	450 000	Competitive Bidding	Development of disaster management plan	19-Aug-22	22-Aug-22	02-Sep-29	03-Oct-22	12-Oct-22	21-Oct-22	21-Nov-22	Evaluation Stage	
Public Safety	950 000	950 000	Competitive Bidding	Procurement of 5 ton roll-back breakdown vehicle	19-Aug-22	22-Aug-22	02-Sep-29	03-Oct-22	12-Oct-22	21-Oct-22	21-Nov-22	Evaluation Stage	
Public Amenities & EPWP	500 000		Competitive Bidding	Maintenance of 5 Sportsfields for 3 years	26-Aug-22	29-Aug-22	09-Sep-20	10-Oct-22	19-Oct-22	28-Oct-22	28-Nov-22	Evaluation Stage	
Public Amenities & EPWP	300 000		Competitive Bidding	Newspaper, magazine subscription and purchase of academic books	26-Aug-22	29-Aug-22	09-Sep-20	10-Oct-22	19-Oct-22	28-Oct-22	28-Nov-22	Not presented on BSC	
Public Amenities & EPWP	2 500 000		Competitive Bidding	Town hall designs and renovations	26-Aug-22	29-Aug-22	09-Sep-20	10-Oct-22	19-Oct-22	28-Oct-22	28-Nov-22	Not presented on BSC	
Public Amenities & EPWP	300 000		Competitive Bidding	Swimming Pool Maintenance	26-Aug-22	29-Aug-22	09-Sep-20	10-Oct-22	19-Oct-22	28-Oct-22	28-Nov-22	Evaluation Stage	

	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requirement and Specification	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
PROCUREMENT PLAN Public Amenities & EPWP	1 170 000		Competitive Bidding	EPWP PPE and Unit Staff PPE	26-Aug-22	29-Aug-22	09-Sep-20	10-Oct-22	19-Oct-22	28-Oct-22	28-Nov-22	Evaluation Stage	
CORPORATE SERVICES													
Information and Communication Technology	300 000.00	300 000.00	Competitive Bidding	ICT Service Desk System	29-Jul-22	02-Aug-22	12-Aug-22	12-Sep-22	21-Sep-22	30-Sep-22	31-Oct-22	Evaluation stage	
Information and Communication Technology	400 000.00	400 000.00	Competitive Bidding	Digital and ICT Strategy	29-Jul-22	02-Aug-22	12-Aug-22	12-Sep-22	21-Sep-22	30-Sep-22	31-Oct-22	Evaluation stage	
Information and Communication Technology	200 000.00	200 000.00	Competitive Bidding	Uninterrupted Power Supply (Data Center Generator)	27-May-22	31-May-22	03-Jun-22	04-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Evaluation stage	
Information and Communication Technology	200 000.00	200 000.00	Competitive Bidding	Smoke Detector/Fire Suppression Systems	27-May-22	31-May-22	03-Jun-22	04-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Not presented on BSC	
Information and Communication Technology	400 000	400 000	Competitive Bidding	POPI policy training and awareness.	27-May-22	31-May-22	03-Jun-22	04-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Evaluation stage	

PROUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
Information and Communication Technology	300 000	300 000	Competitive Bidding	ICT Asset Management Policy	27-May-22	31-May-22	03-Jun-22	04-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Not presented on BSC	
Information and Communication Technology	500 000	500 000	Competitive Bidding	MAINTENANCE, REPAIR, INSTALLATION AND CONFIGURATION OF SURVEILLANCE CAMERAS	27-May-22	31-May-22	03-Jun-22	04-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Not presented on BSC	
Information and Communication Technology	300 000.00	300 000.00	Competitive Bidding	Fiber Network Maintenance	27-May-22	31-May-22	03-Jun-22	04-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Presented on BSC	
Human Resource Management	350 000	350 000		Khanyo Naledi	12-Aug-22	16-Aug-22	26-Aug-22	09-Sep-22	20-Aug-22	30-Sep-22	31-Oct-22	Evaluation stage	
Human Resource Management	300 000	300 000		Training Intervention	12-Aug-22	16-Aug-22	26-Aug-22	09-Sep-22	20-Aug-22	30-Sep-22	31-Oct-22	Not presented on BSC	
Public Participation and Customer Care	750 000	320 000	Competitive Bidding	CUSTOMER SATISFACTION SURVEY	19-Aug-22	22-Aug-22	02-Sep-29	03-Oct-22	12-Oct-22	21-Oct-22	21-Nov-22	Not presented on BSC	

PROCUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification date	SPEC Date	Adv ert Date	Clos ing Date	BEC Date	BAC Date	Appoi ntmen t	Status	Weekl y Re por t
ECONOMIC DEVELOPMENT & PLANNING													
Local Economic Development	2 000 000	2 000 000	Competitive Bidding	CROPPING AND HOUSEHOLD FOOD SECURITY PROGRAMME	01-Jul-22	05-Jul-22	15-Jul-22	29-Jul-22	10-Aug-22	19-Aug-22	2022/09/19	Evaluation Stage	
Local Economic Development	4 200 000	4 200 000	Competitive Bidding	LIVESTOCK IMPROVEMENT PROGRAMME	01-Jul-22	05-Jul-22	15-Jul-22	29-Jul-22	10-Aug-22	19-Aug-22	2022/09/19	Evaluation Stage	
Local Economic Development	250 000	250 000	Competitive Bidding	SMMEs TRAINING PROGRAMME	01-Jul-22	05-Jul-22	15-Jul-22	29-Jul-22	10-Aug-22	19-Aug-22	2022/09/19	Evaluation Stage	
Local Economic Development	250 000	250 000	Competitive Bidding	HOUSING EMERGING CONTRACTORS TRAINING PROGRAMME	01-Jul-22	05-Jul-22	15-Jul-22	29-Jul-22	10-Aug-22	19-Aug-22	2022/09/19	Evaluation Stage	
Local Economic Development	500 000	500 000	Competitive Bidding	MANUFACTURING PROGRAMME FOR SMMEs	01-Jul-22	05-Jul-22	15-Jul-22	29-Jul-22	10-Aug-22	19-Aug-22	2022/09/19	Evaluation Stage	
Local Spatial Development Framework(LSDF)	350 000	350 000	Competitive Bidding	Feasibility study output	05-Aug-22	10-Aug-22	19-Aug-22	19-Sep-22	28-Sep-22	07-Oct-22	2022/10/07	Evaluation Stage	

PROUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification submission date	SPEC Date	Advertising Date	Closing Date	BEC Date	BAC Date	Appointment	Status	Weekly Report
Feasibility study output	1 000 000	1 000 000	Competitive Bidding	planning and survey-middle income	05-Aug-22	10-Aug-22	19-Aug-22	19-Sep-22	28-Sep-22	07-Oct-22	2022/10/07	Evaluation Stage	
Planning and Survey-Middle income	1 000 000	1 000 000	Competitive Bidding	Planning & Survey-commercial	05-Aug-22	10-Aug-22	19-Aug-22	19-Sep-22	28-Sep-22	07-Oct-22	2022/10/07	Evaluation Stage	
planning and survey-commercial	500 000	500 000	Competitive Bidding	Land Survey	05-Aug-22	10-Aug-22	19-Aug-22	19-Sep-22	28-Sep-22	07-Oct-22	2022/10/07	Evaluation Stage	
Land Survey	250 000	250 000	Competitive Bidding	Cedarville-Middle Income Implementation	05-Aug-22	10-Aug-22	19-Aug-22	19-Sep-22	28-Sep-22	07-Oct-22	2022/10/07	Evaluation Stage	
Cedarville-Middle Income Implementation	500 000	500 000	Competitive Bidding	Land Survey	05-Aug-22	10-Aug-22	19-Aug-22	19-Sep-22	28-Sep-22	07-Oct-22	2022/10/07	Evaluation Stage	
INFRASTRUCTURE TECHNICAL SERVICES													
Project Management Unit	8 000 000	8 000 000	Competitive Bidding	Construction of Mahangu Access Road & Bridge	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	On Construction	

PROCUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
Project Management Unit	8 000 000	8 000 000	Competitive Bidding	Construction of Purulle to Moyeni Access Road & Bridge	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	On Construction	
Project Management Unit	1 264 600	1 264 600	Competitive Bidding	Construction of Mohapi Access Road & Bridge	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	On Construction	
Project Management Unit	15 000 000	15 000 000	Competitive Bidding	Construction of Harry Gwala Internal Streets Phase 1	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Internal Audit	
Project Management Unit	5 000 000	5 000 000	Competitive Bidding	Rehabilitation of Matatiele Internal Streets Cluster 1	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Internal Audit	
Project Management Unit	4 500 000	4 500 000	Competitive Bidding	Rehabilitation of Cedarville Internal Streets	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Intension to appoint	
Project Management Unit	5 000 000	5 000 000	Competitive Bidding	Extension of Matatiele Sport Centre Phase 2	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Evaluation Stage	

PROCUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification date	SPEC Date	Adv ert Date	Clos ing Date	BEC Date	BAC Date	Appoi ntment	Status	Weekl y Re por t
Project Management Unit	500 000	500 000	Comp etitive Bidding	Council Chambers Backup Water Supply	27- May- 22	31- May- 22	10- Jun- 22	01- Jul- 22	13- Jul- 22	22- Jul- 22	22- Aug- 22	On Progress	
Project Management Unit	700 000	700 000	Comp etitive Bidding	Upgrading of Matatiele Stormwater Drainage Planning & Design	27- May- 22	31- May- 22	10- Jun- 22	01- Jul- 22	13- Jul- 22	22- Jul- 22	22- Aug- 22	TOR Sbumitted	
Project Management Unit	800 000	800 000	Comp etitive Bidding	Meggie Resha Statue	27- May- 22	31- May- 22	10- Jun- 22	01- Jul- 22	13- Jul- 22	22- Jul- 22	22- Aug- 22	Deviation	
Project Management Unit	2 000 000	2 000 000	Comp etitive Bidding	Dlodlweni Access Road	27- May- 22	31- May- 22	10- Jun- 22	01- Jul- 22	13- Jul- 22	22- Jul- 22	22- Aug- 22	BAC	
Project Management Unit	2 300 000	2 300 000	Comp etitive Bidding	Queen's Mercy Access Road	27- May- 22	31- May- 22	10- Jun- 22	01- Jul- 22	13- Jul- 22	22- Jul- 22	22- Aug- 22	Evaluation Stage	
Project Management Unit	910 000	910 000	Comp etitive Bidding	Ramatli Access Road	27- May- 22	31- May- 22	10- Jun- 22	01- Jul- 22	13- Jul- 22	22- Jul- 22	22- Aug- 22	Evaluation Stage	

PROUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification Date	SPEC Date	Advort Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
Project Management Unit	2 500 000	2 500 000	Competitive Bidding	Lekhalong Access Road	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Evaluation Stage	
Electricity Unit	5 500 000	5 500 000	Competitive Bidding	Hillside-Manzi Phase 2	27-May-22	31-May-22	10-Jun-22	01-Jul-22	13-Jul-22	22-Jul-22	22-Aug-22	Tankey	
Electricity Unit	1 600 000	1 600 000	Competitive Bidding	Hillside-Manzi Phase 2 Link Line	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	
Electricity Unit	1 000 000	1 000 000	Competitive Bidding	Pote / Sikhulumu	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	
Electricity Unit	4 000 000	4 000 000	Competitive Bidding	Pote - Hillside / Sikhulumu Link Line	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	
Electricity Unit	5 828 000	5 828 000	Competitive Bidding	Rockville	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	
Electricity Unit	2 740 000	2 740 000	Competitive Bidding	Polar Park	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	

PROCUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
Electricity Unit	12 000 000	12 000 000	Competitive Bidding	Tsepisong	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22		
Electricity Unit	4 500 000	4 500 000	Competitive Bidding	Masupa	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	
Electricity Unit	3 100 000	3 100 000	Competitive Bidding	Mavundleni	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	
Electricity Unit	4 420 000	4 420 000	Competitive Bidding	Molketsi	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	
Electricity Unit	1 600 000	1 600 000	Competitive Bidding	Mapoti	15-Apr-22	19-Apr-22	29-Apr-22	21-May-22	01-Jun-22	10-Jun-22	10-Jul-22	Tankey	
Electricity Unit	3 500 000	3 500 000	Competitive Bidding	Installation of 100 Streetlights	22-Apr-22	26-Apr-22	06-May-22	06-Jun-22	15-Jun-22	24-Jun-22	25-Jul-22	Intension to appoint	

	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification Issuance date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
PROCUREMENT PLAN													
Electricity Unit	3 000 000	3 000 000	Competitive Bidding	Installation of 4 Highmastlights	22-Apr-22	26-Apr-22	06-May-22	06-Jun-22	15-Jun-22	24-Jun-22	25-Jul-22	Intension to appoint	
Electricity Unit	2 200 000	2 200 000	Competitive Bidding	Transformers	22-Apr-22	26-Apr-22	06-May-22	06-Jun-22	15-Jun-22	24-Jun-22	25-Jul-22		
Electricity Unit	450 000	450 000	Competitive Bidding	Substation Switch Gears	22-Apr-22	26-Apr-22	06-May-22	06-Jun-22	15-Jun-22	24-Jun-22	25-Jul-22	BAC	
Operations and Maintenance Unit	15 000 000	15 000 000	Competitive Bidding	Supply and delivery of 3x10 cubes truck, 2x watercart, 2x rollers, grader, excavator	15-Apr-22	19-Apr-22	29-Apr-22	30-May-22	08-Jun-22	18-Jun-22	18-Jul-22	Evaluation Stage	
Operations and Maintenance Unit	1 500 000	1 500 000	Competitive Bidding	Construction of Linotseng Access Road New 1.8km	15-Apr-22	19-Apr-22	29-Apr-22	30-May-22	08-Jun-22	18-Jun-22	18-Jul-22	anagement of Plant	
Operations and Maintenance Unit	5 494 200	5 494 200	Competitive Bidding	Construction of Black Diamond Access Road & Bridge 7.9km (SMME incubator	15-Apr-22	19-Apr-22	29-Apr-22	30-May-22	08-Jun-22	18-Jun-22	18-Jul-22	Evaluation Stage	

PROUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
Operations and Maintenance Unit	1 800 000	1 800 000	Competitive Bidding	Construction of Mavundleni Access Road 6km (Programme)	15-Apr-22	19-Apr-22	29-Apr-22	30-May-22	08-Jun-22	18-Jun-22	18-Jul-22		
Operations and Maintenance Unit	2 300 000	2 300 000	Competitive Bidding	Construction of Makomweni Access Road & Bridge 6km(SMME incubator Programme)	22-Apr-22	16-Apr-22	06-May-22	27-May-22	01-Jun-22	10-Jun-22	11-Jul-22	Evaluation Stage	
Operations and Maintenance Unit	1 200 000	1 200 000	Competitive Bidding	Construction of Nkosana-Mafube Access Road 4km	22-Apr-22	16-Apr-22	06-May-22	27-May-22	01-Jun-22	10-Jun-22	11-Jul-22		
Operations and Maintenance Unit	1 000 000	1 000 000	Competitive Bidding	Construction of Mountain Lake Access Road	22-Apr-22	16-Apr-22	06-May-22	27-May-22	01-Jun-22	10-Jun-22	11-Jul-22		
Operations and Maintenance Unit	500 000	500 000	Competitive Bidding	Supply and delivery of 350m ³ of G5 material	22-Apr-22	16-Apr-22	06-May-22	27-May-22	01-Jun-22	10-Jun-22	11-Jul-22	Evaluation Stage	

PROUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
Operations and Maintenance Unit	700 000	700 000	Competitive Bidding	Supply and delivery of 10 000 25kg bags of all weather tar fix bags	22-Apr-22	16-Apr-22	06-May-22	27-May-22	01-Jun-22	10-Jun-22	11-Jul-22	Evaluation Stage	
Operations and Maintenance Unit	400 000	400 000	Plant Management	Protective Clothing for Employee	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	Evaluation Stage	
Operations and Maintenance Unit	1 500 000	1 500 000	Plant Management	Linotsing Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	Evaluation Stage	
Operations and Maintenance Unit	5 494 200	5 494 200	Plant Management	Black Diamond Access road and Bridge	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Operations and Maintenance Unit	1 800 000	1 800 000	Plant Management	Mavundleni Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Operations and Maintenance Unit	2 300 000	2 300 000	Plant Management	Makomorweni Access Road and Bridge	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	

PROUREMENT PLAN	Total Project Cost	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification submission date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointmen t	Status	Weekly Report
Operations and Maintenance Unit	1 200 000	1 200 000	Plant Manag ement	Nkosana - Mafube Access Road	Contr acted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Operations and Maintenance Unit	1 000 000	1 000 000	Plant Manag ement	Mountain Lake Access Road	Contr acted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Operations and Maintenance Unit	1 300 000	1 300 000	Plant Manag ement	Helbron - Madimong Access Road	Contr acted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Operations and Maintenance Unit	720 833	720 833	Plant Manag ement	Zikhalini Access Road	Contr acted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Operations and Maintenance Unit	1 100 000	1 100 000	Plant Manag ement	Maphutsing Access Road	Contr acted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Operations and Maintenance Unit	940 833	940 833	Plant Manag ement	Matolweni Access Road	Contr acted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
Operations and Maintenance Unit	1 070 833	1 070 833	Plant Manag ement	Mbobbo Access Road	Contr acted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	

PROUREMENT PLAN	Total Project Cost 2022/23	Budget 2022/23	Mode of Procurement	Project Description	Requisition and Specification submission date 2024	SPEC Date	Advertising Date	Closing Date	BEC Date	BAC Date	Appointment	Status	Weekly Report
MUNICIPAL MANAGER'S OFFICE													
Communications & SP	300 000	350 000	Competitive bidding	Branding of the new Municipal Offices	29-Jul-22	02-Aug-22	12-Aug-22	12-Sep-22	21-Sep-22	30-Sep-22	31-Oct-22	Re-Advert	
Internal Audit Services	600 000	600 000	Competitive Bidding	Procurement of review of Information Technology General and Application Controls	19-Aug-22	22-Aug-22	02-Sep-29	03-Oct-22	12-Oct-22	21-Oct-22	21-Nov-22	Evaluation stage	
Internal Audit Services	200 000	200 000	Competitive Bidding	Unauthorised Irregular Fruitless and Wastful Expenditure Investigation	19-Aug-22	22-Aug-22	02-Sep-29	03-Oct-22	12-Oct-22	21-Oct-22	21-Nov-22	Not presented on BSC	

2.2 BIDS AWARDED IN THE FIRST QUARTER ENDED 30 SEPTEMBER 2022 BIDS AWARDED

NO	NAME OF DESCRIPTION	CLOSING DATE	SERVICE PROVIDER	APPOINTMENT DATE	AMOUNT	LOCALITY
1.	Matatiele E-Library	28 /02/ 2022	Enovative Technologies Africa JV Computing and Telecoms	05 /07/ 2022	R 1,189,750.65	Pretoria
2.	Supply and Delivery of two (02) New SUVs vehicle for council	17 /06/ 2022	2 Tall Enterprises (Pty) Ltd	13 /07/ 2022	R 1,099,000.00	Matatiele

IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE

TYD R 133,274.18 has been incurred as Fruitless and wasteful expenditure for the month ended 30 September 2022 for late payment of Eskom and late submission of WCA, and R148 584.14 incurred for the quarter.

INDIGENT MANAGEMENT

The indigent register for the 2022/23 has 15,238 beneficiaries registered to date. A total of R 5,220,220.72 has been incurred as the end of quarter 1

Expenditure for quarter three ended 30 September 2022:

-	Electricity	R 583,899.89
-	Rates and refuse	R 266,956.11
-	Alternative energy (Solar; and gas and stoves)	R 4,369,364.72

A total of R 1 424 275.65 has been incurred as expenditure for indigent benefits as follows for the month ended 30 September 2022:

-	Electricity	R 46 437.50
-	Rates and refuse	R 168 498.15
-	Alternative energy (Solar; and gas and stoves)	R 1 209 340.00

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 second quarter ended 30 September 2022 has been prepared in accordance with the Municipal Finance Management Act 2003 and Regulations made under that Act.

Print Name: Lizo Matiwane

Municipal Manager of Matatiele Local Municipality

Signature: 

Date: 18/10/2022

MATATIELE LOCAL MUNICIPALITY

COUNCIL RESOLUTIONS

RESOLUTION NUMBER	DATE OF THE MEETING	ITEM DISCUSSED	RESOLUTIONS TAKEN
CR 239/27/10/2022	27 October 2022	<u>BUDGET PLANNING AND INVESTMENT UNIT REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2022/2023</u>	<ol style="list-style-type: none"> 1. That, the report on the implementation of the budget and the financial state of affairs of the municipality for the month ended 30 September 2022 be noted and approved by council. 2. That, the municipality's approved revenue budget amounts to R 579,6 million. Revenue for the month ended 30 September 2022 amounted to R 190,4 million. The revenue recognised to date is 33% of the total approved revenue budget and 33 % relates to the 1st quarter. 3. That, the municipality's approved expenditure budget of R 480 million. The expenditure incurred for the month ended 30 September 2022 amounted to R 91,4 million. Expenditure incurred to date



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MATATIELE LOCAL MUNICIPALITY

COUNCIL RESOLUTIONS

RESOLUTION NUMBER	DATE OF THE MEETING	ITEM DISCUSSED	RESOLUTIONS TAKEN
			<p>represents 19% of the approved operating expenditure budget and 19% relates to the 1st quarter.</p> <ul style="list-style-type: none"> o That, the municipality's approved capital expenditure budget amounts R 171,3 million. Capital Expenditure incurred for the month amounted to R 19,8 million, Capital expenditure to date is 12% of the total capital expenditure budget and 12% relates to the 1st quarter. o Capital expenditure funded by the Municipal infrastructure grant is at 13% of the allocation as at 30 September 2022. o Capital expenditure funded by integrated electrification grant is at 10% of the allocation as at 30 September 2022.



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MATATIELE LOCAL MUNICIPALITY

COUNCIL RESOLUTIONS

RESOLUTION NUMBER	DATE OF THE MEETING	ITEM DISCUSSED	RESOLUTIONS TAKEN
			<ul style="list-style-type: none"> o Capital expenditure funded by the capital replacement reserves (CRR) is at 11% of the budget as at 30 September 2022. 4. That, total Grants allocated to the municipality as per adjusted budget amounts to R 395,7 million. The municipality have received all the allocation as Gazetted by National and Provincial treasury. <ul style="list-style-type: none"> o 39% has been received for equitable share, 100% for Finance Management grant has been received, o 30% for the Municipal infrastructure grant, and 45% for the INEP grant has been received. o 25% has been received for the Expanded Public Works Incentive and 0% has been received for the Library support grant.



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MATATIELE LOCAL MUNICIPALITY

COUNCIL RESOLUTIONS

RESOLUTION NUMBER	DATE OF THE MEETING	ITEM DISCUSSED	RESOLUTIONS TAKEN
			<p>5. That, the total investments amounting to R 301,6 m (Conditional: R 41,3 m: Unconditional R 260,3 m) as at 30 September 2022 be noted by council.</p> <p>6. That, the municipality is transacting on mSCOA on a monthly basis.</p> <p>7. That, 2 virements were approved on capital budget for the quarter ended 30 September 2022 which amounted to R 3,9 million.</p> <p>8. That, the submission of section 71 reports and returns to Provincial and National Treasuries before the 10th working day after the end of the month.</p>