

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

June 2020

2019-2020 Financial Year

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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 – BTO STANDING SUMMARY

1.1 Introduction

MFMA Section 71 states that the Accounting Officer must within 10 working days of the end of each month, submit a report to the Mayor 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.

Table C1- Monthly Budget Statement Summary

Operating Revenue

In the statement of financial performance, revenue accrued is R217,4 million out of the projected R217,6 million giving rise to a variance of 0%. Variance contributing factors are explained in the sub headings of the revenue items.

Total cash receipts on operating revenue excluding grants totals to R21,3 million from July to June out of the expected R20,9 million. VAT refunds amounted to R6,8 million since July 2019.

Property Rates

The amount accrued on rates amounts to R16,8 million, out of the expected R16,8 million.

Total actual cash collected on rates for July to June 2020 is R9,3 million against the expected R17,8 million.

Refuse Removal

Amount accrued on refuse removal is R1,7 thousand against the expected R1,7 thousand.

Total actual cash received on refuse removal from July to June is R371 thousand out of the expected collection of R1,7 million.

Investment Revenue

This relates to interests received on the call account deposits. Interest received since July amounts to R6,5 million out of the expected R8,1 million.

Other Revenue

Rental of facilities and Equipment –R49 thousand has been received instead of the expected R69 thousand.

Fines- R643 thousand has been received so far against the expected R1,2 million.

Licenses and permits- R1,2 million has been received, and the municipality expected to receive R1,5million.

Agency Fees- The amount collected since July amounts to R871 thousand, and the expected budget is R1,2 million.

Operating Expenditure

On operating expenditure, R183,5 million was spent against the expected budget of R314 million giving rise to a negative variance of more than R130 million. This is because on non-cash items like depreciation and debt impairment that have not been accounted for. The system vendor is assisting the municipality in ensuring that the fixed asset register integrates with the financial management system.

Employee Costs

R101 million has been spent to date on employee related costs against the expected R99,9 million.

Remuneration of Councillors

Amount spent since July totals to R21,5 million against the budgeted R21,8 million.

Other Expenditure

This line item includes all the other operating expenses like accommodation, telephone, electricity etc. Expenditure is R56 million against the expected budget of R89 million.

Capital Expenditure

On Capital Expenditure the municipality has spent a total of R70,4 million against the expected R103 million budget 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.

| Description | 2018/19 | Budget Year 2019/20 | | | | | | | |
|---|-----------------|---------------------|-----------------|-----------------|----------------|-----------------|------------------|----------------|--------------------|
| | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | | | | | | | | | |
| Financial Performance | | | | | | | | | |
| Property rates | 15 190 | 16 601 | 16 621 | - | 16 836 | 16 621 | 214 | 1% | 16 621 |
| Service charges | 1 436 | 1 449 | 1 743 | 145 | 1 743 | 1 743 | - | | 1 743 |
| Investment revenue | 6 772 | 6 300 | 8 176 | 232 | 6 507 | 8 176 | (1 669) | -20% | 8 176 |
| Transfers and subsidies | 176 101 | 188 888 | 186 610 | 319 | 517 | 610 | 1 908 | 1% | 186 610 |
| Other own revenue | 17 831 | 4 707 | 4 506 | 156 | 3 859 | 4 506 | (648) | -14% | 4 506 |
| Total Revenue (excluding capital transfers and contributions) | 217 331 | 217 945 | 217 656 | 852 | 217 461 | 217 656 | (195) | -0% | 217 656 |
| Employee costs | 81 616 | 116 101 | 99 993 | 7 870 | 863 | 99 993 | 1 870 | 2% | 99 993 |
| Remuneration of Councillors | 18 183 | 22 176 | 21 827 | 1 704 | 21 510 | 21 827 | (316) | -1% | 21 827 |
| Depreciation & asset impairment | 96 350 | 115 763 | 94 467 | - | - | 94 467 | (94 467) | -100% | 94 467 |
| Finance charges | 413 | - | - | 0 | 4 | - | 4 | #DIV/0! | - |
| Materials and bulk purchases | 9 241 | 5 729 | 5 472 | 134 | 2 727 | 5 472 | (2 745) | -50% | 5 472 |
| Transfers and subsidies | 119 | 2 283 | 3 013 | 15 | 485 | 3 013 | (2 528) | -84% | 3 013 |
| Other expenditure | 71 369 | 79 343 | 89 413 | 3 932 | 56 943 | 89 413 | (32 470) | -36% | 89 413 |
| Total Expenditure | 277 292 | 341 394 | 314 185 | 13 655 | 533 | 185 | (130 652) | -42% | 314 185 |
| Surplus/(Deficit) | (59 961) | (123 448) | (96 529) | (12 803) | 33 928 | (96 529) | 130 458 | -135% | (96 529) |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | 51 102 | 66 758 | 67 323 | 12 757 | 75 906 | 67 323 | 8 583 | 13% | 67 323 |
| Contributions & Contributed assets | - | - | - | - | - | - | - | | - |
| Surplus/(Deficit) after capital transfers & contributions | (8 859) | (56 690) | (29 206) | (46) | 109 834 | (29 206) | 139 040 | -476% | (29 206) |
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | | - |
| Surplus/ (Deficit) for the year | (8 859) | (56 690) | (29 206) | (46) | 109 834 | (29 206) | 139 040 | -476% | (29 206) |
| Capital expenditure & funds sources | | | | | | | | | |
| Capital expenditure | 111 196 | 68 198 | 103 861 | 10 409 | 177 402 | 103 861 | 73 540 | 71% | 103 861 |
| Capital transfers recognised | 43 680 | 48 684 | 63 996 | 7 423 | 51 946 | 63 996 | (12 049) | -19% | 63 996 |
| Borrowing | - | - | - | - | - | - | - | | - |
| Internally generated funds | - | 14 764 | 39 566 | 2 986 | 18 041 | 39 566 | (21 524) | -54% | 39 566 |
| Total sources of capital funds | 43 680 | 63 448 | 103 561 | 10 409 | 69 988 | 103 561 | (33 573) | -32% | 103 561 |
| Financial position | | | | | | | | | |
| Total current assets | 117 255 | 114 693 | 54 890 | | 107 759 | | | | 54 890 |
| Total non current assets | 546 996 | 578 726 | 522 375 | | 593 995 | | | | 522 375 |
| Total current liabilities | 64 490 | 72 477 | 59 736 | | 23 929 | | | | 59 736 |
| Total non current liabilities | - | 3 120 | 4 313 | | - | | | | 4 313 |
| Community wealth/Equity | 716 929 | (49 800) | (29 206) | | 716 929 | | | | (29 206) |
| Cash flows | | | | | | | | | |

| | | | | | | | | | |
|--|------------------|-------------------|-------------------|--------------------|--------------------|--------------------|---------------------|-----------------|---------------|
| Net cash from (used) operating | – | 51 116 | 73 705 | (13 499) | (39 032) | 73 705 | 112 737 | 153% | 73 705 |
| Net cash from (used) investing | – | (68 198) | (103 861) | – | (4 468) | (103 861) | (99 393) | 96% | (103 861) |
| Net cash from (used) financing | – | – | – | – | – | – | – | – | – |
| Cash/cash equivalents at the month/year end | 96 275 | 58 722 | 13 419 | – | 16 811 | 13 419 | (3 393) | -25% | 30 156 |
| Debtors & creditors analysis | 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 |
| <u>Debtors Age Analysis</u> | | | | | | | | | |
| Total By Income Source | 143 | 141 | 139 | 170 | 168 | 164 | 3 512 | 9 097 | 13 535 |
| <u>Creditors Age Analysis</u> | | | | | | | | | |
| Total Creditors | (53) | (3) | – | – | 114 | (18) | (833) | (254) | (1 048) |

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.

| Description | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|--|-----|--------------------|---------------------------|--------------------|-------------------|------------------|------------------|-----------------|----------------------|-----------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | 1 | | | | | | | | | |
| Revenue - Functional | | | | | | | | | | |
| Governance and administration | | 135 643 | 117 917 | 116 724 | 536 | 118 992 | 116 724 | 2 267 | 2% | 116 724 |
| Executive and council | | 39 548 | 46 998 | 52 182 | – | 46 680 | 52 182 | (5 502) | -11% | 52 182 |
| Finance and administration | | 96 094 | 70 919 | 64 542 | 536 | 72 311 | 64 542 | 7 769 | 12% | 64 542 |
| Community and public safety | | 6 061 | 30 315 | 30 245 | 140 | 28 650 | 30 245 | (1 595) | -5% | 30 245 |
| Community and social services | | 500 | 502 | 552 | – | 552 | 552 | 0 | 0% | 552 |
| Public safety | | 5 561 | 29 813 | 29 692 | 140 | 28 097 | 29 692 | (1 595) | -5% | 29 692 |
| Economic and environmental services | | 70 764 | 116 763 | 99 859 | 12 788 | 123 039 | 99 859 | 23 181 | 23% | 99 859 |
| Planning and development | | 68 450 | 114 982 | 83 329 | 12 774 | 121 284 | 83 329 | 37 956 | 46% | 83 329 |
| Road transport | | 2 313 | 1 781 | 16 530 | 14 | 1 755 | 16 530 | (14 775) | -89% | 16 530 |
| Trading services | | 31 472 | 19 708 | 38 152 | 146 | 22 749 | 38 152 | (15 403) | -40% | 38 152 |
| Energy sources | | 5 696 | 11 508 | 11 508 | – | 14 070 | 11 508 | 2 562 | 22% | 11 508 |
| Waste management | | 25 776 | 8 200 | 26 644 | 146 | 8 679 | 26 644 | (17 965) | -67% | 26 644 |
| Other | 4 | – | – | – | – | – | – | – | | – |
| Total Revenue - Functional | 2 | 243 939 | 284 703 | 284 979 | 13 609 | 293 430 | 284 979 | 8 451 | 3% | 284 979 |
| Expenditure - Functional | - | | | | | | | | | |
| Governance and administration | | 111 379 | 134 862 | 126 969 | 7 406 | 98 378 | 126 969 | (28 592) | -23% | 126 969 |
| Executive and council | | 54 880 | 58 066 | 49 353 | 3 933 | 43 065 | 49 353 | (6 288) | -13% | 49 353 |
| Finance and administration | | 56 500 | 76 796 | 77 617 | 3 472 | 55 312 | 77 617 | (22 304) | -29% | 77 617 |
| Community and public safety | | 7 391 | 28 529 | 30 067 | 2 192 | 27 528 | 30 067 | (2 540) | -8% | 30 067 |
| Community and social services | | 1 625 | 21 | 2 393 | – | – | 2 393 | (2 393) | -100% | 2 393 |
| Sport and recreation | | 1 608 | – | – | – | – | – | – | | – |
| Public safety | | 4 159 | 28 507 | 27 674 | 2 192 | 27 528 | 27 674 | (147) | -1% | 27 674 |
| Economic and environmental services | | 121 688 | 155 360 | 135 208 | 2 288 | 37 417 | 135 208 | (97 791) | -72% | 135 208 |
| Planning and development | | 21 083 | 23 921 | 30 737 | 1 393 | 24 541 | 30 737 | (6 196) | -20% | 30 737 |
| Road transport | | 100 605 | 131 439 | 104 471 | 895 | 12 876 | 104 471 | (91 595) | -88% | 104 471 |
| Environmental protection | | – | – | – | – | – | – | – | | – |
| Trading services | | 18 770 | 22 643 | 21 940 | 1 769 | 20 211 | 21 940 | (1 730) | -8% | 21 940 |
| Energy sources | | 56 | 762 | 354 | – | – | 354 | (354) | -100% | 354 |
| Waste management | | 18 714 | 21 881 | 21 586 | 1 769 | 20 211 | 21 586 | (1 375) | -6% | 21 586 |
| Total Expenditure - Functional | 3 | 259 228 | 341 394 | 314 185 | 13 655 | 183 533 | 314 185 | (130 652) | -42% | 314 185 |
| Surplus/ (Deficit) for the year | | (15 289) | (56 690) | (29 206) | (46) | 109 897 | (29 206) | 139 103 | -476% | (29 206) |

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 BTO Standing and council vote is overspending.

| Vote Description | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|---|-----|-----------------|---------------------|-----------------|----------------|----------------|----------------|------------------|----------------|--------------------|
| | | 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) | | - | 55 524 | 60 709 | - | 55 144 | 60 709 | (5 565) | -9.2% | 60 709 |
| Vote 2 - FINANCE AND ADMIN (12: IE) | | - | 70 921 | 63 979 | 536 | 71 785 | 63 979 | 7 805 | 12.2% | 63 979 |
| Vote 3 - PLANNING AND DEVELOPMENT (13: IE) | | - | 11 806 | 18 290 | 16 | 11 875 | 18 290 | (6 415) | -35.1% | 18 290 |
| Vote 4 - COMMUNITY AND SOCIAL SERVICES (15: IE) | | - | 23 | 32 | 1 | 19 | 32 | (12) | -38.8% | 32 |
| Vote 5 - PUBLIC SAFETY (17: IE) | | - | 30 313 | 30 242 | 140 | 28 647 | 30 242 | (1 595) | -5.3% | 30 242 |
| Vote 6 - SPORT AND RECREATION (18: IE) | | - | - | - | - | - | - | - | - | - |
| Vote 7 - WASTE MANAGEMENT (20: IE) | | - | 8 177 | 26 612 | 145 | 8 660 | 26 612 | (17 953) | -67.5% | 26 612 |
| Vote 8 - WASTE WATER MANAGEMENT (21: IE) | | - | - | - | - | - | - | - | - | - |
| Vote 9 - ROAD MANAGEMENT (22: IE) | | - | 107 939 | 85 115 | 12 772 | 116 771 | 85 115 | 31 655 | 37.2% | 85 115 |
| Vote 10 - OTHER (25: IE) | | - | - | - | - | - | - | - | - | - |
| Total Revenue by Vote | 2 | - | 284 703 | 284 979 | 13 609 | 292 901 | 284 979 | 7 921 | 2.8% | 284 979 |
| Expenditure by Vote | 1 | | | | | | | | | |
| Vote 1 - EXECUTIVE AND COUNCIL (11: IE) | | - | 59 907 | 56 944 | 4 218 | 49 387 | 56 944 | (7 557) | -13.3% | 56 944 |
| Vote 2 - FINANCE AND ADMIN (12: IE) | | - | 12 603 | 44 870 | 3 478 | 55 020 | 44 870 | 10 150 | 22.6% | 44 870 |
| Vote 3 - PLANNING AND DEVELOPMENT (13: IE) | | - | 20 265 | 18 228 | 715 | 12 980 | 18 228 | (5 247) | -28.8% | 18 228 |
| Vote 4 - COMMUNITY AND SOCIAL SERVICES (15: IE) | | - | 627 | 2 639 | - | 188 | 2 639 | (2 451) | -92.9% | 2 639 |
| Vote 5 - PUBLIC SAFETY (17: IE) | | - | 28 547 | 24 363 | 2 134 | 25 003 | 24 363 | 640 | 2.6% | 24 363 |
| Vote 6 - SPORT AND RECREATION (18: IE) | | - | - | - | - | - | - | - | - | - |
| Vote 7 - WASTE MANAGEMENT (20: IE) | | - | 21 372 | 24 887 | 1 840 | 22 481 | 24 887 | (2 406) | -9.7% | 24 887 |
| Vote 8 - WASTE WATER MANAGEMENT (21: IE) | | - | - | - | - | - | - | - | - | - |
| Vote 9 - ROAD MANAGEMENT (22: IE) | | - | 141 294 | 113 048 | 1 270 | 18 325 | 113 048 | (94 723) | -83.8% | 113 048 |
| Vote 10 - OTHER (25: IE) | | - | 88 | - | - | 149 | - | 149 | #DIV/0! | - |
| Total Expenditure by Vote | 2 | - | 284 703 | 284 979 | 13 655 | 183 533 | 284 979 | (101 446) | -35.6% | 284 979 |
| Surplus/ (Deficit) for the year | 2 | - | - | - | (46) | 109 368 | - | 109 368 | #DIV/0! | - |

Table C4- Statement of Financial Performance

| Description | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|-----------------|----------------|-----------------|------------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | | | | | | | | | | |
| Revenue By Source | | | | | | | | | | |
| Property rates | | 15 190 | 16 601 | 16 621 | – | 16 836 | 16 621 | 214 | 1% | 16 621 |
| Service charges - refuse revenue | | 1 436 | 1 449 | 1 743 | 145 | 1 743 | 1 743 | – | | 1 743 |
| | | – | – | – | – | – | – | – | | – |
| Rental of facilities and equipment | | 34 | 38 | 69 | – | 49 | 69 | (20) | -29% | 69 |
| Interest earned - external investments | | 6 772 | 6 300 | 8 176 | 232 | 6 507 | 8 176 | (1 669) | -20% | 8 176 |
| Interest earned - outstanding debtors | | 1 268 | 402 | 267 | – | 1 166 | 267 | 899 | 336% | 267 |
| Dividends received | | – | – | – | – | – | – | – | | – |
| Fines, penalties and forfeits | | 1 584 | 1 260 | 1 132 | 6 | 643 | 1 132 | (489) | -43% | 1 132 |
| Licences and permits | | 1 508 | 1 597 | 1 591 | 65 | 1 269 | 1 591 | (322) | -20% | 1 591 |
| Agency services | | 1 268 | 1 296 | 1 296 | 85 | 871 | 1 296 | (426) | -33% | 1 296 |
| Transfers and subsidies | | 176 101 | 188 888 | 186 610 | 319 | 188 517 | 186 610 | 1 908 | 1% | 186 610 |
| Other revenue | | 11 041 | 114 | 151 | 1 | (107) | 151 | (258) | -171% | 151 |
| Gains on disposal of PPE | | 1 129 | – | – | – | (31) | – | (31) | #DIV/0! | – |
| Total Revenue (excluding capital transfers and contributions) | | 217 331 | 217 945 | 217 656 | 852 | 217 461 | 217 656 | (195) | 0% | 217 656 |
| Expenditure By Type | | | | | | | | | | |
| Employee related costs | | 81 616 | 116 101 | 99 993 | 7 870 | 101 863 | 99 993 | 1 870 | 2% | 99 993 |
| Remuneration of councillors | | 18 183 | 22 176 | 21 827 | 1 704 | 21 510 | 21 827 | (316) | -1% | 21 827 |
| Debt impairment | | – | – | 14 259 | – | – | 14 259 | (14 259) | -100% | 14 259 |
| Depreciation & asset impairment | | 96 350 | 115 763 | 94 467 | – | – | 94 467 | (94 467) | -100% | 94 467 |
| Finance charges | | 413 | – | – | 0 | 4 | – | 4 | #DIV/0! | – |
| Bulk purchases | | – | – | – | – | – | – | – | | – |
| Other materials | | 9 241 | 5 729 | 5 472 | 134 | 2 727 | 5 472 | (2 745) | -50% | 5 472 |
| Contracted services | | 25 879 | 34 933 | 24 214 | 2 540 | 20 090 | 24 214 | (4 124) | -17% | 24 214 |
| Transfers and subsidies | | 119 | 2 283 | 3 013 | 15 | 485 | 3 013 | (2 528) | -84% | 3 013 |
| Other expenditure | | 45 490 | 44 410 | 50 941 | 1 392 | 36 853 | 50 941 | (14 087) | -28% | 50 941 |
| Loss on disposal of PPE | | – | – | – | – | – | – | – | | – |
| Total Expenditure | | 277 292 | 341 394 | 314 185 | 13 655 | 183 533 | 314 185 | (130 652) | -42% | 314 185 |
| Surplus/(Deficit) | | (59 961) | (123 448) | (96 529) | (12 803) | 33 928 | (96 529) | 130 458 | (0) | (96 529) |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | | 51 102 | 66 758 | 67 323 | 12 757 | 75 906 | 67 323 | 8 583 | 0 | 67 323 |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) | | – | – | – | – | – | – | – | | – |
| Transfers and subsidies - capital (in-kind - all) | | – | – | – | – | – | – | – | | – |
| Surplus/(Deficit) after capital transfers & contributions | | (8 859) | (56 690) | (29 206) | (46) | 109 834 | (29 206) | | | (29 206) |
| Taxation | | – | – | – | – | – | – | – | | – |
| Surplus/(Deficit) after taxation | | (8 859) | (56 690) | (29 206) | (46) | 109 834 | (29 206) | | | (29 206) |
| Attributable to minorities | | – | – | – | – | – | – | | | – |
| Surplus/(Deficit) attributable to municipality | | (8 859) | (56 690) | (29 206) | (46) | 109 834 | (29 206) | | | (29 206) |
| Share of surplus/ (deficit) of associate | | – | – | – | – | – | – | | | – |
| Surplus/ (Deficit) for the year | | (8 859) | (56 690) | (29 206) | (46) | 109 834 | (29 206) | | | (29 206) |

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

Year to date budget is R45.1 million whilst expenditure is sitting at R35.2 million.

| Vote Description | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | 1 | | | | | | | | | |
| Single Year expenditure appropriation | 2 | | | | | | | | | |
| Vote 11 - EXECUTIVE AND COUNCIL (31: CS) | | - | - | - | - | - | - | - | - | - |
| Vote 12 - FINANCE AND ADMIN (32: CS) | | - | 2 000 | 4 140 | - | 212 | 4 140 | (3 928) | -95% | 4 140 |
| Vote 13 - PLANNING AND DEVELOPMENT (33: CS) | | 2 444 | 9 814 | 5 266 | - | 4 703 | 5 266 | (563) | -11% | 5 266 |
| Vote 14 - PUBLIC SAFETY (37: CS) | | - | 1 700 | 200 | - | - | 200 | (200) | -100% | 200 |
| Vote 15 - WASTE MANAGEMENT (40: CS) | | - | 1 000 | 3 700 | - | 2 395 | 3 700 | (1 305) | -35% | 3 700 |
| Vote 16 - ROAD TRANSPORT (42: CS) | | 108 752 | 53 684 | 90 555 | 10 409 | 170 092 | 90 555 | 79 537 | 88% | 90 555 |
| Total Capital single-year expenditure | 4 | 111 196 | 68 198 | 103 861 | 10 409 | 177 402 | 103 861 | 73 540 | 71% | 103 861 |
| Total Capital Expenditure | | 111 196 | 68 198 | 103 861 | 10 409 | 177 402 | 103 861 | 73 540 | 71% | 103 861 |
| Capital Expenditure - Functional Classification | | | | | | | | | | |
| Governance and administration | | (976 047) | 2 000 | 3 840 | - | 212 | 3 840 | (3 628) | -94% | 3 840 |
| Finance and administration | | (976 047) | 2 000 | 3 840 | - | 212 | 3 840 | (3 628) | -94% | 3 840 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| Community and public safety | | - | 1 700 | 200 | - | - | 200 | (200) | -100% | 200 |
| Community and social services | | - | 1 500 | - | - | - | - | - | - | - |
| Public safety | | - | 200 | 200 | - | - | 200 | (200) | -100% | 200 |
| Economic and environmental services | | 138 000 | 63 498 | 84 613 | 10 409 | 182 393 | 84 613 | 97 780 | 116% | 84 613 |
| Planning and development | | 91 881 | 58 498 | 58 054 | 7 423 | 111 815 | 58 054 | 53 761 | 93% | 58 054 |
| Road transport | | 46 119 | 5 000 | 26 559 | 2 986 | 70 578 | 26 559 | 44 019 | 166% | 26 559 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| Trading services | | 3 113 | 1 000 | 15 208 | - | 5 508 | 15 208 | (9 700) | -64% | 15 208 |
| Energy sources | | 3 113 | - | 11 508 | - | 3 113 | 11 508 | (8 395) | -73% | 11 508 |
| Waste management | | - | 1 000 | 3 700 | - | 2 395 | 3 700 | (1 305) | -35% | 3 700 |
| Other | | - | - | - | - | - | - | - | - | - |
| Total Capital Expenditure - Functional Classification | 3 | (834 934) | 68 198 | 103 861 | 10 409 | 188 112 | 103 861 | 84 251 | 81% | 103 861 |
| Funded by: | | | | | | | | | | |
| National Government | | 43 680 | 48 684 | 63 996 | 7 423 | 51 946 | 63 996 | (12 049) | -19% | 63 996 |
| Transfers recognised - capital | | 43 680 | 48 684 | 63 996 | 7 423 | 51 946 | 63 996 | (12 049) | -19% | 63 996 |
| Borrowing | 6 | - | - | - | - | - | - | - | - | - |
| Internally generated funds | | - | 14 764 | 39 566 | 2 986 | 18 041 | 39 566 | (21 524) | -54% | 39 566 |
| Total Capital Funding | | 43 680 | 63 448 | 103 561 | 10 409 | 69 988 | 103 561 | (33 573) | -32% | 103 561 |

Table C6: Statement of Financial Position

| Description | Ref | 2018/19 | Budget Year 2019/20 | | | |
|--|-----|--------------------|------------------------|--------------------|------------------|-----------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | YearTD actual | Full Year Forecast |
| R thousands | 1 | | | | | |
| ASSETS | | | | | | |
| Current assets | | | | | | |
| Cash | | 96 275 | 75 805 | 43 575 | 60 312 | 43 575 |
| Call investment deposits | | (0) | – | – | (0) | – |
| Consumer debtors | | 7 391 | 32 702 | 678 | 20 357 | 678 |
| Other debtors | | 13 588 | – | 10 637 | 26 810 | 10 637 |
| Current portion of long-term receivables | | – | – | – | – | – |
| Inventory | | 0 | 6 186 | – | 281 | – |
| Total current assets | | 117 255 | 114 693 | 54 890 | 107 759 | 54 890 |
| Non current assets | | | | | | |
| Investment property | | 32 263 | 23 290 | 31 772 | 32 263 | 31 772 |
| Investments in Associate | | – | – | – | – | – |
| Property, plant and equipment | | 516 309 | 553 372 | 488 825 | 563 308 | 488 825 |
| Biological | | – | – | – | – | – |
| Intangible | | (1 786) | 1 854 | 1 568 | (1 786) | 1 568 |
| Other non-current assets | | 211 | 211 | 211 | 211 | 211 |
| Total non current assets | | 546 996 | 578 726 | 522 375 | 593 995 | 522 375 |
| TOTAL ASSETS | | 664 251 | 693 419 | 577 265 | 701 755 | 577 265 |
| LIABILITIES | | | | | | |
| Current liabilities | - | | | | | |
| Trade and other payables | | 25 052 | 34 726 | 16 440 | (14 366) | 16 440 |
| Provisions | | 39 438 | 37 751 | 43 296 | 38 296 | 43 296 |
| Total current liabilities | | 64 490 | 72 477 | 59 736 | 23 929 | 59 736 |
| Non current liabilities | | | | | | |
| Borrowing | | – | – | 758 | – | 758 |
| Provisions | | – | 3 120 | 3 555 | – | 3 555 |
| Total non current liabilities | | – | 3 120 | 4 313 | – | 4 313 |
| TOTAL LIABILITIES | | 64 490 | 75 597 | 64 049 | 23 929 | 64 049 |
| NET ASSETS | 2 | 599 760 | 617 822 | 513 217 | 677 825 | 513 217 |
| COMMUNITY WEALTH/EQUITY | | | | | | |
| Accumulated Surplus/(Deficit) | | 716 929 | (113 381) | (29 206) | 716 929 | (29 206) |
| Reserves | | – | 63 580 | – | – | – |
| TOTAL COMMUNITY WEALTH/EQUITY | 2 | 716 929 | (49 800) | (29 206) | 716 929 | (29 206) |

Table C7: Cash flow

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

| Description | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|---|-----|-----------------|---------------------|------------------|-----------------|-----------------|------------------|-----------------|----------------|--------------------|
| | | 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 | | – | 6 601 | 8 610 | – | 13 | 8 610 | (8 597) | -100% | 8 610 |
| Service charges | | – | 1 359 | 1 394 | – | (30) | 1 394 | (1 425) | -102% | 1 394 |
| Other revenue | | – | 4 305 | 5 106 | 156 | (3 143) | 5 106 | (8 249) | -162% | 5 106 |
| Government - operating | | – | 188 888 | 186 277 | – | 150 841 | 186 277 | (35 436) | -19% | 186 277 |
| Government - capital | | – | 66 758 | 66 758 | – | (3 500) | 66 758 | (70 258) | -105% | 66 758 |
| Interest | | – | 6 702 | 8 176 | – | – | 8 176 | (8 176) | -100% | 8 176 |
| Dividends | | – | – | – | – | – | – | – | | – |
| Payments | | | | | | | | | | |
| Suppliers and employees | | – | (223 348) | (202 446) | (13 640) | (183 044) | (202 446) | (19 403) | 10% | (202 446) |
| Finance charges | | – | – | – | (0) | (4) | – | 4 | #DIV/0! | – |
| Transfers and Grants | | – | (150) | (170) | (15) | (165) | (170) | (5) | 3% | (170) |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | – | 51 116 | 73 705 | (13 499) | (39 032) | 73 705 | 112 737 | 153% | 73 705 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Proceeds on disposal of PPE | | – | 5 | – | – | – | – | – | | – |
| Decrease (Increase) in non-current debtors | | – | – | – | – | – | – | – | | – |
| Decrease (increase) other non-current receivables | | – | – | – | – | – | – | – | | – |
| Decrease (increase) in non-current investments | | – | – | – | – | – | – | – | | – |
| Payments | | | | | | | | | | |
| Capital assets | | – | (68 198) | (103 861) | – | (4 468) | (103 861) | (99 393) | 96% | (103 861) |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | – | (68 198) | (103 861) | – | (4 468) | (103 861) | (99 393) | 96% | (103 861) |
| 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 | | – | (17 083) | (30 156) | (13 499) | (43 500) | (30 156) | | | (30 156) |
| Cash/cash equivalents at beginning: | | 96 275 | 75 805 | 43 575 | | 60 312 | 43 575 | | | 60 312 |
| Cash/cash equivalents at month/year end: | | 96 275 | 58 722 | 13 419 | | 16 811 | 13 419 | | | 30 156 |

PART 2: SUPPORTING DOCUMENTATION

Table SC3: Aged Debtors

The municipality is being owed a total amount of R58,6 million of which the biggest portion is on households with R24,3 million being owed by this group of debtors. The second biggest is government departments that are sitting at R20,5 million. The business debtors owing just over R13,9 million.

EC156 Mhlontlo - Supporting Table SC3 Monthly Budget Statement - aged debtors – M06 December

| Description | NT Code | Budget Year 2018/19 | | | | | | Total | Total over 90 days |
|---|-------------|---------------------|---------------|------------|--------------|---------------|---------------|---------------|--------------------|
| | | 0-30 Days | 31-60 Days | 61-90 Days | 91-120 Days | 121-150 Dys | | | |
| 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 | 11 046 | - | - | - | 7 | 11 053 | 7 | |
| Receivables from Exchange Transactions - Waste Water Management | 1500 | - | - | - | - | - | - | - | |
| Receivables from Exchange Transactions - Waste Management | 1600 | 175 | 172 | 168 | 166 | 8 945 | 9 627 | 9 111 | |
| Receivables from Exchange Transactions - Property Rental Debtors | 1700 | - | - | - | - | - | - | - | |
| Interest on Arrear Debtor Accounts | 1810 | - | - | - | - | - | - | - | |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | 3 543 | 549 | 521 | 3 214 | 30 137 | 37 964 | 33 351 | |
| Other | 1900 | - | - | - | - | - | - | - | |
| Total By Income Source | 2000 | 14 764 | 721 | 689 | 3 380 | 39 089 | 58 644 | 42 469 | |
| 2017/18 - totals only | | | | | | | | | |
| Debtors Age Analysis By Customer Group | | | | | | | | | |
| Organs of State | 2200 | 498 | 11 098 | 49 | 1 082 | 7 762 | 20 489 | 8 844 | |
| Commercial | 2300 | 1 049 | 224 | 220 | 898 | 11 486 | 13 876 | 12 384 | |
| Households | 2400 | 2 172 | 445 | 421 | 1 400 | 19 841 | 24 279 | 21 241 | |
| Other | 2500 | - | - | - | - | - | - | - | |
| Total By Customer Group | 2600 | 3 719 | 11 767 | 689 | 3 380 | 39 089 | 58 644 | 42 469 | |

Table SC4: Aged Creditors

Choose name from list - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

| Description | NT Code | Budget Year 2019/20 | | | | | | | | 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 |
| R thousands | | | | | | | | | | | |
| Creditors Age Analysis By Customer Type | | | | | | | | | | | |
| Trade Creditors | 0700 | 5 | (279) | (888) | (138) | (320) | (536) | (685) | (191) | (3 032) | - |
| Total By Customer Type | 1000 | 5 | (279) | (888) | (138) | (320) | (536) | (685) | (191) | (3 032) | - |

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 the fourth quarter. Total cash available was R85,2 million.

| Investments by maturity Name of institution & investment ID | Expiry date of investment | Opening balance | Interest to be realised | Partial / Premature Withdrawal (4) | Closing Balance |
|--|---------------------------|-----------------|-------------------------|------------------------------------|-----------------|
| 35 FMG | CALL ACCOUNT | 2 058 | 4 | (2 000) | 62 |
| 34 MSIG | CALL ACCOUNT | 9 | 0 | - | 9 |
| 20 Equitable Share 1 Day Depos | CALL ACCOUNT | 11 962 | 17 | (11 956) | 24 |
| 32 MIG | CALL ACCOUNT | 24 896 | 44 | (12 376) | 12 564 |
| 24 Gqunu Lots Project | CALL ACCOUNT | 565 | 1 | - | 566 |
| 30 Municipal EPWP | CALL ACCOUNT | 1 462 | 3 | - | 1 464 |
| 23 Electrification Program | CALL ACCOUNT | 9 527 | 27 | (9 527) | 27 |
| 25 LED | CALL ACCOUNT | 1 198 | 2 | - | 1 200 |
| 31 Revolving Fund | CALL ACCOUNT | 69 074 | 122 | (564) | 68 631 |
| 33 Bulk Housing Mhlontlo | CALL ACCOUNT | 735 | 1 | - | 736 |
| 7 day interest plus | CALL ACCOUNT | 10 | - | - | 10 |
| TOTAL INVESTMENTS AND INTEREST | | 121 497 | 220 | (36 423) | 85 295 |

Table SC6: Grants Receipts

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

Choose name from list - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

| Description | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | 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: | | 170 166 | 199 896 | 198 540 | - | 198 540 | 198 540 | - | | - |
| Local Government Equitable Share | | 165 930 | 184 192 | 182 836 | - | 182 836 | 182 836 | - | | |
| Finance Management | | 2 415 | 2 415 | 2 415 | - | 2 415 | 2 415 | - | | |
| EPWP Incentive | | 1 821 | 1 781 | 1 781 | - | 1 781 | 1 781 | - | | |
| Integrated National Electrification Programme | | | 11 508 | 11 508 | - | 11 508 | 11 508 | - | | |
| Provincial Government: | | 500 | 500 | 550 | - | 550 | 550 | - | | - |
| Sport and Recreation | | 500 | 500 | 550 | - | 550 | 550 | - | | |
| Total Operating Transfers and Grants | 5 | 170 666 | 200 396 | 199 090 | - | 199 090 | 199 090 | - | | - |
| Capital Transfers and Grants | | | | | | | | | | |
| National Government: | | 43 394 | 55 250 | 55 250 | - | 55 250 | 55 250 | - | | - |
| Municipal Infrastructure Grant (MIG) | | 43 394 | 55 250 | 55 250 | - | 55 250 | 55 250 | - | | |
| Total Capital Transfers and Grants | 5 | 43 394 | 55 250 | 55 250 | - | 55 250 | 55 250 | - | | - |

Table SC7: Grants expenditure

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

All conditional grants' conditions were met, as 100% was spent on MIG, INEP and FMG.

| Description | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | 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: | | 170 166 | 199 896 | 198 540 | 14 | 198 500 | 198 500 | - | | - |
| Local Government Equitable Share | | 165 930 | 184 192 | 182 836 | - | 182 836 | 182 836 | - | | |
| Finance Management | | 2 415 | 2 415 | 2 415 | - | 2 415 | 2 415 | - | | |
| EPWP Incentive | | 1 821 | 1 781 | 1 781 | 14 | 1 741 | 1 741 | - | | |
| Integrated National Electrification Programme | | | 11 508 | 11 508 | - | 11 508 | 11 508 | - | | |
| Total operating expenditure of Transfers and Grants: | | 170 166 | 199 896 | 198 540 | 14 | 198 500 | 198 500 | - | | - |
| Capital expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 43 394 | 55 250 | 55 250 | 12 757 | 55 250 | 55 250 | - | | - |
| Municipal Infrastructure Grant (MIG) | | 43 394 | 55 250 | 55 250 | 12 757 | 55 250 | 55 250 | - | | |
| Total capital expenditure of Transfers and Grants | | 43 394 | 55 250 | 55 250 | 12 757 | 55 250 | 55 250 | - | | - |
| TOTAL EXPENDITURE OF TRANSFERS AND GRANTS | | 213 560 | 255 146 | 253 790 | 12 772 | 253 750 | 253 750 | - | | - |

Table SC8: Councillor and Staff benefits

The table below reflects on councillor's benefits, senior managers and other municipal staff.
Total amount spent on salaries since July is R57.4 million.

| Summary of Employee and Councillor remuneration | Ref | 2018/19 | Budget Year 2019/20 | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|-----------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | | A | B | C | | | | | | D |
| Councillors (Political Office Bearers plus Other) | 1 | | | | | | | | | |
| Basic Salaries and Wages | | - | 17 969 | 17 969 | 1 126 | 6 270 | 8 985 | (2 714) | -30% | 17 969 |
| Cellphone Allowance | | - | 2 220 | 2 220 | 189 | 1 152 | 1 110 | 42 | 4% | 2 220 |
| Housing Allowances | | - | - | - | - | - | - | - | | - |
| Other benefits and allowances | | - | 1 986 | 1 986 | 297 | 1 961 | 993 | 968 | 97% | 1 986 |
| Sub Total - Councillors | | - | 22 176 | 22 176 | 1 612 | 9 383 | 11 088 | (1 704) | -15% | 22 176 |
| Senior Managers of the Municipality | 3 | | | | | | | | | |
| Basic Salaries and Wages | | - | 6 248 | 6 248 | 581 | 4 086 | 3 124 | 962 | 31% | 6 248 |
| Pension and UIF Contributions | | - | - | - | 48 | 397 | - | 397 | #DIV/0! | - |
| Medical Aid Contributions | | - | - | - | 16 | 109 | - | 109 | #DIV/0! | - |
| Performance Bonus | | - | - | - | 65 | 289 | - | 289 | #DIV/0! | - |
| Motor Vehicle Allowance | | - | - | - | 190 | 1 356 | - | 1 356 | #DIV/0! | - |
| Cellphone Allowance | | - | 1 168 | 1 168 | 8 | 116 | 584 | (468) | -80% | 1 168 |
| Housing Allowances | | - | - | - | 19 | (1) | - | (1) | #DIV/0! | - |
| Sub Total - Senior Managers of Municipality | | - | 7 417 | 7 417 | 927 | 6 352 | 3 708 | 2 644 | 71% | 7 417 |
| Other Municipal Staff | | | | | | | | | | |
| Basic Salaries and Wages | | - | 70 648 | 70 648 | 4 490 | 26 914 | 35 324 | (8 411) | -24% | 70 648 |
| Pension and UIF Contributions | | - | 10 723 | 10 723 | 575 | 3 614 | 5 362 | (1 748) | -33% | 10 723 |
| Medical Aid Contributions | | - | 5 801 | 5 801 | 421 | 2 549 | 2 900 | (351) | -12% | 5 801 |
| Overtime | | - | 2 440 | 2 440 | 206 | 1 108 | 1 220 | (112) | -9% | 2 440 |
| Performance Bonus | | - | 3 359 | 3 359 | 304 | 1 541 | 1 680 | (138) | -8% | 3 359 |
| Motor Vehicle Allowance | | - | 10 867 | 10 867 | 649 | 4 296 | 5 433 | (1 137) | -21% | 10 867 |
| Cellphone Allowance | | - | 803 | 803 | 68 | 298 | 401 | (103) | -26% | 803 |
| Housing Allowances | | - | 3 320 | 3 320 | 236 | 1 394 | 1 660 | (266) | -16% | 3 320 |
| Other benefits and allowances | | - | 53 | 53 | 2 | 9 | 26 | (17) | -64% | 53 |
| Long service awards | | - | 671 | 671 | - | 20 | 335 | (316) | -94% | 671 |
| Post-retirement benefit obligations | 2 | - | - | - | - | - | - | - | | - |
| Sub Total - Other Municipal Staff | | - | 108 684 | 108 684 | 6 950 | 41 743 | 54 342 | (12 599) | -23% | 108 684 |
| Total Parent Municipality | | - | 138 277 | 138 277 | 9 489 | 57 479 | 69 138 | (11 660) | -17% | 138 277 |
| TOTAL SALARY, ALLOWANCES & BENEFITS | | - | 138 277 | 138 277 | 9 489 | 57 479 | 69 138 | (11 660) | -17% | 138 277 |
| TOTAL MANAGERS AND STAFF | | - | 116 101 | 116 101 | 7 877 | 48 095 | 58 051 | (9 955) | -17% | 116 101 |

QUALITY CERTIFICATE

I, _____ (Full Names), the Municipal Manager of Mhlontlo Municipality hereby certify that the **Section 71 report** for the period ended 30 June 2020 has been prepared in accordance with the Local Government: Municipal Finance Management Act 2003 (Act 56 of 2003) and regulations made under the Act.

T.P. Mase

DATE

ACTING MUNICIPAL MANAGER

RECEIPT BY THE MAYOR

I, _____ (Full Names), the Mayor of **Mhlontlo Local Municipality**, hereby accept the **Section 71 report** of the municipality for the month ended 30 June 2020 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. N. Dywili

DATE

MAYOR