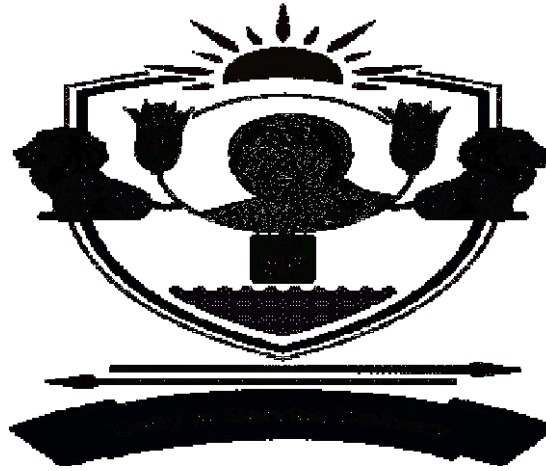


**COLLINS CHABANE  
LOCAL MUNICIPALITY**  
Mincsa 2011 e



# SECTION 52 REPORT FOR PERIOD ENDING SEPTEMBER 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 – M03 September**

### **2.1.1 REVENUE**

In terms of 2021/22 pre-audited figures, the municipality had total revenue (excluding capital transfers) of R 516,718 million and in the current financial year, the annual operational revenue budget is R 599,727 million resulting in an increase of 16% from previous financial year. The municipal revenue is R 202 584 million for the period ending September 2022. The projected operational revenue is R 229 131 million and the operational revenue for the period ending September 2022 is R 202,584 million that shows a negative 12% variance against the year projected budget of R 229,131 million.

The municipality received Equitable share grant amounting to R 177 ,076 million, Municipal Infrastructure Grant (MIG) of R 31,000 million, Finance Management Grant (FMG) of R 2,550 million, Expanded Public Works Programme (EPWP) of R 440 thousand and Integrated National Electrification Programme (INEP) of R 2 000 million as at the end of September 2022. Furthermore, the municipality has received first trench gazetted transfers and subsidies for the period ended September 2022 as per the approved payment schedule and the Division of Revenue Act (DORA).

The operational revenue year to date is R 202,584 million against total projected operational budget of R 229,131 million that shows a negative variance of 12%. The municipality has budgeted R80 million for sales of land (business park) that the municipality did not collect hence the huge variance.

**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 municipality has subsequently submitted the rollover application to 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 recognised 100% on all the capital conditional grants in the first quarter of the current financial year.

The municipality has received R 33,000 million for capital transfer. Of the total capital amount received for capital transfers and subsidies, R 33,000 million has been recognised as revenue. It must be noted that the municipality spent 100% on INEP, and will recognised the remaining balance once all tranches have been received in order to completed the projects.

### **2.1.2 EXPENDITURE**

The municipality had R 426,542 million pre-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 112 528 million on operational expenditure against the projected operational budget of R 102,211 million representing a negative variance of 10%.

The actual operational expenditure of R 112,528 million against the annual budget of R 408,944 million represent 27%, which shows the variance of 63%. The municipality's 2021/22 pre-audited figures for capital expenditure is R 348,217 million whereas the current year capital expenditure budget is R 289,600 million which has a decrease by 17% from previous year.

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 75,330 million against projection of R 72,400 million representing negative 4% 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 2021/22 pre-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 4%. The municipality is currently sitting on R 1 690 166 billion-community wealth against the annual budget of R 1,664,789 billion which represent 101%.

### **2.1.4 CASH FLOWS**

The municipality's 2021/22 pre-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 30 September 2022 is R 344 282 million and is in a good financial condition to cover all its

committed projects and other current liabilities. Included in the cash and cash equivalents is R 118 thousand that is sitting on investment account. The overall cash and cash equivalent balance, as at 30 September 2022 was R 344,282 million.

### **2.1.5 DEBTORS**

The debtors balance for the period ending 30 September 2022 is R 244,648 million. Of the total of R 244,648 million, an amount of R 232,019 million representing 94% is over 90 days.

Total billing for the period ending 30 September 2022 is R 9,712 million with a total year to date collection of R 2,881 million that represent a collection rate of 30% against the year to date billing. The total amount of R 244,648 million is made up of:

- R 77,495 million: government departments,
- R 22,583 million: commercial, and
- R 144,570 million: households
- R 0 thousand: other

### **2.1.6 CREDITORS**

The municipality's outstanding payments as at 30 September 2022 is R 15,830 million, the total is made up of:

- R 13,515 million: outstanding payments between 0 to 30 days,
- R 1,459 million: outstanding payments 31 to 60 days,
- R 5 thousand: outstanding payments 61 to 90 days,
- R 135 thousand: outstanding payments 91 to 120 days
- R 64 thousand: outstanding payments 121 to 150 days
- R 5 thousand: outstanding payments 151 to 180 days
- R 478 thousand: outstanding payments 181 to 210 days

These exclude the retention amount of R 44,126 million that is catered for in the statement of financial position.

**LIM345 Collins Chabane - Table C1 Monthly Budget Statement Summary – M03 September 2022**



Collins Chabance Local Municipality - Table C1 Monthly Budget Statement Summary - M03 September

| Description                                                                                                                                                                                                                                                                | 2021/22          | Budget Year 2022/23 |                  |                 |                  |                |                 |                |                    |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|---------------------|------------------|-----------------|------------------|----------------|-----------------|----------------|--------------------|
|                                                                                                                                                                                                                                                                            | Audited Outcome  | Original Budget     | Adjusted Budget  | Monthly Actual  | YearTD actual    | YearTD budget  | YTD variance    | YTD variance % | Full Year Forecast |
| <b>R thousands</b>                                                                                                                                                                                                                                                         |                  |                     |                  |                 |                  |                |                 |                |                    |
| <b>Financial Performance</b>                                                                                                                                                                                                                                               |                  |                     |                  |                 |                  |                |                 |                |                    |
| Property rates                                                                                                                                                                                                                                                             | 35 596           | 34 777              | 34 777           | 2 774           | 8 405            | 8 694          | (289)           | -3%            | 34 777             |
| Service charges                                                                                                                                                                                                                                                            | 4 882            | 6 424               | 6 424            | 409             | 1 307            | 1 606          | (299)           | -19%           | 6 424              |
| Investment revenue                                                                                                                                                                                                                                                         | 12 783           | 15 118              | 15 118           | 1 302           | 3 690            | 3 780          | (90)            | -2%            | 15 118             |
| Transfers and subsidies                                                                                                                                                                                                                                                    | 442 518          | 458 352             | 458 452          | (717)           | 179 144          | 193 812        | (14 668)        | -8%            | 458 452            |
| Other own revenue                                                                                                                                                                                                                                                          | 20 938           | 84 955              | 84 955           | 2 515           | 10 038           | 21 239         | (11 201)        | -53%           | 84 955             |
| <b>Total Revenue (excluding capital transfers and contributions)</b>                                                                                                                                                                                                       | <b>516 718</b>   | <b>599 627</b>      | <b>599 727</b>   | <b>6 281</b>    | <b>202 584</b>   | <b>229 131</b> | <b>(26 547)</b> | <b>-12%</b>    | <b>599 727</b>     |
| Employee costs                                                                                                                                                                                                                                                             | 123 858          | 159 399             | 159 399          | 11 931          | 32 581           | 39 850         | (7 269)         | -18%           | 159 399            |
| Remuneration of Councillors                                                                                                                                                                                                                                                | 26 555           | 28 337              | 28 337           | 2 251           | 7 396            | 7 084          | 311             | 4%             | 28 337             |
| Depreciation & asset impairment                                                                                                                                                                                                                                            | 48 171           | 44 697              | 44 697           | -               | -                | 11 174         | (11 174)        | -100%          | 44 697             |
| Finance charges                                                                                                                                                                                                                                                            | 72               | -                   | -                | -               | -                | -              | -               | -              | -                  |
| Inventory consumed and bulk purchases                                                                                                                                                                                                                                      | 14 222           | 8 964               | 8 964            | 1 370           | 3 537            | 2 241          | 1 296           | 58%            | 8 964              |
| Transfers and subsidies                                                                                                                                                                                                                                                    | 8 797            | 17 150              | 17 150           | -               | 83               | 4 288          | (4 204)         | -98%           | 17 150             |
| Other expenditure                                                                                                                                                                                                                                                          | 204 868          | 150 296             | 150 296          | 27 603          | 68 931           | 37 574         | 31 357          | 83%            | 150 296            |
| <b>Total Expenditure</b>                                                                                                                                                                                                                                                   | <b>426 542</b>   | <b>408 844</b>      | <b>408 844</b>   | <b>43 154</b>   | <b>112 528</b>   | <b>102 211</b> | <b>10 317</b>   | <b>10%</b>     | <b>408 844</b>     |
| <b>Surplus/(Deficit)</b>                                                                                                                                                                                                                                                   | <b>90 176</b>    | <b>190 783</b>      | <b>190 883</b>   | <b>(36 873)</b> | <b>90 056</b>    | <b>126 920</b> | <b>(36 864)</b> | <b>-29%</b>    | <b>190 883</b>     |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)                                                                                                                                                                              | 126 908          | 98 889              | 98 889           | 2 000           | 33 000           | 58 445         | (25 445)        | -44%           | 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>222 485</b>   | <b>289 672</b>      | <b>289 772</b>   | <b>(34 873)</b> | <b>123 056</b>   | <b>185 365</b> | <b>(62 308)</b> | <b>-34%</b>    | <b>289 772</b>     |
| Share of surplus/ (deficit) of associate                                                                                                                                                                                                                                   | -                | -                   | -                | -               | -                | -              | -               | -              | -                  |
| <b>Surplus/ (Deficit) for the year</b>                                                                                                                                                                                                                                     | <b>222 485</b>   | <b>289 672</b>      | <b>289 772</b>   | <b>(34 873)</b> | <b>123 056</b>   | <b>185 365</b> | <b>(62 308)</b> | <b>-34%</b>    | <b>289 772</b>     |
| <b>Capital expenditure &amp; funds sources</b>                                                                                                                                                                                                                             |                  |                     |                  |                 |                  |                |                 |                |                    |
| <b>Capital expenditure</b>                                                                                                                                                                                                                                                 | <b>348 217</b>   | <b>289 600</b>      | <b>289 600</b>   | <b>11 410</b>   | <b>75 330</b>    | <b>72 400</b>  | <b>2 930</b>    | <b>4%</b>      | <b>289 600</b>     |
| Capital transfers recognised                                                                                                                                                                                                                                               | 68 735           | 95 889              | 95 889           | 4 508           | 38 086           | 23 972         | 14 113          | 59%            | 95 889             |
| Borrowing                                                                                                                                                                                                                                                                  | -                | -                   | -                | -               | -                | -              | -               | -              | -                  |
| Internally generated funds                                                                                                                                                                                                                                                 | 52 989           | 193 711             | 193 711          | 6 896           | 37 239           | 48 428         | (11 189)        | -23%           | 193 711            |
| <b>Total sources of capital funds</b>                                                                                                                                                                                                                                      | <b>121 724</b>   | <b>289 600</b>      | <b>289 600</b>   | <b>11 404</b>   | <b>75 325</b>    | <b>72 400</b>  | <b>2 925</b>    | <b>4%</b>      | <b>289 600</b>     |
| <b>Financial position</b>                                                                                                                                                                                                                                                  |                  |                     |                  |                 |                  |                |                 |                |                    |
| Total current assets                                                                                                                                                                                                                                                       | 495 880          | 563 154             | 563 254          | -               | 547 643          | -              | -               | -              | 563 254            |
| Total non current assets                                                                                                                                                                                                                                                   | 1 328 231        | 1 376 333           | 1 376 333        | -               | 1 403 523        | -              | -               | -              | 1 376 333          |
| Total current liabilities                                                                                                                                                                                                                                                  | 131 875          | 149 150             | 149 150          | -               | 135 912          | -              | -               | -              | 149 150            |
| Total non current liabilities                                                                                                                                                                                                                                              | 125 126          | 125 547             | 125 547          | -               | 125 126          | -              | -               | -              | 125 547            |
| <b>Community wealth/Equity</b>                                                                                                                                                                                                                                             | <b>1 582 002</b> | <b>1 664 789</b>    | <b>1 664 889</b> | <b>-</b>        | <b>1 690 166</b> | <b>-</b>       | <b>-</b>        | <b>-</b>       | <b>1 664 889</b>   |
| <b>Cash flows</b>                                                                                                                                                                                                                                                          |                  |                     |                  |                 |                  |                |                 |                |                    |
| Net cash from (used) operating                                                                                                                                                                                                                                             | 186 898          | 263 978             | 264 078          | (25 014)        | 42 848           | 160 167        | 117 319         | 73%            | 264 078            |
| Net cash from (used) investing                                                                                                                                                                                                                                             | (252 361)        | (289 600)           | (289 600)        | (12 281)        | (92 992)         | 27 600         | 120 592         | 437%           | (289 600)          |
| Net cash from (used) financing                                                                                                                                                                                                                                             | 5 376            | -                   | -                | 4               | 3                | (318)          | (321)           | 101%           | -                  |
| <b>Cash/cash equivalents at the month/year end</b>                                                                                                                                                                                                                         | <b>363 141</b>   | <b>397 605</b>      | <b>397 705</b>   | <b>-</b>        | <b>360 570</b>   | <b>610 677</b> | <b>250 106</b>  | <b>41%</b>     | <b>385 189</b>     |
| <b>Debtors &amp; creditors analysis</b>                                                                                                                                                                                                                                    |                  |                     |                  |                 |                  |                |                 |                |                    |
|                                                                                                                                                                                                                                                                            | 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              |
| <b>Debtors Age Analysis</b>                                                                                                                                                                                                                                                |                  |                     |                  |                 |                  |                |                 |                |                    |
| Total By Income Source                                                                                                                                                                                                                                                     | 8 272            | 7 561               | 9 426            | 9 876           | 7 160            | 7 433          | 33 600          | 405 969        | 489 296            |
| <b>Creditors Age Analysis</b>                                                                                                                                                                                                                                              |                  |                     |                  |                 |                  |                |                 |                |                    |
| Total Creditors                                                                                                                                                                                                                                                            | 13 515           | 1 459               | 5                | 135             | 64               | 5              | 170             | 478            | 15 830             |

## **2.2 Table C2 Monthly Budget Statement- Financial Performance (functional classification)- M03 September**

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

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

- Governance and Administration annual revenue budget is R 508,881 million, and the year to date actual revenue is R 194 ,504 million against the projected revenue budget of R 206 ,434 million that shows a negative variance of 6%. The variance is due to interest on investment that has since not earned an interest, the municipality will start earning interest as soon the investment is made.
- Community and Public Safety annual revenue budget is R 558 thousand, the year to date actual revenue is R 79 thousand against the projected revenue budget of R 139 thousand, which represent an under collection of 44%. Included in this amount is rental of facilities (halls and stadiums) and sale of graves.
- Economic and Environmental service has an annual revenue budget of R 177,754 million, the year to date actual revenue is R 38,593 million against the projected revenue budget of R 76, 346 million, which indicates that the actual year to date received against the projected revenue budget to date has a negative variance of 49.4%. Of the total annual revenue budget include R 93,889 million for MIG allocation. The municipality have recognised revenue of R 31,000 relating to the MIG grant as at 30 September 2022. There is a huge budget for sales of stand in Business Park that has zero collection, hence the huge variance.
- Trading Services has a revenue budget of R 11,424 million, the year to date actual revenue is R 2,409 million against the projected revenue budget of R 4,656 million that indicates under collection by 48.3%. The budget includes the R5 million for INEP which the municipality has to date received R2 million and has since spent 100% on INEP projects. There is an amount of R 898 thousand for 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:

- Governance & Administration function has an annual expenditure budget of R 246,085 million, the municipality spent R 73,205 million against the projected budget of R 61,576 million that is 19% over spending. The variance has been explained in table C4 below on individual line items.
- Community and Public Safety has an annual expenditure budget of R 19,114 million, and R 3,812 million spent against the projected budget of R 4,778 million that shows 20% underspending on the projected budget. The variance has been explained in table C4 below for individual line items.
- Economic and Environment service annual expenditure budget is R 98,611 million, and R 30,324 million has been spent against the projected budget of R 24,598 million that indicates overspending of 23%. The variance has been explained in table C4 below for individual line items.
- Trading Service has an annual expenditure budget of R 45,033 million, and R 5,188 million has been spent against the projected budget of R11,258 million, which shows under spending of 54% on the projected budget.

LIM345 Collins Chabane - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

| 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 - Functional</b>                |          |                         |                 |                 |                 |                |                |                 |                |                    |
| <i>Governance and administration</i>       |          | 502 109                 | 508 881         | 508 881         | 4 230           | 194 504        | 206 434        | (11 930)        | -6%            | 508 881            |
| Executive and council                      |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Finance and administration                 |          | 502 109                 | 508 881         | 508 881         | 4 230           | 194 504        | 206 434        | (11 930)        | -6%            | 508 881            |
| Internal audit                             |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| <i>Community and public safety</i>         |          | 333                     | 558             | 558             | 22              | 79             | 139            | (61)            | -44%           | 558                |
| Community and social services              |          | 332                     | 558             | 558             | 22              | 79             | 139            | (61)            | -44%           | 558                |
| Sport and recreation                       |          | 1                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Public safety                              |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Housing                                    |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Health                                     |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| <i>Economic and environmental services</i> |          | 134 434                 | 177 654         | 177 754         | 1 620           | 38 593         | 76 346         | (37 753)        | -49%           | 177 754            |
| Planning and development                   |          | 126 321                 | 167 771         | 167 871         | 858             | 36 889         | 73 875         | (36 986)        | -50%           | 167 871            |
| Road transport                             |          | 8 113                   | 9 883           | 9 883           | 762             | 1 704          | 2 471          | (766)           | -31%           | 9 883              |
| Environmental protection                   |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| <i>Trading services</i>                    |          | 12 150                  | 11 424          | 11 424          | 2 409           | 2 409          | 4 656          | (2 248)         | -48%           | 11 424             |
| Energy sources                             |          | 12 150                  | 5 000           | 5 000           | 2 000           | 2 000          | 3 050          | (1 050)         | -34%           | 5 000              |
| Water management                           |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Waste water management                     |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Waste management                           |          | -                       | 6 424           | 6 424           | 409             | 409            | 1 606          | (1 198)         | -75%           | 6 424              |
| Other                                      | 4        | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| <b>Total Revenue - Functional</b>          | <b>2</b> | <b>649 027</b>          | <b>698 516</b>  | <b>698 616</b>  | <b>8 281</b>    | <b>235 584</b> | <b>287 576</b> | <b>(51 992)</b> | <b>-18%</b>    | <b>698 616</b>     |
| <b>Expenditure - Functional</b>            |          |                         |                 |                 |                 |                |                |                 |                |                    |
| <i>Governance and administration</i>       |          | 282 704                 | 246 085         | 246 385         | 26 713          | 73 205         | 61 576         | 11 629          | 19%            | 246 385            |
| Executive and council                      |          | 38 600                  | 49 255          | 49 255          | 3 531           | 11 274         | 12 314         | (1 040)         | -8%            | 49 255             |
| Finance and administration                 |          | 238 187                 | 190 638         | 190 938         | 22 883          | 61 085         | 47 714         | 13 370          | 28%            | 190 938            |
| Internal audit                             |          | 5 917                   | 6 193           | 6 193           | 299             | 846            | 1 548          | (702)           | -45%           | 6 193              |
| <i>Community and public safety</i>         |          | 23 028                  | 19 114          | 19 114          | 1 422           | 3 812          | 4 778          | (967)           | -20%           | 19 114             |
| Community and social services              |          | 12 895                  | 4 406           | 4 406           | 509             | 1 126          | 1 102          | 24              | 2%             | 4 406              |
| Sport and recreation                       |          | 758                     | 2 597           | 2 597           | 120             | 390            | 649            | (260)           | -40%           | 2 597              |
| Public safety                              |          | 9 375                   | 12 110          | 12 110          | 792             | 2 296          | 3 028          | (731)           | -24%           | 12 110             |
| Housing                                    |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Health                                     |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| <i>Economic and environmental services</i> |          | 79 574                  | 98 611          | 98 311          | 12 580          | 30 324         | 24 598         | 5 725           | 23%            | 98 311             |
| Planning and development                   |          | 47 639                  | 48 591          | 48 291          | 10 084          | 19 802         | 12 093         | 7 709           | 64%            | 48 291             |
| Road transport                             |          | 31 935                  | 49 361          | 49 361          | 2 496           | 10 522         | 12 340         | (1 819)         | -15%           | 49 361             |
| Environmental protection                   |          | -                       | 659             | 659             | -               | -              | 165            | (165)           | -100%          | 659                |
| <i>Trading services</i>                    |          | 41 237                  | 45 033          | 45 033          | 2 440           | 5 188          | 11 258         | (6 071)         | -54%           | 45 033             |
| Energy sources                             |          | 23 415                  | 20 014          | 20 014          | 1 534           | 2 449          | 5 003          | (2 554)         | -51%           | 20 014             |
| Water management                           |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Waste water management                     |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| Waste management                           |          | 17 822                  | 25 020          | 25 020          | 906             | 2 739          | 6 255          | (3 516)         | -56%           | 25 020             |
| Other                                      |          | -                       | -               | -               | -               | -              | -              | -               | -              | -                  |
| <b>Total Expenditure - Functional</b>      | <b>3</b> | <b>426 542</b>          | <b>408 844</b>  | <b>408 844</b>  | <b>43 154</b>   | <b>112 528</b> | <b>102 211</b> | <b>10 317</b>   | <b>10%</b>     | <b>408 844</b>     |
| <b>Surplus/ (Deficit) for the year</b>     |          | <b>222 485</b>          | <b>289 672</b>  | <b>289 772</b>  | <b>(34 873)</b> | <b>123 056</b> | <b>185 365</b> | <b>(62 308)</b> | <b>-34%</b>    | <b>289 772</b>     |

## **2.3 Collins Chabane Local Municipality Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) – M03 September**

Table C3 below shows the Revenue and Expenditure per vote.

### **2.3.6 REVENUE BY VOTE**

- Budget and Treasury has an annual revenue budget of R 508,881 million, the year to date actual revenue is R 194 504 million against the projected budget of R206,434 million that resulted in a negative variance of 5.8%. The revenue comprises of operational grants and other revenue services, shown in detail on table C4. The Equitable shares grant has a total budget of R 454,043 million and the first tranche has been received as per gazetted.
- Technical Services have an annual budget of R 110,531 million; the year to date actual revenue was R 35,144 million against the projected budget of R61,355 million that shows negative variance of 42,7%. Included in the year to date revenue are the capital grants that has been recognised as at 30 September 2022.

### **2.3.7 EXPENDITURE BY VOTE**

- Corporate services have an annual budget of R 111,763 million, the year to date spending by vote is R 47,970 million against the projected expenditure budget of R 27,995 million that shows overspending by 71.3% of the projected expenditure budget.
- Community services have an annual budget of R 45,396 million, the year to date actual by vote was R 7,020 million against the projected expenditure budget of R 11,349 million that shows underspending of 38% of the projected expenditure budget.
- Spatial Planning & Development have the annual budget of R 42,474 million, the year to date spending by vote was R 16,711 million against the projected expenditure budget of R 10,564 million which shows an overspending of 58.2% of the projected expenditure budget.

- Budget and Treasury annual budget is R 113,280 million, the year to date spending by vote is R 20,932 million against the projected budget of R 28,315 million that shows underspending of 26% of the projected expenditure budget.
- Technical services annual budget is R 76,264 million, the year to date spending by vote is R 13 752 million against the projected budget of R 19, 066 million which shows overspending of 27.9% of the projected expenditure budget.
- Office of the Municipal Manager has an annual budget of R 19,687 million, the year to date spending by vote is R 6 142 million against the projection budget of R 4,922million that show 24,8% overspending of the projected expenditure budget.

LIM345 Collins Chabane - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

| 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           | 431             | 487            | 1 746          | (1 258)         | -72.1%         | 6 982              |
| Vote 3 - SPATIAL PLANNING & DELEOPMENT   |     | 9 779                   | 72 123          | 72 223          | 858             | 5 449          | 18 041         | (12 592)        | -69.8%         | 72 223             |
| Vote 4 - BUDGET & TREASURY               |     | 502 109                 | 508 881         | 508 881         | 4 230           | 194 504        | 206 434        | (11 930)        | -5.8%          | 508 881            |
| Vote 5 - TECHNICAL SERVICES              |     | 136 805                 | 110 531         | 110 531         | 2 762           | 35 144         | 61 355         | (26 211)        | -42.7%         | 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   | <b>649 027</b>          | <b>698 516</b>  | <b>698 616</b>  | <b>8 281</b>    | <b>235 584</b> | <b>287 576</b> | <b>(51 992)</b> | <b>-18.1%</b>  | <b>698 616</b>     |
| <b>Expenditure by Vote</b>               |     |                         |                 |                 |                 |                |                |                 |                |                    |
|                                          | 1   |                         |                 |                 |                 |                |                |                 |                |                    |
| Vote 1 - CORPORATE SERVICES              |     | 115 896                 | 111 763         | 112 063         | 15 136          | 47 970         | 27 995         | 19 974          | 71.3%          | 112 063            |
| Vote 2 - COMMUNITY SERVICES              |     | 43 001                  | 45 396          | 45 396          | 2 462           | 7 020          | 11 349         | (4 329)         | -38.1%         | 45 396             |
| Vote 3 - SPATIAL PLANNING & DELEOPMENT   |     | 38 065                  | 42 474          | 42 174          | 9 079           | 16 711         | 10 564         | 6 148           | 58.2%          | 42 174             |
| Vote 4 - BUDGET & TREASURY               |     | 148 038                 | 113 260         | 113 260         | 10 282          | 20 932         | 28 315         | (7 383)         | -26.1%         | 113 260            |
| Vote 5 - TECHNICAL SERVICES              |     | 57 303                  | 76 264          | 76 264          | 4 282           | 13 752         | 19 066         | (5 314)         | -27.9%         | 76 264             |
| Vote 6 - OFFICE OF THE MUNICIPAL MANAGER |     | 24 239                  | 19 687          | 19 687          | 1 913           | 6 142          | 4 922          | 1 220           | 24.8%          | 19 687             |
| 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   | <b>426 542</b>          | <b>408 844</b>  | <b>408 844</b>  | <b>43 154</b>   | <b>112 528</b> | <b>102 211</b> | <b>10 317</b>   | <b>10.1%</b>   | <b>408 844</b>     |
| <b>Surplus/ (Deficit) for the year</b>   | 2   | <b>222 485</b>          | <b>289 672</b>  | <b>289 772</b>  | <b>(34 873)</b> | <b>123 056</b> | <b>185 365</b> | <b>(62 308)</b> | <b>-33.6%</b>  | <b>289 772</b>     |

## 2.4 Collins Chabane Local Municipality - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) – M03 September

Table C4 below shows the Revenue and Expenditure per item.

### 2.4.6 REVENUE

- **Property rates-** The municipality budgeted an annual amount of R 34,777 million for property rate; the year to date collection on property rate is R 2,314 million against the year to date actual billing of R 8,405 million that shows the collection rate of 28%. The municipality has offered incentives to the customers however, the collection rates have not improved. There is a continuous engagement with different departments and business owners that are owing as an intervention.
- **Refuse revenue-** The municipality has an annual budget of R 6,424 million for refuse revenue, the year to date collection on refuse revenue is R 567 thousand against the year to date actual billing of R 1 307 million that shows the collection rate of 43%.
- **Rental of facilities and equipment-** The municipality has an annual budget of R 210 thousand for rental of facilities and equipment, the year to date actual rental facilities revenue is R 59 thousand against the projected budget of R 52 thousand that shows over collection of 13%. 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 an annual budget of R 15,118 million for interest earned on external investments, and has since earned R 3,690 million against the projected budget of R 3,780 million during the period ended September 2022. It should be noted that the budget and actual amounts on investment includes the primary bank account.
- **Fines, Penalties and forfeits** - The municipality has an annual budget of R 675 thousand and the municipality has recognised traffic fines revenue of R 107 thousand against the projected budget of R 169 thousand which shows the under collection of 37%.
- **Licence and Permits-** The municipality has an annual budget of R 7,214 million on licence and permits, the year to date actual income is R 1,059 million against the projected budget of R 1,803 which shows an under collection of 41%. This item includes the renewal of Spaza licences and permits for new applicants. The year to date actual exclude the September actuals since the Enatis report is generated after the month end closure of the financial system.
- **Agency service-**The municipality has an annual budget of R 2,669 million for agency fees and the year to date actual agency fees is R 670 thousand against the projected budget of R 667 thousand that shows 100% collection of the projection.



- **Transfer and subsidies** - The municipality has an annual budget of R 458,352 million and the year to date actual is R 179 144 million against the projected budget of R 193 812 million that shows negative 8% variance. The negative variance is due to other unspent grants not recognised as revenue as at 30 September 2022.
- **Other Revenue** the municipality has an annual budget to R 73,688 million and year to date actual received is R 8,143 million against the projected budget of R 18,422 million that shows a negative variance of 56%. Included in the other revenue is the sales of stands, sale of tender documents and clearance certificate.

#### 2.4.7 EXPENDITURE

- The budget of **employee related cost** the municipality-have the annual budget of R159,399 million, and the actual spending is R 32,581 million against the projected budget of R 39,850 million that shows less spending of 18%. The reason for less spending is mainly due to non-appointment of new staff.
- **The budget for remuneration of councillor** is budgeted at R 28,337 million for the financial year under review, and the actual spent is R 7,396 million against the projected budget of R 7,084 million that shows the spending of 96%.
- The annual budget for both **debt impairment and depreciation** amount to R5,600 million and R 44,697 million respectively and the actual to date for depreciation is R 0 against the projected budget of R 11,174 million and debt impairment R 0 against the budget of R 1,400 million that shows the negative variance of 100% for both debt impairment and depreciation.
- **Inventory consumed** budgeted at R 8,964 million for the current financial year and the year to date actual spending is R 2,167 thousand against the projected budget of R2,241 million that shows a variance of 58% over consumption. Included in the year to date spending of R 2,167 million, is the R 1,500 million for fuel usage.
- The year to date actual expenditure on the **contracted services** amounted to R 44,627 million against the annual budget of R75,319 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 65,802 for the current financial year and the year to date actual expenditure is R 24,304 million. The projected budget for general expenditure is R 17,333 million. The variance shows the overspending on general expenditure by 40% against the projected budget.

#### 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 123,056 million.

LIM345 Collins Chabane - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

| 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>                                                                                                                                                                                                     |     |                 |                     |                 |                 |                |                |                 |                |                    |
| <b>Revenue By Source</b>                                                                                                                                                                                               |     |                 |                     |                 |                 |                |                |                 |                |                    |
| Property rates                                                                                                                                                                                                         |     | 35 596          | 34 777              | 34 777          | 2 774           | 8 405          | 8 694          | (289)           | -3%            | 34 777             |
| Service charges - electricity revenue                                                                                                                                                                                  |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| Service charges - water revenue                                                                                                                                                                                        |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| Service charges - sanitation revenue                                                                                                                                                                                   |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| Service charges - refuse revenue                                                                                                                                                                                       |     | 4 882           | 6 424               | 6 424           | 409             | 1 307          | 1 606          | (299)           | -19%           | 6 424              |
| Rental of facilities and equipment                                                                                                                                                                                     |     | 166             | 210                 | 210             | 21              | 59             | 52             | 7               | 13%            | 210                |
| Interest earned - external investments                                                                                                                                                                                 |     | 12 783          | 15 118              | 15 118          | 1 302           | 3 690          | 3 780          | (90)            | -2%            | 15 118             |
| Interest earned - outstanding debtors                                                                                                                                                                                  |     | 7 584           | 500                 | 500             | -               | -              | 125            | (125)           | -100%          | 500                |
| Dividends received                                                                                                                                                                                                     |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| Fines, penalties and forfeits                                                                                                                                                                                          |     | 372             | 675                 | 675             | 79              | 107            | 169            | (62)            | -37%           | 675                |
| Licences and permits                                                                                                                                                                                                   |     | 5 097           | 7 214               | 7 214           | 426             | 1 059          | 1 803          | (744)           | -41%           | 7 214              |
| Agency services                                                                                                                                                                                                        |     | 3 148           | 2 669               | 2 669           | 340             | 670            | 667            | 3               | 0%             | 2 669              |
| Transfers and subsidies                                                                                                                                                                                                |     | 442 518         | 458 352             | 458 452         | (717)           | 179 144        | 193 812        | (14 668)        | -8%            | 458 452            |
| Other revenue                                                                                                                                                                                                          |     | 3 506           | 73 688              | 73 688          | 1 648           | 8 143          | 18 422         | (10 279)        | -56%           | 73 688             |
| Gains                                                                                                                                                                                                                  |     | 1 065           | -                   | -               | -               | -              | -              | -               | -              | -                  |
| <b>Total Revenue (excluding capital transfers and contributions)</b>                                                                                                                                                   |     | <b>516 718</b>  | <b>599 627</b>      | <b>599 727</b>  | <b>6 281</b>    | <b>202 584</b> | <b>229 131</b> | <b>(26 547)</b> | <b>-12%</b>    | <b>599 727</b>     |
| <b>Expenditure By Type</b>                                                                                                                                                                                             |     |                 |                     |                 |                 |                |                |                 |                |                    |
| Employee related costs                                                                                                                                                                                                 |     | 123 858         | 159 399             | 159 399         | 11 931          | 32 581         | 39 850         | (7 269)         | -18%           | 159 399            |
| Remuneration of councillors                                                                                                                                                                                            |     | 26 555          | 28 337              | 28 337          | 2 251           | 7 396          | 7 084          | 311             | 4%             | 28 337             |
| Debt impairment                                                                                                                                                                                                        |     | 29 018          | 5 600               | 5 600           | -               | -              | 1 400          | (1 400)         | -100%          | 5 600              |
| Depreciation & asset impairment                                                                                                                                                                                        |     | 48 171          | 44 697              | 44 697          | -               | -              | 11 174         | (11 174)        | -100%          | 44 697             |
| Finance charges                                                                                                                                                                                                        |     | 72              | -                   | -               | -               | -              | -              | -               | -              | -                  |
| Bulk purchases - electricity                                                                                                                                                                                           |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| Inventory consumed                                                                                                                                                                                                     |     | 14 222          | 8 964               | 8 964           | 1 370           | 3 537          | 2 241          | 1 296           | 58%            | 8 964              |
| Contracted services                                                                                                                                                                                                    |     | 103 884         | 78 894              | 75 319          | 19 367          | 44 627         | 18 841         | 25 786          | 137%           | 75 319             |
| Transfers and subsidies                                                                                                                                                                                                |     | 8 797           | 17 150              | 17 150          | -               | 83             | 4 288          | (4 204)         | -98%           | 17 150             |
| Other expenditure                                                                                                                                                                                                      |     | 71 965          | 65 802              | 69 377          | 8 235           | 24 304         | 17 333         | 6 971           | 40%            | 69 377             |
| Losses                                                                                                                                                                                                                 |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| <b>Total Expenditure</b>                                                                                                                                                                                               |     | <b>426 542</b>  | <b>408 844</b>      | <b>408 844</b>  | <b>43 154</b>   | <b>112 528</b> | <b>102 211</b> | <b>10 317</b>   | <b>10%</b>     | <b>408 844</b>     |
| <b>Surplus/(Deficit)</b>                                                                                                                                                                                               |     | <b>90 176</b>   | <b>190 783</b>      | <b>190 883</b>  | <b>(36 873)</b> | <b>90 056</b>  | <b>126 920</b> | <b>(36 864)</b> | <b>(0)</b>     | <b>190 883</b>     |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)                                                                                                                          |     | 126 908         | 98 889              | 98 889          | 2 000           | 33 000         | 58 445         | (25 445)        | (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>222 485</b>  | <b>289 672</b>      | <b>289 772</b>  | <b>(34 873)</b> | <b>123 056</b> | <b>185 365</b> |                 |                | <b>289 772</b>     |
| Taxation                                                                                                                                                                                                               |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| <b>Surplus/(Deficit) after taxation</b>                                                                                                                                                                                |     | <b>222 485</b>  | <b>289 672</b>      | <b>289 772</b>  | <b>(34 873)</b> | <b>123 056</b> | <b>185 365</b> |                 |                | <b>289 772</b>     |
| Attributable to minorities                                                                                                                                                                                             |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| <b>Surplus/(Deficit) attributable to municipality</b>                                                                                                                                                                  |     | <b>222 485</b>  | <b>289 672</b>      | <b>289 772</b>  | <b>(34 873)</b> | <b>123 056</b> | <b>185 365</b> |                 |                | <b>289 772</b>     |
| Share of surplus/ (deficit) of associate                                                                                                                                                                               |     | -               | -                   | -               | -               | -              | -              | -               | -              | -                  |
| <b>Surplus/ (Deficit) for the year</b>                                                                                                                                                                                 |     | <b>222 485</b>  | <b>289 672</b>      | <b>289 772</b>  | <b>(34 873)</b> | <b>123 056</b> | <b>185 365</b> |                 |                | <b>289 772</b>     |

## **2.5 Collins Chabane Local Municipality Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) – M03 September**

The municipality (as shown on Table C5) had an original budget of R 289,600 million for the financial year. As at 30 September 2022, the municipality's capital expenditure is R 75,330 million against the projected budget of R 72,400 million. The capital expenditure performance is more than the projection; the municipality is performing in terms of service delivery, it has since spent 100% on both INEP and MIG in the first quarter.

LIM345 Collins Chabane - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

| 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                  |     | 6 687           | 60 000              | 60 000          | 4 450          | 15 901        | 15 000        | 901          | 6%             | 60 000             |
| Vote 2 - COMMUNITY SERVICES                  |     | 22 282          | 17 100              | 17 100          | 1 507          | 6 797         | 4 275         | 2 522        | 59%            | 17 100             |
| Vote 3 - SPATIAL PLANNING & DELEOPMENT       |     | -               | 500                 | 500             | -              | -             | 125           | (125)        | -100%          | 500                |
| Vote 4 - BUDGET & TREASURY                   |     | 206 227         | 6 000               | 6 000           | 1 053          | 1 538         | 1 500         | 38           | 3%             | 6 000              |
| Vote 5 - TECHNICAL SERVICES                  |     | 113 022         | 206 000             | 206 000         | 4 400          | 51 095        | 51 500        | (405)        | -1%            | 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   | 348 217         | 289 600             | 289 600         | 11 410         | 75 330        | 72 400        | 2 930        | 4%             | 289 600            |
| <b>Total Capital Expenditure</b>             |     | 348 217         | 289 600             | 289 600         | 11 410         | 75 330        | 72 400        | 2 930        | 4%             | 289 600            |

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

| NO | Description                                                                          | Budget        | Actual        | Percentage |
|----|--------------------------------------------------------------------------------------|---------------|---------------|------------|
| 2  | Acquisitions:Outsourced bungeni stadium                                              | 5,000,000.00  | -             | 0%         |
| 8  | Acquisitions:Outsourced CONSTRUCTION OF DAVHANA STADIUM                              | 9,638,300.00  | -             | 0%         |
| 13 | Cost:Acquisitions Sports & Rec facilities Upgrading of Malamulele Stadium            | 4,000,000.00  | 2,698,853.34  | 67%        |
| 15 | Acquisitions:Outsourced CONSTRUCTION OF JOSEFA RING ROAD-MIG                         | 15,000,000.00 | -             | 0%         |
| 16 | Acquisitions:Outsourced CONSTRUCTION OF XIHOSANA RING ROAD- MIG                      | 15,000,000.00 | -             | 0%         |
| 35 | Cost:Acquisitions Mdavula Ring Road                                                  | 19,500,000.00 | 12,349,032.87 | 63%        |
| 36 | Cost:Acquisitions Mphambho Ring Road                                                 | 19,750,700.00 | 17,210,516.80 | 87%        |
| 39 | Acquisitions:Outsourced Solid Waste Landfill Xigalo land fill site                   | 7,000,000.00  | 2,590,521.71  | 37%        |
| 1  | Cost:Acquisitions Corp Serv Construction of Municipal Office Building(new)           | 60,000,000.00 | 15,895,731.80 | 26%        |
| 3  | Cost:Acquisitions Asset Man Other Equipment(new)                                     | 1,000,000.00  | 485,021.00    | 49%        |
| 4  | Acquisitions:Outsourced Comm & Soc Serv Hall & Facili Development of Market Stalls   | 4,000,000.00  | -             | 0%         |
| 5  | Cost:Acquisitions Vuwani Sports Centre                                               | 1,000,000.00  | -             | 0%         |
| 6  | Cost:Acquisitions NURSERY AT MALAMULELE                                              | 500,004.00    | -             | 0%         |
| 7  | Acquisitions:Outsourced light industries; flea market and agricultural hubs          | 500,000.00    | -             | 0%         |
| 9  | Cost:Acquisitions Electrification of Mabiligwe                                       | 5,000,000.00  | 4,665,232.72  | 93%        |
| 10 | Cost:Acquisitions street light at 14 wards ( 210) excluding ward 1;13 & 25           | 10,000,000.00 | 352,956.53    | 4%         |
| 11 | Acquisitions:Outsourced Refurbishment of Malamulele Taxi Rank                        | 3,500,000.00  | -             | 0%         |
| 12 | Cost:Acquisitions Acquisitions of Furniture                                          | 1,000,000.00  | -             | 0%         |
| 14 | Acquisitions:Outsourced TESTING STATION AT HLANAGNANI AND SASELAMANI                 | 1,000,000.00  | -             | 0%         |
| 17 | Acquisitions:Outsourced Construction of Tiyani mall intersection                     | 3,500,000.00  | -             | 0%         |
| 18 | Acquisitions:Outsourced MAGOMANI ROAD 2.5KM                                          | 7,000,000.00  | -             | 0%         |
| 19 | Acquisitions:Outsourced Olifantshoek Road 2.5 km                                     | 7,000,000.00  | -             | 0%         |
| 20 | Acquisitions:Outsourced PLAN AND CONSTRUCT OF MALAMULELE D EXT 3 INTERNAL STREET PHA | 11,000,000.00 | 869,565.22    | 8%         |
| 21 | Acquisitions:Outsourced Phaphazela road 2.5 km                                       | 7,000,000.00  | -             | 0%         |
| 22 | Acquisitions:Outsourced Rehabilitation of Vuwani Internal streets                    | 12,000,000.00 | 7,414,080.47  | 62%        |
| 23 | Acquisitions:Outsourced construction of 2;5 at gidjana ring road                     | 1,000,000.00  | -             | 0%         |
| 24 | Acquisitions:Outsourced construction of 2;5 at masakona ring road                    | 1,000,000.00  | -             | 0%         |
| 25 | Acquisitions:Outsourced construction of 2;5 at misevhe A;B;C & D ring road           | 1,000,000.00  | -             | 0%         |
| 26 | Acquisitions:Outsourced construction of 2;5 at muchipisi ring road                   | 1,000,000.00  | -             | 0%         |
| 27 | Acquisitions:Outsourced designs for construction at botsoleni access road to public  | 1,000,000.00  | -             | 0%         |
| 28 | Acquisitions:Outsourced designs for construction at jim jones access road to public  | 1,000,000.00  | -             | 0%         |
| 29 | Acquisitions:Outsourced designs for construction at masia headkraal access road to   | 1,000,000.00  | -             | 0%         |
| 30 | Acquisitions:Outsourced designs for construction at nghezimanil access road to       | 1,000,000.00  | -             | 0%         |
| 31 | Acquisitions:Outsourced to construct a storm water channel at malamulele B           | 6,111,000.00  | -             | 0%         |

|    |                                                                    |                       |                      |            |
|----|--------------------------------------------------------------------|-----------------------|----------------------|------------|
| 32 | Cost:Acquisitions Road Tech Serv Plant & Machinery                 | 10,000,000.00         | 578,014.35           | 6%         |
| 33 | Cost:Acquisitions ALTEIN ROAD 2.5KM                                | 7,000,000.00          | -                    | 0%         |
| 34 | Cost:Acquisitions Low Level Bridges                                | 3,500,000.00          | 3,787,664.04         | 108%       |
| 37 | Cost:Acquisitions Opening and Widening of Streets in Business Park | 14,500,000.00         | 3,046,768.20         | 21%        |
| 38 | Cost:Acquisitions Upgrading of Malamulele D Extension 3            | 10,000,000.00         | 3,386,373.22         | 34%        |
| 40 | Cost:Acquisitions Refuse Bins and Bulk Containers                  | 600,000.00            | -                    | 0%         |
|    | <b>Total Capital Expenditure</b>                                   | <b>289,600,004.00</b> | <b>75,330,332.27</b> | <b>26%</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         |                      | 0%                   |                    |
| 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        | -                    | 0%                   |                    |
| 5         | Acquisitions:Outsourced CONSTRUCTION OF XIHOSANA RING ROAD- MIG           | 15,000,000.00        |                      | 0%                   |                    |
| 6         | Cost:Acquisitions Mdavula Ring Road                                       | 19,500,000.00        | 10,100,329.39        | 52%                  |                    |
| 7         | Cost:Acquisitions Mphambho Ring Road                                      | 19,750,700.00        | 14,309,148.90        | 72%                  |                    |
| 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>31,000,000.00</b> | <b>33%</b>           |                    |
|           |                                                                           |                      |                      | <b>Total Capital</b> | <b>289,600,004</b> |
|           |                                                                           |                      |                      | <b>MIG</b>           | <b>11%</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         | 2,000,000.00         | 40%                  |                    |
|           |                                                                           | <b>5,000,000.00</b>  | <b>2,000,000.00</b>  | <b>40%</b>           |                    |
|           |                                                                           |                      |                      | <b>Total Capital</b> | <b>289,600,004</b> |
|           |                                                                           |                      |                      | <b>INEP</b>          | <b>1%</b>          |

MIG

MIG funded projects contributes 32% of the total capital budget and it has since spent 11 % of the total capital budget.

INEP

INEP funded projects contributes 2% of the total capital budget and it has since spent 1% of the total capital budget.



## INTERNAL FUNDED

The internal funded projects contribute 66% of the total capital budget and it has since spent 22% of the total actual expenditure as at 30 September 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 75,330 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 36%.
- 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 nghezimanil 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 70%
- 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 – M03 September**

As at 30 September 2022, the municipality had spent R 75,330 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 3,386 million as at 30 September 2022 against the budget projection of R 3,500 million on upgrade of existing assets.

LIM345 Collins Chabane - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

| 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          | –              |               | 96 533        | –            |                |                            |
| November                                     | 37 087          | 24 133              | 24 133          | –              |               | 120 667       | –            |                |                            |
| December                                     | 22 068          | 24 133              | 24 133          | –              |               | 144 800       | –            |                |                            |
| 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                                         | 88 096          | 24 133              | 24 133          | –              |               | 289 600       | –            |                |                            |
| <b>Total Capital expenditure</b>             | <b>348 217</b>  | <b>289 600</b>      | <b>289 600</b>  | <b>75 330</b>  |               |               |              |                |                            |

**2.7 Collins Chabane Local Municipality - Table C6 Monthly Budget Statement - Financial Position – M03 September**

The municipality has an opening cash balance of R 296,846 million at the beginning of the financial year and the balance as at 30 September 2022 is R 344,939 million with a projection of R 274,548 million. There is an increase of current assets from the pre-audited balance of R 495,880 million to R 547,643 million in the 2022/2023 financial year. The total non-current assets increased from R 1,328,231 billion to R 1,403,523 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 135,912 million that include among others creditors and retention amounting to R 44,126 million. Based on the municipality current assets of R 547,643 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 1,582,002 billion (pre-audited 2021/22) to R 1,690,166 billion in the current financial year.

LIM345 Collins Chabane - Table C6 Monthly Budget Statement - Financial Position - M03 September

| Description                              | Ref | 2021/22          | Budget Year 2022/23 |                  |                  |                    |
|------------------------------------------|-----|------------------|---------------------|------------------|------------------|--------------------|
|                                          |     | Audited Outcome  | Original Budget     | Adjusted Budget  | YearTD actual    | Full Year Forecast |
| <b>R thousands</b>                       | 1   |                  |                     |                  |                  |                    |
| <b>ASSETS</b>                            |     |                  |                     |                  |                  |                    |
| <b>Current assets</b>                    |     |                  |                     |                  |                  |                    |
| Cash                                     |     | 296 223          | 274 548             | 274 648          | 344 939          | 274 648            |
| Call investment deposits                 |     | 114 488          | 123 057             | 123 057          | 114 488          | 123 057            |
| Consumer debtors                         |     | 23 669           | 98 750              | 98 750           | 32 650           | 98 750             |
| Other debtors                            |     | 57 845           | 50 626              | 50 626           | 52 102           | 50 626             |
| Current portion of long-term receivables |     | –                | –                   | –                | –                | –                  |
| Inventory                                |     | 3 656            | 16 173              | 16 173           | 3 464            | 16 173             |
| <b>Total current assets</b>              |     | <b>495 880</b>   | <b>563 154</b>      | <b>563 254</b>   | <b>547 643</b>   | <b>563 254</b>     |
| <b>Non current assets</b>                |     |                  |                     |                  |                  |                    |
| Long-term receivables                    |     | –                | –                   | –                | –                | –                  |
| Investments                              |     | (5 363)          | 100 000             | 100 000          | (5 363)          | 100 000            |
| Investment property                      |     | 2 250            | 3 800               | 3 800            | 2 250            | 3 800              |
| Investments in Associate                 |     | –                | –                   | –                | –                | –                  |
| Property, plant and equipment            |     | 1 325 109        | 1 267 648           | 1 267 648        | 1 400 401        | 1 267 648          |
| Biological                               |     | –                | –                   | –                | –                | –                  |
| Intangible                               |     | 5 108            | 3 758               | 3 758            | 5 108            | 3 758              |
| Other non-current assets                 |     | 1 127            | 1 127               | 1 127            | 1 127            | 1 127              |
| <b>Total non current assets</b>          |     | <b>1 328 231</b> | <b>1 376 333</b>    | <b>1 376 333</b> | <b>1 403 523</b> | <b>1 376 333</b>   |
| <b>TOTAL ASSETS</b>                      |     | <b>1 824 111</b> | <b>1 939 486</b>    | <b>1 939 586</b> | <b>1 951 166</b> | <b>1 939 586</b>   |
| <b>LIABILITIES</b>                       |     |                  |                     |                  |                  |                    |
| <b>Current liabilities</b>               |     |                  |                     |                  |                  |                    |
| Bank overdraft                           |     | –                | –                   | –                | –                | –                  |
| Borrowing                                |     | 3 110            | –                   | –                | 3 110            | –                  |
| Consumer deposits                        |     | 5 694            | 318                 | 318              | 5 698            | 318                |
| Trade and other payables                 |     | 88 703           | 125 157             | 125 157          | 92 737           | 125 157            |
| Provisions                               |     | 34 368           | 23 675              | 23 675           | 34 368           | 23 675             |
| <b>Total current liabilities</b>         |     | <b>131 875</b>   | <b>149 150</b>      | <b>149 150</b>   | <b>135 912</b>   | <b>149 150</b>     |
| <b>Non current liabilities</b>           |     |                  |                     |                  |                  |                    |
| Borrowing                                |     | 3 771            | –                   | –                | 3 771            | –                  |
| Provisions                               |     | 121 355          | 125 547             | 125 547          | 121 355          | 125 547            |
| <b>Total non current liabilities</b>     |     | <b>125 126</b>   | <b>125 547</b>      | <b>125 547</b>   | <b>125 126</b>   | <b>125 547</b>     |
| <b>TOTAL LIABILITIES</b>                 |     | <b>257 001</b>   | <b>274 697</b>      | <b>274 697</b>   | <b>261 038</b>   | <b>274 697</b>     |
| <b>NET ASSETS</b>                        | 2   | <b>1 567 110</b> | <b>1 664 789</b>    | <b>1 664 889</b> | <b>1 690 128</b> | <b>1 664 889</b>   |
| <b>COMMUNITY WEALTH/EQUITY</b>           |     |                  |                     |                  |                  |                    |
| Accumulated Surplus/(Deficit)            |     | 1 582 002        | 1 664 789           | 1 664 889        | 1 690 166        | 1 664 889          |
| Reserves                                 |     | –                | –                   | –                | –                | –                  |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>     | 2   | <b>1 582 002</b> | <b>1 664 789</b>    | <b>1 664 889</b> | <b>1 690 166</b> | <b>1 664 889</b>   |

## **CASH FLOW**

### **2.7 Collins Chabane Local Municipality - Table C7 Monthly Budget Statement - Cash Flow – M03 September**

#### **2.7.6 Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts – M03 September**

The municipality has a cash balance of R 344,282 million at the end of 30 September 2022.

The amount of R 344,282 million is sitting on the primary bank account, which is risky, however the municipality had outsourced investment quotations to invest 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.

LIM345 Collins Chabane - Table C7 Monthly Budget Statement - Cash Flow - M03 September

| Description                                      | Ref      | Budget Year 2022/23           |                    |                    |                   |                  |                  |                 |                      |                       |
|--------------------------------------------------|----------|-------------------------------|--------------------|--------------------|-------------------|------------------|------------------|-----------------|----------------------|-----------------------|
|                                                  |          | 2021/22<br>Audited<br>Outcome | Original<br>Budget | Adjusted<br>Budget | Monthly<br>Actual | YearTD<br>actual | YearTD<br>budget | YTD<br>variance | YTD<br>variance<br>% | Full Year<br>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             | 825               | 2 314            | 2 646            | (332)           | -13%                 | 10 583                |
| Service charges                                  |          | 1 610                         | 1 927              | 1 927              | 182               | 567              | 482              | 85              | 18%                  | 1 927                 |
| Other revenue                                    |          | 16 905                        | 32 730             | 32 730             | 1 008             | 6 678            | 8 183            | (1 505)         | -18%                 | 32 730                |
| Transfers and Subsidies - Operational            |          | 496 763                       | 458 352            | 458 452            | 11 041            | 205 282          | 191 900          | 13 383          | 7%                   | 458 452               |
| Transfers and Subsidies - Capital                |          | 15 000                        | 98 889             | 98 889             | -                 | 2 000            | 41 583           | (39 583)        | -95%                 | 98 889                |
| Interest                                         |          | 122                           | 15 118             | 15 118             | -                 | -                | 3 780            | (3 780)         | -100%                | 15 118                |
| Dividends                                        |          | -                             | -                  | -                  | -                 | -                | -                | -               | -                    | -                     |
| <b>Payments</b>                                  |          |                               |                    |                    |                   |                  |                  |                 |                      |                       |
| Suppliers and employees                          |          | (356 597)                     | (353 622)          | (353 622)          | (38 069)          | (173 993)        | (88 406)         | 85 587          | -97%                 | (353 622)             |
| Finance charges                                  |          | -                             | -                  | -                  | -                 | -                | -                | -               | -                    | -                     |
| Transfers and Grants                             |          | -                             | -                  | -                  | -                 | -                | -                | -               | -                    | -                     |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b> |          | <b>186 898</b>                | <b>263 978</b>     | <b>264 078</b>     | <b>(25 014)</b>   | <b>42 848</b>    | <b>160 167</b>   | <b>117 319</b>  | <b>73%</b>           | <b>264 078</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                       | -                  | -                  | -                 | -                | 100 000          | (100 000)       | -100%                | -                     |
| <b>Payments</b>                                  |          |                               |                    |                    |                   |                  |                  |                 |                      |                       |
| Capital assets                                   |          | (357 724)                     | (289 600)          | (289 600)          | (12 281)          | (92 992)         | (72 400)         | 20 592          | -28%                 | (289 600)             |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b> |          | <b>(252 361)</b>              | <b>(289 600)</b>   | <b>(289 600)</b>   | <b>(12 281)</b>   | <b>(92 992)</b>  | <b>27 600</b>    | <b>120 592</b>  | <b>437%</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                         | -                  | -                  | 4                 | 3                | (318)            | 321             | -101%                | -                     |
| <b>Payments</b>                                  |          |                               |                    |                    |                   |                  |                  |                 |                      |                       |
| Repayment of borrowing                           |          | -                             | -                  | -                  | -                 | -                | -                | -               | -                    | -                     |
| <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b> |          | <b>5 376</b>                  | <b>-</b>           | <b>-</b>           | <b>4</b>          | <b>3</b>         | <b>(318)</b>     | <b>(321)</b>    | <b>101%</b>          | <b>-</b>              |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b>     |          | <b>(60 087)</b>               | <b>(25 622)</b>    | <b>(25 522)</b>    | <b>(37 292)</b>   | <b>(50 141)</b>  | <b>187 449</b>   |                 |                      | <b>(25 522)</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            | 397 705            |                   | 360 570          | 610 677          |                 |                      | 385 189               |



## **2.8 Table SC4 Monthly Budget Statement - aged creditors**

The municipality's outstanding payments as at 30 September 2022 is R 15,830 million, the total is made up of:

- R 13,515 million: outstanding payments between 0 to 30 days,
- R 1,459 million: outstanding payments 31 to 60 days,
- R 5 thousand: outstanding payments 61 to 90 days,
- R 135 thousand: outstanding payments 91 to 120 days
- R 64 thousand: outstanding payments 121 to 150 days
- R 5 thousand: outstanding payments 151 to 180 days
- R 478 thousand: outstanding payments 181 to 210 days

The municipality has a retention of R 44,126 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 15,830 million 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 3,751 million relating to the PAYE deductions. The total balance of the creditors including the PAYE amount will be R 19,581 million.

**LIM345 Collins Chabane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September**

| 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        | 13 515              | 1 459        | 5            | 135           | 64             | 5              | 170               | 478         | 15 830        |
| Auditor General                                | 0800        | -                   | -            | -            | -             | -              | -              | -                 | -           | -             |
| Other                                          | 0900        | -                   | -            | -            | -             | -              | -              | -                 | -           | -             |
| <b>Total By Customer Type</b>                  | <b>1000</b> | <b>13 515</b>       | <b>1 459</b> | <b>5</b>     | <b>135</b>    | <b>64</b>      | <b>5</b>       | <b>170</b>        | <b>478</b>  | <b>15 830</b> |

**2.9 Collins Chabane Local Municipality - Supporting Table SC3 Monthly Budget Statement - aged debtors – M03 September**

The table below indicates that the municipality’s outstanding debtors of R 244,648 million as at 30 September 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 - M03 September**

| Description                                                             | NT Code     | Budget Year 2022/23 |              |              |              |              |              |               |                |                |                    | 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        | 5 615               | 5 119        | 7 079        | 7 594        | 4 950        | 5 271        | 23 028        | 198 615        | 257 270        | 239 458            | -                                            | -                                           |   |
| Receivables from Exchange Transactions - Waste Water Management         | 1500        | -                   | -            | -            | -            | -            | -            | -             | -              | -              | -                  | -                                            | -                                           |   |
| Receivables from Exchange Transactions - Waste Management               | 1600        | 941                 | 828          | 783          | 756          | 721          | 712          | 3 397         | 41 781         | 49 919         | 47 368             | -                                            | -                                           |   |
| Receivables from Exchange Transactions - Property Rental Debtors        | 1700        | -                   | -            | -            | -            | -            | -            | -             | -              | -              | -                  | -                                            | -                                           |   |
| Interest on Arrear Debtor Accounts                                      | 1810        | 1 542               | 1 511        | 1 461        | 1 425        | 1 391        | 1 355        | 6 792         | 26 143         | 41 621         | 37 106             | -                                            | -                                           |   |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820        | -                   | -            | -            | -            | -            | -            | -             | -              | -              | -                  | -                                            | -                                           |   |
| Other                                                                   | 1900        | 175                 | 103          | 102          | 100          | 97           | 95           | 382           | 139 430        | 140 486        | 140 106            | -                                            | -                                           |   |
| <b>Total By Income Source</b>                                           | <b>2000</b> | <b>8 272</b>        | <b>7 561</b> | <b>9 426</b> | <b>9 876</b> | <b>7 160</b> | <b>7 433</b> | <b>33 600</b> | <b>405 969</b> | <b>489 296</b> | <b>464 037</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        | 1 896               | 1 757        | 2 493        | 2 720        | 1 657        | 1 648        | 8 082         | 57 243         | 77 495         | 71 349             | -                                            | -                                           |   |
| Commercial                                                              | 2300        | 569                 | 451          | 468          | 597          | 557          | 726          | 2 159         | 17 056         | 22 583         | 21 095             | -                                            | -                                           |   |
| Households                                                              | 2400        | 1 671               | 1 573        | 1 751        | 1 621        | 1 366        | 1 342        | 6 559         | 128 686        | 144 570        | 139 574            | -                                            | -                                           |   |
| Other                                                                   | 2500        | -                   | -            | -            | -            | -            | -            | -             | -              | -              | -                  | -                                            | -                                           |   |
| <b>Total By Customer Group</b>                                          | <b>2600</b> | <b>4 136</b>        | <b>3 780</b> | <b>4 713</b> | <b>4 938</b> | <b>3 580</b> | <b>3 716</b> | <b>16 800</b> | <b>202 984</b> | <b>244 648</b> | <b>232 019</b>     | <b>-</b>                                     | <b>-</b>                                    |   |

**2.10 Table SC13c Monthly Budget Statement - Expenditure on repairs and maintenance by asset class- M03 September**

The total budget for repairs and maintenance budgeted to R 17,362 million, the actual spending is at 102% or R 4,444 million against the projection budget of R 4,341 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 1,590 million against the projected budget of R 750 thousand which shows 112% overspending.
- Vehicle repairs and maintenance budgeted to R 1,362 million, actual spent was R 131 thousand against the projected budget of R 341 thousand that shows 61.6% overspending.
- Road repairs and maintenance budgeted to R 10 million and actual spent of R 2,457 million against projection budget of R 2,500 million that shows 98% spending against the projection budget.

LIM345 Collins Chabane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September

| 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>Repairs and maintenance expenditure by Asset Class/Sub-class</b> |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>Infrastructure</b>                                               |     | 20 306          | 16 000              | 16 000          | 1 323          | 4 314         | 4 000         | (314)        | -7.8%          | 16 000             |
| Roads Infrastructure                                                |     | 3 272           | 10 000              | 10 000          | -              | 2 457         | 2 500         | 43           | 1.7%           | 10 000             |
| <i>Roads</i>                                                        |     | 3 272           | 10 000              | 10 000          | -              | 2 457         | 2 500         | 43           | 1.7%           | 10 000             |
| <i>Road Structures</i>                                              |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>Road Furniture</i>                                               |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>Capital Spares</i>                                               |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Storm water Infrastructure                                          |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>Drainage Collection</i>                                          |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>Storm water Conveyance</i>                                       |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>Attenuation</i>                                                  |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Electrical Infrastructure                                           |     | 15 974          | 3 000               | 3 000           | 1 227          | 1 590         | 750           | (840)        | -112.0%        | 3 000              |
| <i>Power Plants</i>                                                 |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>HV Substations</i>                                               |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>HV Switching Station</i>                                         |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>HV Transmission Conductors</i>                                   |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>MV Substations</i>                                               |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>MV Switching Stations</i>                                        |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>MV Networks</i>                                                  |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i>LV Networks</i>                                                  |     | 15 974          | 3 000               | 3 000           | 1 227          | 1 590         | 750           | (840)        | -112.0%        | 3 000              |
| <i>Capital Spares</i>                                               |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Water Supply Infrastructure                                         |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |

LIM345 Collins Chabane - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September

| 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   |                 |                     |                 |                |               |               |              |                |                    |
| <i>Unspecified</i>                               |     | -               | -                   | -               | -              | -             | -             | -            |                | -                  |
| <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>                          |     | 1 241           | 1 362               | 1 362           | 30             | 131           | 341           | 210          | 61.6%          | 1 362              |
| Transport Assets                                 |     | 1 241           | 1 362               | 1 362           | 30             | 131           | 341           | 210          | 61.6%          | 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   | 21 547          | 17 362              | 17 362          | 1 353          | 4 444         | 4 341         | (104)        | -2.4%          | 17 362             |

## **2.11 Collins Chabane Local Municipality - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits – M03 September**

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 to R 19,835 million and the actual spending is R 5 495 million against the projection budget of R 4 959 million that shows 11% overspending against the projection budget.
- The councillor's car allowance has been budgeted at R 1,086 million and actual spending of R 150 thousand against the projected budget of R 272 thousand that shows the underspending of 45%.
- Cell phone allowance budget has been budgeted at R 3,336 million and actual spent of R 711 thousand against the projected budget of R 834 thousand that shows the underspending of 15%.

### **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 923 thousand against the project budget of R 1,163 million that shows 21% underspending against the projected budget.
- The Senior Manager's car allowance has been budgeted at R 977 thousand and actual spending of R 264 thousand against projected budget of R 254 thousand that shows positive 4% 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 19,575 million against the projected budget of R 24,569 million which shows an underspending of 20%. 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 3,824million against the projected budget of R 4,978 million which shows underspending of 23% 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 1,020 million against the projected budget of R 3,032 million that shows an underspending of 66%.
- Overtime - municipal staff overtime has been budgeted to R 376 thousand and the actual spent is R 345 thousand million against the projected budget of R 94 thousand that shows an overspending of 268% against the projected budget.



LIM345 Collins Chabane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

| Summary of Employee and Councillor remuneration          | Ref | Budget Year 2022/23           |                    |                    |                   |               |                  |                 |                      |                       |
|----------------------------------------------------------|-----|-------------------------------|--------------------|--------------------|-------------------|---------------|------------------|-----------------|----------------------|-----------------------|
|                                                          |     | 2021/22<br>Audited<br>Outcome | Original<br>Budget | Adjusted<br>Budget | Monthly<br>Actual | YearTD actual | YearTD<br>budget | YTD<br>variance | YTD<br>variance<br>% | Full Year<br>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             | 1 629             | 5 495         | 4 969            | 536             | 11%                  | 19 835                |
| Pension and UIF Contributions                            |     | -                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Medical Aid Contributions                                |     | -                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Motor Vehicle Allowance                                  |     | 538                           | 1 086              | 1 086              | 59                | 150           | 272              | (122)           | -45%                 | 1 086                 |
| Cellphone Allowance                                      |     | 3 142                         | 3 336              | 3 336              | 235               | 711           | 634              | (123)           | -15%                 | 3 336                 |
| Housing Allowances                                       |     | -                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Other benefits and allowances                            |     | 3 963                         | 4 079              | 4 079              | 328               | 1 040         | 1 020            | 20              | 2%                   | 4 079                 |
| <b>Sub Total - Councillors</b>                           |     | <b>26 555</b>                 | <b>28 337</b>      | <b>28 337</b>      | <b>2 251</b>      | <b>7 396</b>  | <b>7 084</b>     | <b>311</b>      | <b>4%</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              | 353               | 923           | 1 163            | (240)           | -21%                 | 4 653                 |
| Pension and UIF Contributions                            |     | 17                            | 947                | 947                | 1                 | 2             | 237              | (234)           | -99%                 | 947                   |
| Medical Aid Contributions                                |     | -                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Overtime                                                 |     | -                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Performance Bonus                                        |     | 458                           | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Motor Vehicle Allowance                                  |     | 962                           | 1 014              | 1 014              | 103               | 264           | 254              | 11              | 4%                   | 1 014                 |
| Cellphone Allowance                                      |     | -                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Housing Allowances                                       |     | -                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Other benefits and allowances                            |     | -                             | 0                  | 0                  | 0                 | 0             | 0                | (0)             | -82%                 | 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>457</b>        | <b>1 190</b>  | <b>1 654</b>     | <b>(464)</b>    | <b>-28%</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             | 6 487             | 19 575        | 24 569           | (4 994)         | -20%                 | 98 274                |
| Pension and UIF Contributions                            |     | 14 721                        | 19 911             | 19 911             | 1 268             | 3 824         | 4 978            | (1 153)         | -23%                 | 19 911                |
| Medical Aid Contributions                                |     | 5 457                         | 12 129             | 12 129             | 343               | 1 020         | 3 032            | (2 012)         | -66%                 | 12 129                |
| Overtime                                                 |     | 1 888                         | 376                | 376                | 110               | 345           | 94               | 251             | 268%                 | 376                   |
| Performance Bonus                                        |     | 7 112                         | 7 919              | 7 919              | 504               | 1 424         | 1 980            | (556)           | -28%                 | 7 919                 |
| Motor Vehicle Allowance                                  |     | 10 311                        | 10 059             | 10 059             | 865               | 2 743         | 2 515            | 229             | 9%                   | 10 059                |
| Cellphone Allowance                                      |     | 6                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| Housing Allowances                                       |     | 73                            | 577                | 577                | 4                 | 9             | 144              | (135)           | -94%                 | 577                   |
| Other benefits and allowances                            |     | 1 131                         | 1 820              | 1 820              | 1 608             | 1 702         | 455              | 1 247           | 274%                 | 1 820                 |
| Payments in lieu of leave                                |     | 927                           | 1 478              | 1 478              | 266               | 574           | 369              | 204             | 55%                  | 1 478                 |
| Long service awards                                      |     | 771                           | 242                | 242                | 19                | 175           | 60               | 114             | 189%                 | 242                   |
| Post-retirement benefit obligations                      |     | -                             | -                  | -                  | -                 | -             | -                | -               | -                    | -                     |
| <b>Sub Total - Other Municipal Staff</b>                 |     | <b>118 710</b>                | <b>152 784</b>     | <b>152 784</b>     | <b>11 474</b>     | <b>31 391</b> | <b>38 196</b>    | <b>(6 805)</b>  | <b>-18%</b>          | <b>152 784</b>        |
| <b>% increase</b>                                        | 4   |                               | <b>28.7%</b>       | <b>28.7%</b>       |                   |               |                  |                 |                      | <b>28.7%</b>          |
| <b>Total Parent Municipality</b>                         |     | <b>150 413</b>                | <b>187 736</b>     | <b>187 736</b>     | <b>14 181</b>     | <b>39 977</b> | <b>46 934</b>    | <b>(6 957)</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 (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. 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                    |                   |                         |

