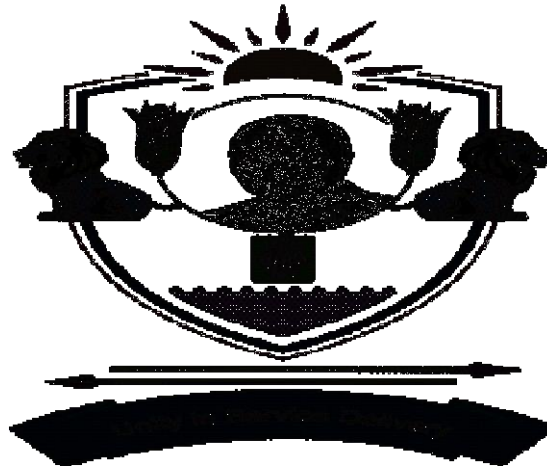


**COLLINS CHABANE  
LOCAL MUNICIPALITY**  
Since 2016



# SECTION 52 REPORT FOR PERIOD ENDING MARCH 2022

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## 1. INTRODUCTION

### Monthly budget statements

In terms of MFMA Section 52 the accounting officer of a municipality must by no later than 30 working days after the end of each quarter submit to the Mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- Actual revenue, per revenue source;
- actual borrowings;
- actual expenditure, per vote;
- actual capital expenditure, per vote;
- the amount of any allocations received;
- actual expenditure on those allocations, excluding expenditure on —
- its share of the local government equitable share; and
- allocations exempted by the annual Division of Revenue Act from compliances with this paragraph; and
- when necessary, an explanation of —
- any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
- any material variances from the service delivery and budget implementation plan; and
- any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved budget.

(2) The statement must include —

- a projection of the relevant municipality’s revenue and expenditure for the rest of the financial year, and any revisions from initial projections; and
  - the prescribed information relating to the state of the budget of each municipal entity as provided to the municipality in terms of section 87(10).
- (3) The amounts reflected in the statement must in each case be compared with the corresponding amounts budgeted for in the municipality’s approved budget.
- (4) The statement to the provincial treasury must be in the format of a signed document and in electronic format.
- (5) The accounting officer of a municipality which has received an allocation referred to in subsection (1)(e) during any particular month must, by no later than 10 working days after the end of that month, submit that part of the statement reflecting the particulars referred to in subsection (1)(e) and (f) to the national or provincial organ of state or municipality which transferred the allocation.
- (6) The provincial treasury must by no later than 22 working days after the end of each month submit to the National Treasury a consolidated statement in the prescribed format on the state of the municipalities’ budgets, per municipality and per municipal entity.
- (7) The provincial treasury must, within 30 days after the end of each quarter, make public as may be prescribed, a consolidated statement in the prescribed format on the state of municipalities’ budgets per municipality and per municipal entity. The MEC for finance must submit such consolidated statement to the provincial legislature no later than 45 days after the end of each quarter.

## **2. IN – YEAR BUDGET STATEMENT TABLES**

In terms of regulation 14 of the Municipal Budget and Reporting Regulations, the in-year budget statement tables must consist of Table C1 to C 7 and supporting documentation for debtors, Creditors, Investment portfolio analysis and allocation of grants receipts and expenditure.

### **2.1 Collins Chabane Local Municipality- Table C1 Monthly Budget Statement Summary – M09 March**

### 2.1.1 REVENUE

In terms of 2020/21 audited figures, the municipality had total revenue (excluding capital transfers) of R 539,771 million and in the current financial year, the adjusted operational revenue budget is R 610,131 million resulting in an increase of 13% from previous financial year. The municipal revenue is R 504,019 million for the period ending March 2022. The revised annual operational revenue budget is R 610,131 million and the operational revenue for the period ending March 2022 is R 504,019 million that shows a positive 15% variance against the projected budget of R 439,998 million.

The municipality received Equitable share grant amounting to R 412,284 million, Municipal Infrastructure Grant (MIG) of R 114,758 million, Finance Management Grant (FMG) of R 2,450 million, R 26,000 million for Municipal Disaster Relief Grant (MDRG) and Integrated National Electrification Programme (INEP) of R 15,000 million as at the end of March 2022. Furthermore, the municipality has received all gazetted transfers and subsidies for the period ended March 2022 as per the approved payment schedule and the Division of Revenue Act (DORA), including an additional funding of R 28,000 million for MIG.

The operational revenue year to date is R 504,019 million against total projected operational budget of R 439,998 million that shows a positive variance of 15%. The variance of 15% is as the result of the projected budget on grants and subsidies. The budget has been allocated for 12 months' period on the financial system, and the grants has been received in tranches. The municipality engaged the system vendor during the budget adjustment process to address the allocation of grants in the financial system. However, it was indicated that it will only be corrected in the next financial year.

#### **Refer to Schedule C4 for details on the operational revenue budget.**

The 2020/21 audited figures for transfers and subsidies (capital transfer) is R 100,030 million comprising of R 88,475 million for MIG and R11, 555 million for INEP. The municipality has spent 100% on all the conditional grants in the 2020/21 financial year. No rollover was submitted for the conditional grants, except for the Covid19 unspent allocation. The rollover for the unconditional grant (Covid19) amounting to R725 thousand has been applied and submitted to Treasury as required by Circular 108 of the MFMA. The National Treasury has subsequently granted the municipality an approval to rollover the R725 thousand relating to Covid19 grant.

The original budget for capital transfer and subsidies in the current year is budgeted at R 129,758 million, comprising of R114,758 million for MIG and R15 million for INEP.

The municipality has received R 129,758 million for capital transfer. Of the total capital amount received for capital transfers and subsidies, R 89,920 million has been recognised as revenue. The unrecognised capital amount of R39,838 million remain unspent grant as at 31 March 2022.

## **2.1.2 EXPENDITURE**

The municipality had R 371,085 million audited figures on operational expenditure in 2020/21 financial year and the current year revised operational expenditure budget is R 514,288 million.

The municipality has currently spent R 321,087 million on operational expenditure against the projected operational budget of R 361,886 million representing a negative variance of 11%. The actual expenditure is R 321,087 million against the annual budget of R 514,288 million is 62%, which shows the negative variance of 38%. Therefore, the municipality underspent by 38% at 31 March 2022. The expenditure on Debt impairment for the quarter ended 31 March 2022 is not captured in the financial system.

The municipality's 2020/21 audited figures for capital expenditure is R 301,848 million and the annual budget was R 351,578 million whereas the current year adjusted capital expenditure budget is R 343,627 million which has decreased by 2,3% from prior year annual budget.

The current year capital budget is made up of two sources of revenue, transfers and subsidies budget of R 129,758 million and own revenues budget of R 213,869 million.

The year to date capital expenditure for both transfers and own revenue is R 220,553 million against the projected budget of R 220,395 million representing 0% variance.

**Refer to the detailed report on each capital projects for the reasons on none or lower than expected spending.**

## **2.1.3 FINANCIAL POSITION**

The municipality's 2020/21 audited outcome for community wealth/Equity was R 1,357,054 billion and projected at R 1,504,741 billion in the current year budget representing an increase of 10,9%. The municipality is currently sitting on R 1,628,754 billion-community wealth against the annual budget of R 1,504,741 billion which represent 108%.

## **2.1.4 CASH FLOWS**

The municipality's 2020/21 audited outcome for cash equivalent was R 401,480 million, the current year revised projection of cash and cash equivalent is R 281,708 million. The municipality bank balance as at 31 March 2022 was R 334,067 million and is in a good financial condition to cover all its committed projects and other current liabilities. The municipality has made an investment amounting to R 100 million in the last financial year 2020/21, and the closing balance of the investments as at 31 March 2022 amounts to R 104,383 million. These includes the total interest accrued to date of R 4,383 million. The overall cash and cash equivalent balance, as at 31 March 2022 was R 438,450 million.

### **2.1.5 DEBTORS**

The debtors balance for the period ending 31 March 2022 is R 233,818 million. Of the total of R 233,818 million, an amount of R 212,781 million representing 91% is over 90 days.

Total billing for the period ending 31 March 2022 is R 28,915 million with a total year to date collection of R 12,345 million that represent a collection rate of 42% against the year to date billing. The total amount of R 233,818 million is made up of:

- R 68,207 million: government departments,
- R 18,415 million: commercial, and
- R 137,197 million: households

### **2.1.6 CREDITORS**

The municipality's outstanding payments as at 31 March 2022 is R 19,058 million, the total is made up of:

- R 18,460 million: outstanding payments between 0 to 30 days,
- R 0 thousand: outstanding payments 31 to 60 days,
- R 236 thousand: outstanding payments 61 to 90 days,



- R 107 thousand: outstanding payments 91 to 120 days
- R 66 thousand: outstanding payments 121 to 150 days
- R 4 thousand: outstanding payments 151 to 180 days
- R 185 thousand: Over a year

These exclude the retention amount of R 29,866 million that is catered for in the statement of financial position.

**LIM345 Collins Chabane - Table C1 Monthly Budget Statement Summary - M09 March 2022**

Collins Chabance Local Municipality - Table C1 Monthly Budget Statement Summary - M09 March

Description	Budget Year 2021/22								
	2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	35 054	33 185	33 185	2 825	25 293	24 888	405	2%	33 185
Service charges	4 775	4 300	4 923	416	3 622	3 381	242	7%	4 923
Investment revenue	7 279	6 889	22 994	827	17 847	6 058	11 789	195%	22 994
Transfers and subsidies	481 700	416 518	442 518	135 182	441 802	330 589	111 214	34%	442 518
Other own revenue	10 963	96 908	106 511	2 858	15 454	75 082	(59 628)	-79%	106 511
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>539 771</b>	<b>557 799</b>	<b>610 131</b>	<b>142 107</b>	<b>504 019</b>	<b>439 998</b>	<b>64 021</b>	<b>15%</b>	<b>610 131</b>
Employee costs	119 480	154 283	152 203	11 392	90 680	115 192	(24 512)	-21%	152 203
Remuneration of Councillors	26 555	28 337	28 337	2 245	20 068	21 252	(1 185)	-6%	28 337
Depreciation & asset impairment	39 874	40 650	42 650	3 306	27 126	30 988	(3 862)	-12%	42 650
Finance charges	145	-	-	-	0	-	0	#DIV/0!	-
Inventory consumed and bulk purchases	8 081	7 518	10 126	1 119	7 274	6 236	1 038	17%	10 126
Transfers and subsidies	7 783	22 513	22 213	644	5 900	16 760	(10 860)	-65%	22 213
Other expenditure	173 509	189 928	258 760	22 499	170 039	171 458	(1 419)	-1%	258 760
<b>Total Expenditure</b>	<b>375 426</b>	<b>443 228</b>	<b>514 288</b>	<b>41 205</b>	<b>321 087</b>	<b>361 886</b>	<b>(40 799)</b>	<b>-11%</b>	<b>514 288</b>
Surplus/(Deficit)	164 345	114 572	95 843	100 901	182 932	78 112	104 820	134%	95 843
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	100 030	101 758	129 758	22 197	89 920	78 652	11 268	14%	129 758
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)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>264 375</b>	<b>216 330</b>	<b>225 601</b>	<b>123 099</b>	<b>272 852</b>	<b>156 764</b>	<b>116 088</b>	<b>74%</b>	<b>225 601</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>264 375</b>	<b>216 330</b>	<b>225 601</b>	<b>123 099</b>	<b>272 852</b>	<b>156 764</b>	<b>116 088</b>	<b>74%</b>	<b>225 601</b>
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	289 253	267 308	343 627	25 643	220 553	220 395	158	0%	343 627
Capital transfers recognised	60 982	70 167	145 046	7 912	97 856	83 450	14 406	17%	145 046
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	63 798	197 141	198 581	17 731	122 697	136 945	(14 248)	-10%	198 581
<b>Total sources of capital funds</b>	<b>124 779</b>	<b>267 308</b>	<b>343 627</b>	<b>25 643</b>	<b>220 553</b>	<b>220 395</b>	<b>158</b>	<b>0%</b>	<b>343 627</b>
<b>Financial position</b>									
Total current assets	501 878	406 671	339 461	-	567 989	-	-	-	339 461
Total non current assets	1 131 430	1 169 233	1 243 552	-	1 324 163	-	-	-	1 243 552
Total current liabilities	145 431	75 142	72 979	-	131 912	-	-	-	72 979
Total non current liabilities	133 379	5 292	5 292	-	131 474	-	-	-	5 292
Community wealth/Equity	1 354 498	1 495 470	1 504 741	-	1 628 764	-	-	-	1 504 741
<b>Cash flows</b>									
Net cash from (used) operating	415 170	262 723	277 447	93 670	299 958	192 102	(107 856)	-66%	277 447
Net cash from (used) investing	(386 609)	(267 308)	(348 627)	(31 609)	(273 824)	(221 130)	52 694	-24%	(348 627)
Net cash from (used) financing	2	-	-	2	5	-	(5)	#DIV/0!	-
<b>Cash/cash equivalents at the month/year end</b>	<b>524 987</b>	<b>348 303</b>	<b>281 708</b>	<b>-</b>	<b>449 366</b>	<b>323 860</b>	<b>(125 506)</b>	<b>-39%</b>	<b>352 048</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	3 870	3 627	3 540	3 498	3 456	9 969	25 228	170 640	223 818
<b>Creditors Age Analysis</b>									
Total Creditors	18 460	-	236	107	66	4	-	185	19 058

## 2.2 Table C2 Monthly Budget Statement- Financial Performance (functional classification)- M09 March

### 2.2.1 REVENUE PER FUNCTIONAL CLASSIFICATION.

The total revenue in Table C2 below broken down per functional classification as follows:

- Governance and administration revenue was adjusted from R 456,977 million to R 501 696; the year to date actual revenue is R 494,258 million against the projected revenue budget of R 362,478 million that has a variance of 36%. The variance is as a result of the projection for Equitable shares grant that is budgeted on straight-line method and the grant is paid in trenches.
- Community and Public Safety was adjusted from R 320 thousand to R 532 thousand, the year to date actual is R 260 thousand against the projected budget of R 293 thousand, which represent 11% collection. Included in this amount is rental of facilities (halls and stadiums) and sale of graves.
- Economic and Environmental service was adjusted from R 182,960 million to R 217,738 million, the year to date actual revenue is R 92,588 million against the projected revenue budget of R 141,248 million, this indicates that revenue received against the year to date budget has a negative variance of 34%. of the total departmental budget include R 114,758 million for MIG allocation. The municipality have recognised R 83,087 relating to the MIG grant as at 31 March 2022, it must be noted that the municipality has an additional funding amounting to R 28 million that has yet not spent. There is a huge budget for sales of stand in Business Park that has zero collection, hence the huge variance.
- Trading services revenue has been adjusted from R 19,300 million to R 19 923 million, the year to date actual revenue is R 6,833 million against the projected budget of R 14,631 million that indicates under collection by 53%. The municipality has received R 15,000 million and the municipality has since spent 45% on INEP projects. It must be noted that waste management revenue is sitting on Budget and

Treasury; the manual journal will be processed to move the actual to where it is budgeted for. The quick codes maintenance has been done now the actuals are posting to the correct segment however the actuals prior the remapping is still sitting on the incorrect string.

## 2.2.2 EXPENDITURE PER FUNCTION

The total expenditure in Table C2 is further broken down per function and classified as follow:

- The total budgeted expenditure per function for Governance & Administration was adjusted from R 268,522 million to R 289, 213 million, the municipality spent R 179,225 million against the projected budget of R 206,453 million that is negative 13% under spending of the projected budget. The variance has been explained in table C4 below for individual line items.
- Community and Public Safety has been adjusted from R 20,246 million to R 21,248 million, and R 17,927 million spent against the projected budget of R 15,627 million that shows 15% overspending. It must be noted that the municipality adjusted the budget however there are misclassification that need to be corrected on actuals. Payroll has done the placement however there is a journal that need to be processed to restate the actuals prior the placement.
- Economic and Environment service expenditure budget adjusted from R 107,656 million to R 149,621 million, and R 92,309 million was spent against the projected budget of R 101,597 million that indicates underspending of 9%.
- Trading service has been adjusted from R 46,804 million to R 54, 208 million, and R 31,626 million was spent against the projected budget of R 38,211 million, which shows 17% variance. The variance is above the acceptable norm. There is a journal that must be processed against salaries to restate the actuals prior the payroll placement.

LIM345 Collins Chabane - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March

Description	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		530 396	456 977	501 696	139 676	494 258	362 478	131 780	36%	501 696
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		530 396	456 977	501 696	139 676	494 258	362 478	131 780	36%	501 696
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		213	320	532	24	260	293	(33)	-11%	532
Community and social services		213	320	532	24	259	293	(34)	-12%	532
Sport and recreation		(0)	-	-	-	1	-	1	#DIV/0!	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		97 638	182 960	217 738	22 896	92 588	141 248	(48 660)	-34%	217 738
Planning and development		92 859	176 027	207 977	22 134	87 197	135 341	(48 145)	-36%	207 977
Road transport		4 779	6 933	9 760	762	5 391	5 906	(515)	-9%	9 760
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		11 555	19 300	19 923	1 708	6 833	14 631	(7 798)	-53%	19 923
Energy sources		11 555	15 000	15 000	1 708	6 833	11 250	(4 417)	-39%	15 000
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	4 300	4 923	-	-	3 381	(3 381)	-100%	4 923
<i>Other</i>	<b>4</b>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>639 801</b>	<b>659 557</b>	<b>739 889</b>	<b>164 304</b>	<b>593 939</b>	<b>518 650</b>	<b>75 289</b>	<b>15%</b>	<b>739 889</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		259 396	268 522	289 213	29 333	179 225	206 452	(27 227)	-13%	289 213
Executive and council		42 181	55 056	54 798	3 553	27 470	41 210	(13 740)	-33%	54 798
Finance and administration		208 552	207 254	227 847	25 522	147 408	160 511	(13 103)	-8%	227 847
Internal audit		8 663	6 211	6 568	258	4 346	4 730	(384)	-8%	6 568
<i>Community and public safety</i>		24 516	20 246	21 326	1 648	17 927	15 627	2 300	15%	21 326
Community and social services		20 188	4 167	6 990	269	11 804	4 191	7 613	182%	6 990
Sport and recreation		10	2 970	2 691	213	375	2 137	(1 762)	-82%	2 691
Public safety		4 319	13 108	11 645	1 166	5 748	9 299	(3 551)	-38%	11 645
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		66 458	107 656	149 621	7 871	92 309	101 597	(9 288)	-9%	149 621
Planning and development		37 752	45 663	50 524	3 773	31 827	34 227	(2 400)	-7%	50 524
Road transport		28 706	61 364	98 468	4 098	60 482	66 898	(6 416)	-10%	98 468
Environmental protection		(0)	629	629	-	-	472	(472)	-100%	629
<i>Trading services</i>		25 057	46 804	54 128	2 353	31 626	38 211	(6 584)	-17%	54 128
Energy sources		16 851	26 117	33 332	1 239	16 604	22 677	(6 073)	-27%	33 332
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		8 205	20 687	20 796	1 114	15 022	15 533	(511)	-3%	20 796
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>375 426</b>	<b>443 228</b>	<b>514 288</b>	<b>41 205</b>	<b>321 087</b>	<b>361 886</b>	<b>(40 799)</b>	<b>-11%</b>	<b>514 288</b>
<b>Surplus (Deficit) for the year</b>		<b>264 375</b>	<b>216 330</b>	<b>225 601</b>	<b>123 099</b>	<b>272 852</b>	<b>156 764</b>	<b>116 088</b>	<b>74%</b>	<b>225 601</b>

## **2.3 Collins Chabane Local Municipality Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) – M09 March**

Table C3 below shows the Revenue and Expenditure per vote.

### **2.3.1 REVENUE BY VOTE**

- Budget and Treasury adjusted the budget from R 456,977 million to R 501,696 million, the year to date actual is R 494,258 million and against the projected budget of R 362,478 million that resulted in a variance of 36.4%. The revenue comprises of operational grants and other revenue. The Equitable share grant has a total budget of R 412,284 million and the allocation for the current year has been received in full.
- Technical services adjusted the budget from R 110,475 million to R 141,302 million; the year to date actual revenue was R 97,095 million against the projected budget of R 85,895 million that shows positive variance of 13%. Included in the revenue amount are the capital grants.

### **2.3.2 EXPENDITURE BY VOTE**

- Corporate services adjusted the budget from R 118,323 million to R 133,863 million, the year to date spending by vote is R 82,390 million against the projected budget of R 92,665 million that shows underspending by 11% against the projected expenditure budget.
- Community services adjusted budget from R 43,299 million to R 44,609 million, the year to date actual by vote was R 34,406 million against the projected budget of R 32,965 million that shows overspending of 4.4% against the projected expenditure budget.
- Spatial Planning & Development adjusted the budget from R 40,714 million to R 45,516 million, the year to date spending by vote was R 26,150 million against the projected budget of R 30,500 million which shows an underspending of 14% against the projected expenditure budget.
- Budget and Treasury adjusted from R 122,066 million to 127,411 million, the year to date spending by vote is R 83,797 million against the projected budget of R 92,324 million that shows under spending of 9,7% against the projected expenditure budget. The debt impairment has a zero expenditure as at March 2022, hence the material variance.
- Technical services adjusted from R 93,782 million to R 138,189 million, the year to date spending by vote is R 78,503 million against the projected budget of R 94, 324 million which shows underspending of 17% against the projected expenditure budget. The salaries for general

workers who report to Technical services are being cost centred at Waste and management department and Budget and Treasury department hence the huge variance. The placement has been corrected however expenditure prior the placement is still sitting under waste management department.

- Office of the Municipal Manager adjusted from R 25,044 million to R 24,700 million, the year to date spending by vote is R 15,840 million against the projected budget of R 18,609 million that show 15% under spending against the projected expenditure budget.



**LIM345 Collins Chabane - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March**

Vote Description	Ref	2020/21 Audited Outcome	Budget Year							
			Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - CORPORATE SERVICES	1	-	-	-	-	0	-	0	#DIV/0!	-
Vote 2 - COMMUNITY SERVICES		213	4 620	5 455	24	260	3 674	(3 414)	-92.9%	5 455
Vote 3 - SPATIAL PLANNING & DELEOPMENT		3 223	87 485	91 435	1 109	2 326	66 601	(64 276)	-96.5%	91 435
Vote 4 - BUDGET & TREASURY		530 396	456 977	501 696	139 676	494 258	362 478	131 780	36.4%	501 696
Vote 5 - TECHNICAL SERVICES		105 969	110 475	141 302	23 496	97 095	85 896	11 199	13.0%	141 302
Vote 6 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>639 801</b>	<b>659 557</b>	<b>739 889</b>	<b>164 304</b>	<b>593 939</b>	<b>518 650</b>	<b>75 289</b>	<b>14.5%</b>	<b>739 889</b>
<b>Expenditure by Vote</b>										
Vote 1 - CORPORATE SERVICES	1	103 713	118 323	133 863	9 918	82 390	92 665	(10 274)	-11.1%	133 863
Vote 2 - COMMUNITY SERVICES		33 219	43 299	44 609	3 633	34 406	32 965	1 441	4.4%	44 609
Vote 3 - SPATIAL PLANNING & DELEOPMENT		30 037	40 714	45 516	2 524	26 150	30 500	(4 350)	-14.3%	45 516
Vote 4 - BUDGET & TREASURY		131 308	122 066	127 411	17 155	83 797	92 823	(9 027)	-9.7%	127 411
Vote 5 - TECHNICAL SERVICES		46 898	93 782	138 189	5 699	78 503	94 324	(15 820)	-16.8%	138 189
Vote 6 - OFFICE OF THE MUNICIPAL MANAGER		30 251	25 044	24 700	2 276	15 840	18 609	(2 770)	-14.9%	24 700
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>375 426</b>	<b>443 228</b>	<b>514 288</b>	<b>41 205</b>	<b>321 087</b>	<b>361 886</b>	<b>(40 799)</b>	<b>-11.3%</b>	<b>514 288</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>264 375</b>	<b>216 330</b>	<b>225 601</b>	<b>123 099</b>	<b>272 852</b>	<b>156 764</b>	<b>116 088</b>	<b>74.1%</b>	<b>225 601</b>

**2.4 Collins Chabane Local Municipality - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) – M09 March**

Table C4 below shows the Revenue and Expenditure per item.

### 2.4.1 REVENUE

**Property rates-** The municipality budgeted to R 33,185 million for property rate; the year to date collection on property rate is R 11,165 million against the year to date billing of R 25,293 million that shows the collection rate of 44%. The increase in collection rate in the month of March is as a result of payment that was received from Department of Rural Development.

- **Refuse revenue-** The Municipality adjusted the budget from R 4,300 million to R 4,923 million for refuse revenue, the year to date collection on refuse revenue is R 1,180 million against the year to date billing of R 3,622 million that shows the collection rate of 32%. The reason for under collection is due to non-payment by consumers, letters has been sent to individuals to make payments. Consumers not getting statements due to inaccurate contact details on the system; e.g. Emails, cell phone. Furthermore, the main contributing to non-payments are government spheres not paying their debts.
- **Rental of facilities and equipment-** The Municipality adjusted the budget from R 170 thousand to R 200 thousand for rental of facilities and equipment, the year to date actual rental facilities revenue is R 125 thousand against the projected budget of R 135 thousand that's shows under collection of 7%. The variance is due to government spheres that are utilising the municipal properties (boxing gym and guesthouse) at no fee, including the local radio station. The waiving of costs to communities and other departments contribute to the under collection.
- **Interest earned on external investment-** The municipality adjusted the budget from R 6,889 million to R 22,994 million for interest earned on external investments, and has since earned R 17,847 million against the projected budget of R 6,058 million during the period ended March 2022. The municipality made an investment during the previous financial year 2020/21. The huge variance was caused by the misclassification of interest on primary bank account that share strings as interest on investment. The actual to date for interest earned on investment amounts to R 4,384 million. It must be noted that VBS recoveries has been classified under interest earned on external investment amounting to R 8 million.
- **Fines, Penalties and forfeits -** The municipality has a budget of R 664 thousand and the municipality has recognised traffic fines revenue amounting to R 1,360 million against the projected budget of R 483 thousand which shows the over collection of 181%. The huge variance is as a result of duplicate transactions for prior months; It must also be noted that the write off should be considered. The corrective Journals has been processed in the period of April.
- **Licence and Permits-** The municipality adjusted the budget from R 4,784 million to R 7,214 million on licence and permits, the year to date actual income is R 3,416 million against the projected budget of R 4,195 million which shows a variance of 19%. This item includes the renewal of Spaza

licences and permits for new applicants. The year to date actual exclude the March actuals since the Enatis report is generated after the month's end closure of the financial system.

- **Agency service**-The municipality adjusted the budget from R 2,149 million to R 2,546 million for agency fees and the year to date actual agency fees is R 2,073 million against the projected budget of R 1,711 million that over collection by 21%.
- **Transfer and subsidies** - The municipality adjusted the budget to R 442,518 million and the year to date actual is R 441,802 million against the projected budget of R 330,589 million that shows 34% variance.
- **Other Revenue** the municipality adjusted the budget to R 95,156 million and year to date actual received is R 8,480 million against the projected budget of R 67,619 million that shows a negative variance of 87%. Included in the other revenue is sales of tender documents and clearance certificate

#### 2.4.2 EXPENDITURE

- The budget of **employee related cost** the municipality-adjusted the budget from R154, 283 million to R 152,203 million, and the actual spending is R 90,680 million against the projected budget of R 115,192 million that shows less spending of 21%. The reason for less spending is mainly due to late appointment of new staff and other vacant positions will be appointed in the next financial year.
- **The budget for remuneration of councillor** is budgeted at R 28,337 million, and the actual spent is R 20,068 million against the projected budget of R 21,252 million that shows the spending of 94%. The variance of negative 6% on the remuneration of councillors is within the acceptable norm.
- The budget for both **debt impairment and depreciation** amount to R11, 452 million and R 42,650 million respectively and the actual to date for depreciation is R 27,126 million against the projected budget of R 30,988 million and debt impairment R 8,866 against the budget of R 8,589 million that shows the variance of 3% for debt impairment and 12% for depreciation. There are assets that will be soon be capitalised and the new additional assets.
- **Inventory consumed** adjusted from R 7,518 million to R 10,126 million and the actual spending year to date is R 7,274 million against the projected budget of R 6,235 million that shows a variance of 17% over consumption. Included in the year to date spending of R 7,274 million, is the R 3,222 million for fuel usage.
- The actual expenditure on the **contracted services** amounted to R 89,863 million against the projected budget of R 87,379 million. The contracted services relate to security services, GRAP Compliance Asset Register, Financial Reporting and Management Improvements, Financial Reporting and Advisory services, Revenue Enhancement, Legal fees, IT support, Development of LED strategy and conducting land audit. During the special budget adjustment, the municipality adjusted contracted services by R 26,000 million that relates to the disaster relief. It must be noted that the adjusted expenditure budget is funded by Disaster relief grant.

- **General expenditure** adjusted from R93, 058 to R 111,059 million and the year to date actual is R 71,309 million. The projected budget for general expenditure is R 75,490 million. The variance shows the underspending on general expenditure by 5%.

### **2.4.3 SURPLUS FOR THE YEAR**

The anticipated surplus at the end of financial year 2021/2022 is R 225,601 million. The current surplus is R 272,852 million.

LIM345 Collins Chabane - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Vote Description	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		35 054	33 185	33 185	2 825	25 293	24 888	405	2%	33 185
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		4 775	4 300	4 923	416	3 622	3 381	242	7%	4 923
Rental of facilities and equipment		47	170	200	15	125	135	(10)	-7%	200
Interest earned - external investments		7 279	6 889	22 994	827	17 847	6 058	11 789	195%	22 994
Interest earned - outstanding debtors		-	1 500	750	-	-	938	(938)	-100%	750
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		689	644	644	244	1 360	483	876	181%	644
Licences and permits		2 659	4 784	7 214	553	3 416	4 196	(780)	-19%	7 214
Agency services		2 278	2 149	2 546	230	2 073	1 711	363	21%	2 546
Transfers and subsidies		481 700	416 518	442 518	135 182	441 802	330 589	111 214	34%	442 518
Other revenue		4 733	87 660	95 156	1 816	8 480	67 619	(59 139)	-87%	95 156
Gains		556	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>539 771</b>	<b>557 799</b>	<b>610 131</b>	<b>142 107</b>	<b>504 019</b>	<b>439 998</b>	<b>64 021</b>	<b>15%</b>	<b>610 131</b>
<b>Expenditure By Type</b>										
Employee related costs		119 480	154 283	152 203	11 392	90 680	115 192	(24 512)	-21%	152 203
Remuneration of councillors		26 555	28 337	28 337	2 245	20 068	21 252	(1 185)	-6%	28 337
Debt impairment		27 201	11 452	11 452	8 866	8 866	8 589	277	3%	11 452
Depreciation & asset impairment		39 874	40 650	42 650	3 306	27 126	30 988	(3 862)	-12%	42 650
Finance charges		145	-	-	-	0	-	0	#DIV/0!	-
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		8 081	7 518	10 126	1 119	7 274	6 236	1 038	17%	10 126
Contracted services		83 565	85 418	135 989	8 752	89 863	87 379	2 484	3%	135 989
Transfers and subsidies		7 783	22 513	22 213	644	5 900	16 760	(10 860)	-65%	22 213
Other expenditure		59 186	93 058	111 319	4 881	71 309	75 490	(4 181)	-6%	111 319
Losses		3 556	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>375 426</b>	<b>443 228</b>	<b>514 288</b>	<b>41 205</b>	<b>321 087</b>	<b>361 886</b>	<b>(40 799)</b>	<b>-11%</b>	<b>514 288</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		164 345	114 572	95 843	100 901	182 932	78 112	104 820	0	95 843
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		100 030	101 758	129 758	22 197	89 920	78 652	11 268	0	129 758
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>264 375</b>	<b>216 330</b>	<b>225 601</b>	<b>123 099</b>	<b>272 852</b>	<b>156 764</b>			<b>225 601</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>264 375</b>	<b>216 330</b>	<b>225 601</b>	<b>123 099</b>	<b>272 852</b>	<b>156 764</b>			<b>225 601</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>264 375</b>	<b>216 330</b>	<b>225 601</b>	<b>123 099</b>	<b>272 852</b>	<b>156 764</b>			<b>225 601</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>264 375</b>	<b>216 330</b>	<b>225 601</b>	<b>123 099</b>	<b>272 852</b>	<b>156 764</b>			<b>225 601</b>

## **2.5 Collins Chabane Local Municipality Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) – M09 March**

The municipality (as shown on Table C5) has an original budget of R 267,308 million however, the municipality adjusted the budget to R 343,627 million. As at 31 March 2022, the municipality's capital expenditure is R 220,553 million against the projected budget of R 220,395 million. The capital expenditure performance is more than the projection; the municipality is performing in terms of service delivery except for INEP projects that has started spending in the month of January 2022.

LIM345 Collins Chabane - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

Vote Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - SPATIAL PLANNING & DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 4 - BUDGET & TREASURY		-	-	-	-	-	-	-	-	-
Vote 5 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		1 070	35 600	38 724	2 932	26 902	29 293	(2 391)	-8%	38 724
Vote 2 - COMMUNITY SERVICES		43 408	45 035	76 049	3 073	47 340	41 087	6 253	15%	76 049
Vote 3 - SPATIAL PLANNING & DEVELOPMENT		-	500	-	-	-	250	(250)	-100%	-
Vote 4 - BUDGET & TREASURY		53 864	8 650	10 950	285	1 553	6 710	(5 157)	-77%	10 950
Vote 5 - TECHNICAL SERVICES		190 911	177 523	217 904	19 353	144 758	143 054	1 703	1%	217 904
Vote 6 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	289 253	267 308	343 627	25 643	220 553	220 395	158	0%	343 627
<b>Total Capital Expenditure</b>		289 253	267 308	343 627	25 643	220 553	220 395	158	0%	343 627

Below is a table showing detailed performance on each capital asset with comments on progress.

NO.	Description	Original Budget	Adjusted Budget	Actuals
1	Cost:Acquisitions Construction of Car port	-	2 016 020.00	210 000.00
2	Cost:Acquisitions Corp Serv Construction of Municipal Office Building(new)	29 700 000.00	24 700 000.00	17 036 639.73
3	Cost:Acquisitions Asset Man Other Equipment(new)	3 529 986.00	7 949 996.00	856 465.00
5	Cost:Acquisitions Fencing of Vuwani cemeteries	999 996.00	933 909.00	-
6	Acquisitions:Outsourced Palisade Fence at Vuwani Traffic Station(correct)	1 200 000.00	599 996.00	-
7	Cost:Acquisitions Comm & Soc Serv Hall & Facil Establish Tourism Inform Centre	999 996.00	2 006 086.00	1 552 366.99
8	Cost:Acquisitions Comm & Soc Serv Hall & Facili Development of Market Stalls	4 300 004.00	4 912 004.00	4 343 035.32
9	Cost:Acquisitions Vuwani Sports Centre	999 996.00	999 996.00	869 565.22
10	Cost:Acquisitions NURSERY AT MALAMULELE	400 000.00	400 000.00	343 701.00
11	Cost:Acquisitions PARK AT MALAMULELE	2 000 004.00	1 300 004.00	-
12	Acquisitions:Outsourced Rehabilitation of Malamulele Internal streets	500 004.00	6 999 996.00	6 317 468.54
13	Acquisitions:Outsourced TRAFFIC LIGHTS AT MHINGA CROSS	6 999 996.00	99 996.00	-
14	Acquisitions:Outsourced UPGRADING OF XITLHELANI GRAVEYARD ROAD	399 996.00	4 700 000.00	-
15	Computer Software:Acquisitions IT EQUIPMENT-LICENSING	2 300 004.00	2 300 004.00	1 320 427.66
16	Cost:Acquisitions CONSTRUCTION OF DAVHANA STADIUM	15 000 000.00	15 000 000.00	9 607 628.19
17	Cost:Acquisitions Implementation of Back up and DRP processes	1 200 000.00	1 200 000.00	-
18	Cost:Acquisitions electronic document management system	3 000 000.00	-	-
19	Cost:Acquisitions Acquisitions ELECTRIFICATION OF Various villages	15 000 000.00	25 000 000.00	6 654 632.77
20	Cost:Acquisitions CONSTRUCTION OF FLOOD LIGHTS	999 996.00	925 546.00	925 546.00
21	Cost:Acquisitions Electrification of Malamulele B Extention	2 000 004.00	2 000 004.00	281 739.13
22	Cost:Acquisitions Electricity Construction of High Masts lights(new)	1 500 000.00	1 236 667.00	1 236 667.00
23	Cost:Acquisitions Electricity Electrification of Ward 21 - 4 Districts	-	189 058.00	189 058.00
24	Cost:Acquisitions Solar Traffic Lights	-	1 000 000.00	-
25	Cost:Acquisitions Street Lights at Malamulele Salamulele Vuwani Hlanganani	13 500 000.00	12 800 000.00	12 561 504.55
26	Cost:Acquisitions GENERATOR AT INFORMATION CENTRE;VUWANI SUB OFFICE AND TRAFFI	2 499 996.00	2 000 000.00	-
27	Cost:Acquisitions SOLAR PANELS AT CIVIC CENTRE;TRAFFIC AND COMMUNITY HALL	3 999 996.00	3 999 996.00	3 870 666.52
28	Cost:Acquisitions Bevhula Ring Road	16 949 274.00	14 949 274.00	14 746 862.74
29	Cost:Acquisitions Construction of Mahatlane Access Bridge	-	757 731.00	-





30	Cost:Acquisitions IT OWN NETWORK TOWERS FEASIBILITY STUDY	600,000.00	600,000.00	-
31	Cost:Acquisitions IT IMPLEMENTATION OF DRONES PROGRAMMES	500,004.00	1,000,004.00	-
32	Cost:Acquisitions IT SECURITY VULNERABILITY SCAN	500,004.00	500,004.00	-
33	Cost:Acquisitions Acquisitions of Furniture	999,996.00	999,996.00	19,669.57
34	Cost:Acquisitions Construction of sub-offices traffic/DLTC and VTS at Hlangana	999,996.00	999,996.00	-
35	Cost:Acquisitions Construction of Blocks and showers in Municipality	-	207,655.00	-
36	Acquisitions:Outsourced Sports & Rec facilities Upgrading of Malamulele Stadium	-	8,794,061.00	8,794,060.87
37	Acquisitions:Outsourced UPGRADING OF BUNGENI STADIUM	999,996.00	999,996.00	-
38	Cost:Acquisitions Sports & Rec facilities Upgrading of Malamulele Stadium	16,999,996.00	16,999,996.00	16,262,453.67
39	Acquisitions:Outsourced VUWANI TRAFFIC AND LICENSING ADMIN BLOCK	500,004.00	500,004.00	-
40	Cost:Acquisitions Road Traffic Regulation Upgrade of Malamulele Traffic Statio	3,000,000.00	1,947,763.00	1,947,763.00
41	Acquisitions:Outsourced CONSTRUCTION OF JOSEFA RING ROAD	999,996.00	999,996.00	869,565.22
42	Acquisitions:Outsourced CONSTRUCTION OF XIHOSANA RING ROAD	999,996.00	999,996.00	-
43	Acquisitions:Outsourced Construction of traffic circle Malamulele	1,500,000.00	500,004.00	-
44	Acquisitions:Outsourced MAGOMANI ROAD 2.5KM	999,996.00	999,996.00	-
45	Acquisitions:Outsourced Mdavula ring road	-	5,000,000.00	-
46	Acquisitions:Outsourced Mphambo ring road	-	1,000,000.00	-
47	Acquisitions:Outsourced Oliphantshoek Road 2.5 km	999,996.00	999,996.00	869,422.34
48	Acquisitions:Outsourced Phaphazela road 2.5 km	999,996.00	999,996.00	869,565.21
49	Acquisitions:Outsourced Rehabilitation of Vuwani Internal streets	9,999,996.00	12,999,996.00	8,749,338.15
50	Cost:Acquisitions Road Tech Serv Plant & Machinery	4,420,006.00	5,999,996.00	2,072,619.20
51	Cost:Acquisitions ALTEIN ROAD 2.5KM	999,996.00	999,996.00	-
52	Cost:Acquisitions Construction of speed humps on newly constructed roads	399,996.00	399,996.00	-
53	Cost:Acquisitions Low Level Bridges	4,500,000.00	5,921,000.00	5,663,074.27
54	Cost:Acquisitions Mdavula Ring Road	16,390,817.00	18,220,723.86	15,457,202.06
55	Cost:Acquisitions Mphambho Ring Road	14,610,744.00	18,220,723.86	11,942,557.05
56	Cost:Acquisitions Opening and Widening of Streets in Business Park	8,100,000.00	11,679,000.00	8,849,726.33
57	Cost:Acquisitions Road Tech Serv Nwa-Matatani Ring Road	-	3,962,957.00	811,575.16
58	Cost:Acquisitions Upgrading of Malamulele D Extension 3	5,000,000.00	6,500,004.00	1,945,943.31
59	Cost:Acquisitions construction of bus terminals	-	4,500,004.00	1,734,465.09
60	Cost:Acquisitions sibudi to vyeboom road	10,799,996.00	17,299,996.00	11,700,659.62
61	Cost:Acquisitions Solid Waste Management Landfill Site Xigalo Project	5,000,004.00	5,000,004.00	2,974,552.17
62	Cost:Acquisitions Solid Waste Landfill Xigalo land fill site	16,334,611.99	16,334,611.99	15,908,133.68
63	Cost:Acquisitions Refuse Bins and Bulk Containers	1,700,000.00	1,700,000.00	840,000.00
		<b>267,307,956.00</b>	<b>320,203,356.00</b>	<b>220,553,282.84</b>

Below is a table showing detailed performance on each capital asset with comments on progress.

Below is the breakdown in terms of grants funded projects:

Capital expenditure 2021/22 Financial Year					
		Budget	Adjusted Budget	Actuals	Percentage
1	Acquisitions CONSTRUCTION OF DAVHANA STADIUM	9,000,000	15,000,000	9,607,628	64%
2	Acquisitions Bevhula Ring Road	16,981,936	19,981,936	13,908,810	70%
3	Acquisitions Sports & Rec facilities Upgrading of Malamulele Stadium	5,000,000	22,000,000	16,262,454	74%
4	Construction of Mdavula ring road	18,220,724	18,220,724	15,457,202	85%
5	Construction of Mphambo ring road	18,220,724	18,220,724	11,942,557	66%
6	Acquisitions Solid Waste Management Landfill Site Xigalo Project	15,834,616	21,334,616	15,908,134	75%
		83,258,000	114,758,000	83,086,784	72%
				Total Capex	320,203,356
				MIG	83,086,784
				%	26%
Capital expenditure 2020/21 Financial Year					
		Budget	Adjusted Budget	Actuals	Percentage
1	Acquisitions Acquisitions ELECTRIFICATION OF Various villages	15,000,000	15,000,000	6,833,094	46%
		15,000,000	15,000,000	6,833,094	46%
				Total Capex	320,203,356
				INEP	6,833,094
				%	2%

MIG

MIG funded projects contributes 36% of the total capital budget and it has since spent 26 % of the total capital budget.

## INEP

INEP funded projects contributes 5% of the total capital budget and it has since spent 2% of the total capital budget.

## INTERNAL FUNDED

The internal funded projects contribute 59% of the total capital budget and it has since spent 41% of the total actual expenditure as at 31 March 2022.

NB! It must be noted that all calculated expenditure percentage were done against the annual budget.

## COMMENTS

The attached Capital Expenditure report shows the total expenditure to date of R 220,553 million. (Table C5 Capex)

- Cost: Acquisitions Corp Serv Construction of Municipal Office Building (new) - The contractor is busy with the construction of retaining wall, columns and first floor suspended slab. The overall progress is at 26%.
- Cost: Acquisitions Asset Man Other Equipment (new) - ongoing
- Acquisitions: Outsourced Palisade Fence at Vuwani Traffic Station - . The Engineer is busy with the detailed designs..
- Cost: Acquisitions Comm & Soc Serv Hall & Facili Development of Market Stalls - The contractor is currently busy with roofing and paving. The overall progress is at 95%.
- Cost: Acquisitions Vuwani Sports Centre - The Engineer is busy with the detailed designs.
- Cost: Acquisitions NURSERY AT MALAMULELE – The project has been handed-over.
- Cost: Acquisitions PARK AT MALAMULELE – Construction in progress.
- Acquisitions: Outsourced Agricultural shared services - not a competency of the municipality
- Acquisitions: Outsourced Rehabilitation of Malamulele Internal streets - . Ten (10) Contractors have been appointed. The contractors are currently busy with kerbs and speed humps installation. The overall progress is at 99%.
- Acquisitions: Outsourced TRAFFIC LIGHTS AT MHINGA CROSS – Advert stage.
- Computer Software: Acquisitions IT Equipment Licensing - Ongoing

- Cost:Acquisitions CONSTRUCTION OF DAVHANA STADIUM-Phase 2: Phase 2: The Contractor is currently busy with water and sewer pipeline installation,p/avi,ng and building work. The overall progress is at 98%.
- Cost:Acquisitions Implementation of Back up and DRP processes- Advert stage.
- Cost:Acquisitions Electronic document management system- Advert stage.
- Cost:Acquisitions Acquisitions Electrification of Various villages- Makhasa, Meseveni A&C, Masia Miveledzo, Ekurhuleni, Masia Tandavale projects are completed and ernegized.Makhasa and Madobi will be energized on the 18<sup>th</sup> of January 2022 Overall progress is 98%
- Cost: Acquisitions CONSTRUCTION OF FLOOD LIGHTS. The project is complete ,100%
- Cost: Acquisitions Electrification of Malamulele B Extension- Mbuti contractor is busy stringing LV bundles. Rikaka and Mabiligwe design are 100% complete kick off meeting will be on 17 January 2022.Malamulele B Ext the Engineer is busy correcting the design accordi ng to Eskom standard. Overall progress 35%.
- Cost: Acquisitions Electricity Construction of High Masts lights (new)-. High Mast have been installed, currently awaiting transformer installation from Eskom.
- Cost: Acquisitions Electricity Electrification of Ward 21 - 4 Districts- Project is Completed
- Cost: Acquisitions Street Lights at Malamulele Salamulele Vuwani Hlanganani - Contractors are currently busy with installation of head lights and overall progress 95%
- Cost: Acquisitions GENERATOR AT INFORMATION CENTRE; VUWANI SUB OFFICE AND TRAFFI- The contractor is busy with site clearance and procurement of material. Overall progress 40%.
- Cost: Acquisitions SOLAR PANELS AT CIVIC CENTRE; TRAFFIC AND COMMUNITY HALL- The Contractor is currently busy with installation of batteries. The overall progress is at 88%.
- Cost Acquisitions Bevhula Ring Road- . The Contractor has completed the project on the 4th of February 2022
- Cost: Acquisitions Fleet Man Motor Vehicles –Requisition to be finalised and SCM unit.
- Cost: Acquisitions IT Acquisition of IT Equipment(new) –Ongoing.
- Cost:Acquisitions IT Own Network Towers Feasibility Study- advertised and awaiting appointment of BEC .
- Cost:Acquisitions IT Implementation of Drones Programmes- Advertised and awaiting appointment of Bid committee.
- Cost:Acquisitions IT Security Vulnerability Scan- Advertised BEC appointed ,awaiting appointment of chairperson.
- DRP- advertised and awaiting appointment of Bid committee.
- Acquisitions:Outsourced development of stray animal pound station Saselamani and Hlaganani - The specification and BOQ were developed for the appointment of a service provider from the pool.
- Cost:Acquisitions Acquisitions of Furniture – appointment of Pool of service providers is in progress.

- Cost:Acquisitions Construction of Pound Stations for Vehicles- The specification and BOQ were developed for the appointment of a service provider from the pool.
- Acquisitions:Outsourced UPGRADING OF BUNGENI STADIUM- The Engineer is busy with the detailed designs.
- Cost:Acquisitions Sports & Rec facilities Upgrading of Malamulele Stadium - The contractor is currently busy with access control, rehabilitation of existing sport field grass, construction of the athletic race track, refurbishment of existing building and electric supply. The overall progress is at 85%
- Acquisitions:Outsourced TESTING STATION AT HLANAGNANI AND SASELAMANI- The Engineer is busy with the detailed designs.
- Acquisitions:Outsourced VUWANI TRAFFIC AND LICENSING ADMIN BLOCK- The Engineer is busy with the detailed designs.
- Acquisitions:Outsourced CONSTRUCTION OF JOSEFA RING ROAD – The designs are completed, awaiting provincial project appraisal with coghtsa.
- Acquisitions:Outsourced CONSTRUCTION OF XIHOSANA RING ROAD- The designs are completed, awaiting provincial project appraisal with coghtsa.
- Acquisitions:Outsourced Construction of traffic circle Malamulele- The project to be re-advertised
- Acquisitions:Outsourced MAGOMANI ROAD 2.5KM- The Designs are complete. Awaiting for the appointment of the specification committee.
- Acquisitions:Outsourced Oliphantshoek Road 2.5 km- The Designs are complete. Awaiting for the appointment of the specification committee.
- Acquisitions:Outsourced Phaphazela road 2.5 km The Designs are complete. Awaiting for the appointment of the specification committee.
- Acquisitions:Outsourced Rehabilitation of Vuwani Internal streets- . The Contractor is currently busy with installation of storm water pipes, subsoil drainage and road layer works. The overall progress is at 30%.
- Cost:Acquisitions Road Tech Serv Plant & Machinery-ongoing
- Cost:Acquisitions ALTEIN ROAD 2.5KM-The designs are complete. The Designs are complete. Awaiting for the appointment of the specification committee.
- Cost:Acquisitions Construction of speed humps on newly constructed roads The Contractor is currently busy with site establishment. The Overall progress is at 5%.
- Cost:Acquisitions Low Level Bridges- 1. Ward 28: -project complete. 2. Ward 27: project complete. 3. Ward 26: - 4. Ward 24: - the contractor is currently busy with head and wing walls construction. The overall progress is at 90%.5. Ward 23: - The contractor is currently busy with site cleaning. Overall progress is at 90%. 6. Ward 22: - The Contractor is currently waiting for the delivery of culverts. Overall progress is at 90%. 7. Ward 21: - The Contractor is currently busy with site cleaning. Ward 21 project completed.
- Cost:Acquisitions Mdavula ring road- The contractor is currently busy with box cutting, roadbed and selected layer. The overall progress is 35%

- Cost:Acquisitions Mphambo ring road- The Contractor is currently busy with roadbed and selected layer construction. The overall progress is 28%.
- Cost:Acquisitions Opening and Widening of Streets in Business Park- . The Contractor is currently busy with box cutting at road 3 and base layer construction at road 1. The overall progress is 25%.
- Cost:Acquisitions Upgrading of Malamulele D Extension 3- The Contractor is currently busy with sub-base layer construction. The overall progress is at 32.1%.
- Cost:Acquisitions construction of bus terminals- The Contractor is currently busy with paving of the side walk. The overall progress is at 95%.  
Cost: Acquisitions sibudi to vyeboom road- The contractor is currently busy with the road priming, surfacing, installation of kerbs and v-drains  
The overall progress is at 85%
- Cost: Acquisitions Solid Waste Management Landfill Site Xigalo Project- The Contractor is currently busy with installation of the liners, installation of medium pressure pipe, gravelling of the wearing course on the road, gabion and stone pitching. The overall progress is at 85%.







## **2.6 Collins Chabane Local Municipality - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend – M09 March**

As at 31 March 2022, the municipality had spent R 220,553 million in capital expenditure.

The capital budget of R 15,000 million on the upgrading of existing assets relates to the upgrading of Malamulele stadium having a budget of R 7,000 million, Malamulele D internal streets at R5,000 million, Upgrading of traffic station with a budget of R 2,000 million each and upgrading of Bungeni stadium with R 1,000 million.

The municipality has since spent R 14,453 million as at 31 March 2022 against the budget projection of R 16,000 million on upgrade of existing assets.

**LIM345 Collins Chabane - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M09 March**

Month	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July	9 651	22 276	22 276	32 072	32 072	22 276	(9 796)	-44.0%	12%
August	14 469	22 276	22 276	18 416	50 488	44 551	(5 936)	-13.3%	19%
September	16 306	22 276	22 276	23 940	74 428	66 827	(7 601)	-11.4%	28%
October	15 975	22 276	22 276	22 324	96 752	89 103	(7 650)	-8.6%	36%
November	28 444	22 276	22 276	37 087	133 840	111 378	(22 461)	-20.2%	50%
December	17 733	22 276	22 276	22 068	155 908	133 654	(22 254)	-16.7%	58%
January	11 825	22 276	22 276	6 539	162 448	155 930	(6 518)	-4.2%	61%
February	7 185	22 276	22 276	32 463	194 910	178 205	(16 705)	-9.4%	73%
March	56 298	22 276	42 190	25 643	220 553	220 395	(158)	-0.1%	83%
April	16 016	22 276	38 852	-	-	259 247	-	-	-
May	45 439	22 276	42 190	-	-	301 437	-	-	-
June	49 913	22 276	42 190	-	-	343 627	-	-	-
<b>Total Capital expenditure</b>	<b>289 253</b>	<b>267 308</b>	<b>343 627</b>	<b>220 553</b>					

**2.7 Collins Chabane Local Municipality - Table C6 Monthly Budget Statement - Financial Position – M09 March**

The municipality has an opening cash balance of R 401,480 million at the beginning of the financial year and the balance as at 31 March 2022 is R 333,942 million with a projection of R 315,848 million. There is an increase of current assets from the audited balance of R 452,715 million to R 567,989 million in the 2021/2022 financial year. The total non-current assets increased from R 1,030,744 billion to R 1,324,163 billion in the 2021/2022 financial year.

There is generally increase on outstanding debtors due to non-implementation of credit control and debt collection policy as explained above. The municipality has embarked on data cleansing exercise to update the billing information in order to implement the credit control.

The total current liabilities of the municipality are R 131,912 million that include among others creditors and retention amounting to R 29,866 million. Based on the municipality current assets of R 587,989 million, the municipality will be able to cover its short-term obligations as indicated by a positive current/liquidity ratio.

The community wealth of the municipality has increase from R 1,357,054 billion (audited 2020/21) to R 1,628,764 billion in the current financial year.

**LIM345 Collins Chabane - Table C6 Monthly Budget Statement - Financial Position - M09 March**

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		300 171	248 303	180 958	338 375	180 958
Call investment deposits		123 057	100 000	100 000	123 057	100 000
Consumer debtors		23 433	43 395	43 395	37 166	43 395
Other debtors		50 626	11 289	11 289	64 395	11 289
Current portion of long-term receivables		—	1 605	1 605	—	1 605
Inventory		4 591	2 079	2 214	4 996	2 214
<b>Total current assets</b>		<b>501 878</b>	<b>406 671</b>	<b>339 461</b>	<b>567 989</b>	<b>339 461</b>
<b>Non current assets</b>						
Long-term receivables		—	—	—	—	—
Investments		100 000	—	—	100 000	—
Investment property		3 800	15 570	15 570	3 800	15 570
Investments in Associate		—	—	—	—	—
Property, plant and equipment		1 022 746	1 149 563	1 222 582	1 214 461	1 222 582
Biological		—	—	—	—	—
Intangible		3 758	4 100	5 400	4 775	5 400
Other non-current assets		1 127	—	—	1 127	—
<b>Total non current assets</b>		<b>1 131 430</b>	<b>1 169 233</b>	<b>1 243 552</b>	<b>1 324 163</b>	<b>1 243 552</b>
<b>TOTAL ASSETS</b>		<b>1 633 307</b>	<b>1 575 904</b>	<b>1 583 013</b>	<b>1 892 151</b>	<b>1 583 013</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		—	—	—	—	—
Borrowing		1 206	—	—	3 110	—
Consumer deposits		318	—	—	323	—
Trade and other payables		120 233	71 313	69 150	104 805	69 150
Provisions		23 675	3 829	3 829	23 675	3 829
<b>Total current liabilities</b>		<b>145 431</b>	<b>75 142</b>	<b>72 979</b>	<b>131 912</b>	<b>72 979</b>
<b>Non current liabilities</b>						
Borrowing		7 831	—	—	5 927	—
Provisions		125 547	5 292	5 292	125 547	5 292
<b>Total non current liabilities</b>		<b>133 379</b>	<b>5 292</b>	<b>5 292</b>	<b>131 474</b>	<b>5 292</b>
<b>TOTAL LIABILITIES</b>		<b>278 810</b>	<b>80 434</b>	<b>78 272</b>	<b>263 387</b>	<b>78 272</b>
<b>NET ASSETS</b>	<b>2</b>	<b>1 354 498</b>	<b>1 495 470</b>	<b>1 504 741</b>	<b>1 628 764</b>	<b>1 504 741</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		1 354 498	1 495 470	1 504 741	1 628 764	1 504 741
Reserves		—	—	—	—	—
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>1 354 498</b>	<b>1 495 470</b>	<b>1 504 741</b>	<b>1 628 764</b>	<b>1 504 741</b>

## **CASH FLOW**

### **2.7 Collins Chabane Local Municipality - Table C7 Monthly Budget Statement - Cash Flow – M09 March**

#### **2.7.1 Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts – M09 March**

The municipality has a cash balance of R 334,066 million at the end of 31 March 2022. The municipality also made an investment in the previous financial year amounting to R 100 million. The projected balance as at 30 June 2022 is R 281,708 million. Refer Table SC 9 below for more details on monthly cash flow forecasting.

The amount of R 334,066 million is sitting on the primary bank account, which is risky, however the other portion has been invested with other two Banks (Nedbank & Standard Bank) during May 2021 in the previous financial year. The Municipality closed the 2019/20 financial year with a balance of R 401,480 million and surplus funds were used to finance the capital expenditure in the 2021/22 financial year hence a projection of R 281,708 million at June 2022.

LIM345 Collins Chabane - Table C7 Monthly Budget Statement - Cash Flow - M09 March

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		10 624	9 476	9 476	4 309	11 165	7 107	4 059	57%	9 476
Service charges		1 485	1 288	1 911	148	1 180	1 121	58	5%	1 911
Other revenue		621	95 408	105 761	857	12 485	73 325	(60 840)	-83%	105 761
Transfers and Subsidies - Operational		516 485	416 518	442 518	124 862	480 143	330 589	149 554	45%	442 518
Transfers and Subsidies - Capital		10 660	101 758	129 758	-	15 000	78 652	(63 652)	-81%	129 758
Interest		-	6 889	22 994	-	-	6 058	(6 058)	-100%	22 994
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(124 705)	(368 613)	(434 971)	(36 507)	(220 015)	(304 749)	(84 734)	28%	(434 971)
Finance charges		-	-	-	-	-	-	-		-
Transfers and Grants		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>415 170</b>	<b>262 723</b>	<b>277 447</b>	<b>93 670</b>	<b>299 958</b>	<b>192 102</b>	<b>(107 856)</b>	<b>-56%</b>	<b>277 447</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		(100 000)	-	-	-	-	-	-		-
<b>Payments</b>										
Capital assets		(286 609)	(267 308)	(348 627)	(31 609)	(273 824)	(221 130)	52 694	-24%	(348 627)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(386 609)</b>	<b>(267 308)</b>	<b>(348 627)</b>	<b>(31 609)</b>	<b>(273 824)</b>	<b>(221 130)</b>	<b>52 694</b>	<b>-24%</b>	<b>(348 627)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		2	-	-	2	5	-	5	#DIV/0!	-
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>2</b>	<b>-</b>	<b>-</b>	<b>2</b>	<b>5</b>	<b>-</b>	<b>(5)</b>	<b>#DIV/0!</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>28 564</b>	<b>(4 585)</b>	<b>(71 180)</b>	<b>62 064</b>	<b>26 139</b>	<b>(29 028)</b>			<b>(71 180)</b>
Cash/cash equivalents at beginning:		496 423	352 888	352 888		423 227	352 888			423 227
Cash/cash equivalents at month/year end:		524 987	348 303	281 708		449 366	323 860			352 048

## 2.8 Table SC4 Monthly Budget Statement - aged creditors

The creditor's age analysis shows balances of R 19,058 million with the following breakdown:

- R 18,460 million: outstanding payments between 0 to 30 days,
- R 0 thousand: outstanding payments 31 to 60 days,
- R 236 thousand: outstanding payments 61 to 90 days,
- R 107 thousand: outstanding payments 91 to 120 days
- R 66 thousand: outstanding payments 121 to 150 days
- R 4 thousand: outstanding payments 151 to 180 days
- R185 thousand for over a year

The municipality has a retention of R 29,866 million as part of other payables in the statement of financial position. The available cash in the bank is able to cover all current creditors. An amount of R 18,718 million of outstanding creditors is against a legislation requirement of payment of service providers with 30 days in terms of section 65 of MFMA. It must be noted that the balance of creditors shown below has excluded the R 340 thousand relating to the PAYE deductions. The total balance of the creditors including the PAYE amount will be R 19,058 million.



**LIM345 Collins Chabane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March**

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
<b>R thousands</b>										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	340	-	-	-	-	-	-	-	340
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	18 120	-	236	107	66	4	-	185	18 718
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>18 460</b>	<b>-</b>	<b>236</b>	<b>107</b>	<b>66</b>	<b>4</b>	<b>-</b>	<b>185</b>	<b>19 058</b>

**2.9 Collins Chabane Local Municipality - Supporting Table SC3 Monthly Budget Statement - aged debtors – M09 March**

The table below indicates that the municipality had outstanding debtors of R 223,818 million as at 31 March 2022. The municipality has appointed a service provider to assist with data cleansing, which will also enable the municipality to implement the credit control and debt collection policy. The municipal collection has improved since the appointment of service provider; the culture of payment in place. The municipality impaired R 64 million (2019/20 FYR) for consumer debtors. The amount of R 223,818 million excludes the write off amount, there is an amount of R 86 million (2017/18 FYR) that was written off outside the system and it must be noted that the municipality is working with the system vendor to effect the write off in the system.

**LIM345 Collins Chabane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March**

Description	NT Code	Budget Year 2021/22										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.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			
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	2 731	2 486	2 427	2 410	2 392	8 771	21 177	71 565	113 958	106 314	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	397	367	361	359	352	595	1 701	19 166	23 297	22 172	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	665	719	699	682	666	577	2 232	10 291	16 530	14 448	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	76	55	54	46	46	17	119	69 619	70 033	69 847	-	-	
<b>Total By Income Source</b>	<b>2000</b>	<b>3 870</b>	<b>3 627</b>	<b>3 540</b>	<b>3 498</b>	<b>3 456</b>	<b>9 959</b>	<b>25 228</b>	<b>170 640</b>	<b>223 818</b>	<b>212 781</b>	<b>-</b>	<b>-</b>	
<b>2021/22 - totals only</b>														
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	1 802	1 719	1 666	1 653	1 645	5 172	17 697	36 853	68 207	63 019	-	-	
Commercial	2300	589	472	470	461	452	1 458	1 492	13 022	18 415	16 884	-	-	
Households	2400	1 478	1 436	1 404	1 384	1 360	3 330	6 039	120 766	137 197	132 878	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>3 870</b>	<b>3 627</b>	<b>3 540</b>	<b>3 498</b>	<b>3 456</b>	<b>9 959</b>	<b>25 228</b>	<b>170 640</b>	<b>223 818</b>	<b>212 781</b>	<b>-</b>	<b>-</b>	

**2.10 Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class- M09 March**

The total budget for repairs and maintenance adjusted from R 55, 900 million to R 71,500 million, the actual spending is at 115% or R 53,292 million as per projection of R 46,061 million.

The total repairs and maintenance expenditure to date is made up the following categories:

- Electricity repairs and maintenance adjusted from R 6 million to R 13,300 million, the actual spent was R 10,333 million against the projection budget of R 7,611 million which shows 35.8% overspending.

- Vehicle repairs and maintenance adjusted from R 3 million to R 1, 3 million, actual spent was R 1,095 million against the projection budget of R 1,825 million that shows 39,9% underspending.
- Road repairs and maintenance adjusted from R 20 million to R 56 million and actual spent of R 41,125 million against projection budget of R 35,980 million that shows 114% spending against the projected budget. The budget for road maintenance has been adjusted due to the damages that were caused by the tropical storm and seasonal rains.

LIM345 Collins Chabane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M09 March

Description	Ref	Budget Year 2021/22								
		2020/21 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		18 994	26 900	70 200	2 409	52 195	44 236	(7 959)	-18.0%	70 200
Roads Infrastructure		10 828	20 000	56 000	1 357	41 125	35 950	(5 175)	-14.4%	56 000
Roads		10 828	20 000	56 000	1 357	41 125	35 950	(5 175)	-14.4%	56 000
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		7 479	6 000	13 300	970	10 333	7 611	(2 722)	-35.8%	13 300
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		7 479	6 000	13 300	970	10 333	7 611	(2 722)	-35.8%	13 300
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		687	900	900	82	736	675	(61)	-9.1%	900
Landfill Sites		687	900	900	82	736	675	(61)	-9.1%	900

**LIM345 Collins Chabane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M09 March**

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<u>Unspecified</u>		-	-	-	-	-	-	-		-
<u>Computer Equipment</u>		-	-	-	-	-	-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
<u>Furniture and Office Equipment</u>		-	-	-	-	-	-	-		-
Furniture and Office Equipment		-	-	-	-	-	-	-		-
<u>Machinery and Equipment</u>		-	-	-	-	-	-	-		-
Machinery and Equipment		-	-	-	-	-	-	-		-
<u>Transport Assets</u>		405	3 000	1 300	290	1 097	1 825	728	39.9%	1 300
Transport Assets		405	3 000	1 300	290	1 097	1 825	728	39.9%	1 300
<u>Land</u>		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
<u>Zoo's, Marine and Non-biological Animals</u>		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
<b>Total Repairs and Maintenance Expenditure</b>	<b>1</b>	<b>19 398</b>	<b>29 900</b>	<b>71 500</b>	<b>2 698</b>	<b>53 292</b>	<b>46 061</b>	<b>(7 231)</b>	<b>-15.7%</b>	<b>71 500</b>

## 2.11 Collins Chabane Local Municipality - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits – M09 March

Table below detailed the Municipality councillors, senior management and other municipal staff remuneration in full detail. It shows all the benefits paid as part of their package.

### 2.11.1 COUNCILLORS REMUNIRATION

- Basic salaries and wages- councillor's basic salaries and wages has been budgeted R 19,835 million and the actual spending is R 14,154 million against the projected budget of R 14,875 million that shows 5% under spending against the projected budget. The variance is within the acceptable norm.

- The councillor's car allowance has been budgeted R 1,086 million and actual spending of R 365 thousand against the projected budget of R 815 thousand that shows the underspending of 55%.
- Cell phone allowance budget has been adjusted to R 3,336 million and actual spent of R 2,355 million against the projected budget of R 2,495 million that shows the underspending of 6%.

#### **2.11.2 SENIORS MANAGERS**

- Basic salaries and Wages-Senior Managers basic salaries and wages is budgeted at R 4,521 million and the actual spending is R 2,617 million against the project budget of R 3,391 million that shows 23% underspending against the projected budget. There are vacant positions of a Senior Manager: Planning and Development and Municipal Manager, which has not been appointed that contributes to the underspending.
- The Senior Manager's car allowance has been budgeted at R 977 thousand and actual spending of R 733 thousand against the projected budget of R 733 thousand that shows no variance.

#### **2.11.3 OTHER MUNICIPAL STAFF**

- Basic salaries and wages- municipal staff basic salaries and wages has been adjusted to R 92,923 million and the actual spending is R 57,896 million against the projected budget of R 70,073 million which shows an underspending of 17%. The variance is due to late appointment and filling on vacant positions.
- Pension fund- municipal staff pension has been adjusted to R 18,999 million and the actual spent is R 11,098 million against the projected budget of R 14,499 million which shows underspending of 23% against the projected budget.
- Medical aid contribution- municipal staff medical aid contribution has been adjusted to R 11,573 million and the actual spent is R 3,012 million against the projected budget of R 9,380 million that shows an underspending of 68%.
- Overtime - municipal staff overtime has been budgeted to R 359 thousand and the actual spent is R 1,381 million against the projected budget of R 269 thousand that shows an overspending of 414% against the projected budget.

LIM345 Collins Chabane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

Summary of Employee and Councillor remuneration	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		18 941	19 835	19 835	1 596	14 164	14 876	(712)	-5%	19 835
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		754	1 086	1 086	30	365	815	(450)	-55%	1 086
Cellphone Allowance		3 120	3 321	3 336	262	2 355	2 495	(140)	-6%	3 336
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		3 740	4 094	4 079	356	3 184	3 067	117	4%	4 079
<b>Sub Total - Councillors</b>		<b>26 555</b>	<b>28 337</b>	<b>28 337</b>	<b>2 245</b>	<b>20 068</b>	<b>21 252</b>	<b>(1 185)</b>	<b>-6%</b>	<b>28 337</b>
<b>% increase</b>	4		<b>6.7%</b>	<b>6.7%</b>						<b>6.7%</b>
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages	3	4 973	4 521	4 521	325	2 617	3 391	(773)	-23%	4 521
Pension and UIF Contributions		35	918	918	1	15	688	(674)	-98%	918
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		659	-	-	-	177	-	177	#DIV/0!	-
Motor Vehicle Allowance		1 239	977	977	83	733	733	0	0%	977
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		0	0	0	-	-	0	(0)	-100%	0
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>6 905</b>	<b>6 416</b>	<b>6 416</b>	<b>409</b>	<b>3 542</b>	<b>4 812</b>	<b>(1 270)</b>	<b>-26%</b>	<b>6 416</b>
<b>% increase</b>	4		<b>-7.1%</b>	<b>-7.1%</b>						<b>-7.1%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		71 502	93 685	92 923	7 310	57 896	70 073	(12 178)	-17%	92 923
Pension and UIF Contributions		14 144	19 499	18 999	1 455	11 098	14 499	(3 401)	-23%	18 999
Medical Aid Contributions		3 869	12 973	11 573	412	3 012	9 380	(6 368)	-68%	11 573
Overtime		2 292	359	359	149	1 381	269	1 112	414%	359
Performance Bonus		5 958	7 757	7 557	619	5 050	5 768	(717)	-12%	7 557
Motor Vehicle Allowance		9 318	9 898	10 448	955	7 654	7 561	93	1%	10 448
Cellphone Allowance		283	-	-	-	-	-	-	-	-
Housing Allowances		163	549	529	4	68	407	(339)	-83%	529
Other benefits and allowances		2 487	1 737	1 737	2	29	1 303	(1 274)	-98%	1 737
Payments in lieu of leave		1 766	1 410	1 410	35	555	1 058	(503)	-48%	1 410
Long service awards		792	-	252	42	397	63	334	530%	252
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>112 574</b>	<b>147 867</b>	<b>145 787</b>	<b>10 984</b>	<b>87 139</b>	<b>110 380</b>	<b>(23 242)</b>	<b>-21%</b>	<b>145 787</b>
<b>% increase</b>	4		<b>31.4%</b>	<b>29.5%</b>						<b>29.5%</b>
<b>Total Parent Municipality</b>		<b>146 035</b>	<b>182 619</b>	<b>180 539</b>	<b>13 637</b>	<b>110 748</b>	<b>136 444</b>	<b>(25 697)</b>	<b>-19%</b>	<b>180 539</b>

## COMPETENCY REGULATION

- ❖ The municipality identified the number of officials whom does not meet the competency regulation, more than 12 officials are currently enrolled with registered training group for MFIP programme, the programme started from previous financial year (2020/21).
- ❖ The municipality has previously appointed seven (7) new interns that are funded by FMG. The interns attended their last class in December 2021.
- ❖ The municipal appointed seven (7) of the 14 interns as Accounting clerks, they resumed their new role on the 1 July 2021.
- ❖ The municipality has advertised for five (5) interns for Finance interns and internal audit.

Accounting Officer	Meet Minimum Competency	Chief Financial Officer	Meet Minimum Competency	Senior Managers	Meet Minimum Competency	Middle Managers	Meet Minimum Competency	Other Officials & Accountants	Meet Minimum Competency	Councillors	Meet Minimum Competency
Vacant	N/A	Maluleleke V.N	MFMP in progress	Shilenge R.R	CPMD	Maringa R.M	MFMP	Masuvhelele P	CPMD	Cllr Bila T.J	MFMP
				Mabunda R.I	MFMP	Mkhuvele H.S	MFMP	Mamarara L	CPMD	Cllr Lebea M	MFMP
				Maluleleke G.L	MFMP	Simango A	MFMP	Linda T.C	CPMD	Cllr Chauke M.G	MFMP
						Makhubele N.N	MFMP	Chauke H.D	MFMP	Cllr Mashimbye	MFMP
						Yingwana T.B	MFMP	Shivori V	CPMD	Cllr Mavikane S	MFMP
						Shimange T.R	MFMP	Mabasa P	CPMD	Cllr Chauke H	MFMP
						Qxumalo C	MFMP in progress	Minyuku V	CPMD	Cllr Mutele T.M	MFMP
						Radali C	MFMP in progress	Mabasa T.L	MFMP in progress	Cllr Mukhaha A.J	MFMP
						Baloyi P	MFMP in progress	Pataka T	MFMP in progress	Cllr Masia T.M	MFMP
						Mondlane S	MFMP in progress	Mabasa K	MFMP in progress	Cllr Maluleke S.G	MFMP
						Marima	MFMP in progress	Mathonsi N.B	MFMP in progress		
						Honwane X	MFMP in progress	Rakgogo P	CPMD		
						Napo O	MFMP in progress	Vandezi D	CPMD		
						Maputla D	MFMP in progress	Maluleke T	CPMD		
						Nukeri I	MFMP in progress	Baloyi B	CPMD		
						Sithole G	MFMP in progress	Mashaba N	CPMD		
						Hlungwani G.P	MFMP in progress	Sithole N	CPMD		
						Hlungwani A.K	MFMP in progress	Ntivani O	CPMD		
						Mkhubele T	MFMP in progress				
						Maluleke L	MFMP in progress				
						Khanyi D	MFMP in progress				



## SUPPLY CHAIN MANAGEMENT REPORT

Please refer to the **attached annexure** for supply chain management report.

