

# MAGARENGLOCALMUNICIPALITY

**MAGARENG**



**MUNICIPALITY**

## MONTHLY BUDGET STATEMENT REPORT

**APRIL 2023**

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## PART1:IN-YEARREPORT

### PURPOSE

To report to the Council and submit to National and Provincial Treasury on the monthly financial performance of the Municipality as required by Section 71 of the Municipal Finance Management Act.

### Mayors Report

The municipality's budget is being implemented in line with service delivery budget implementation plan. The municipality however still faces key financial risks that threaten the sustainability of the institution. The following are some of the key risks identified:

- Low Collection rate has a negative impact on the cash flow of the municipality
- Outstanding creditors with large outstanding debt mainly owed to Eskom and Vaalhartswater
- Inability to service creditors within 30 days.
- Negative impact on the municipalities ability to improve service delivery from its own revenue sources.

### EXECUTIVESUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further state that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the Council and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results.

### IN YEAR BUDGET STATEMENT TABLES

DESCRIPTION	2022/2023		YEAR TO DATE ACTUAL	PERCENTAGE
	ORIGINAL BUDGET	ADJUSTED BUDGET		
OPERATING REVENUE	130 915 663,00	135 071 635,00	110 966 037,83	82%
OPERATING EXPENDITURE	182 313 394,00	166 275 651,00	111 959 449,18	67%
TRANSFERS CAPITAL	23 612 000,00	41 888 110,00	27 612 000,00	66%
SURPLUS/(DEFICIT) AFTER TRANS	- 27 785 731,00	12 184 094,00	26 618 588,65	218%
CAPITAL EXPENDITURE	23 612 000,00	43 388 110,00	22 285 236,61	51%

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## Table C1–Budget Statement Summary

### NC093 Magareng - Table C1 Monthly Budget Statement Summary - M10 April

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	11 674	12 319	12 319	1 022	10 232	10 266	(33)	-0%	12 319
Service charges	36 845	43 325	43 364	(706)	26 489	36 137	(9 648)	-27%	43 364
Investment revenue	6 296	3 122	–	–	–	–	–	–	–
Transfers and subsidies	62 864	64 964	65 964	–	59 876	54 970	4 906	9%	65 964
Other own revenue	7 647	7 186	13 425	1 016	14 369	11 187	3 182	28%	13 425
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>125 327</b>	<b>130 916</b>	<b>135 072</b>	<b>1 332</b>	<b>110 966</b>	<b>112 560</b>	<b>(1 594)</b>	<b>-1%</b>	<b>135 072</b>
Employee costs	49 810	53 078	44 475	3 366	37 357	37 062	295	1%	44 475
Remuneration of Councillors	4 263	4 675	5 466	390	3 892	4 555	(663)	-15%	5 466
Depreciation & asset impairment	26 674	30 431	25 974	2 163	21 648	21 645	3	0%	25 974
Finance charges	5 447	–	–	–	–	–	–	–	–
Inventory consumed and bulk purchases	45 197	38 600	39 287	836	11 533	32 740	(21 207)	-65%	39 287
Transfers and subsidies	–	20	–	–	–	–	–	–	–
Other expenditure	49 919	55 509	51 073	3 370	37 529	42 561	(5 032)	-12%	51 073
<b>Total Expenditure</b>	<b>181 310</b>	<b>182 313</b>	<b>166 276</b>	<b>10 126</b>	<b>111 959</b>	<b>138 563</b>	<b>(26 604)</b>	<b>-19%</b>	<b>166 276</b>
<b>Surplus/(Deficit)</b>	<b>(55 983)</b>	<b>(51 398)</b>	<b>(31 204)</b>	<b>(8 794)</b>	<b>(993)</b>	<b>(26 003)</b>	<b>25 010</b>	<b>-96%</b>	<b>(31 204)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	25 034	23 612	41 888	–	27 612	34 907	(7 295)	-21%	41 888
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)	3 696	–	1 500	–	–	1 200	(1 200)	-100%	1 500
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(27 253)</b>	<b>(27 786)</b>	<b>12 184</b>	<b>(8 794)</b>	<b>26 619</b>	<b>10 103</b>	<b>16 515</b>	<b>163%</b>	<b>12 184</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>(27 253)</b>	<b>(27 786)</b>	<b>12 184</b>	<b>(8 794)</b>	<b>26 619</b>	<b>10 103</b>	<b>16 515</b>	<b>163%</b>	<b>12 184</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>25 900</b>	<b>23 612</b>	<b>43 388</b>	<b>1 214</b>	<b>22 285</b>	<b>36 107</b>	<b>(13 822)</b>	<b>-38%</b>	<b>43 388</b>
Capital transfers recognised	23 778	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	2 122	–	–	–	–	–	–	–	–
<b>Total sources of capital funds</b>	<b>25 900</b>	<b>23 612</b>	<b>43 388</b>	<b>1 214</b>	<b>22 285</b>	<b>36 107</b>	<b>(13 822)</b>	<b>-38%</b>	<b>43 388</b>
<b>Financial position</b>									
Total current assets	(29 894)	(111 496)	(55 158)	–	75 001	–	–	–	(55 158)
Total non current assets	376 452	324 339	344 115	–	377 090	–	–	–	344 115
Total current liabilities	429 314	238 246	274 391	–	298 259	–	–	–	274 391
Total non current liabilities	12 754	3 105	3 105	–	12 754	–	–	–	3 105
Community wealth/Equity	138 886	(27 786)	12 184	–	119 499	–	–	–	12 184
<b>Cash flows</b>									
Net cash from (used) operating	–	235 971	259 517	(2 543)	52 444	216 264	163 821	76%	345 912
Net cash from (used) investing	–	(23 611)	(43 388)	(1 214)	(22 285)	(36 106)	(13 821)	38%	(43 387)
Net cash from (used) financing	–	331	–	(4)	11	275	265	96%	331
<b>Cash/cash equivalents at the month/year end</b>	<b>6 674</b>	<b>213 267</b>	<b>216 706</b>	<b>–</b>	<b>30 411</b>	<b>181 010</b>	<b>150 600</b>	<b>83%</b>	<b>303 096</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	4 545	4 644	4 769	5 007	4 611	4 593	26 402	321 299	375 869
<b>Creditors Age Analysis</b>									
Total Creditors	3 463	6 724	6 986	9 702	13 580	60 365	55 793	99 677	256 291

**The above C1 Sum table summarizes the following activities: -**

**Revenue:**

The actual year to date operational revenue as at end of April R110, 9 million and the year to date budget of R 112, 6 million and this reflects a negative variance of R1,6 million. The following are the:

- Secondary revenue item categories reflecting a positive and negative material variance  
Property rates : 0% unfavorable variance
- Service Charges: 27% unfavorable variance
- Transfers and Subsidies : 9% favorable variance
- Other Own Revenue: 28% favorable variance

**Operating Expenditure:**

The year to date actual operational expenditure as at end of April amounts to R 111, 9 million and the year to date budget is R 138, 7 million. This reflects under spending variance of R 26, 6 million that translates to 19% variance. The variance is attributed to under spending variance on inventory consumed and bulk purchases the municipality is still facing a challenge regarding monthly payments of the two accounts.

All other expenditure line items are performing almost in line with the year to date budget since the variance thereof is less than 10%

- Remuneration of Councilors: 15% under performance
- Inventory Consumed and Bulk Purchases: 65% under performance
- Other expenditure: 12% under performance

The above material variances are explained more in detail on SupportingTablesSC1

## **Capital Expenditure**

The year to date actual capital expenditure as at end of April 2023 amounts to R 22,3 million and the year to date budget amounts to R 36,1 million and this gives rise to variance of R 13,8 million which shows under performance on capital expenditure.

## **Surplus/Deficit**

Taking the above into consideration, the net operating deficit for the month of April is R 8,8 million.

## **Debtors**

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of April 2023 amounts to R375 869 million and this show an increase of R 32,9 million as compared to R342 951million as at end of 2021/22 financial year.

Consumer debtors is made up of service charges and property rates that amount to R 249 872 million and other debtors amounting to R 125 996 million.

## **Creditors**

As at 30 April2023 the municipality had an outstanding creditors amounting to 249 631 million and the bulk of this amount is made up by Bulk water: R 125 713 million and bulk electricity: R99 598 million.

## TableC2–Financial Performance (Standard Classification)

NC093 Magareng - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		80 717	80 404	83 514	1 740	78 256	69 595	8 661	12%	83 514
Executive and council		54 507	59 064	59 064	-	53 640	49 220	4 420	9%	59 064
Finance and administration		26 210	21 340	24 450	1 740	24 616	20 375	4 241	21%	24 450
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 533	1 329	1 337	20	1 291	1 114	178	16%	1 337
Community and social services		1 216	1 189	1 189	4	1 170	991	179	18%	1 189
Sport and recreation		58	-	-	-	-	-	-	-	-
Public safety		258	140	147	16	121	123	(2)	-1%	147
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		(3 731)	450	700	-	91	583	(492)	-84%	700
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		(3 731)	450	700	-	91	583	(492)	-84%	700
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		75 538	72 344	92 909	(428)	58 939	77 374	(18 435)	-24%	92 909
Energy sources		15 546	21 361	21 611	(532)	10 127	18 009	(7 882)	-44%	21 611
Water management		44 059	33 037	53 102	163	35 763	44 202	(8 439)	-19%	53 102
Waste water management		8 985	9 101	9 351	693	7 009	7 793	(784)	-10%	9 351
Waste management		6 948	8 845	8 845	(752)	6 040	7 371	(1 330)	-18%	8 845
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>154 057</b>	<b>154 528</b>	<b>178 460</b>	<b>1 332</b>	<b>138 578</b>	<b>148 666</b>	<b>(10 088)</b>	<b>-7%</b>	<b>178 460</b>
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		100 622	48 038	40 000	2 495	32 759	35 252	(2 493)	-7%	40 000
Executive and council		14 323	13 024	12 071	825	10 610	10 279	331	3%	12 071
Finance and administration		86 298	35 015	27 929	1 670	22 148	24 972	(2 824)	-11%	27 929
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		12 770	12 438	11 356	845	9 150	9 797	(647)	-7%	11 356
Community and social services		2 526	2 850	2 605	169	1 911	2 231	(320)	-14%	2 605
Sport and recreation		3 390	4 212	3 533	268	2 916	3 181	(265)	-8%	3 533
Public safety		4 001	4 230	4 116	325	3 391	3 457	(65)	-2%	4 116
Housing		2 854	1 146	1 102	84	931	929	3	0%	1 102
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		6 198	7 222	6 272	329	4 076	5 492	(1 416)	-26%	6 272
Planning and development		3 787	5 832	4 443	241	2 636	4 021	(1 385)	-34%	4 443
Road transport		2 411	1 390	1 829	88	1 440	1 471	(31)	-2%	1 829
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		61 720	114 616	108 648	6 457	65 975	91 765	(25 790)	-28%	108 648
Energy sources		26 683	44 824	44 315	1 473	19 713	37 045	(17 332)	-47%	44 315
Water management		24 405	28 868	28 387	2 221	17 802	23 547	(5 745)	-24%	28 387
Waste water management		9 482	21 149	19 690	1 436	15 121	16 740	(1 619)	-10%	19 690
Waste management		1 150	19 774	16 255	1 328	13 339	14 432	(1 093)	-8%	16 255
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>181 310</b>	<b>182 313</b>	<b>166 276</b>	<b>10 126</b>	<b>111 959</b>	<b>142 305</b>	<b>(30 346)</b>	<b>-21%</b>	<b>166 276</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(27 253)</b>	<b>(27 786)</b>	<b>12 184</b>	<b>(8 794)</b>	<b>26 619</b>	<b>6 361</b>	<b>20 257</b>	<b>318%</b>	<b>12 184</b>

## TableC3–Financial Performance (Revenue and Expenditure by vote)

NC093 Magareng - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 01 - Executive & Council		54 507	59 064	59 064	–	53 640	49 220	4 420	9,0%	59 064
Vote 02 - Office Of The Municipal Manager		–	–	–	–	–	–	–	–	–
Vote 03 - Corporate Services		–	–	–	–	–	–	–	–	–
Vote 04 - Financial Services		26 210	21 340	24 450	1 740	24 616	20 375	4 241	20,8%	24 450
Vote 05 - Municipal Infrastructure		71 807	72 794	93 609	(428)	59 031	77 957	(18 927)	-24,3%	93 609
Vote 06 - Community Services		–	–	–	–	–	–	–	–	–
Vote 07 - Public Safety & Transport		1 533	1 329	1 337	20	1 291	1 114	178	15,9%	1 337
Vote 08 - Sports, Arts, Parks, Culture		–	–	–	–	–	–	–	–	–
Vote 09 - Planning & Development		–	–	–	–	–	–	–	–	–
Vote 10 - Hunan Settlements		–	–	–	–	–	–	–	–	–
Vote 11 - ldp, Pms Department		–	–	–	–	–	–	–	–	–
Vote 12 - Spatial Development, Planning & Traditional Affairs		–	–	–	–	–	–	–	–	–
Vote 13 - Electricity Department		–	–	–	–	–	–	–	–	–
Vote 14 - Maluti Water		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–
<b>Total Revenue by Vote</b>	2	<b>154 057</b>	<b>154 528</b>	<b>178 460</b>	<b>1 332</b>	<b>138 578</b>	<b>148 666</b>	<b>(10 088)</b>	<b>-6,8%</b>	<b>178 460</b>
<b>Expenditure by Vote</b>	1									
Vote 01 - Executive & Council		11 458	10 987	11 078	750	7 420	9 232	(1 811)	-19,6%	11 078
Vote 02 - Office Of The Municipal Manager		1 839	2 037	993	49	540	827	(287)	-34,7%	993
Vote 03 - Corporate Services		12 037	14 279	8 855	947	10 831	7 379	3 452	46,8%	8 855
Vote 04 - Financial Services		74 326	20 736	19 074	728	11 379	15 895	(4 516)	-28,4%	19 074
Vote 05 - Municipal Infrastructure		66 622	119 589	112 532	6 636	70 750	93 777	(23 026)	-24,6%	112 532
Vote 06 - Community Services		–	–	–	–	–	–	–	–	–
Vote 07 - Public Safety & Transport		9 717	11 292	10 254	746	8 075	8 545	(470)	-5,5%	10 254
Vote 08 - Sports, Arts, Parks, Culture		–	–	–	–	–	–	–	–	–
Vote 09 - Planning & Development		5 312	3 394	3 490	271	2 963	2 908	55	1,9%	3 490
Vote 10 - Hunan Settlements		–	–	–	–	–	–	–	–	–
Vote 11 - ldp, Pms Department		–	–	–	–	–	–	–	–	–
Vote 12 - Spatial Development, Planning & Traditional Affairs		–	–	–	–	–	–	–	–	–
Vote 13 - Electricity Department		–	–	–	–	–	–	–	–	–
Vote 14 - Maluti Water		–	–	–	–	–	–	–	–	–
Vote 15 - Other		–	–	–	–	–	–	–	–	–
<b>Total Expenditure by Vote</b>	2	<b>181 310</b>	<b>182 313</b>	<b>166 276</b>	<b>10 126</b>	<b>111 959</b>	<b>138 563</b>	<b>(26 604)</b>	<b>-19,2%</b>	<b>166 276</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>(27 253)</b>	<b>(27 786)</b>	<b>12 184</b>	<b>(8 794)</b>	<b>26 619</b>	<b>10 103</b>	<b>16 515</b>	<b>163,5%</b>	<b>12 184</b>

Table C2 and C3 measure the monthly actual and year to date actual against the year to date budget. The afore mentioned budget tables are presented by standard classification and vote respectively for both revenue and expenditure. The variances are all reflected in the year-to-date variance column.

The financial results portrayed in the two tables are the same as those in other tables (i.e.it is only the description or basis of reporting that is based on financial or budget performance by vote or department, and National Treasury’s standard classification.

**TableC4: Financial Performance by Revenue Source and Expenditure Type**

NC093 Magareng - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		11 674	12 319	12 319	1 022	10 232	10 266	(33)	0%	12 319
Service charges - electricity revenue		15 185	20 897	20 897	(532)	10 127	17 414	(7 287)	-42%	20 897
Service charges - water revenue		8 426	8 975	9 014	163	6 106	7 511	(1 405)	-19%	9 014
Service charges - sanitation revenue		7 569	7 016	7 016	670	6 726	5 847	879	15%	7 016
Service charges - refuse revenue		5 666	6 437	6 437	(1 007)	3 530	5 364	(1 834)	-34%	6 437
Rental of facilities and equipment		4	3	3	-	-	2	(2)	-100%	3
Interest earned - external investments		6 296	3 122	-	-	-	-	-	-	-
Interest earned - outstanding debtors		2 749	5 223	11 418	969	13 810	9 515	4 295	45%	11 418
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		127	46	53	16	78	44	34	77%	53
Licences and permits		(2 194)	-	-	-	-	-	-	-	-
Agency services		76	-	-	-	-	-	-	-	-
Transfers and subsidies		62 864	64 964	65 964	-	59 876	54 970	4 906	9%	65 964
Other revenue		6 689	1 914	1 951	31	481	1 626	(1 145)	-70%	1 951
Gains		196	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>125 327</b>	<b>130 916</b>	<b>135 072</b>	<b>1 332</b>	<b>110 966</b>	<b>112 560</b>	<b>(1 594)</b>	<b>-1%</b>	<b>135 072</b>
<b>Expenditure By Type</b>										
Employee related costs		49 810	53 078	44 475	3 366	37 357	37 062	295	1%	44 475
Remuneration of councillors		4 263	4 675	5 466	390	3 892	4 555	(663)	-15%	5 466
Debt impairment		35 391	37 815	35 391	2 949	29 492	29 493	(0)	0%	35 391
Depreciation & asset impairment		26 674	30 431	25 974	2 163	21 648	21 645	3	0%	25 974
Finance charges		5 447	-	-	-	-	-	-	-	-
Bulk purchases - electricity		22 499	24 750	24 750	35	6 564	20 625	(14 061)	-68%	24 750
Inventory consumed		22 697	13 850	14 537	802	4 969	12 115	(7 146)	-59%	14 537
Contracted services		5 752	6 720	6 212	182	2 874	5 177	(2 303)	-44%	6 212
Transfers and subsidies		-	20	-	-	-	-	-	-	-
Other expenditure		8 776	10 974	9 470	239	5 163	7 892	(2 729)	-35%	9 470
Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>181 310</b>	<b>182 313</b>	<b>166 276</b>	<b>10 126</b>	<b>111 959</b>	<b>138 563</b>	<b>(26 604)</b>	<b>-19%</b>	<b>166 276</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(55 983)	(51 398)	(31 204)	(8 794)	(993)	(26 003)	25 010	(0)	(31 204)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		25 034	23 612	41 888	-	27 612	34 907	(7 295)	(0)	41 888
Transfers and subsidies - capital (in-kind - all)		3 696	-	1 500	-	-	1 200	(1 200)	(0)	1 500
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(27 253)</b>	<b>(27 786)</b>	<b>12 184</b>	<b>(8 794)</b>	<b>26 619</b>	<b>10 103</b>			<b>12 184</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>(27 253)</b>	<b>(27 786)</b>	<b>12 184</b>	<b>(8 794)</b>	<b>26 619</b>	<b>10 103</b>			<b>12 184</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(27 253)</b>	<b>(27 786)</b>	<b>12 184</b>	<b>(8 794)</b>	<b>26 619</b>	<b>10 103</b>			<b>12 184</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>(27 253)</b>	<b>(27 786)</b>	<b>12 184</b>	<b>(8 794)</b>	<b>26 619</b>	<b>10 103</b>			<b>12 184</b>

TableC4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections are on property rates, service charges – electricity, refuse, rental of facilities and equipment, interest earned – external investments, interest on outstanding debtors, fines, penalties and forfeits, licenses and permits and other revenue.

In the case of expenditure, the following line items reflect material variance; Remuneration of councilors, Bulk purchases, other expenditure, debt impairment, depreciation and asset impairment, finance charges, employee related costs, other materials, and transfer and subsidies.

Reasons for deviations will only be provided for material variances and a variance is deemed to be material if its 10% and more.

## TableC5Capex: Monthly Capital Expenditure by Standard Classification and Funding

NC093 Magareng - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Single Year expenditure appropriation</b>	2									
Vote 01 - Executive & Council		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		261	-	-	-	-	-	-	-	-
Vote 04 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 05 - Municipal Infrastructure		25 639	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
Vote 06 - Community Services		-	-	-	-	-	-	-	-	-
Vote 07 - Public Safety & Transport		-	-	-	-	-	-	-	-	-
Vote 08 - Sports, Arts, Parks, Culture		-	-	-	-	-	-	-	-	-
Vote 09 - Planning & Development		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	25 900	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
<b>Total Capital Expenditure</b>		25 900	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		261	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		261	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		25 639	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
Energy sources		207	-	-	-	-	-	-	-	-
Water management		24 039	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
Waste water management		1 394	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	25 900	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
<b>Funded by:</b>										
National Government		16 039	23 612	23 612	1 214	22 285	19 677	2 609	13%	23 612
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		1 180	-	1 500	-	-	1 200	(1 200)	-100%	1 500
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		6 559	-	18 276	-	-	15 230	(15 230)	-100%	18 276
<b>Transfers recognised - capital</b>		23 778	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		2 122	-	-	-	-	-	-	-	-
<b>Total Capital Funding</b>		25 900	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388

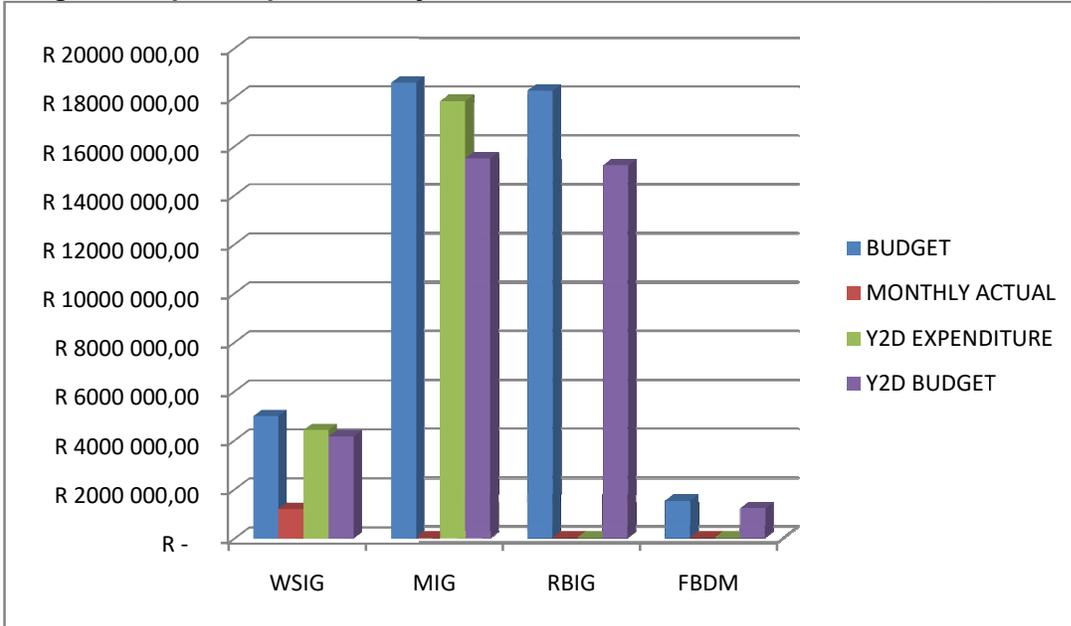
## TableC5C: Monthly Capital Expenditure by Vote

NC093 Magareng - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - M10 April

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>Capital expenditure - Municipal Vote</b>										
<b>Expenditure of single-year capital appropriation</b>	1									
<b>Vote 01 - Executive &amp; Council</b>		-	-	-	-	-	-	-	-	-
01.1 - Council & Executive Administration		-	-	-	-	-	-	-	-	-
<b>Vote 02 - Office Of The Municipal Manager</b>		-	-	-	-	-	-	-	-	-
02.1 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
<b>Vote 03 - Corporate Services</b>		261	-	-	-	-	-	-	-	-
03.1 - Administration And Legal		-	-	-	-	-	-	-	-	-
03.2 - Corporate Admin		261	-	-	-	-	-	-	-	-
03.3 - Human Resources		-	-	-	-	-	-	-	-	-
<b>Vote 04 - Financial Services</b>		-	-	-	-	-	-	-	-	-
04.1 - Finance Admin		-	-	-	-	-	-	-	-	-
<b>Vote 05 - Municipal Infrastructure</b>		25 639	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
05.1 - Technical Admin		-	-	-	-	-	-	-	-	-
05.2 - Roads And Stormwater		-	-	-	-	-	-	-	-	-
05.3 - Solid Waste Management		-	-	-	-	-	-	-	-	-
05.4 - Sanitation		1 394	-	-	-	-	-	-	-	-
05.5 - Water		24 039	23 612	43 388	1 214	22 285	36 107	(13 822)	-38%	43 388
05.6 - Electricity		207	-	-	-	-	-	-	-	-
<b>Vote 06 - Community Services</b>		-	-	-	-	-	-	-	-	-
<b>Vote 07 - Public Safety &amp; Transport</b>		-	-	-	-	-	-	-	-	-
07.1 - Cemetary		-	-	-	-	-	-	-	-	-
07.2 - Library		-	-	-	-	-	-	-	-	-
07.3 - Library		-	-	-	-	-	-	-	-	-
07.4 - Traffic		-	-	-	-	-	-	-	-	-
07.5 - Traffic		-	-	-	-	-	-	-	-	-
07.6 - Parks And Recreation		-	-	-	-	-	-	-	-	-
07.7 - Safety		-	-	-	-	-	-	-	-	-
<b>Vote 08 - Sports, Arts, Parks, Culture</b>		-	-	-	-	-	-	-	-	-
<b>Vote 09 - Planning &amp; Development</b>		-	-	-	-	-	-	-	-	-
09.1 - Planning And Development		-	-	-	-	-	-	-	-	-
09.2 - Led		-	-	-	-	-	-	-	-	-
09.3 - Idp		-	-	-	-	-	-	-	-	-
09.4 - Land Use		-	-	-	-	-	-	-	-	-
<b>Vote 10 - Hunan Settlements</b>		-	-	-	-	-	-	-	-	-
<b>Vote 11 - Idp, Pms Department</b>		-	-	-	-	-	-	-	-	-
<b>Vote 12 - Spatial Development, Planning &amp; Traditional Affa</b>		-	-	-	-	-	-	-	-	-
<b>Vote 13 - Electricity Department</b>		-	-	-	-	-	-	-	-	-
<b>Vote 14 - Maluti Water</b>		-	-	-	-	-	-	-	-	-
<b>Vote 15 - Other</b>		-	-	-	-	-	-	-	-	-
<b>Total single-year capital expenditure</b>		25 900	23 612	43 388	1 214	22 285	36 107	(13 822)	(0)	43 388
<b>Total Capital Expenditure</b>		25 900	23 612	43 388	1 214	22 285	36 107	(13 822)	(0)	43 388

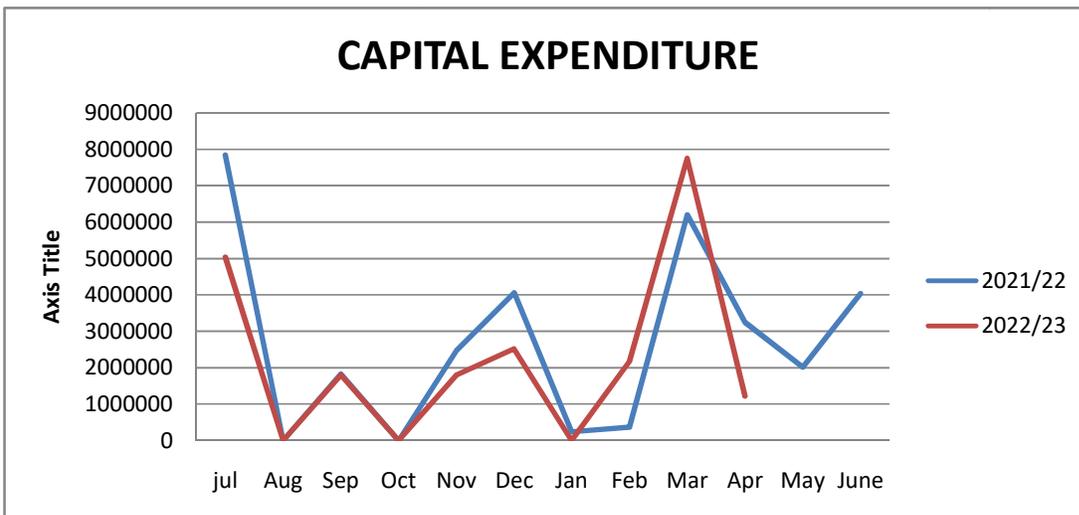
The above two tables (TableC5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of April 2023, capital expenditure amounts to R 1, 2 million.

**Figure1:Capital expenditure by source**



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R23 612 million , R18 612 million is funded from Municipal Infrastructure grant and R5 000 million is from Water services infrastructure grant. As part of adjustment there was increase on capital expenditure which amounts to R 19 776 million, R 18 612 million funded by Regional Bulk Infrastructure Grant and R 1 500 million is funded by Frances Baard District and the spending per source of finance is presented in the above graph.

**Figure2:Monthly capital expenditure**



The above graph compares the 2021/22 and 2022/23 monthly capital expenditure performance.

## Table C6: Monthly Budget Statement Financial Position

### NC093 Magareng - Table C6 Monthly Budget Statement - Financial Position - M10 April

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		(100 054)	(253 960)	(197 623)	6 869	(197 623)
Call investment deposits		3 826	62 108	62 108	172	62 108
Consumer debtors		12 965	28 402	28 402	16 281	28 402
Other debtors		53 205	51 486	51 486	51 515	51 486
Current portion of long-term receivables						
Inventory		164	467	467	164	467
<b>Total current assets</b>		<b>(29 894)</b>	<b>(111 496)</b>	<b>(55 158)</b>	<b>75 001</b>	<b>(55 158)</b>
<b>Non current assets</b>						
Long-term receivables		0	1	1	0	1
Investments						
Investment property		23 831	23 831	23 831	23 831	23 831
Investments in Associate						
Property, plant and equipment		352 230	300 056	319 833	352 868	319 833
Biological						
Intangible		20	79	79	20	79
Other non-current assets		371	371	371	371	371
<b>Total non current assets</b>		<b>376 452</b>	<b>324 339</b>	<b>344 115</b>	<b>377 090</b>	<b>344 115</b>
<b>TOTAL ASSETS</b>		<b>346 558</b>	<b>212 842</b>	<b>288 956</b>	<b>452 091</b>	<b>288 956</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		191	-	-	165	-
Consumer deposits		1 303	1 254	1 254	1 314	1 254
Trade and other payables		420 078	230 550	266 694	289 038	266 694
Provisions		7 741	6 442	6 442	7 741	6 442
<b>Total current liabilities</b>		<b>429 314</b>	<b>238 246</b>	<b>274 391</b>	<b>298 259</b>	<b>274 391</b>
<b>Non current liabilities</b>						
Borrowing		-	-	-	-	-
Provisions		12 754	3 105	3 105	12 754	3 105
<b>Total non current liabilities</b>		<b>12 754</b>	<b>3 105</b>	<b>3 105</b>	<b>12 754</b>	<b>3 105</b>
<b>TOTAL LIABILITIES</b>		<b>442 068</b>	<b>241 351</b>	<b>277 495</b>	<b>311 013</b>	<b>277 495</b>
<b>NET ASSETS</b>	2	<b>(95 510)</b>	<b>(28 509)</b>	<b>11 461</b>	<b>141 078</b>	<b>11 461</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		138 886	(27 786)	12 184	119 499	12 184
Reserves		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>138 886</b>	<b>(27 786)</b>	<b>12 184</b>	<b>119 499</b>	<b>12 184</b>

Taking the current liabilities and current assets together, the municipality has current ratio of 0.25 that is below the acceptable norm of 1.5. The municipality still needs to keep the current liabilities low and increase the current assets to strengthen the liquidity ratio; the current situation suggests that the municipality would struggle to meet its short term obligations.

## TableC7: Monthly Budget Statement Cash Flow

NC093 Magareng - Table C7 Monthly Budget Statement - Cash Flow - M10 April

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		-	4 312	4 312	396	5 669	3 593	2 076	58%	4 312
Service charges		-	15 509	15 547	5 226	22 711	12 956	9 755	75%	15 547
Other revenue		-	238 520	235 217	(3 151)	(2 606)	196 014	(198 620)	-101%	235 217
Transfers and Subsidies - Operational		-	64 964	65 964	-	59 876	54 970	4 906	9%	65 964
Transfers and Subsidies - Capital		-	23 612	43 388	-	27 612	36 157	(8 545)	-24%	43 388
Interest		-	3 122	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		-	(114 067)	(104 911)	(5 014)	(60 819)	(87 426)	(26 607)	30%	(18 516)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Grants		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		-	<b>235 971</b>	<b>259 517</b>	<b>(2 543)</b>	<b>52 444</b>	<b>216 264</b>	<b>163 821</b>	<b>76%</b>	<b>345 912</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	1	-	-	0	1	(1)	-100%	1
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		-	(23 612)	(43 388)	(1 214)	(22 285)	(36 107)	(13 822)	38%	(43 388)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		-	<b>(23 611)</b>	<b>(43 388)</b>	<b>(1 214)</b>	<b>(22 285)</b>	<b>(36 106)</b>	<b>(13 821)</b>	<b>38%</b>	<b>(43 387)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	331	-	(4)	11	275	(265)	-96%	331
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		-	<b>331</b>	<b>-</b>	<b>(4)</b>	<b>11</b>	<b>275</b>	<b>265</b>	<b>96%</b>	<b>331</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>										
Cash/cash equivalents at beginning:		6 674	577	577	(436)	242	577			242
Cash/cash equivalents at month/year end:		6 674	213 267	216 706		30 411	181 010			303 096

TableC7 presents details pertaining to cashflow performance. As at end of April 2023, the net cash inflow from operating activities is R 2, 5 million whilst the net cash outflow from investing activities amounts to -R1, 2 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is -R 4 thousand. The cash and cash equivalent held at end of April 2023 amounted to R 30, 4 million and the net effect of the above cash flows is cash out flow movement of R 30, 2 million.

## PART2:SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

DESCRIPTION	VARIANCE	REASON FOR MATERIAL VARIANCE	REMEDIAL OR CORRECTIVE STEPS/REMARKS
<b>REVENUE BY SOURCE</b>			
Property rates	0%	The projected monthly revenue appear to be slightly high in light of the actual revenue performance	The variance is immaterial and no remedial action is needed
Service charges - electricity revenue	-42%	The actual revenue is less than the projected monthly revenue	The municipality needs to look at the revenue generated at the electricity services and reduce revenue.
Service charges - water revenue	-19%	The actual revenue is less than the projected monthly revenue	This negative variance is as a result of not being able to bill the Ikhutseng community as there are no metering systems put in place whilst some part of the community is unhappy with the service being rendered as there is shortage of water, and the municipality does not supply all residents. Currently the municipality is increasing the capacity of reservoirs as a way of ensuring the whole community has access to water.
Service charges - sanitation revenue	15%	The projected monthly revenue appear to be high in light of the actual revenue performance	The variance is immaterial and no remedial action is needed
Service charges - refuse revenue	-34%	The actual revenue is less than the projected monthly revenue	The municipality needs to reduce refuse revenue budget.
Rental of facilities and equipment	-100%	The actual revenue is less than the projected monthly revenue	The municipality should come up with strategies to ensure all revenue generating municipal assets are renovated and rented out.
Interest earned - outstanding debtors	45%	The actual revenue is more than the projected monthly revenue	Illegal connections/meter tampering and illegal reconnection by the customer's where the supply is self reconnected without any payment. Mechanisms to be put in place on how to resolve such challenges.
Fines, penalties and forfeits	77%	The actual revenue is more than the projected monthly revenue.	The municipality needs to increase fines , penalties and forfeits revenue budget.
Transfers and subsidies	9%	The monthly actual revenue is less than the actual budgeted revenue	The municipality receives grants as per DoRA schedule
Other revenue	-70%	The actual revenue is less than the projected monthly revenue	The municipality needs to cut down the budgeted revenue during the main adjustment with a hope that the actual generated revenue with to date will agree with the monthly projection revenue
<b>DESCRIPTION VARIANCE REASON FOR MATERIAL VARIANCE REMEDIAL OR CORRECTIVE STEPS/REMARKS</b>			
<b>EXPENDITURE BY TYPE</b>			
Employee related costs	1%	the actual expenditure incurred is less than the projected monthly actual	There are still vacant posts that needs to be filled and are being budgeted for.
Remuneration of councillors	-15%	the actual expenditure is less than the monthly budgeted actual expenditure	The municipality needs to cut down remuneration of councillors as it was over budgeted
Debt impairment	0%	Debt impairment is calculated monthly based on 2122 AFS	The municipality should do away with this approach if its not viable
Depreciation & asset impairment	0%	Depreciation is calculated annually based on 2122 AFS	The Asset Management System currently do not interface with the Financial System and this make it difficult, to post the transactions for depreciation monthly or quarterly. We currently have to pass journals in the financial system to recognise depreciation in the general ledger. This is due to the fact that the systems do not interface. Once journals are passed for depreciation and changes needs to be done for depreciation due to asset processes like disposals or impairment recognition, we will have to pass new journals for the correction of depreciation.
Bulk purchases - electricity	-68%	The Municipality cannot afford to pay the current account of eskom to due low revenue collection	The Municipality has entered into a new payment arrangement with Eskom
Inventory consumed	-59%	the actual expenditure incurred is less than the projected monthly actual	The Municipality cannot afford to pay the monthly charges and is on negotiation stage with a payment arrangement with Vaalharts water.
Contracted services	-44%	the actual expenditure incurred is less than the projected monthly actual	The expenditure is lower than expected
Other expenditure	-35%	the actual expenditure incurred is less than the projected monthly actual	No remedial action is needed.

**Supporting Table: SC1 Material Variance Explanations (Continuation)**

<b>Capital expenditure</b>			
National government	13%	the actual expenditure incurred is more than the projected monthly actual	No remedies needed
<b>CASH FLOW</b>			
<b>Receipts</b>			
Property rates	58%	The projected monthly revenue appear to be high in light of the actual revenue performance	The municipality under budgeted on this line item, will be rectified through a special adjustment.
Service charges	75%	The projected monthly revenue appear to be high in light of the actual revenue performance	the variance is immaterial and no remedial action is needed
Other revenue	-101%	The actual revenue is less than the projected monthly revenue	The municipality traffic testing station needs to be renovated and fixed for the municipality to generate other revenue and appoint a qualified building plan assessor for sales of building plans.
Transfers and Subsidies - Operational	9%	The actual revenue is less than the projected monthly revenue	The municipality receives grants as per DoRA schedule
Transfers and Subsidies - Capital	-24%	The actual revenue is less than the projected monthly revenue	The municipality receives grants as per DoRA schedule

## Supporting Table: SC3-DebtorsAgeAnalysis

NC093 Magareng - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

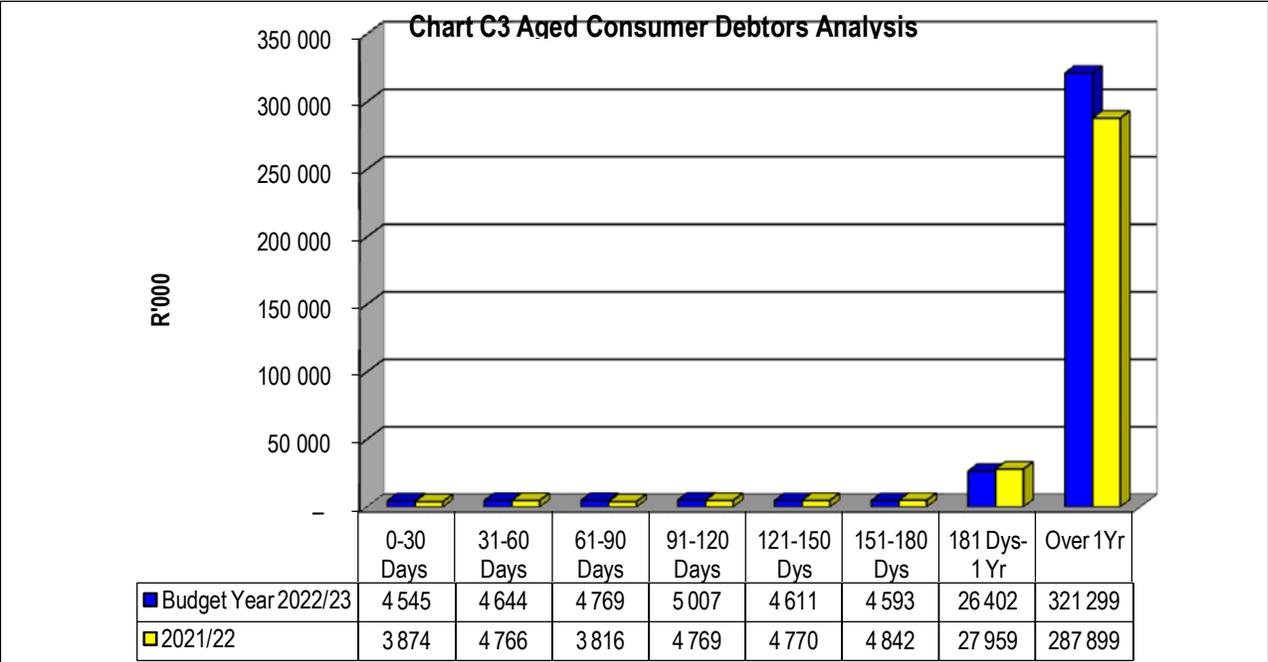
Description	NT Code	Budget Year 2022/23										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	329	742	795	798	909	787	5 275	59 809	69 445	67 579		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	372	166	180	205	138	139	1 568	28 459	31 227	30 509		
Receivables from Non-exchange Transactions - Property Rates	1400	917	820	923	1 125	725	807	4 302	42 605	52 224	49 564		
Receivables from Exchange Transactions - Waste Water Management	1500	767	761	761	760	759	777	4 433	47 996	57 013	54 725		
Receivables from Exchange Transactions - Waste Management	1600	551	540	539	538	537	554	3 164	33 541	39 963	38 334		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	1 566	1 550	1 535	1 525	1 510	1 495	7 347	105 564	122 091	117 441		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	44	64	37	57	33	33	313	3 324	3 905	3 760		
<b>Total By Income Source</b>	<b>2000</b>	<b>4 545</b>	<b>4 644</b>	<b>4 769</b>	<b>5 007</b>	<b>4 611</b>	<b>4 593</b>	<b>26 402</b>	<b>321 299</b>	<b>375 869</b>	<b>361 911</b>	-	-
<b>2021/22 - totals only</b>		<b>3 874</b>	<b>4 766</b>	<b>3 816</b>	<b>4 769</b>	<b>4 770</b>	<b>4 842</b>	<b>27 959</b>	<b>287 899</b>	<b>342 695</b>	<b>330 238</b>		
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	231	219	162	167	156	157	951	6 998	9 040	8 429		
Commercial	2300	520	342	443	728	269	271	2 000	18 731	23 304	21 999		
Households	2400	3 768	4 057	4 139	4 087	4 161	4 140	23 310	294 023	341 685	329 720		
Other	2500	26	25	25	25	25	25	142	1 547	1 840	1 763		
<b>Total By Customer Group</b>	<b>2600</b>	<b>4 545</b>	<b>4 644</b>	<b>4 769</b>	<b>5 007</b>	<b>4 611</b>	<b>4 593</b>	<b>26 402</b>	<b>321 299</b>	<b>375 869</b>	<b>361 911</b>	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of April amount to R 375 869 million. The debtors' book is made up as follows:

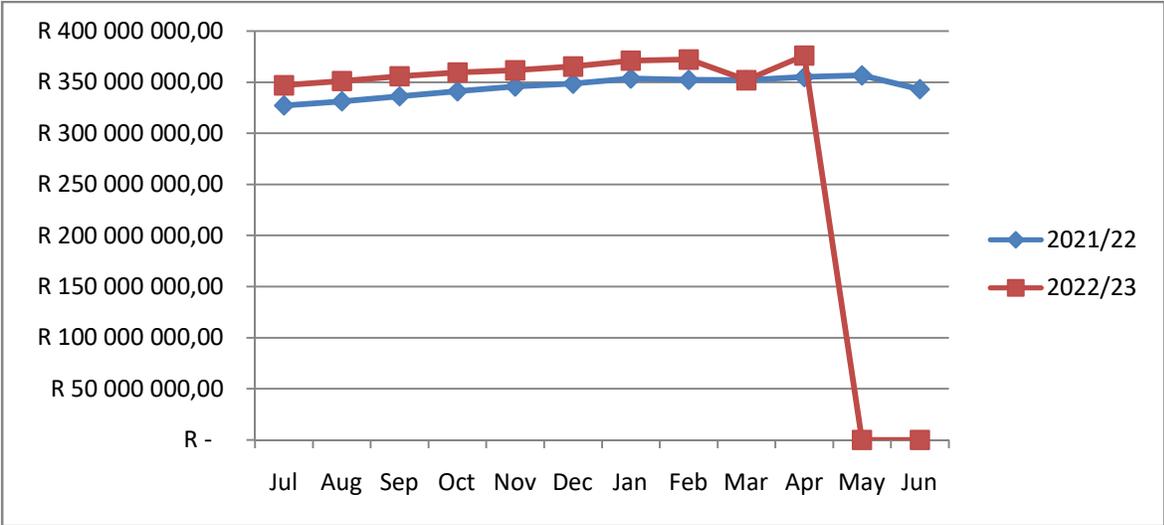
- Rates 14%
- Electricity 8%
- Water 18%
- Waste water management 15%
- Waste management 11%
- Interest on Debtors 32%
- Other 1%

The debtor's age analysis is graphically presented below.

**Figure3: Debtors age analysis**



**Figure 4: Monthlydebtorsbook**



The initial graph compares debtors' age analysis for 2021/22 financial year and 2022/23 (as at end of April 2023) whilst the latter shows monthly movement of debtors for both the current financial year and the 2021/22 financial year. The debtors book is materially less than the 2022/23 monthly figures and this is an indication that the municipality is not performing well in terms of collection.

Below is list of top twenty debtors that contribute significantly to the ever-growing debt book.

**FIGURE 5: TOP TWENTY DEBTORS**

No	ACCOUNT	NAME	GROUP DE	CURR BAL	30DAYS BAL	60DAYS BAL	90 DAYS BAL	BALANCE	CONSOLIDATED BALANCE
1	1200263	WARRENTON SUPER CHICKEN PTY LTD	BU	-	-	-	-	9 991 502,98	10 045 464,98
	1011982	WARRENTON SUPER CHICKEN PTY LTD	BU	38 449,86	7 206,59	1 381,33	-	53 962,00	
2	1013046	DWT DAILY WHEEL AND TYRES (PTY) LTD	BU	18 073,57	17 634,78	94 879,46	17 602,00	3 291 906,02	3 291 906,02
3	1015015	S SANRAL	BU	12 663,85	12 663,57	12 705,45	12 670,03	2 591 249,53	2 591 249,53
4	1014691	NATIONAL GOVERNMENT OF RSA	GO	69 466,79	69 056,44	68 646,09	68 235,73	2 575 978,64	2 575 978,64
5	1006046	CONTINENTAL PANEL BEATERS	RE	37 615,04	37 430,60	37 246,17	37 061,73	1 919 345,53	1 919 345,53
6	1200112	MAGELEVENDZE INV CC	RE	-	-	-	-	936 565,09	1 265 006,81
	1002654	MAGELEVENDZE INV CC	RE	4 816,21	4 799,95	4 985,76	19 045,22	328 441,72	
7	1002224	IMPERIAL SUPERMARKET	BU	5 875,28	5 875,30	5 869,94	5 860,89	975 231,61	975 231,61
8	1008542	J MTHEMBU	RE	3 733,17	3 731,97	3 730,77	3 729,57	848 764,24	848 764,24
9	1015018	LM ERASMUS BOEDERY GRASBULT	BU	4 833,95	4 830,12	4 826,29	4 822,46	793 397,41	793 397,41
10	1006041	SS KOTE	RE	3 484,19	3 479,58	3 474,96	3 470,34	703 182,19	703 182,19
11	1014741	LAERSKOOL HARTSVALLEI	GO	17 752,62	17 647,76	17 542,89	17 438,02	658 305,68	658 305,68
12	1000719	MM MOLOI	RE	3 295,97	6 304,49	3 291,04	3 288,57	630 701,59	630 701,59
13	1200206	GM WESI	BU	-	-	-	-	575 968,56	591 744,46
	1001073	GM WESI	BU	2 041,91	2 012,98	1 984,03	2 025,07	15 775,90	
14	1015021	W J HEWITT	RE	2 644,49	2 646,52	2 649,98	12 308,39	558 573,29	558 573,29
15	1200313	CM AVENANT	BU	-	100 822,65	3 277,00	5 948,52	493 401,23	513 176,72
	1015849	CM AVENANT	BU	2 454,87	3 849,19	-	-	19 775,49	
16	1001684	MOTSHELE	RE	2 107,74	2 136,53	2 102,49	2 099,86	423 236,19	423 236,19
17	1011977	BLACK GINGER 489 PTY LTD	BU	11 519,90	11 451,50	11 383,11	11 314,72	418 302,88	418 302,88
18	1004435	OK THETHE	RE	2 717,27	2 711,71	2 706,16	2 700,60	413 429,03	413 429,03
19	1003573	D,C DYKER	RE	2 521,37	3 027,78	2 516,13	2 513,50	411 714,98	411 714,98
20	1004132	D GEORGE	RE	2 165,51	4 676,05	2 161,15	2 154,59	409 609,92	409 609,92

## Supporting Table: SC4-Creditors Age Analysis

Description R thousands	NT Code	Budget Year 2022/23								Total	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			
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	2 042	4 269	4 737	4 398	5 746	42 287	36 119	-	99 598		
Bulk Water	0200	1 068	1 117	1 456	1 406	1 818	12 406	14 183	92 259	125 713		
PAYE deductions	0300	-	-	-	-	-	-	-	-	-		
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-		
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-		
Loan repayments	0600	-	-	-	-	-	-	-	-	-		
Trade Creditors	0700	-	434	422	3 433	5 500	5 418	5 440	6 929	27 575		
Auditor General	0800	353	903	371	465	517	254	52	490	3 405		
Other	0900	-	-	-	-	-	-	-	-	-		
<b>Total By Customer Type</b>	<b>1000</b>	<b>3 463</b>	<b>6 724</b>	<b>6 986</b>	<b>9 702</b>	<b>13 580</b>	<b>60 365</b>	<b>55 793</b>	<b>99 677</b>	<b>256 291</b>	-	

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30 days of receiving an invoice. The municipalities' creditors as at the 30 April 2023 amounted to R256 291 million. This amount is made up of various creditors which include amongst others the Eskom of R99 598 million, and Vaalharts water of R125 713 million. The municipality cannot pay its creditors within 30 days due to low revenue collection.

NC093 Magareng - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M10 April

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	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
		Yrs/Months												
<b>R thousands</b>														
<b>Municipality</b>														
Municipality sub-total										-		-	-	-
<b>Entities</b>														
Entities sub-total										-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	2									-		-	-	-

The Municipality's current investment portfolio is only updated on quarterly basis.

## Supporting Table: SC 6 -Transfers and Grant Receipts

NC093 Magareng - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		57 161	62 064	62 064	-	56 640	51 720	4 920	9,5%	62 064
Equitable Share		51 086	57 991	57 991	-	52 567	48 326	4 241	8,8%	57 991
Expanded Public Works Programme Integrated Grant		1 121	1 073	1 073	-	1 073	894	179	20,0%	1 073
Local Government Financial Management Grant		2 850	3 000	3 000	-	3 000	2 500	500	20,0%	3 000
Municipal Disaster Relief Grant		2 104	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		4 603	1 800	2 800	-	2 136	2 333	(197)	-8,5%	2 800
FBDM (Operational)		4 603	1 800	2 800	-	2 136	2 333	(197)	-8,5%	2 800
<b>Other grant providers:</b>		1 100	1 100	1 100	-	1 100	917	183	20,0%	1 100
Education Training and Development Practices SETA		-	-	-	-	-	-	-	-	-
National Library South Africa		1 100	1 100	1 100	-	1 100	917	183	20,0%	1 100
Post Retirement Benefit		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	5	62 864	64 964	65 964	-	59 876	54 970	4 906	8,9%	65 964
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		25 034	23 612	41 888	-	27 612	34 907	(7 295)	-20,9%	41 888
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		8 175	18 612	18 612	-	18 612	15 510	3 102	20,0%	18 612
Regional Bulk Infrastructure Grant		12 860	-	18 276	-	-	15 230	(15 230)	-100,0%	18 276
Water Services Infrastructure Grant		4 000	5 000	5 000	-	9 000	4 167	4 833	116,0%	5 000
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		3 696	-	1 500	-	-	1 200	(1 200)	-100,0%	1 500
FBDM (Capital)		3 696	-	1 500	-	-	1 200	(1 200)	-100,0%	1 500
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	5	28 730	23 612	43 388	-	27 612	36 107	(8 495)	-23,5%	43 388
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	91 594	88 576	109 352	-	87 488	91 077	(3 589)	-3,9%	109 352

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R 87, 5 million which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R0 million; Financial Management Grant amounting to R 0million; Municipal Infrastructure Grant amounting to R 0 million;Water Service Infrastructure Grant R0 million, Expanded Public Works Programme R 0 million, Library Grant R 0 million, Frances Baard District Grant R 0 million, Regional Bulk Infrastructure Grant amounting to R0 million and Frances Baard District Grant (capital grant) amounting to R0 were received. Most of the first trenches of the grants allocated for the current financial year, so far have been received in line with National Treasury payment schedule.

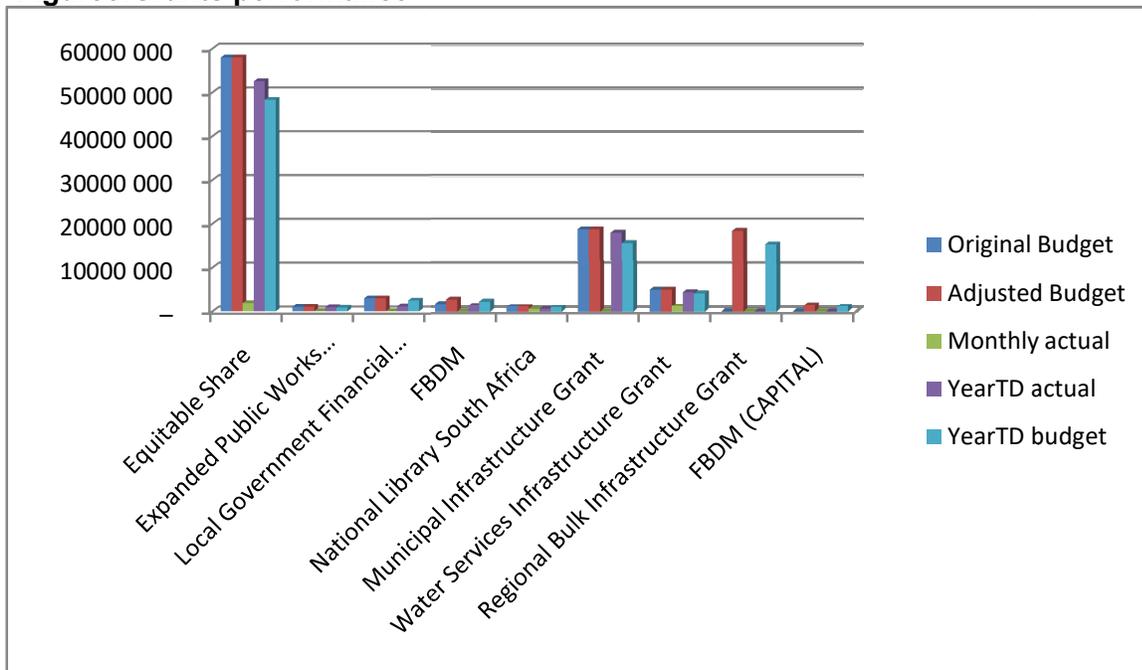
## Supporting Table:SC 7Transfers and grants –Expenditure

NC093 Magareng - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		89 164	62 064	62 064	2 048	54 732	51 720	3 012	5,8%	28 799
Equitable Share		83 321	57 991	57 991	1 892	52 567	48 326	4 241	8,8%	24 732
Expanded Public Works Programme Integrated Grant		1 102	1 073	1 073	98	1 000	894	105	11,8%	1 073
Local Government Financial Management Grant		3 328	3 000	3 000	59	1 165	2 500	(1 335)	-53,4%	2 993
Municipal Disaster Relief Grant		1 412	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
FBDM ( Operational)		4 078	1 800	2 800	-	1 333	2 333	(1 000)	-42,9%	2 800
Other grant providers:		1 942	1 100	1 100	527	555	917	(362)	-39,5%	994
Education Training and Development Practices SETA		-	-	-	-	-	-	-	-	-
National Library South Africa		1 942	1 100	1 100	527	555	917	(362)	-39,5%	994
<b>Total operating expenditure of Transfers and Grants:</b>		<b>91 106</b>	<b>63 164</b>	<b>63 164</b>	<b>2 576</b>	<b>55 287</b>	<b>52 637</b>	<b>2 650</b>	<b>5,0%</b>	<b>29 793</b>
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		16 039	23 612	23 612	1 214	22 285	19 677	2 609	13,3%	23 612
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		9 616	18 612	18 612	-	17 855	15 510	2 345	15,1%	18 612
Water Services Infrastructure Grant		6 423	5 000	5 000	1 214	4 431	4 167	264	6,3%	5 000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		1 180	-	1 500	-	-	1 200	(1 200)	-100,0%	1 500
FBDM (Capital)		1 180	-	1 500	-	-	1 200	(1 200)	-100,0%	1 500
Other grant providers:		6 559	-	18 276	-	-	15 230	(15 230)	-100,0%	18 276
Regional Bulk Infrastructure Grant		6 559	-	18 276	-	-	15 230	(15 230)	-100,0%	18 276
<b>Total capital expenditure of Transfers and Grants</b>		<b>23 778</b>	<b>23 612</b>	<b>43 388</b>	<b>1 214</b>	<b>22 285</b>	<b>36 107</b>	<b>(13 822)</b>	<b>-38,3%</b>	<b>43 388</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>114 884</b>	<b>86 776</b>	<b>106 552</b>	<b>3 789</b>	<b>77 572</b>	<b>88 743</b>	<b>(11 172)</b>	<b>-12,6%</b>	<b>73 181</b>

An amount of R 3, 8 million has been spent on grants during the month of April 2023 and the year to date actuals R77,5 million whilst the year to date budget amounts to R 88,7 million and this results in an under spending variance of R 11,2million that translates to -12,6%.Of the total spending amounting to R 3,8 million, which R 2,6 million was spent on operational grants and R 1,2 million was spent on capital grants.

**Figure5:Grants performance**



The above graph depicts the gazetted and budgeted amounts for all the grants and the expenditure thereof as at end of April 2023. The grants expenditure is shown below in percentages when compared to the adjusted budget:

- Financial Management Grant 2%
- Expanded Public Work Programme 9%
- Equitable Share 3%
- Frances Baard District Municipality Grant 0%
- Library Grant 48%
- Municipal Infrastructure Grant 0%
- Water Services Infrastructure Grant 24%
- Regional Bulk Infrastructure Grant 0%
- Frances Baard District Municipality Grant (Capital) 0%

## SupportingTable:SC8- Councilor Allowances and Employee Related Costs

NC093 Magareng - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M10 April

Summary of Employee and Councillor remuneration	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		3 004	3 654	4 113	271	2 715	3 428	(713)	-21%	4 113
Pension and UIF Contributions		278	44	376	31	312	313	(1)	0%	376
Medical Aid Contributions		124	84	84	10	95	70	25	36%	84
Motor Vehicle Allowance		447	368	368	38	370	306	63	21%	
Cellphone Allowance		410	526	526	40	401	438	(37)	-8%	526
Housing Allowances								-		
Other benefits and allowances								-		368
<b>Sub Total - Councillors</b>		<b>4 263</b>	<b>4 675</b>	<b>5 466</b>	<b>390</b>	<b>3 892</b>	<b>4 555</b>	<b>(663)</b>	<b>-15%</b>	<b>5 466</b>
<b>% increase</b>	4		<b>9,7%</b>	<b>28,2%</b>						<b>28,2%</b>
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages		1 401	2 212	1 681	65	911	1 401	(490)	-35%	1 681
Pension and UIF Contributions		202	202	167	9	108	139	(31)	-23%	167
Medical Aid Contributions		87	85	72	4	61	60	0	1%	72
Overtime								-		
Performance Bonus		85	184	143	-	89	119	(30)	-25%	143
Motor Vehicle Allowance		828	1 084	620	-	199	517	(318)	-62%	620
Cellphone Allowance		165	14	10	-	-	8	(8)	-100%	10
Housing Allowances		124	154	51	-	-	43	(43)	-100%	51
Other benefits and allowances		0	0	0	0	0	0	(0)	-50%	0
Payments in lieu of leave								-		
Long service awards								-		
Post-retirement benefit obligations								-		
<b>Sub Total - Senior Managers of Municipality</b>		<b>2 891</b>	<b>3 937</b>	<b>2 745</b>	<b>77</b>	<b>1 368</b>	<b>2 287</b>	<b>(920)</b>	<b>-40%</b>	<b>2 745</b>
<b>% increase</b>	4		<b>36,2%</b>	<b>-5,1%</b>						<b>-5,1%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		32 386	33 553	29 877	2 585	26 267	24 898	1 370	6%	29 877
Pension and UIF Contributions		5 631	5 708	4 973	423	4 268	4 144	124	3%	4 973
Medical Aid Contributions		2 194	2 874	1 783	152	1 480	1 486	(6)	0%	1 783
Overtime		2 585	3 773	2 315	24	1 318	1 929	(612)	-32%	2 315
Performance Bonus		2 769	2 688	2 015	43	2 164	1 679	485	29%	2 015
Motor Vehicle Allowance		65	88	62	4	54	52	2	4%	62
Cellphone Allowance		130	72	63	4	40	53	(13)	-25%	63
Housing Allowances		389	257	84	6	58	70	(12)	-18%	84
Other benefits and allowances		538	7	392	33	302	327	(25)	-8%	392
Payments in lieu of leave								-		
Long service awards								-		
Post-retirement benefit obligations								-		
<b>Sub Total - Other Municipal Staff</b>		<b>46 588</b>	<b>49 020</b>	<b>41 565</b>	<b>3 274</b>	<b>35 950</b>	<b>34 638</b>	<b>1 312</b>	<b>4%</b>	<b>41 565</b>
<b>% increase</b>	4		<b>5,2%</b>	<b>-10,8%</b>						<b>-10,8%</b>
<b>Total Parent Municipality</b>		<b>53 743</b>	<b>57 632</b>	<b>49 777</b>	<b>3 742</b>	<b>41 210</b>	<b>41 481</b>	<b>(270)</b>	<b>-1%</b>	<b>49 777</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>										
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>53 743</b>	<b>57 632</b>	<b>49 777</b>	<b>3 742</b>	<b>41 210</b>	<b>41 481</b>	<b>(270)</b>	<b>-1%</b>	<b>49 777</b>
<b>% increase</b>	4		<b>7,2%</b>	<b>-7,4%</b>						<b>-7,4%</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>49 479</b>	<b>52 957</b>	<b>44 310</b>	<b>3 352</b>	<b>37 318</b>	<b>36 925</b>	<b>393</b>	<b>1%</b>	<b>44 310</b>

TableSC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of April 2023 amounts to R 3,7 million and the year to date budget is R 41,2 million and the expenditure for remuneration of councilors amounts to R 390 thousand while the year to date budget is R 4.6 million. The year to date actual expenditure for senior managers is R 1, 4 million and the year to date budget thereof is R 2,3 million. The year to date actual of other municipal staff is R 35, 9 million and the year to date budget is R 34, 6 million.

## Supporting Table SC9 Monthly Budget Statement-actual and revised targets for cash receipts

**NC093 Magareng - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M10 April**

Description	Ref	Budget Year 2022/23												2022/23 Medium Term Revenue & Expenditure Framework		
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Budget	June Budget	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
<b>R thousands</b>	1															
<b>Cash Receipts By Source</b>																
Property rates		396	341	325	954	559	478	779	1 070	372	396	359	(1 717)	4 312	4 874	5 090
Service charges - electricity revenue		1 832	1 665	464	491	621	607	538	2 548	5 109	3 194	610	(10 361)	7 319	11 861	12 443
Service charges - water revenue		210	207	199	183	300	235	276	400	268	269	293	679	3 520	3 204	3 361
Service charges - sanitation revenue		80	47	22	39	41	140	37	85	22	31	205	1 707	2 456	3 791	3 977
Service charges - refuse		104	66	59	76	114	113	119	117	50	1 732	188	(484)	2 253	2 339	2 454
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-	-	0	1	1	-	-
Interest earned - external investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-	-	1	13	14	65	68
Licences and permits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and Subsidies - Operational		22 616	3 269	-	-	-	14 196	-	-	16 559	-	5 497	3 827	65 964	67 341	69 229
Other revenue		(318)	(402)	326	374	(624)	(721)	1 541	(404)	775	(3 151)	19 600	218 208	235 202	694	41 475
<b>Cash Receipts by Source</b>		<b>24 919</b>	<b>5 193</b>	<b>1 395</b>	<b>2 116</b>	<b>1 011</b>	<b>15 048</b>	<b>3 291</b>	<b>3 816</b>	<b>23 155</b>	<b>2 471</b>	<b>26 753</b>	<b>211 872</b>	<b>321 040</b>	<b>94 170</b>	<b>138 098</b>
<b>Other Cash Flows by Source</b>																
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		6 500	-	-	1 500	4 000	-	-	3 000	12 612	-	3 616	12 160	43 388	51 967	14 913
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on Disposal of Fixed and Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	(331)	(331)	331	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	(1)	(1)	1	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Receipts by Source</b>		<b>31 419</b>	<b>5 193</b>	<b>1 395</b>	<b>3 616</b>	<b>5 011</b>	<b>15 048</b>	<b>3 291</b>	<b>6 816</b>	<b>35 767</b>	<b>2 471</b>	<b>30 369</b>	<b>223 701</b>	<b>364 097</b>	<b>146 469</b>	<b>153 011</b>
<b>Cash Payments by Type</b>																
Employee related costs		6 535	4 084	(213)	5 204	4 881	4 624	2 396	2 268	8 170	3 252	4 164	4 597	49 962	58 371	61 225
Remuneration of councillors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Electricity		8 065	-	660	-	19	3 028	106	1 039	402	40	2 063	9 328	24 750	-	-
Acquisitions - water & other inventory		1 000	-	-	-	-	-	-	-	-	-	225	1 475	2 700	-	-
Contracted services		-	-	-	-	-	-	-	-	-	-	(3 124)	(34 360)	(37 483)	(43 677)	(7 392)
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
General expenses		12 703	513	2 510	389	2 772	5 803	433	3 673	11 992	2 289	(1 784)	(62 705)	(21 412)	23 600	23 265
<b>Cash Payments by Type</b>		<b>28 303</b>	<b>4 597</b>	<b>2 957</b>	<b>5 593</b>	<b>7 673</b>	<b>13 454</b>	<b>2 936</b>	<b>6 980</b>	<b>20 564</b>	<b>5 580</b>	<b>1 543</b>	<b>(81 665)</b>	<b>18 516</b>	<b>38 294</b>	<b>77 097</b>
<b>Other Cash Flows/Payments by Type</b>																
Capital assets		5 035	-	1 803	-	1 798	2 517	-	2 170	-	-	3 616	26 449	43 388	51 967	14 913
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Payments by Type</b>		<b>33 338</b>	<b>4 597</b>	<b>4 760</b>	<b>5 593</b>	<b>9 471</b>	<b>15 972</b>	<b>2 936</b>	<b>9 150</b>	<b>20 564</b>	<b>5 580</b>	<b>5 159</b>	<b>(55 216)</b>	<b>61 904</b>	<b>90 261</b>	<b>92 010</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>(1 919)</b>	<b>595</b>	<b>(3 365)</b>	<b>(1 977)</b>	<b>(4 461)</b>	<b>(923)</b>	<b>355</b>	<b>(2 334)</b>	<b>15 203</b>	<b>(3 109)</b>	<b>25 210</b>	<b>278 917</b>	<b>302 192</b>	<b>56 208</b>	<b>61 001</b>
Cash/cash equivalents at the month/year beginning:		242	(1 677)	(1 082)	(4 447)	(6 425)	(10 885)	(11 809)	(11 453)	(13 787)	1 416	(1 694)	23 517	242	302 434	358 642
Cash/cash equivalents at the month/year end:		(1 677)	(1 082)	(4 447)	(6 425)	(10 885)	(11 809)	(11 453)	(13 787)	1 416	(1 694)	23 517	302 434	302 434	358 642	419 642

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R 2, 5 million and cash payment for the month amounts to R 5, 5 million and this resulted in net decrease in cash held amounting to R 3, 1 million. With cash and cash equivalent of R1, 4million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of –R1,7 million . This is a supporting table for table C7 –Cash Flow Statement.

**Supporting Table: SC12 Capital Expenditure Trend**

NC093 Magareng - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M10 April

Month	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July	2 158	1 968	1 968	5 035	5 035	1 968	(3 068)	-155,9%	21%
August	2 158	1 968	1 968	–	–	3 935	3 935	100,0%	0%
September	2 158	1 968	1 968	1 803	1 803	5 903	4 100	69,5%	8%
October	2 158	1 968	1 968	–	–	7 871	7 871	100,0%	0%
November	2 158	1 968	1 968	1 798	1 798	9 838	8 040	81,7%	8%
December	2 158	1 968	1 968	2 517	4 315	11 806	7 491	63,4%	18%
January	2 158	1 968	1 968	–	–	13 774	13 774	100,0%	0%
February	2 158	1 968	5 923	2 170	2 170	19 697	17 527	89,0%	9%
March	2 158	1 968	5 923	7 748	9 918	25 619	15 702	61,3%	42%
April	2 158	1 968	5 923	1 214	11 132	31 542	20 411	64,7%	0
May	2 158	1 968	5 923	–	–	37 465	–	–	–
June	2 158	1 968	5 923	–	–	43 388	–	–	–
<b>Total Capital expenditure</b>	<b>25 900</b>	<b>23 612</b>	<b>43 388</b>	<b>22 285</b>					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of April 2023 amounts to R 1, 2 million.

## Quality Certificate

I **Tumelo Thage**. The Acting Municipal Manager of Magareng Local Municipality (NC093), hereby certify that–

- The monthly budget statements.
- Quarterly report on the implementation of the budget and financial state affairs of the municipality
- Mid-year budget and performance assessment

The report for the April has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.