



# QUARTERLY SECTION 52 REPORT FOR PERIOD ENDING DECEMBER 2022

<b>Description</b>	<b>Page No.</b>
Introduction	3-4
Summary Table C1 Monthly Budget statement summary	5-9
Table C2 Monthly Budget Statement - Financial Performance (functional classification)	10-12
Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)	13-14
Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure)	15-17
Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding)	17-21
Table C6 Monthly Budget Statement - Financial Position	21-23
Table C7 Monthly Budget Statement - Cash Flow - - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts	24-26
Table SC4 Monthly Budget Statement - aged creditors	27
Table SC3 Monthly Budget Statement - aged debtors	27-28
Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class	28-30
Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits – M05 December	31-32
Supporting Table SC5 Monthly Budget Statement - investment portfolio –M06 December	33
Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts – M06 December	34-35
Competency on Finance Officials and Senior management (including councillors)	36-40
SCM Report	41

## 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 quarter and for the financial year up to the end of that quarter:

- 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 implement-nation 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 – M06 December**

### **2.1.1 REVENUE**

In terms of 2021/22 an audited figure, the municipality had total revenue (excluding capital transfers) of R 519, 061 million and in the current financial year, the annual operational revenue budget is R 599,727 million resulting in an increase of 15% from previous financial year. The municipal revenue is R 352 512 million for the period ending December 2022. The projected operational revenue is R 416 319 million and the operational revenue for the period ending November 2022 is R 352 512 million that shows a negative 15% variance against the year projected budget of R 416 319 million.

The municipality received Equitable share grant amounting to R 326 ,910 million, Municipal Infrastructure Grant (MIG) of R 67 889 million, Finance Management Grant (FMG) of R 2,550 million, Expanded Public Works Programme (EPWP) of R 1 232 million and Integrated National Electrification Programme (INEP) of R 5 000 million as at the end of December 2022. Furthermore, the municipality has received the first and second tranche gazetted transfers and subsidies as per the approved payment schedule and the Division of Revenue Act (DORA).

The operational revenue year to date is R 352 512 million against total projected operational budget of R 416 319 million that shows a negative variance of 15%. The municipality has a budget for sales of land (business park) that the municipality did not collect hence the huge variance, the municipality has budgeted R 80 million. There is amount of R 792 thousand for EPWP that has not been recognised, the journal will be recognised in the next reporting period.

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

The 2021/22 pre-audited figures for transfers and subsidies (capital transfer) is R 129,758 million comprising of R 114,758 million for MIG and R 15,000 million for INEP. The municipality has spent 97.8% on all the conditional grants in the 2021/22 financial year. The municipality has an unspent balance R 2,8 million for INEP, that shows 81% spending on the INEP grants at 30 June 2022 and the roll over application was subsequently approved by National Treasury.

The budget for capital transfer and subsidies in the current year is budgeted to R 98,889 million, comprising of R93,889 million for MIG and R5 million for INEP. The municipality has spent 90% on all the capital conditional grants in the current financial year.

The municipality has received R 72 889 million for capital transfer. Of the total capital amount received for capital transfers and subsidies, R 65 954 million has been recognised as revenue and remain with Unspent of R 6 935 million.

## **2.1.2 EXPENDITURE**

The municipality had R 425 569 million audited figures on operational expenditure in 2021/22 financial year and the current year operational expenditure budget is R 408,844 million.

The municipality has currently spent R 234 504 million on operational expenditure against the projected operational budget of R 204 462 million representing a negative variance of 15%. The actual expenditure is R 234 504 million against the annual budget of R 408,944 million is 43%, which shows a positive variance of 57%. Therefore, the municipality underspent by 57% at 31 December 2022.

The municipality's 2021/22 audited figures for capital expenditure is R 345 988 million whereas the current year capital expenditure budget is R 289,600 million which has a decrease by 19% from previous year audited outcome.

The current year capital budget is made up of two sources of revenue, namely the transfers and subsidies budget of R 98,889 million and own revenues budget of R 190,711 million.

The year to date capital expenditure for both transfers and own revenue is R 176 686 million against projection of R 144 800 million representing over expenditure against projected budget by 22%.

**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 2021/22 audited outcome for community wealth/Equity was R 1,582,002 billion and projected at R 1,664,789 billion in the current year budget representing an increase of 6%. The municipality is currently sitting on R 1 759 564 billion-community wealth against the annual budget of R 1,664,789 billion which represent 105%.

## **2.1.4 CASH FLOWS**

The municipality's 2021/22 audited outcome for cash equivalent was R 296,846 million, the current year projection of cash and cash equivalent is R 274,548 million. The municipality's bank balance as at 31 December 2022 is R 230 790 million and is in a good financial condition to cover all its committed projects and other current liabilities. The overall cash and cash equivalent balance, as at 31 December 2022 was R 300,172 million. Included in the cash and cash equivalents is R 69,382 million that is sitting on investment account.

### **2.1.5 DEBTORS**

The debtors balance for the period ending 31 December 2022 is R 250,767 million. Of the total of R 250,767 million, an amount of R 239,109 million representing 95% is over 90 days.

Total billing for the period ending 31 December 2022 is R 19,115 million with a total year to date collection of R 8,681 million that represent a collection rate of 30% against the year to date billing. The total amount of R 250,767 million is made up of:

- R 79 529 million: government departments,
- R 23 286 million: commercial, and
- R 147 952 million: households

### **2.1.6 CREDITORS**

The municipality's outstanding payments as at 31 December 2022 is R 1 246 million, the total is made up of:

- R 121 thousand: outstanding payments between 0 to 30 days,
- R 190 thousand: outstanding payments 31 to 60 days,
- R 0 thousand: outstanding payments 61 to 90 days,
- R 62 thousand: outstanding payments 91 to 120 days
- R 17 thousand: outstanding payments 121 to 150 days
- R 5 thousand: outstanding payments 151 to 180 days
- R 135 thousand: outstanding payments 181 to 210 days
- R 716 thousand: outstanding payments 211 to 240 days

These exclude the retention amount of R 36,053 million that is catered for in the statement of financial position

LIM345 Collins Chabane - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

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
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		502 110	508 881	508 881	135 595	340 936	370 202	(29 265)	-8%	508 881
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		502 110	508 881	508 881	135 595	340 936	370 202	(29 265)	-8%	508 881
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		333	558	558	35	186	279	(93)	-33%	558
Community and social services		332	558	558	35	186	279	(93)	-33%	558
Sport and recreation		1	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		136 777	177 654	177 754	11 204	70 659	132 759	(62 101)	-47%	177 754
Planning and development		128 664	167 771	167 871	11 204	67 360	127 818	(60 458)	-47%	167 871
Road transport		8 113	9 883	9 883	-	3 299	4 941	(1 643)	-33%	9 883
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		12 150	11 424	11 424	3 436	6 686	10 712	(4 026)	-38%	11 424
Energy sources		12 150	5 000	5 000	3 000	5 000	7 500	(2 500)	-33%	5 000
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	6 424	6 424	436	1 686	3 212	(1 526)	-48%	6 424
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>651 370</b>	<b>698 516</b>	<b>698 616</b>	<b>150 271</b>	<b>418 467</b>	<b>513 952</b>	<b>(95 486)</b>	<b>-19%</b>	<b>698 616</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		281 698	246 085	249 885	46 420	164 099	124 546	39 553	32%	249 885
Executive and council		38 600	49 255	48 355	3 438	23 034	24 267	(1 233)	-5%	48 355
Finance and administration		237 181	190 638	195 338	42 650	139 368	97 182	42 186	43%	195 338
Internal audit		5 917	6 193	6 193	331	1 697	3 096	(1 400)	-45%	6 193
<i>Community and public safety</i>		23 028	19 114	19 114	1 557	7 929	9 557	(1 628)	-17%	19 114
Community and social services		12 895	4 406	4 406	407	2 334	2 203	131	6%	4 406
Sport and recreation		758	2 597	2 597	240	928	1 299	(371)	-29%	2 597
Public safety		9 375	12 110	12 110	910	4 667	6 055	(1 388)	-23%	12 110
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		79 606	98 611	98 411	8 207	52 143	49 209	2 934	6%	98 411
Planning and development		47 672	48 591	48 391	4 715	33 067	24 199	8 868	37%	48 391
Road transport		31 935	49 361	49 361	3 492	19 076	24 681	(5 604)	-23%	49 361
Environmental protection		-	659	659	-	-	330	(330)	-100%	659
<i>Trading services</i>		41 237	45 033	41 533	1 390	10 332	21 150	(10 818)	-51%	41 533
Energy sources		23 415	20 014	16 514	241	4 833	8 640	(3 807)	-44%	16 514
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		17 822	25 020	25 020	1 149	5 499	12 510	(7 011)	-56%	25 020
Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>425 569</b>	<b>408 844</b>	<b>408 944</b>	<b>57 574</b>	<b>234 504</b>	<b>204 462</b>	<b>30 042</b>	<b>15%</b>	<b>408 944</b>
<b>Surplus/ (Deficit) for the year</b>		<b>225 801</b>	<b>289 672</b>	<b>289 672</b>	<b>92 696</b>	<b>183 962</b>	<b>309 490</b>	<b>(125 528)</b>	<b>-41%</b>	<b>289 672</b>



## **2.2 Table C2 Monthly Budget Statement- Financial Performance (functional classification)- M06 December**

### **2.2.6 REVENUE PER FUNCTIONAL CLASSIFICATION.**

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

- Governance and administration revenue budget is R 508,881 million, the year to date actual revenue is R 340 936 million against the projected revenue budget of R 370 202 million that has a negative variance of 8%.
- Community and Public Safety has a budget of R 558 thousand, the year to date actual is R 186 thousand against the projected budget of R 279 thousand, which represent 33% under collection. Included in this amount is rental of facilities (halls and stadiums) and sale of graves.
- Economic and Environmental service has a budget of R 177,754 million, the year to date actual revenue is R 70 659 million against the projected revenue budget of R 132 759 million, this indicates that revenue received against the year to date budget has a negative variance of 47%. Included in the total departmental budget is R 93,889 million for MIG allocation. The municipality have recognised R 60 954 relating to the MIG grant as at 31 December 2022. There is a huge budget for sales of stand in Business Park that has zero collection, hence the huge variance.
- Trading services revenue has a budget of R 11,424 million, the year to date actual revenue is R 6 686 million against the projected budget of R 10 712 million that indicates under collection by 38%. The budget includes the R5 million for INEP which the municipality has to date received and has since spent 100% on INEP projects. There is an amount of R 2 584 million relating to waste management that is sitting under budget and Treasury that need to be reclassified.

## 2.2.7 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 has an annual budget of R 249,885 million, the municipality spent R 164, 099 million against the projected budget of R 124, 546 million that is 32% over spending on the projected budget. The variance has been explained in table C4 below for individual line items.
- Community and Public Safety has an annual budget of R 19, 114 million, and R 7, 929 million spent against the projected budget of R 9, 557 million that shows 17% underspending.
- Economic and Environment service expenditure annual budget is R 98, 411 million, and R 52, 143 million has been spent against the projected budget of R 49, 209million that indicates overspending of 6%. The variance has been explained in table C4 below for individual line items.
- Trading Service has an annual budget of R 41,533 million, and R 10, 332 million has been spent against projected budget of R 21, 150 million, which shows under spending on the projected budget by 51%.

LIM345 Collins Chabane - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

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
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		502 110	508 881	508 881	135 595	340 936	370 202	(29 265)	-8%	508 881
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		502 110	508 881	508 881	135 595	340 936	370 202	(29 265)	-8%	508 881
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		333	558	558	35	186	279	(93)	-33%	558
Community and social services		332	558	558	35	186	279	(93)	-33%	558
Sport and recreation		1	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		136 777	177 654	177 754	11 204	70 659	132 759	(62 101)	-47%	177 754
Planning and development		128 664	167 771	167 871	11 204	67 360	127 818	(60 458)	-47%	167 871
Road transport		8 113	9 883	9 883	-	3 299	4 941	(1 643)	-33%	9 883
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		12 150	11 424	11 424	3 436	6 686	10 712	(4 026)	-38%	11 424
Energy sources		12 150	5 000	5 000	3 000	5 000	7 500	(2 500)	-33%	5 000
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	6 424	6 424	436	1 686	3 212	(1 526)	-48%	6 424
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>651 370</b>	<b>698 516</b>	<b>698 616</b>	<b>150 271</b>	<b>418 467</b>	<b>513 952</b>	<b>(95 486)</b>	<b>-19%</b>	<b>698 616</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		281 698	246 085	249 885	46 420	164 099	124 546	39 553	32%	249 885
Executive and council		38 600	49 255	48 355	3 438	23 034	24 267	(1 233)	-5%	48 355
Finance and administration		237 181	190 638	195 338	42 650	139 368	97 182	42 186	43%	195 338
Internal audit		5 917	6 193	6 193	331	1 697	3 096	(1 400)	-45%	6 193
<i>Community and public safety</i>		23 028	19 114	19 114	1 557	7 929	9 557	(1 628)	-17%	19 114
Community and social services		12 895	4 406	4 406	407	2 334	2 203	131	6%	4 406
Sport and recreation		758	2 597	2 597	240	928	1 299	(371)	-29%	2 597
Public safety		9 375	12 110	12 110	910	4 667	6 055	(1 388)	-23%	12 110
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		79 606	98 611	98 411	8 207	52 143	49 209	2 934	6%	98 411
Planning and development		47 672	48 591	48 391	4 715	33 067	24 199	8 868	37%	48 391
Road transport		31 935	49 361	49 361	3 492	19 076	24 681	(5 604)	-23%	49 361
Environmental protection		-	659	659	-	-	330	(330)	-100%	659
<i>Trading services</i>		41 237	45 033	41 533	1 390	10 332	21 150	(10 818)	-51%	41 533
Energy sources		23 415	20 014	16 514	241	4 833	8 640	(3 807)	-44%	16 514
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		17 822	25 020	25 020	1 149	5 499	12 510	(7 011)	-56%	25 020
Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>425 569</b>	<b>408 844</b>	<b>408 944</b>	<b>57 574</b>	<b>234 504</b>	<b>204 462</b>	<b>30 042</b>	<b>15%</b>	<b>408 944</b>
<b>Surplus (Deficit) for the year</b>		<b>225 801</b>	<b>289 672</b>	<b>289 672</b>	<b>92 696</b>	<b>183 962</b>	<b>309 490</b>	<b>(125 528)</b>	<b>-41%</b>	<b>289 672</b>

Reference

## **2.3 Collins Chabane Local Municipality Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) – M06 December**

Table C3 below shows the Revenue and Expenditure per vote.

### **2.3.6 REVENUE BY VOTE**

- Budget and Treasury has an annual budget of R 508, 881 million, the year to date actual is R 340, 936 million against the projected budget of R 370 202 million that resulted in a negative variance of 7.9%. The revenue comprises of operational grants and other revenue. The Equitable share grant has a total budget of R 454, 043 million and the allocation for the first & second tranche has been received.
- Technical services have an annual budget of R 110, 531 million; the year to date actual revenue was R 69, 693 million against the projected budget of R 104 158 million that shows negative variance of 33.1%. Included in the revenue amount are the capital grants.

### **2.3.7 EXPENDITURE BY VOTE**

- Corporate services have an annual budget of R 116, 463 million, the year to date spending by vote is R 81, 138 million against the projected budget of R 57 745 million that shows overspending by 40.5% against the projected expenditure budget.
- Community services have an annual budget of R 45, 396 million, the year to date actual by vote was R 14, 484 million against the projected budget of R 22, 698 million that shows underspending of 36.2% against the projected expenditure budget.
- Spatial Planning & Development annual budget is R 42, 274 million, the year to date spending by vote was R 26, 768 million against the projected budget of R 21, 141 million which shows an overspending of 26.6% against the projected expenditure budget.
- Budget and Treasury annual budget is R 113 ,260 million, the year to date spending by vote is R 74, 278 million against the projected budget of R 56, 630 million that shows overspending of 31.2% against the projected expenditure budget.

- Technical Services have an annual budget of R 76, 764 million, the year to date spending by vote is R 25, 368 million against the projected budget of R 36, 765 million which shows underspending of 31.0% against the projected expenditure budget.
- Office of the Municipal Manager has an annual budget of R 18,787 million, the year to date spending by vote is R 12, 468 million against the projection budget of R 9, 484 million that show 31.5% overspending against the projected expenditure budget.

**LIM345 Collins Chabane - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December**

Vote Description	Ref	2021/22 Audited Outcome	Budget Year							
			Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		333	6 982	6 982	471	1 872	3 491	(1 619)	-46.4%	6 982
Vote 3 - SPATIAL PLANNING & DELEOPMENT		12 122	72 123	72 223	250	5 965	36 101	(30 136)	-83.5%	72 223
Vote 4 - BUDGET & TREASURY		502 110	508 881	508 881	135 595	340 936	370 202	(29 265)	-7.9%	508 881
Vote 5 - TECHNICAL SERVICES		136 805	110 531	110 531	13 955	69 693	104 158	(34 465)	-33.1%	110 531
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>	2	651 370	698 516	698 616	150 271	418 467	513 952	(95 486)	-18.6%	698 616
<b>Expenditure by Vote</b>	1									
Vote 1 - CORPORATE SERVICES		117 935	111 763	116 463	9 519	81 138	57 745	23 394	40.5%	116 463
Vote 2 - COMMUNITY SERVICES		43 001	45 396	45 396	2 858	14 484	22 698	(8 214)	-36.2%	45 396
Vote 3 - SPATIAL PLANNING & DELEOPMENT		38 098	42 474	42 274	3 596	26 768	21 141	5 628	26.6%	42 274
Vote 4 - BUDGET & TREASURY		144 993	113 260	113 260	35 618	74 278	56 630	17 648	31.2%	113 260
Vote 5 - TECHNICAL SERVICES		57 303	76 264	72 764	3 951	25 368	36 765	(11 397)	-31.0%	72 764
Vote 6 - OFFICE OF THE MUNICIPAL MANAGER		24 239	19 687	18 787	2 032	12 468	9 484	2 984	31.5%	18 787
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	425 569	408 844	408 944	57 574	234 504	204 462	30 042	14.7%	408 944
<b>Surplus/ (Deficit) for the year</b>	2	225 801	289 672	289 672	92 696	183 962	309 490	(125 528)	-40.6%	289 672

## 2.4 Collins Chabane Local Municipality - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) – M06 December

Table C4 below shows the Revenue and Expenditure per item.

### 2.4.6 REVENUE

- **Property rates-** The municipality budgeted to R 34,777 million for property rate; the year to date collection on property rate is R 7 656 million against the year to date billing of R 16, 531 million that shows the collection rate of 46%.
- **Refuse revenue-** The Municipality has the budget of R 6,424 million for refuse revenue, the year to date collection on refuse revenue is R 1 025 million against the year to date billing of R 2 584 million that shows the collection rate of 40%.
- **Rental of facilities and equipment-** The Municipality has the budget of R 210 thousand for rental of facilities and equipment, the year to date actual rental facilities revenue is R 132 thousand against the projected budget of R 105 thousand that's shows over collection of 26%. The variance is due to government spheres that are utilising the municipal properties (boxing gym and guesthouse) at no fee. The waiving of costs to communities and other departments contribute to the under collection.
- **Interest earned on external investment-** The municipality has the budget of R 15,118 million for interest earned on external investments, and has since earned R 8, 113 million against the projected budget of R 7, 559 million during the period ended December 2022. It must be noted that of the R 8, 113 million, R 1, 182 million is for the interest on investment and R 6, 931 million is the interest on primary bank account.
- **Fines, Penalties and forfeits** - The municipality has a budget of R 675 thousand and the municipality has recognised traffic fines revenue of R 129 thousand against the projected budget of R 338 thousand which shows the under-collection of 62%.
- **Licence and Permits-** The municipality has the budget of R 7,214 million on licence and permits, the year to date actual income is R 2 066 million against the projected budget of R 3 607 which shows a negative variance of 43%. This item includes the renewal of Spaza licences and permits for new applicants. The year to date actual exclude the November and December actuals since the Enatis report is generated after the month end closure of the financial system.
- **Agency service-**The municipality has the budget of R 2,669 million for agency fees and the year to date actual agency fees is R 1 258 million against the projected budget of R 1 334 million that shows under-collection by 6%.
- **Transfer and subsidies** - The municipality have the budget to R 458,352 million and the year to date actual is R 309 561 million against the projected budget of R 345 681 million that shows negative 10% variance.

- **Other Revenue** the municipality has the budget to R 73,688 million and year to date actual received is R 12 138 million against the projected budget of R 36 844 million that shows a negative variance of 67%. Included in the other revenue is the sales of stands, sale of tender documents and clearance certificates.

#### 2.4.7 EXPENDITURE

- The budget of **employee related cost** the municipality-have the budget of R159,399 million, and the actual spending is R 65 003 million against the projected budget of R 79 700 million that shows less spending of 18%.
- **The budget for remuneration of councillor** is budgeted at R 28,337 million, and the actual spent is R 14 512 million against the annual budget of R 14 168 million that shows the overspending of 2%.
- The budget for both **debt impairment and depreciation** amount to R 5 600 million and R 44,697 million respectively and the actual to date for depreciation is R 29 480 million against the projected budget of R 22 349 million and debt impairment R 0 against the projected budget of R 2 800 million that shows the negative variance of 100% for debt impairment and positive variance of 32% for depreciation.
- **Inventory consumed** budgeted at R 8,964 million and the actual spending year to date is R 6 109 million against the projected budget of R 4 442 million that shows a variance of 38% over consumption. Included in the year to date spending of R 6 109 million, is the R 4,500 million for fuel usage.
- The actual expenditure on the **contracted services** amounted to R 75 181 million against the projected budget of R 39 257 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.
- **General expenditure** budgeted to R 69, 107 and the year to date actual is R 43 510 million. The projected budget for general expenditure is R 34 538 million. The variance shows the overspending on general expenditure by 26%.

#### 2.4.8 SURPLUS FOR THE YEAR

The anticipated surplus at the end of financial year 2022/2023 is R 190,783 million. The actual current year surplus is R 183 962 million.



LIM345 Collins Chabane - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Vote Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		35 500	34 777	34 777	2 747	16 531	17 389	(857)	-5%	34 777
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		4 882	6 424	6 424	436	2 584	3 212	(628)	-20%	6 424
Rental of facilities and equipment		166	210	210	20	132	105	27	26%	210
Interest earned - external investments		12 783	15 118	15 118	1 422	8 113	7 559	554	7%	15 118
Interest earned - outstanding debtors		7 584	500	500	-	-	250	(250)	-100%	500
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		372	675	675	6	129	338	(209)	-62%	675
Licences and permits		5 097	7 214	7 214	-	2 066	3 607	(1 541)	-43%	7 214
Agency services		3 148	2 669	2 669	-	1 258	1 334	(76)	-6%	2 669
Transfers and subsidies		442 518	458 352	458 452	130 294	309 561	345 681	(36 120)	-10%	458 452
Other revenue		5 849	73 688	73 688	1 391	12 138	36 844	(24 706)	-67%	73 688
Gains		1 162	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>519 061</b>	<b>599 627</b>	<b>599 727</b>	<b>136 316</b>	<b>352 512</b>	<b>416 319</b>	<b>(63 807)</b>	<b>-15%</b>	<b>599 727</b>
<b>Expenditure By Type</b>										
Employee related costs		122 762	159 399	159 399	11 931	65 003	79 700	(14 697)	-18%	159 399
Remuneration of councillors		26 555	28 337	28 337	2 550	14 512	14 168	344	2%	28 337
Debt impairment		25 440	5 600	5 600	-	-	2 800	(2 800)	-100%	5 600
Depreciation & asset impairment		48 218	44 697	44 697	29 480	29 480	22 349	7 131	32%	44 697
Finance charges		72	-	-	-	-	-	-	-	-
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		14 222	8 964	8 864	419	6 109	4 442	1 666	38%	8 864
Contracted services		105 072	78 894	79 289	8 066	75 181	39 257	35 923	92%	79 289
Transfers and subsidies		9 974	17 150	13 650	66	7 10	7 208	(6 498)	-90%	13 650
Other expenditure		73 253	65 802	69 107	5 062	43 510	34 538	8 972	26%	69 107
Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>425 569</b>	<b>408 844</b>	<b>408 944</b>	<b>57 574</b>	<b>234 504</b>	<b>204 462</b>	<b>30 042</b>	<b>15%</b>	<b>408 944</b>
<b>Surplus/(Deficit)</b>		<b>93 492</b>	<b>190 783</b>	<b>190 783</b>	<b>78 742</b>	<b>118 008</b>	<b>211 857</b>	<b>(93 849)</b>	<b>(0)</b>	<b>190 783</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		126 908	98 889	98 889	13 955	65 955	97 633	(31 679)	(0)	98 889
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)		5 401	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>225 801</b>	<b>289 672</b>	<b>289 672</b>	<b>92 696</b>	<b>183 962</b>	<b>309 490</b>			<b>289 672</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>225 801</b>	<b>289 672</b>	<b>289 672</b>	<b>92 696</b>	<b>183 962</b>	<b>309 490</b>			<b>289 672</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>225 801</b>	<b>289 672</b>	<b>289 672</b>	<b>92 696</b>	<b>183 962</b>	<b>309 490</b>			<b>289 672</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>225 801</b>	<b>289 672</b>	<b>289 672</b>	<b>92 696</b>	<b>183 962</b>	<b>309 490</b>			<b>289 672</b>

## **2.5 Collins Chabane Local Municipality Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) – M06 December**

The municipality (as shown on Table C5) had an original budget of R 289,600 million for the financial year. As at 31 December 2022, the municipality's capital expenditure is R 176 687 million against the projected budget of R 144 800 million. The capital expenditure as at 31 December is at 82%; the municipality is performing in terms of service delivery, it has since spent 100% on INEP and 90% on MIG as at mid-year.

LIM345 Collins Chabane - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

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
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 2 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-
Vote 3 - SPATIAL PLANNING & DELEOPMENT		-	-	-	-	-	-	-	-	-
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		4 702	60 000	55 000	4 004	29 170	28 333	836	3%	55 000
Vote 2 - COMMUNITY SERVICES		22 282	17 100	22 100	-	8 464	10 217	(1 752)	-17%	22 100
Vote 3 - SPATIAL PLANNING & DELEOPMENT		-	500	500	-	425	250	175	70%	500
Vote 4 - BUDGET & TREASURY		206 037	6 000	6 000	1 112	2 649	3 000	(351)	-12%	6 000
Vote 5 - TECHNICAL SERVICES		112 967	206 000	206 000	20 084	135 978	103 000	32 978	32%	206 000
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	345 988	289 600	289 600	25 199	176 687	144 800	31 887	22%	289 600
<b>Total Capital Expenditure</b>		345 988	289 600	289 600	25 199	176 687	144 800	31 887	22%	289 600

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

Capital Expenditure 2022/2023				
No.	Description	Budget	Actuals	Percentages
1	Cost:Acquisitions Corp Serv Acquisition of Furniture & Fittings	-	5,600.00	0%
2	Cost:Acquisitions Corp Serv Construction of Municipal Office Building(new)	52,000,000.00	29,164,048.50	56%
3	Acquisitions:Outsourced bungeni stadium	2,000,000.00	869,565.22	43%
4	Cost:Acquisitions Asset Man Other Equipment(new)	1,806,000.00	1,779,894.48	99%
5	Acquisitions:Outsourced Comm & Soc Serv Hall & Facili Development of Market Stalls	4,000,000.00	374,000.00	0%
6	Cost:Acquisitions Comm & Soc Serv Hall & Facili Development of Market Stalls	-	18,200.00	0%
7	Cost:Acquisitions Vuwani Sports Centre	1,000,000.00	-	0%
8	Cost:Acquisitions NURSERY AT MALAMULELE	500,004.00	28,510.00	6%
9	Acquisitions:Outsourced light industries; flea market and agricultural hubs	500,000.00	425,306.84	85%
10	Acquisitions:Outsourced CONSTRUCTION OF DAVHANA STADIUM	9,638,300.00	2,443,105.83	0%
11	Cost:Acquisitions Acquisitions ELECTRIFICATION OF Various villages	-	352,956.53	0%
12	Cost:Acquisitions Electrification of Mabiligwe	5,000,000.00	4,665,232.72	93%
13	Cost:Acquisitions street light at 14 wards ( 210) excluding ward 1;13 & 25	10,000,000.00	9,230,244.49	92%
14	Acquisitions:Outsourced Refurbishment of Malamulele Taxi Rank	3,500,000.00	-	0%
15	Cost:Acquisitions Acquisitions of Furniture	970,000.00	49,000.00	5%
16	Cost:Acquisitions Sports & Rec facilities Upgrading of Malamulele Stadium	9,000,000.00	5,452,983.74	61%
17	Acquisitions:Outsourced TESTING STATION AT HLANAGNANI AND SASELAMANI	1,000,000.00	-	0%
18	Acquisitions:Outsourced CONSTRUCTION OF JOSEFA RING ROAD-MIG	12,000,000.00	10,992,569.02	92%
19	Acquisitions:Outsourced CONSTRUCTION OF XIHOSANA RING ROAD- MIG	8,000,000.00	3,482,034.78	44%
20	Acquisitions:Outsourced Construction of Tiyani mall intersection	3,500,000.00	-	0%
21	Acquisitions:Outsourced MAGOMANI ROAD 2.5KM	7,000,000.00	2,312,118.12	33%
22	Acquisitions:Outsourced Olifantshoek Road 2.5 km	7,000,000.00	5,355,524.08	77%
23	Acquisitions:Outsourced PLAN AND CONSTRUCT OF MALAMULELE D EXT 3 INTERNAL STREET PHA	11,000,000.00	869,565.22	8%
24	Acquisitions:Outsourced Phaphazela road 2.5 km	7,000,000.00	4,298,771.25	61%
25	Acquisitions:Outsourced Rehabilitation of Vuwani Internal streets	19,000,000.00	17,327,952.67	91%
26	Acquisitions:Outsourced construction of 2;5 at gidjana ring road	1,000,000.00	-	0%
27	Acquisitions:Outsourced construction of 2;5 at masakona ring road	1,000,000.00	-	0%
28	Acquisitions:Outsourced construction of 2;5 at misevhe A;B;C &D ring road	1,000,000.00	-	0%
29	Acquisitions:Outsourced construction of 2;5 at muchipisi ring road	1,000,000.00	-	0%
30	Acquisitions:Outsourced designs for construction at botsoleni access road to public	1,000,000.00	-	0%

31	Acquisitions:Outsourced designs for construction at jim jones access road to public	1,000,000.00	-	0%
32	Acquisitions:Outsourced designs for construction at masia headkraal access road to	1,000,000.00	-	0%
33	Acquisitions:Outsourced designs for construction at nghezimanil access road to	1,000,000.00	-	0%
34	Acquisitions:Outsourced to construct a storm water channel at malamulele B	6,111,000.00	33.53	0%
35	Cost:Acquisitions Road Tech Serv Plant & Machinery	9,224,000.00	9,220,710.57	100%
36	Cost:Acquisitions ALTEIN ROAD 2.5KM	7,000,000.00	1,151,259.08	16%
37	Cost:Acquisitions Low Level Bridges	3,500,000.00	786,392.55	22%
38	Cost:Acquisitions Mdavula Ring Road	24,500,000.00	23,659,324.68	97%
39	Cost:Acquisitions Mphambho Ring Road	27,750,700.00	26,457,318.16	95%
40	Cost:Acquisitions Opening and Widening of Streets in Business Park	10,500,000.00	4,080,126.24	39%
41	Cost:Acquisitions Upgrading of Malamulele D Extension 3	10,000,000.00	9,243,832.35	92%
42	Acquisitions:Outsourced Solid Waste Landfill Xigalo land fill site	7,000,000.00	2,590,521.71	37%
43	Cost:Acquisitions Refuse Bins and Bulk Containers	600,000.00	-	0%
	<b>Total Capital Expenditure</b>	<b>289,600,004.00</b>	<b>176,686,702.36</b>	<b>61%</b>

Below is the breakdown in terms of grants funded projects:

<b>NO</b>	<b>Description</b>	<b>Budget</b>	<b>Actual</b>	<b>Percentage</b>	
1	Acquisitions:Outsourced bungeni stadium	5,000,000.00	-	0%	
2	Acquisitions:Outsourced CONSTRUCTION OF DAVHANA STADIUM	9,638,300.00	2,443,105.83	25%	
3	Cost:Acquisitions Sports & Rec facilities Upgrading of Malamulele Stadium	4,000,000.00	4,000,000.00	100%	
4	Acquisitions:Outsourced CONSTRUCTION OF JOSEFA RING ROAD-MIG	15,000,000.00	9,188,204.18	61%	
5	Acquisitions:Outsourced CONSTRUCTION OF XIHOSANA RING ROAD- MIG	15,000,000.00	3,482,034.78	23%	
6	Cost:Acquisitions Mdavula Ring Road	19,500,000.00	19,500,000.00	100%	
7	Cost:Acquisitions Mphambho Ring Road	19,750,700.00	19,750,700.00	100%	
8	Acquisitions:Outsourced Solid Waste Landfill Xigalo land fill site	7,000,000.00	2,590,521.71	37%	
		<b>94,889,000.00</b>	<b>60,954,566.50</b>	<b>64%</b>	
				<b>Total Capital</b>	<b>289,600,004</b>
				<b>MIG</b>	<b>21%</b>
<b>NO</b>	<b>Description</b>	<b>Budget</b>	<b>Actual</b>	<b>Percentage</b>	
1	Cost:Acquisitions Electrification of Mabiligwe	5,000,000.00	5,000,000.00	100%	
		<b>5,000,000.00</b>	<b>5,000,000.00</b>	<b>100%</b>	
				<b>Total Capital</b>	<b>289,600,004</b>
				<b>INEP</b>	<b>2%</b>

MIG

MIG funded projects contributes 32% of the total capital budget and it has since spent 21% of the total capital budget.

INEP

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

## INTERNAL FUNDED

The internal funded projects contribute 66% of the total capital budget and it has since spent 38% of the total actual expenditure as at 31 December 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 176 686 million. (Table C5 Capex)

- Cost: Acquisitions Corp Serv Construction of Municipal Office Building (new) – 1. The contractor is busy with the construction of retaining wall, storm water, form work and pouring of concrete columns, construction of the 1st floor slab, brick work, electrical work, fixing of steel the first floor slab and construction of guard house and refuse room. The overall progress is at 38%.
- Acquisitions: Outsourced bungeni stadium. The Project was appraised on the 07th of September 2022, wait for comments from MISA and COGHSTA.
- Cost: Acquisitions Asset Man Other Equipment(new)-ongoing
- Acquisitions: Outsourced Comm & Soc Serv Hall & Facili Development of Market Stalls- The Project is under design stage.
- Cost:Acquisitions Vuwani Sports Centre- Project under procurement
- Cost:Acquisitions NURSERY AT MALAMULELE
- Acquisitions:Outsourced light industries; flea market and agricultural hubs
- Acquisitions:Outsourced CONSTRUCTION OF DAVHANA STADIUM- The Project was handed over to the Contractor on 07th of October 2022.
- Cost:Acquisitions Electrification of Mabiligwe- Project completed 100%
- Cost:Acquisitions street light at 14 wards ( 210) excluding ward 1;13 & 25- Development of Specification and submit to SCM for advertising
- Acquisitions:Outsourced Refurbishment of Malamulele Taxi Rank-Development of specification.
- Cost:Acquisitions Acquisitions of Furniture-
- Cost:Acquisitions Sports & Rec facilities Upgrading of Malamulele Stadium- The Project is complete.
- Acquisitions:Outsourced TESTING STATION AT HLANAGNANI AND SASELAMANI- Advertisement and Appointment of Contractor

- Acquisitions:Outsourced CONSTRUCTION OF JOSEFA RING ROAD-MIG- The Project was submitted to COGHSTA for budget adjustment.
- Acquisitions:Outsourced CONSTRUCTION OF XIHOSANA RING ROAD- MIG- The Project was handed over to the Contractor on 07th of October 2022.
- Acquisitions:Outsourced Construction of Tiyani mall intersection-Appointment of the Engineer.
- Appointment of Engineer and Development of Preliminary Designs and Detailed Designs
- Acquisitions:Outsourced MAGOMANI ROAD 2.5KM-- The Project was handed over to the Contractor on 07th of October 2022.
- Acquisitions:Outsourced Olifantshoek Road 2.5 km-- The Project was handed over to the Contractor on 07th of October 2022.
- Acquisitions:Outsourced Phaphazela road 2.5 km- The Project was handed over to the Contractor on 07th of October 2022.
- 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 is 66%
- Acquisitions:Outsourced construction of 2;5 at gidjana ring road- Appointment of the Engineer.
- Acquisitions:Outsourced construction of 2;5 at masakona ring road- Appointment of the Engineer.
- Acquisitions:Outsourced construction of 2;5 at misevhe A;B;C &D ring road- Appointment of the Engineer.
- Acquisitions:Outsourced construction of 2;5 at muchipisi ring road- Appointment of the Engineer.
- Acquisitions:Outsourced designs for construction at botsoleni access road to public- Appointment of the Engineer.
- Acquisitions:Outsourced designs for construction at jim jones access road to public- Appointment of the Engineer.
- Acquisitions:Outsourced designs for construction at masia headkraal access road to- Appointment of the Engineer.
- Acquisitions:Outsourced designs for construction at ngezimanil access road to- Appointment of the Engineer .
- Acquisitions:Outsourced to construct a storm water channel at malamulele B- Development of specifications.
- Cost:Acquisitions Road Tech Serv Plant & Machinery-ongoing
- Cost:Acquisitions ALTEIN ROAD 2.5KM- The Project was handed over to the Contractor on 07th of October 2022.
- Cost:Acquisitions Low Level Bridges-Development of specifications.
- Cost:Acquisitions Mdavula Ring Road- The Contractor is currently busy with relocation of services, construction of roadbed, selected layer and sub base, and installation of 80mm interlock paving and kerbing. The overall progress is 73%
- Cost:Acquisitions Mphambho Ring Road- The Contractor is currently busy with layer works, installation of pipe culverts, Installation of Brick 80mm Brick paving and Installation of Kerbs and Construction of Concrete V- drain. The overall progress is 85%
- Cost:Acquisitions Opening and Widening of Streets in Business Park- The Contractor is currently busy installing the culverts and road layer works. The overall progress is at 57%
- Cost:Acquisitions Upgrading of Malamulele D Extension 3- The Contractor is currently busy installing the kerbs and paving. The overall progress is at 78%.
- Acquisitions:Outsourced Solid Waste Landfill Xigalo land fill site-Practical handover was done on the 25th of August 2022.



## 2.6 Collins Chabane Local Municipality - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend – M05 December

As at 31 December 2022, the municipality had spent R 176 687 million in capital expenditure. The capital budget of R 14,000 million on the upgrading of existing assets relates to the upgrading of Malamulele stadium having a budget of R 4 000 million and upgrading of Malamulele D ext at R10 million. The municipality has since spent R 7 362 million as at 31 December 2022 against the budget projection of R 7 000 million on upgrade of existing assets.

LIM345 Collins Chabane - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2021/22	Budget Year 2022/23							
	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	32 072	24 133	24 133	40 926	40 926	24 133	(16 793)	-69.6%	14%
August	18 416	24 133	24 133	22 995	63 920	48 267	(15 654)	-32.4%	22%
September	23 940	24 133	24 133	11 410	75 330	72 400	(2 930)	-4.0%	26%
October	22 324	24 133	24 133	18 035	93 366	96 533	3 168	3.3%	32%
November	37 087	24 133	24 133	58 121	151 487	120 667	(30 821)	-25.5%	52%
December	22 068	24 133	24 133	25 199	176 687	144 800	(31 887)	-22.0%	61%
January	6 539	24 133	24 133	-	-	168 933	-	-	-
February	32 463	24 133	24 133	-	-	193 067	-	-	-
March	25 643	24 133	24 133	-	-	217 200	-	-	-
April	15 553	24 133	24 133	-	-	241 333	-	-	-
May	24 015	24 133	24 133	-	-	265 467	-	-	-
June	85 867	24 133	24 133	-	-	289 600	-	-	-
<b>Total Capital expenditure</b>	<b>345 988</b>	<b>289 600</b>	<b>289 600</b>	<b>176 687</b>					

## **2.7 Collins Chabane Local Municipality - Table C6 Monthly Budget Statement - Financial Position – M06 December**

The municipality has an opening cash balance of R 296,846 million at the beginning of the financial year and the balance as at 31 December 2022 is R 300 172 million with a projection of R 274,548 million, the balance includes of the investment capital and accrued interest of R 69 382 million. There is an increase of current assets from the audited balance of R 495 552 million to R 457 469 million in the 2022/2023 financial year. The total non-current assets increased from R 1 ,325, 955 billion to R 1 ,541 ,362 billion in the 2022/2023 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 122 794 million that include among others creditors and retention amounting to R 36 053 million. Based on the municipality current assets of R 457 469 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 1,575,602 billion (audited 2021/22) to R 1,759,564 billion in the current financial year.

LIM345 Collins Chabane - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2021/22	Budget Year 2022/23			
		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		296 223	274 548	274 548	234 851	274 548
Call investment deposits		114 488	123 057	123 057	114 488	123 057
Consumer debtors		23 572	98 750	98 750	38 646	98 750
Other debtors		57 422	50 626	50 626	66 341	50 626
Current portion of long-term receivables		–	–	–	–	–
Inventory		3 846	16 173	16 173	3 143	16 173
<b>Total current assets</b>		<b>495 552</b>	<b>563 154</b>	<b>563 154</b>	<b>457 469</b>	<b>563 154</b>
<b>Non current assets</b>						
Long-term receivables		–	–	–	–	–
Investments		(5 363)	100 000	100 000	62 837	100 000
Investment property		2 060	3 800	3 800	2 060	3 800
Investments in Associate		–	–	–	–	–
Property, plant and equipment		1 323 055	1 267 648	1 267 648	1 470 262	1 267 648
Biological		–	–	–	–	–
Intangible		5 076	3 758	3 758	5 076	3 758
Other non-current assets		1 127	1 127	1 127	1 127	1 127
<b>Total non current assets</b>		<b>1 325 955</b>	<b>1 376 333</b>	<b>1 376 333</b>	<b>1 541 362</b>	<b>1 376 333</b>
<b>TOTAL ASSETS</b>		<b>1 821 507</b>	<b>1 939 486</b>	<b>1 939 486</b>	<b>1 998 832</b>	<b>1 939 486</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Borrowing		3 110	–	–	3 110	–
Consumer deposits		5 694	318	318	5 704	318
Trade and other payables		86 260	125 157	125 157	79 613	125 157
Provisions		34 368	23 675	23 675	34 368	23 675
<b>Total current liabilities</b>		<b>129 432</b>	<b>149 150</b>	<b>149 150</b>	<b>122 794</b>	<b>149 150</b>
<b>Non current liabilities</b>						
Borrowing		3 771	–	–	3 771	–
Provisions		112 702	125 547	125 547	112 702	125 547
<b>Total non current liabilities</b>		<b>116 473</b>	<b>125 547</b>	<b>125 547</b>	<b>116 473</b>	<b>125 547</b>
<b>TOTAL LIABILITIES</b>		<b>245 905</b>	<b>274 697</b>	<b>274 697</b>	<b>239 267</b>	<b>274 697</b>
<b>NET ASSETS</b>	<b>2</b>	<b>1 575 602</b>	<b>1 664 789</b>	<b>1 664 789</b>	<b>1 759 564</b>	<b>1 664 789</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		1 587 178	1 664 789	1 664 789	1 759 564	1 664 789
Reserves		–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>1 587 178</b>	<b>1 664 789</b>	<b>1 664 789</b>	<b>1 759 564</b>	<b>1 664 789</b>

## **CASH FLOW**

### **2.7 Collins Chabane Local Municipality - Table C7 Monthly Budget Statement - Cash Flow – M06 December**

#### **2.7.6 Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts – M06 December**

The municipality has a cash balance of R 230 790 million at the end of 31 December 2022, the balance excludes of the investment capital amount and the interest accrued from the Nedbank and First National Bank.

The amount of R 230 790 million is sitting on the primary bank account, which is risky, however the municipality had invested R 68,200 million with Nedbank in the current financial year to minimise the risk and generate an interest from investment. The Municipality closed the 2021/22 financial year with a balance of R 296,874 million. It must be noted that the is an investment of R68,200 million has been subsequently invested with First National Bank and Nedbank. The municipality has so far earned an interest of R 1 182 million on investment account.

LIM345 Collins Chabane - Table C7 Monthly Budget Statement - Cash Flow - M06 December

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
<b>R thousands</b>	<b>1</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		13 095	10 583	10 583	3 739	7 656	5 292	2 364	45%	10 583
Service charges		1 610	1 927	1 927	127	1 025	964	61	6%	1 927
Other revenue		16 905	32 730	32 730	756	8 779	16 365	(7 586)	-46%	32 730
Transfers and Subsidies - Operational		496 763	458 352	458 452	153 723	363 047	344 054	18 993	6%	458 452
Transfers and Subsidies - Capital		15 000	98 889	98 889	-	5 000	73 539	(68 539)	-93%	98 889
Interest		122	15 118	15 118	-	-	7 559	(7 559)	-100%	15 118
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(356 597)	(353 622)	(353 722)	(87 309)	(368 841)	(176 851)	191 990	-109%	(353 722)
Finance charges		-	-	-	-	-	-	-		-
Transfers and Grants		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>186 898</b>	<b>263 978</b>	<b>263 978</b>	<b>71 036</b>	<b>16 665</b>	<b>270 922</b>	<b>254 256</b>	<b>94%</b>	<b>263 978</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		105 363	-	-	-	(68 200)	100 000	(168 200)	-168%	-
<b>Payments</b>										
Capital assets		(357 724)	(289 600)	(289 600)	(66 026)	(217 214)	(144 800)	72 414	-50%	(289 600)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(252 361)</b>	<b>(289 600)</b>	<b>(289 600)</b>	<b>(66 026)</b>	<b>(285 414)</b>	<b>(44 800)</b>	<b>240 614</b>	<b>-537%</b>	<b>(289 600)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		5 376	-	-	0	10	(318)	328	-103%	-
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>5 376</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>10</b>	<b>(318)</b>	<b>(328)</b>	<b>103%</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>										
Cash/cash equivalents at beginning:		423 227	423 227	423 227		410 711	423 227			410 711
Cash/cash equivalents at month/year end:		363 141	397 605	397 605		141 972	649 031			385 089

## 2.8 Table SC4 Monthly Budget Statement - aged creditors

The municipality's outstanding payments as at 31 December 2022 is R 1 246 million, the total is made up of:

- R 121 thousand: outstanding payments between 0 to 30 days,
- R 190 thousand: outstanding payments 31 to 60 days,
- R 0 thousand: outstanding payments 61 to 90 days,
- R 62 thousand: outstanding payments 91 to 120 days
- R 17 thousand: outstanding payments 121 to 150 days
- R 5 thousand: outstanding payments 151 to 180 days
- R 135 thousand: outstanding payments 181 to 210 days
- R 716 thousand: outstanding payments 211 to 240 days

These exclude the retention amount of R 36,053 million that is catered for in the statement of financial position

The municipality has a retention of R 36 053 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 121 thousand of outstanding creditors is within 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 2,800 million relating to the PAYE deductions. The total balance of the creditors including the PAYE amount will be R 4 046 million.

**LIM345 Collins Chabane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December**

Description	NT Code	Budget Year 2022/23								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
<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	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	121	190	0	62	17	5	135	716	1 246
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>121</b>	<b>190</b>	<b>0</b>	<b>62</b>	<b>17</b>	<b>5</b>	<b>135</b>	<b>716</b>	<b>1 246</b>

**2.9 Collins Chabane Local Municipality - Supporting Table SC3 Monthly Budget Statement - aged debtors – M06 December**

The table below indicates that the municipality’s outstanding debtors of R 250,767 million as at 31 December 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, R 9 million was impaired in the previous year for Vuwani residential debts and must also be noted that the action was made to encourage Vuwani residents to pay their current year and future debts.

LIM345 Collins Chabane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2022/23										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.To 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														
<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	2 700	2 591	2 459	2 478	2 420	3 388	12 623	102 793	131 453	123 703	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	495	468	433	428	383	372	1 723	21 641	25 942	24 546	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	796	796	779	762	747	723	3 417	15 036	23 056	20 686	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	67	40	35	46	47	50	239	69 791	70 315	70 173	-	-	
<b>Total By Income Source</b>	<b>2000</b>	<b>4 058</b>	<b>3 894</b>	<b>3 706</b>	<b>3 714</b>	<b>3 598</b>	<b>4 532</b>	<b>18 003</b>	<b>209 262</b>	<b>250 767</b>	<b>239 109</b>	<b>-</b>	<b>-</b>	
<b>2022/23 - totals only</b>		<b>5 728</b>	<b>3 688</b>	<b>3 798</b>	<b>3 561</b>	<b>3 561</b>	<b>3 488</b>	<b>35 108</b>	<b>176 749</b>	<b>235 682</b>	<b>222 468</b>	<b>-</b>	<b>-</b>	
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	1 833	1 816	1 708	1 715	1 684	2 403	8 599	59 770	79 529	74 171	-	-	
Commercial	2300	573	484	466	462	435	457	2 706	17 703	23 286	21 763	-	-	
Households	2400	1 652	1 594	1 532	1 536	1 479	1 672	6 699	131 788	147 952	143 175	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>4 058</b>	<b>3 894</b>	<b>3 706</b>	<b>3 714</b>	<b>3 598</b>	<b>4 532</b>	<b>18 003</b>	<b>209 262</b>	<b>250 767</b>	<b>239 109</b>	<b>-</b>	<b>-</b>	

## 2.10 Table SC13c Monthly Budget Statement - Expenditure on repairs and maintenance by asset class- M06 December

The total budget for repairs and maintenance budgeted to R 17,362 million, the actual spending is at 93% or R 8 068 million against the projection budget of R 8 681 million.

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

- Electricity repairs and maintenance budgeted at R 3,000 million, the actual spent was R 2 917 million against the projected budget of R 1 500 million which shows 94% overspending.



- Vehicle repairs and maintenance budgeted to R 1,362 million, actual spent was R 1 350 million against the projected budget of R 681 thousand that shows 98% overspending.
- Road repairs and maintenance budgeted to R 10 million and actual spent of R 3 391 million against projection budget of R 5 000 million that shows 68% spending against the projection budget.

LIM345 Collins Chabane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 December

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									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		20 306	16 000	16 000	771	6 718	8 000	1 282	16.0%	16 000
Roads Infrastructure		3 272	10 000	10 000	771	3 391	5 000	1 609	32.2%	10 000
Roads		3 272	10 000	10 000	771	3 391	5 000	1 609	32.2%	10 000
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection		-	-	-	-	-	-	-	-	-
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		15 974	3 000	3 000	-	2 917	1 500	(1 417)	-94.5%	3 000
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-	-
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-	-
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		-	-	-	-	-	-	-	-	-
LV Networks		15 974	3 000	3 000	-	2 917	1 500	(1 417)	-94.5%	3 000
Capital Spares		-	-	-	-	-	-	-	-	-

LIM345 Collins Chabane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 December

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
<b>R thousands</b>	1									
Depots		-	-	-	-	-	-	-		-
Capital Spares		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Staff Housing		-	-	-	-	-	-	-		-
Social Housing		-	-	-	-	-	-	-		-
Capital Spares		-	-	-	-	-	-	-		-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
<b>Intangible Assets</b>		-	-	-	-	-	-	-		-
Servitudes		-	-	-	-	-	-	-		-
Licences and Rights		-	-	-	-	-	-	-		-
Water Rights		-	-	-	-	-	-	-		-
Effluent Licenses		-	-	-	-	-	-	-		-
Solid Waste Licenses		-	-	-	-	-	-	-		-
Computer Software and Applications		-	-	-	-	-	-	-		-
Load Settlement Software Applications		-	-	-	-	-	-	-		-
Unspecified		-	-	-	-	-	-	-		-
<b>Computer Equipment</b>		-	-	-	-	-	-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
<b>Furniture and Office Equipment</b>		-	-	-	-	-	-	-		-
Furniture and Office Equipment		-	-	-	-	-	-	-		-
<b>Machinery and Equipment</b>		-	-	-	-	-	-	-		-
Machinery and Equipment		-	-	-	-	-	-	-		-
<b>Transport Assets</b>		1 727	1 362	1 362	19	1 350	681	(669)	-98.2%	1 362
Transport Assets		1 727	1 362	1 362	19	1 350	681	(669)	-98.2%	1 362
<b>Land</b>		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
<b>Total Repairs and Maintenance Expenditure</b>	1	22 033	17 362	17 362	791	8 068	8 681	613	7.1%	17 362

## **2.11 Collins Chabane Local Municipality - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits – M06 December**

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.

### **2.11.6 COUNCILLORS REMUNIRATION**

- Basic salaries and wages- councillor's basic salaries and wages has been budgeted at R 19,835 million and the actual spending is R 10 688 million against the projected budget of R 9 917 million that shows 8% overspending against the projection budget.
- The councillor's car allowance has been budgeted at R 1,086 million and actual spending of R 341 thousand against the projected budget of R 543 thousand that shows the underspending of 37%.
- Cell phone allowance budget has been budgeted at R 3,336 million and actual spent of R 1 446 million against the projected budget of R 1 668 million that shows the underspending of 13%.

### **2.11.7 SENIORS MANAGERS**

- Basic salaries and Wages-Senior Managers basic salaries and wages is budgeted at R 4,653 million and the actual spending is R 2 305 million against the project budget of R 2 327 million that shows 1% underspending against the projected budget.
- The Senior Manager's car allowance has been budgeted at R 977 thousand and actual spending of R 649 thousand against projected budget of R 507 thousand that shows negative 28% variance.

### 2.11.8 OTHER MUNICIPAL STAFF

- Basic salaries and wages- municipal staff basic salaries and wages has been budgeted to R 98,274 million and the actual spending is R 39 557 million against the projected budget of R 49 137 million which shows an underspending of 19%. The variance is due to late appointment and filling on vacant positions.
- Pension fund- municipal staff pension has been adjusted to R 19,911 million and the actual spent is R 7 726 million against the projected budget of R 9 955 million which shows underspending of 22% against the projected budget.
- Medical aid contribution- municipal staff medical aid contribution has been budgeted at R 12,129 million and the actual spent is R 2 064 million against the projected budget of R 6 064 million that shows an underspending of 66%.
- Overtime - municipal staff overtime has been budgeted to R 376 thousand and the actual spent is R 755 thousand million against the projected budget of R 188 thousand that shows an overspending of 302% against the projected budget.

LIM345 Collins Chabane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

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
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		18 912	19 835	19 835	1 899	10 688	9 917	770	8%	19 835
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		538	1 086	1 086	64	341	543	(202)	-37%	1 086
Cellphone Allowance		3 142	3 336	3 336	259	1 446	1 668	(223)	-13%	3 336
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		3 963	4 079	4 079	328	2 038	2 040	(2)	0%	4 079
<b>Sub Total - Councillors</b>		<b>26 555</b>	<b>28 337</b>	<b>28 337</b>	<b>2 550</b>	<b>14 512</b>	<b>14 168</b>	<b>344</b>	<b>2%</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		3 711	4 653	4 653	394	2 305	2 327	(22)	-1%	4 653
Pension and UIF Contributions		17	947	947	1	6	474	(458)	-99%	947
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		458	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		962	1 014	1 014	104	649	507	142	28%	1 014
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	0	0	0	0	0	(0)	-64%	0
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>5 148</b>	<b>6 615</b>	<b>6 615</b>	<b>499</b>	<b>2 960</b>	<b>3 307</b>	<b>(347)</b>	<b>-11%</b>	<b>6 615</b>
<b>% increase</b>	4		<b>28.5%</b>	<b>28.5%</b>						<b>28.5%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		76 311	98 274	98 274	7 096	39 557	49 137	(9 580)	-19%	98 274
Pension and UIF Contributions		14 721	19 911	19 911	1 378	7 726	9 955	(2 229)	-22%	19 911
Medical Aid Contributions		5 457	12 129	12 129	344	2 064	6 064	(4 000)	-66%	12 129
Overtime		1 888	376	376	134	755	188	567	302%	376
Performance Bonus		7 112	7 919	7 919	1 271	3 407	3 960	(553)	-14%	7 919
Motor Vehicle Allowance		10 311	10 059	10 059	894	5 564	5 029	535	11%	10 059
Cellphone Allowance		6	-	-	-	-	-	-	-	-
Housing Allowances		73	577	577	5	23	289	(265)	-92%	577
Other benefits and allowances		35	1 820	1 820	2	1 708	910	798	88%	1 820
Payments in lieu of leave		927	1 478	1 478	276	948	739	209	28%	1 478
Long service awards		771	242	242	31	290	121	169	140%	242
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>117 614</b>	<b>152 784</b>	<b>152 784</b>	<b>11 431</b>	<b>62 043</b>	<b>76 392</b>	<b>(14 349)</b>	<b>-19%</b>	<b>152 784</b>
<b>% increase</b>	4		<b>29.9%</b>	<b>29.9%</b>						<b>29.9%</b>
<b>Total Parent Municipality</b>		<b>149 317</b>	<b>187 736</b>	<b>187 736</b>	<b>14 480</b>	<b>79 515</b>	<b>93 868</b>	<b>(14 353)</b>	<b>-15%</b>	<b>187 736</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 (9) 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. Out of the 5 advertised interns, only 2 appointed for internal audit.

COLLINS CHABANE MUNICIPALITY MINIMUM COMPETENCY											
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
Shilenge R.R	CPMD	Maluleleke V.N	MFMP in progress	Maluleke G.L	MFMP	Maringa R.M	MFMP	Masuvhelele P	CPMD	Cllr Bila T.J	MFMP
				Radali C	MFMP	Mkhuvele H.S	MFMP	Mamarara L	CPMD	Cllr Lebea M	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	Minyuku V	CPMD	Cllr Mutele T.M	MFMP
						Baloyi P	MFMP	Mabasa T.L	MFMP in progress	Cllr Mukhaha A.J	MFMP
						Mondlane S	MFMP	Pataka T	MFMP in progress	Cllr Masia T.M	MFMP
						Marima	MFMP	Mabasa K	MFMP in progress	Cllr Maluleke S.G	MFMP
						Honwane X	MFMP	Mathonsi N.B	MFMP in progress		
						Napo O	MFMP	Rakgogo P	CPMD		
						Maputla D	MFMP	Maluleke T	CPMD		
						Nukeri I	MFMP	Sithole N	CPMD		
						Sithole G	MFMP	Vandzezi D	CPMD		
						Hlungwani G.P	MFMP	Baloyi B	CPMD		
						Hlungwani A.K	MFMP	Baloyi J	CPMD		
						Mkhubele T	MFMP	Mashaba N	CPMD		
						Maluleke L	MFMP	Maswanganyi N	CPMD		
						Khanyi D	MFMP	Miyambo A	CPMD		
								Sambo R	CPMD		

## SUPPLY CHAIN MANAGEMENT REPORT

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