



MATATIELE
LOCAL MUNICIPALITY

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

**2ND QUARTER ENDED
31 DECEMBER 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 31 December 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)

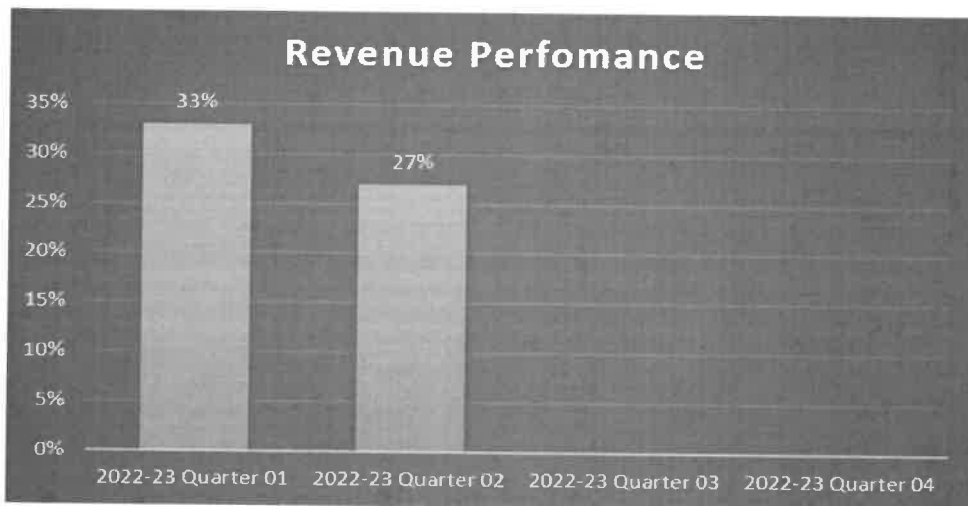
1.2 EXECUTIVE SUMMARY

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

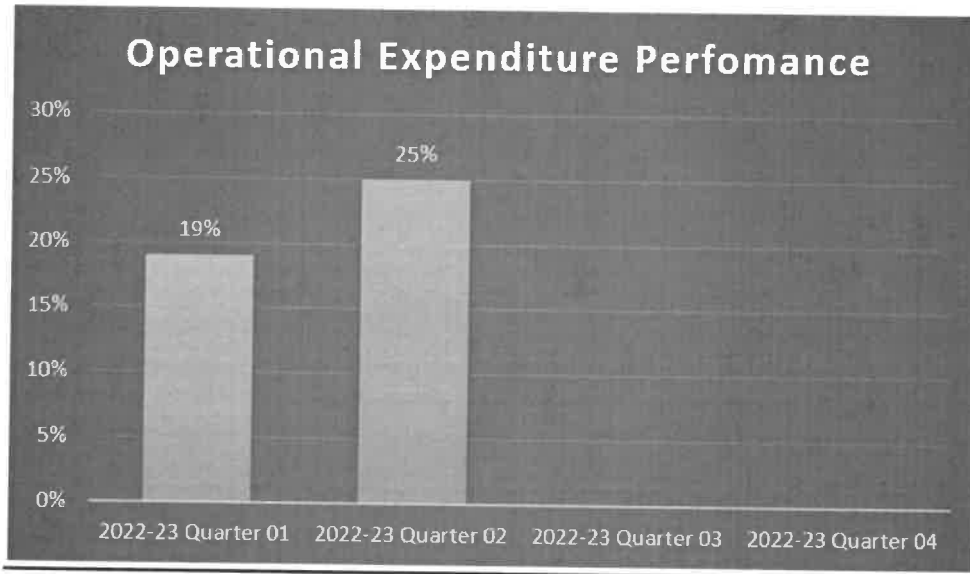
Revenue by source

The approved revenue budget for the municipality amounts to **R 579,582,986** million and the revenue for the quarter ended 31 December 2022 amounted to **R 155,801,990** million and **27%** relates to revenue performance for the 2nd quarter, this is within the expected performance of **25%** for the quarter ended 31 December 2022, the revenue recognised to date is **60%** of the total approved revenue budget. This is due conditional & unconditional grants trenches recognised as per Dora allocation and not as per quarterly anticipation.



Operating Expenditure by type

The municipality’s approved expenditure budget of **R 480,023,232** million. Expenditure incurred for the quarter ended 31 December 2022 amounted to **R 121,222,119** million, when measured against the annual budget reflect a spending of **25%** of the total operating budget. This is within the expected **25%** performance for the quarter. Operating expenditure to date is **44%** of the approved operating budget.

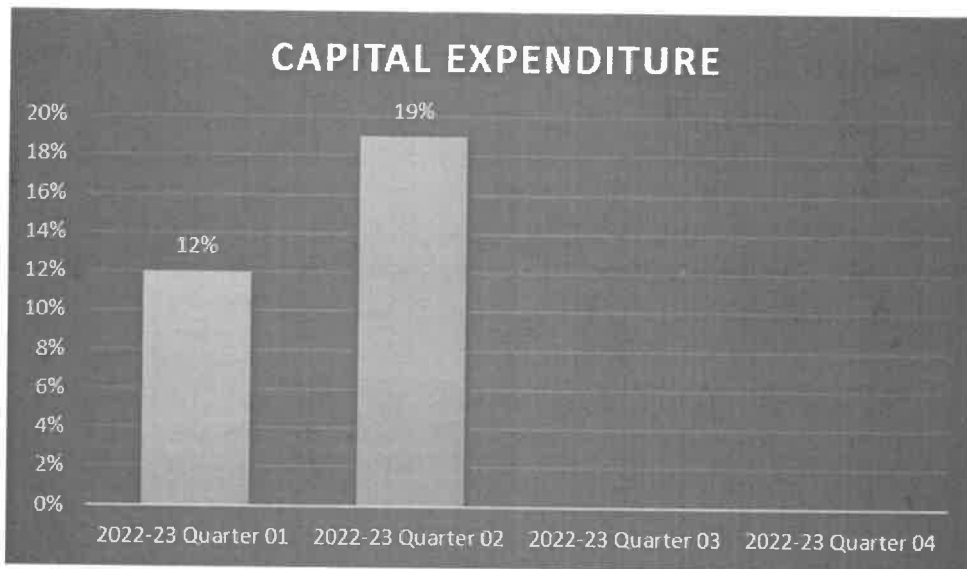


Capital Expenditure

The municipality’s approved capital budget amounts **R 171,309,312** million. Capital Expenditure incurred for the quarter ended 31 December 2022 amounted to **R 31,757,298** million and **19%** relates to the expenditure incurred for the 2nd quarter, which is below the expected performance for the quarter. YTD performance is **30%** and variance is due to projects that are still undergoing supply chain processes and not yet awarded.

Capital Expenditure material variances

The Capital Expenditure for the 2022/23 financial year to date is low 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 third quarter under review.



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 quarter ending 31 December 2022 is **R 11,042,370** which represent **21%** of expenditure for the Quarter. MIG expenditure to date is **34%** of the total allocation to date.
- Integrated National Electrification Programme (INEP) of **R 46,287,972** million was allocated. The grant reflects **R 17,518,660** spending for the quarter ending of 31 December 2022 which represent **38%**. INEP expenditure to date is **48%** of the total allocation to date.
- Capital Replacement Reserves (CRR) for the financial year of **R 71,756,736** million is allocated. The spending for the quarter is **R 3,196,268** which represent **4%**. CRR expenditure to date is **16%** of the total allocation
- The municipality anticipates to spend **100%** of the total capital budget as at the end of the financial year,
- 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 was published at the end of 31 October 2022 and final unspent conditional grant amount was 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.

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	December Status
Rehabilitation of Matatiele internal Streets Cluster 1	Contractor has been appointed
Purutle Moyeni Access Road and Bridge	Project is 95 % complete
Extension of Matatiele Sports Centre Ph2	Tender Stage
Mahangu Access Road & Bridge	Project is 95 % complete
Harry Gwala Internal Streets	Project is 94 % complete
Rehabilitation of Cedarville internal streets	Project is 15 % complete

Grant Funded Projects: (INEP PROJECTS)

INEP	December Status
Mavundleni Electrification	Site establishment is complete and construction is in progress at 51%.
Mapoti Electrification	Construction is complete, Pending Eskom Process for energising.
Polar Park Electrification	Site establishment is complete and awaiting Material delivery construction to kickstart on 16 January 2023.
Rockville Electrification	Site establishment is complete and construction is in progress at 54%.
Hillside-Manzi Ph2 link line	Construction progresss is at 90%, poending pole to pole inspection and Eskom process on the Household connections are complete.
Sikhulumi Electrification	Construction is complete, Pending Eskom Process for energising
Sikhulumi Link Line	Construction is complete, Pending Eskom Process for energising
Molweni 1 Electrification	construction is in progress at 70%.
Molweni 2 Electrification	construction is in progress at 77%.
Masupa Electrification	Construction is complete, Pending Eskom Process for energising
Moiketsi Electrification	The contractor is bussy with site establishment and Material Procurement, construction to kick-start in January 2023
Hillside Manzi Electrification	Construction Stage and the progresss is at 61%

Internal Funded Capital Projects

Dengwane Khoapa Botsola-Taung AR	Contractor has been appointed
Sitiweni AR	Project is 20 % completed
Mphotshongweni A R	Contractor has been appointed
Mphotshongweni Bridge (Rashule)	Contractor has been appointed
Construction of Silo Phase 4	Tender stage
Dlodlweni Access Road	Contractor has been appointed

Makomorweni Access Road and Bridge	Contractor has been appointed
Black Diamond Access Road and Bridge	Tender stage
Lekhalong Access Road	Tender stage
Queens Mercy Access Road	Contractor has been appointed
Mango-Nyanzela A R	Contractor has been appointed

PART 2 – IN-YEAR BUDGET STATEMENTS

2.1 Table C1 Monthly Budget Statement Summary

EC441 Matatiele - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

Description	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									
Financial Performance									
Property rates	48 726	54 088	-	1 761	42 903	27 044	15 459	57%	54 088
Service charges	68 146	86 942	-	(1 440)	25 006	43 471	(18 465)	-42%	86 942
Investment revenue	9 599	14 650	-	1 717	7 742	7 325	417	6%	14 650
Transfers and subsidies	267 351	293 418	-	95 068	210 776	146 709	64 067	44%	293 418
Other own revenue	24 248	28 129	-	2 337	12 608	14 064	(1 457)	-10%	28 129
Total Revenue (excluding capital transfers and contributions)	418 070	477 227	-	99 384	298 634	238 614	60 021	25%	477 227
Employee costs	128 303	141 262	-	10 860	65 570	70 631	(5 061)	-7%	141 262
Remuneration of Councilors	21 444	22 459	-	1 852	11 415	11 230	185	2%	22 459
Depreciation & asset impairment	53 955	53 336	-	30 219	30 219	26 668	3 551	13%	53 336
Finance charges	35	-	-	133	133	-	133	#DIV/0!	-
Inventory consumed and bulk purchases	64 236	69 130	-	4 344	32 363	34 565	(2 202)	-6%	69 130
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	245 424	193 836	-	12 532	72 897	96 918	(24 021)	-25%	193 836
Total Expenditure	513 396	480 023	-	59 941	212 397	248 912	(27 416)	-11%	480 023
Surplus/(Deficit)	(95 327)	(2 796)	-	39 443	86 237	(1 398)	87 435	-6254%	(2 796)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	165 532	102 356	-	13 405	47 562	51 176	(3 516)	-7%	102 356
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	70 206	99 560	-	52 848	133 680	49 780	83 820	168%	99 560
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	70 206	99 560	-	52 848	133 680	49 780	83 820	168%	99 560
Capital expenditure & funds sources									
Capital expenditure	189 896	171 309	-	8 226	47 445	85 655	(38 210)	-45%	171 309
Capital transfers recognised	141 845	99 553	-	11 459	40 359	49 776	(9 417)	-19%	99 553
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	47 688	71 757	-	852	11 170	35 878	(24 708)	-69%	71 757
Total sources of capital funds	189 533	171 309	-	12 311	51 530	85 655	(34 125)	-48%	171 309
Financial position									
Total current assets	420 000	309 470	-	-	530 665	-	-	-	309 470
Total non current assets	1 140 318	1 361 729	-	-	1 161 628	-	-	-	1 361 729
Total current liabilities	148 127	99 372	-	-	154 503	-	-	-	99 372
Total non current liabilities	43 429	14 442	-	-	43 429	-	-	-	14 442
Community wealth/Equity	1 365 373	1 557 385	-	-	1 582 361	-	-	-	1 557 385
Cash flows									
Net cash from (used) operating	275 430	110 160	-	75 458	232 575	55 080	(177 495)	-322%	110 160
Net cash from (used) investing	(188 241)	(171 309)	-	(11 666)	(56 206)	(85 655)	(29 448)	34%	(171 309)
Net cash from (used) financing	82	-	-	-	37	-	(37)	#DIV/0!	-
Cash/cash equivalents at the month/year end	311 692	232 938	-	-	413 138	263 513	(149 625)	-57%	175 582
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dya	151-180 Dya	181 Dya-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	8 237	5 554	6 420	6 064	3 509	30 879	13 119	132 870	206 651
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) - Q2 Second 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	1									
Revenue - Functional										
<i>Governance and administration</i>		333 081	376 020	-	99 391	265 655	188 910	77 645	41%	376 020
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		333 981	376 020	-	99 391	265 655	188 010	77 645	41%	376 020
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		11 484	11 589	-	1 323	7 210	5 784	1 425	25%	11 589
Community and social services		6 057	6 368	-	630	3 960	3 184	796	25%	6 368
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		5 407	5 201	-	693	3 230	2 600	630	24%	5 201
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		68 038	56 290	-	5 614	22 052	28 145	(6 093)	-22%	56 290
Planning and development		171	202	-	2	93	101	(8)	-8%	202
Road transport		67 867	56 088	-	5 611	21 959	28 044	(6 085)	-22%	56 088
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		170 119	135 705	-	8 462	51 280	67 852	(16 572)	-24%	135 705
Energy sources		156 620	57 024	-	5 477	45 390	28 512	16 878	59%	57 024
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		13 498	78 681	-	984	5 890	39 340	(33 451)	-85%	78 681
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	583 602	579 583	-	112 790	348 197	280 791	56 405	19%	579 583
Expenditure - Functional										
<i>Governance and administration</i>		241 512	224 974	-	18 613	164 768	112 487	(7 719)	-7%	224 974
Executive and council		28 850	29 845	-	2 350	16 212	14 922	1 290	9%	29 845
Finance and administration		208 282	191 438	-	16 046	86 611	95 719	(9 108)	-10%	191 438
Internal audit		4 380	3 692	-	217	1 945	1 846	99	5%	3 692
<i>Community and public safety</i>		34 947	53 254	-	2 409	18 572	28 627	(8 054)	-30%	53 254
Community and social services		15 683	27 956	-	731	8 860	13 978	(5 118)	-37%	27 956
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		19 264	25 297	-	1 678	9 712	12 649	(2 937)	-23%	25 297
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		60 977	80 830	-	29 286	43 028	45 415	(2 387)	-5%	80 830
Planning and development		19 907	24 989	-	908	6 449	12 494	(6 046)	-48%	24 989
Road transport		50 069	65 841	-	28 378	36 579	32 920	3 658	11%	65 841
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		100 981	110 966	-	9 833	48 229	55 483	(9 253)	-17%	110 966
Energy sources		141 882	86 897	-	8 191	38 630	43 448	(4 818)	-11%	86 897
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		25 079	24 069	-	1 442	7 599	12 035	(4 436)	-37%	24 069
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	513 396	480 023	-	50 941	212 507	240 012	(27 414)	-11%	480 023
Surplus/ (Deficit) for the year		70 206	99 560	-	52 848	133 690	40 780	83 820	168%	99 560

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) - Q2 Second Quarter

Vote Description	Ref	2021/22	Budget Year			YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual					
R thousands										
Revenue by Vote	1									
Vote 1 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		333 448	375 670	-	99 275	265 430	187 835	77 595	41.3%	375 670
Vote 3 - Corporate		533	350	-	116	225	175	50	28.8%	350
Vote 4 - Development and Planning		283	202	-	8	148	101	47	47.0%	202
Vote 5 - Community		24 963	90 249	-	2 308	13 099	45 125	(32 025)	-71.0%	90 249
Vote 6 - Infrastructure		224 375	113 112	-	11 083	67 294	56 556	10 738	19.0%	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	583 602	579 583	-	112 790	346 197	289 791	56 405	19.5%	579 583
Expenditure by Vote	1									
Vote 1 - Executive Council		28 850	29 045	-	2 350	16 212	14 922	1 290	8.6%	29 045
Vote 2 - Finance and Admin		144 998	118 223	-	10 259	51 875	59 111	(7 236)	-12.2%	118 223
Vote 3 - Corporate		63 283	73 215	-	5 787	34 735	36 608	(1 872)	-5.1%	73 215
Vote 4 - Development and Planning		20 957	24 989	-	908	6 605	12 494	(5 890)	-47.1%	24 989
Vote 5 - Community		60 026	77 323	-	3 851	26 171	38 661	(12 490)	-32.3%	77 323
Vote 6 - Infrastructure		190 901	152 737	-	36 569	75 053	76 369	(1 315)	-1.7%	152 737
Vote 7 - Internal Audit		4 380	3 692	-	217	1 945	1 846	99	5.3%	3 692
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	513 396	480 023	-	59 941	212 597	240 012	(27 414)	-11.4%	480 023
Surplus/ (Deficit) for the year	2	70 206	99 560	-	52 848	133 600	49 780	83 820	168.4%	99 560

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

EC441 Matatiele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q2 Second Quarter

Vote 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										
Revenue By Source										
Property rates		48 726	54 088	-	1 701	42 503	27 044	15 459	57%	54 088
Service charges - electricity revenue		56 530	71 416	-	(2 418)	19 147	35 708	(16 561)	-46%	71 416
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		11 615	15 526	-	979	5 859	7 763	(1 904)	-25%	15 526
Rental of facilities and equipment		1 260	2 028	-	76	521	1 014	(492)	-49%	2 028
Interest earned - external investments		9 599	14 650	-	1 717	7 742	7 325	417	6%	14 650
Interest earned - outstanding debtors		16 188	18 731	-	1 426	8 284	9 365	(1 081)	-12%	18 731
Dividends received		-	-	-	-	-	-	-	-	-
Fines penalties and forfeits		2 058	1 789	-	264	1 015	885	130	15%	1 789
Licences and permits		3 407	4 131	-	431	2 265	2 065	200	10%	4 131
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		267 351	293 418	-	93 068	210 776	146 709	64 067	44%	293 418
Other revenue		1 350	1 471	-	140	522	735	(213)	-29%	1 471
Gains		(15)	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		418 676	477 227	-	99 384	296 634	238 614	60 021	25%	477 227
Expenditure By Type										
Employee related costs		128 303	141 262	-	10 860	65 570	70 631	(5 061)	-7%	141 262
Remuneration of councillors		21 444	22 459	-	1 852	11 415	11 230	185	2%	22 459
Debt impairment		17 651	6 000	-	-	-	3 000	(3 000)	-100%	6 000
Depreciation & asset impairment		53 955	53 336	-	30 219	30 219	26 668	3 551	13%	53 336
Finance charges		35	-	-	133	133	-	133	#DIV/0!	-
Bulk purchases - electricity		58 161	61 383	-	4 024	30 436	30 691	(255)	-1%	61 383
Inventory consumed		6 075	7 747	-	320	1 926	3 873	(1 947)	-50%	7 747
Contracted services		100 354	113 584	-	8 213	44 693	56 792	(12 099)	-21%	113 584
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		49 201	74 252	-	4 319	28 204	37 126	(8 922)	-24%	74 252
Losses		78 219	-	-	-	-	-	-	-	-
Total Expenditure		513 366	480 023	-	59 941	212 597	240 612	(27 414)	-11%	480 023
Surplus/(Deficit)		(95 327)	(2 796)	-	39 443	86 037	(1 368)	87 435	(0)	(2 796)
Transfers and subsidies - capital (monetary allocations) (Nabona / Provincial and District)		165 532	102 356	-	13 405	47 562	51 178	(3 616)	(0)	102 356
Transfers and subsidies - capital (monetary allocations) (Nabona / 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		78 206	99 560	-	52 848	133 006	40 780			99 560
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		78 206	99 560	-	52 848	133 006	40 780			99 560
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		78 206	99 560	-	52 848	133 006	40 780			99 560
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		78 206	99 560	-	52 848	133 006	40 780			99 560

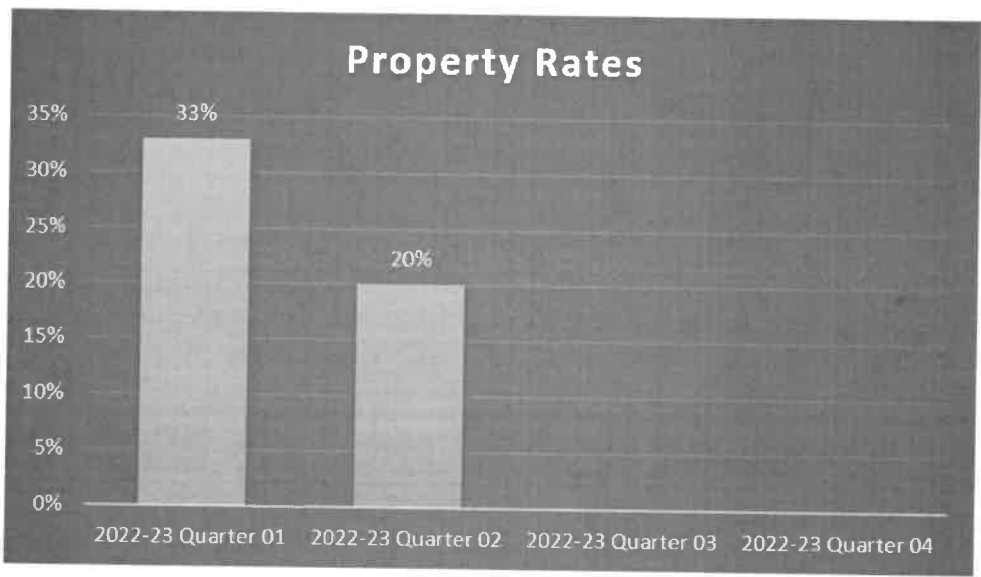
Revenue by Source

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 2 amounted to **R5,100,739**.

Revenue received from property rates amounted to **R 11,082,933** for quarter 2 ended 31 December 2022 against approved budget of **R 54,088,416** this represents **20%** on this category which is less than anticipated **25%**. This is due to budget including rebates & exemptions, payments made excludes rebates and exemptions.

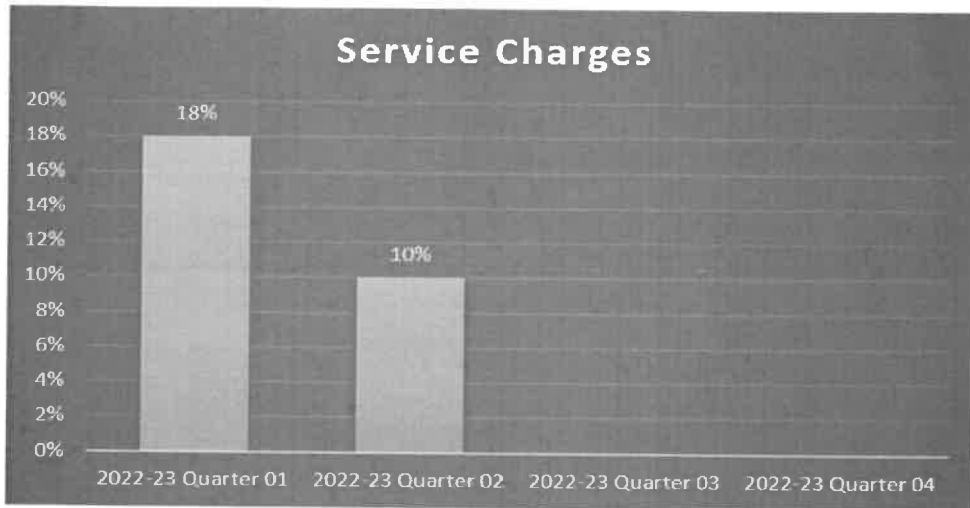
Property rates billed vs collected to date represents **54%** of the total approved budget.



Service Charges

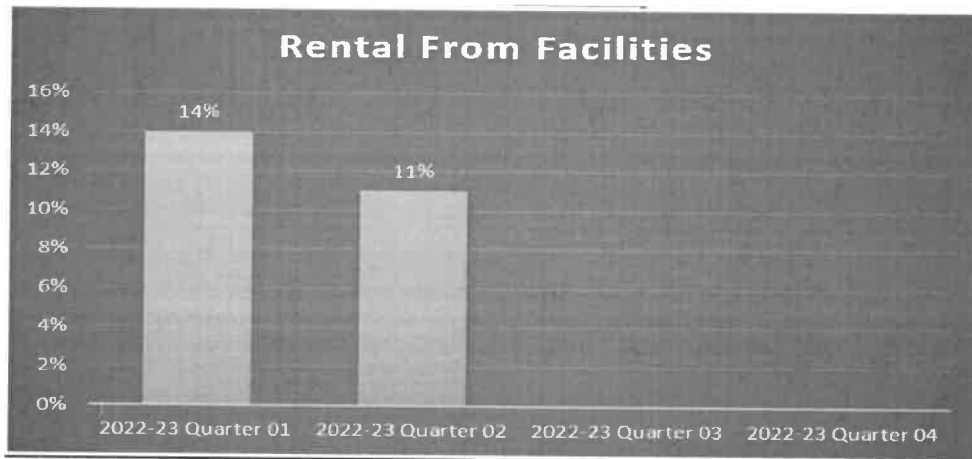
Revenue from Service charges amounted to **R 8,963,630** which is made out of **R 2,935,452** and **R 6,028,178** for Refuse and Electricity respectively for the 2nd quarter ended 31 December 2022 against the approved budget of **R 86,941,668**.

This represents **10%** of the revenue budget for this source, this is below the expected performance for the quarter due to certain months where actual readings could not be obtained. This resulted on the municipality using estimates for billing, this resulted to a reduction under Domestic Low: Conventional. Revenue from service charges to date represent **29%** of the total budget.



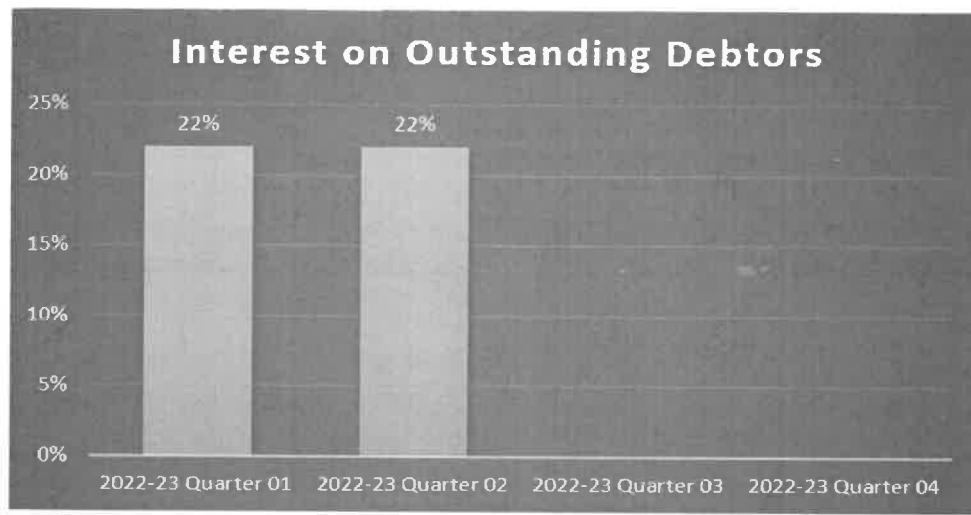
Rental from facilities

Revenue from rental of facilities amounted to **R 229,512** for the 2nd quarter ended 31 December 2022 against the approved budget of **R 2,027,556** and this represents **11%**. This is below the expected performance for the quarter due less revenue received for site rentals. Revenue from rental of facilities to date represents **25%** of the total budget.



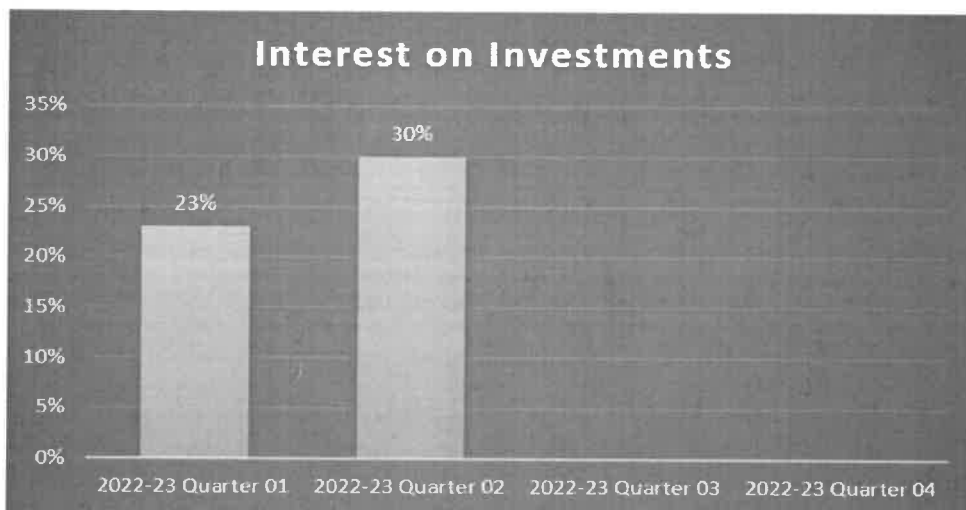
Interest on Outstanding Debtors

Interest on outstanding debtors for the 2nd quarter ended 31 December 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. The variance is due to **R4,188,123** non-payment of arrear debt and the increasing debt book. Revenue to date represents **44%** of the budget on this category.



Interest on Investments

Interest earned from conditional and unconditional investments amounted to **R 4,345,440** for the 2nd Quarter against approved budget of **R 14,650,000**. This represents **30%** of the total budget on this category which is above the expected performance. This is due to the fact that interest major investments have matured in quarter 2. Revenue to date represents **53%** of the total budget on this category.



Fines & Penalties

Revenue from fines and penalties amounted to **R 503,245** for the 2nd quarter ended 31 December 2022 against approved budget of **R 1,769,000** and this reflects **28%** of the revenue budget from fines and penalties. This is within the expected performance for the quarter. Revenue to date represents **57%** of total budget on this category.



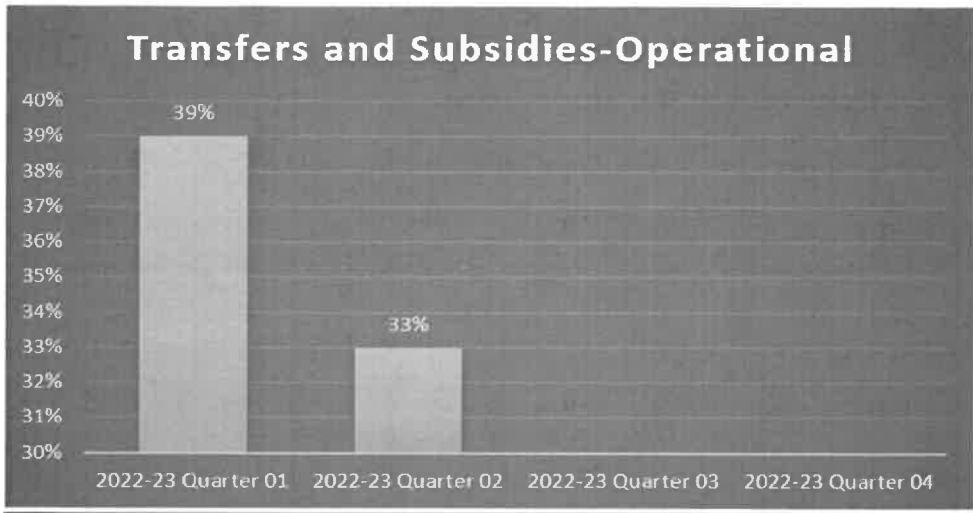
Licenses and Permits

Revenue from licenses and permits amounted to **R 1,266,838** against approved budget **R 4,130,853** for the 2nd quarter ended 31 December 2022. This represents **31%** revenue for the quarter against the budget from this source. This is more than what was anticipated for the quarter, due to more revenue collection on learner licence application. Revenue to date represents **55%** of total budget on this category.



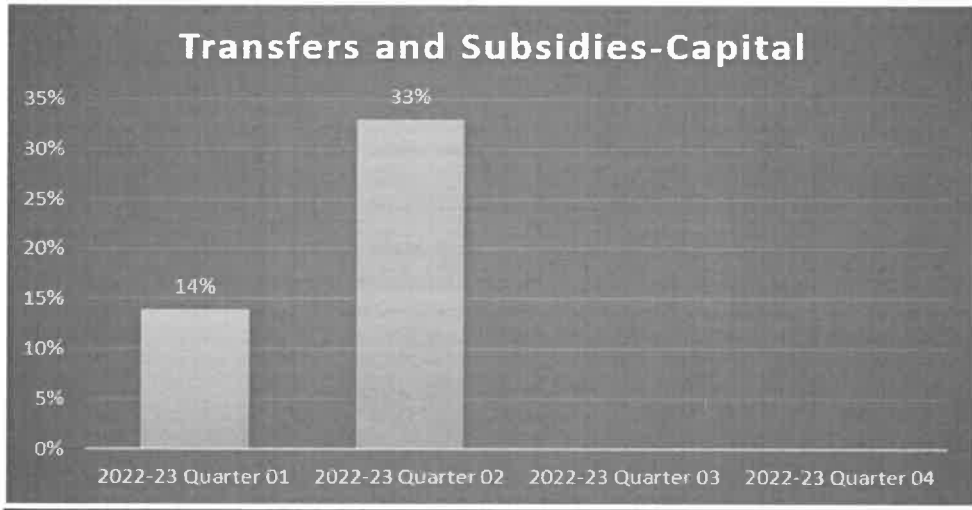
Transfers and Subsidies-Operational

Total amount of **R 97,4 million** was received for the Quarter ended 31 December 2022. This represents **33%** Revenue receive for the quarter against budget of **R 293,418,000**. This is due to Equitable share grant received in December, for the other conditional grants revenue has been recognised as per Grap23. Revenue to date represents **72%** of total budget on this category.



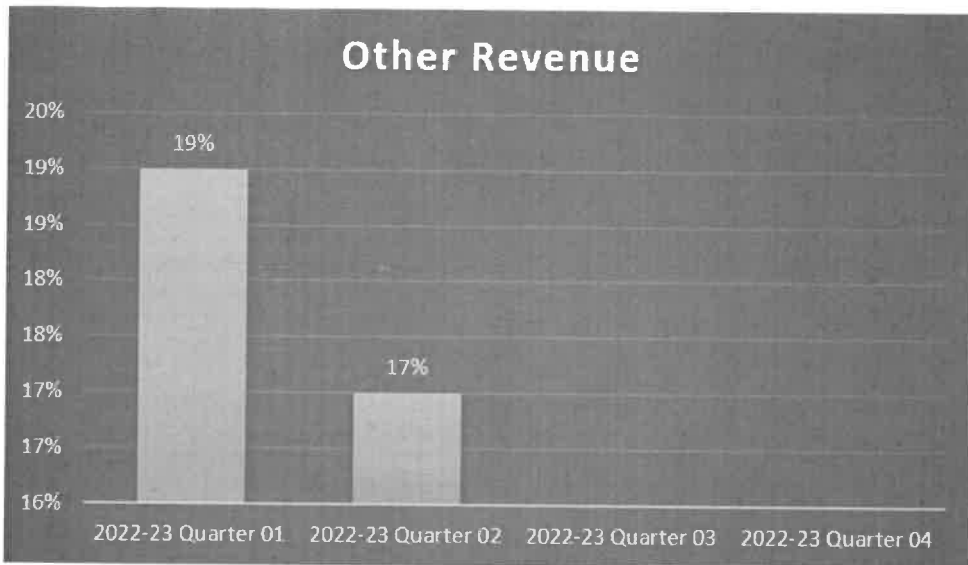
Transfers and Subsidies-Capital

Total amount of **R 33,465,010** was received for the quarter ended 31 December 2022. This represents **33%** Revenue receive for the quarter against budget, this is within the expected performance for the quarter. Revenue to date represents **46%** of the total budget on this category.



Other Revenue

Other revenue reflects an amount of **R 243,283** for the 2nd quarter ended 31 December 2022 against approved budget of **R 1,470,708** this represents **17%** of the budget allocated for this category. The variance is a result no revenue received for Merchandising; Jobbing, Contracts and insurance refund as anticipated. Revenue to date represents **35%** of the total budget on this category.

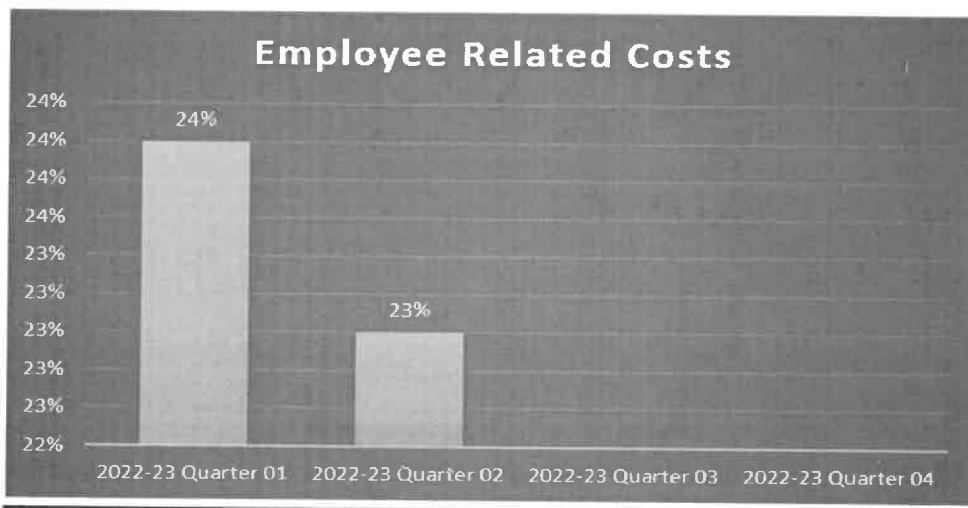


Expenditure by Type

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

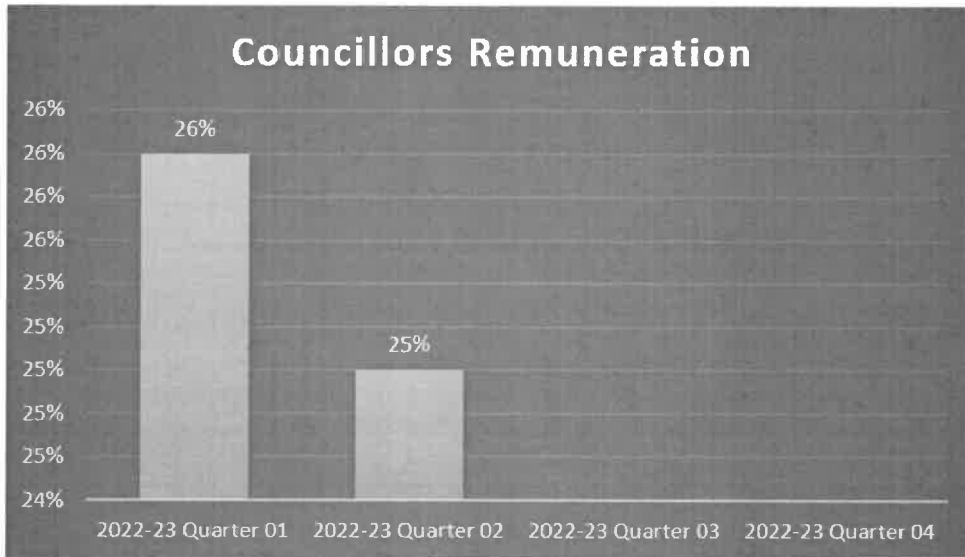
Employee Related Costs

Variance is a result of the timing of filing of vacant positions, resignations and death of municipal officials. Recruitment processes have not yet been finalised for the most vacant posts. Budget for leave provision remains unspent. Expenditure for the 2nd quarter ending 31 December 2022 amounted to **R 32,134,282** against budget amount of **R 141,262,224** that represents **23%** of the budgeted amount, the **2%** variance is due to vacant posts not yet filled. Expenditure to date represents **46%** of the total budget on this category.



Councillors Remuneration

The YTD Remuneration of Councillors amounted to **R 5,557,162** for the for 2nd quarter ended 31 December 2022 against budget of **R 22,459,248** this represents **25%** of the budget allocated to this category. This is within the expected performance for the quarter. Expenditure to date represents **51%** of the total budget on this category.



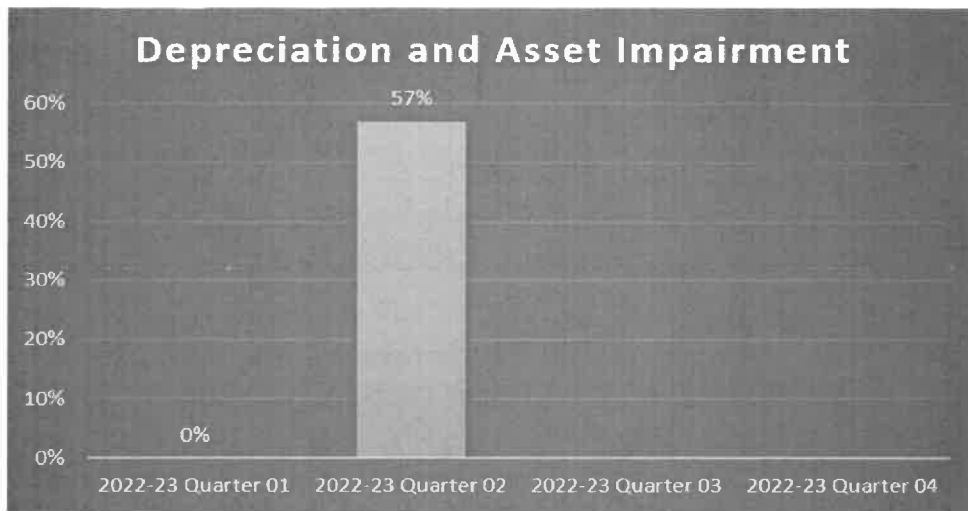
Debt impairment

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

Expenditure on Depreciation and Asset Impairment amounted to **R 30,219,215** for the 2nd quarter ended 31 December 2022 against budget of **R 53,336,148** this represents **57%** of the budget allocated on this category. Depreciation and asset impairment are accounted for at mid-term of the financial year. This is within the expected performance for the quarter.

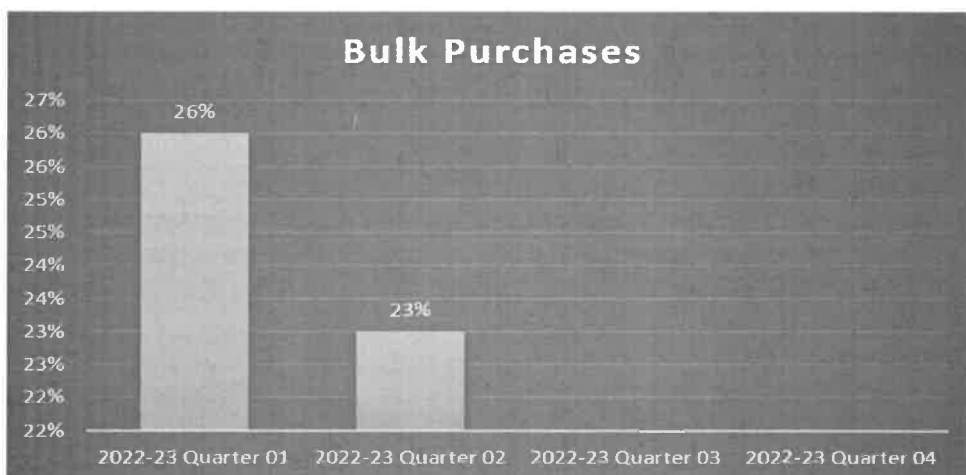


Finance Costs

Expenditure of R 133,392 relating to interest charges has been incurred for the quarter. This relates to the late payment of Eskom invoices; the amount will be investigated by MPAC and will be recovered from the affected employee.

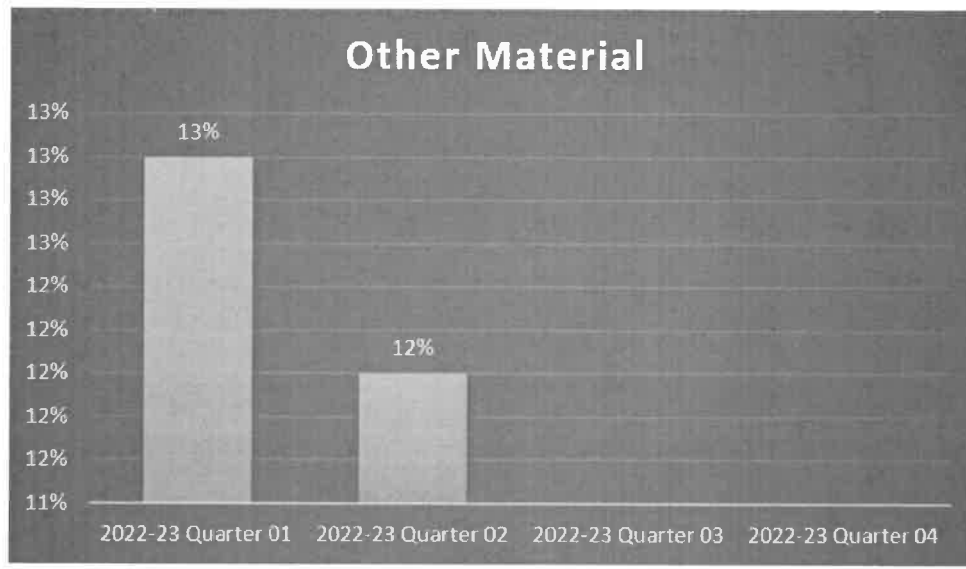
Bulk Purchases

Expenditure on electricity bulk purchases amounted to **R 14,254,471** for the 2nd quarter ended 31 December 2022 against approved budget of **R 61,382,988** this represents **23%**, this is less than expected performance for the quarter. This is attributed by the seasonal demand of electricity on this case which is less demand. Expenditure to date represents **50%** of the total budget on this category.



Other Material

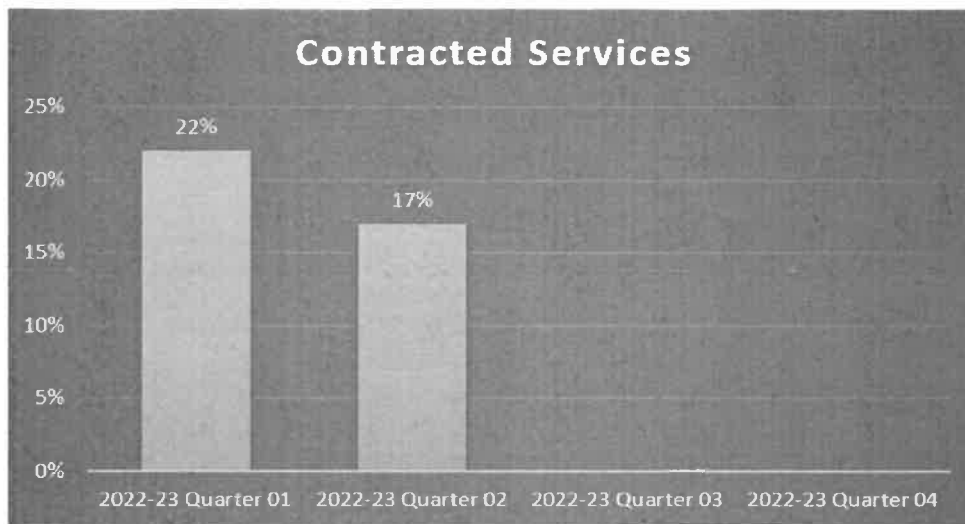
The expenditure amounted to **R 899,411** for the 2nd quarter ended 31 December 2022 against approved budget of **R 7,746,996**. This represents **12%** of budget allocation for this category, due to Material & Suppliers expenditure that is less than anticipated. Expenditure to date on represents **25%** of the total budget on this category.



Contracted Services

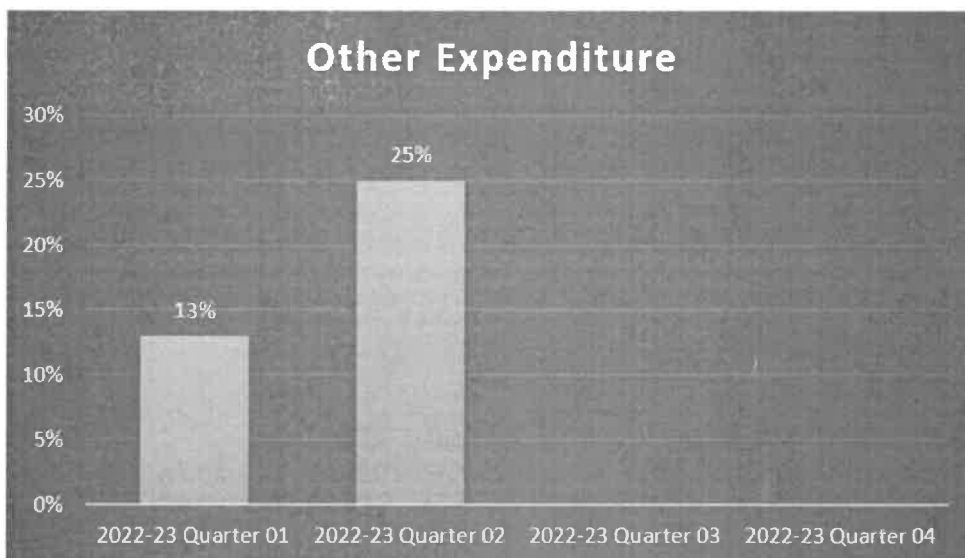
The spending in this expenditure category is **R 19,569,161** for the 2nd quarter ended 31 December 2022 against approved Budget of **R 113,584,116** this represents **17%** of the budget. This is below the expected performance for the quarter.

The variance is due to less spending on Grave Digging, Cash cropping services, community halls repairs maintenance, livestock improvement, Consultants: Accounting & Auditing, residential and commercial development than what was anticipated. Necessary adjustments will be done during adjustment budget in relation to these categories. Expenditure to date represents **39%** of the total budget on this category.



Other Expenditure

Other expenditure for the 2nd quarter ended 31 December 2022 amounted to **R 18,455,025** against approved budget of **R 61,253,052** and represents **25%**, this is within the expected performance for the quarter. Expenditure to date represents **38%** of the total budget on this category.



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

Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Executive Council		74	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		562	3 260	-	-	1 238	1 630	(392)	-24%	3 260
Vote 3 - Corporate		4 698	2 310	-	-	1 232	1 155	77	7%	2 310
Vote 4 - Development and Planning		163	500	-	-	-	250	(250)	-100%	500
Vote 5 - Community		2 484	6 360	-	-	75	3 180	(3 105)	-98%	6 360
Vote 6 - Infrastructure		181 915	158 879	-	12 311	48 985	79 440	(30 455)	-38%	158 879
Vote 7 - Internal Audit		-	-	-	(4 085)	(4 085)	-	(4 085)	#DIV/0!	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	189 896	171 309	-	8 226	47 445	85 655	(38 210)	-45%	171 309
Total Capital Expenditure		189 896	171 309	-	8 226	47 445	85 655	(38 210)	-45%	171 309
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		5 334	5 570	-	(4 085)	(1 615)	2 785	(4 400)	-158%	5 570
Executive and council		74	-	-	-	-	-	-	-	-
Finance and administration		5 260	5 570	-	-	2 470	2 785	(315)	-11%	5 570
Internal audit		-	-	-	(4 085)	(4 085)	-	(4 085)	#DIV/0!	-
<i>Community and public safety</i>		1 366	3 460	-	-	45	1 730	(1 685)	-97%	3 460
Community and social services		166	1 510	-	-	45	755	(710)	-94%	1 510
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		1 199	1 950	-	-	-	975	(975)	-100%	1 950
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		84 145	110 101	-	5 529	26 387	55 051	(28 664)	-52%	110 101
Planning and development		163	500	-	-	-	250	(250)	-100%	500
Road transport		83 983	109 601	-	5 529	26 387	54 801	(28 414)	-52%	109 601
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		99 051	52 178	-	6 783	22 628	26 089	(3 461)	-13%	52 178
Energy sources		97 933	49 278	-	6 783	22 598	24 639	(2 041)	-8%	49 278
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		1 119	2 900	-	-	30	1 450	(1 420)	-98%	2 900
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	189 896	171 309	-	8 226	47 445	85 655	(38 210)	-45%	171 309

The municipality's approved capital expenditure budget amounts **R 171,309,312** million. Capital Expenditure incurred for the quarter ended 31 December 2022 amounted to **R 31,757,298** million. Capital expenditure to date is **19%** of the total capital expenditure budget 2nd quarter. This is lower than the anticipated expenditure for the quarter due to delays on appointments of capital projects. Expenditure to date represents **30%** of the total budget on this category.

2.1.6 C6 Monthly Budget Statement –Financial Position

EC441 Matatiele - Table C6 Monthly Budget Statement - Financial Position - Q2 Second Quarter

Description	Ref	Budget Year 2022/23				
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		8 715	15 393	–	13 172	15 393
Call investment deposits		228 017	217 545	–	335 254	217 545
Consumer debtors		88 494	70 502	–	97 996	70 502
Other debtors		92 899	4 937	–	90 500	4 937
Current portion of long-term receivables		–	–	–	–	–
Inventory		1 874	1 093	–	1 744	1 093
Total current assets		420 000	309 470	–	538 665	309 470
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		4 960	–	–	4 960	–
Investments in Associate		–	–	–	–	–
Property plant and equipment		1 134 394	1 356 483	–	1 155 457	1 356 483
Biological		–	–	–	–	–
Intangible		94	4 626	–	(4)	4 626
Other non-current assets		870	620	–	1 215	620
Total non current assets		1 140 318	1 361 729	–	1 161 628	1 361 729
TOTAL ASSETS		1 560 318	1 671 199	–	1 700 293	1 671 199
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		1 578	822	–	1 616	822
Trade and other payables		132 238	62 798	–	138 577	62 798
Provisions		14 310	35 752	–	14 310	35 752
Total current liabilities		148 127	99 372	–	154 503	99 372
Non current liabilities						
Borrowing		–	–	–	–	–
Provisions		43 429	14 442	–	43 429	14 442
Total non current liabilities		43 429	14 442	–	43 429	14 442
TOTAL LIABILITIES		191 556	113 814	–	197 932	113 814
NET ASSETS	2	1 368 762	1 557 385	–	1 502 361	1 557 385
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		969 989	1 178 048	–	1 106 978	1 178 048
Reserves		395 384	379 337	–	395 384	379 337
TOTAL COMMUNITY WEALTH/EQUITY	2	1 365 373	1 557 385	–	1 502 361	1 557 385

The table reflects the financial position is recorded at the end of the quarter ending 31 December 2022

2.1.7 C7 Monthly Budget Statement –Cash Flow

EC441 Matatiele - Table C7 Monthly Budget Statement - Cash Flow - Q2 Second 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										
1										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		36 620	43 271	-	1 105	33 414	21 635	11 778	54%	43 271
Service charges		62 021	69 553	-	4 187	41 307	34 777	6 530	19%	69 553
Other revenue		15 705	7 598	-	1 085	11 250	3 799	7 451	196%	7 598
Transfers and Subsidies - Operational		266 202	293 418	-	97 306	211 891	146 709	65 182	44%	293 418
Transfers and Subsidies - Capital		174 749	102 356	-	-	87 625	51 178	36 447	71%	102 356
Interest		4 385	14 650	-	1 717	8 184	7 325	859	12%	14 650
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(284 252)	(420 687)	-	(29 943)	(161 096)	(210 343)	(49 247)	23%	(420 687)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Grants		-	-	-	-	-	-	-	-	-
NET CASH FROM(USED) OPERATING ACTIVITIES		275 430	118 168	-	73 458	232 575	55 800	(177 455)	-322%	118 168
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		(188 241)	(171 309)	-	(11 666)	(56 206)	(85 655)	(29 448)	34%	(171 309)
NET CASH FROM(USED) INVESTING ACTIVITIES		(188 241)	(171 309)	-	(11 666)	(56 206)	(85 655)	(29 448)	34%	(171 309)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		82	-	-	-	37	-	37	#DIV/0!	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM(USED) FINANCING ACTIVITIES		82	-	-	-	37	-	(37)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		87 270	(61 150)	-	63 791	176 406	(30 575)			(61 150)
Cash/cash equivalents at beginning		224 422	294 065	-		236 732	294 065			236 732
Cash/cash equivalents at month/year end:		311 692	232 938	-		413 138	263 513			175 582

PART 3 –SUPPORTING DOCUMENTATION

DEBTORS’ ANALYSIS

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

EC441 Matatiele - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q2 Second Quarter

Description	HT Code	Budget Year 2022/23										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i L o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days			
R thousands														
Debtors Age Analysis By Income Source														
Trace and Other Receivables from Exchange Transactions - Water	1200	--	--	--	--	--	--	--	--	--	--	--	--	--
Trace and Other Receivables from Exchange Transactions - Electricity	1300	4 056	860	1 480	809	1 162	510	629	1 202	11 017	4 512	--	--	
Receivables from Non-exchange Transactions - Property Rates	1400	1 581	893	707	642	605	26 466	1 491	58 354	90 738	87 557	--	--	
Receivables from Exchange Transactions - Waste Water Management	1500	--	--	--	--	--	--	--	--	--	--	--	--	
Receivables from Exchange Transactions - Waste Management	1600	919	632	536	443	400	387	1 752	21 757	26 827	24 739	--	--	
Receivables from Exchange Transactions - Property Rental Debtors	1700	--	--	--	--	--	--	--	7	7	7	--	--	
Interest on Arrear Debtor Accounts	1810	1 426	1 413	1 391	1 484	1 174	1 200	5 520	38 195	51 813	47 583	--	--	
Recoverable unauthorised irregular inutility and wasteful expenditure	1820	--	--	--	--	--	--	--	--	--	--	--	--	
Other	1900	255	1 655	2 296	2 677	168	2 315	3 526	13 356	26 249	22 042	--	--	
Total By Income Source	2999	8 237	5 554	6 429	6 864	3 599	30 879	13 119	132 879	286 651	186 441	--	--	
2022/23 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	2 654	1 827	2 252	1 915	1 999	26 884	4 733	56 299	86 563	91 629	--	--	
Commercial	2300	4 439	2 610	3 063	3 061	443	2 920	4 001	18 780	37 297	27 185	--	--	
households	2400	1 143	1 117	1 105	1 068	1 067	1 075	4 385	59 811	70 791	67 427	--	--	
Other	2500	--	--	--	--	--	--	--	--	--	--	--	--	
Total By Customer Group	2699	8 237	5 554	6 429	6 864	3 599	30 879	13 119	132 879	286 651	186 441	--	--	

The total debt book for December 2022 is R 206 650 965.00 inclusive of R 3,307,012 advanced payments.

The total debt book for December 2022 of R 203 343 953.1 (including current of R 8 303 971.5 which is not yet due) has decreased by R 11 927 586.04 from the previous month closing balance of R206,967,567.64 . Debt is made up of the following:

Residential debt:

R 78 841 420.23

Commercial debt

R 27 285 697.92

Government debt

R 93 914 398.21

Other

R 3 302 436.74

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 55 390 816.35 (including current)

Cedarville

R 5 021 879.54 (including current)

(both areas are handed over for collection)

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

The following has been handed over:

Residential H/O

R 70 582 181.68 Business H/O

R 22 921 825.4

Churches H/O

R 149 458.46

Farms H/O

R 3 129 905.93

R 1 142 715.06 was collected for December 2022.

Total collection for quarter 2 is R5 623 966,61

CREDITORS' ANALYSIS

EC441 Matatiele - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q2 Second Quarter

Description R thousands	NT Code	Budget Year 2022/23								
		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 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	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 2nd quarter ended 31 December 2022.

INVESTMENT POTFOLIO ANALYSIS

Dec 22					
Investment Management					
Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	26 363 608.19	62 689.00	-5 054 846.93	-62 689.00	21 371 450.26
INEP	9 405 495.06	14 051 101.54	-6 488 813.60	-84 031.11	16 967 783.00
EPWP	-	-	-	-	-
Municipal Electrification Intervention	287 041.72	1 392.00	-	-1 392.00	288 433.72
Library and Archives	-	-	-	-	-
Finance Management Grant	-	-	-	-	-
Smart Grid	57 494.33	278.88	-	-278.88	57 773.21
Establishment Plan	201 211.93	922.82	-	-922.82	202 134.75
Housing Development Fund	2 051 011.08	9 406.56	-	-9 406.56	2 060 417.64
Dedea	624 147.38	2 862.53	-	-2 862.53	627 009.91
Total Conditional Investments	38 990 010	14 128 653	- 11 543 661	- 161 583	41 575 002
Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	105 784 582.18	7 800 000.00	-	-542 635.60	113 584 582.18
Call Acc STD CRR	11 681 314.19	56 054.31	-	-56 054.31	11 737 368.50
Call ACC FNB Surplus Cash	6 805 395.80	-	-	-26 876.65	6 805 395.80
Nedbank 32 Days	6 806 888.16	36 869.22	-	-36 869.22	6 843 757.38
Nedbank	24 553 257.03	94 622 186.06	-101 100 000.00	-140 186.06	18 075 443.09
Nedbank relief fund	811 057.43	3 933.06	-	-3 933.06	814 990.49
Nedbank COV -19 Solidarity	98 189.07	494.40	-	-494.40	98 683.47
Nedbank Retention	28 181 883.86	136 662.78	-	-136 662.78	28 318 546.64
Termination Guarantee	144 640.82	-	-	-701.52	144 640.82
Account Gaurantee	6 202 000.00	-	-	-30 075.54	6 202 000.00
Standard Bank-008	50 411 404.11	331 130.14	-	-301 027.40	50 742 534.25
Standard Bank-009	-	50 306 061.64	-	-306 061.64	50 306 061.64
Total Unconditional	241 480 613	102 987 330	- 101 100 000	- 306 061.64	293 674 004
Total Investments	280 470 622	117 115 983	- 112 643 661	- 161 583	335 249 007

It must be noted that the municipality does 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 31 December 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 31 December 2022 at the various institutions at which the funds are invested, the total investments amounted to **R 335,249,007** 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 31 December 2022

Description	October 2022	November 2022	December 2022
Nedbank Primary Account:	9,944 554.19	2,593,993.18	3,168,124,84
Standard bank Account:	4,465 894.13	7,820,730.78	5,414,208,61
FNB Money Market Account:	1,901 756.30	1,942,174.93	1,977,247,03
Total Cash held as at Quarter 2 2022	16,312,204.62	12,356,898,89	10,559,580,48

The Total Cash held as at 31 December 2022 is R 10,559,580.48.

Therefore, the total cash and cash Equivalent amount to R 345,808,587

ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

All trenches allocated to be received in the quarter under review have not been received as MIG trench for December due to less spending by the municipality has been withheld and it must be noted that the below table excludes equitable share with the approved budget of R 109,4 million of which R 72.4 million have been received to date under review.

EC441 Matatiele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q2 Second 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	-	2 165	5 018	3 230	1 788	55.4%	6 460
Expanded Public Works Programme Integrated Grant		4 887	4 810	-	2 165	3 368	2 405	963	40.0%	4 810
Local Government Financial Management Grant		1 650	1 650	-	-	1 650	825	825	100.0%	1 650
Provincial Government:		-	650	-	650	650	325	325	100.0%	650
Library Grant		-	650	-	650	650	325	325	100.0%	650
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	6 537	7 110	-	2 815	5 668	3 555	2 113	59.4%	7 110
Capital Transfers and Grants										
National Government:		174 749	102 356	-	-	66 795	51 178	15 617	30.5%	102 356
Municipal Infrastructure Grant		76 971	56 068	-	-	31 965	28 034	3 931	14.0%	56 068
Integrated National Electrification Programme Grant		97 778	46 288	-	-	34 830	23 144	11 686	50.5%	46 288
Provincial Government:		650	-	-	-	-	-	-	-	-
Specify (Add grant description)		650	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	0.0%	-
Other grant providers:		-	-	-	-	-	-	-	0.0%	-
Total Capital Transfers and Grants	5	175 999	102 356	-	-	66 795	51 178	15 617	30.5%	102 356
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	181 936	109 466	-	2 815	72 463	54 733	17 730	32.4%	109 466

Supporting Table C7

EC441 Matatiele - Supporting Table SC7 (1) Monthly Budget Statement - transfers and grant expenditure - Q2 Second 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										
Operating expenditure of Transfers and Grants										
National Government:		6 537	6 460	-	21	3 445	3 230	215	6.7%	6 460
Expanded Public Works Programme Integrated Grant		4 887	4 810	-	-	2 408	2 405	3	0.1%	4 810
Local Government Financial Management Grant		1 650	1 650	-	21	1 038	825	213	25.8%	1 650
Provincial Government:		2 113	650	-	-	623	325	298	91.8%	650
Library Grant		2 113	650	-	-	623	325	298	91.8%	650
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		8 650	7 110	-	21	4 069	3 555	514	14.5%	7 110
Capital expenditure of Transfers and Grants										
National Government:		165 407	102 356	-	11 687	41 604	51 178	(9 574)	-18.7%	102 356
Municipal Infrastructure Grant		67 629	56 068	-	4 904	19 292	28 034	(8 742)	-31.2%	56 068
Integrated National Electrification Programme Grant		97 778	46 288	-	6 783	22 312	23 144	(832)	-3.6%	46 288
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		165 407	102 356	-	11 687	41 604	51 178	(9 574)	-18.7%	102 356
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		174 057	109 466	-	11 707	45 673	54 733	(9 060)	-16.6%	109 466

Expenditure performance on operational grants to date is **R 4 million** against approved budget of **R 7,1 million** which represents **57%** of the approved budget.

Capital Expenditure on capital grants to date is 41.6 million against the approved budget of **R 102.4 million** represents is **41%** of the approved budget on capital grants, expenditure on capital grants is less than the expected performance due to Projects that are still undergoing SCM processes.

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 Matatiele - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q2 Second Quarter

Summary of Employee and Councillor remuneration	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		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		13 296	14 129	-	1 095	6 796	7 065	(268)	-4%	14 129
Pension and UIF Contributions		712	683	-	73	464	346	117	34%	683
Medical Aid Contributions		536	92	-	61	372	45	326	705%	92
Motor Vehicle Allowance		58	-	-	-	-	-	-	-	-
Cellphone Allowance		2 952	2 573	-	201	1 206	1 286	(81)	-6%	2 573
Housing Allowances		4 488	4 972	-	421	2 577	2 486	91	4%	4 972
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		21 444	22 459	-	1 852	11 415	11 230	185	2%	22 459
% increase	4		4.7%							4.7%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		3 130	3 947	-	399	1 292	1 973	(682)	-35%	3 947
Pension and UIF Contributions		37	147	-	0	2	74	(71)	-97%	147
Medical Aid Contributions		73	80	-	-	-	40	(40)	-100%	80
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		360	149	-	-	-	75	(75)	-100%	149
Motor Vehicle Allowance		1 605	2 016	-	108	616	1 008	(392)	-39%	2 016
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		696	725	-	54	328	363	(35)	-10%	725
Other benefits and allowances		337	501	-	10	97	251	(154)	-61%	501
Payments in lieu of leave		-	-	-	-	224	-	224	#DIV/0!	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		6 238	7 567	-	571	2 599	3 783	(1 225)	-32%	7 567
% increase	4		21.3%							21.3%
Other Municipal Staff	4									
Basic Salaries and Wages		83 947	93 243	-	6 901	42 170	46 621	(4 451)	-10%	93 243
Pension and UIF Contributions		13 155	15 771	-	1 208	7 286	7 885	(599)	-8%	15 771
Medical Aid Contributions		4 643	4 995	-	420	2 504	2 498	6	0%	4 995
Overtime		1 790	2 480	-	218	997	1 240	(243)	-20%	2 480
Performance Bonus		5 848	7 649	-	625	3 359	3 624	(465)	-12%	7 649
Motor Vehicle Allowance		4 272	4 414	-	440	2 612	2 207	405	18%	4 414
Cellphone Allowance		6	6	-	1	3	3	(0)	-7%	6
Housing Allowances		383	2 983	-	233	971	1 491	(521)	-35%	2 983
Other benefits and allowances		4 787	2 154	-	219	1 741	1 077	664	62%	2 154
Payments in lieu of leave		1 643	-	-	-	1 100	-	1 100	#DIV/0!	-
Long service awards		523	-	-	24	188	-	188	#DIV/0!	-
Post-retirement benefit obligations	2	1 065	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		122 064	133 695	-	10 288	63 011	66 648	(3 636)	-6%	133 695
% increase	4		9.5%							9.5%
Total Parent Municipality		149 746	163 721	-	12 712	76 983	81 861	(4 878)	-6%	163 721

EMPLOYEE RELATED COST

The employee related cost expenditure for the quarter under review amounted to **R 32,134,282** against budget of **R 141,262,224** and represents **23%** 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 5,557,162** for the 2nd quarter ended 31 December 2022 against the approved budget of **R 22,459,248** this represents **25%** of the budget allocated to this category. This is within the expected performance on this category.

SUPPLY CHAIN MANAGEMENT

a. Progress on Procurement Plan 2022/23

PROCUREMENT PLAN	Total Project Cost	Adjusted Budget 2021/22	Mode of Procurement	Project Description	Requisition and Specification date	SPEC Date	Advertisment Date	Closing Date	BEC Date	BAC Date	Appointment	Status
BUDGET & TREASURY OFFICE												
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 statements	13 May 22	16 May 22	27 May 22	27 Jun 22	06 Jul 22	15 Jul 22	15 Jul 22	Re-advert
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
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	Evaluation stage
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	Evaluation Stage
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 29	03 Oct 22	12 Oct 22	21 Oct 22	21 Nov 22	Adjudication stage
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	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	Adjudication 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	Intension to appoint
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

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	Awarded
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	300 000	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	On advert
Human Resource Management	350 000	350 000		Khanya Naledi	12 Aug 22	16 Aug 22	26 Aug 22	09 Sep 22	20 Aug 22	30 Sep 22	31 Oct 22	Cancelled
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
ECONOMIC DEV & PLAN												

Local Economic Development	R 2000 000	R 2000 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	19 09 2022	Intension to appoint
Local Economic Development	R4,200 000	R4,200 000	Competitive Bidding	LIVESTOCK IMPROVEMENT PROGRAMME	01 Jul 22	05 Jul 22	15 Jul 22	29 Jul 22	10 Aug 22	19 Aug 22	19 09 2022	Awarded
Local Economic Development	R 250 000	R250.000	Competitive Bidding	SMMIEs TRAINING PROGRAMME	01 Jul 22	05 Jul 22	15 Jul 22	29 Jul 22	10 Aug 22	19 Aug 22	19 09 2022	Quotations

Local Economic Development	R250 000	R250.000	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	19 09 2022	Quotations
Local Economic Development	R500 000	R500,000	Competitive Bidding	MANUFACTURING PROGRAMME FOR SMMEs	01 Jul 22	05 Jul 22	15 Jul 22	29 Jul 22	10 Aug 22	19 Aug 22	19 09 2022	Not presented on BSC
Local Spatial Development Framework(LSD F)	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	07 10 2022	Intension to appoint

Feasibility study output	1 000 000	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	07 10 2022	Evaluation Stage
Planning and Survey-Middle income	1 000 000	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	07 10 2022	Evaluation Stage
planning and survey-commercial	500 000	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	07 10 2022	Re-advert
Land Survey	250 000	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	07 10 2022	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	07 10 2022	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
Project Management Unit	8 000 000	8 000 000	Competitive Bidding	Construction of Purutle 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 Phase1	27 May 22	31 May 22	10 Jun 22	01 Jul 22	13 Jul 22	22 Jul 22	22 Aug 22	Awarded
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	Awarded
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	Awarded

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
Project Management Unit	500 000	500 000	Competitive 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	Competitive 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 Submitted
Project Management Unit	800 000	800 000	Competitive 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	Co m p e t i t i v e B i d d i n g	Dlodlweni Access Road	27 May 22	31 May 22	10 Jun 22	01 Jul 22	13 Jul 22	22 Jul 22	22 Aug 22	Awarded
Project Management Unit	2 300 000	2 300 000	Co m p e t i t i v e B i d d i n g	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	Intension to appoint
Project Management Unit	910 000	910 000	Co m p e t i t i v e B i d d i n g	Ramatli Access Road	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	2 500 000	2 500 000	Co m p e t i t i v e B i d d i n g	Lekthalong 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	Co m p e t i t i v e	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	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
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	Tankey
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	Moiketsi	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	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	Awarded
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	Awarded
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	BAC

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, 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	Management 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 Programme)	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	1 800 000	1 800 000	Competitive Bidding	Construction of Mavundleni Access Road 6km	15 Apr 22	19 Apr 22	29 Apr 22	30 May 22	08 Jun 22	18 Jun 22	18 Jul 22	Not presented on BSC

Operations and Maintenance Unit	2 300 000	2 300 000	Competitive Bidding	Construction of Makomorweni 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	Awarded
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	Not presented on BSC
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	Not presented on BSC

Operations and Maintenance Unit	500 000	500 000	Competitive Bidding	Supply and delivery of 350m³ 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
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	Awarded
Operations and Maintenance Unit	1 500 000	1 500 000	Plant Management	Linotising Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	Not presented on BSC

Operations and Maintenance Unit	5 494 200	5 494 200	Planned Maintenance	Black Diamond Access road and Bridge	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	Evaluation Stage
Operations and Maintenance Unit	1 800 000	1 800 000	Planned Maintenance	Mavundleni Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Operations and Maintenance Unit	2 300 000	2 300 000	Planned Maintenance	Makomorweni Access Road and Bridge	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Operations and Maintenance Unit	1 200 000	1 200 000	Planned Maintenance	Nkosana - Mafube Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Operations and Maintenance Unit	1 000 000	1 000 000	Planned Maintenance	Mountain Lake Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

Operations and Maintenance Unit	1 300 000	1 300 000	Planned Maintenance	Helbron - Madimong Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Operations and Maintenance Unit	720 833	720 833	Planned Maintenance	Zikhalini Access Road	Contracted 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	Planned Maintenance	Maphutsing Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Operations and Maintenance Unit	940 833	940 833	Planned Maintenance	Matlweni Access Road	Contracted 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	Planned Maintenance	Mbobo Access Road	Contracted until 2024	n/a	n/a	n/a	n/a	n/a	n/a	n/a
MUNICIPAL MANAGER'S												

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
		171,688 499										

BIDS AWARDED IN THE SECOND QUARTER ENDED 31 DECEMBER 2022

NO	NAME OF DESCRIPTION	CLOSING DATE	SERVICE PROVIDER	APPOINTMENT DATE	AMOUNT	LOCALITY
1	Supply, Delivery, Installation and Commissioning of 10 High mast light in Matatiele	26 08 2022	Batebang Bataung Trading cc	16 11 2022	3,146,732.00	Matatiele

2	Rehabilitation of Cedarville Internal Streets	12 08 2022	Mabona Civils and Plant Hire cc	14 11 2022	5,789,653.30	Kokstad
3	Construction of Dlodlweni-Caba access road	01 07 2022	African Heights JV Makalane Trading Enterprise	07 12 2022	2,358,696.86	Matatiele
4	Construction of Mango-Nyanzela Access road	27 06 2022	Intlangula 86 Trading Enterprises cc	05 12 2022	1,940,698.83	Mount Ayliff
5	Construction of Sithiweni Access road	27 06 2022	Makhalendlovu Construction and Projects (Pty) Ltd	05 12 2022	1,199,883.70	Mount Ayliff
6	Maintenance of Rashule Access Road	29 08 2022	Jamalox Trading (Pty) Ltd	08 12 2022	2,066,965.73	Matatiele
7	Supply and Delivery of Refuse Bags	29 07 2022	Mlambo Groove and Cocktail (Pty) Ltd	08 12 2022	260,000.00	Matatiele
8	Protective Clothing for Enviroment and Waste unit	08 08 2022	Onrsus Trading Enterprise (Pty) Ltd	08 12 2022	153,495.00	Matatiele

9	Protective clothing for Operations and Maintenance Unit Staff	22 08 2022	Onrsus Trading Enterprise (Pty) Ltd	08 12 2022	586,300.00	Matatiele
10	Supply and Delivery of 250 ,100 and 20 Units 600,450 and 375MM Diameter Concrete Culverts Respectively	22 08 2022	Jamalox Trading (Pty) Ltd	08 12 2022	817,075.00	Matatiele
11	ICT Security Awareness (POPIA)	16 08 2022	Blue Cycle Trading Sevices cc	08 12 2022	342,125.00	Bizana
12	In-House Travel nd conference facilities to the Matatiele Local Municipality for a period of two years	03 10 2022	Cindy's Travel (Pty) Ltd	08 12 2022	rates	Maluti
13	Construction of Makomorweni Access Road in ward 11	23 09 2022	Maboka Contractors JV Makalane Trading (Pty) Ltd	08 12 2022	1,374,999.00	Matatiele
14	ICT Service Desk (Tickiting System)	16 08 2022	Nated Systems (Pty) Ltd	14 12 2022	681,444.00	Durban
15	Livestock Improvement Dosing and Vaccination of 1000 cattle in 26 wards	29 07 2022	Ntaba LG Farm & Abottoir (Pty) Ltd	14 12 2022	1,302,320.00	Matatiele

16	Planning and Survey of Municipal land (Township Establishment) Commercial Development Project as Part of Mixed-use Development-Matatiele	03 10 2022	Likamva Geomatics (Pty) Ltd	19 12 2022	887,250.00	Kokstad
17	Planning and Survey of Municipal Land (Township Establishment) Commercial Development-Matatiele and Matatiele	11 07 2022	Nkanivo Development Consultants (Pty) Ltd	19 12 2022	732,114.00	Pretoria
18	Supply and Delivery of Traffic Officers Uniform	05 09 2022	Roller Coaster Trading (Pty) Ltd	19 12 2022	825,672.00	Matatiele
19	Supply and Delivery of Agricultural Production Inputs for 200 Hectares for a period of Three years	15 08 2022	Mahlakoana Trading cc	19 12 2022	5,449,090.00	Matatiele
20	Construction of Queens'Mercy Access Road	01 07 2022	Amandlela Engineering and Safety Consultants (Pty) Ltd	19 12 2022	1,586,531.38	Matatiele
21	Construction of Ramatli Access Road	04 07 2022	Amandlela Engineering and Safety Consultants (Pty) Ltd	19 12 2022	3,500,360.28	Matatiele

2 2	Swimming Pool Repairs & Maintenance	22 08 2022	Amamayeza Roads and Earthworks (Pty) Ltd	20 12 2022	1,263,735.00	Maluti
2 3	Development of Local Spatial Development Frameworks	28 06 2022	TPS Development Projects(Pty) Ltd	14 12 2022	471,500.00	Durban
2 4	Construction of Harry Gwala Internal Streets	12 07 2022	Batabile Construction Services cc	15 12 2022	31,860,000.00	Mthatha
2 5	Construction of Dengwane Access Road	24 06 2022	Ambrose Civils	22 12 2022	2,595,444.20	Kokstad
2 6	Supply, Delivery, Installation and Commissioning of Street lights in Matatiele	26 08 2022	Thake Electrical JV Maboka Contractors (Pty)Ltd	15 12 2022	7,200,000.00	Zimbabwe
2 7	Rehabilitation of Matatiele Internal street	19 08 2022	Mabona Civils and Plant Hire cc	14 12 2022	23,980.00	Kokstad
2 8	Implementation of Digital Strategy	16 08 2022	Nated Systems (Pty) Ltd	29 12 2022	368,000.00	Durban

29	<p>Panel of three to five civil Engineering Professional Service Providers for Preparing Business Plan, Feasibility Study, Preliminary Design, Detail Design, Tender Documentation and Construction Monitoring of Surfaced Paved Roads, Bridges and Gravel Roads Projects for a period of three years</p>	<p>23 08 2022</p>	<p>Ziinzame Consulting Engineers (Pty) Ltd</p>	<p>29 12 2022</p>	<p>rates</p>	<p>Mthatha</p>
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IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE

R133,391 has been incurred as Fruitless and wasteful expenditure for quarter two ended 31 December 2022 for late payment of ESKOM invoices.

INDIGENT MANAGEMENT

The indigent register for the 2022/23 has 15 259 beneficiaries registered to date. A total of R 2 541 102.21 has been incurred as expenditure for indigent benefits as follows for the month ended 31 December 2022:

- Electricity R 951 872.09
- Rates and refuse R 1751 91.48
- Alternative energy (Solar; and gas and stoves) R 1 414 038.64

A total of R 5 088 966.35 has been incurred as expenditure for indigent benefits as follows for quarter two ended 31 December 2022:

- Electricity R 1 439 623.56
- Rates and refuse R 519 613.15
- Alternative energy (Solar; and gas and stoves) R 3 129 729.64

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 31 December 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: 26-01-20