



st Municipality • Mmasepala wa seLehale • Plaaslike Munisipaliteit

MONTHLY BUDGET STATEMENT - MFMA s71 FOR THE MONTH ENDING
31 JULY 2023

1. PURPOSE

The purpose of this report is to provide a budget statement of the Municipality for the month ending **31 July 2023**.

2. BUSINESS PLAN

IDP and Budget Process Plan

3. STRATEGIC OBJECTIVE

To ensure compliance to statutory reporting deadlines.

4. DELEGATED AUTHORITY

Delegated powers vest with the Executive Mayor.

5. ANNEXURES

- A- Consolidated Schedule C report
- B- Parent Municipality Schedule C report
- C- Maluti Water Schedule F report

6. POLICY

Budget related policies

7. LEGAL REQUIREMENTS

In terms of section 71 of MFMA No 56 of 2003 which reads as follows:

- 1) The accounting officer of a municipality must by no later than 10 working days after the end of each month 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:
 - a) Actual revenue, per revenue source;
 - b) actual borrowings;
 - c) actual expenditure, per vote;
 - d) actual capital expenditure, per vote;
 - e) the amount of any allocations received;
 - f) actual expenditure on those allocations, excluding expenditure on—
 - i) its share of the local government equitable share; and
 - ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and



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- g) 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.

The specific format for the report required to be submitted to the Executive Mayor, as referred to in section 71 has been prescribed in terms of Government Gazette No 32141 of 17 May 2009.

Note: All Regulated tables are attached on Annexure A – C.

8. BACKGROUND AND DISCUSSION

- The due date for submitting the July report is the **15th August 2023**.
- The month of July was closed on the **15th August 2023** due to the following:
 - The entity journal was received, captured and authorised on the **15th of August 2023**.
 - The report that is used to populate the regulated C- Schedules was emailed to BCX on the **15th August 2023** and received back on the **16th August 2023**. The municipality still does not have TRU which enables the Budget office to populate the Schedules.
 - The data strings for the month of July were uploaded on the **15th August 2023**.

9. FINANCIAL IMPLICATIONS

Consolidated financial performance for the month of July as indicated on page 5

- The total actual operational revenue for the month amounted to **R376.2 million**.
- The total actual operational expenditure for the month amounted to **R188.8 million**.
- The total actual capital expenditure for the month amounted to **R14.9 million**.
- The total debtor's book amounted to **R2.427 billion** as indicated on **page 18** of the report.
- The creditors balance amounted to **R7.9 billion** as indicated on **page 18** of the report. The largest contributor being the Eskom debt.

10. STAFF IMPLICATIONS

The total number of employees by the end of **July 2023**.

- Parent municipal staff including Councillors was **1 262**.
- MAP Water (SOC) Ltd was **274**.

11. COMMENTS FROM OTHER DIRECTORS

The report will be circulated to all directorates.

The MFMA s87 report was not received from the Entity, only the F-Schedule as populated from TRU is attached.

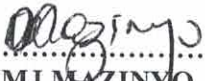


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12. RECOMMENDATION

It is recommended

- That the MFMA section 71 report for the month ending **31 July 2023** be noted.
- That the Accounting Officer submits to the Executive Mayor the MFMA Section 71 report reflecting the implementation of the budget and;
- That the Accounting Officer submits the budget statement to Provincial Treasury and the National Treasury, in both signed and electronic format.


.....
PREPARED BY: MJ MAZINYO
CHIEF FINANCIAL OFFICER

2023-08-24
.....
DATE


.....
SUBMITTED BY: S MAKHUBU
ACTING MUNICIPAL MANAGER

30/8/2023
.....
DATE



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PART 1 IN-YEAR REPORT

1.1 EXECUTIVE SUMMARY

1.1.1 Table C1 Consolidated Monthly Budget Statement Summary

The total Parent revenue for the month of July amounted to **R360.9 million** and the Entity revenue amounted to **R15.3 million**. The total expenditure for the month of July amounted to **R188.8 million**. The total capital expenditure amounted to **R14.9**.

FS194 Maluti-a-Phofung - Table C1 Consolidated Monthly Budget Statement Summary - M01 July

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	118 796	128 537	128 537	4 257	4 257	10 711	(6 454)	-60%	128 537
Service charges	322 392	723 939	723 939	23 504	23 504	60 328	(36 825)	-61%	723 939
Investment revenue	4 360	–	–	–	–	–	–		–
Transfers and subsidies - Operational	4 360	4 620	4 620	–	–	385	(385)	-100%	4 620
Other own revenue	773 605	848 806	848 806	333 173	333 173	70 734	262 439	371%	–
Total Revenue (excluding capital transfers and contributions)	1 223 513	1 705 903	1 705 903	360 934	360 934	142 159	218 776	154%	1 705 903
Employee costs	688 446	743 437	743 437	57 745	57 745	61 953	(4 208)		743 437
Remuneration of Councillors	29 857	33 085	33 085	2 427	2 427	2 757	(331)		33 085
Depreciation and amortisation	–	153 916	153 916	–	–	12 826	(12 826)		153 916
Interest	382 456	15 144	15 144	1	1	1 262	(1 261)		15 144
Inventory consumed and bulk purchases	792 296	624 044	624 044	111 167	111 167	52 004	59 163		624 044
Transfers and subsidies	129 133	187 200	187 200	11 594	11 594	15 600	(4 006)	-26%	187 200
Other expenditure	203 079	432 897	432 897	5 878	5 878	36 075	(30 197)	-84%	432 897
Total Expenditure	2 225 267	2 189 723	2 189 723	188 812	188 812	182 477	6 335	3%	2 189 723
Surplus/(Deficit)	(1 001 755)	(483 820)	(483 820)	172 122	172 122	(40 318)	212 440	-527%	(483 820)
Transfers and subsidies - capital (monetary)	273 230	234 059	234 059	–	–	19 505	###	-100%	234 059
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	(728 525)	(249 761)	(249 761)	172 122	172 122	(20 813)	192 936	-927%	(249 761)
Share of surplus/ (deficit) of associate	179 321	263 118	263 118	15 320	15 320	21 926	(6 606)	-30%	263 118
Surplus/ (Deficit) for the year	(549 204)	13 357	13 357	187 443	187 443	1 113	186 330	16741%	13 357
Capital expenditure & funds sources									
Capital expenditure	259 716	280 614	280 614	14 924	14 924	23 385	(8 460)	-36%	280 614
Capital transfers recognised	225 473	224 272	224 272	14 883	14 883	18 689	(3 806)	-20%	224 272
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	34 243	56 342	56 342	41	41	4 695	(4 654)	-99%	56 342
Total sources of capital funds	259 716	280 614	280 614	14 924	14 924	23 385	(8 460)	-36%	280 614



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1.1.2 Material variance explanations on Revenue by Sources

FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		132 807	508 227	508 227	7 599	7 599	42 352	(34 754)	-82%	508 227
Service charges - Water		99 267	118 471	118 471	7 795	7 795	9 873	(2 077)	-21%	118 471
Service charges - Waste Water Management		45 267	48 724	48 724	3 964	3 964	4 060	(97)	-2%	48 724
Service charges - Waste management		45 051	48 518	48 518	4 146	4 146	4 043	103	3%	48 518
Sale of Goods and Rendering of Services		2 004	5 918	5 918	140	140	493	(353)	-72%	5 918
Interest earned from Receivables		(22)	13 798	13 798	—	—	1 150	(1 150)	-100%	13 798
Interest from Current and Non Current Assets		4 360	4 620	4 620	—	—	385			4 620
Rental from Fixed Assets		1 197	2 504	2 504	72	72	209	(137)	-66%	2 504
Operational Revenue		8 389	2 889	2 889	20	20	241	(221)	-92%	2 889
Non-Exchange Revenue										
Property rates		118 796	128 537	128 537	4 257	4 257	10 711	(6 454)	-60%	128 537
Fines, penalties and forfeits		461	1 500	1 500	(1 070)	(1 070)	125	(1 195)		1 500
Transfers and subsidies - Operational		765 933	810 030	810 030	334 012	334 012	67 502	266 510		810 030
Interest		—	12 163	12 163	—	—	1 014	(1 014)		12 163
Other Gains		3	4	4	—	—	0	(0)		4
Total Revenue (excluding capital transfers and contributions)		1 223 513	1 705 903	1 705 903	360 934	360 934	142 159	218 776	154%	1 705 903
Intercompany/Parent subsidiary transactions		179 321	263 118	263 118	15 320	15 320	21 926			263 118
Total Consolidated revenue		1 402 834	1 969 021	1 969 021	376 255	376 255	164 085			1 969 021

- **Electricity revenue** amounted to **R7.5 million** which is **82%** less than target of **R42.3 million**. The transactions for the LPU's billed by Eskom is not included on the financial system.
- **Water revenue** amounted to **R7.7 million** and the flat rate implementation resulted to a monthly bill averaged at **R69.4 thousands** by the end of July.
- **Waste management revenue** amounted to **R3.9 million** by the end of July.
- **Waste management revenue** amounted to **R4.1 million**.
- **Sale of good and services** amounted to **R140 thousands**. Details indicated on page 7.
- **Interest earned receivables (debtors)** – no movement in July.
- **Interest from current and non-current assets** – no movement in July.
- **Rental of facilities** amounted to **R72 thousands**.
- **Operational revenue** amounted to **R20 thousands**. Details indicated on page 7.
- **Property rates** amounted to **R4.2 million** which was **60%** less than the target of **R10.7 million**.
- **Fines** amounted to a negative **R1 070 million**, this is due to a journal of **R1 million** which belongs to the 2022/23 financial year. The transaction will be reversed in the following month.
- **Transfers and subsidies** to date amounted to **R334 million**.
- **Interest (property rates)** – no movement in July.
- **Intercompany transactions** amounted to **R15.3 million**. This relates to the monthly billing or invoices by the Entity to the Parent.

**FS194_In-Year Report (IYR) for the month ending 31 July 2023 – MFMA s71****SALES OF GOODS AND RENDERING OF SERVICES & OPERATIONAL REVENUE
BREAKDOWN**

DESCRIPTION	BUDGET	JULY ACTUAL	YTD MOVEMENT
SALES OF GOODS AND RENDERING OF SERVICES			
ADVERTISEMENTS	-318 000	-2 677	-2 677
CEMETERY & BURIAL	-1 490 576	-100 951	-100 951
ESCORT FEES	-40 637	-1 399	-1 399
ENTRANCE FEES	-300 000	-2 174	-2 174
FIRE SERVICES	-56 710	-	-
CALL OUT FEES	-7 797	-	-
SUNDRY INCOME	-360 069	-2 064	-2 064
HOUSING/BOARDING SERVICES: PRIVATE	-636 000	-	-
MANAGEMENT FEES	-38 269	-732	-732
PARKING FEES	-19 046	-	-
PHOTOCOPIES & FAXES	-943	-	-
PLAN & DEV: APPLICAT FEES FOR LAND USAGE	-31 800	-204	-204
PLAN & DEV: BUILDING PLAN APPROVAL	-159 000	-18 950	-18 950
PLAN & DEV: BUILDING PLAN CLAUSE LEVY	-2 650	-	-
PLAN & DEV: CLEARANCE CERTIFICATES	-19 492	-6 764	-6 764
PLAN & DEV: ENCROACHMENT FEES	-10 600	-1 277	-1 277
CONTAINERS 12MONTHS	-5 300	-	-
IDENTIFICATION OF PEGS	-2 765	-	-
SPECIAL CONSENT APPLICATION	-15 900	-	-
SUB DIVISION APPLICATION	-15 900	-	-
PLAN & DEV: TOWN PLANNING & SERVITUDES	-1 060	-	-
SALE OF: AGRIC PROD - ASSET < CAP THRESH	-2 000 000	-	-
SALE OF: PUBLICATION - MAPS	-10 600	-	-
SALE OF: PUBLICATION - PRINTS	-1 518	-	-
SALE OF: PUBLICATION - TENDER DOCUMENTS	-330 000	-1 025	-1 025
SALE OF: VALUATION ROLLS	-43 110	-2 061	-2 061
SUB TOTAL : SALES & RENDERING OF SERV	-5 917 742	-140 278	-140 278
OPERATIONAL REVENUE			
STAFF RECOVERIES	-418 349	-	-
REQ INFO - MUNICIPAL INFOR & STATISTICS	-200 000	-1 636	-1 636
SALE OF PROPERTY	-1 590 000	-18 261	-18 261
SKILLS DEVELOPMENT LEVY REFUND	-680 988	-	-
SUB TOTAL : OPERATIONAL REVENUE	-2 889 337	-19 897	-19 897



Botswana Ministry of Finance and Economic Development

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CONTRACTED SERVICES BREAKDOWN

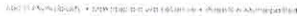
DESCRIPTION	BUDGET	JULY ACTUAL	YTD MOVEMENT
OUTSOURCE SERVICES			
OS: BURIAL SERVICES	600 000	-	-
OS: B&A COMMUNICATIONS	23 126	-	-
OS: B&A HUMAN RESOURCES	710 000	-	-
OS: B&A OCCUPATIONAL HEALTH & SAFETY	250 000	28 950	28 950
OS: B&A PROJECT MANAGEMENT	11 498 700	-	-
OS: B&A RESEARCH & ADVISORY	11 949 268	899 142	899 142
OS: CLEARING & GRASS CUTTING SERVICES	50 278	-	-
R & M - GROUNDS & OPEN SPACES	180 000	-	-
OS: FIRE SERVICES	214 000	-	-
OS: PROFESSIONAL STAFF	200 000	-	-
OS: PRINTING SERVICES	1 000 000	-	-
OS: SECURITY SERVICES	22 493 548	-	-
OS: TRAFFIC FINES MANAGEMENT	1 000 000	-	-
SUB TOTAL : OUTSOURCE SERVICES	50 168 920	928 092	928 092
CONSULTANTS AND PROFESSIONAL SERVICES			
C&PS: B&A ACCOUNTANTS & AUDITORS	150 000	-	-
C&PS: B&A AIR POLLUTION	300 000	-	-
C&PS: B&A AUDIT COMMITTEE	832 908	29 586	29 586
C&PS: B&A BUSINESS & FIN MANAGEMENT	9 963 896	-	-
INDIGENT REGISTER	2 140 000	-	-
READING OF METERS	2 818 346	-	-
SERVICE CONTRACTS	1 166 312	-	-
VAT REVIEW	5 000 000	-	-
C&PS: B&A HUMAN RESOURCES	5 000 000	-	-
C&PS: B&A ORGANISATIONAL	119 519	-	-
C&PS: B&A PROJECT MANAGEMENT	10 322 100	709 210	709 210
C&PS: B&A VALUER & ASSESSORS	2 605 000	-	-
C&PS: I&P TOWN PLANNER	3 000 000	-	-
C&PS: LAB SERV WATER	754 185	-	-
C&PS: LEGAL COST ADVICE & LITIGATION	10 714 786	155 294	155 294
SUB TOTAL : CONSULTANT AND PROF SERVICES	54 887 052	894 091	894 091



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CONTRACTED SERVICES BREAKDOWN

DESCRIPTION	BUDGET	JULY ACTUAL	YTD MOVEMENT
CONTRACTORS			
CONTR: AUDIO-VISUAL SERVICES	220 000	-	-
CONTR: CATERING SERVICES	1 230 000	1 497	1 497
CONTR: ELECTRICAL	1 000 000	-	-
R & M - NETWORK RETICULATION	15 000 000	-	-
R & M - SUBSTATIONS	15 000 000	-	-
R & M - TRANSFORMERS	5 000 000	-	-
R & M - STREET LIGHTS	5 000 000	-	-
R & M - TRAFFIC LIGHTS	3 000 000	-	-
CONTR: EMPLOYEE WELLNESS	550 166	-	-
CONTR: MAINT OF BUILDINGS & FACILITIES	300 000	-	-
R & M - BUILDINGS	5 000 000	-	-
CONTR: MAINTENANCE OF EQUIPMENT	1 635 000	-	-
R & M - COMPUTER EQUIPMENT	2 128 211	-	-
R & M - MOTORS & PUMPS	200 000	-	-
CONTR: MAINTENANCE OF LANDFILLSITE	9 675 000	-	-
R & M - BUILD & GROUND PUMP STATIONS	418 258	-	-
R & M - BUILD & GROUND RESERVOIRS	334 606	-	-
R & M - BUILD & GROUNDS FIKA PATSO WTW	19 010	-	-
R & M - BUILD & GROUNDS MAKWANE WTW	38 022	-	-
R & M - BUILDING & GR STERKFontein WTW	19 010	-	-
R & M - BUILDING & GROUNDS WILGE WTW	623 902	-	-
R & M - FLEET MANAGEMENT	1 059 669	-	-
R & M - MAINTANANCE OF VIP TOILETS	4 000 000	-	-
R & M - MOTORS & PUMPS FIKA PATSO WTW	38 022	-	-
R & M - MOTORS & PUMPS HS & TSAME WWTW	246 787	-	-
R & M - MOTORS & PUMPS MAKWANE WTW	95 057	-	-
R & M - MOTORS & PUMPS PHU ELA KEST WWTW	258 965	-	-
R & M - MOTORS & PUMPS PUMP STATIONS	841 805	-	-
R & M - MOTORS & PUMPS RESERVOIRS	76 646	-	-
R & M - MOTORS & PUMPS STERKFontein WTW	19 010	-	-
R & M - MOTORS & PUMPS WILGE WTW	145 179	-	-
R & M - NETW RETICUL QWA QWA	6 187 191	-	-
R & M - NETWORK RETICULATION HARRYSMITH	2 433 537	-	-
R & M - QUALITY MONITORING	628 487	-	-
R & M - RESURFACING OF ROADS	6 000 000	301 000	301 000
R & M - SHEQ PLUS SHEQ INCENTIVE	1 907 753	-	-
R & M - STREETS & STORMWATER	2 000 000	-	-
R & M - VEHICLE LICENSES	1 005 581	-	-
R & M - VEHICLES	2 128 487	-	-
R&M - MOTORS & PUMPS MAKW & MOEDING WWTW	30 417	-	-
CONTR: MEDICAL SERVICES	600 000	-	-
CONTR: PREPAID ELECTRICITY VENDORS	8 920 420	-	-
CONTR: TRACING AGENTS & DEBT COLLECTORS	11 102	-	-
CONTR: TRANSPORTATION CONTRACTOR	500 000	-	-
SUB TOTAL : CONTRACTORS	105 525 300	302 497	302 497
SUB TOTAL : CONTRACTED SERVICES	210 581 272	2 124 679	2 124 679



1.2.2 Table C3 Consolidated financial performance by municipal vote

FS194 Maluti-a-Phofung - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) -

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 01 - Legislative Authority		-	-	-	-	-	-	-		-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-		-
Vote 03 - Corporate Services		1 053	681	681	-	-	57	(57)	-100,0%	681
Vote 04 - Financial Services		1 069 626	1 200 586	1 200 586	353 671	353 671	100 049	253 622	253,5%	1 200 586
Vote 05 - Municipal Infrastructure		417 543	439 614	439 614	15 836	15 836	36 635	(20 799)	-56,8%	439 614
Vote 06 - Community Services		18 451	20 569	20 569	101	101	1 714	(1 613)	-94,1%	20 569
Vote 07 - Public Safety & Transport		708	1 982	1 982	(1 067)	(1 067)	165	(1 232)	-745,9%	1 982
Vote 08 - Sports, Arts, Parks, Culture		2 169	19 656	19 656	25	25	1 638	(1 613)	-98,5%	19 656
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		-	-	-	-	-	-	-		-
Vote 10 - Hunan Settlements		905	3 226	3 226	67	67	269	(202)	-75,0%	3 226
Vote 11 - ldp, Pms Department		-	-	-	-	-	-	-		-
Vote 12 - Spatial Development, Planning & Traditional Affairs		235	574	574	23	23	48	(25)	-51,7%	574
Vote 13 - Electricity Department		165 372	516 193	516 193	7 599	7 599	43 016	(35 417)	-82,3%	516 193
Vote 14 - Maluti Water		-	-	-	-	-	-	-		-
Vote 15 - Other		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	1 676 064	2 203 080	2 203 080	376 255	376 255	183 590	192 665	104,9%	2 203 080
Expenditure by Vote	1									
Vote 01 - Legislative Authority		58 888	66 974	66 974	4 169	4 169	5 581	(1 412)	-25,3%	66 974
Vote 02 - Office Of The Municipal Manager		21 257	32 333	32 333	1 702	1 702	2 694	(992)	-36,8%	32 333
Vote 03 - Corporate Services		94 668	154 816	154 816	6 630	6 630	12 901	(6 271)	-48,6%	154 816
Vote 04 - Financial Services		306 233	392 918	392 918	21 169	21 169	32 743	(11 574)	-35,3%	392 918
Vote 05 - Municipal Infrastructure		124 360	348 134	348 134	12 027	12 027	29 011	(16 985)	-58,5%	348 134
Vote 06 - Community Services		20 640	25 146	25 146	1 811	1 811	2 096	(284)	-13,6%	25 146
Vote 07 - Public Safety & Transport		127 050	156 991	156 991	9 437	9 437	13 083	(3 646)	-27,9%	156 991
Vote 08 - Sports, Arts, Parks, Culture		45 930	65 440	65 440	4 261	4 261	5 453	(1 192)	-21,9%	65 440
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		9 790	19 722	19 722	873	873	1 644	(770)	-46,9%	19 722
Vote 10 - Hunan Settlements		8 400	14 658	14 658	542	542	1 221	(679)	-55,6%	14 658
Vote 11 - ldp, Pms Department		2 860	3 341	3 341	329	329	278	50	18,0%	3 341
Vote 12 - Spatial Development, Planning & Traditional Affairs		10 396	15 319	15 319	942	942	1 277	(335)	-26,2%	15 319
Vote 13 - Electricity Department		1 252 868	734 986	734 986	116 222	116 222	61 249	54 974	89,8%	734 986
Vote 14 - Maluti Water		141 926	158 944	158 944	8 698	8 698	13 245	(4 548)	-34,3%	158 944
Vote 15 - Other		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	2 225 267	2 189 723	2 189 723	188 812	188 812	182 477	6 335	3,5%	2 189 723
Surplus/ (Deficit) for the year	2	(549 204)	13 357	13 357	187 443	187 443	1 113	186 330	16740,5%	13 357



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1.2.3 Table C4 Consolidated financial performance (revenue and expenditure)

FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		132 807	508 227	508 227	7 599	7 599	42 352	(34 754)	-82%	508 227
Service charges - Water		99 267	118 471	118 471	7 795	7 795	9 873	(2 077)	-21%	118 471
Service charges - Waste Water Management		45 267	48 724	48 724	3 964	3 964	4 060	(97)	-2%	48 724
Service charges - Waste management		45 051	48 518	48 518	4 146	4 146	4 043	103	3%	48 518
Sale of Goods and Rendering of Services		2 004	5 918	5 918	140	140	433	(353)	-72%	5 918
Agency services										
Interest										
Interest earned from Receivables		(22)	13 798	13 798	-	-	1 150	(1 150)	-100%	13 798
Interest from Current and Non Current Assets		4 360	4 620	4 620	-	-	385			4 620
Dividends										
Rent on Land		-	-	-	-	-	-	-		-
Rental from Fixed Assets		1 197	2 504	2 504	72	72	209	(137)	-66%	2 504
Licence and permits										
Operational Revenue		8 389	2 889	2 889	20	20	241	(221)	-92%	2 889
Non-Exchange Revenue										
Property rates		118 796	128 537	128 537	4 257	4 257	10 711	(6 454)	-60%	128 537
Surcharges and Taxes										
Fines, penalties and forfeits		461	1 500	1 500	(1 070)	(1 070)	125	(1 195)		1 500
Licence and permits										
Transfers and subsidies - Operational		765 933	810 030	810 030	334 012	334 012	67 502	266 510		810 030
Interest		-	12 163	12 163	-	-	1 014	(1 014)		12 163
Fuel Levy										
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		-	-	-	-	-	-	-		-
Other Gains		3	4	4	-	-	0	(0)		4
Discontinued Operations										
Total Revenue (excluding capital transfers and contributions)		1 223 513	1 705 903	1 705 903	360 934	360 934	142 159	218 776	154%	1 705 903
Expenditure By Type										
Employee related costs		688 446	743 437	743 437	57 745	57 745	61 953	(4 208)	-7%	743 437
Remuneration of councillors		29 857	33 085	33 085	2 427	2 427	2 757	(331)	-12%	33 085
Bulk purchases - electricity		758 126	565 900	565 900	110 598	110 598	47 158	63 440		565 900
Inventory consumed		34 171	58 144	58 144	569	569	4 845	(4 277)		58 144
Debt impairment		-	60 000	60 000	-	-	5 000	(5 000)	-100%	60 000
Depreciation and amortisation		-	153 916	153 916	-	-	12 826	(12 826)	-100%	153 916
Interest		382 456	15 144	15 144	1	1	1 262	(1 261)	-100%	15 144
Contracted services		87 543	210 581	210 581	2 125	2 125	17 548	(15 424)	-88%	210 581
Transfers and subsidies		129 133	187 200	187 200	11 594	11 594	15 600	(4 006)	-26%	187 200
Irrecoverable debts written off		20 018	17 000	17 000	235	235	1 417	(1 181)		17 000
Operational costs		95 514	145 300	145 300	3 518	3 518	12 108	(8 591)	-71%	145 300
Losses on Disposal of Assets		-	-	-	-	-	-	-		-
Other Losses		4	16	16	-	-	1	(1)		16
Total Expenditure		2 225 267	2 189 723	2 189 723	188 812	188 812	182 477	6 335	3%	2 189 723
Surplus/(Deficit)		(1 001 755)	(483 820)	(483 820)	172 122	172 122	(40 318)	212 440	(0)	(483 820)
Transfers and subsidies - capital (monetary allocations)										
		273 230	234 059	234 059	-	-	19 505	(19 505)	(0)	234 059
Transfers and subsidies - capital (in-kind)										
Surplus/(Deficit) after capital transfers & contributions		(728 525)	(249 761)	(249 761)	172 122	172 122	(20 813)			(249 761)
Income Tax										
Surplus/(Deficit) after income tax		(728 525)	(249 761)	(249 761)	172 122	172 122	(20 813)			(249 761)
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		(728 525)	(249 761)	(249 761)	172 122	172 122	(20 813)			(249 761)
Share of Surplus/Deficit attributable to Associate										
Intercompany /Parent subsidiary transactions		179 321	263 118	263 118	15 320	15 320	21 926			263 118
Surplus/ (Deficit) for the year		(549 204)	13 357	13 357	187 443	187 443	1 113			13 357



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1.2.4 Table C5 Consolidated capital expenditure

FS194 Maluti-a-Phofung - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M01 July)

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 01 - Legislative Authority		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 04 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 05 - Municipal Infrastructure		-	-	-	-	-	-	-	-	-
Vote 06 - Community Services		-	-	-	-	-	-	-	-	-
Vote 07 - Public Safety & Transport		-	-	-	-	-	-	-	-	-
Vote 08 - Sports, Arts, Parks, Culture		-	-	-	-	-	-	-	-	-
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		-	-	-	-	-	-	-	-	-
Vote 10 - Hunan Settlements		-	-	-	-	-	-	-	-	-
Vote 11 - ldp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		-	-	-	-	-	-	-	-	-
Vote 13 - Electricity Department		-	-	-	-	-	-	-	-	-
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 01 - Legislative Authority		-	3 500	3 500	-	-	292	(292)	-100%	3 500
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		2 693	5 397	5 397	-	-	450	(450)	-100%	5 397
Vote 04 - Financial Services		307	16 000	16 000	41	41	1 333	(1 292)	-97%	16 000
Vote 05 - Municipal Infrastructure		181 854	185 832	185 832	14 331	14 331	15 486	(1 155)	-7%	185 832
Vote 06 - Community Services		16 655	18 907	18 907	553	553	1 576	(1 023)	-65%	18 907
Vote 07 - Public Safety & Transport		18	5 000	5 000	-	-	417	(417)	-100%	5 000
Vote 08 - Sports, Arts, Parks, Culture		1 351	17 855	17 855	-	-	1 488	(1 488)	-100%	17 855
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		-	-	-	-	-	-	-	-	-
Vote 10 - Hunan Settlements		-	-	-	-	-	-	-	-	-
Vote 11 - ldp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		-	-	-	-	-	-	-	-	-
Vote 13 - Electricity Department		56 416	16 678	16 678	-	-	1 390	(1 390)	-100%	16 678
Vote 14 - Maluti Water		421	11 445	11 445	-	-	954	(954)	-100%	11 445
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	259 716	280 614	280 614	14 924	14 924	23 385	(8 460)	-36%	280 614
Total Capital Expenditure		259 716	280 614	280 614	14 924	14 924	23 385	(8 460)	-36%	280 614
Capital Expenditure - Functional Classification										
Governance and administration		3 421	37 842	37 842	41	41	3 154	(3 112)	-99%	37 842
Executive and council		421	14 945	14 945	-	-	1 245	(1 245)	-100%	14 945
Finance and administration		3 000	22 897	22 897	41	41	1 908	(1 867)	-98%	22 897
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		18 024	40 262	40 262	553	553	3 355	(2 803)	-84%	40 262
Community and social services		16 673	19 407	19 407	553	553	1 617	(1 065)	-66%	19 407
Sport and recreation		1 351	17 855	17 855	-	-	1 488	(1 488)	-100%	17 855
Public safety		-	3 000	3 000	-	-	250	(250)	-100%	3 000
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		13 460	14 766	14 766	-	-	1 231	(1 231)	-100%	14 766
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		13 460	14 766	14 766	-	-	1 231	(1 231)	-100%	14 766
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		224 810	187 743	187 743	14 331	14 331	15 645	(1 314)	-8%	187 743
Energy sources		56 416	16 678	16 678	-	-	1 390	(1 390)	-100%	16 678
Water management		60 765	87 462	87 462	-	-	7 288	(7 288)	-100%	87 462
Waste water management		107 629	83 604	83 604	14 331	14 331	6 967	7 364	106%	83 604
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	259 716	280 614	280 614	14 924	14 924	23 385	(8 460)	-36%	280 614
Funded by:										
National Government		225 473	224 272	224 272	14 883	14 883	18 689	(3 806)	-20%	224 272
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov		-	-	-	-	-	-	-	-	-
Departm Agencies, Households, Non-profit Institutions, Private Enterprises,		-	-	-	-	-	-	-	-	-
Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		225 473	224 272	224 272	14 883	14 883	18 689	(3 806)	-20%	224 272
Borrowing		-	-	-	-	-	-	-	-	-
Internally generated funds	6	34 243	56 342	56 342	41	41	4 695	(4 654)	-99%	56 342
Total Capital Funding		259 716	280 614	280 614	14 924	14 924	23 385	(8 460)	-36%	280 614



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1.2.4.1 List of capital projects and performance

Capital assets from own funds

The total capital expenditure from own source for the month of July amounted to **R41 thousand**.

Description R'000	Budget Year 2023-2024				
	Original Budget	July Actuals	YearTD outcomes	%	Balances
PARENT MUNICIPALITY	44 500 000	41 050	41 050	0%	44 458 950
Vehicle(Legislative)	1 500 000	-	-	0%	1 500 000
Computer & equipment(Legislative)	2 000 000	-	-	0%	2 000 000
Machinery & equipment (corporate)	1 000 000	-	-	0%	1 000 000
Computer & equipment	4 000 000	-	-	0%	4 000 000
Furniture & fittings	1 000 000	41 050	41 050	4%	958 950
Electricity prepaid meters	15 000 000	-	-	0%	15 000 000
Machinery & equipment (public safety)	500 000	-	-	0%	500 000
Vehicle(Public Safety)	3 000 000	-	-	0%	3 000 000
Vehicle(Security)	1 000 000	-	-	0%	1 000 000
Machinery & equipment (Security)	500 000	-	-	0%	500 000
Transformers	15 000 000	-	-	0%	15 000 000
MAP WATER	11 842 281	-	-	0%	11 842 281
Infrastructure Upgrade - Hardware	397 203	-	-	0%	397 203
Motor Vehicles	5 023 056	-	-	0%	5 023 056
Equipment Other	198 784	-	-	0%	198 784
Plant and Machinery	1 256 975	-	-	0%	1 256 975
Refurbishment Projects	4 511 324	-	-	0%	4 511 324
Furniture & Fitting	235 278	-	-	0%	235 278
Office Equipment	49 685	-	-	0%	49 685
Computers	169 976	-	-	0%	169 976
Total Capital Budget Funded From Own Source	56 342 281	41 050	41 050	0%	56 301 231



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The capital expenditure from conditional grants

The total capital expenditure from projects funded by grants in July amounted to **R14.8 million (excluding Vat)**.

Description (Functional classification)	Source of funding	Budget Year 2023-2024				
		Budget	July Actuals	YTD Actuals	%	Balance
ROADS PROJECTS		14 766 413	-	-	0%	14 766 413
Monontsha:Construction Of Footbridge	MIG	6 135 990	-	-	0%	6 135 990
Phutha:Upgr 1km Paved Road Motebang Ph1	MIG	2 514 000	-	-	0%	2 514 000
Intabazwe Ext:3 Paved Roads Phase 3	MIG	2 106 586	-	-	0%	2 106 586
Namahadi Const 5km Roads P4	MIG	4 009 837	-	-	0%	4 009 837
WATER PROJECTS		87 461 969	-	-	0%	87 461 969
Improving Water Revenue	WSIG	16 000 000	-	-	0%	16 000 000
Thaba Bosiu Water Pipeline	MIG	35 726 309	-	-	0%	35 726 309
Ha - Sethunya: Water Retic 500 Stands	MIG	17 758 815	-	-	0%	17 758 815
Upgrading Of Water Pump Stations	MIG	15 439 208	-	-	0%	15 439 208
Matebeleng 3ml Reservoir	MIG	2 537 637	-	-	0%	2 537 637
WASTE WATER MANAGEMENT/ SEWERAGE PROJECTS		83 603 501	14 330 803	14 330 803	17%	69 272 698
Makholokweng Bulk And Sewer Network	WSIG	22 317 000	-	-	0%	22 317 000
Intabazwe Ext3:Cons Waterborne Sew N/Wrk	MIG	543 685	-	-	0%	543 685
Namahadi:Construction Sewer Network	MIG	26 881 599	-	-	0%	26 881 599
Refurbishment Of Sewer Pump Stations	MIG	17 202 261	1 773 846	1 773 846	0%	15 428 415
Qwa Qwa:Constr 24000 Vip Toilets Ph 13 A	MIG	16 658 956	12 556 957	12 556 957	75%	4 101 999
COMMUNITY FACILITY PROJECTS		18 906 942	552 576	552 576	3%	18 354 366
Phuthaditjhaba: Upgrading Of Town Hall	MIG	18 906 942	552 576	552 576	3%	18 354 366
SPORTS AND RECREATIONAL FACILITIES		17 855 375	-	-	0%	2 811 938
Upgrade Of Platberg Stadium Phase 1	MIG	15 043 437	-	-	0%	15 043 437
Refurbishment Of Charles Mopeli Stadium	MIG	2 811 938	-	-	0%	2 811 938
ELECTRICITY PROJECTS		1 677 693	-	-	0%	1 677 693
Map:high mast lights in 4 towns ph 2	MIG	1 677 693	-	-	0%	1 677 693
TOTAL ASSETS FUNDED BY NATIONAL GRANTS		224 271 893	14 883 379	14 883 379	7%	194 345 077



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1.2.5 Table C6 Consolidated Financial Position

The table indicates that the total assets amounted to **R10.2 billion** and the total liabilities amounted to **R11.2 billion** by the end of **July 2023**. This information is not a true reflection of the financial position figures; this will be corrected when the Municipality has fully converted to being mSCOA compliant.

FS194 Maluti-a-Phofung - Table C6 Consolidated Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		172 707	(1 695 254)	(1 695 254)	443 559	(1 695 254)
Trade and other receivables from exchange transactions		1 218 179	1 499 043	1 499 043	1 242 469	1 499 043
Receivables from non-exchange transactions		649 669	75 837	75 837	655 978	75 837
Current portion of non-current receivables		144	—	—	144	—
Inventory		4 791	559	559	4 755	559
VAT		1 372 679	362 750	362 750	1 393 761	362 750
Other current assets		(1 064)	—	—	(1 064)	—
Total current assets		3 417 105	242 936	242 936	3 739 602	242 936
Non current assets						
Investments						
Investment property		803 255	—	—	803 255	—
Property, plant and equipment		5 720 679	4 496 827	4 496 827	5 735 603	4 496 827
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		—	—	—	—	—
Trade and other receivables from exchange transactions		(144)	—	—	(144)	—
Non-current receivables from non-exchange transactions		—	—	—	—	—
Other non-current assets						
Total non current assets		6 523 790	4 496 827	4 496 827	6 538 714	4 496 827
TOTAL ASSETS		9 940 895	4 739 763	4 739 763	10 278 316	4 739 763
LIABILITIES						
Current liabilities						
Bank overdraft		—	—	—	—	—
Financial liabilities		(15 019)	—	—	(15 019)	—
Consumer deposits		25 722	313	313	25 778	313
Trade and other payables from exchange transactions		9 666 561	6 322 450	6 322 450	9 735 328	6 322 450
Trade and other payables from non-exchange transactions		24 924	—	—	85 588	—
Provision		688 042	—	—	688 042	—
VAT		689 446	85 381	85 381	692 514	85 381
Other current liabilities		(19)	—	—	(19)	—
Total current liabilities		11 079 657	6 408 144	6 408 144	11 212 213	6 408 144
Non current liabilities						
Financial liabilities		320	—	—	320	—
Provision		—	—	—	—	—
Long term portion of trade payables		—	—	—	—	—
Other non-current liabilities		—	—	—	—	—
Total non current liabilities		320	—	—	320	—
TOTAL LIABILITIES		11 079 976	6 408 144	6 408 144	11 212 532	6 408 144
NET ASSETS	2	(1 139 082)	(1 668 381)	(1 668 381)	(934 216)	(1 668 381)
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(1 564 653)	(1 681 738)	(1 681 738)	(1 032 042)	(1 681 738)
Reserves and funds		(212 934)	—	—	(212 934)	—
Other		—	—	—	—	—
TOTAL COMMUNITY WEALTH/EQUITY	2	(1 777 587)	(1 681 738)	(1 681 738)	(1 244 976)	(1 681 738)



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1.2.6 Table C7 Consolidated Cash flow statement

The bank vote on the system is not set to break down the actual payments per type of expenditure and type of revenue. The information reflected below is not a true indication the bank movements.

FS194 Maluti-a-Phofung - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		-	74 197	74 197	3 941	3 941	6 183	(2 242)	-36%	74 197
Service charges		-	325 692	325 692	10 017	10 017	27 141	(17 124)	-63%	325 692
Other revenue		-	78 801	78 801	(28 721)	(28 721)	6 567	(35 288)	-537%	78 801
Transfers and Subsidies - Operational		-	810 030	810 030	334 012	334 012	67 502	266 510	395%	810 030
Transfers and Subsidies - Capital		-	234 059	234 059	60 664	60 664	19 505	41 159	211%	234 059
Interest		-	9 654	9 654	-	-	804	(804)	-100%	9 654
Dividends								-		
Payments										
Suppliers and employees		-	(1 809 919)	(1 809 919)	7 966	7 966	(150 827)	(158 793)	105%	(1 809 919)
Interest								-		
Transfers and Subsidies								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	(277 486)	(277 486)	387 879	387 879	(23 124)	(411 003)	1777%	(277 486)
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current receivables		(144)	-	-	-	(144)	-	(144)	#DIV/0!	-
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		-	(280 614)	(280 614)	(14 924)	(14 924)	(23 385)	(8 460)	36%	(280 614)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(144)	(280 614)	(280 614)	(14 924)	(15 069)	(23 385)	(8 316)	36%	(280 614)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits		-	313	313	57	57	26	30	117%	313
Payments										
Repayment of borrowing								-		
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	313	313	57	57	26	(30)	-117%	313
NET INCREASE/ (DECREASE) IN CASH HELD		(144)	(557 787)	(557 787)	373 012	372 867	(46 482)			(557 787)
Cash/cash equivalents at beginning:		64 626	-	-	118 498	118 498	-			118 498
Cash/cash equivalents at month/year end:		64 482	(557 787)	(557 787)		491 365	(46 482)			(439 290)



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PART 2 - SUPPORTING DOCUMENTATION

2.1. SUPPORTING TABLES

2.1.1. Debtors Age Analysis

- The total debt book amounted to **R2.427 billion** by the end of **July 2023**.
- This total does not include the credited amounts or journals done.
- The table indicates that the largest debt is from the Water source with a total of **R703.1 million** including bills from rural wards that can't be collected due to water network infrastructure that was wrongly installed and led to incorrect bills.
- The largest debt by customer group is from Households with a total of **1.407 billion**.

FS194 Maluti-a-Phofung - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1 Yr	Total
Debtors Age Analysis By Income Source										
Water	1200	13 719	9 588	15 744	9 923	6 278	9 967	55 183	582 748	703 150
Electricity	1300	7 796	4 827	3 850	3 024	3 075	2 848	19 782	271 837	317 039
Property Rates	1400	8 588	8 463	8 006	7 626	7 507	7 386	40 812	506 172	594 561
Waste Water Management	1500	4 528	3 797	3 907	3 617	3 605	3 622	20 604	226 430	270 109
Waste Management	1600	4 531	3 734	3 689	3 611	3 590	3 580	20 743	227 583	271 060
Interest on Arrear Debtor Accounts	1810	0	21	47	6	–	–	32	211 480	211 585
Other	1900	283	265	257	253	274	217	1 644	57 208	60 401
Total By Income Source	2000	39 445	30 695	35 499	28 058	24 330	27 619	158 800	2 083 458	2 427 905
Debtors Age Analysis By Customer Group										
Organs of State	2200	8 484	7 105	7 990	7 100	6 468	6 837	35 833	383 505	463 323
Commercial	2300	9 106	7 199	6 411	4 708	4 522	4 603	28 481	464 169	529 199
Households	2400	21 742	16 298	21 005	16 159	13 208	16 074	93 691	1 209 609	1 407 786
	2500	114	92	93	91	132	105	795	26 174	27 597
Total By Customer Group	2600	39 445	30 695	35 499	28 058	24 330	27 619	158 800	2 083 458	2 427 905

2.1.2. Creditors Age Analysis

The Bulk Electricity amount reflected on the below table is as per Eskom invoice. The total amount currently on the financial system creditors analysis report is **R5.1 billion**.

FS194 Maluti-a-Phofung - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

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	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	156 571	142 181	96 762	-	-	-	-	7 452 901	7 848 415
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	205	93	64 787	-	-	-	-	-	65 084
Auditor General	0800	-	-	206	-	-	-	-	-	206
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	156 776	142 274	161 755	-	-	-	-	7 452 901	7 913 705



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2.1.3. Investments Portfolio Analysis

- The closing balances by the end of **July 2023** amounted to **R292.1 million**.

FS194 Maluti-a-Phofung - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

Investments by maturity Name of institution & investment ID R thousands	Period of Investment	Type of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Municipality							
Sanlam- 5926	Yrs	Money market	556 954	-	-	-	556 954
Sanlam - Money Market-50189057	Yrs	Money market	2 299 584	-	-	-	2 299 584
Sanlam- 11690236x2	Yrs	Money market	346 197	-	-	-	346 197
FNB 62212896346	Months	Call account	3 143	30	131	5 319	8 361
ABSA 9358605812	Months	Investment	1 000	96 254	-	200 000 000	200 097 254
SBSA 40823938	Months	Investment	0	-	-	40 000 000	40 000 000
SBSA 34 852 640 7	Months	Investment	141	-	-	-	141
FNB 62756806661	Months	Investment	1 378	168 667	60 000 000	60 000 000	170 045
NEDBANK 03/7881162791	Months	Investment	2 622	351 380	-	48 347 000	48 701 001
Municipality sub-total			3 211 019	616 331	60 000 131	348 352 319	292 179 538
Entities			-	-	-	-	-
Entities sub-total			-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST			3 211 019	616 331	60 000 131	348 352 319	292 179 538

2.1.4. Allocations and grants received

The total grants received to date amounted to **R394.6 million**.

Description R'000	Budget 2023/24	July Actual	YearTD actual	Balance
RECEIPTS:				
Operating Transfers and Grants				
National Government:				
Equitable Share	801 631	334 012	334 012	(467 619)
Expanded Public Works Programme Integrated Grant	5 299	-	-	(5 299)
Local Government Financial Management Grant	3 100	-	-	(3 100)
Total Operating Transfers and Grants	810 030	334 012	334 012	(476 018)
Capital Transfers and Grants				
Municipal Infrastructure Grant	195 742	48 347	48 347	(147 395)
Water Services Infrastructure Grant	38 317	12 317	12 317	(26 000)
Total Capital Transfers and Grants	234 059	60 664	60 664	(173 395)
TOTAL RECEIPTS OF TRANSFERS & GRANTS	1 044 089	394 676	394 676	(649 413)



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2.1.5. Councillors and Board Member Allowances and Employee Benefits

The total employee costs in July for the Parent municipality including councillors amounted to **R48.7 million**.

FS194 Maluti-a-Phofung - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July										
Employee and Councillor remuneration	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		25 090	27 846	27 846	2 016	2 016	2 320	(304)	-13%	27 846
Pension and UIF Contributions		146	140	140	16	16	12	5	40%	140
Medical Aid Contributions		52	55	55	4	4	5	(0)	-7%	55
Motor Vehicle Allowance		–	–	–	–	–	–	–	–	–
Cellphone Allowance		2 809	3 101	3 101	228	228	258	(31)	-12%	3 101
Housing Allowances		–	–	–	–	–	–	–	–	–
Other benefits and allowances		1 760	1 944	1 944	162	162	162	(0)	0%	1 944
Sub Total - Councillors		29 857	33 085	33 085	2 427	2 427	2 757	(331)	-12%	33 085
% increase	4		10,8%	10,8%						10,8%
Senior Managers of the Municipality										
Basic Salaries and Wages		5 914	9 653	9 653	567	567	804	(237)	-29%	9 653
Pension and UIF Contributions		335	570	570	21	21	47	(27)	-56%	570
Medical Aid Contributions		85	163	163	5	5	14	(8)	-61%	163
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance		813	1 546	1 546	78	78	129	(51)	-40%	1 546
Cellphone Allowance		91	176	176	11	11	15	(4)	-28%	176
Housing Allowances		–	–	–	–	–	–	–	–	–
Other benefits and allowances		–	–	–	–	–	–	–	–	–
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	2	–	–	–	–	–	–	–	–	–
Entertainment		–	–	–	–	–	–	–	–	–
Scarcity		–	–	–	–	–	–	–	–	–
Accommodation and post related allowances		–	–	–	–	–	–	–	–	–
In kind benefits		–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality		7 239	12 108	12 108	681	681	1 009	(328)	-32%	12 108
% increase	4		67,3%	67,3%						67,3%
Other Municipal Staff										
Basic Salaries and Wages		311 390	334 883	334 883	27 987	27 987	27 907	80	0%	334 883
Pension and UIF Contributions		54 598	58 635	58 635	4 806	4 806	4 886	(80)	-2%	58 635
Medical Aid Contributions		24 259	24 850	24 850	2 253	2 253	2 071	182	9%	24 850
Overtime		71 016	70 445	70 445	5 291	5 291	5 870	(579)	-10%	70 445
Performance Bonus		24 025	29 856	29 856	2 675	2 675	2 488	187	8%	29 856
Motor Vehicle Allowance		13 266	14 579	14 579	1 179	1 179	1 215	(36)	-3%	14 579
Cellphone Allowance		1 085	1 216	1 216	93	93	101	(9)	-9%	1 216
Housing Allowances		1 502	1 524	1 524	106	106	127	(21)	-16%	1 524
Other benefits and allowances		3 380	4 032	4 032	287	287	336	(49)	-15%	4 032
Payments in lieu of leave		1 563	1 960	1 960	279	279	163	116	71%	1 960
Long service awards		4 931	6 747	6 747	249	249	562	(313)	-56%	6 747
Post-retirement benefit obligations	2	(491)	–	–	(59)	(59)	–	(59)	#DIV/0!	–
Entertainment		–	–	–	–	–	–	–	–	–
Scarcity		–	100	100	–	–	8	(8)	-100%	100
Accommodation and post related allowances		4 689	6 280	6 280	445	445	523	(78)	-15%	6 280
In kind benefits		–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff		515 210	555 107	555 107	45 592	45 592	46 259	(667)	-1%	555 107
% increase	4		7,7%	7,7%						7,7%
Total Parent Municipality		552 305	600 300	600 300	48 700	48 700	50 025	(1 326)	-3%	600 300



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- The July total employee costs for the Entity amounted to **R11.4 million**
- The July **consolidated** total employee costs amounted to **R60.1 million** (including councillors).

FS194 Maluti-a-Phofung - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Employee and Councillor remuneration	Ref	2022/23	Budget Year 2023/24							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									%	
	1	A	B	C						D
Senior Managers of Entities										
Basic Salaries and Wages		-	15 544	15 544	-	-	1 295	(1 295)	-100%	15 544
Pension and UIF Contributions		429	3 649	3 649	38	38	304	(266)	-88%	3 649
Medical Aid Contributions		-	834	834	-	-	69	(69)	-100%	834
Overtime		-	1 004	1 004	-	-	84	(84)	-100%	1 004
Performance Bonus		-	-	-	-	-	-	-		-
Motor Vehicle Allowance		-	3 474	3 474	-	-	290	(290)	-100%	3 474
Cellphone Allowance		-	-	-	-	-	-	-		-
Housing Allowances		-	704	704	-	-	59	(59)	-100%	704
Other benefits and allowances		2	1 610	1 610	0	0	134	(134)	-100%	1 610
Payments in lieu of leave		-	-	-	-	-	-	-		-
Long service awards		-	119	119	-	-	10	(10)	-100%	119
Post-retirement benefit obligations	2	-	-	-	-	-	-	-		-
Entertainment		-	-	-	-	-	-	-		-
Security		-	-	-	-	-	-	-		-
Acting and post related allowance		-	220	220	-	-	18	-		220
In kind benefits		-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Entities		431	27 158	27 158	38	38	2 263	(2 225)	-98%	27 158
% Increase	4		6199,3%	6199,3%						6199,3%
Other Staff of Entities										
Basic Salaries and Wages		74 996	75 524	75 524	5 644	5 644	6 294	(649)	-10%	75 524
Pension and UIF Contributions		12 035	16 171	16 171	906	906	1 348	(441)	-33%	16 171
Medical Aid Contributions		8 429	7 231	7 231	652	652	603	50	8%	7 231
Overtime		22 426	12 338	12 338	1 256	1 256	1 028	228	22%	12 338
Performance Bonus		5 536	12 446	12 446	162	162	1 037	(875)	-84%	12 446
Motor Vehicle Allowance		13 386	11 265	11 265	1 021	1 021	939	82	9%	11 265
Cellphone Allowance		-	-	-	-	-	-	-		-
Housing Allowances		2 156	3 218	3 218	163	163	268	(105)	-39%	3 218
Other benefits and allowances		11 542	7 924	7 924	896	896	660	236	36%	7 924
Payments in lieu of leave		1 276	-	-	4	4	-	4	#DIV/0!	-
Long service awards		451	1 095	1 095	33	33	91	(58)	-63%	1 095
Post-retirement benefit obligations		783	445	445	-	-	37	(37)	-100%	445
Entertainment		-	-	-	-	-	-	-		-
Security		-	-	-	-	-	-	-		-
Acting and post related allowance		12 539	1 408	1 408	695	695	117	-		1 408
In kind benefits		-	-	-	-	-	-	-		-
Sub Total - Other Staff of Entities		165 567	149 064	149 064	11 434	11 434	12 422	(988)	-8%	149 064
% Increase	4		-10,0%	-10,0%						-10,0%
Total Municipal Entities		165 998	176 222	176 222	11 472	11 472	14 685	(3 213)	-22%	176 222
TOTAL SALARY, ALLOWANCES & BENEFITS										
		718 303	776 522	776 522	60 172	60 172	64 710	(4 538)	-7%	776 522
% Increase	4		8,1%	8,1%						8,1%
TOTAL MANAGERS AND STAFF		688 446	743 437	743 437	57 745	57 745	61 953	(4 208)	-7%	743 437



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2.2. PARENT MUNICIPALITY FINANCIAL PERFORMANCE

The total revenue for the parent municipality amounted to **R360.9 million**.

The total expenditure amounted to **R176.6 million**.

FS194 Maluti-a-Phofung - Supporting Table SC10 Monthly Budget Statement - Parent Municipality Financial Performance (revenue and expenditure) -

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue										
Exchange Revenue										
Service charges - Electricity		132 807	508 227	508 227	7 599	7 599	42 352	(34 754)	-82%	508 227
Service charges - Water		99 267	118 471	118 471	7 795	7 795	9 873	(2 077)	-21%	118 471
Service charges - Waste Water Management		45 267	48 724	48 724	3 964	3 964	4 060	(97)	-2%	48 724
Service charges - Waste management		45 051	48 518	48 518	4 146	4 146	4 043	103	3%	48 518
Sale of Goods and Rendering of Services		2 032	5 798	5 798	140	140	483	(343)	-71%	5 798
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		(22)	13 798	13 798	-	-	1 150	(1 150)	-100%	13 798
Interest earned from Current and Non Current Assets		4 360	4 500	4 500	-	-	375	-	-	4 500
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1 197	2 504	2 504	72	72	209	(137)	-66%	2 504
Licence and permits		-	-	-	-	-	-	-	-	-
Operational Revenue		8 389	2 889	2 889	20	20	241	(221)	-92%	2 889
Non-Exchange Revenue										
Property rates		118 796	128 537	128 537	4 257	4 257	10 711	-	-	128 537
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		461	1 500	1 500	(1 070)	(1 070)	125	(1 195)	-956%	1 500
Licences or permits		-	-	-	-	-	-	-	-	-
Transfer and subsidies - Operational		752 500	810 030	810 030	334 012	334 012	67 502	-	-	810 030
Interest		-	12 163	12 163	-	-	1 014	-	-	12 163
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Gains		3	4	4	-	-	0	-	-	4
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contribution)		1 210 107	1 705 663	1 705 663	360 934	360 934	142 139	218 796	154%	1 705 663
Expenditure By Type										
Employee related costs		522 449	567 215	567 215	46 273	46 273	47 268	(995)	-2%	567 215
Remuneration of councillors		29 857	33 085	33 085	2 427	2 427	2 757	(331)	-12%	33 085
Bulk purchases - electricity		758 126	565 900	565 900	110 598	110 598	47 158	63 440	135%	565 900
Inventory consumed		28 666	39 455	39 455	260	260	3 288	(3 028)	-92%	39 455
Debt impairment		-	60 000	60 000	-	-	5 000	(5 000)	-100%	60 000
Depreciation and amortisation		-	151 101	151 101	-	-	12 592	(12 592)	-100%	151 101
Interest		382 456	15 000	15 000	1	1	1 250	(1 249)	-100%	15 000
Contracted services		84 130	181 541	181 541	1 969	1 969	15 128	(13 159)	-87%	181 541
Transfers and subsidies		129 133	187 200	187 200	11 594	11 594	15 600	(4 006)	-26%	187 200
Irrecoverable debts written off		20 018	17 000	17 000	235	235	1 417	(1 181)	-83%	17 000
Operational costs		82 666	120 692	120 692	3 300	3 300	10 058	(6 757)	-67%	120 692
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		4	7	7	-	-	1	-	-	7
Total Expenditure		2 037 504	1 938 197	1 938 197	176 658	176 658	161 516	15 142	9%	1 938 197
Surplus/(Deficit)		(827 397)	(232 534)	(232 534)	184 276	184 276	(19 378)	203 654	-1051%	(232 534)
Transfers and subsidies - capital (monetary allocations)		273 230	234 059	234 059	-	-	19 505	(19 505)	-100%	234 059
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(554 167)	1 525	1 525	184 276	184 276	127	184 149	144943%	1 525
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(554 167)	1 525	1 525	184 276	184 276	127	184 149	144943%	1 525

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The table below shows when the supporting information was received and processes completed.

MONTH END PROCESSES & SUPPORTING REPORTS REQUIRED

DESCRIPTION	UNIT	PERIOD	DUE DATE	ACTUAL DATE	STATUS
Month end Procedures					
Month end Final Billing integration	Revenue Management Unit	Jul-23	Thursday, 03 August 2023	Wednesday, 02 August 2023	Complete
Expenditure capturing	Expenditure Management Unit	Jul-23	Thursday, 03 August 2023	Friday, 11 August 2023	Complete
Monthly salary interface	Payroll Management Unit	Jul-23	Thursday, 03 August 2023	Tuesday, 15 August 2023	Complete
MAP Water transactions (Journal)	MAP Water	Jul-23	Thursday, 03 August 2023	Monday, 14 August 2023	Received
MAP monthly Journals	Financial Accounting Unit	Jul-23	Thursday, 03 August 2023	Tuesday, 15 August 2023	Complete
MAPW journal upload	Financial Accounting Unit	Jul-23	Thursday, 03 August 2023	Tuesday, 15 August 2023	Complete
Supporting Reports					
Monthly Investments register	Financial Accounting Unit	Jul-23	Thursday, 03 August 2023	Tuesday, 08 August 2023	Received
FMG report audit & FMCMM information	Financial Accounting	Jul-23	Thursday, 03 August 2023	Tuesday, 08 August 2023	Received
FMG report audit information	Internal Audit Units	Jul-23	Thursday, 03 August 2023	Friday, 04 August 2023	Received
Monthly Bank and Cash flow report	Financial Accounting Unit	Jul-23	Thursday, 03 August 2023	Friday, 04 August 2023	Received
Monthly Creditors age analysis and AC (data strings)	Expenditure Management Unit	Jul-23	Thursday, 03 August 2023	Monday, 07 August 2023	Received
Monthly Billing vs collection	Revenue Management Unit	Jul-23	Thursday, 03 August 2023	Tuesday, 08 August 2023	Received
Monthly Debtors age analysis - DB (data strings)	Revenue Management Unit	Jul-23	Thursday, 03 August 2023	Wednesday, 02 August 2023	Received
Monthly Contract register	SCM Unit	Jul-23	Thursday, 03 August 2023	Thursday, 10 August 2023	Received
Eskom bulk invoice	Expenditure or Revenue Unit	Jul-23	Thursday, 03 August 2023	Monday, 07 August 2023	Received
BP135	Revenue Management Unit	Jul-23	Thursday, 03 August 2023	Monday, 07 August 2023	Received
Monthly Debt Return	Revenue Management Unit	Jul-23	Thursday, 03 August 2023	Tuesday, 08 August 2023	Received



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2.4. MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I HA Golia-TH of Maluti - A - Phofung Municipality,
hereby certify that -

(mark as appropriate)

☒

the monthly budget statement

☐

quarterly report on the implementation of the budget and financial state affairs of the municipality

☐

mid-year budget and performance assessment

for the month of **July 2023** has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print name: HA Golia-TH

Municipal Manager of: MALUTI - A - PHOFUNG MUNICIPALITY (FS194)

Signature: [Signature]

Date: 30/8/2023