

# **MAGARENG LOCAL MUNICIPALITY**

**MAGARENG**



**MUNICIPALITY**

## **MONTHLY BUDGET STATEMENT REPORT**

**OCTOBER 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.

## Mayor's 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 states 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	ORIGINAL BUDGET	2023/2024		
		ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
OPERATING REVENUE	162 061 667,00	-	54 356 269,82	34%
OPERATING EXPENDITURE	177 673 719,00	-	50 209 113,15	28%
TRANSFERS CAPITAL	54 967 000,00	-	22 174 703,20	40%
SURPLUS/(DEFICIT) AFTER TRANS	39 354 948,00	-	26 321 859,87	67%
CAPITAL EXPENDITURE	54 967 000,00	-	13 243 908,57	24%

## TableC1–BudgetStatementSummary

NC093 Magareng - Table C1 Monthly Budget Statement Summary - M04 October

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	12 263	13 926	13 926	1 077	4 305	4 642	(337)	-7%	13 926
Service charges	32 395	60 384	60 384	3 984	11 827	20 128	(8 301)	-41%	60 384
Investment revenue	10 912	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	10 912	-	-	-	-	-	-	-	-
Other own revenue	67 414	87 752	87 752	2 146	38 225	29 251	8 974	31%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>133 896</b>	<b>162 062</b>	<b>162 062</b>	<b>7 207</b>	<b>54 356</b>	<b>54 021</b>	<b>336</b>	<b>1%</b>	<b>162 062</b>
Employee costs	48 606	53 709	53 709	3 408	13 959	17 903	(3 944)	-22%	53 709
Remuneration of Councillors	4 673	4 807	4 807	390	1 560	1 602	(42)	-3%	4 807
Depreciation and amortisation	57 006	25 954	25 954	2 163	8 651	8 651	0	0%	25 954
Interest	7 530	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	36 957	37 920	38 020	380	4 314	12 640	(8 326)	-66%	38 020
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	49 112	55 284	55 184	4 361	21 725	18 428	3 297	18%	55 184
<b>Total Expenditure</b>	<b>203 884</b>	<b>177 674</b>	<b>177 674</b>	<b>10 702</b>	<b>50 209</b>	<b>59 225</b>	<b>(9 015)</b>	<b>-15%</b>	<b>177 674</b>
<b>Surplus/(Deficit)</b>	<b>(69 987)</b>	<b>(15 612)</b>	<b>(15 612)</b>	<b>(3 495)</b>	<b>4 147</b>	<b>(5 204)</b>	<b>9 351</b>	<b>-180%</b>	<b>(15 612)</b>
Transfers and subsidies - capital (monetary)	24 071	51 967	51 967	5 855	22 175	17 322	4 852	28%	51 967
Transfers and subsidies - capital (in-kind)	1 725	3 000	3 000	-	-	1 000	(1 000)	-100%	3 000
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(44 191)</b>	<b>39 355</b>	<b>39 355</b>	<b>2 360</b>	<b>26 322</b>	<b>13 118</b>	<b>13 204</b>	<b>101%</b>	<b>39 355</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(44 191)</b>	<b>39 355</b>	<b>39 355</b>	<b>2 360</b>	<b>26 322</b>	<b>13 118</b>	<b>13 204</b>	<b>101%</b>	<b>39 355</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>25 368</b>	<b>55 257</b>	<b>55 257</b>	<b>2 864</b>	<b>13 244</b>	<b>18 419</b>	<b>(5 175)</b>	<b>-28%</b>	<b>55 257</b>
Capital transfers recognised	23 885	54 967	54 967	2 864	13 244	18 322	(5 078)	-28%	54 967
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	1 482	290	290	-	-	97	(97)	-100%	290
<b>Total sources of capital funds</b>	<b>25 368</b>	<b>55 257</b>	<b>55 257</b>	<b>2 864</b>	<b>13 244</b>	<b>18 419</b>	<b>(5 175)</b>	<b>-28%</b>	<b>55 257</b>
<b>Financial position</b>									
Total current assets	(17 520)	20 216	20 216		107 365				20 216
Total non current assets	412 247	306 151	306 151		416 840				306 151
Total current liabilities	441 600	356 086	356 086		331 408				356 086
Total non current liabilities	8 539	11 911	11 911		7 998				11 911
Community wealth/Equity	211 682	(41 630)	(41 630)		184 799				(41 630)
<b>Cash flows</b>									
Net cash from (used) operating	-	33 047	33 047	3 353	39 144	11 016	(28 129)	-255%	272 930
Net cash from (used) investing	0	(54 967)	(54 967)	(2 864)	(13 244)	(18 322)	(5 078)	28%	(52 257)
Net cash from (used) financing	-	-	-	2	10	-	(10)	#DIV/0!	-
<b>Cash/cash equivalents at the month/year end</b>	<b>242</b>	<b>(21 678)</b>	<b>(21 678)</b>	<b>-</b>	<b>26 644</b>	<b>(7 065)</b>	<b>(33 709)</b>	<b>477%</b>	<b>221 407</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	6 926	5 039	4 895	4 901	4 244	4 060	26 540	337 229	393 833
<b>Creditors Age Analysis</b>									
Total Creditors	5 764	14 367	15 394	17 178	19 561	63 977	62 624	96 772	295 638

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

**Revenue:**

The actual year to date operational revenue as at end of October R54, 4 million and the year to date budget of R54 million and this reflects a variance of R 336 thousands. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Property rates: 7% unfavorable variance
- Service Charges: 41% unfavorable variance
- Other Own Revenue: 31% favorable variance

**Operating Expenditure:**

The year-to-date actual operational expenditure as of the end of October amounts to R 50,2millionandtheyear-to-date budget is R59,2 million. This reflects an underspending variance of R 9,1 million that translates to a negative 15% variance.

All other expenditure line items are performing almost in line with the year-to-date budget since the variance there of is less than 10% except for the following line items:

- Employee Related Cost: 22% Under Spending
- Inventory Consumed and Bulk Purchases: 66% Under Spending
- Other Expenditure: 18% Overspending

Theabove materialvariancesareexplainedmorein detailon Variance Explanation Table

## **Capital Expenditure**

The year-to-date actual capital expenditure as at end of October 2023 amounts to R 13,2 million and the year to date budget amounts to R 18,3 million and this gives rise to variance of R 5,1 million which shows underperformance on capital expenditure.

## **Surplus/Deficit**

Taking the above into consideration, the net operating surplus for the month of October is R 2,4 million.

## **Debtors**

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of October amounts to R 393 833 million and this shows an increase of R 7 610 thousand as compared to R 386 223 million as at end of 30 September 2023.

Consumer debtors is made up of service charges and property rates that amount to R 256 922 million and other debtors amounting to R 136 911 million.

## **Creditors**

As at 30 October 2023 the municipality had an outstanding creditors amounting to R 295 638 million and the bulk of this amount is made up by Bulk water: R 111 057 million and bulk electricity: R 125 941 million.

## Table C2–Financial Performance(Standard Classification)

NC093 Magareng - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<b>Governance and administration</b>		89 880	84 422	84 422	1 546	35 173	28 141	7 033	25%	84 422
Executive and council		59 064	62 541	62 541	–	25 901	20 847	5 054	24%	62 541
Finance and administration		30 815	21 881	21 881	1 546	9 272	7 294	1 979	27%	21 881
Internal audit		–	–	–	–	–	–	–	–	–
<b>Community and public safety</b>		1 638	1 393	1 393	13	752	464	288	62%	1 393
Community and social services		855	1 264	1 264	9	611	421	190	45%	1 264
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		783	130	130	4	141	43	98	227%	130
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>		6 607	450	450	–	–	150	(150)	-100%	450
Planning and development		–	–	–	–	–	–	–	–	–
Road transport		6 607	450	450	–	–	150	(150)	-100%	450
Environmental protection		–	–	–	–	–	–	–	–	–
<b>Trading services</b>		61 567	130 764	130 764	11 503	40 606	43 588	(2 982)	-7%	130 764
Energy sources		13 836	35 848	35 848	2 356	6 250	11 949	(5 700)	-48%	35 848
Water management		31 805	50 145	50 145	1 159	10 204	16 715	(6 511)	-39%	50 145
Waste water management		8 390	35 402	35 402	7 102	20 595	11 801	8 794	75%	35 402
Waste management		7 537	9 368	9 368	886	3 557	3 123	435	14%	9 368
<b>Other</b>	4	–	–	–	–	–	–	–	–	–
<b>Total Revenue - Functional</b>	2	159 692	217 029	217 029	13 062	76 531	72 343	4 188	6%	217 029
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		59 008	57 910	57 910	4 287	21 056	22 941	(1 885)	-8%	57 910
Executive and council		15 645	13 006	13 019	913	3 884	7 977	(4 093)	-51%	13 019
Finance and administration		43 363	44 904	44 891	3 373	17 171	14 964	2 208	15%	44 891
Internal audit		–	–	–	–	–	–	–	–	–
<b>Community and public safety</b>		25 412	12 754	12 754	829	3 886	4 251	(366)	-9%	12 754
Community and social services		13 491	2 571	2 571	197	799	857	(58)	-7%	2 571
Sport and recreation		3 565	5 218	5 218	279	1 661	1 739	(79)	-5%	5 218
Public safety		4 383	3 747	3 747	263	1 059	1 249	(189)	-15%	3 747
Housing		3 974	1 219	1 219	89	366	406	(40)	-10%	1 219
Health		–	–	–	–	–	–	–	–	–
<b>Economic and environmental services</b>		7 800	24 739	24 389	1 776	7 620	8 130	(509)	-6%	24 389
Planning and development		4 449	6 164	6 164	297	1 429	2 055	(625)	-30%	6 164
Road transport		3 350	18 575	18 225	1 479	6 191	6 075	116	2%	18 225
Environmental protection		–	–	–	–	–	–	–	–	–
<b>Trading services</b>		111 664	82 271	82 621	3 811	17 648	27 540	(9 893)	-36%	82 621
Energy sources		55 238	35 688	35 688	740	4 043	11 896	(7 853)	-66%	35 688
Water management		25 856	24 970	25 320	1 440	6 737	8 440	(1 703)	-20%	25 320
Waste water management		23 754	17 115	17 115	1 288	5 449	5 705	(256)	-4%	17 115
Waste management		6 815	4 498	4 498	342	1 418	1 499	(81)	-5%	4 498
<b>Other</b>		–	–	–	–	–	–	–	–	–
<b>Total Expenditure - Functional</b>	3	203 884	177 674	177 674	10 702	50 209	62 862	(12 653)	-20%	177 674
<b>Surplus/ (Deficit) for the year</b>		(44 191)	39 355	39 355	2 360	26 322	9 481	16 841	178%	39 355

## Table C3–Financial Performance (Revenue and Expenditure by vote)

NC093 Magareng - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 01 - Executive & Council	1	59 064	62 541	62 541	–	25 901	20 847	5 054	24,2%	62 541
Vote 02 - Office Of The Municipal Manager		–	–	–	–	–	–	–	–	–
Vote 03 - Corporate Services		382	–	–	–	–	–	–	–	–
Vote 04 - Financial Services		30 433	21 881	21 881	1 546	9 272	7 294	1 979	27,1%	21 881
Vote 05 - Municipal Infrastructure		68 174	131 214	131 214	11 503	40 606	43 738	(3 132)	-7,2%	131 214
Vote 06 - Community Services		–	–	–	–	–	–	–	–	–
Vote 07 - Public Safety & Transport		1 638	1 393	1 393	13	752	464	288	62,0%	1 393
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>	<b>2</b>	<b>159 692</b>	<b>217 029</b>	<b>217 029</b>	<b>13 062</b>	<b>76 531</b>	<b>72 343</b>	<b>4 188</b>	<b>5,8%</b>	<b>217 029</b>
<b>Expenditure by Vote</b>										
Vote 01 - Executive & Council	1	12 418	10 836	10 836	858	3 659	3 612	47	1,3%	10 836
Vote 02 - Office Of The Municipal Manager		658	2 169	2 182	56	225	727	(503)	-69,1%	2 182
Vote 03 - Corporate Services		15 140	15 806	15 806	1 382	4 710	5 269	(559)	-10,6%	15 806
Vote 04 - Financial Services		28 291	29 098	29 085	1 991	12 461	9 695	2 766	28,5%	29 085
Vote 05 - Municipal Infrastructure		119 086	104 180	104 180	5 452	24 719	34 727	(10 007)	-28,8%	104 180
Vote 06 - Community Services		–	–	–	–	–	–	–	–	–
Vote 07 - Public Safety & Transport		21 312	11 535	11 535	739	3 519	3 845	(326)	-8,5%	11 535
Vote 08 - Sports, Arts, Parks, Culture		–	–	–	–	–	–	–	–	–
Vote 09 - Planning & Development		6 978	4 048	4 048	224	915	1 349	(434)	-32,2%	4 048
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>	<b>2</b>	<b>203 884</b>	<b>177 674</b>	<b>177 674</b>	<b>10 702</b>	<b>50 209</b>	<b>59 225</b>	<b>(9 015)</b>	<b>-15,2%</b>	<b>177 674</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>(44 191)</b>	<b>39 355</b>	<b>39 355</b>	<b>2 360</b>	<b>26 322</b>	<b>13 118</b>	<b>13 204</b>	<b>100,6%</b>	<b>39 355</b>

Table C2 and C3 measure the monthly actual and year to date actual against the year to date budget. The above 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) - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue</b>										
<b>Exchange Revenue</b>										
Service charges - Electricity		13 836	33 713	33 713	2 219	5 660	11 238	(5 577)	-50%	33 713
Service charges - Water		6 009	9 156	9 156	559	1 251	3 052	(1 801)	-59%	9 156
Service charges - Waste Water Management		8 041	10 832	10 832	691	2 813	3 611	(798)	-22%	10 832
Service charges - Waste management		4 509	6 683	6 683	516	2 102	2 228	(126)	-6%	6 683
Sale of Goods and Rendering of Services		517	624	624	29	172	208	(36)	-17%	624
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6 048	13 632	13 632	1 605	6 420	4 544	1 876	41%	13 632
Interest from Current and Non Current Assets		10 912	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		2	3	3	-	-	1	(1)	-100%	3
Rental from Fixed Assets		1	3	3	-	1	1	(0)	-17%	3
Licence and permits		-	-	-	-	-	-	-	-	-
Operational Revenue		3 618	71	71	-	54	24	31	131%	71
<b>Non-Exchange Revenue</b>										
Property rates		12 263	13 926	13 926	1 077	4 305	4 642	(337)	-7%	13 926
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		679	135	135	4	87	45	42	94%	135
Licence and permits		(2 359)	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		69 438	68 488	68 488	-	29 475	22 829	6 645	29%	68 488
Interest		-	4 798	4 798	508	2 016	1 599	417	26%	4 798
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		382	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>133 896</b>	<b>162 062</b>	<b>162 062</b>	<b>7 207</b>	<b>54 356</b>	<b>54 021</b>	<b>336</b>	<b>1%</b>	<b>162 062</b>
<b>Expenditure By Type</b>										
Employee related costs		48 606	53 709	53 709	3 408	13 959	17 903	(3 944)	-22%	53 709
Remuneration of councillors		4 673	4 807	4 807	390	1 560	1 602	(42)	-3%	4 807
Bulk purchases - electricity		23 257	25 000	25 000	-	870	8 333	(7 464)	-90%	25 000
Inventory consumed		13 699	12 920	13 020	380	3 445	4 307	(862)	-20%	13 020
Debt impairment		-	35 391	35 391	2 949	11 797	11 797	(0)	0%	35 391
Depreciation and amortisation		57 006	25 954	25 954	2 163	8 651	8 651	0	0%	25 954
Interest		7 530	-	-	-	-	-	-	-	-
Contracted services		5 700	9 594	9 469	501	1 874	3 198	(1 324)	-41%	9 469
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		17 508	-	-	-	5 172	-	5 172	0%	-
Operational costs		12 826	10 299	10 324	911	2 882	3 433	(551)	-16%	10 324
Losses on Disposal of Assets		13 079	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>203 884</b>	<b>177 674</b>	<b>177 674</b>	<b>10 702</b>	<b>50 209</b>	<b>59 225</b>	<b>(9 015)</b>	<b>-15%</b>	<b>177 674</b>
<b>Surplus/(Deficit)</b>		<b>(69 987)</b>	<b>(15 612)</b>	<b>(15 612)</b>	<b>(3 495)</b>	<b>4 147</b>	<b>(5 204)</b>	<b>9 351</b>	<b>(0)</b>	<b>(15 612)</b>
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-	-	-
		24 071	51 967	51 967	5 855	22 175	17 322	4 852	0	51 967
Transfers and subsidies - capital (in-kind)		1 725	3 000	3 000	-	-	1 000	(1 000)	(0)	3 000
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(44 191)</b>	<b>39 355</b>	<b>39 355</b>	<b>2 360</b>	<b>26 322</b>	<b>13 118</b>			<b>39 355</b>
Income Tax		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after income tax</b>		<b>(44 191)</b>	<b>39 355</b>	<b>39 355</b>	<b>2 360</b>	<b>26 322</b>	<b>13 118</b>			<b>39 355</b>
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(44 191)</b>	<b>39 355</b>	<b>39 355</b>	<b>2 360</b>	<b>26 322</b>	<b>13 118</b>			<b>39 355</b>
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>(44 191)</b>	<b>39 355</b>	<b>39 355</b>	<b>2 360</b>	<b>26 322</b>	<b>13 118</b>			<b>39 355</b>

Table C4 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 it is 10% and more.

## Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

NC093 Magareng - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<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		-	290	290	-	-	97	(97)	-100%	290
Vote 04 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 05 - Municipal Infrastructure		25 368	54 967	54 967	2 864	13 244	18 322	(5 078)	-28%	54 967
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	25 368	55 257	55 257	2 864	13 244	18 419	(5 175)	-28%	55 257
<b>Total Capital Expenditure</b>		25 368	55 257	55 257	2 864	13 244	18 419	(5 175)	-28%	55 257
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		-	290	290	-	-	97	(97)	-100%	290
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	290	290	-	-	97	(97)	-100%	290
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>		25 368	54 967	54 967	2 864	13 244	18 322	(5 078)	-28%	54 967
Energy sources		-	-	-	-	-	-	-	-	-
Water management		23 885	35 452	35 452	987	10 664	11 817	(1 153)	-10%	35 452
Waste water management		1 482	19 515	19 515	1 877	2 580	6 505	(3 925)	-60%	19 515
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	25 368	55 257	55 257	2 864	13 244	18 419	(5 175)	-28%	55 257
<b>Funded by:</b>										
National Government		23 885	31 967	31 967	2 864	10 869	10 656	213	2%	31 967
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	3 000	3 000	-	-	1 000	(1 000)	-100%	3 000
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	20 000	20 000	-	2 375	6 667	(4 292)	-64%	20 000
<b>Transfers recognised - capital</b>		23 885	54 967	54 967	2 864	13 244	18 322	(5 078)	-28%	54 967
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		1 482	290	290	-	-	97	(97)	-100%	290
<b>Total Capital Funding</b>		25 368	55 257	55 257	2 864	13 244	18 419	(5 175)	-28%	55 257

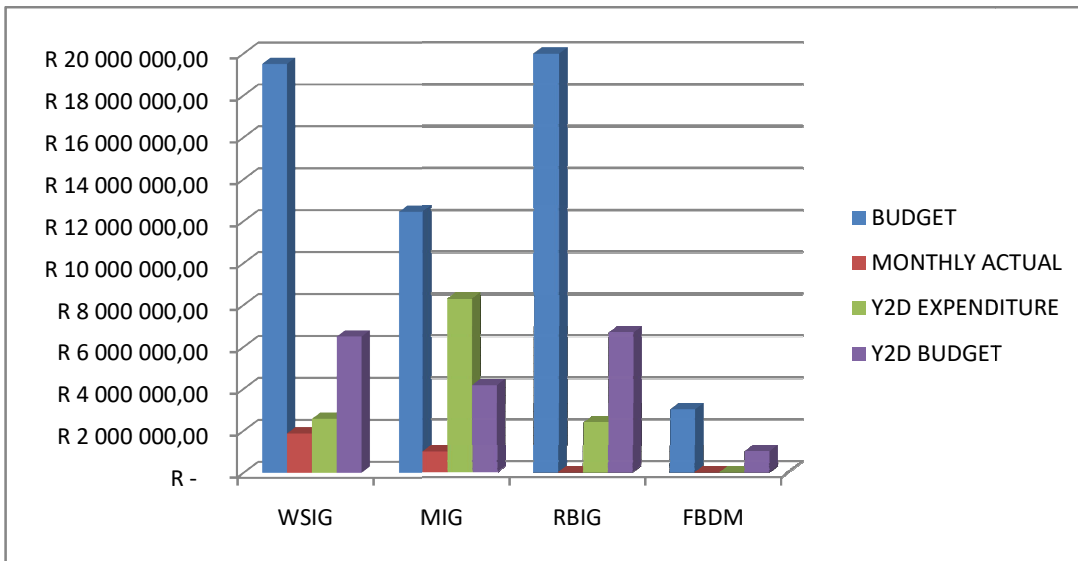
## TableC5C: Monthly Capital Expenditure by Vote

NC093 Magareng - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - M04 October

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<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>		-	290	290	-	-	97	(97)	-100%	290
03.1 - Administration And Legal		-	-	-	-	-	-	-	-	-
03.2 - Corporate Admin		-	290	290	-	-	97	(97)	-100%	290
03.3 - Human Resources		-	-	-	-	-	-	-	-	-
<b>Vote 04 - Financial Services</b>		-	-	-	-	-	-	-	-	-
04.1 - Finance Admin		-	-	-	-	-	-	-	-	-
<b>Vote 05 - Municipal Infrastructure</b>		25 368	54 967	54 967	2 864	13 244	18 322	(5 078)	-28%	54 967
05.1 - Technical Admin		-	-	-	-	-	-	-	-	-
05.2 - Roads And Stormwater		-	-	-	-	-	-	-	-	-
05.3 - Solid Waste Management		-	-	-	-	-	-	-	-	-
05.4 - Sanitation		1 482	19 515	19 515	1 877	2 580	6 505	(3 925)	-60%	19 515
05.5 - Water		23 885	35 452	35 452	987	10 664	11 817	(1 153)	-10%	35 452
05.6 - Electricity		-	-	-	-	-	-	-	-	-
<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 Aff</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>		25 368	55 257	55 257	2 864	13 244	18 419	(5 175)	(0)	55 257
<b>Total Capital Expenditure</b>		25 368	55 257	55 257	2 864	13 244	18 419	(5 175)	(0)	55 257

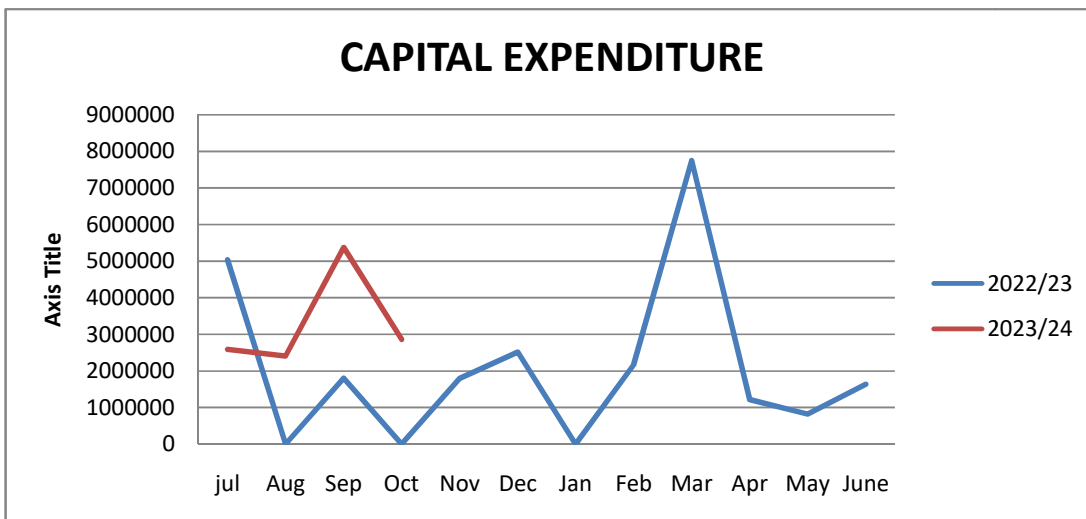
The above two tables (TableC5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of October 2023, capital expenditure amounts to R 2,9 million.

**Figure1: Capital expenditure by source.**



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R 54,9 million, R12,5 million is funded by Municipal Infrastructure Grant, R 19, 5 million is from Water Services Infrastructure Grant, R 20 million funded by Regional Bulk Infrastructure Grant, R 3 million is funded by Frances Baard District

**Figure2: Monthly capital expenditure**



The above graph compares the 2022/23 and 2023/24 monthly capital expenditure performance.

**Table C6:Monthly Budget Statement Financial Position**

**NC093 Magareng - Table C6 Monthly Budget Statement - Financial Position - M04 October**

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		(108 668)	(138 558)	(138 558)	15 601	(138 558)
Trade and other receivables from exchange transactions		24 219	90 110	90 110	23 206	90 110
Receivables from non-exchange transactions		8 952	15 690	15 690	10 682	15 690
Current portion of non-current receivables						
Inventory		116	(136)	(136)	116	(136)
VAT		58 909	54 920	54 920	58 812	54 920
Other current assets		(1 048)	(1 810)	(1 810)	(1 052)	(1 810)
<b>Total current assets</b>		<b>(17 520)</b>	<b>20 216</b>	<b>20 216</b>	<b>107 365</b>	<b>20 216</b>
<b>Non current assets</b>						
Investments						
Investment property		23 468	23 831	23 831	23 468	23 831
Property, plant and equipment		388 398	281 929	281 929	392 991	281 929
Biological assets						
Living and non-living resources						
Heritage assets		371	371	371	371	371
Intangible assets		10	20	20	10	20
Trade and other receivables from exchange transactions		0	-	-	0	-
Non-current receivables from non-exchange transactions						
Other non-current assets						
<b>Total non current assets</b>		<b>412 247</b>	<b>306 151</b>	<b>306 151</b>	<b>416 840</b>	<b>306 151</b>
<b>TOTAL ASSETS</b>		<b>394 728</b>	<b>326 367</b>	<b>326 367</b>	<b>524 205</b>	<b>326 367</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		(319)	165	165	-	165
Consumer deposits		1 309	611	611	1 318	611
Trade and other payables from exchange transactions		395 270	320 290	320 290	272 300	320 290
Trade and other payables from non-exchange transactions		14 222	(264)	(264)	24 322	(264)
Provision		7 219	9 051	9 051	8 676	9 051
VAT		23 900	24 009	24 009	24 792	24 009
Other current liabilities		-	2 224	2 224	-	2 224
<b>Total current liabilities</b>		<b>441 600</b>	<b>356 086</b>	<b>356 086</b>	<b>331 408</b>	<b>356 086</b>
<b>Non current liabilities</b>						
Financial liabilities		794	-	-	794	-
Provision		7 745	11 911	11 911	7 204	11 911
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
<b>Total non current liabilities</b>		<b>8 539</b>	<b>11 911</b>	<b>11 911</b>	<b>7 998</b>	<b>11 911</b>
<b>TOTAL LIABILITIES</b>		<b>450 139</b>	<b>367 997</b>	<b>367 997</b>	<b>339 407</b>	<b>367 997</b>
<b>NET ASSETS</b>	2	<b>(55 411)</b>	<b>(41 630)</b>	<b>(41 630)</b>	<b>184 799</b>	<b>(41 630)</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		211 682	(41 630)	(41 630)	184 799	(41 630)
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>211 682</b>	<b>(41 630)</b>	<b>(41 630)</b>	<b>184 799</b>	<b>(41 630)</b>

Taking the current liabilities and current assets together, the municipality has a current ratio of 0.32 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 - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		–	4 874	4 874	985	2 755	1 625	1 131	70%	4 874
Service charges		–	20 261	20 261	1 162	5 888	6 754	(866)	-13%	20 261
Other revenue		–	786	786	941	3 441	262	3 179	1213%	786
Transfers and Subsidies - Operational		–	68 488	68 488	–	29 475	22 829	6 645	29%	68 488
Transfers and Subsidies - Capital		–	54 967	54 967	5 855	22 175	18 322	3 852	21%	54 967
Interest		–	–	–	–	–	–	–	–	–
Dividends		–	–	–	–	–	–	–	–	–
<b>Payments</b>										
Suppliers and employees		–	(116 329)	(116 329)	(5 590)	(24 589)	(38 776)	(14 187)	37%	123 554
Interest		–	–	–	–	–	–	–	–	–
Transfers and Subsidies		–	–	–	–	–	–	–	–	–
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		–	33 047	33 047	3 353	39 144	11 016	(28 129)	-255%	272 930
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables		0	–	–	–	0	–	0	#DIV/0!	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–
<b>Payments</b>										
Capital assets		–	(54 967)	(54 967)	(2 864)	(13 244)	(18 322)	(5 078)	28%	(52 257)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		0	(54 967)	(54 967)	(2 864)	(13 244)	(18 322)	(5 078)	28%	(52 257)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		–	–	–	2	10	–	10	#DIV/0!	–
<b>Payments</b>										
Repayment of borrowing		–	–	–	–	–	–	–	–	–
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		–	–	–	2	10	–	(10)	#DIV/0!	–
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		0	(21 920)	(21 920)	490	25 910	(7 307)			220 673
Cash/cash equivalents at beginning:		242	242	242	2 758	734	242			734
Cash/cash equivalents at month/year end:		242	(21 678)	(21 678)		26 644	(7 065)			221 407

Table C7 presents details pertaining to cash flow performance. As at end of October2023, the net cash inflow from operating activities is R3,4 million whilst the net cash outflow from investing activities amounts to –R2,9 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R 2 thousand. The cash and cash equivalent held at end ofOctober2023 amounted to R 26,6 million and the net effect of the above cash flows is cash outflow movement of R 25,9 million.

## PART2: SUPPORTING TABLES

### Supporting Table: Material Variance Explanations

DESCRIPTION	VARIANCE	REASON FOR MATERIAL VARIANCE	REMEDIAL OR CORRECTIVE STEPS/REMARKS
<b>REVENUE BY SOURCE</b>			
Property rates	-7%	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	-50%	The actual revenue is less than the projected monthly revenue	The municipality needs to look at the revenue generated at the electricity services and it will be monitored as it is first quarter in the new financial year.
Service charges - water revenue	-59%	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 and Warrenville community as there are limited metering systems . 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	-22%	The projected monthly revenue appear to be high as compared to actual revenue performance	The municipality will monitor this line item as it is the first quarter of the new financial year.
Service charges - refuse revenue	-6%	The actual revenue is less than the projected monthly revenue	No remedial action is needed as the variance is below 10%
Sale of Goods and Rendering of Services	-17%	The actual revenue is less than the projected monthly revenue	The variance is immaterial and no remedial action is needed but needs to be monitored for adjustment purposes as the actual is less then the year to date budget.
Interest earned from Receivables	41%	The actual revenue is more than the projected monthly revenue	The variance is immaterial and no remedial action is needed
Fines, penalties and forfeits	94%	The actual revenue is more than the projected monthly revenue.	The municipality has to increase fines, penalties and forfeits revenue budget as it was under budgeted due to last year's financial performance.
Transfers and subsidies	29%	The monthly actual revenue is less than the actual budgeted revenue	The municipality receives grants as per DoRA schedule
Operational Revenue	26%	The actual revenue is less than the projected monthly revenue	The municipality will monitor this line item as it is the first quarter of the new financial year.
<b>EXPENDITURE BY TYPE</b>			
Employee related costs	-22%	the actual expenditure incurred is less than the projected monthly actual	There are still vacant posts that needs to be filled.Will be monitored for adjustment purposes.
Remuneration of councillors	-3%	the actual expenditure is less than the monthly budgeted actual expenditure	The variance is immaterial and no remedial action is needed
Debt impairment	0%	Debt impairment is calculated monthly based on 2122 AFS	The variance is immaterial and no remedial action is needed
Depreciation & asset impairment	0%	Depreciation is calculated annually based on 2122 AFS	The variance is immaterial and no remedial action is needed
Bulk purchases - electricity	-90%	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	-20%	the actual expenditure incurred is less than the projected monthly actual	The Municipality cannot afford to pay the monthly charges and will negotiate a new payment arrangement with Vaalharts water.
Contracted services	-41%	the actual expenditure incurred is less than the projected monthly actual	We over budgeted and will move budgeted amounts to areas we have overspend in.
Operational costs	-16%	the actual expenditure incurred is less than the projected monthly actual	The municipality needs to cut down the budgeted expenditure during the adjustment budget.



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

<b>Capital expenditure</b>			
National government	2%	the actual expenditure incurred is more than the projected monthly actual	No remedies needed
<b>CASH FLOW</b>			
<b>Receipts</b>			
Property rates	70%	The projected monthly revenue appear to be high in light of the actual revenue performance	The municipality will have to monitor this line item, might have to be rectified through an adjustment budget .
Service charges	-13%	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	1213%	The actual revenue is more 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	29%	The actual revenue is less than the projected monthly revenue	The municipality receives grants as per DoRA schedule
Transfers and Subsidies - Capital	21%	The actual revenue is less than the projected monthly revenue	The municipality receives grants as per DoRA schedule

## Supporting Table: SC3-Debtors Age Analysis

NC093 Magareng - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

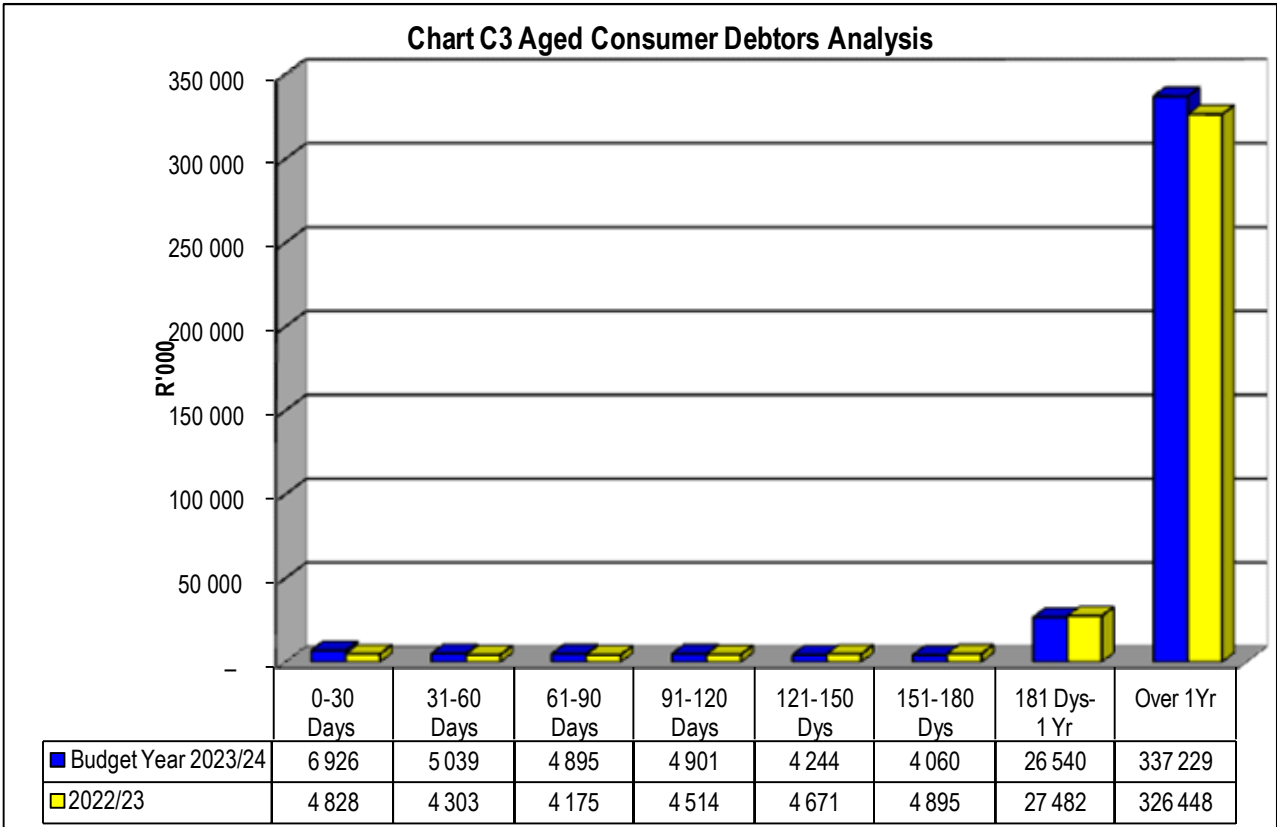
Description	NT Code	Budget Year 2023/24										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	660	331	288	291	310	287	4 217	63 658	70 041	68 763		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 789	355	263	234	185	152	678	26 155	29 812	27 405		
Receivables from Non-exchange Transactions - Property Rates	1400	890	815	796	770	835	772	4 627	43 385	52 889	50 388		
Receivables from Exchange Transactions - Waste Water Management	1500	791	784	793	804	763	740	4 522	52 139	61 336	58 968		
Receivables from Exchange Transactions - Waste Management	1600	585	562	567	573	534	518	3 177	36 327	42 843	41 129		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	2 162	2 132	2 148	2 122	1 566	1 555	9 096	112 197	132 979	126 536		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	48	60	40	108	50	35	223	3 368	3 932	3 784		
<b>Total By Income Source</b>	<b>2000</b>	<b>6 926</b>	<b>5 039</b>	<b>4 895</b>	<b>4 901</b>	<b>4 244</b>	<b>4 060</b>	<b>26 540</b>	<b>337 229</b>	<b>393 833</b>	<b>376 973</b>	-	-
<b>2022/23 - totals only</b>		<b>4 828</b>	<b>4 303</b>	<b>4 175</b>	<b>4 514</b>	<b>4 671</b>	<b>4 895</b>	<b>27 482</b>	<b>326 448</b>	<b>381 318</b>	<b>368 011</b>		
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	243	206	190	180	147	137	727	4 200	6 029	5 390		
Commercial	2300	579	404	386	387	358	286	1 999	19 551	23 951	22 581		
Households	2400	6 073	4 398	4 286	4 302	3 710	3 609	23 663	311 812	361 853	347 096		
Other	2500	31	31	33	33	28	28	151	1 666	2 001	1 906		
<b>Total By Customer Group</b>	<b>2600</b>	<b>6 926</b>	<b>5 039</b>	<b>4 895</b>	<b>4 901</b>	<b>4 244</b>	<b>4 060</b>	<b>26 540</b>	<b>337 229</b>	<b>393 833</b>	<b>376 973</b>	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of October amount to 393 833 million .The debtors' book is made up as follows:

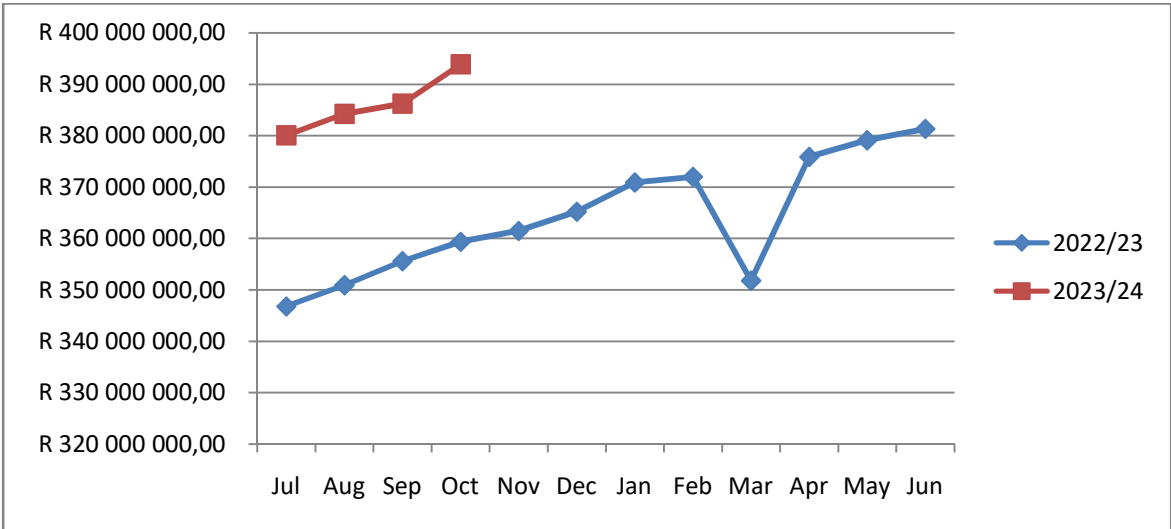
- Rates 13%
- Electricity 8%
- Water18%
- Waste water management 16%
- Waste management 11%
- Interest on Debtors34%
- Other 1%

The debtor's age analysis is graphically presented below.

**Figure3: Debtors age analysis**



**Figure 4: Monthly debtors' book**



The initial graph compares debtors' age analysis for 30 September and 31 October 2023, whilst the latter shows monthly movement of debtors for both the current month and the previous month. The debtors' book is materially less than the monthly figure of September 2023.

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

**FIGURE 5: TOPTWENTYDEBTORS**

NO	ACCOUNT NO	NAME	GROUP DEI	60 DAYS BAL	90 DAYS BAL	120 DAYS BAL	150 DAYS BAL	180 DAYS BAL	210 DAYS BAL	240 DAYS BAL	270 DAYS PLUS-BA	CONSOLIDATED BALAN
1	1200263	WARRENTON SUPER CHICKEN PTY LTD	BU	-	-	-	-	-	-	-	9 919 795,94	10 078 281,72
	1011982	WARRENTON SUPER CHICKEN PTY LTD	BU	7 657,52	-	-	-	-	-	-	20 197,22	
2	1014691	NATIONAL GOVERNMENT OF RSA	GO	81 249,16	80 683,54	70 697,85	70 287,50	69 877,14	69 466,79	69 056,44	2 437 455,41	3 113 058,66
3	1015015	S SANRAL	BU	17 455,58	17 455,58	12 663,85	12 663,85	12 663,85	12 663,85	12 663,57	2 565 922,11	2 699 063,40
4	1005708	AAP VAN WYK	RE	3 809,01	3 805,38	2 834,93	2 723,57	18 943,98	2 885,12	2 881,42	365 636,95	1 706 659,27
5	1200112	MAGELEVENDZE INV CC	RE	-	-	-	-	-	-	-	929 565,09	1 281 592,53
	1002654	MAGELEVENDZE INV CC	RE	5 796,76	5 821,08	4 844,16	4 842,52	4 826,24	4 816,21	4 799,95	304 672,25	
6	1002224	IMPERIAL SUPERMARKET	BU	7 697,69	7 698,37	5 877,03	5 877,07	5 872,39	5 875,28	5 875,30	954 075,88	1 014 260,88
7	1015018	LM ERASMUS BOEDERY GRASBULT	BU	6 559,51	6 554,23	4 845,44	4 841,61	4 837,78	4 833,95	4 830,12	783 733,34	834 173,23
8	1014741	LAERSKOOL HARTSVALLEI	GO	20 763,67	20 619,13	18 067,23	17 962,36	17 857,49	17 752,62	17 647,76	622 905,30	795 559,46
9	1006041	SS KOTE	RE	4 662,88	4 656,51	3 495,66	3 491,04	3 486,43	3 484,19	3 479,58	695 865,11	731 968,81
10	1000719	MM MOLOI	RE	4 452,16	4 627,89	3 300,79	3 298,37	3 298,26	3 295,97	6 304,49	620 751,13	658 247,42
11	1015021	W J HEWITT	RE	3 813,09	3 815,88	2 640,44	2 644,49	2 644,49	2 644,49	2 646,52	552 082,28	580 383,70
12	1200206	GM WESI	BU	-	-	-	-	-	-	-	558 468,56	570 977,65
	1001073	GM WESI	BU	2 142,03	2 102,15	1 435,63	-	-	-	-	2 500,00	
13	1200313	CM AVENANT	BU	-	-	-	-	-	-	73 878,32	279 522,91	459 219,73
	1015849	CM AVENANT	BU	2 252,09	2 092,57	1 904,35	1 883,52	1 300,16	-	20 645,95	70 754,05	
14	1002657	TERWIN	BU	7 537,72	7 494,40	6 353,40	6 321,93	6 290,52	6 259,09	6 227,67	387 486,53	449 185,05
15	1001684	MOTSHELE	RE	2 814,56	2 810,94	2 113,46	2 110,83	2 108,20	2 107,74	2 136,53	418 638,61	440 482,04
16	1004435	OK THETHE	RE	3 550,84	3 543,19	2 731,49	2 725,99	2 720,43	2 717,27	2 711,71	407 646,74	435 474,13
17	1003573	D,C DYKER	RE	3 384,36	3 380,74	2 526,85	2 524,22	2 521,59	2 521,37	3 027,78	405 812,52	432 480,20
18	1004132	D GEORGE	RE	3 434,00	3 429,60	2 174,95	2 171,75	2 168,56	2 165,51	4 676,05	402 768,36	429 886,86
19	1002463	A SPOORNET	BU	1 730,54	1 730,54	1 255,49	1 255,49	1 255,49	1 255,49	1 255,49	399 608,05	412 807,66
20	1006176	A TSWELELOPELE COMMUNITY CR/VER	RE	2 391,06	2 407,53	1 830,65	1 828,20	1 824,65	2 000,57	1 997,03	381 778,77	400 851,28

## SupportingTable: SC4-CreditorsAgeAnalysis

NC093 Magareng - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description	NT Code	Budget Year 2023/24								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	3 257	5 484	6 634	5 614	7 333	42 816	39 919	-	111 057		
Bulk Water	0200	1 171	1 151	1 456	1 406	1 818	12 406	14 231	92 302	125 941		
PAYE deductions	0300	-	-	-	-	-	-	-	-	-		
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-		
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-		
Loan repayments	0600	-	-	-	-	-	-	-	-	-		
Trade Creditors	0700	-	6 787	6 773	9 723	9 903	8 437	8 433	4 147	54 204		
Auditor General	0800	1 336	946	530	436	508	317	41	323	4 436		
Other	0900	-	-	-	-	-	-	-	-	-		
<b>Total By Customer Type</b>	<b>1000</b>	<b>5 764</b>	<b>14 367</b>	<b>15 394</b>	<b>17 178</b>	<b>19 561</b>	<b>63 977</b>	<b>62 624</b>	<b>96 772</b>	<b>295 638</b>	-	

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30days of receiving an invoice. The municipalities' creditors as at the 31 October2023 amounted to R295 638 million. This amount is made up of various creditors which include amongst others the Eskom of R111 057million, and Vaalharts water ofR125 941 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 - M04 October

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>														
Municipality														-
Municipality sub-total										-		-	-	-
Entities														-
														-
														-
														-
														-
Entities sub-total										-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	2									-		-	-	-

The municipality's current investment 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 - M04 October

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		65 086	65 541	65 541	-	28 901	21 847	7 054	32,3%	65 541
Equitable Share		57 991	61 591	61 591	-	25 663	20 530	5 133	25,0%	61 591
Expanded Public Works Programme Integrated Grant		1 073	950	950	-	238	317	(79)	-24,8%	950
Local Government Financial Management Grant		3 000	3 000	3 000	-	3 000	1 000	2 000	200,0%	3 000
Municipal Disaster Relief Grant		3 021	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]										
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]										
<b>District Municipality:</b>		3 586	1 800	1 800	-	-	600	(600)	-100,0%	1 800
FBDM (Operational)		3 586	1 800	1 800	-	-	600	(600)	-100,0%	1 800
<b>Other grant providers:</b>		767	1 147	1 147	-	574	382	191	50,0%	1 147
Education Training and Development Practices SETA		-	-	-	-	-	-	-	-	-
National Library South Africa		767	1 147	1 147	-	574	382	191	50,0%	1 147
Post Retirement Benefit		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	5	69 438	68 488	68 488	-	29 475	22 829	6 645	29,1%	68 488
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		24 071	51 967	51 967	5 855	22 175	17 322	4 852	28,0%	51 967
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		16 962	12 452	12 452	-	5 000	4 151	849	20,5%	12 452
Regional Bulk Infrastructure Grant		-	20 000	20 000	-	1 562	6 667	(5 105)	-76,6%	20 000
Water Services Infrastructure Grant		7 109	19 515	19 515	5 855	15 613	6 505	9 108	140,0%	19 515
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
[insert description]										
<b>District Municipality:</b>		1 725	3 000	3 000	-	-	1 000	(1 000)	-100,0%	3 000
FBDM (Capital)		1 725	3 000	3 000	-	-	1 000	(1 000)	-100,0%	3 000
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]										
<b>Total Capital Transfers and Grants</b>	5	25 796	54 967	54 967	5 855	22 175	18 322	3 852	21,0%	54 967
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	95 234	123 455	123 455	5 855	51 649	41 152	10 498	25,5%	123 455

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R 51,6 million of which the major portion is attributed to equitable share. For the reporting period equitable shares amounting to R0million; Financial Management Grant amounting to R0million; Municipal Infrastructure Grant amounting to R0million; Water Service Infrastructure Grant R5,9 million, Expanded Public Works Programme R 0 thousands, Library Grant R 0 million, Frances Baard District O & M R 0 million, Regional Bulk Infrastructure Grant amounting to R 0 million and Frances Baard District Grant (capital grant) amounting to R0 were received. Most of the first tranches of the grants allocated for the current financial year, so far have been received in line with National Treasury payment schedule.



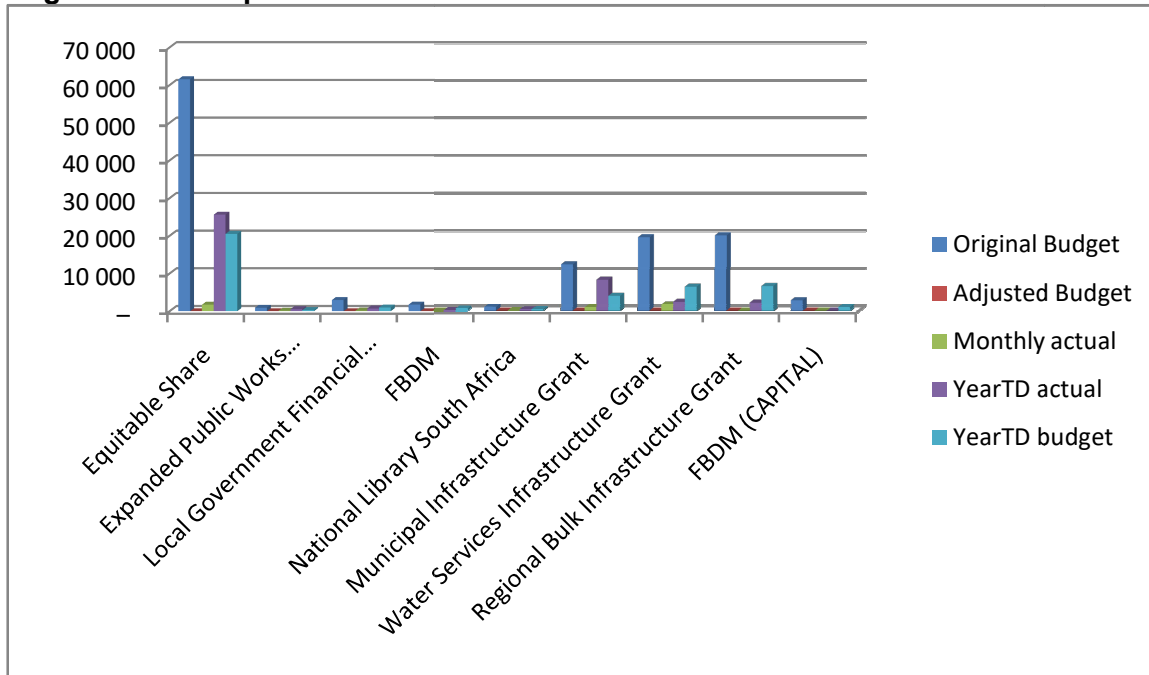
## SupportingTable: SC7Transfers and Grants –Expenditure

NC093 Magareng - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		38 692	65 541	65 541	2 068	26 963	21 847	5 116	23,4%	31 487
Equitable Share		30 958	61 591	61 591	1 772	25 663	20 530	5 133	25,0%	27 537
Expanded Public Works Programme Integrated Grant		1 261	950	950	147	569	317	253	79,8%	950
Local Government Financial Management Grant		6 473	3 000	3 000	149	730	1 000	(270)	-27,0%	3 000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		1 210	1 800	1 800	-	133	600	(467)	-77,8%	1 800
FBDM (Operational)		1 210	1 800	1 800	-	133	600	(467)	-77,8%	1 800
Other grant providers:		858	1 147	1 147	91	364	382	(18)	-4,8%	1 147
Education Training and Development Practices SETA		-	-	-	-	-	-	-	-	-
National Library South Africa		858	1 147	1 147	91	364	382	(18)	-4,8%	1 147
<b>Total operating expenditure of Transfers and Grants:</b>		<b>40 760</b>	<b>68 488</b>	<b>68 488</b>	<b>2 159</b>	<b>27 460</b>	<b>22 829</b>	<b>4 630</b>	<b>20,3%</b>	<b>34 434</b>
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		23 885	31 967	31 967	2 864	10 869	10 656	213	2,0%	31 967
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		12 531	12 452	12 452	987	8 289	4 151	4 139	99,7%	12 452
Water Services Infrastructure Grant		11 354	19 515	19 515	1 877	2 580	6 505	(3 925)	-60,3%	19 515
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	3 000	3 000	-	-	1 000	(1 000)	-100,0%	3 000
FBDM (Capital)		-	3 000	3 000	-	-	1 000	(1 000)	-100,0%	3 000
Other grant providers:		-	20 000	20 000	-	2 375	6 667	(4 292)	-64,4%	20 000
Regional Bulk Infrastructure Grant		-	20 000	20 000	-	2 375	6 667	(4 292)	-64,4%	20 000
<b>Total capital expenditure of Transfers and Grants</b>		<b>23 885</b>	<b>54 967</b>	<b>54 967</b>	<b>2 864</b>	<b>13 244</b>	<b>18 322</b>	<b>(5 078)</b>	<b>-27,7%</b>	<b>54 967</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>64 645</b>	<b>123 455</b>	<b>123 455</b>	<b>5 024</b>	<b>40 703</b>	<b>41 152</b>	<b>(448)</b>	<b>-1,1%</b>	<b>89 401</b>

An amount of R 5 million has been spent on grants for the month of October 2023 and the year to date actual is R 40,7 million whilst the year to date budget amounts to R 41,2 million and this results in an under spending variance of R 448 thousands that translates to negative 1%. Of the total spending amounting to R 5 million, which R 2,2 million was spent on operational grants and R 2,9 million was spent on capital grants.

**Figure 5:Grants performance**



The above graph depicts the gazette and budgeted amounts for all the grants and the expenditure there of as at end of October2023.The grants expenditure is shown below in percentages when compared to the original budget:

- Financial Management Grant 5%
- Expanded Public Work Programme 15%
- Equitable Share 3%
- Frances Baard District Municipality Grant 0%
- Library Grant 8%
- Municipal Infrastructure Grant 8 %
- Water Services Infrastructure Grant 10%
- Regional Bulk Infrastructure Grant 0%
- Frances Baard District Municipality Grant (Capital) 0%

## SupportingTable: SC8- Councilor AllowancesandEmployeeRelatedCosts

NC093 Magareng - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councilor remuneration	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>	1									
Basic Salaries and Wages		3 173	3 222	3 222	272	1 074	1 074	0	0%	3 222
Pension and UIF Contributions		448	452	452	33	124	151	(27)	-18%	452
Medical Aid Contributions		115	123	123	5	36	41	(5)	-12%	123
Motor Vehicle Allowance		456	529	529	43	172	176	(4)	-2%	
Cellphone Allowance		481	481	481	37	154	160	(7)	-4%	481
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	529
<b>Sub Total - Councillors</b>		<b>4 673</b>	<b>4 807</b>	<b>4 807</b>	<b>390</b>	<b>1 560</b>	<b>1 602</b>	<b>(42)</b>	<b>-3%</b>	<b>4 807</b>
<b>% increase</b>	4		<b>2,9%</b>	<b>2,9%</b>						<b>2,9%</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		1 040	2 829	2 829	67	318	943	(625)	-66%	2 829
Pension and UIF Contributions		125	314	314	10	38	105	(67)	-64%	314
Medical Aid Contributions		69	122	122	4	16	41	(25)	-60%	122
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		67	231	231	-	-	77	(77)	-100%	231
Motor Vehicle Allowance		820	1 500	1 500	-	13	500	(487)	-97%	1 500
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	154	154	-	-	51	(51)	-100%	154
Other benefits and allowances		0	1	1	0	0	0	(0)	-74%	1
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		63	166	166	-	-	55	-	-	166
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>2 185</b>	<b>5 317</b>	<b>5 317</b>	<b>81</b>	<b>386</b>	<b>1 772</b>	<b>(1 387)</b>	<b>-78%</b>	<b>5 317</b>
<b>% increase</b>	4		<b>143,4%</b>	<b>143,4%</b>						<b>143,4%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		31 350	34 670	34 670	2 654	10 616	11 557	(940)	-8%	34 670
Pension and UIF Contributions		6 067	6 428	6 428	473	1 891	2 143	(252)	-12%	6 428
Medical Aid Contributions		2 305	2 569	2 569	145	586	856	(270)	-32%	2 569
Overtime		2 327	1 000	1 000	-	106	333	(227)	-68%	1 000
Performance Bonus		2 948	2 829	2 829	8	168	943	(775)	-82%	2 829
Motor Vehicle Allowance		62	53	53	4	17	18	(1)	-5%	53
Cellphone Allowance		74	66	66	4	15	22	(8)	-34%	66
Housing Allowances		70	77	77	4	17	26	(9)	-33%	77
Other benefits and allowances		456	491	491	29	115	164	(49)	-30%	491
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	110	110	-	-	37	(37)	-100%	110
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		248	100	100	6	43	33	10	29%	100
In kind benefits		514	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>46 422</b>	<b>48 392</b>	<b>48 392</b>	<b>3 327</b>	<b>13 573</b>	<b>16 131</b>	<b>(2 558)</b>	<b>-16%</b>	<b>48 392</b>
<b>% increase</b>	4		<b>4,2%</b>	<b>4,2%</b>						<b>4,2%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>53 279</b>	<b>58 516</b>	<b>58 516</b>	<b>3 798</b>	<b>15 519</b>	<b>19 505</b>	<b>(3 986)</b>	<b>-20%</b>	<b>58 516</b>
<b>% increase</b>	4		<b>9,8%</b>	<b>9,8%</b>						<b>9,8%</b>
<b>TOTAL MANAGERS AND STAFF</b>		<b>48 606</b>	<b>53 709</b>	<b>53 709</b>	<b>3 408</b>	<b>13 959</b>	<b>17 903</b>	<b>(3 944)</b>	<b>-22%</b>	<b>53 709</b>

Table SC8 provides details for Remuneration of Councilors and Employee related cost .**The total salaries, allowances and benefits** paid as at end of October 2023 amounts to **R 3,8million** and the year to date budget is R 15,5million and the expenditure for remuneration of councilors amounts to R 390 thousand while the year to date budget is R1,6 million .The year to date actual expenditure for senior managers is R 386 thousands and the year to date budget thereof is R 1,8 million. The year to date actual of other municipal staff amounts to R 13,6 million and theyear to date budget is R 16,1 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 - M04 October**

Description	Ref	Budget Year 2023/24											2023/24 Medium Term Revenue & Expenditure Framework				
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26	
		Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget				
<b>R thousands</b>	1																
<b>Cash Receipts By Source</b>																	
Property rates		636	563	572	985	406	406	406	406	406	406	406	(725)	4 874	5 090	5 329	
Service charges - Electricity revenue		1 100	1 273	1 156	884	911	911	911	911	911	911	911	139	10 926	11 163	11 687	
Service charges - Water revenue		139	223	188	137	267	267	267	267	267	267	267	648	3 204	3 361	3 519	
Service charges - Waste Water Management		72	75	130	60	316	316	316	316	316	316	316	1 243	3 791	3 977	4 164	
Service charges - Waste Mangement		113	118	138	82	195	195	195	195	195	195	195	524	2 339	2 454	2 569	
Rental of facilities and equipment		-	0	0	0	2	2	2	2	2	2	2	11	27	23	24	
Interest earned - external investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits		-	-	-	-	5	5	5	5	5	5	5	27	65	68	71	
Licences and permits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers and Subsidies - Operational		25 663	3 238	574	-	5 707	5 707	5 707	5 707	5 707	5 707	5 707	(938)	68 488	69 487	69 431	
Other revenue		12 504	158	2 256	941	58	58	58	58	58	58	58	(15 570)	694	728	763	
<b>Cash Receipts by Source</b>		<b>40 227</b>	<b>5 648</b>	<b>5 014</b>	<b>3 088</b>	<b>7 865</b>	<b>7 865</b>	<b>7 865</b>	<b>7 865</b>	<b>7 865</b>	<b>7 865</b>	<b>7 865</b>	<b>(14 651)</b>	<b>94 382</b>	<b>96 328</b>	<b>97 535</b>	
<b>Other Cash Flows by Source</b>																	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		-	1 562	14 758	5 855	4 581	4 581	4 581	4 581	4 581	4 581	4 581	728	54 967	14 913	14 690	
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on Disposal of Fixed and Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits		4	(1)	5	2	-	-	-	-	-	-	-	(10)	-	-	-	
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Receipts by Source</b>		<b>40 231</b>	<b>7 209</b>	<b>19 777</b>	<b>8 945</b>	<b>12 446</b>	<b>12 446</b>	<b>12 446</b>	<b>12 446</b>	<b>12 446</b>	<b>12 446</b>	<b>12 446</b>	<b>(13 932)</b>	<b>149 349</b>	<b>111 241</b>	<b>112 225</b>	
<b>Cash Payments by Type</b>																	
Employee related costs		3 518	3 416	3 616	3 408	(4 476)	(4 476)	(4 476)	(4 476)	(4 476)	(4 476)	(4 476)	(36 337)	(53 709)	(56 091)	(58 178)	
Remuneration of councillors		390	390	390	390	401	401	401	401	401	401	401	442	4 807	5 109	5 429	
Interest		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bulk purchases - Electricity		-	-	870	-	(2 083)	(2 083)	(2 083)	(2 083)	(2 083)	(2 083)	(2 083)	(11 286)	(25 000)	(26 225)	(27 458)	
Acquisitions - water & other inventory		483	689	1 892	380	(1 077)	(1 077)	(1 077)	(1 077)	(1 077)	(1 077)	(1 077)	(8 828)	(12 920)	(12 134)	(12 670)	
Contracted services		66	368	939	501	(3 555)	(3 555)	(3 555)	(3 555)	(3 555)	(3 555)	(3 555)	(19 650)	(42 663)	(4 843)	(4 304)	
Transfers and subsidies - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers and subsidies - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other expenditure		456	835	681	911	494	494	494	494	494	494	494	(411)	5 931	5 706	6 005	
<b>Cash Payments by Type</b>		<b>4 913</b>	<b>5 698</b>	<b>8 388</b>	<b>5 590</b>	<b>(10 296)</b>	<b>(10 296)</b>	<b>(10 296)</b>	<b>(10 296)</b>	<b>(10 296)</b>	<b>(10 296)</b>	<b>(10 296)</b>	<b>(76 070)</b>	<b>(123 554)</b>	<b>(88 479)</b>	<b>(91 175)</b>	
<b>Other Cash Flows/Payments by Type</b>																	
Capital assets		2 591	2 411	5 377	2 864	4 355	4 355	4 355	4 355	4 355	4 355	4 355	8 530	52 257	15 217	15 009	
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Payments by Type</b>		<b>7 504</b>	<b>8 109</b>	<b>13 765</b>	<b>8 455</b>	<b>(5 941)</b>	<b>(5 941)</b>	<b>(5 941)</b>	<b>(5 941)</b>	<b>(5 941)</b>	<b>(5 941)</b>	<b>(5 941)</b>	<b>(67 540)</b>	<b>(71 297)</b>	<b>(73 262)</b>	<b>(76 166)</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>32 726</b>	<b>(901)</b>	<b>6 012</b>	<b>490</b>	<b>18 387</b>	<b>18 387</b>	<b>18 387</b>	<b>18 387</b>	<b>18 387</b>	<b>18 387</b>	<b>18 387</b>	<b>53 608</b>	<b>220 646</b>	<b>184 504</b>	<b>188 391</b>	
Cash/cash equivalents at the month/year beginning:		734	33 460	32 559	38 571	39 061	57 449	75 836	94 223	112 610	130 997	149 384	167 772	734	221 380	405 883	
Cash/cash equivalents at the month/year end:		33 460	32 559	38 571	39 061	57 449	75 836	94 223	112 610	130 997	149 384	167 772	221 380	221 380	405 883	594 274	

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 8,9 million and cash payment for the month amounts to R 8,5million and this resulted in net increase in cash held amounting to R490 thousands. With cash and cash equivalent of R38,6million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R 39,1million. This is a supporting table for table C7 –Cashflow Statement.

### Supporting Table: SC12 Capital Expenditure Trend

NC093 Magareng - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M04 October

Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<b>Monthly expenditure performance trend</b>									
July	5 035	4 605	4 605	2 591	2 591	4 605	2 014	43,7%	5%
August	–	4 605	4 605	2 411	2 411	9 210	6 798	73,8%	4%
September	1 803	4 605	4 605	5 377	5 377	13 814	8 437	61,1%	10%
October	–	4 605	4 605	2 864	2 864	18 419	15 555	84,4%	5%
November	1 798	4 605	4 605	–	–	23 024	23 024	100,0%	0%
December	2 517	4 605	4 605	–	–	27 629	27 629	100,0%	0%
January	–	4 605	4 605	–	–	32 233	32 233	100,0%	0%
February	2 170	4 605	4 605	–	–	36 838	36 838	100,0%	0%
March	7 748	4 605	4 605	–	–	41 443	41 443	100,0%	0%
April	1 214	4 605	4 605	–	–	46 048	46 048	100,0%	–
May	826	4 605	4 605	–	–	50 652	50 652	100,0%	–
June	2 257	4 605	4 605	–	–	55 257	55 257	100,0%	–
<b>Total Capital expenditure</b>	<b>25 368</b>	<b>55 257</b>	<b>55 257</b>	<b>13 244</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 October 2023 amounts to R2,9million.



## Quality Certificate

I, Tumelo Thage..... The 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 **October 2023** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.



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**Mr. T Thage**  
**Acting Municipal Manager**

14 Nov 2023  
**Date**