Local Municipality • Mmasepala wa seLehae • Plaaslike Munisipaliteit

MONTHLY BUDGET STATEMENT - MFMA s71 FOR THE MONTH ENDING 31 OCTOBER 2022

1. PURPOSE

The purpose of this report is to provide a budget statement of the Municipality for the month ending **31 October 2022.**

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

9. FINANCIAL IMPLICATIONS

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

- The total actual operational revenue for the month amounted to **R56.8 million.**
- The total actual operational expenditure for the month amounted to **R114.5 million.**
- The total actual capital expenditure for the month amounted to **R47.7 million.**
- The total debtor's book by the end of **October 2022** amounted to **R2.2 billion** as indicated on **page 18** of the report.
- The creditors balance by the end of **October 2022** amounted to **R7.2 billion** as indicated on **page 19** of the report. The largest contributor being the Eskom debt.

10. STAFF IMPLICATIONS

The total number of employees by the end of **October 2022.**

- Parent municipal staff including Councillors was **1 337.**
- MAP Water (SOC) Ltd was **291.**

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.

12. RECOMMENDATION

It is recommended

- That the MFMA section 71 report for the month ending **31 October 2022** 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.

.... 22/11/2022

PREPARED BY: S MACHE **DATE**
ACTING CHIEF FINANCIAL OFFICER

.... 22/11/2022

SUBMITTED BY: S MAKHUBU **DATE**
ACTING MUNICIPAL MANAGER

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PART 1 IN-YEAR REPORT

1.1 EXECUTIVE SUMMARY

The year to date total revenue amounted to **R491 billion**, the year to date operating expenditure amounted to **R691.5 billion**.

Table C1 Consolidated Monthly Budget Statement Summary

FS194 Maluti-a-Phofung - Table C1 Consolidated Monthly Budget Statement Summary - M04 October

Description	2021/22	Budget Year 2022/23							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	113 846	111 979	111 979	9 327	37 348	37 326	22	0%	111 979
Service charges	251 630	743 950	743 950	18 162	80 455	247 983	(167 529)	-68%	743 950
Investment revenue	592	10 100	10 100	171	1 452	3 367	(1 915)	-57%	10 100
Transfers and subsidies	767 794	754 206	754 206	2 866	314 136	251 402	62 734	25%	754 206
Other own revenue	135 076	279 001	279 001	26 326	57 630	93 000	(35 370)	-38%	279 001
Total Revenue (excluding capital transfers and contributions)	**1 268 936**	**1 899 235**	**1 899 235**	**56 853**	**491 021**	**633 078**	**(142 058)**	**-22%**	**1 899 235**
Employee costs	667 674	660 113	660 113	26 414	228 709	220 038	8 671	4%	660 113
Remuneration of Councillors	28 529	30 608	30 608	2 901	10 539	10 203	337	3%	30 608
Depreciation & asset impairment	–	111 500	111 500	–	–	37 167	(37 167)	-100%	111 500
Finance charges	21 825	90 150	90 150	36	79 453	30 050	49 403	164%	90 150
Inventory consumed and bulk purchases	1 017 617	543 361	543 361	59 786	320 555	181 120	139 435	77%	543 361
Transfers and subsidies	176 805	174 155	174 155	11 594	23 188	58 052	(34 863)	-60%	174 155
Other expenditure	310 335	471 163	471 163	13 802	29 081	157 054	(127 973)	-81%	471 163
Total Expenditure	**2 222 785**	**2 081 050**	**2 081 050**	**114 532**	**691 525**	**693 683**	**(2 158)**	**-0%**	**2 081 050**
Surplus/(Deficit)	**(953 849)**	**(181 815)**	**(181 815)**	**(57 679)**	**(200 504)**	**(60 605)**	**(139 899)**	**231%**	**(181 815)**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	256 240	257 945	257 945	###### #####	###### #####	85 982	### ###	2330%	257 945
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**(697 609)**	**76 130**	**76 130**	**2 031 409**	**1 888 584**	**25 377**	**#######**	**7342%**	**76 130**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(697 609)**	**76 130**	**76 130**	**2 031 409**	**1 888 584**	**25 377**	**#######**	**7342%**	**76 130**
Capital expenditure & funds sources									
Capital expenditure	**222 196**	**294 505**	**294 505**	**47 782**	**70 250**	**98 168**	**(27 918)**	**-28%**	**294 505**
Capital transfers recognised	200 320	248 593	248 593	45 458	67 647	82 864	(15 218)	-18%	248 593
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	21 876	45 912	45 912	2 325	2 604	15 304	(12 700)	-83%	45 912
Total sources of capital funds	**222 196**	**294 505**	**294 505**	**47 782**	**70 250**	**98 168**	**(27 918)**	**-28%**	**294 505**

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1.1.1 Material variance explanations on Revenue by Sources

FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

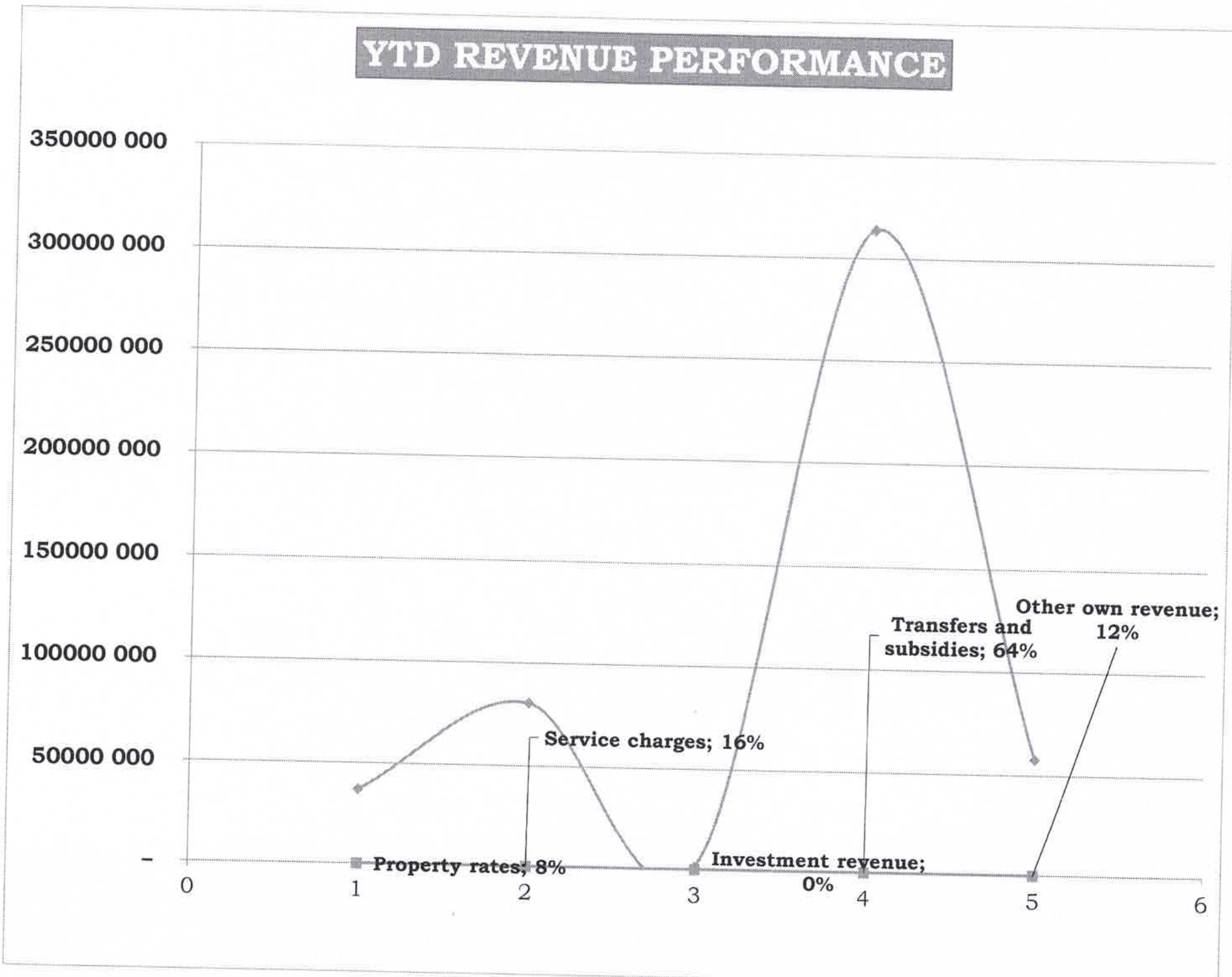
Description	Ref	2021/22	Budget Year 2022/23							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		113 846	111 979	111 979	9 327	37 348	37 326	22	0%	111 979
Service charges - electricity revenue		64 290	446 336	446 336	4 212	19 660	148 779	(129 119)	-87%	446 336
Service charges - water revenue		101 905	209 623	209 623	6 951	32 320	69 874	(37 554)	-54%	209 623
Service charges - sanitation revenue		43 367	44 186	44 186	3 469	14 353	14 729	(376)	-3%	44 186
Service charges - refuse revenue		42 067	43 804	43 804	3 531	14 122	14 601	(480)	-3%	43 804
Rental of facilities and equipment		1 116	1 781	1 781	61	271	594	(323)	-54%	1 781
Interest earned - external investments		592	10 100	10 100	171	1 452	3 367	(1 915)	-57%	10 100
Interest earned - outstanding debtors		26 238	41 358	41 358	(0)	(5)	13 786	(13 791)	-100%	41 358
Dividends received								–		
Fines, penalties and forfeits		322	1 102	1 102	38	101	367	(267)	-73%	1 102
Licences and permits								–		
Agency services								–		
Transfers and subsidies		767 794	754 206	754 206	2 866	314 136	251 402	62 734	25%	754 206
Other revenue		107 392	234 760	234 760	26 227	57 263	78 253	(20 990)	-27%	234 760
Gains		8	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**1 268 936**	**1 899 235**	**1 899 235**	**56 853**	**491 021**	**633 078**	**(142 058)**	**-22%**	**1 899 235**

- **Property rates –** was within target. The year to date billing was at **R37.3 million.**
- **Electricity revenue –** was 87% below target. The year to date outcomes reflect the total billing of **R19.6 million.** This excludes the LPUs billed by Eskom.
- **Water revenue –** was 54% below target. The year to date outcomes indicate a total of **R32.3 million.** This excludes the flat rate billing from 21 rural wards
- **Sanitation revenue –** was 3% below target. The year to date outcome was **R14.3 million.** The sewerage infrastructure connection has not reached the majority of the community and the sewer plants are currently not working.
- **Refuse revenue –** was 3% below target. The total year to date was **R14.1 million** by the end of October 2022.
- **Rental of facilities –** was 54% below target. The year to date outcome was at **R271 thousands** by the end of October. This depends entirely on the need from the community for municipal facilities
- **Interest on investment –** was 57% below target. The municipality is investing funds and earning interest which was at **R1.4 million**.
- **Interest on outstanding debtors –** was 100% below target. We have been billing late since July 2022 hence the interest was not charged. The municipality has a challenge with delivering the invoices to the residential consumers.
- **Fines –** were 73% below target. The year to date outcomes indicated a total of **R101 thousands** by the end of October.
- **Transfers and subsidies –** the total amount was at **R314.1 million** by the end of October. Map Water Entity has incorrectly recorded a year to date amount of **R21.7 million,** this should be removed from the grants category.
- **Other revenue –** The year to date outcome indicated a total of **R57.2 million.**

The chart below indicates the percentage contribution of revenue sources to the total year to date revenue

It can be seen from the table below that **64%** of the total revenue to date came from Grants and subsidies. The second contributor to the municipality comes from services charges, which was at **16%** by the end of **October 2022.**

Description R'000	Year to date performance	%
Property rates	37 348	**8%**
Service charges	80 455	**16%**
Investment revenue	1 452	**0%**
Transfers and subsidies	314 136	**64%**
Other own revenue	57 630	**12%**
Total Revenue	**491 021**	**100%**



1.1.2 Material variance explanations on Expenditure by Type

FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

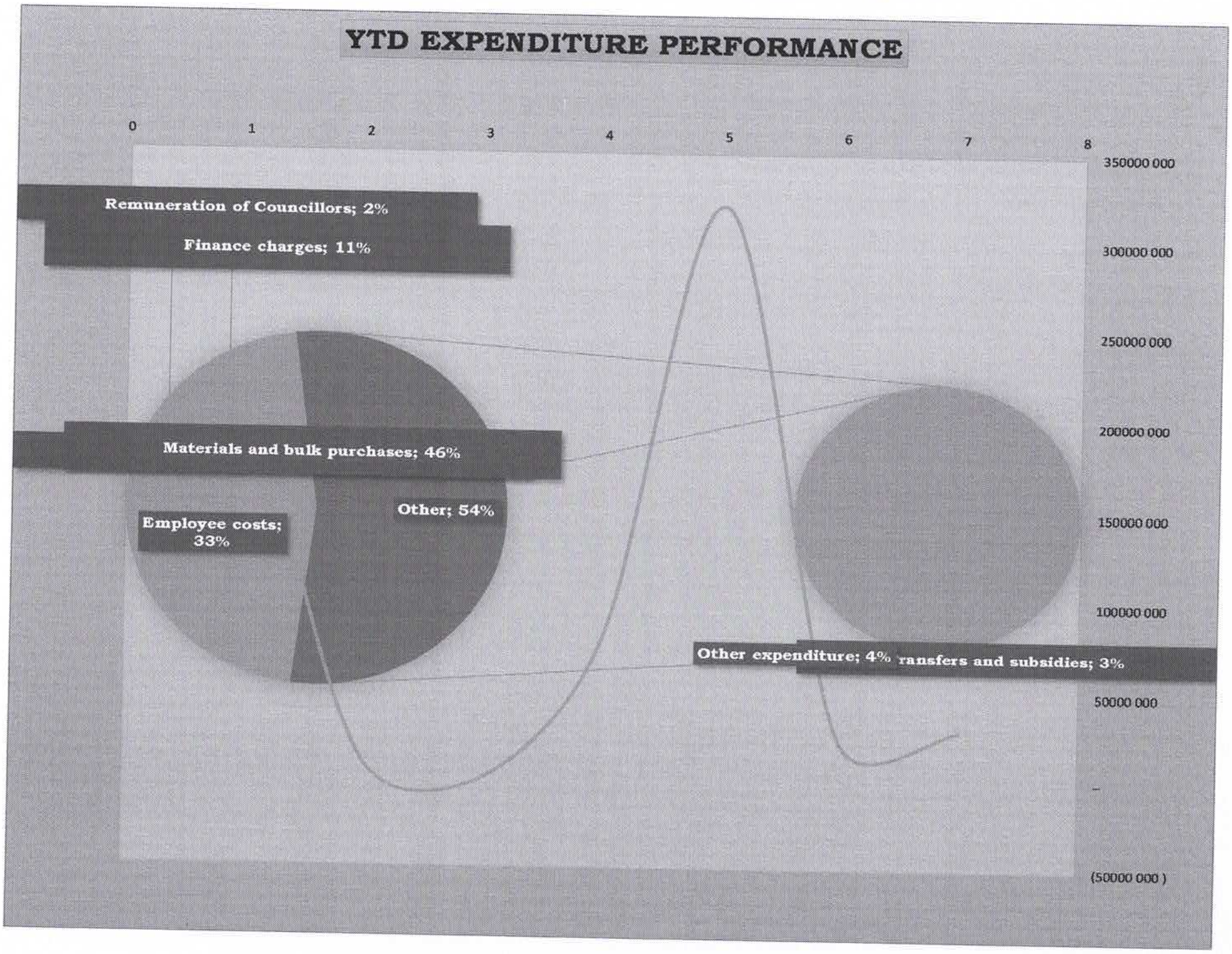
Description	Ref	2021/22	Budget Year 2022/23							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Expenditure By Type										
Employee related costs		667 674	660 113	660 113	26 414	228 709	220 038	8 671	4%	660 113
Remuneration of councillors		28 529	30 608	30 608	2 901	10 539	10 203	337	3%	30 608
Debt impairment		4 117	120 000	120 000	–	–	40 000	(40 000)	-100%	120 000
Depreciation & asset impairment		–	111 500	111 500	–	–	37 167	(37 167)	-100%	111 500
Finance charges		21 825	90 150	90 150	36	79 453	30 050	49 403	164%	90 150
Bulk purchases - electricity		927 859	506 499	506 499	57 610	314 777	168 833	145 944	86%	506 499
Inventory consumed		89 757	36 862	36 862	2 176	5 779	12 287	(6 509)	-53%	36 862
Contracted services		235 319	223 921	223 921	6 753	13 219	74 640	(61 422)	-82%	223 921
Transfers and subsidies		176 805	174 155	174 155	11 594	23 188	58 052	(34 863)	-60%	174 155
Other expenditure		70 897	127 241	127 241	7 048	15 862	42 414	(26 551)	-63%	127 241
Losses		1	–	–	–	–	–	–		–
Total Expenditure		**2 222 785**	**2 081 050**	**2 081 050**	**114 532**	**691 525**	**693 683**	**(2 158)**	**0%**	**2 081 050**

- **Employee related costs** – the year to date outcome by end October was **R228.7 million**. This is a consolidated figure, the parent employee related costs for the month amounted to **R40.5 million** including **R2.3 million** for overtime, the entity' costs indicate a **negative R14.1 million** due to a journal that was performed to reverse the duplicates amounting to **R28million** during the salary interface in July.
- **Remuneration of councillors** – the year to date outcome was **R10.5 million.** This included the allowances and social contributions.
- **Debt impairment** the transactions for this item are recorded at the year end.
- **Depreciation & assets impairment** –The transactions for this item will be recorded at the year end.
- **Finance charges** – The year to date outcome was **R79.4 million.** The **R23.5** million interest for **October** could not be captured due to insufficient budget allocation.
- **Bulk purchases - Electricity** – The year to date outcome was at **R314.7 million.**
- **Inventory consumed** – the year to date outcome was at **R5.7 million.**
- **Contracted services** – the year to date outcome was **R13.2 million.**
- **Transfers and subsidies** – The year to date outcome was at **R23.1 million.**
- **Other expenditure** – the year to date was **R15.8 million**. This category includes amongst others; protective clothing, water and sewerage levies to the entity, advertisements, audit fees).

The chart below indicates the percentage contribution of expenditure types to the total year to date expenditure

The chart shows that to date **46%** of the total year to date expenditure was from materials and bulk purchases. Employee costs are at **33%**.

Description R'000	Year to date performance	%
Employee costs	228,709	**33%**
Remuneration of Councillors	10,539	**2%**
Depreciation & asset impairment	–	**0%**
Finance charges	79,453	**11%**
Materials and bulk purchases	320,555	**46%**
Transfers and subsidies	23,188	**3%**
Other expenditure	29,081	**4%**
Total Expenditure	**691,525**	**100%**



1.1.3 Allocations and grants received

The total grants received to date amounted to **R427.3 million**.

Descritption R'000	Budget 2022/23	October Actual	YearTD actual	Balance
RECEIPTS:				
Operating Transfers and Grants				
National Government:				
Equitable Share	744,441	–	290,332	454,109
Expanded Public Works Programme Integrated Grant	6,165	–	1,542	4,623
Local Government Financial Management Grant	3,100	–	3,100	–
Total Operating Transfers and Grants	**753,706**	**–**	**294,974**	458,732
Capital Transfers and Grants				
Integrated National Electrification Programme Grant	32,000	–	8,000	24,000
Municipal Infrastructure Grant	187,049	56,454	94,382	92,667
Water Services Infrastructure Grant	38,896	12,447	29,950	8,946
Total Capital Transfers and Grants	**257,945**	**68,901**	**132,332**	**125,613**
TOTAL RECEIPTS OF TRANSFERS & GRANTS	**1,011,651**	**68,901**	**427,306**	**584,345**

1.1.4 List of capital projects

Capital assets from own funds

The year to date movement amounted to **R2.6 million.**

Description FIXED ASSETS	Budget 2022/23	October Actuals	YearTD outcomes	%	Balances
PARENT MUNICIPALITY	**44,100,000**	**2,318,015**	**2,427,898**	**6%**	**41,672,102**
Machinery & equipment (corporate)	1,000,000	9,072	38,272	4%	961,728
Computer & equipment	2,000,000	25,333	106,015	5%	1,893,985
Furniture & fittings	1,000,000	33,975	33,975	3%	966,025
Fleet	15,000,000	-	-	0%	15,000,000
Machinery & equipment (community services)	3,000,000	-	-	0%	3,000,000
Machinery & equipment (public safety)	1,000,000	-	-	0%	1,000,000
Machinery & equipment (security unit)	1,000,000	-	-	0%	1,000,000
Machinery & equipment (sports department)	1,000,000	-	-	0%	1,000,000
Vehicles	1,500,000	-	-	0%	1,500,000
Vehicles (security unit)	2,600,000	-	-	0%	2,600,000
Transformers	15,000,000	2,249,635	2,249,635	15%	12,750,365
MAP WATER	**1,812,000**	**6,777**	**175,950**	**10%**	**1,636,050**
Equipment Other	180,000	3,300	23,891	13%	156,109
Plant And Machinery	540,000	-	-	0%	540,000
Refurbishment Projects	900,000	-	148,582	17%	751,418
Furniture & Fitting	36,000	-	-	0%	36,000
Office Equipment	36,000	3,477	3,477	10%	32,523
Computers	120,000	-	-	0%	120,000
TOTAL ASSETS FUNDED BY OWN SOURCE	**45,912,000**	**2,324,793**	**2,603,848**	**6%**	**43,308,152**

The capital expenditure from conditional grants

The expenditure for October amounted to **R45.4 million** and the year to date was at **R67.6 million (excluding Vat).**

Description (Functional classification)	Source of funding	2022/23 MTREF				
		Budget year 2022/23	October Actuals	YTD Actuals	%	Balance
ROADS PROJECTS		**30,276,909**	**3,150,062**	**4,137,363**	**14%**	**26,139,546**
Monontsha:Construction of footbridge	MIG	6,135,991	-	-	0%	6,135,991
Upgrading of paved road Motebang -Phase 2	MIG	2,514,200	-	-	0%	2,514,200
Intabazwe Ext:3 Paved Roads Phase 3	MIG	10,452,805	1,959,470	2,543,611	24%	7,909,194
Namahadi: construction of 5km paved roads Phase 4	MIG	11,173,913	1,190,591	1,593,753	14%	9,580,160
WATER PROJECTS		**101,276,271**	**30,795,316**	**34,695,264**	**34%**	**66,581,007**
Chris Hani Park: Water Reticulation 500 Stands	MIG	15,577,769	3,007,014	5,579,261	36%	9,998,508
Intabazwe ext 3 Water reticulation	MIG	4,106,680	-	-	0%	4,106,680
Thaba Bosiu Water Pipeline	MIG	26,579,206	-	-	0%	26,579,206
Hasethunya water reticulation	MIG	2,731,019	-	-	0%	2,731,019
Upgrading of water pump station	MIG	1,480,664	-	-	0%	1,480,664
Matebeleng: Construction of 3ML Reservoir	MIG	11,904,933	1,744,822	3,072,524	26%	8,832,409
Fika Patso purification project	WSIG	38,896,000	26,043,479	26,043,479	67%	12,852,521
WASTE WATER MANAGEMENT/ SEWERAGE PROJECTS		**55,039,081**	**5,070,940**	**16,025,934**	**29%**	**39,013,147**
Intabazwe Ext. 3: Construction of Waterborne Sewer Network for 1020 erven	MIG	12,572,272	819,733	2,692,906	21%	9,879,366
Refurbishment of sewer pump stations	MIG	12,437,969	-	-	0%	12,437,969
Namahadi: Construction of sewer reticulation network	MIG	10,028,840	-	-	0%	10,028,840
Qwaqwa: Construction of 2400 VIP Toilets - Phase 13A	MIG	20,000,000	4,251,208	13,333,028	67%	6,666,972
COMMUNITY FACILITY PROJECTS		**21,583,084**	**811,479**	**7,158,330**	**33%**	**14,424,754**
Upgrading of Phuthaditjhaba town hall	MIG	21,583,084	811,479	7,158,330	33%	14,424,754
SPORTS AND RECREATIONAL FACILITIES		**8,417,205**	**-**	**-**	**0%**	**8,417,205**
Upgrading of Platberg stadium Phase 1	MIG	8,417,205	-	-	0%	8,417,205
ELECTRICITY PROJECTS		**32,000,000**	**5,629,709**	**5,629,709**	**18%**	**26,370,291**
Upgrading of E-Ross Substation- Phase 1	DOE	32,000,000	5,629,709	5,629,709	18%	26,370,291
TOTAL ASSETS FUNDED BY NATIONAL GRANTS		**248,592,550**	**45,457,506**	**67,646,601**	**27%**	**180,945,949**

1.2 IN-YEAR BUDGET STATEMENT TABLES

1.2.1. Table C2 Consolidated financial performance (functional classification)

FS194 Maluti-a-Phofung - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		**984 351**	**1 215 351**	**1 215 351**	**36 605**	**407 612**	**405 117**	2 495	1%	**1 215 351**
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		984 351	1 215 351	1 215 351	36 605	407 612	405 117	2 495	1%	1 215 351
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**45 193**	**38 305**	**38 305**	**170**	**958**	**12 768**	(11 811)	-93%	**38 305**
Community and social services		20 735	24 755	24 755	101	624	8 252	(7 628)	-92%	24 755
Sport and recreation		23 225	9 714	9 714	24	107	3 238	(3 131)	-97%	9 714
Public safety		514	1 429	1 429	45	140	476	(336)	-71%	1 429
Housing		719	2 408	2 408	–	87	803	(715)	-89%	2 408
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**35 126**	**40 203**	**40 203**	**10 680**	**10 748**	**13 401**	(2 653)	-20%	**40 203**
Planning and development		402	574	574	7	75	191	(116)	-61%	574
Road transport		34 723	39 629	39 629	10 673	10 673	13 210	(2 537)	-19%	39 629
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**460 507**	**863 321**	**863 321**	**2 098 487**	**2 160 792**	**287 774**	1 873 018	651%	**863 321**
Energy sources		116 576	485 465	485 465	1 220 824	1 236 285	161 822	1 074 464	664%	485 465
Water management		155 570	219 358	219 358	6 951	32 320	73 119	(40 799)	-56%	219 358
Waste water management		137 005	104 246	104 246	865 273	876 157	34 749	841 408	2421%	104 246
Waste management		51 356	54 253	54 253	5 439	16 030	18 084	(2 055)	-11%	54 253
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**1 525 176**	**2 157 180**	**2 157 180**	**2 145 941**	**2 580 109**	**719 060**	**1 861 049**	**259%**	**2 157 180**
Expenditure - Functional										
Governance and administration		**589 383**	**892 655**	**892 655**	**32 261**	**133 764**	**297 552**	(163 788)	-55%	**892 655**
Executive and council		88 612	128 916	128 916	4 928	28 726	42 972	(14 246)	-33%	128 916
Finance and administration		493 917	756 706	756 706	26 833	102 945	252 235	(149 291)	-59%	756 706
Internal audit		6 854	7 033	7 033	500	2 093	2 344	(251)	-11%	7 033
Community and public safety		**202 072**	**155 772**	**155 772**	**10 322**	**43 305**	**51 924**	(8 618)	-17%	**155 772**
Community and social services		84 198	25 547	25 547	1 441	5 610	8 516	(2 905)	-34%	25 547
Sport and recreation		46 637	50 244	50 244	3 681	15 158	16 748	(1 590)	-9%	50 244
Public safety		66 464	74 314	74 314	4 816	20 976	24 771	(3 795)	-15%	74 314
Housing		4 774	5 667	5 667	383	1 561	1 889	(328)	-17%	5 667
Health		–	–	–	–	–	–	–		–
Economic and environmental services		**60 659**	**85 737**	**85 737**	**4 551**	**17 840**	**28 579**	(10 739)	-38%	**85 737**
Planning and development		22 556	31 834	31 834	1 639	6 961	10 611	(3 650)	-34%	31 834
Road transport		38 103	53 903	53 903	2 912	10 879	17 968	(7 089)	-39%	53 903
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**1 368 446**	**942 579**	**942 579**	**67 257**	**496 049**	**314 193**	181 856	58%	**942 579**
Energy sources		1 137 153	749 700	749 700	68 485	423 304	249 900	173 404	69%	749 700
Water management		66 032	46 558	46 558	(5 233)	22 689	15 519	7 170	46%	46 558
Waste water management		70 807	44 236	44 236	(2 898)	24 340	14 745	9 595	65%	44 236
Waste management		94 454	102 086	102 086	6 902	25 715	34 029	(8 313)	-24%	102 086
Other		**2 225**	**4 307**	**4 307**	**142**	**567**	**1 436**	**(869)**	-61%	**4 307**
Total Expenditure - Functional	3	**2 222 785**	**2 081 050**	**2 081 050**	**114 532**	**691 525**	**693 683**	**(2 158)**	**0%**	**2 081 050**
Surplus/ (Deficit) for the year		**(697 609)**	**76 130**	**76 130**	**2 031 409**	**1 888 584**	**25 377**	**1 863 207**	**7342%**	**76 130**

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) - M04 October

Vote Description	Ref	2021/22	Budget Year 2022/23							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 01 - Legislative Authoriry		–	–	–	–	–	–	–		–
Vote 02 - Office Of The Municipal Manager		–	–	–	–	–	–	–		–
Vote 03 - Corporate Services		151	600	600	–	–	200	(200)	-100,0%	600
Vote 04 - Financial Services		984 200	1 214 751	1 214 751	36 605	407 612	404 917	2 695	0,7%	1 214 751
Vote 05 - Municipal Infrastructure		378 384	417 155	417 155	888 316	935 103	139 052	796 051	572,5%	417 155
Vote 06 - Community Services		20 524	24 608	24 608	83	533	8 203	(7 670)	-93,5%	24 608
Vote 07 - Public Safety & Transport		514	1 429	1 429	45	140	476	(336)	-70,6%	1 429
Vote 08 - Sports, Arts, Parks, Culture		23 225	9 714	9 714	24	107	3 238	(3 131)	-96,7%	9 714
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		–	–	–	–	–	–	–		–
Vote 10 - Hunan Settlements		1 200	2 885	2 885	37	254	962	(708)	-73,6%	2 885
Vote 11 - Idp, Pms Department		–	–	–	–	–	–	–		–
Vote 12 - Spatial Development, Planning & Traditional Affairs		402	574	574	7	75	191	(116)	-60,7%	574
Vote 13 - Electricity Department		116 576	485 465	485 465	1 220 824	1 236 285	161 822	1 074 464	664,0%	485 465
Vote 14 - Maluti Water		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**1 525 176**	**2 157 180**	**2 157 180**	**2 145 941**	**2 580 109**	**719 060**	**1 861 049**	**258,8%**	**2 157 180**
Expenditure by Vote	1									
Vote 01 - Legislative Authoriry		52 877	61 448	61 448	4 668	17 443	20 483	(3 040)	-14,8%	61 448
Vote 02 - Office Of The Municipal Manager		21 926	23 887	23 887	1 642	6 708	7 962	(1 254)	-15,8%	23 887
Vote 03 - Corporate Services		101 677	137 938	137 938	3 520	24 721	45 979	(21 258)	-46,2%	137 938
Vote 04 - Financial Services		330 796	604 807	604 807	19 743	61 067	201 602	(140 535)	-69,7%	604 807
Vote 05 - Municipal Infrastructure		133 812	157 911	157 911	9 846	36 811	52 637	(15 826)	-30,1%	157 911
Vote 06 - Community Services		85 670	24 757	24 757	1 692	6 350	8 252	(1 902)	-23,1%	24 757
Vote 07 - Public Safety & Transport		122 301	106 205	106 205	7 940	38 237	35 402	2 836	8,0%	106 205
Vote 08 - Sports, Arts, Parks, Culture		46 637	50 846	50 846	3 681	15 158	16 949	(1 791)	-10,6%	50 846
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		10 840	20 513	20 513	702	2 993	6 838	(3 844)	-56,2%	20 513
Vote 10 - Hunan Settlements		16 156	15 474	15 474	561	2 375	5 158	(2 783)	-54,0%	15 474
Vote 11 - Idp, Pms Department		2 922	2 926	2 926	230	1 051	975	76	7,8%	2 926
Vote 12 - Spatial Development, Planning & Traditional Affairs		11 020	13 311	13 311	850	3 483	4 437	(954)	-21,5%	13 311
Vote 13 - Electricity Department		1 135 892	749 700	749 700	68 298	423 020	249 900	173 120	69,3%	749 700
Vote 14 - Maluti Water		150 258	111 327	111 327	(8 840)	52 107	37 109	14 998	40,4%	111 327
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**2 222 785**	**2 081 050**	**2 081 050**	**114 532**	**691 525**	**693 683**	**(2 158)**	**-0,3%**	**2 081 050**
Surplus/ (Deficit) for the year	2	**(697 609)**	**76 130**	**76 130**	**2 031 409**	**1 888 584**	**25 377**	**1 863 207**	**7342,2%**	**76 130**

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) - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		113 846	111 979	111 979	9 327	37 348	37 326	22	0%	111 979
Service charges - electricity revenue		64 290	446 336	446 336	4 212	19 660	148 779	(129 119)	-87%	446 336
Service charges - water revenue		101 905	209 623	209 623	6 951	32 320	69 874	(37 554)	-54%	209 623
Service charges - sanitation revenue		43 367	44 186	44 186	3 469	14 353	14 729	(376)	-3%	44 186
Service charges - refuse revenue		42 067	43 804	43 804	3 531	14 122	14 601	(480)	-3%	43 804
Rental of facilities and equipment		1 116	1 781	1 781	61	271	594	(323)	-54%	1 781
Interest earned - external investments		592	10 100	10 100	171	1 452	3 367	(1 915)	-57%	10 100
Interest earned - outstanding debtors		26 238	41 358	41 358	(0)	(5)	13 786	(13 791)	-100%	41 358
Dividends received								–		
Fines, penalties and forfeits		322	1 102	1 102	38	101	367	(267)	-73%	1 102
Licences and permits								–		
Agency services								–		
Transfers and subsidies		767 794	754 206	754 206	2 866	314 136	251 402	62 734	25%	754 206
Other revenue		107 392	234 760	234 760	26 227	57 263	78 253	(20 990)	-27%	234 760
Gains		8	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**1 268 936**	**1 899 235**	**1 899 235**	**56 853**	**491 021**	**633 078**	**(142 058)**	**-22%**	**1 899 235**
Expenditure By Type										
Employee related costs		667 674	660 113	660 113	26 414	228 709	220 038	8 671	4%	660 113
Remuneration of councillors		28 529	30 608	30 608	2 901	10 539	10 203	337	3%	30 608
Debt impairment		4 117	120 000	120 000	–	–	40 000	(40 000)	-100%	120 000
Depreciation & asset impairment		–	111 500	111 500	–	–	37 167	(37 167)	-100%	111 500
Finance charges		21 825	90 150	90 150	36	79 453	30 050	49 403	164%	90 150
Bulk purchases - electricity		927 859	506 499	506 499	57 610	314 777	168 833	145 944	86%	506 499
Inventory consumed		89 757	36 862	36 862	2 176	5 779	12 287	(6 509)	-53%	36 862
Contracted services		235 319	223 921	223 921	6 753	13 219	74 640	(61 422)	-82%	223 921
Transfers and subsidies		176 805	174 155	174 155	11 594	23 188	58 052	(34 863)	-60%	174 155
Other expenditure		70 897	127 241	127 241	7 048	15 862	42 414	(26 551)	-63%	127 241
Losses		1	–	–	–	–	–	–		–
Total Expenditure		**2 222 785**	**2 081 050**	**2 081 050**	**114 532**	**691 525**	**693 683**	**(2 158)**	**0%**	**2 081 050**
Surplus/(Deficit)		**(953 849)**	**(181 815)**	**(181 815)**	**(57 679)**	**(200 504)**	**(60 605)**	**(139 899)**	**0**	**(181 815)**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		256 240	257 945	257 945	2 089 088	2 089 088	85 982	2 003 106	0	257 945
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)										
Transfers and subsidies - capital (in-kind - all)								–		
Surplus/(Deficit) after capital transfers & contributions		**(697 609)**	**76 130**	**76 130**	**2 031 409**	**1 888 584**	**25 377**	–		**76 130**
Taxation								–		
Surplus/(Deficit) after taxation		**(697 609)**	**76 130**	**76 130**	**2 031 409**	**1 888 584**	**25 377**			**76 130**
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		**(697 609)**	**76 130**	**76 130**	**2 031 409**	**1 888 584**	**25 377**			**76 130**
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		**(697 609)**	**76 130**	**76 130**	**2 031 409**	**1 888 584**	**25 377**			**76 130**

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 - M04 October

Vote Description	Ref	2021/22	Budget Year 2022/23							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 01 - Legislative Authoriry		–	–	–	–	–	–	–		–
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 - Idp, 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 Authoriry		–	–	–	–	–	–	–		–
Vote 02 - Office Of The Municipal Manager		–	–	–	–	–	–	–		–
Vote 03 - Corporate Services		1 106	3 000	3 000	34	144	1 000	(856)	-86%	3 000
Vote 04 - Financial Services		585	1 000	1 000	34	34	333	(299)	-90%	1 000
Vote 05 - Municipal Infrastructure		138 036	201 592	201 592	39 016	54 859	67 197	(12 339)	-18%	201 592
Vote 06 - Community Services		9 954	24 583	24 583	811	7 158	8 194	(1 036)	-13%	24 583
Vote 07 - Public Safety & Transport		1 962	6 100	6 100	–	–	2 033	(2 033)	-100%	6 100
Vote 08 - Sports, Arts, Parks, Culture		14 574	9 417	9 417	–	–	3 139	(3 139)	-100%	9 417
Vote 09 - Led, Tourism, Smmes, Rural & Agriculture		–	–	–	–	–	–	–		–
Vote 10 - Hunan Settlements		–	–	–	–	–	–	–		–
Vote 11 - Idp, Pms Department		–	–	–	–	–	–	–		–
Vote 12 - Spatial Development, Planning & Traditional Affairs		–	–	–	–	–	–	–		–
Vote 13 - Electricity Department		54 943	47 000	47 000	7 879	7 879	15 667	(7 787)	-50%	47 000
Vote 14 - Maluti Water		1 036	1 812	1 812	7	176	604	(428)	-71%	1 812
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	222 196	294 505	294 505	47 782	70 250	98 168	(27 918)	-28%	294 505
Total Capital Expenditure		**222 196**	**294 505**	**294 505**	**47 782**	**70 250**	**98 168**	**(27 918)**	**-28%**	**294 505**
Capital Expenditure - Functional Classification										
Governance and administration		**2 727**	**9 412**	**9 412**	**75**	**354**	**3 137**	(2 783)	-89%	**9 412**
Executive and council		1 036	1 812	1 812	7	176	604	(428)	-71%	1 812
Finance and administration		1 691	7 600	7 600	68	178	2 533	(2 355)	-93%	7 600
Internal audit								–		
Community and public safety		**26 490**	**36 500**	**36 500**	**811**	**7 158**	**12 167**	(5 008)	-41%	**36 500**
Community and social services		9 954	25 583	25 583	811	7 158	8 528	(1 369)	-16%	25 583
Sport and recreation		14 574	9 417	9 417	–	–	3 139	(3 139)	-100%	9 417
Public safety		1 962	1 500	1 500	–	–	500	(500)	-100%	1 500
Housing		–	–	–	–	–	–	–		–
Health								–		
Economic and environmental services		**12 369**	**45 277**	**45 277**	**3 150**	**4 137**	**15 092**	(10 955)	-73%	**45 277**
Planning and development								–		
Road transport		12 369	45 277	45 277	3 150	4 137	15 092	(10 955)	-73%	45 277
Environmental protection								–		
Trading services		**180 611**	**203 315**	**203 315**	**43 746**	**58 601**	**67 772**	(9 171)	-14%	**203 315**
Energy sources		54 943	47 000	47 000	7 879	7 879	15 667	(7 787)	-50%	47 000
Water management		52 596	101 276	101 276	30 795	34 695	33 759	937	3%	101 276
Waste water management		73 071	55 039	55 039	5 071	16 026	18 346	(2 320)	-13%	55 039
Waste management		–	–	–	–	–	–	–		–
Other								–		
Total Capital Expenditure - Functional Classification	3	**222 196**	**294 505**	**294 505**	**47 782**	**70 250**	**98 168**	**(27 918)**	**-28%**	**294 505**
Funded by:										
National Government		200 320	248 593	248 593	45 458	67 647	82 864	(15 218)	-18%	248 593
Provincial Government								–		
District Municipality								–		
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private								–		
Transfers recognised - capital		**200 320**	**248 593**	**248 593**	**45 458**	**67 647**	**82 864**	**(15 218)**	**-18%**	**248 593**
Borrowing	6							–		
Internally generated funds		21 876	45 912	45 912	2 325	2 604	15 304	(12 700)	-83%	45 912
Total Capital Funding		**222 196**	**294 505**	**294 505**	**47 782**	**70 250**	**98 168**	**(27 918)**	**-28%**	**294 505**

1.2.5. Table C6 Consolidated Financial Position

FS194 Maluti-a-Phofung - Table C6 Consolidated Monthly Budget Statement - Financial Position - M04

Description	Ref	2021/22	Budget Year 2022/23			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash		60 031	(538 223)	(538 223)	455 049	(538 223)
Call investment deposits		22 976	9 022	9 022	1 452	9 022
Consumer debtors		1 626 060	2 018 200	2 018 200	78 723	2 018 200
Other debtors		1 244 821	367 174	367 174	72 385	367 174
Current portion of long-term receivables		144	–	–	–	–
Inventory		5 740	(198)	(198)	(324)	(198)
Total current assets		**2 959 772**	**1 855 975**	**1 855 975**	**607 285**	**1 855 975**
Non current assets						
Long-term receivables		(144)	–	–	–	–
Investments						
Investment property		53 717	–	–	–	–
Investments in Associate						
Property, plant and equipment		3 913 815	7 792 365	7 792 365	70 250	7 792 365
Biological						
Intangible		233	–	–	–	–
Other non-current assets						
Total non current assets		**3 967 622**	**7 792 365**	**7 792 365**	**70 250**	**7 792 365**
TOTAL ASSETS		**6 927 394**	**9 648 340**	**9 648 340**	**677 535**	**9 648 340**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		(18 216)	–	–	–	–
Consumer deposits		25 978	295	295	113	295
Trade and other payables		9 506 238	5 668 665	5 668 665	(1 135 097)	5 668 665
Provisions		667 656	–	–	–	–
Total current liabilities		**10 181 656**	**5 668 960**	**5 668 960**	**(1 134 984)**	**5 668 960**
Non current liabilities						
Borrowing		10 166	–	–	–	–
Provisions		–	–	–	–	–
Total non current liabilities		**10 166**	**–**	**–**	**–**	**–**
TOTAL LIABILITIES		**10 191 821**	**5 668 960**	**5 668 960**	**(1 134 984)**	**5 668 960**
NET ASSETS	2	**(3 264 427)**	**3 979 380**	**3 979 380**	**1 812 519**	**3 979 380**
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		(3 247 857)	2 858 682	2 858 682	1 425 565	2 858 682
Reserves		(212 934)	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**(3 460 791)**	**2 858 682**	**2 858 682**	**1 425 565**	**2 858 682**

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 of what the bank movements are. The reporting schedules are locked for editing.

FS194 Maluti-a-Phofung - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	138 133	138 133	3 463	13 928	46 044	(32 116)	-70%	138 133
Service charges		–	404 913	404 913	5 960	36 317	134 971	(98 654)	-73%	404 913
Other revenue		–	50 829	50 829	(6 690)	(79 180)	16 943	(96 123)	-567%	50 829
Transfers and Subsidies - Operational		–	753 706	753 706	–	294 974	251 235	43 739	17%	753 706
Transfers and Subsidies - Capital		–	257 945	257 945	–	63 431	85 982	(22 551)	-26%	257 945
Interest		–	10 100	10 100	–	–	3 367	(3 367)	-100%	10 100
Dividends										
Payments								–		
Suppliers and employees		–	(1 551 983)	(1 551 983)	(24 917)	89 694	(517 328)	(607 022)	117%	(1 551 983)
Finance charges								–		
Transfers and Grants								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	63 643	63 643	(22 184)	419 164	21 214	(397 950)	-1876%	63 643
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables		–	144	–	–	–	–	–		
Decrease (increase) in non-current investments								–		–
Payments								–		
Capital assets		–	(294 505)	(294 505)	(47 782)	(70 250)	(98 168)	(27 918)	28%	(294 505)
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	(294 360)	(294 505)	(47 782)	(70 250)	(98 168)	(27 918)	28%	(294 505)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits		–	295	–	(15)	113	98	–		
Payments								14	14%	295
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	295	–	(15)	113	98	(14)	-14%	295
NET INCREASE/ (DECREASE) IN CASH HELD		–	(230 422)	(230 862)	(69 981)	349 026	(76 855)			(230 566)
Cash/cash equivalents at beginning:		(107 837)	–	–	(51 631)	508 131	–			508 131
Cash/cash equivalents at month/year end:		(107 837)	(230 422)	(230 862)		857 157	(76 855)			277 565

PART 2 - SUPPORTING DOCUMENTATION

2.1. SUPPORTING TABLES

2.1.1. Debtors Age Analysis

- The total debt book amounted to **R2.2 billion** by the end of **October 2022.**
- 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 **R643 million.**
- The largest debt by customer group is from Households with a total of **1.2 billion.**

FS194 Maluti-a-Phofung - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

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 1Yr	Total
Debtors Age Analysis By Income Source										
Water	1200	9 383	10 377	10 573	12 386	14 267	9 114	67 323	509 610	643 033
Electricity	1300	5 365	6 326	4 404	5 220	4 911	4 265	22 194	262 618	315 303
Property Rates	1400	8 885	8 440	7 999	7 663	7 581	11 627	41 142	475 133	568 470
Waste Water Management	1500	3 953	3 913	4 247	3 851	3 869	3 804	22 495	203 395	249 527
Waste Management	1600	3 906	3 853	3 830	3 798	3 651	3 628	21 379	203 577	247 622
Property Rental Debtors	1700	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	1810	28	11	3	18	10	5 547	16 077	193 390	215 083
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–
Other	1900	112	94	92	89	85	85	945	30 142	31 644
Total By Income Source	**2000**	**31 632**	**33 014**	**31 149**	**33 024**	**34 375**	**38 071**	**191 554**	**1 877 864**	**2 270 681**
Debtors Age Analysis By Customer Group										
Organs of State	2200	7 766	8 507	7 734	8 407	8 976	7 338	42 123	367 741	458 592
Commercial	2300	7 383	7 468	6 171	5 936	6 086	7 254	36 764	437 162	514 226
Households	2400	16 483	17 039	17 244	18 681	19 312	23 478	112 667	1 072 961	1 297 864
Other	2500	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**31 632**	**33 014**	**31 149**	**33 024**	**34 375**	**38 071**	**191 554**	**1 877 864**	**2 270 681**

2.1.2.Creditors Age Analysis

The total creditors amounted to **R7.2 billion** by the end of **October 2022.**

FS194 Maluti-a-Phofung - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	NT Code	Budget Year 2021/22								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	87 093	101 948	149 809					6 800 743	7 139 594
Bulk Water	0200	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	1 066	10 271	15 340	96 123		–	–	–	122 801
Auditor General	0800	-	52 273	-	98	–	–	–	–	151
Other	0900	-	-	-	–	–	–	–	–	–
Total By Customer Type	**1000**	**88 159**	**112 272**	**165 149**	**96 222**	**–**	**–**	**–**	**6 800 743**	**7 262 545**

2.1.3.Investments Portfolio Analysis

- The closing balances by the end of October **2022** amounted to **R4.1 million.**

FS194 Maluti-a-Phofung - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October

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	480 655	4 231	- 56	84 370	569 201
ABSA 9358605812	Months	Investment	19 385	101	-	-	19 486
SBSA 40823938	Months	Investment	-	-	-	-	-
SBSA 34 852 640 7	Months	Investment	141	-	-	-	141
FNB 62756806661	Months	Investment	287 904	1 491	-	-	289 395
NEDBANK 03/7881162791	Months	Investment	50 020 076	-	- 50 839 822	839 928	20 182
Municipality sub-total			**54 010 896**	**5 823**	**- 50 839 878**	**924 298**	**4 101 139**
Entities							
			-	-	-	-	
Entities sub-total			-	-	-	-	-
TOTAL INVESTMENTS AND INTEREST			**54 010 896**	**5 823**	**- 50 839 878**	**924 298**	**4 101 139**

2.1.4. Councillors and Board Member Allowances and Employee Benefits

- The total employee costs in October for the Parent municipality including councillors amounted to **R43.4 million** and the year to date was at **R182.1 million.**

FS194 Maluti-a-Phofung - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration R thousands	Ref	2021/22 Audited Outcome	Budget Year 2022/23 Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		19 505	24 790	24 790	2 497	8 950	8 263	687	8%	24 790
Pension and UIF Contributions		119	134	134	12	44	45	(1)	-2%	134
Medical Aid Contributions		75	113	113	4	17	38	(20)	-54%	113
Motor Vehicle Allowance		–	–	–	–	–	–	–		–
Cellphone Allowance		7 378	3 196	3 196	238	973	1 065	(92)	-9%	3 196
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		1 453	2 376	2 376	149	555	792	(237)	-30%	2 376
Sub Total - Councillors		**28 529**	**30 608**	**30 608**	**2 901**	**10 539**	**10 203**	**337**	**3%**	**30 608**
% increase	4		**7,3%**	**7,3%**						**7,3%**
Senior Managers of the Municipality	3									
Basic Salaries and Wages		4 981	7 502	7 502	564	1 902	2 501	(599)	-24%	7 502
Pension and UIF Contributions		523	543	543	44	175	181	(6)	-3%	543
Medical Aid Contributions		99	131	131	13	42	44	(1)	-3%	131
Overtime								–		
Performance Bonus								–		
Motor Vehicle Allowance		758	1 035	1 035	62	221	345	(124)	-36%	1 035
Cellphone Allowance		72	122	122	8	42	41	2	4%	122
Housing Allowances								–		
Other benefits and allowances		–	0	0	–	–	0	(0)	-100%	0
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards								–		
Post-retirement benefit obligations	2							–		
Sub Total - Senior Managers of Municipality		**6 433**	**9 333**	**9 333**	**690**	**2 382**	**3 111**	**(729)**	**-23%**	**9 333**
% increase	4		**45,1%**	**45,1%**						**45,1%**
Other Municipal Staff										
Basic Salaries and Wages		312 134	317 645	317 645	27 767	107 967	105 882	2 085	2%	317 645
Pension and UIF Contributions		48 532	51 317	51 317	4 349	17 393	17 106	288	2%	51 317
Medical Aid Contributions		22 108	22 653	22 653	1 938	7 547	7 551	(4)	0%	22 653
Overtime		63 620	44 424	44 424	2 360	21 917	14 808	7 109	48%	44 424
Performance Bonus		22 639	24 377	24 377	1 557	6 446	8 126	(1 679)	-21%	24 377
Motor Vehicle Allowance		12 567	12 913	12 913	1 114	4 504	4 304	199	5%	12 913
Cellphone Allowance		802	826	826	90	364	275	89	32%	826
Housing Allowances		1 485	1 595	1 595	116	471	532	(60)	-11%	1 595
Other benefits and allowances		5 238	5 679	5 679	278	1 850	1 893	(43)	-2%	5 679
Payments in lieu of leave		2 119	2 530	2 530	203	316	843	(528)	-63%	2 530
Long service awards		3 720	6 820	6 820	105	511	2 273	(1 762)	-78%	6 820
Post-retirement benefit obligations	2	(398)	–	–	(39)	(37)	–	(37)	#DIV/0!	–
Sub Total - Other Municipal Staff		**494 566**	**490 781**	**490 781**	**39 837**	**169 251**	**163 594**	**5 657**	**3%**	**490 781**
% increase	4		**-0,8%**	**-0,8%**						**-0,8%**
Total Parent Municipality		**529 529**	**530 722**	**530 722**	**43 427**	**182 172**	**176 907**	**5 264**	**3%**	**530 722**

- The October total employee costs for the Entity amounted to a **(negative) -R14.1 million** and the year to date amounted to **R57 million.**
- The October **consolidated** total employee costs amounted to **R29.3 million** and the year to date was at **R239.2 million** (including councillors).

FS194 Maluti-a-Phofung - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration	Ref	2021/22	Budget Year 2022/23							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Senior Managers of Entities										
Basic Salaries and Wages		80	15 434	15 434	–	–	5 145	(5 145)	-100%	15 434
Pension and UIF Contributions		129	3 572	3 572	(8)	50	1 191	(1 141)	-96%	3 572
Medical Aid Contributions		–	816	816	–	–	272	(272)	-100%	816
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		–	–	–	–	–	–	–		–
Motor Vehicle Allowance		–	3 401	3 401	–	–	1 134	(1 134)	-100%	3 401
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		–	689	689	–	–	230	(230)	-100%	689
Other benefits and allowances		246	1 576	1 576	(16)	93	525	(432)	-82%	1 576
Payments in lieu of leave		–	–	–	–	–	–	–		–
Long service awards		–	116	116	–	–	39	(39)	-100%	116
Post-retirement benefit obligations	2							–		
Sub Total - Senior Managers of Entities		**455**	**25 605**	**25 605**	**(24)**	**144**	**8 535**	**(8 392)**	**-98%**	**25 605**
% increase	4		**5531,1%**	**5531,1%**						**5531,1%**
Other Staff of Entities										
Basic Salaries and Wages		83 586	75 318	75 318	(7 590)	30 098	25 106	4 992	20%	75 318
Pension and UIF Contributions		8 401	14 783	14 783	(627)	2 397	4 928	(2 531)	-51%	14 783
Medical Aid Contributions		8 953	7 079	7 079	(727)	2 785	2 360	426	18%	7 079
Overtime		25 799	972	972	(2 253)	7 941	324	7 617	2352%	972
Performance Bonus		5 408	12 185	12 185	(49)	2 164	4 062	(1 897)	-47%	12 185
Motor Vehicle Allowance		13 585	11 028	11 028	(1 137)	4 553	3 676	876	24%	11 028
Cellphone Allowance		–	–	–	–	–	–	–		–
Housing Allowances		2 330	3 151	3 151	(185)	737	1 050	(314)	-30%	3 151
Other benefits and allowances		14 876	8 807	8 807	(1 482)	5 666	2 936	2 730	93%	8 807
Payments in lieu of leave		1 462	–	–	57	293	–	293	#DIV/0!	–
Long service awards		731	1 072	1 072	–	49	357	(308)	-86%	1 072
Post-retirement benefit obligations		1 090	–	–	(95)	250	–	250	#DIV/0!	–
Sub Total - Other Staff of Entities		**166 220**	**134 394**	**134 394**	**(14 088)**	**56 933**	**44 798**	**12 134**	**27%**	**134 394**
% increase	4		**-19,1%**	**-19,1%**						**-19,1%**
Total Municipal Entities		**166 674**	**160 000**	**160 000**	**(14 112)**	**57 076**	**53 333**	**3 743**	**7%**	**160 000**
TOTAL SALARY, ALLOWANCES & BENEFITS		**696 203**	**690 722**	**690 722**	**29 315**	**239 248**	**230 241**	**9 007**	**4%**	**690 722**
% increase	4		**-0,8%**	**-0,8%**						**-0,8%**
TOTAL MANAGERS AND STAFF		**667 674**	**660 113**	**660 113**	**26 414**	**228 709**	**220 038**	**8 671**	**4%**	**660 113**

2.2. PARENT MUNICIPALITY FINANCIAL PERFORMANCE

The total revenue for the parent municipality amounted to **R41.7 million**
The total expenditure amounted to **R126.7 million.**

FS194 Maluti-a-Phofung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD varianc %	Full Year Forecast
Revenue By Source										
Property rates		113 846	111 979	111 979	9 327	37 348	37 326	22	0%	111 979
Service charges - electricity revenue		64 290	446 336	446 336	4 212	19 660	148 779	(129 119)	-87%	446 336
Service charges - water revenue		101 905	209 623	209 623	6 951	32 320	69 874	(37 554)	-54%	209 623
Service charges - sanitation revenue		43 367	44 186	44 186	3 469	14 353	14 729	(376)	-3%	44 186
Service charges - refuse revenue		42 067	43 804	43 804	3 531	14 122	14 601	(480)	-3%	43 804
Rental of facilities and equipment		1 116	1 781	1 781	61	271	594	(323)	-54%	1 781
Interest earned - external investments		592	10 000	10 000	171	1 452	3 333	(1 881)	-56%	10 000
Interest earned - outstanding debtors		26 238	41 358	41 358	(0)	(5)	13 786	(13 791)	-100%	41 358
Dividends received								–		
Fines, penalties and forfeits		322	1 102	1 102	38	101	367	(267)	-73%	1 102
Licences and permits								–		
Agency services								–		
Transfers and subsidies		642 855	754 206	754 206	2 063	292 395	251 402	40 993	16%	754 206
Other revenue		34 071	38 860	38 860	11 889	12 708	12 953	(246)	-2%	38 860
Gains		8	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**1 070 677**	**1 703 235**	**1 703 235**	**41 712**	**424 724**	**567 745**	**(143 021)**	**-25%**	**1 703 235**
Expenditure By Type										
Employee related costs		500 999	500 113	500 113	40 526	171 632	166 705	4 928	3%	500 113
Remuneration of councillors		28 529	30 608	30 608	2 901	10 539	10 203	337	3%	30 608
Debt impairment		4 117	120 000	120 000	–	–	40 000	(40 000)	-100%	120 000
Depreciation & asset impairment		–	110 000	110 000	–	–	36 667	(36 667)	-100%	110 000
Finance charges		21 825	90 150	90 150	36	79 453	30 050	49 403	164%	90 150
Bulk purchases - electricity		927 856	506 499	506 499	57 610	314 777	168 833	145 944	86%	506 499
Inventory consumed		81 302	25 596	25 596	1 839	2 939	8 532	(5 593)	-66%	25 596
Contracted services		227 134	215 831	215 831	6 628	11 303	71 944	(60 640)	-84%	215 831
Transfers and subsidies		176 805	174 155	174 155	11 594	23 188	58 052	(34 863)	-60%	174 155
Other expenditure		51 586	113 910	113 910	5 587	9 566	37 970	(28 404)	-75%	113 910
Losses		1	–	–	–	–	–	–		–
Total Expenditure		**2 020 156**	**1 886 862**	**1 886 862**	**126 721**	**623 397**	**628 954**	**(5 557)**	**-1%**	**1 886 862**
Surplus/(Deficit)		**(949 479)**	**(183 627)**	**(183 627)**	**(85 009)**	**(198 673)**	**(61 209)**	**(137 464)**	**0**	**(183 627)**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		256 240	257 945	257 945	2 089 088	2 089 088	85 982	2 003 106	0	257 945
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)								–		
Transfers and subsidies - capital (in-kind - all)								–		
Surplus/(Deficit) after capital transfers & contributions		**(693 240)**	**74 318**	**74 318**	**2 004 079**	**1 890 415**	**24 773**			**74 318**
Taxation								–		
Surplus/(Deficit) after taxation		**(693 240)**	**74 318**	**74 318**	**2 004 079**	**1 890 415**	**24 773**			**74 318**
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		**(693 240)**	**74 318**	**74 318**	**2 004 079**	**1 890 415**	**24 773**			**74 318**
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		**(693 240)**	**74 318**	**74 318**	**2 004 079**	**1 890 415**	**24 773**			**74 318**

2.3. MUNICIPAL ENTITY FINANCIAL PERFORMANCE

The total revenue for October was **R15.1 million** and the year to date was **R66.2 million.** The year to date total of **R21.7 million** had been incorrectly captured under the subsidy category, the transactions should be corrected. The total expenditure for October was **negative R12.1 million**, due to a journal which was correcting the July salary interface duplicates. The year to date total expenditure amounted to **R68.1 million**.

Maluti Water (Pty) Ltd - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2020/21	Current Year 2021/22							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source	1									
Property rates								–		
Service charges - electricity revenue								–		
Service charges - water revenue								–		
Service charges - sanitation revenue								–		
Service charges - refuse revenue								–		
Rental of facilities and equipment								–		
Interest earned - external investments		–	100	100	–	–	33	(33)	-100,0%	100
Interest earned - outstanding debtors								–		
Dividends received								–		
Fines, penalties and forfeits								–		
Licences and permits								–		
Agency services								–		
Transfers and subsidies		124 939	–	–	803	21 741	–	21 741	#DIV/0!	–
Other revenue		73 321	195 900	195 900	14 338	44 556	65 300	(20 744)	-31,8%	195 900
Gains		–	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**198 260**	**196 000**	**196 000**	**15 140**	**66 297**	**65 333**	**964**	**1,5%**	**196 000**
Expenditure By Type										
Employee related costs		166 674	160 000	160 000	(14 112)	57 076	53 333	3 743	7,0%	160 000
Remuneration of Directors								–		
Debt impairment		–	–	–	–	–	–	–		–
Depreciation & asset impairment		–	1 500	1 500	–	–	500	(500)	-100,0%	1 500
Finance charges		–	–	–	–	–	–	–		–
Bulk purchases - electricity	2	3	–	–	–	–	–	–		–
Inventory consumed		8 455	11 266	11 266	337	2 840	3 755	(915)	-24,4%	11 266
Contracted services		8 185	8 091	8 091	125	1 916	2 697	(781)	-29,0%	8 091
Transfers and subsidies								–		
Other expenditure		19 310	13 331	13 331	1 461	6 297	4 444	1 853	41,7%	13 331
Losses		–	–	–	–	–	–	–		–
Total Expenditure	3	**202 629**	**194 188**	**194 188**	**(12 189)**	**68 128**	**64 729**	**3 399**	**5,3%**	**194 188**
Surplus/(Deficit)		**(4 369)**	**1 812**	**1 812**	**27 330**	**(1 831)**	**604**	**(2 435)**	**-403,2%**	**1 812**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)								–		
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)								–		
Transfers and subsidies - capital (in-kind - all)								–		
Surplus/(Deficit) before taxation		(4 369)	1 812	1 812	27 330	(1 831)	604	**(2 435)**	**-403,2%**	1 812
Taxation								–		
Surplus/(Deficit) for the year		**(4 369)**	**1 812**	**1 812**	**27 330**	**(1 831)**	**604**	**(2 435)**		**1 812**
References										
1. Revenue includes sales of: (insert description)										
2. Bulk purchases - electricity										
2. Bulk purchases - water										
3. Expenditure includes repairs & maintenance of:										

2.4. MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I ......SAM MAKHUBU.. of Maluti - A - Phofung Municipality, hereby certify that -

(mark as appropriate)

- [x] 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 **October** 2022 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print name: SAM MAKHUBU

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

Signature:

Date: 30/11/2022