

Mhlontlo Local Municipality



In-Year Report of the Municipality

Prepared in terms of the Local Government Municipal Finance Management Act
(56/2003): Municipal Budget and Reporting Regulations, Government Gazette
32141, 17 May 2009

Monthly Budget Statement

January 2024

2023-2024 Financial Year

TABLE OF CONTENTS

Glossary

Executive Summary

Monthly Budget Statement Summary

Financial Performance (Standard Classification

Financial Performance (revenue and expenditure by municipal vote)

Financial Performance (Revenue and Expenditure)

Capital Expenditure (by Municipal Vote)

Financial Position

Cash Flow

PART 2 – SUPPORTING DOCUMENTATION

Material Variances

Debtors' Analysis

Creditors Analysis

Investment Portfolio Analysis

Allocation of grant receipts and expenditure

Expenditure on councillors, employees and managers

Bank Reconciliation

Municipal Manager's Quality Certification

Glossary

Accrual Accounting – An accounting method that measures the performance and position of the municipality by recognising events regardless of when cash transactions occur.

Adjustment Budget – Prescribed in section 28 of the MFMA

Allocations – Money received from other Municipalities, Provincial or National Government.

Budget – Financial Plan of the Municipality.

Budget Related Policy – Policy of a municipality affecting or affected by the budget, examples include credit control policy, rates policy, tariff policy and funding and reserves policy.

Capital Expenditure – Expenditure on items such as machinery, buildings, land, infrastructure (roads).

Cash Flow Statement – Provides aggregate data regarding all cash inflows the municipality receives from both its ongoing operations and external investment sources, as well as all cash outflows that pay for municipality's activities and investments during a month.

DORA – Division of Revenue Act. Annual legislation reflecting total allocations per municipality made by provincial and national governments.

Equitable Share – A general grant paid to municipalities predominantly targeted to help with free basic services.

Fruitless and Wasteful Expenditure – Expenditure made in vain, that would have been avoided had reasonable care been exercised.

MBRR – Local Government Municipal Budget and Reporting Regulations.

MIG – Municipal Infrastructure Grant

MTREF – Medium Term Revenue and Expenditure Framework.

Operating Expenditure – Day to day expenses of the Municipality such as salaries, repairs and maintenance and general expenses.

Strategic Objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards achieving those objectives.

Unauthorised Expenditure – Spending without budget or in excess of the approved budget

Vote – A department

SECTION 1 – EXECUTIVE SUMMARY

1.1 Introduction

MFMA Section 52(d) states that the Mayor must within 30 days of the end of each quarter, submit a report to council on the implementation of the budget and the financial state of affairs of the municipality.

Municipal budget regulations sub-heading 2.5 requires that this report must be in the Section 71 of the MFMA format, which requires that this report must be prepared in the following manner:

- Actual Revenue per revenue source;
- Actual expenditure per vote;
- Actual Capital Expenditure per vote;
- The amount of any allocations received,
- Actual Expenditure on allocations received,
- Actual Expenditure on those allocations,
- Where necessary, explanations on:
 - Any material variances from the municipality's projected revenue per source, and from the municipality's expenditure projections per vote.
 - Any material variances from the SDBIP, and
 - Remedial or corrective steps taken or to be taken by the municipality

2. The statement must include: -

- Projections of municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections;

3. The amounts reflected in the statement must in each case be compared with corresponding amounts budgeted for in the municipality's approved budget.

This report has been prepared using the accrual method of accounting. The general idea is that economic events are recognised by matching revenues to expenses (the matching principle) at the time in which the transaction occurs rather than when payment is received or made.

This method allows the current cash inflows/outflows to be combined with future expected cash inflows/outflows to give a more accurate picture of the municipality's current financial position.

Operating Revenue

In the statement of financial performance, revenue accrued is R 220, 9 million out of the projected R 166, 3 million giving rise to a variance of 33%. Variance contributing factors are explained in the sub headings of the revenue items.

Total cash receipts on operating revenue excluding grants totals to R34.8 million since July 2023 out of the expected R24, 6 million. The substantial amount received was due to collections on government property rates and VAT refundable.

Property Rates

The amount accrued on rates amounts to R35, 6 million, out of the expected R21, 5 million.

Total actual cash collected on rates since July 2023 is R16.1 million against the expected R21, 5 million.

Refuse Removal

Amount accrued on refuse removal is R1,5 million against the expected R1,2 million.

Total actual cash received on refuse removal since July 2023 is R387 thousand out of the expected collection of R1,2 million.

Investment Revenue

This relates to interests received on the call account deposits. Interest received since July 2023 amounts to R6, 8 million out of the expected R3.6 million.

Other Revenue

Rental of facilities and Equipment –R28 thousand has been received since July 2023 instead of the expected R9 thousand.

Fines- R229 thousand has been received so far against the expected R44 thousand.

Licenses and permits- R640 thousand has been received since July 2023 and the municipality expected to receive R920 thousand.

Agency Services- The amount collected since July amounts to R806 thousand and the expected budget is R1,0 million.

Operating Expenditure

On operating expenditure, R211, 1 million was spent against the expected budget of R218, 2 million giving rise to a negative variance of more than R7, 0 million. This is because on non-cash items like depreciation and debt impairment that have not been accounted for.

Employee Costs

R63, 2 million has been spent to date on employee related costs against the expected R57, 1 million.

Remuneration of Councillors

Amount spent since July totals to R14, 1 million against the budgeted R12, 1 million.

Other Expenditure

This line item includes all the other operating expenses like accommodation, telephone, electricity etc. Expenditure is R105, 3 million against the expected budget of R111, 8 million.

Capital Expenditure

On Capital Expenditure the municipality has spent a total of R48, 3 million against the expected R59, 2 million budgets to date. This will be explained more on table C5 where departmental expenditures are reflected.

Financial Position

The municipality's current assets exceed the current liabilities. The municipality's ability to pay its short-term liabilities is tested by taking the total current assets and dividing them by current liabilities. This test is mainly used to give an idea of the municipality's ability to pay back its short-term liabilities using the current assets.

Cash Flows

The municipality ended the month with a positive cash and cash equivalents balance.

Table C1- Monthly Budget Statement Summary

The table below reflects on the summary of the total municipality's budget against year to date collections or expenditures.

EC156 Mhlontlo - Table C1 Monthly Budget Statement Summary - M07
January

| 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 | | | | | | | | | |
| <u>Financial Performance</u> | | | | | | | | | |
| Property rates | - | 36 791 | - | - | 35 589 | 21 462 | 14 128 | 66% | 36 791 |
| Service charges | 407 | 1 981 | - | 214 | 1 499 | 1 155 | 344 | 30% | 1 981 |
| Investment revenue | 1 823 | - | - | - | - | - | - | - | - |
| Transfers and subsidies - Operational | 1 823 | 6 148 | - | 828 | 6 763 | 3 586 | 3 177 | 89% | 6 148 |
| Other own revenue | 22 827 | 240 152 | - | 509 | 177 034 | 140 088 | 36 945 | 26% | - |
| Total Revenue (excluding capital transfers and contributions) | 26 881 | 285 072 | - | 1 551 | 220 885 | 166 292 | 54 593 | 33% | 285 072 |
| Employee costs | 21 785 | 97 827 | - | 9 176 | 63 181 | 57 066 | 6 115 | | 97 827 |
| Remuneration of Councillors | 3 311 | 20 690 | - | 1 718 | 14 063 | 12 069 | 1 994 | | 20 690 |
| Depreciation and amortisation | (12 629) | 49 421 | - | 507 | 20 947 | 28 829 | (7 882) | | 49 421 |
| Interest | 795 | - | - | - | - | - | - | | - |
| Inventory consumed and bulk purchases | 541 | 12 086 | - | 277 | 7 260 | 7 050 | 210 | | 12 086 |
| Transfers and subsidies | 21 | 2 402 | - | 388 | 393 | 1 401 | (1 008) | -72% | 2 402 |
| Other expenditure | 43 793 | 181 292 | - | 5 822 | 105 281 | 111 754 | (6 473) | -6% | 180 992 |
| Total Expenditure | 57 618 | 363 718 | - | 17 889 | 211 125 | 218 169 | (7 044) | -3% | 363 418 |
| Surplus/(Deficit) | (30 737) | (78 646) | - | (16 338) | 9 760 | (51 878) | 61 637 | -119% | (78 346) |
| Transfers and subsidies - capital (monetary allocations) | 13 143 | 63 193 | - | 316 | 50 579 | 36 863 | 13 | 37% | 63 193 |
| Surplus/(Deficit) after capital transfers & contributions | (17 594) | (15 453) | - | (16 022) | 60 339 | (15 015) | 75 353 | -502% | (15 153) |
| Surplus/ (Deficit) for the year | (17 594) | (15 453) | - | (16 022) | 60 339 | (15 015) | 75 353 | -502% | (15 153) |
| <u>Capital expenditure & funds sources</u> | | | | | | | | | |
| Capital expenditure | (66 603) | 101 684 | - | 2 606 | 48 481 | 59 209 | (10 729) | -18% | 101 684 |
| Capital transfers recognised | (56 504) | 65 122 | - | 2 457 | 44 839 | 37 882 | 6 957 | 18% | 65 122 |
| Internally generated funds | (10 100) | 36 592 | - | 149 | 3 447 | 21 345 | (17 898) | -84% | 36 592 |
| Total sources of capital funds | (66 603) | 101 714 | - | 2 606 | 48 286 | 59 227 | (10 941) | -18% | 101 714 |

Table C2: Statement of Financial Performance by vote

This table reflects the operating budget in the standard classification which are the Government Finance Statistics Functions and Sub-Functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of organisational structures used by different institutions. The main functions are Governance and administration, Community and public safety, Economic and environmental services, and Trading Services. It is for this reason that the financial performance is reported in standard classification, Table C2 and by municipal vote, Table C3.

EC156 Mhlontlo - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M07 January

| Description | Ref | 2022/23 | Budget Year 2023/24 | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| R thousands | 1 | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| Revenue - Functional | | | | | | | | | | |
| <i>Governance and administration</i> | | 25 077 | 143 587 | - | 868 | 117 182 | 83 759 | 33 423 | 40% | 143 587 |
| Executive and council | | 19 618 | 28 535 | - | - | 21 401 | 16 645 | 4 756 | 29% | 28 535 |
| Finance and administration | | 5 459 | 115 052 | - | 868 | 95 781 | 67 114 | 28 667 | 43% | 115 052 |
| <i>Community and public safety</i> | | 877 | 30 350 | - | 213 | 34 089 | 17 704 | 16 384 | 93% | 30 350 |
| Community and social services | | 2 | 550 | - | 4 | 567 | 321 | 246 | 77% | 550 |
| Public safety | | 875 | 29 800 | - | 209 | 33 522 | 17 383 | 16 138 | 93% | 29 800 |
| <i>Economic and environmental services</i> | | 6 069 | 124 681 | - | 567 | 87 082 | 72 730 | 14 352 | 20% | 124 681 |
| Planning and development | | 5 636 | 86 646 | - | 353 | 85 574 | 50 544 | 35 030 | 69% | 86 646 |
| Road transport | | 433 | 38 035 | - | 214 | 1 508 | 22 187 | (20 679) | -93% | 38 035 |
| <i>Trading services</i> | | 8 021 | 49 647 | - | 218 | 33 111 | 28 961 | 4 151 | 14% | 49 647 |
| Energy sources | | 7 605 | - | - | - | 7 955 | - | 7 955 | #DIV/0! | - |
| Waste management | | 416 | 49 647 | - | 218 | 25 157 | 28 961 | (3 804) | -13% | 49 647 |
| <i>Other</i> | 4 | - | - | - | - | - | - | - | - | - |
| Total Revenue - Functional | 2 | 40 043 | 348 265 | - | 1 867 | 271 464 | 203 155 | 68 309 | 34% | 348 265 |
| Expenditure - Functional | | | | | | | | | | |
| <i>Governance and administration</i> | | 38 736 | 170 638 | - | 9 365 | 90 275 | 105 218 | (14 943) | -14% | 170 338 |
| Executive and council | | 10 064 | 55 136 | - | 3 405 | 41 104 | 31 862 | 9 242 | 29% | 54 836 |
| Finance and administration | | 28 646 | 115 453 | - | 5 960 | 49 134 | 73 326 | (24 192) | -33% | 115 453 |
| Internal audit | | 25 | 50 | - | - | 37 | 29 | 8 | 26% | 50 |
| <i>Community and public safety</i> | | 6 147 | 35 794 | - | 2 940 | 20 009 | 20 880 | (871) | -4% | 35 794 |
| Community and social services | | 228 | 1 609 | - | 123 | 882 | 939 | (56) | -6% | 1 609 |
| Sport and recreation | | 7 | - | - | 4 | 29 | - | 29 | #DIV/0! | - |
| Public safety | | 5 912 | 34 185 | - | 2 813 | 19 098 | 19 941 | (843) | -4% | 34 185 |
| <i>Economic and environmental services</i> | | 8 029 | 135 881 | - | 4 126 | 89 279 | 79 264 | 10 015 | 13% | 135 881 |
| Planning and development | | 6 441 | 40 407 | - | 2 278 | 21 553 | 23 570 | (2 017) | -9% | 40 407 |
| Road transport | | 1 588 | 95 474 | - | 1 849 | 67 725 | 55 693 | 12 032 | 22% | 95 474 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| <i>Trading services</i> | | 4 706 | 21 405 | - | 1 457 | 11 562 | 12 808 | (1 246) | -10% | 21 405 |
| Waste management | | 4 706 | 21 405 | - | 1 457 | 11 562 | 12 808 | (1 246) | -10% | 21 405 |
| <i>Other</i> | | - | - | - | - | - | - | - | - | - |
| Total Expenditure - Functional | 3 | 57 618 | 363 718 | - | 17 889 | 211 125 | 218 169 | (7 044) | -3% | 363 418 |
| Surplus/ (Deficit) for the year | | (17 574) | (15 453) | - | (16 022) | 60 339 | (15 015) | 75 353 | -502% | (15 153) |

Table C3: Monthly Financial Performance (Revenue and Expenditure by vote)

Operating budget of the institution is approved by council on municipal vote level. The municipal votes are Mayor's Office, Council, Municipal Manager, Budget and Treasury Office, Corporate Services, Local Economic Development, Community Services, and Infrastructure and Development.

Unauthorised expenditure occurs if the total budget in a vote is exceeded by expenditure. The executive and council vote is overspending.

The table below reflects on expenditures per vote. Close monitoring of expenditures is vital.

EC156 Mhlontlo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January

| 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 1 - EXECUTIVE AND COUNCIL (11: IE) | | 19 618 | 31 537 | - | - | 23 653 | 18 397 | 5 256 | 28,6% | 31 537 |
| Vote 2 - FINANCE AND ADMIN (12: IE) | | 5 461 | 115 052 | - | 873 | 95 798 | 67 114 | 28 684 | 42,7% | 115 052 |
| Vote 3 - PLANNING AND DEVELOPMENT (13: IE) | | 98 | 24 748 | - | 37 | 18 678 | 14 437 | 4 242 | 29,4% | 24 748 |
| Vote 4 - COMMUNITY AND SOCIAL SERVICES (15: IE) | | 9 | 29 | - | 4 | 22 | 17 | 5 | 31,3% | 29 |
| Vote 5 - PUBLIC SAFETY (17: IE) | | 875 | 57 853 | - | 209 | 34 072 | 33 748 | 324 | 1,0% | 57 853 |
| Vote 7 - WASTE MANAGEMENT (20: IE) | | 407 | 22 115 | - | 214 | 25 135 | 12 900 | 12 234 | 94,8% | 22 115 |
| Vote 8 - ROAD TRANSPORT (22: IE) | | 13 575 | 96 930 | - | 530 | 74 107 | 56 542 | 17 564 | 31,1% | 96 930 |
| Total Revenue by Vote | 2 | 40 043 | 348 265 | - | 1 867 | 271 464 | 203 155 | 68 309 | 33,6% | 348 265 |
| Expenditure by Vote | 1 | | | | | | | | | |
| Vote 1 - EXECUTIVE AND COUNCIL (11: IE) | | 12 911 | 67 154 | - | 3 834 | 47 910 | 38 873 | 9 036 | 23,2% | 66 854 |
| Vote 2 - FINANCE AND ADMIN (12: IE) | | 32 647 | 103 088 | - | 5 807 | 45 035 | 66 435 | (21 400) | -32,2% | 103 088 |
| Vote 3 - PLANNING AND DEVELOPMENT (13: IE) | | 3 770 | 31 030 | - | 1 716 | 15 441 | 18 101 | (2 659) | -14,7% | 31 030 |
| Vote 4 - COMMUNITY AND SOCIAL SERVICES (15: IE) | | 224 | 4 639 | - | 123 | 864 | 2 706 | (1 842) | -68,1% | 4 639 |
| Vote 5 - PUBLIC SAFETY (17: IE) | | 6 683 | 34 665 | - | 2 771 | 18 883 | 20 221 | (1 338) | -6,6% | 34 665 |
| Vote 6 - SPORT AND RECREATION (18: IE) | | 7 | - | - | 4 | 29 | - | 29 | #DIV/0! | - |
| Vote 7 - WASTE MANAGEMENT (20: IE) | | 1 254 | 17 988 | - | 1 483 | 12 179 | 10 493 | 1 685 | 16,1% | 17 988 |
| Vote 8 - ROAD TRANSPORT (22: IE) | | 121 | 105 155 | - | 2 149 | 70 784 | 61 340 | 9 444 | 15,4% | 105 155 |
| Total Expenditure by Vote | 2 | 57 618 | 363 718 | - | 17 889 | 211 125 | 218 169 | (7 044) | -3,2% | 363 418 |
| Surplus/ (Deficit) for the year | 2 | (17 574) | (15 453) | - | (16 022) | 60 339 | (15 015) | 75 353 | -501,9% | (15 153) |

Table C4- Statement of Financial Performance

EC156 Mhlontlo - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

| 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 - Waste management | | | 407 | 1 981 | | 214 | 1 499 | 1 155 | 344 | 30% | 1 981 |
| Sale of Goods and Rendering of Services | | | 152 | 29 | | 29 | 91 | 17 | 74 | 443% | 29 |
| Agency services | | | 244 | 1 728 | | 110 | 806 | 1 008 | (202) | -20% | 1 728 |
| Interest earned from Receivables | | | (6) | 80 | | - | - | 47 | (47) | -100% | 80 |
| Interest from Current and Non Current | | | | | | | | | | | |
| Assets | | | 1 823 | 6 148 | | 828 | 6 763 | 3 586 | | | 6 148 |
| Rental from Fixed Assets | | | 6 | 16 | | 5 | 28 | 9 | 19 | 213% | 16 |
| Licence and permits | | | 11 | - | | - | 105 | - | 105 | #DIV/0! | - |
| Operational Revenue | | | 2 250 | - | | - | (0) | - | (0) | #DIV/0! | - |
| Non-Exchange Revenue | | | | | | | | | | | |
| Property rates | | | - | 36 791 | | - | 35 589 | 21 462 | 14 128 | 66% | 36 791 |
| Fines, penalties and forfeits | | | 459 | 76 | | 14 | 229 | 44 | 185 | | 76 |
| Licence and permits | | | 169 | 1 578 | | 85 | 640 | 920 | (280) | | 1 578 |
| Transfers and subsidies - Operational | | | 23 898 | 236 646 | | 267 | 175 134 | 138 044 | 37 091 | | 236 646 |
| Gains on disposal of Assets | | | (2 531) | - | | - | - | - | - | | - |
| Total Revenue (excluding capital transfers and contributions) | | | 26 881 | 285 072 | - | 1 551 | 220 885 | 166 292 | 54 593 | 33% | 285 072 |
| Expenditure By Type | | | | | | | | | | | |
| Employee related costs | | | 21 785 | 97 827 | | 9 176 | 63 181 | 57 066 | 6 115 | 11% | 97 827 |
| Remuneration of councillors | | | 3 311 | 20 690 | | 1 718 | 14 063 | 12 069 | 1 994 | 17% | 20 690 |
| Inventory consumed | | | 541 | 12 086 | | 277 | 7 260 | 7 050 | 210 | | 12 086 |
| Debt impairment | | | - | 15 121 | | - | - | 15 121 | (15 121) | -100% | 15 121 |
| Depreciation and amortisation | | | (12 629) | 49 421 | | 507 | 20 947 | 28 829 | (7 882) | -27% | 49 421 |
| Interest | | | 795 | - | | - | - | - | - | | - |
| Contracted services | | | 2 329 | 58 567 | | 1 383 | 28 159 | 34 164 | (6 006) | -18% | 58 567 |
| Transfers and subsidies | | | 21 | 2 402 | | 388 | 393 | 1 401 | (1 008) | -72% | 2 402 |
| Irrecoverable debts written off | | | 14 496 | - | | - | - | - | - | | - |
| Operational costs | | | 26 967 | 107 604 | | 4 439 | 77 122 | 62 469 | 14 653 | 23% | 107 304 |
| Total Expenditure | | | 57 618 | 363 718 | - | 17 889 | 211 125 | 218 169 | (7 044) | -3% | 363 418 |
| Surplus/(Deficit) | | | (30 737) | (78 646) | - | (16 338) | 9 760 | (51 878) | 61 637 | (0) | (78 346) |
| Transfers and subsidies - capital (monetary allocations) | | | 13 143 | 63 193 | | 316 | 50 579 | 36 863 | 13 716 | 0 | 63 193 |
| Surplus/(Deficit) after capital transfers & contributions | | | (17 594) | (15 453) | - | (16 022) | 60 339 | (15 015) | | | (15 153) |
| Surplus/(Deficit) after income tax | | | (17 594) | (15 453) | - | (16 022) | 60 339 | (15 015) | | | (15 153) |
| Surplus/(Deficit) attributable to municipality | | | (17 594) | (15 453) | - | (16 022) | 60 339 | (15 015) | | | (15 153) |
| Share of Surplus/Deficit attributable to Associate | | | - | - | | - | - | - | | | - |
| Intercompany/Parent subsidiary transactions | | | - | - | | - | - | - | | | - |
| Surplus/ (Deficit) for the year | | | (17 594) | (15 453) | - | (16 022) | 60 339 | (15 015) | | | (15 153) |

Table C5: Capital Expenditure (Municipal Vote, standard classification, and funding)

Year to date budget is R59, 2 million whilst expenditure is sitting at R48, 3 million.

EC156 Mhlontlo - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M07 January

| 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 | | | | | | | | | |
| Single Year expenditure appropriation | 2 | | | | | | | | | |
| Vote 14 - EXECUTIVE AND COUNCIL (31: CAPEX) | | (1 394) | - | - | - | 775 | - | 775 | #DIV/0! | - |
| Vote 15 - FINANCE AND ADMIN (32: CAPEX) | | (3 712) | 25 381 | - | 149 | 1 330 | 14 806 | (13 476) | -91% | 25 381 |
| Vote 16 - PLANNING AND DEVELOPMENT (33: CAPEX) | | (679) | - | - | - | - | - | - | | - |
| Vote 17 - PUBLIC SAFETY (37: CAPEX) | | (2 098) | 900 | - | - | 479 | 525 | (46) | -9% | 900 |
| Vote 18 - WASTE MANAGEMENT (40: CAPEX) | | (847) | 4 710 | - | - | 326 | 2 748 | (2 421) | -88% | 4 710 |
| Vote 19 - ROAD TRANSPORT (42: CAPEX) | | (57 873) | 70 692 | - | 2 457 | 45 571 | 41 131 | 4 440 | 11% | 70 692 |
| Total Capital single-year expenditure | 4 | (66 603) | 101 684 | - | 2 606 | 48 481 | 59 209 | (10 729) | -18% | 101 684 |
| Total Capital Expenditure | | (66 603) | 101 684 | - | 2 606 | 48 481 | 59 209 | (10 729) | -18% | 101 684 |
| Capital Expenditure - Functional Classification | | | | | | | | | | |
| Governance and administration | | (1 139) | 22 250 | - | 149 | 1 262 | 13 279 | (12 017) | -90% | 22 550 |
| Executive and council | | - | - | - | - | 30 | 300 | (270) | -90% | 300 |
| Finance and administration | | (1 139) | 22 250 | - | 149 | 1 232 | 12 979 | (11 747) | -91% | 22 250 |
| Community and public safety | | (3 492) | 3 050 | - | - | 1 986 | 1 779 | 207 | 12% | 3 050 |
| Sport and recreation | | - | 2 120 | - | - | 537 | 1 237 | (699) | -57% | 2 120 |
| Public safety | | (3 492) | 930 | - | - | 1 449 | 543 | 906 | 167% | 930 |
| Economic and environmental services | | (45 134) | 58 653 | - | 1 821 | 37 384 | 34 108 | 3 276 | 10% | 58 653 |
| Planning and development | | (35 360) | 36 772 | - | 1 821 | 23 111 | 21 450 | 1 660 | 8% | 36 772 |
| Road transport | | (9 774) | 21 881 | - | - | 14 273 | 12 657 | 1 616 | 13% | 21 881 |
| Trading services | | (16 838) | 17 761 | - | 635 | 7 879 | 10 361 | (2 482) | -24% | 17 761 |
| Energy sources | | (16 838) | 13 361 | - | 635 | 7 553 | 7 794 | (241) | -3% | 13 361 |
| Waste management | | - | 4 400 | - | - | 326 | 2 567 | (2 240) | -87% | 4 400 |
| Total Capital Expenditure - Functional Classification | 3 | (66 603) | 101 714 | - | 2 606 | 48 511 | 59 527 | (11 016) | -19% | 102 014 |
| Funded by: | | | | | | | | | | |
| National Government | | (56 504) | 65 122 | - | 2 457 | 44 839 | 37 882 | 6 957 | 18% | 65 122 |
| Transfers recognised - capital | | (56 504) | 65 122 | - | 2 457 | 44 839 | 37 882 | 6 957 | 18% | 65 122 |
| Internally generated funds | | (10 100) | 36 592 | - | 149 | 3 447 | 21 345 | (17 898) | -84% | 36 592 |
| Total Capital Funding | | (66 603) | 101 714 | - | 2 606 | 48 286 | 59 227 | (10 941) | -18% | 101 714 |

Table C6: Statement of Financial Position

EC156 Mhlontlo - Table C6 Monthly Budget Statement - Financial Position - M07 January

| 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 | | 111 489 | 104 548 | | 137 651 | 104 548 |
| Trade and other receivables from exchange transactions | | 1 183 | 2 958 | | 4 449 | 2 958 |
| Receivables from non-exchange transactions | | (1 575) | 14 | | 19 679 | 14 |
| Current portion of non-current receivables | | - | - | | - | - |
| Inventory | | (324) | (0) | | 971 | (0) |
| VAT | | 22 879 | 1 763 | | 16 220 | 1 763 |
| Other current assets | | (2 412) | 18 956 | | 1 009 | 18 956 |
| Total current assets | | 131 240 | 128 240 | - | 179 979 | 128 240 |
| Non current assets | | | | | | |
| Investments | | - | - | | - | - |
| Investment property | | 5 983 | 5 983 | | 5 983 | 5 983 |
| Property, plant and equipment | | 583 771 | 581 481 | | 534 947 | 581 781 |
| Biological assets | | - | - | | - | - |
| Living and non-living resources | | - | - | | - | - |
| Heritage assets | | - | - | | - | - |
| Intangible assets | | 96 | 157 | | 68 | 157 |
| Trade and other receivables from exchange transactions | | - | - | | - | - |
| Non-current receivables from non-exchange transactions | | - | - | | - | - |
| Other non-current assets | | - | - | | - | - |
| Total non current assets | | 589 849 | 587 621 | - | 540 997 | 587 921 |
| TOTAL ASSETS | | 721 089 | 715 861 | - | 720 977 | 716 161 |
| LIABILITIES | | | | | | |
| Current liabilities | | | | | | |
| Bank overdraft | | - | - | | - | - |
| Financial liabilities | | - | - | | - | - |
| Consumer deposits | | - | - | | - | - |
| Trade and other payables from exchange transactions | | 19 093 | 17 294 | | 12 062 | 17 294 |
| Trade and other payables from non-exchange transactions | | (9 472) | 19 633 | | 6 688 | 19 633 |
| Provision | | 30 515 | 24 390 | | 28 479 | 24 390 |
| VAT | | 1 499 | 1 455 | | 1 849 | 1 455 |
| Other current liabilities | | 3 228 | 3 125 | | 4 033 | 3 125 |
| Total current liabilities | | 44 863 | 65 898 | - | 53 112 | 65 898 |
| Non current liabilities | | | | | | |
| Financial liabilities | | - | - | | - | - |
| Provision | | - | - | | - | - |
| Long term portion of trade payables | | - | - | | - | - |
| Other non-current liabilities | | - | - | | - | - |
| Total non current liabilities | | - | - | - | - | - |
| TOTAL LIABILITIES | | 44 863 | 65 898 | - | 53 112 | 65 898 |
| NET ASSETS | 2 | 676 226 | 649 963 | - | 667 865 | 650 263 |
| COMMUNITY WEALTH/EQUITY | | | | | | |
| Accumulated surplus/(deficit) | | 662 826 | 649 963 | | 607 527 | 649 963 |
| TOTAL COMMUNITY WEALTH/EQUITY | 2 | 662 826 | 649 963 | - | 607 527 | 649 963 |

Table C7: Cash flow

The table below reflects no problems in the cash flows of the institution.

EC156 Mhlontlo - Table C7 Monthly Budget Statement - Cash Flow - M07 January

| 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 | | 401 | 22 443 | | 297 | 15 848 | - | 15 848 | #DIV/0! | - |
| Service charges | | 77 | 1 208 | | 82 | 387 | - | 387 | #DIV/0! | - |
| Other revenue | | 341 887 | 3 425 | | 242 | 1 909 | - | 1 909 | #DIV/0! | - |
| Transfers and Subsidies - Operational | | 348 | 247 605 | | 5 | 177 225 | 189 300 | (12 075) | -6% | 324 514 |
| Transfers and Subsidies - Capital | | 5 100 | 49 832 | | - | 41 903 | - | 41 903 | #DIV/0! | - |
| Interest | | 7 098 | 6 148 | | 828 | 6 765 | 3 586 | 3 179 | 89% | 6 148 |
| Dividends | | - | - | | - | - | - | - | | - |
| Payments | | | | | | | | | | |
| Suppliers and employees | | (237 316) | (257 273) | | (9 192) | (197 632) | (150 381) | 47 250 | -31% | (257 797) |
| Interest | | - | - | | - | - | - | - | | - |
| Transfers and Subsidies | | - | - | | - | - | - | - | | - |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 117 596 | 73 389 | - | (7 738) | 46 405 | 42 505 | (3 901) | -9% | 72 865 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Proceeds on disposal of PPE | | - | - | | - | - | - | - | | - |
| Decrease (increase) in non-current receivables | | - | - | | - | - | - | - | | - |
| Decrease (increase) in non-current investments | | - | - | | - | - | - | - | | - |
| Payments | | | | | | | | | | |
| Capital assets | | (8 207) | (101 969) | | (149) | (46 231) | - | 46 231 | #DIV/0! | - |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (8 207) | (101 969) | - | (149) | (46 231) | - | 46 231 | #DIV/0! | - |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Short term loans | | - | - | | - | - | - | - | | - |
| Borrowing long term/refinancing | | - | - | | - | - | - | - | | - |
| Increase (decrease) in consumer deposits | | - | - | | - | - | - | - | | - |
| Payments | | | | | | | | | | |
| Repayment of borrowing | | - | - | | - | - | - | - | | - |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | - | - | - | - | - | - | - | | - |
| NET INCREASE/ (DECREASE) IN CASH HELD | | 109 390 | (28 580) | - | (7 888) | 175 | 42 505 | | | 72 865 |
| Cash/cash equivalents at beginning: | | 17 992 | 133 129 | | 5 634 | 137 476 | 133 129 | | | 137 476 |
| Cash/cash equivalents at month/year end: | | 127 381 | 104 548 | | (2 254) | 137 651 | 132 916 | | | - |

PART 2: SUPPORTING DOCUMENTATION

Table SC3: Aged Debtors

The municipality is being owed a total amount of R108, 7 million of which the biggest portion is on household debtors with R38, 3 million being owed by this group of debtors.

The second biggest is government departments that are sitting at R37, 6 million. The business debtors owing just over R29,3 million.

EC156 Mhlontlo - Supporting Table SC3 Monthly Budget Statement - aged debtors – M07 January

| ES100 Information - Supporting Table SCS Monthly Budget Statement - aged debtors - m07 January | | | | | | | | |
|--|---------|---------------------|------------|------------|-------------|-------------|---------|--------------------|
| Description | NT Code | Budget Year 2023/24 | | | | | | |
| | | 0-30 Days | 31-60 Days | 61-90 Days | 91-120 Days | 121-150 Dys | Total | Total over 90 days |
| R thousands | | | | | | | | |
| Debtors Age Analysis By Income Source | | | | | | | | |
| Trade and Other Receivables from Exchange Transactions - Water | 1200 | - | - | - | - | - | - | - |
| Trade and Other Receivables from Exchange Transactions - Electricity | 1300 | - | - | - | - | - | - | - |
| Receivables from Non-exchange Transactions - Property Rates | 1400 | 3 517 | 497 | 488 | 487 | 88 079 | 93 068 | 88 566 |
| Receivables from Exchange Transactions - Waste Water Management | 1500 | - | - | - | - | - | - | - |
| Receivables from Exchange Transactions - Waste Management | 1600 | 215 | 206 | 204 | 199 | 14 796 | 15 619 | 14 995 |
| Receivables from Exchange Transactions - Property Rental | | | | | | | | |
| Debtors | 1700 | - | - | - | - | - | - | - |
| Interest on Arrear Debtor Accounts | 1810 | - | - | - | - | - | - | - |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | - | - | - | - | - | - | - |
| Other | 1900 | - | - | - | - | - | - | - |
| Total By Income Source | 2000 | 3 731 | 703 | 692 | 686 | 102 875 | 108 686 | 103 561 |
| 2017/18 - totals only | | | | | | | - | - |
| Debtors Age Analysis By Customer Group | | | | | | | | |
| Organs of State | 2200 | 109 | 30 | 29 | 30 | 37 622 | 37 821 | 37 652 |
| Commercial | 2300 | 1 623 | 240 | 236 | 232 | 27 007 | 29 337 | 27 238 |
| Households | 2400 | 2 000 | 432 | 427 | 424 | 38 246 | 41 529 | 38 670 |
| Other | 2500 | | | | | | - | - |
| Total By Customer Group | 2600 | 3 731 | 703 | 692 | 686 | 102 875 | 108 686 | 103 561 |

Table SC4: Aged Creditors

EC156 Mhlontlo - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

| Description R thousands | NT Code | Budget Year 2023/24 | | | | | | | | | Prior year totals for chart (same period) |
|--|-------------|---------------------|-----------------|-----------------|---------------------|----------------------|----------------------|-------------------------|----------------|--------------|--|
| | | 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 | 213 | 93 | 95 | 39 | (70) | 319 | 207 | 121 | 1 018 | |
| Bulk Water | 0200 | - | - | - | - | - | - | - | - | - | |
| PAYE deductions | 0300 | - | - | - | - | - | - | - | - | - | |
| VAT (output less input) | 0400 | - | - | - | - | - | - | - | - | - | |
| Pensions / Retirement deductions | 0500 | - | - | - | - | - | - | - | - | - | |
| Loan repayments | 0600 | - | - | - | - | - | - | - | - | - | |
| Trade Creditors | 0700 | 1 820 | 326 | 14 | 5 | 884 | - | 1 334 | - | 4 382 | |
| Auditor General | 0800 | - | - | - | - | - | 1 | (290) | 18 | (271) | |
| Other | 0900 | - | - | - | - | - | - | - | - | - | |
| Total By Customer Type | 1000 | 2 034 | 419 | 110 | 44 | 813 | 320 | 1 251 | 139 | 5 129 | - |

Table SC5: Investment Portfolio Analysis

All the call deposits are highly liquid short-term investments and are held for the purpose of meeting short-term commitments rather than the purpose of earning a return (interest).

The table below reflects on account balances as at the end of January 2024. Total cash available is R127, 8 million.

EC156 Mhlontlo - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M07 January

| Investments by maturity Name of institution & investment ID | R ef | Period of Investment Yrs/M onths | Type of Investment | Capital Guarantee (Yes/ No) | Variable or Fixed interest rate | Interest Rate * | Commission Paid (Rands) | Commission Recipient | Expiry date of investment | Opening balance | Interest to be realised | Partial / Premature Withdrawal (4) | Investment Top Up | Closing Balance |
|--|------|-------------------------------------|--------------------|-----------------------------|---------------------------------|-----------------|--------------------------|----------------------|---------------------------|-----------------|-------------------------|------------------------------------|-------------------|-----------------|
| R thousands | | | | | | | | | | | | | | |
| Municipality | | | | | | | | | | | | | | |
| 20-FNB | | 4 | 3 | Y | 3 | 0,05 15 | 0 | 0 | 20240 630 | 60 649 | 294 | (14 601) | 23 | 46 365 |
| 23-FNB | | 4 | 3 | Y | 3 | 0,06 5 | 0 | 0 | 20240 630 | 3 597 | 34 | - | - | 3 631 |
| 24-FNB | | 4 | 3 | Y | 3 | 0,05 5 | 0 | 0 | 20240 630 | 558 1 | 3 | (4) | - | 558 1 |
| 25-FNB | | 48 | 3 | Y | 3 | 0,03 65 | 0 | 0 | 20240 630 | 197 7 | 7 | (7) | - | 197 |
| 30-FNB | | 4 | 3 | Y | 3 | 0,04 55 | 0 | 0 | 20240 630 | 492 71 | 3 | (3) | - | 492 71 |
| 31-FNB | | 4 | 3 | Y | 3 | 0,05 15 | 0 | 0 | 20240 630 | 789 3 | 405 | (405) | - | 789 3 |
| 32-FNB | | 4 | 3 | Y | 3 | 0,05 5 | 0 | 0 | 20240 630 | 747 23 | 23 | (26) | - | 744 |
| 33-FNB | | 4 | 3 | Y | 3 | 0,05 15 | 0 | 0 | 20240 630 | 734 1 | 4 | (4) | - | 127 775 |
| 34-FNB | | 4 | 3 | Y | 3 | 0,05 15 | 0 | 0 | 20240 630 | 135 2 | 6 | (6) | - | - |
| 35-FNB | | 48 | 3 | Y | 3 | 0,03 25 | 0 | 0 | 20240 630 | 314 13 | 13 | (13) | - | - |
| 36-FNB | | 48 | 3 | Y | 3 | 0,02 5 | 0 | 0 | 20240 630 | - | - | - | - | - |
| 37-FNB | | 50 | 3 | Y | 3 | 0,02 5 | 0 | 0 | 20240 630 | 8 | - | - | - | 8 |
| | | | | | | | | | | | | | | - |
| | | | | | | | | | | | | | | - |
| | | | | | | | | | | | | | | - |
| | | | | | | | | | | | | | | - |
| | | | | | | | | | | | | | | - |
| Entities sub-total | | | | | | | | | | 8 | | - | - | 8 |
| TOTAL INVESTMENTS AND INTEREST | 2 | | | | | | | | | 743 | | (4) | - | 127 784 |

Table SC6: Grants Receipts

The grants that were expected since July 2023 were received. The table below reflects on individual grants received.

EC156 Mhlontlo - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M07 January

| Description | Ref | 2022/23 Audited Outcome | Budget Year 2023/24 Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
|---|-----|-------------------------------|---|--------------------|-------------------|------------------|------------------|-----------------|----------------------|--------------------------|
| R thousands | | | | | | | | | | |
| RECEIPTS: | 1,2 | | | | | | | | | |
| Operating Transfers and Grants | | | | | | | | | | |
| National Government: | | 21 063 | 235 872 | 235 872 | 254 | 174 227 | 137 592 | 36 635 | 26,6% | 235 872 |
| Equitable Share | | 19 618 | 229 195 | 229 195 | - | 171 895 | 133 697 | 38 198 | 28,6% | 229 195 |
| Expanded Public Works Programme | | | | | | | | | 47,4% | |
| Integrated Grant | | 433 | 1 754 | 1 754 | 214 | 1 508 | 1 023 | 485 | | 1 754 |
| Local Government Financial | | | | | | | | | -38,6% | |
| Management Grant | | 1 012 | 2 300 | 2 300 | 41 | 824 | 1 342 | (518) | | 2 300 |
| Municipal Infrastructure Grant | | - | 2 623 | 2 623 | - | - | 1 530 | (1 530) | -100,0% | 2 623 |
| Provincial Government: | | - | 550 | 550 | - | 550 | 321 | 229 | 71,4% | 550 |
| Library Grant - Rev Alloc | | - | - | - | - | - | - | - | | - |
| LIBRARY SUPPORT | | - | 550 | 550 | - | 550 | 321 | 229 | 71,4% | 550 |
| District Municipality: | | 2 253 | - | - | - | - | - | - | | - |
| OR TAMBO COMMUNICATIONS FUND | | - | - | - | - | - | - | - | | - |
| Sundries | | 2 253 | - | - | - | - | - | - | | - |
| Other grant providers: | | 582 | 225 | 225 | 12 | 358 | 131 | 227 | 173,1% | 225 |
| Peoples Housing Process (Housing) | | 87 | 225 | 225 | 12 | 112 | 131 | (19) | -14,6% | 225 |
| Transport, Education and Training SETA | | 495 | - | - | - | 246 | - | 246 | #DIV/0! | - |
| Total Operating Transfers and Grants | 5 | 23 898 | 236 646 | 236 646 | 267 | 175 134 | 138 044 | 37 091 | 26,9% | 236 646 |
| Capital Transfers and Grants | | | | | | | | | | |
| National Government: | | 13 143 | 63 193 | 63 193 | 316 | 50 579 | 36 863 | 13 716 | 37,2% | 63 193 |
| Integrated National Electrification | | | | | | | | | 2,1% | |
| Programme Grant | | 7 605 | 13 361 | 13 361 | - | 7 955 | 7 794 | 161 | | 13 361 |
| Municipal Disaster Response Grant | | - | - | - | - | 3 522 | - | 3 522 | #DIV/0! | - |
| Municipal Infrastructure Grant | | 5 538 | 49 832 | 49 832 | 316 | 39 102 | 29 069 | 10 033 | 34,5% | 49 832 |
| Provincial Government: | | - | - | - | - | - | - | - | | - |
| District Municipality: | | - | - | - | - | - | - | - | | - |
| Other grant providers: | | - | - | - | - | - | - | - | | - |
| [insert description] | | | | | | | | | | |
| Total Capital Transfers and Grants | 5 | 13 143 | 63 193 | 63 193 | 316 | 50 579 | 36 863 | 13 716 | 37,2% | 63 193 |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | 5 | 37 041 | 299 840 | 299 840 | 583 | 225 713 | 174 906 | 50 807 | 29,0% | 299 840 |

Table SC7: Grants expenditure

The table below reflects on grants' expenditures since July 2023. Also, these amounts are inclusive of VAT.

Finance management grant's expenditure amounts to R824 thousand. This amount was used on interns' salaries and training. Library grant expenditure amounts to R466 thousand and was used in paying the librarians' events and salaries. MIG capital expenditure amounts to R39, 1 million. Electrification project expenditure amounts to R8, 5 million. EPWP expenditure amounts to R1,5 million and the MDMRG expenditure amounts to R3,5 million.

EC156 Mhlontlo - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M07 January

| 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 | | | | | | | | | | |
| EXPENDITURE | | | | | | | | | | |
| Operating expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 40 387 | 323 147 | 323 147 | 16 746 | 194 150 | 188 502 | 5 647 | 3,0% | 323 147 |
| Equitable Share | | 39 004 | 317 463 | 317 463 | 16 413 | 191 160 | 185 187 | 5 973 | 3,2% | 317 463 |
| Local Government Financial Management Grant | | 841 | 2 011 | 2 011 | 48 | 984 | 1 173 | (189) | -16,1% | 2 011 |
| Municipal Infrastructure Grant | | 541 | 3 673 | 3 673 | 286 | 2 006 | 2 143 | (137) | -6,4% | 3 673 |
| Provincial Government: | | 37 | 222 | 222 | 12 | 199 | 130 | 70 | 53,7% | 222 |
| Allowance - Housing | | 2 | 12 | 12 | 1 | 7 | 7 | 0 | 5,4% | 12 |
| Allowance - Travel | | - | - | - | 0 | 2 | - | 2 | #DIV/0! | - |
| Annual Bonus | | - | - | - | - | 22 | - | 22 | #DIV/0! | - |
| Contributions - Pension Fund | | 4 | 10 | 10 | 2 | 14 | 6 | 8 | 135,7% | 10 |
| Levy - Skills Development SETA | | 1 | - | - | 0 | 2 | - | 2 | #DIV/0! | - |
| LIBRARY ASSISTANCE | | 30 | 200 | 200 | 8 | 151 | 117 | 35 | 29,8% | 200 |
| Salaries | | - | - | - | - | - | - | - | - | - |
| OR TAMBO COMMUNICATIONS FUND | | 29 | 500 | 200 | - | 109 | (8) | 117 | 1407,7% | 200 |
| Unemployment Insurance Fund | | 0 | - | - | 0 | 1 | - | 1 | #DIV/0! | - |
| Other grant providers: | | 128 | 722 | 422 | - | 97 | 121 | (25) | -20,4% | 422 |
| OR TAMBO COMMUNICATIONS FUND | | 29 | 500 | 200 | - | 109 | (8) | 117 | 1407,7% | 200 |
| Upgrading of Informal Settlement | | 99 | 222 | 222 | - | (12) | 130 | (142) | -109,6% | 222 |
| Total operating expenditure of Transfers and Grants: | | 40 551 | 324 091 | 323 791 | 16 758 | 194 445 | 188 753 | 5 692 | 3,0% | 323 791 |
| Capital expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | (5 663) | 65 122 | 65 122 | 2 457 | 44 839 | 37 882 | 6 957 | 18,4% | 65 122 |
| Integrated National Electrification Programme Grant | | (16 838) | 13 361 | 13 361 | 635 | 7 553 | 7 794 | (241) | -3,1% | 13 361 |
| Municipal Disaster Response Grant | | - | - | - | 451 | 3 973 | - | 3 973 | #DIV/0! | - |
| Municipal Infrastructure Grant | | 11 175 | 51 761 | 51 761 | 1 370 | 33 313 | 30 088 | 3 225 | 10,7% | 51 761 |
| Total capital expenditure of Transfers and Grants | | (5 663) | 65 122 | 65 122 | 2 457 | 44 839 | 37 882 | 6 957 | 18,4% | 65 122 |
| TOTAL EXPENDITURE OF TRANSFERS AND GRANTS | | 34 889 | 389 214 | 388 914 | 19 214 | 239 284 | 226 635 | 12 649 | 5,6% | 388 914 |

QUALITY CERTIFICATE

I, LUNGILE NDABENI (Full Names), the Municipal Manager of Mhlontlo Municipality hereby certify that the **Section 71 Report** for the month ended 31 January 2024 has been prepared in accordance with the Local Government: Municipal Finance Management Act 2003 (Act 56 of 2003) and regulations made under the Act.



Mr L Ndabeni

MUNICIPAL MANAGER

14/02/2024

DATE

RECEIPT BY THE MAYOR

I, Mhulelo Gwagwele Jara (Full Names), the Mayor of **Mhlontlo Local Municipality**, hereby accept the **Section 71 report** of the municipality for the month ended 31 January 2024 as presented by the Municipal Manager in terms of the Local Government: Municipal Finance Management Act 2003 (Act 56 of 2003) and regulations made under the Act.



Cllr. M. Jara

MAYOR

16/02/2024

DATE