

MAGARENG LOCAL MUNICIPALITY

MAGARENG



MUNICIPALITY

**QUARTELY BUDGET STATEMENT
REPORT**

JULY – SEPTEMBER 2023/24

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1.1 PURPOSE

To submit a report to council within 30 days of the end of each quarter on implementation of the Budget and Financial state of the Municipality as required by Section 52 of the Municipal Finance Management Act

1.2 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 is affecting the cash flow of the municipality.
- Outstanding creditors especially Eskom and Vaalharts water,
- The municipality will be embarking on a Credit Control and Indigent Assistance Awareness Campaign. Through this campaign we seek to educate Consumers on the importance of the payment of accounts and the detrimental effect non-payment has on service delivery. We aim to have our customers (from all our Customer Groups) that are in arrears and are able to pay their accounts, to make payment or make a payment arrangement on their account. The campaign will also inform and create awareness to Customers as to the assistance provided by the Municipality in relation to the payment of accounts (our social package, discounts and incentives)

1.3 Executive Summary

Section 52 of the Municipal Finance Management Act deals with requirements for quarterly reporting and further states that the Mayor of the Municipality must within 30 days of the end of each quarter submit a report to council on implementation of the Budget and the financial state of the Municipality.

	Budget Year 2023/24					
	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance
Total Revenue (excluding capital transfers and contributions)	162,061,667.00	162,061,667.00	47,148,857.61	47,148,857.61	40,515,438.00	6,633,419.61
Total Expenditure	177,673,719.00	177,673,719.00	39,507,066.96	39,507,066.96	44,418,492.00	- 4,911,425.04
Surplus/(Deficit)	- 15,612,052.00	- 15,612,052.00	7,641,790.65	7,641,790.65	- 3,903,054.00	11,544,844.65
Transfers and subsidies - capital (monetary allocations)	51,967,000.00	51,967,000.00	16,319,703.20	16,319,703.20	12,991,752.00	3,327,951.20
Transfers and subsidies - capital (in-kind)	3,000,000.00	3,000,000.00	-	-	750,000.00	- 750,000.00
Surplus/(Deficit) after capital transfers & contributions	39,354,948.00	39,354,948.00	23,961,493.85	23,961,493.85	9,838,698.00	14,122,795.85
Capital expenditure	55,257,000.00	55,257,000.00	10,379,409.16	10,379,409.16	13,814,253.00	- 3,434,843.84

1.4 INYEARBUDGETSTATEMENTTABLES

Table C1: Quarterly Budget Statement Summary

NC093 Magareng - Table C1 Monthly Budget Statement Summary - Q1 First Quarter

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	12 263	13 926	13 926	3 228	3 228	3 481	(254)	-7%	13 926
Service charges	32 395	60 384	60 384	7 843	7 843	15 096	(7 253)	-48%	60 384
Investment revenue	10 912	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	10 912	-	-	-	-	-	-	-	-
Other own revenue	67 414	87 752	87 752	36 078	36 078	21 938	14 140	64%	-
Total Revenue (excluding capital transfers and contributions)	133 896	162 062	162 062	47 149	47 149	40 515	6 633	16%	162 062
Employee costs	48 606	53 709	53 709	10 551	10 551	13 427	(2 877)	-21%	53 709
Remuneration of Councillors	4 673	4 807	4 807	1 170	1 170	1 202	(31)	-3%	4 807
Depreciation and amortisation	57 006	25 954	25 954	6 488	6 488	6 488	0	0%	25 954
Interest	7 530	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	36 957	37 920	37 920	3 934	3 934	9 480	(5 546)	-59%	37 920
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	49 112	55 284	55 284	17 364	17 364	13 821	3 543	26%	55 284
Total Expenditure	203 884	177 674	177 674	39 507	39 507	44 418	(4 911)	-11%	177 674
Surplus/(Deficit)	(69 987)	(15 612)	(15 612)	7 642	7 642	(3 903)	11 545	-296%	(15 612)
Transfers and subsidies - capital (monetary)	24 071	51 967	51 967	16 320	16 320	12 992	3 328	26%	51 967
Transfers and subsidies - capital (in-kind)	1 725	3 000	3 000	-	-	750	(750)	-100%	3 000
Surplus/(Deficit) after capital transfers & contributions	(44 191)	39 355	39 355	23 961	23 961	9 839	14 123	144%	39 355
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(44 191)	39 355	39 355	23 961	23 961	9 839	14 123	144%	39 355
Capital expenditure & funds sources									
Capital expenditure	25 368	55 257	55 257	10 379	10 379	13 814	(3 435)	-25%	55 257
Capital transfers recognised	23 885	54 967	54 967	10 379	10 379	13 742	(3 362)	-24%	54 967
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	1 482	290	290	-	-	73	(73)	-100%	290
Total sources of capital funds	25 368	55 257	55 257	10 379	10 379	13 814	(3 435)	-25%	55 257
Financial position									
Total current assets	(17 520)	20 216	20 216	-	96 193	-	-	-	20 216
Total non current assets	412 247	306 151	306 151	-	412 924	-	-	-	306 151
Total current liabilities	441 600	356 086	356 086	-	315 691	-	-	-	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)	-	185 427	-	-	-	(41 630)
Cash flows									
Net cash from (used) operating	-	33 047	33 047	35 792	35 792	8 262	(27 530)	-333%	272 930
Net cash from (used) investing	0	(54 967)	(54 967)	(10 379)	(10 379)	(13 742)	(3 362)	24%	(52 257)
Net cash from (used) financing	-	-	-	3	3	-	(3)	#DIV/0!	-
Cash/cash equivalents at the month/year end	242	(21 678)	(21 678)	-	26 149	(5 238)	(31 387)	599%	221 407
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	5 387	5 018	5 010	4 314	4 101	4 022	26 920	331 450	386 223
Creditors Age Analysis									
Total Creditors	4 275	8 066	9 144	10 928	13 311	58 793	56 374	96 772	257 664

REFER TO TABLE SC1 FOR MATERIAL VARIANCE EXPLANATIONS

Revenue

For the first quarter July to September 2023, the year to date actual amounted to R 47.2 million which shows a positive 16% year to date variance when compared to the year-to-date budget of R40.5 million.

Operating Expenditure

The operating expenditure for the first quarter amounts to R 39.5 million with the year-to-date budget of R 44.4 million, this results in a negative 11% year to date variance when comparing the year to date actual with the year-to-date budget.

Capital Expenditure

The year-to-date actual capital expenditure as at end of first quarter amounts to R 10.4 million and this deviates with negative variance of 25% when compared to year-to-date target of R13,8 million.

Surplus/Deficit after capital transfers and contributions

Taking the above into consideration, the net operating surplus as at the end of 30 September 2023 amounts to R24 million, inclusive of the Capital allocations received by the municipality.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of September amounts to R 386.2 million and this shows an increase of R4.9 million as compared to R 381.3 million as at end of 2022/23 financial year. Current cash flow and very low cashier collection points, disconnection and blocking of institutions, businesses and Government Departments without valid arrangements with the municipality, should be done with immediate effect.

The biggest concern regarding debt collection in the municipality is its inability to collect service charges in areas (mainly Ikhutseng) where electricity is not supplied by the municipality.

Consumer debtors are made up of service charges and property rates that amount to R253.4 million and other debtors amounting to R132.8 million.

Creditors

The municipality is currently striving for paying its creditors within 30 days of receipt of invoice as required by MFMA. However, the municipality has instances where the cash flow position was quite unfavorable, and it was then unable to service certain creditors as and when they became due. This resulted in the municipality incurring penalties and/or fruitless and wasteful expenditure due to late payment.

As of 30 September 2023 the municipality had an outstanding creditors amounting to R257.7 million and the bulk of this amount is made up by Bulk water: R 125.9 million

and bulk electricity: R 108.4 million.

Table C2 – Quarterly Financial Performance (Standard Classification)

NC093 Magareng - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		89,880	84,422	84,422	33,627	33,627	21,105	12,522	59%	84,422
Executive and council		59,064	62,541	62,541	25,901	25,901	15,635	10,266	66%	62,541
Finance and administration		30,815	21,881	21,881	7,726	7,726	5,470	2,256	41%	21,881
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1,638	1,393	1,393	739	739	348	391	112%	1,393
Community and social services		855	1,264	1,264	602	602	316	286	91%	1,264
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		783	130	130	137	137	32	104	322%	130
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		6,607	450	450	-	-	113	(113)	-100%	450
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		6,607	450	450	-	-	113	(113)	-100%	450
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		61,567	130,764	130,764	29,103	29,103	32,691	(3,588)	-11%	130,764
Energy sources		13,836	35,848	35,848	3,893	3,893	8,962	(5,069)	-57%	35,848
Water management		31,805	50,145	50,145	18,803	18,803	12,536	6,267	50%	50,145
Waste water management		8,390	35,402	35,402	3,736	3,736	8,851	(5,115)	-58%	35,402
Waste management		7,537	9,368	9,368	2,671	2,671	2,342	329	14%	9,368
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	159,692	217,029	217,029	63,469	63,469	54,257	9,211	17%	217,029
Expenditure - Functional										
<i>Governance and administration</i>		59,008	57,910	57,910	16,901	16,901	14,478	2,423	17%	57,910
Executive and council		15,645	13,006	13,006	3,121	3,121	3,251	(131)	-4%	13,006
Finance and administration		43,363	44,904	44,904	13,780	13,780	11,226	2,554	23%	44,904
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		25,412	12,754	12,754	3,115	3,115	3,189	(73)	-2%	12,754
Community and social services		13,491	2,571	2,571	602	602	643	(41)	-6%	2,571
Sport and recreation		3,565	5,218	5,218	1,386	1,386	1,304	81	6%	5,218
Public safety		4,383	3,747	3,747	851	851	937	(86)	-9%	3,747
Housing		3,974	1,219	1,219	277	277	305	(28)	-9%	1,219
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		7,800	24,739	24,389	5,844	5,844	6,097	(253)	-4%	24,389
Planning and development		4,449	6,164	6,164	1,133	1,133	1,541	(408)	-26%	6,164
Road transport		3,350	18,575	18,225	4,711	4,711	4,556	155	3%	18,225
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		111,664	82,271	82,621	13,647	13,647	20,655	(7,008)	-34%	82,621
Energy sources		55,238	35,688	35,688	3,122	3,122	8,922	(5,800)	-65%	35,688
Water management		25,856	24,970	25,320	5,293	5,293	6,330	(1,037)	-16%	25,320
Waste water management		23,754	17,115	17,115	4,160	4,160	4,279	(118)	-3%	17,115
Waste management		6,815	4,498	4,498	1,072	1,072	1,125	(53)	-5%	4,498
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	203,884	177,674	177,674	39,507	39,507	44,418	(4,911)	-11%	177,674
Surplus/ (Deficit) for the year		(44,191)	39,355	39,355	23,961	23,961	9,839	14,123	144%	39,355

Table C3 – Quarterly Fin’ Performance (Revenue and Expenditure by vote)

NC093 Magareng - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q1 First Quarter

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 01 - Executive & Council	1	59,064	62,541	62,541	25,901	25,901	15,635	10,266	65.7%	62,541
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		382	-	-	-	-	-	-	-	-
Vote 04 - Financial Services		30,433	21,881	21,881	7,726	7,726	5,470	2,256	41.2%	21,881
Vote 05 - Municipal Infrastructure		68,174	131,214	131,214	29,103	29,103	32,803	(3,701)	-11.3%	131,214
Vote 06 - Community Services		-	-	-	-	-	-	-	-	-
Vote 07 - Public Safety & Transport		1,638	1,393	1,393	739	739	348	391	112.1%	1,393
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		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	159,692	217,029	217,029	63,469	63,469	54,257	9,211	17.0%	217,029
Expenditure by Vote										
Vote 01 - Executive & Council	1	12,418	10,836	10,836	2,802	2,802	2,709	92	3.4%	10,836
Vote 02 - Office Of The Municipal Manager		658	2,169	2,169	169	169	542	(373)	-68.8%	2,169
Vote 03 - Corporate Services		15,140	15,806	15,806	3,328	3,328	3,952	(624)	-15.8%	15,806
Vote 04 - Financial Services		28,291	29,098	29,098	10,470	10,470	7,275	3,196	43.9%	29,098
Vote 05 - Municipal Infrastructure		119,086	104,180	104,180	19,267	19,267	26,045	(6,778)	-26.0%	104,180
Vote 06 - Community Services		-	-	-	-	-	-	-	-	-
Vote 07 - Public Safety & Transport		21,312	11,535	11,535	2,780	2,780	2,884	(104)	-3.6%	11,535
Vote 08 - Sports, Arts, Parks, Culture		-	-	-	-	-	-	-	-	-
Vote 09 - Planning & Development		6,978	4,048	4,048	691	691	1,012	(321)	-31.7%	4,048
Vote 10 - Hunan Settlements		-	-	-	-	-	-	-	-	-
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affairs		-	-	-	-	-	-	-	-	-
Vote 13 - Electricity Department		-	-	-	-	-	-	-	-	-
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	203,884	177,674	177,674	39,507	39,507	44,418	(4,911)	-11.1%	177,674
Surplus/ (Deficit) for the year	2	(44,191)	39,355	39,355	23,961	23,961	9,839	14,123	143.5%	39,355

Table C2 and C3 measures the quarterly actual against the year to date performance targets which is realized by vote and standard classification. 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.

Table C4: Quarterly Financial performance by Revenue Source and Expenditure Type

NC093 Magareng - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		13,836	33,713	33,713	3,442	3,442	8,428	(4,987)	-59%	33,713
Service charges - Water		6,009	9,156	9,156	693	693	2,289	(1,596)	-70%	9,156
Service charges - Waste Water Management		8,041	10,832	10,832	2,122	2,122	2,708	(586)	-22%	10,832
Service charges - Waste management		4,509	6,683	6,683	1,586	1,586	1,671	(85)	-5%	6,683
Sale of Goods and Rendering of Services		517	624	624	143	143	156	(13)	-8%	624
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		6,048	13,632	13,632	4,815	4,815	3,408	1,407	41%	13,632
Interest from Current and Non Current Assets		10,912	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		2	3	3	-	-	1	(1)	-	3
Rental from Fixed Assets		1	3	3	1	1	1	0	11%	3
Licence and permits		-	-	-	-	-	-	-	-	-
Operational Revenue		3,618	71	71	54	54	18	37	207%	71
Non-Exchange Revenue										
Property rates		12,263	13,926	13,926	3,228	3,228	3,481	(254)	-7%	13,926
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		679	135	135	83	83	34	49	-	135
Licence and permits		(2,359)	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational		69,438	68,488	68,488	29,475	29,475	17,122	12,353	-	68,488
Interest		-	4,798	4,798	1,509	1,509	1,199	309	-	4,798
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		382	-	-	-	-	-	-	-	-
Other Gains		-	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		133,896	162,062	162,062	47,149	47,149	40,515	6,633	16%	162,062
Expenditure By Type										
Employee related costs		48,606	53,709	53,709	10,551	10,551	13,427	(2,877)	-21%	53,709
Remuneration of councillors		4,673	4,807	4,807	1,170	1,170	1,202	(31)	-3%	4,807
Bulk purchases - electricity		23,257	25,000	25,000	870	870	6,250	(5,380)	-	25,000
Inventory consumed		13,699	12,920	12,920	3,064	3,064	3,230	(166)	-	12,920
Debt impairment		-	35,391	35,391	8,848	8,848	8,848	(0)	0%	35,391
Depreciation and amortisation		57,006	25,954	25,954	6,488	6,488	6,488	(0)	0%	25,954
Interest		7,530	-	-	-	-	-	-	-	-
Contracted services		5,700	9,594	9,594	1,373	1,373	2,398	(1,026)	-43%	9,594
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Irrecoverable debts written off		17,508	-	-	5,172	5,172	-	5,172	-	-
Operational costs		12,826	10,299	10,299	1,972	1,972	2,575	(603)	-23%	10,299
Losses on Disposal of Assets		13,079	-	-	-	-	-	-	-	-
Other Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		203,884	177,674	177,674	39,507	39,507	44,418	(4,911)	-11%	177,674
Surplus/(Deficit)		(69,987)	(15,612)	(15,612)	7,642	7,642	(3,903)	11,545	(0)	(15,612)
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-	-	-
		24,071	51,967	51,967	16,320	16,320	12,992	3,328	0	51,967
Transfers and subsidies - capital (in-kind)		1,725	3,000	3,000	-	-	750	(750)	(0)	3,000
Surplus/(Deficit) after capital transfers & contributions		(44,191)	39,355	39,355	23,961	23,961	9,839			39,355
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		(44,191)	39,355	39,355	23,961	23,961	9,839			39,355
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(44,191)	39,355	39,355	23,961	23,961	9,839			39,355
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(44,191)	39,355	39,355	23,961	23,961	9,839			39,355

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections are on service charges, electricity, water, wastewater management, Interest earned from receivables, Rental from fixed assets, fines, penalties & forfeits, Transfers and subsidies, Interest

and operational revenue.

In the case of expenditure, the following line items reflect material variance; Employee related cost, Bulk purchases, Contracted services, operational cost and Irrecoverable debts written off.

Reasons for deviations will only be provided for material variances and a variance is deemed to be material if it is 10% and more. Refer to table SC1.

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) - Q1 First Quarter

Vote Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 01 - Executive & Council		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 04 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 05 - Municipal Infrastructure		-	-	-	-	-	-	-	-	-
Vote 06 - Community Services		-	-	-	-	-	-	-	-	-
Vote 07 - Public Safety & Transport		-	-	-	-	-	-	-	-	-
Vote 08 - Sports, Arts, Parks, Culture		-	-	-	-	-	-	-	-	-
Vote 09 - 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		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 01 - Executive & Council		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		-	290	290	-	-	73	(73)	-100%	290
Vote 04 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 05 - Municipal Infrastructure		25,368	54,967	54,967	10,379	10,379	13,742	(3,362)	-24%	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		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	25,368	55,257	55,257	10,379	10,379	13,814	(3,435)	-25%	55,257
Total Capital Expenditure		25,368	55,257	55,257	10,379	10,379	13,814	(3,435)	-25%	55,257
Capital Expenditure - Functional Classification										
Governance and administration		-	290	290	-	-	73	(73)	-100%	290
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	290	290	-	-	73	(73)	-100%	290
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		25,368	54,967	54,967	10,379	10,379	13,742	(3,362)	-24%	54,967
Energy sources		-	-	-	-	-	-	-	-	-
Water management		23,885	35,452	35,452	9,677	9,677	8,863	814	9%	35,452
Waste water management		1,482	19,515	19,515	703	703	4,879	(4,176)	-86%	19,515
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	25,368	55,257	55,257	10,379	10,379	13,814	(3,435)	-25%	55,257
Funded by:										
National Government		23,885	31,967	31,967	8,004	8,004	7,992	13	0%	31,967
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	3,000	3,000	-	-	750	(750)	-100%	3,000
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	20,000	20,000	2,375	2,375	5,000	(2,625)	-52%	20,000
Transfers recognised - capital		23,885	54,967	54,967	10,379	10,379	13,742	(3,362)	-24%	54,967
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		1,482	290	290	-	-	73	(73)	-100%	290
Total Capital Funding		25,368	55,257	55,257	10,379	10,379	13,814	(3,435)	-25%	55,257

Table C5C: Monthly Capital Expenditure by Vote

NC093 Magareng - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - Q1 First Quarter

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure - Municipal Vote										
Expenditure of multi-year capital appropriation										
Vote 01 - Executive & Council	1	-	-	-	-	-	-	-	-	-
01.1 - Council & Executive Administration		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
02.1 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		-	-	-	-	-	-	-	-	-
03.1 - Administration And Legal		-	-	-	-	-	-	-	-	-
03.2 - Corporate Admin		-	-	-	-	-	-	-	-	-
03.3 - Human Resources		-	-	-	-	-	-	-	-	-
Vote 04 - Financial Services		-	-	-	-	-	-	-	-	-
04.1 - Finance Admin		-	-	-	-	-	-	-	-	-
Vote 05 - Municipal Infrastructure		-	-	-	-	-	-	-	-	-
05.1 - Technical Admin		-	-	-	-	-	-	-	-	-
05.2 - Roads And Stormwater		-	-	-	-	-	-	-	-	-
05.3 - Solid Waste Management		-	-	-	-	-	-	-	-	-
05.4 - Sanitation		-	-	-	-	-	-	-	-	-
05.5 - Water		-	-	-	-	-	-	-	-	-
05.6 - Electricity		-	-	-	-	-	-	-	-	-
Vote 06 - Community Services		-	-	-	-	-	-	-	-	-
Vote 07 - Public Safety & Transport		-	-	-	-	-	-	-	-	-
07.1 - Cemetary		-	-	-	-	-	-	-	-	-
07.2 - Library		-	-	-	-	-	-	-	-	-
07.3 - Library		-	-	-	-	-	-	-	-	-
07.4 - Traffic		-	-	-	-	-	-	-	-	-
07.5 - Traffic		-	-	-	-	-	-	-	-	-
07.6 - Parks And Recreation		-	-	-	-	-	-	-	-	-
07.7 - Safety		-	-	-	-	-	-	-	-	-
Vote 08 - Sports, Arts, Parks, Culture		-	-	-	-	-	-	-	-	-
Vote 09 - Planning & Development		-	-	-	-	-	-	-	-	-
09.1 - Planning And Development		-	-	-	-	-	-	-	-	-
09.2 - Led		-	-	-	-	-	-	-	-	-
09.3 - Idp		-	-	-	-	-	-	-	-	-
09.4 - Land Use		-	-	-	-	-	-	-	-	-
Vote 10 - Hunan Settlements		-	-	-	-	-	-	-	-	-
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affa		-	-	-	-	-	-	-	-	-
Vote 13 - Electricity Department		-	-	-	-	-	-	-	-	-
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total multi-year capital expenditure		-	-	-	-	-	-	-	-	-
Capital expenditure - Municipal Vote										
Expenditure of single-year capital appropriation										
Vote 01 - Executive & Council	1	-	-	-	-	-	-	-	-	-
01.1 - Council & Executive Administration		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
02.1 - Office Of The Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		-	290	290	-	-	73	(73)	-100%	290
03.1 - Administration And Legal		-	-	-	-	-	-	-	-	-
03.2 - Corporate Admin		-	290	290	-	-	73	(73)	-100%	290
03.3 - Human Resources		-	-	-	-	-	-	-	-	-
Vote 04 - Financial Services		-	-	-	-	-	-	-	-	-
04.1 - Finance Admin		-	-	-	-	-	-	-	-	-
Vote 05 - Municipal Infrastructure		25,368	54,967	54,967	10,379	10,379	13,742	(3,362)	-24%	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	703	703	4,879	(4,176)	-86%	19,515
05.5 - Water		23,885	35,452	35,452	9,677	9,677	8,863	814	9%	35,452
05.6 - Electricity		-	-	-	-	-	-	-	-	-
Vote 06 - Community Services		-	-	-	-	-	-	-	-	-
Vote 07 - Public Safety & Transport		-	-	-	-	-	-	-	-	-
07.1 - Cemetary		-	-	-	-	-	-	-	-	-
07.2 - Library		-	-	-	-	-	-	-	-	-
07.3 - Library		-	-	-	-	-	-	-	-	-
07.4 - Traffic		-	-	-	-	-	-	-	-	-
07.5 - Traffic		-	-	-	-	-	-	-	-	-
07.6 - Parks And Recreation		-	-	-	-	-	-	-	-	-
07.7 - Safety		-	-	-	-	-	-	-	-	-
Vote 08 - Sports, Arts, Parks, Culture		-	-	-	-	-	-	-	-	-
Vote 09 - Planning & Development		-	-	-	-	-	-	-	-	-
09.1 - Planning And Development		-	-	-	-	-	-	-	-	-
09.2 - Led		-	-	-	-	-	-	-	-	-
09.3 - Idp		-	-	-	-	-	-	-	-	-
09.4 - Land Use		-	-	-	-	-	-	-	-	-
Vote 10 - Hunan Settlements		-	-	-	-	-	-	-	-	-
Vote 11 - Idp, Pms Department		-	-	-	-	-	-	-	-	-
Vote 12 - Spatial Development, Planning & Traditional Affa		-	-	-	-	-	-	-	-	-
Vote 13 - Electricity Department		-	-	-	-	-	-	-	-	-
Vote 14 - Maluti Water		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total single-year capital expenditure		25,368	55,257	55,257	10,379	10,379	13,814	(3,435)	(0)	55,257
Total Capital Expenditure		25,368	55,257	55,257	10,379	10,379	13,814	(3,435)	(0)	55,257

FIGURE 1: CAPITAL EXPENDITURE Year to Date Actual vs. Year to Date Budget

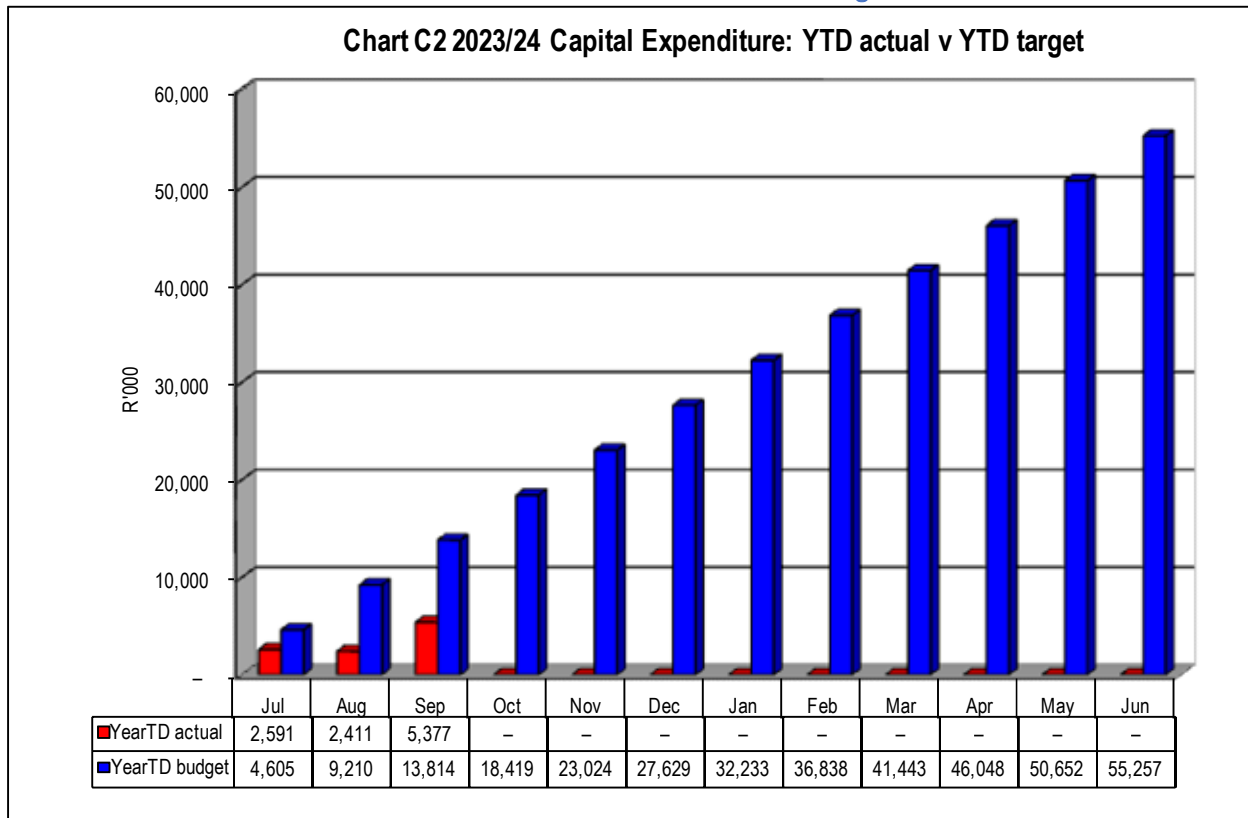
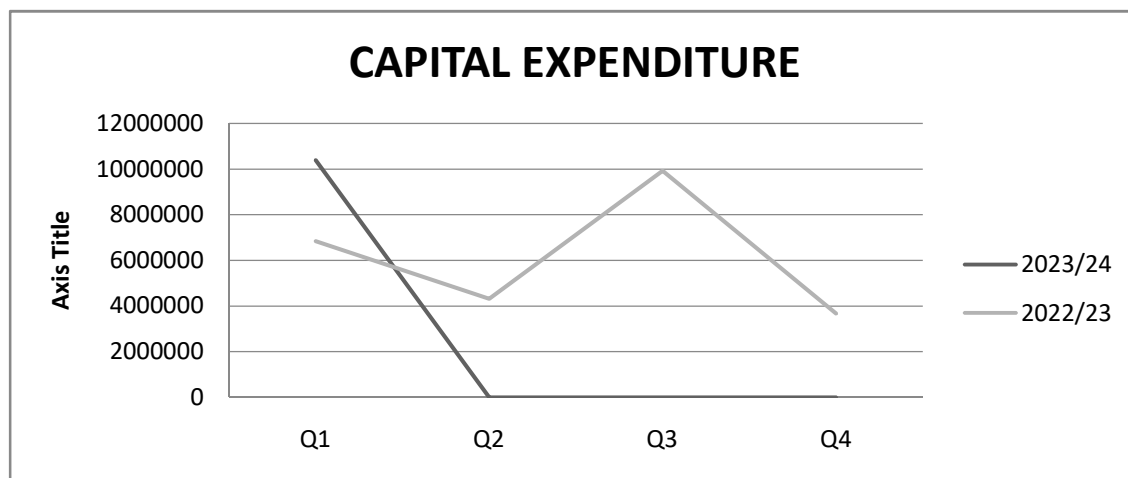


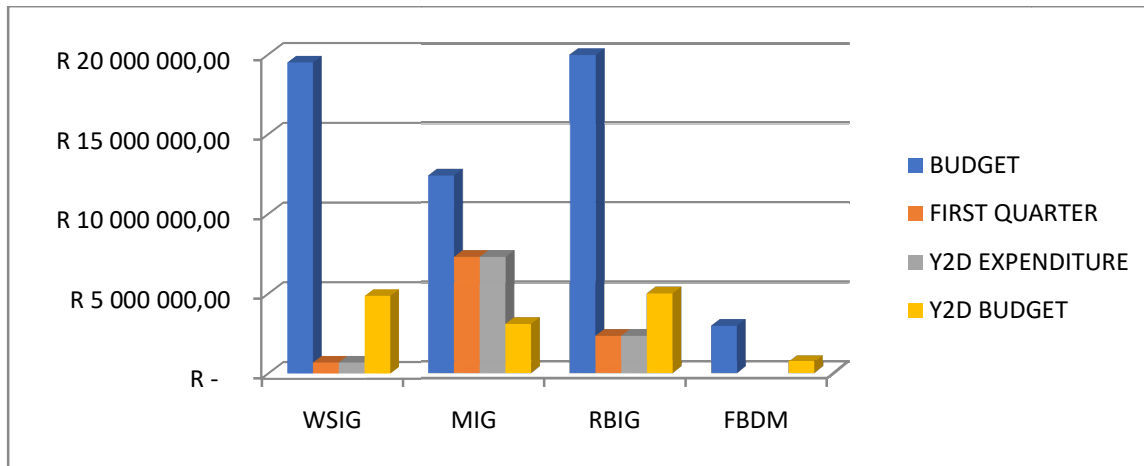
Table C5 Capex and C5C present capital expenditure performance for all votes, standard classification and the funding there of and measures the year-to-date performance targets against the actual capital expenditure figures. R 10.4 million spending was incurred on capital budget, year to date budget is R 13.8 million, and this gave an under-performance variance of R3.4million that translates a negative variance of 35%.

FIGURE 2: MONTHLY CAPITAL EXPENDITURE PERFORMANCE



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

FIGURE 3: CAPITAL EXPENDITURE BY SOURCE OF FINANCE



The above graph shows the components of sources of finance for capital budget, the total capital budget amounts to R55 million of which R 12.5 million is for Municipal Infrastructure Grant, R19.5 million is for Water Services Infrastructure Grant, R20 million is for Regional Bulk Infrastructure Grant and R3 million is funded by Frances Baard District and the spending per source of finance is presented in the above graph.

Table C6: Quarterly Budget Statement Financial Position

NC093 Magareng - Table C6 Monthly Budget Statement - Financial Position - Q1 First Quarter

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		(108 668)	(138 558)	(138 558)	7 105	(138 558)
Trade and other receivables from exchange transactions		24 219	90 110	90 110	21 160	90 110
Receivables from non-exchange transactions		8 952	15 690	15 690	9 062	15 690
Current portion of non-current receivables						
Inventory		116	(136)	(136)	116	(136)
VAT		58 909	54 920	54 920	59 797	54 920
Other current assets		(1 048)	(1 810)	(1 810)	(1 048)	(1 810)
Total current assets		(17 520)	20 216	20 216	96 193	20 216
Non current assets						
Investments						
Investment property		23 468	23 831	23 831	23 468	23 831
Property, plant and equipment		388 398	281 929	281 929	389 075	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						
Total non current assets		412 247	306 151	306 151	412 924	306 151
TOTAL ASSETS		394 728	326 367	326 367	509 117	326 367
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		(319)	165	165	-	165
Consumer deposits		1 309	611	611	1 312	611
Trade and other payables from exchange transactions		395 270	320 290	320 290	267 862	320 290
Trade and other payables from non-exchange transactions		14 222	(264)	(264)	13 819	(264)
Provision		7 219	9 051	9 051	8 676	9 051
VAT		23 900	24 009	24 009	24 023	24 009
Other current liabilities		-	2 224	2 224	-	2 224
Total current liabilities		441 600	356 086	356 086	315 691	356 086
Non current liabilities						
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		-	-	-	-	-
Total non current liabilities		8 539	11 911	11 911	7 998	11 911
TOTAL LIABILITIES		450 139	367 997	367 997	323 690	367 997
NET ASSETS	2	(55 411)	(41 630)	(41 630)	185 427	(41 630)
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		211 682	(41 630)	(41 630)	185 427	(41 630)
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	211 682	(41 630)	(41 630)	185 427	(41 630)

The above table shows the community wealth amounts to R185.4 million, total liabilities R 315,7 million and the total assets R 96,2 million. Taking the current liabilities and current assets together, the municipality has a current ratio of 0.30 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.

Table C7: Quarterly Budgeted Statement Cash Flow
NC093 Magareng - Table C7 Monthly Budget Statement - Cash Flow - Q1 First Quarter

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		-	4 874	4 874	1 771	1 771	1 218	552	45%	4 874
Service charges		-	20 261	20 261	4 726	4 726	5 065	(340)	-7%	20 261
Other revenue		-	786	786	2 500	2 500	197	2 303	1172%	786
Transfers and Subsidies - Operational		-	68 488	68 488	29 475	29 475	17 122	12 353	72%	68 488
Transfers and Subsidies - Capital		-	54 967	54 967	16 320	16 320	13 742	2 578	19%	54 967
Interest		-	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		-	(116 329)	(116 329)	(18 999)	(18 999)	(29 082)	(10 083)	35%	123 554
Interest		-	-	-	-	-	-	-	-	-
Transfers and Subsidies		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	33 047	33 047	35 792	35 792	8 262	(27 530)	-333%	272 930
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		0	-	-	0	0	-	0	#DIV/0!	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		-	(54 967)	(54 967)	(10 379)	(10 379)	(13 742)	(3 362)	24%	(52 257)
NET CASH FROM/(USED) INVESTING ACTIVITIES		0	(54 967)	(54 967)	(10 379)	(10 379)	(13 742)	(3 362)	24%	(52 257)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	3	3	-	3	#DIV/0!	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	3	3	-	(3)	#DIV/0!	-
NET INCREASE/(DECREASE) IN CASH HELD		0	(21 920)	(21 920)	25 415	25 415	(5 480)			220 673
Cash/cash equivalents at beginning:		242	242	242	(1 125)	734	242			734
Cash/cash equivalents at month/year end:		242	(21 678)	(21 678)		26 149	(5 238)			221 407

Table C7 provides details of the quarterly cash in and outflow. For the period ending 30 September 2023 the net cash from operating activities is R35,7 million whilst cash used for investing activities is R10.4 million and the net cash from financing activities is R3 thousand. The cash and cash equivalent held at end of the financial year amounted to R 26.1million.

PART 2: SUPPORTING TABLES

DESCRIPTION	VARIANCE	REASON FOR MATERIAL VARIANCE	REMEDIAL OR CORRECTIVE STEPS/REMARKS
REVENUE BY SOURCE			
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	-59%	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	-70%	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	-5%	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	-8%	The actual revenue is less than the projected monthly revenue	The variance is immaterial and no remedial action is needed
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	146%	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	72%	The monthly actual revenue is less than the actual budgeted revenue	The municipality receives grants as per DoRA schedule
Operational Revenue	207%	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.
EXPENDITURE BY TYPE			
Employee related costs	-21%	the actual expenditure incurred is less than the projected monthly actual	There are still vacant posts that needs to be filled
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	-86%	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	-5%	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	-43%	the actual expenditure incurred is less than the projected monthly actual	Line item will be monitored before an adjustment is made, as some pprojects are still on bid processes Valuation roll.
Operational costs	-23%	the actual expenditure incurred is less than the projected monthly actual	Line item will be monitored before an adjustment is made.

Supporting Table: SC 1 Material Variance Explanations (Continuation)

Capital expenditure			
National government	0%	the actual expenditure incurred is more than the projected monthly actual	No remedies needed
CASH FLOW			
Receipts			
Property rates	45%	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 in January
Service charges	-7%	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	1172%	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	72%	The actual revenue is less than the projected monthly revenue	The municipality receives grants as per DoRA schedule
Transfers and Subsidies - Capital	19%	The actual revenue is less than the projected monthly revenue	The municipality receives grants as per DoRA schedule

Table SC3: Debtors Analysis

Table below provides a breakdown of the consumer and sundry debtors at the end of the first quarter. The outstanding debtors amounted to R 386.2 million as at 30 September 2023. Consumer debtors amount to R 253.4 million and sundry debtors' amounts to R 132.8 million as at end of the First quarter.

NC093 Magareng - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q1 First Quarter

Description	NT Code	Budget Year 2023/24										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		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	350	292	293	311	287	305	4,683	62,962	69,484	68,549		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	471	265	264	208	153	121	778	25,968	28,227	27,227		
Receivables from Non-exchange Transactions - Property Rates	1400	1,020	937	873	907	840	757	4,640	42,805	52,779	49,949		
Receivables from Exchange Transactions - Waste Water Management	1500	792	794	804	763	740	751	4,543	51,410	60,598	58,207		
Receivables from Exchange Transactions - Waste Management	1600	583	572	576	535	519	526	3,190	35,825	42,327	40,595		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	2,136	2,151	2,125	1,568	1,556	1,554	9,006	110,791	130,886	124,475		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	34	7	76	22	7	9	80	1,688	1,923	1,806		
Total By Income Source	2000	5,387	5,018	5,010	4,314	4,101	4,022	26,920	331,450	386,223	370,808	-	-
2022/23 - totals only		4,828	4,303	4,175	4,514	4,671	4,895	27,482	326,448	381,318	368,011		
Debtors Age Analysis By Customer Group													
Organs of State	2200	341	312	270	213	200	168	778	4,111	6,394	5,471		
Commercial	2300	549	395	405	359	286	294	2,049	19,285	23,623	22,274		
Households	2400	4,497	4,310	4,335	3,742	3,615	3,559	24,093	308,054	356,206	343,064		
Other	2500	-	-	-	-	-	-	-	-	-	-		
Total By Customer Group	2600	5,387	5,018	5,010	4,314	4,101	4,022	26,920	331,450	386,223	370,808	-	-

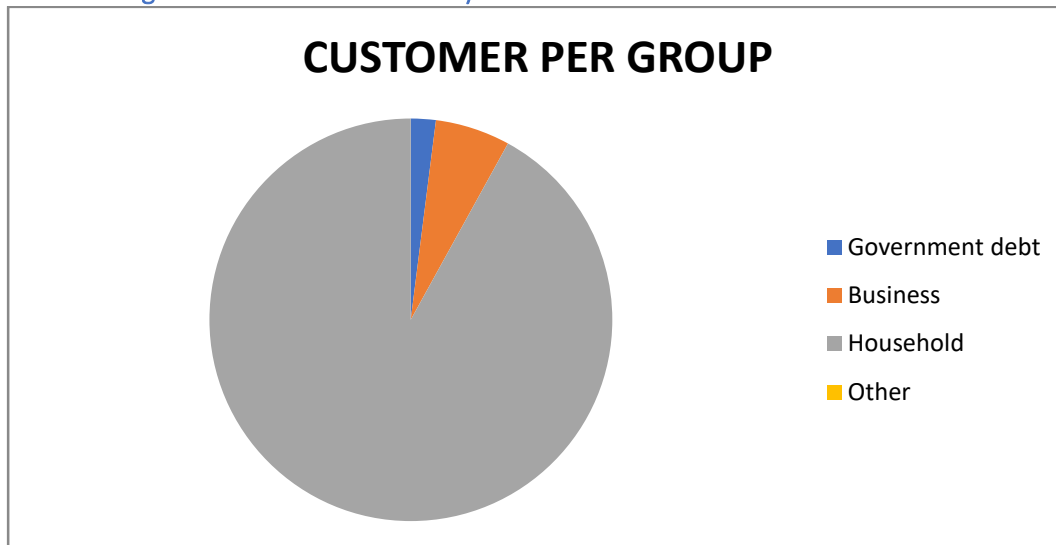
Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at the end of September amount to R 386.2 million. The debtors' book is made up of the following: Indicated in the table above, is the total outstanding debt per Income Source. The highest percentage weighting of debt owed is attributable to:

- Rates 14%
- Electricity 7%
- Water 18%
- Waste water management 16%
- Waste management 11%
- Interest on Debtors 34%
- Other 1%

Weighting per Customer Group

- Government debt constitutes 2%, Businesses 6%, and Households 92% of the total outstanding debt.

FIGURE 4: Aged Consumer Debtors analysis



From the above graph it can be depicted that the highest debt is attributed to the Household.

The debtors' age analysis is graphically presented below.

FIGURE 5: Aged Consumer Debtors analysis

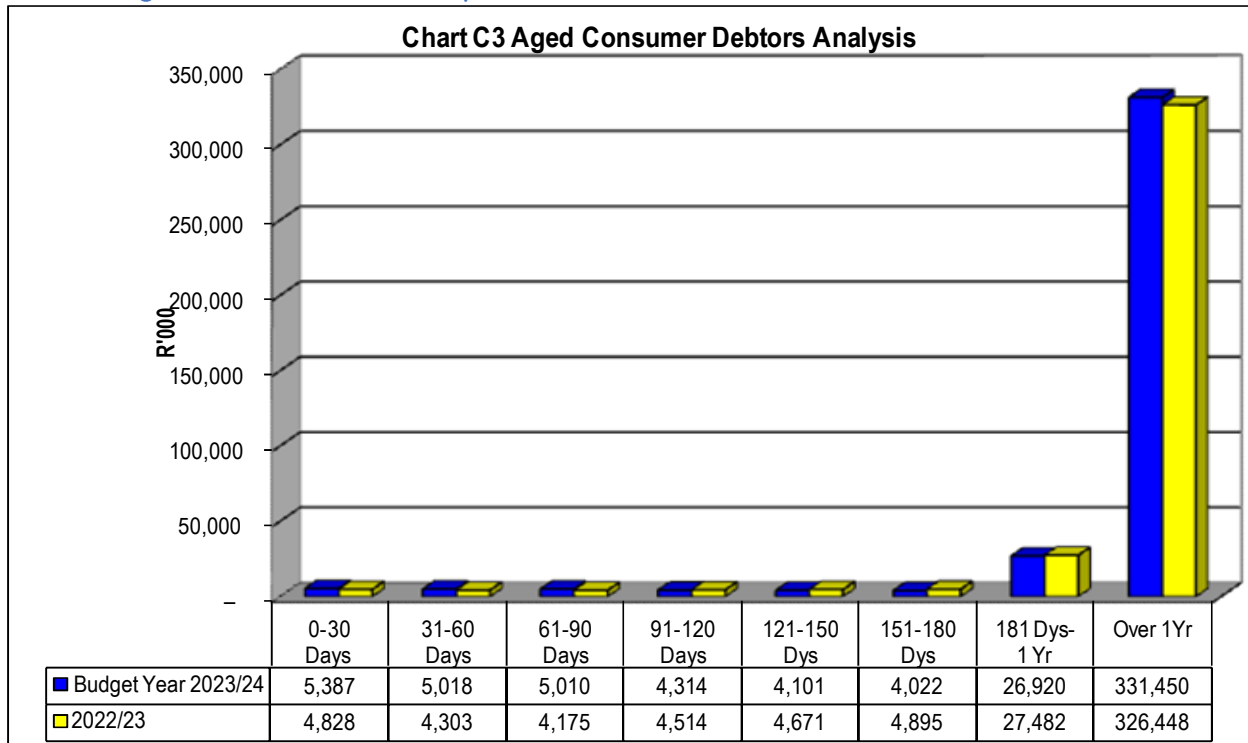


FIGURE 6: Consumer Debtors (Total by Debtor Consumer Category)

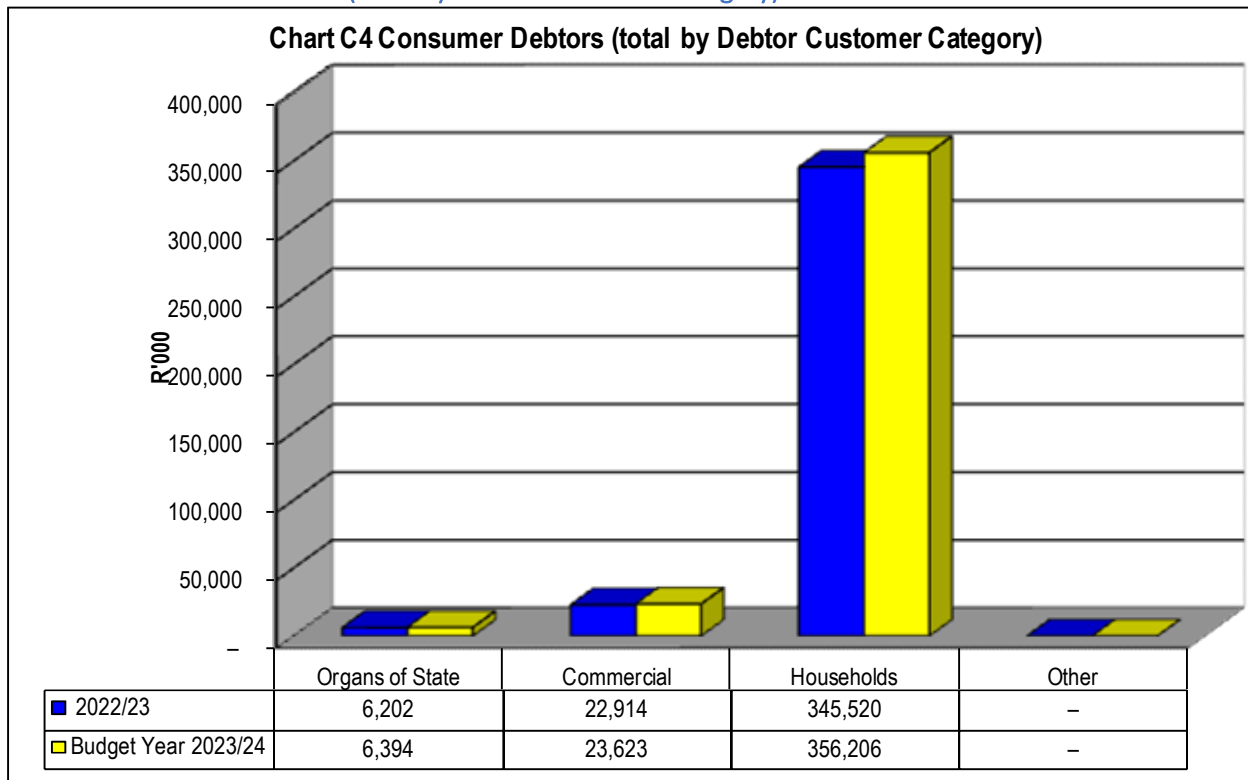
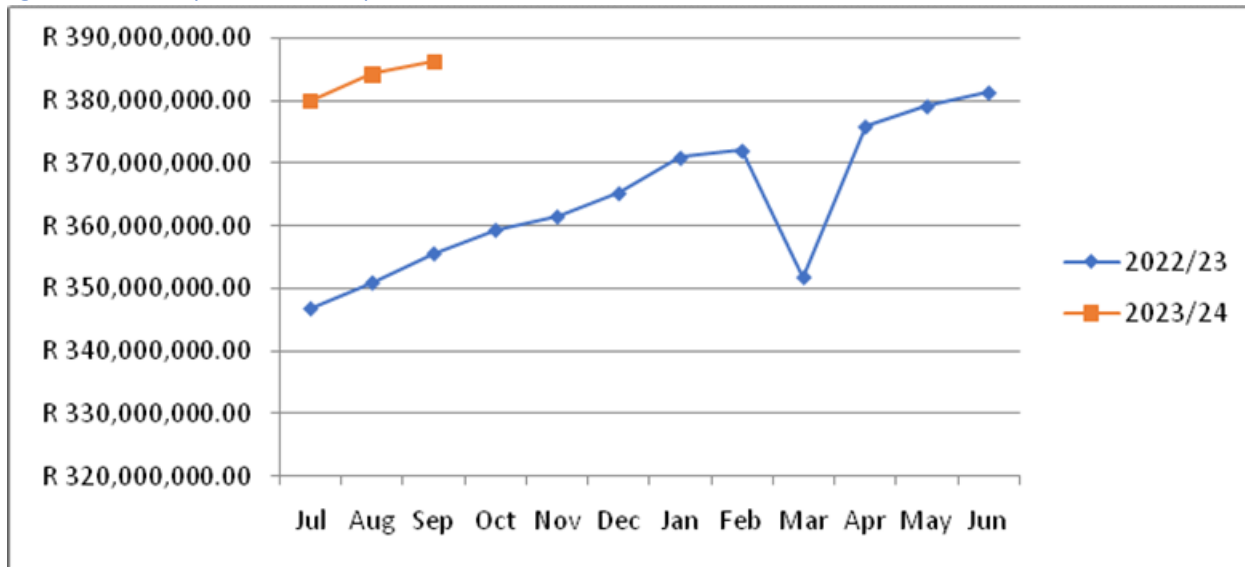


Figure 7: Monthly Debtors Comparison



The initial graph compares debtors' age analysis for 2022/23 financial year and 2023/24 (as at end of June 2023) whilst the latter shows monthly movement of debtors for both the current financial year and the 2022/23 financial year. From the above graph it can be depicted that the current outstanding debtors have increased significantly when we compare the slope of both the last financial year and current financial year's trends

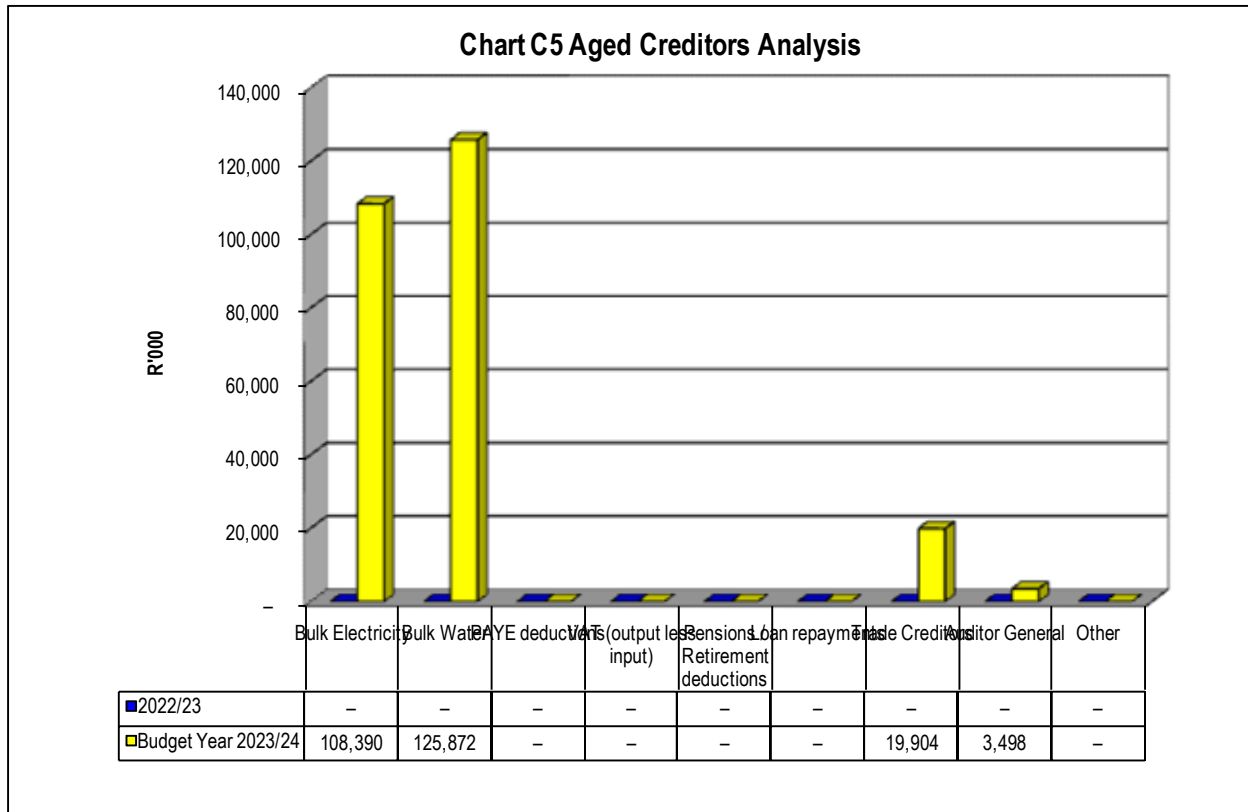
Table SC4: Creditors Analysis

NC093 Magareng - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q1 First Quarter

Description	NT Code	Budget Year 2023/24								Total
		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	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	2,724	4,950	6,101	5,081	6,800	43,350	39,385	-	108,390
Bulk Water	0200	1,102	1,151	1,456	1,406	1,818	12,406	14,231	92,302	125,872
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	1,070	1,056	4,006	4,186	2,721	2,717	4,147	19,904
Auditor General	0800	449	895	530	436	508	317	41	323	3,498
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	4,275	8,066	9,144	10,928	13,311	58,793	56,374	96,772	257,664

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 September 2023 amounted to R 257.6 million. This amount is made up of various creditors which include amongst others is Eskom of R 108.3 million, and Vaalharts water of R 125.8 million. The municipality cannot pay its creditors within 30 days due to low revenue collection.

FIGURE 8: Aged Creditors Analysis



The above graph shows municipal creditors for the financial year 2023/24.

Table SC5: Investment Portfolio Analysis

NC093 Magareng - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Q1 First Quarter

Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Months	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial/ Premature Withdrawal (4)	Investment Top Up	Closing Balance	
															R thousands
Municipality															
MAGARENG LOCAL MUNICIPALITY															
Municipality sub-total											-	-	-		
Entities															
ABSA (9351945669)		3 MONTHS	7 DAYS	YES					2023/07/24	163	1	(164)	-	(0)	
ABSA (9380541602)		3 MONTHS	7 DAYS	YES					2023/09/23	10 000	91	(7 400)	8 664	11 355	
ABSA (9356871747)		3 MONTHS	7 DAYS	YES					2023/08/20	19	0	-	-	20	
Entities sub-total											10 182	93	(7 564)	8 664	11 375
TOTAL INVESTMENTS AND INTEREST											10 182	93	(7 564)	8 664	11 375

Supporting Table SC5 displays the council's investment portfolio and indicates that the municipality had an opening balance of R182 thousand, earned interest of R93 thousand and withdrawals amount to R7.6 million with an initial top up investment of R8.7 million by the end of the first quarter the municipality had a closing amount of R11.4 million.

Table SC6- Allocation and grant receipts

NC093 Magareng - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q1 First Quarter

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		65,086	65,541	65,541	28,901	28,901	16,385	12,516	76.4%	65,541
Equitable Share		57,991	61,591	61,591	25,663	25,663	15,398	10,265	66.7%	61,591
Expanded Public Works Programme Integrated Grant		1,073	950	950	238	238	238	0	0.2%	950
Local Government Financial Management Grant		3,000	3,000	3,000	3,000	3,000	750	2,250	300.0%	3,000
Municipal Disaster Relief Grant		3,021	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		3,586	1,800	1,800	-	-	450	(450)	-100.0%	1,800
Specify (Add grant description)		3,586	1,800	1,800	-	-	450	(450)	-100.0%	1,800
Other grant providers:		767	1,147	1,147	574	574	287	287	100.0%	1,147
Education Training and Development Practices SETA		-	-	-	-	-	-	-	-	-
National Library South Africa		767	1,147	1,147	574	574	287	287	100.0%	1,147
Post Retirement Benefit		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	69,438	68,488	68,488	29,475	29,475	17,122	12,353	72.1%	68,488
Capital Transfers and Grants										
National Government:		24,071	51,967	51,967	16,320	16,320	12,992	3,328	25.6%	51,967
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		16,962	12,452	12,452	5,000	5,000	3,113	1,887	60.6%	12,452
Regional Bulk Infrastructure Grant		-	20,000	20,000	1,562	1,562	5,000	(3,438)	-68.8%	20,000
Water Services Infrastructure Grant		7,109	19,515	19,515	9,758	9,758	4,879	4,879	100.0%	19,515
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		1,725	3,000	3,000	-	-	750	(750)	-100.0%	3,000
Specify (Add grant description)		1,725	3,000	3,000	-	-	750	(750)	-100.0%	3,000
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	25,796	54,967	54,967	16,320	16,320	13,742	2,578	18.8%	54,967
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	95,234	123,455	123,455	45,794	45,794	30,864	14,930	48.4%	123,455

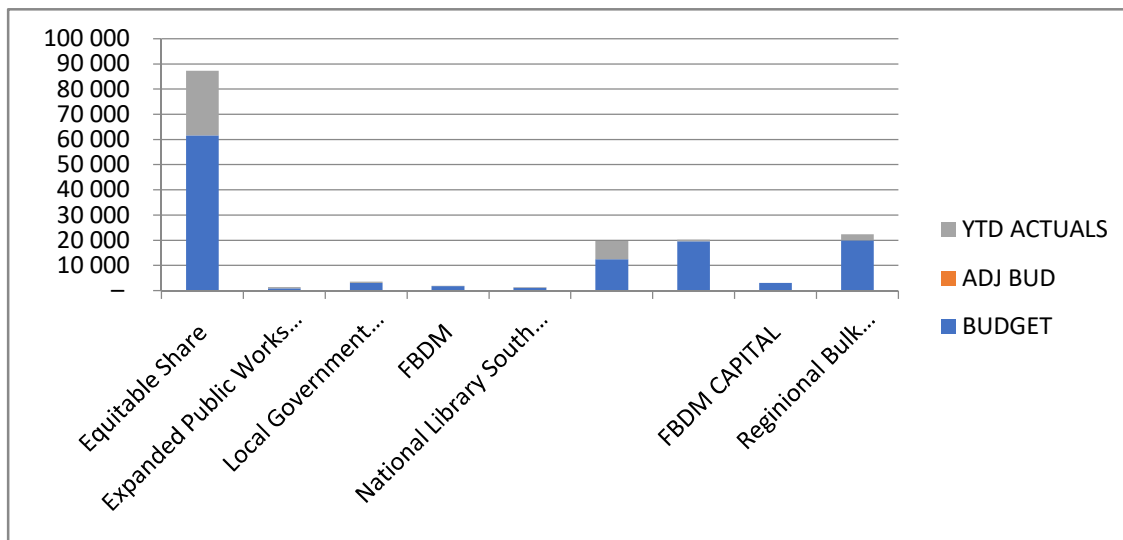
Supporting tables SC6 provides details of grants received. For the first quarter the municipality received R45.8 million of which the major portion is attributed to equitable share. In the reporting period, all gazetted grants were received according to National Treasury's grants payment schedule.

Table SC7: Transfers and Grant Expenditure

NC093 Magareng - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q1 First Quarter

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		38,692	65,541	65,541	26,666	26,666	7,882	18,784	238.3%	31,527
Equitable Share		30,958	61,591	61,591	25,663	25,663	6,894	18,769	272.2%	27,577
Expanded Public Works Programme Integrated Grant		1,261	950	950	422	422	238	185	77.7%	950
Local Government Financial Management Grant		6,473	3,000	3,000	581	581	750	(169)	-22.5%	3,000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		1,210	1,800	1,800	133	133	450	(317)	-70.5%	1,800
FBDM		1,210	1,800	1,800	133	133	450	(317)	-70.5%	1,800
Other grant providers:		858	1,147	1,147	273	273	287	(14)	-4.7%	1,147
Education Training and Development Practices SETA		-	-	-	-	-	-	-	-	-
National Library South Africa		858	1,147	1,147	273	273	287	(14)	-4.7%	1,147
Total operating expenditure of Transfers and Grants:		40,760	68,488	68,488	27,072	27,072	8,619	18,454	214.1%	34,474
Capital expenditure of Transfers and Grants										
National Government:		23,885	31,967	31,967	8,004	8,004	7,992	13	0.2%	31,967
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		12,531	12,452	12,452	7,302	7,302	3,113	4,189	134.6%	12,452
Water Services Infrastructure Grant		11,354	19,515	19,515	703	703	4,879	(4,176)	-85.6%	19,515
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	3,000	3,000	-	-	750	(750)	-100.0%	3,000
FBDM CAPITAL		-	3,000	3,000	-	-	750	(750)	-100.0%	3,000
Other grant providers:		-	20,000	20,000	2,375	2,375	5,000	(2,625)	-52.5%	20,000
Regional Bulk Infrastructure Grant		-	20,000	20,000	2,375	2,375	5,000	(2,625)	-52.5%	20,000
Total capital expenditure of Transfers and Grants		23,885	54,967	54,967	10,379	10,379	13,742	(3,362)	-24.5%	54,967
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		64,645	123,455	123,455	37,452	37,452	22,360	15,091	67.5%	89,441

For the first quarter the municipality has accumulated an expenditure of R37.5 million. A total amount of R 37.5million have been spent on grants during the first quarter of the financial year and the year to date budget there of amount to R22.4 million and this resulted in an over spending variance of R 15.1 million that translates to a positive 67.5%. The total spending amounts to R 37.5 million, R27.1 million is spent on operational grants whilst R 10.4 million is spent of capital grant.



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

- Financial Management Grant 8%
- Expanded Public Work Programme 14%
- Equitable Share 3%
- Frances Baard District Municipality Grant 0%
- Library Grant 8%
- Municipal Infrastructure Grant 29%
- Water Services Infrastructure Grant 4%
- Regional Bulk Infrastructure Grant 5%
- Frances Baard District Municipality Grant (Capital) 0%

Table SC8: Councilor Allowances and Employee Benefits

NC093 Magareng - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q1 First Quarter

Summary of Employee and Councilor remuneration	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Q1	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		3 173	3 222	3 222	803	803	805	(3)	0%	3 222
Pension and UIF Contributions		448	452	452	91	91	113	(22)	-19%	452
Medical Aid Contributions		115	123	123	31	31	31	(0)	0%	123
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		481	481	481	117	117	120	(3)	-3%	481
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		456	529	529	129	129	132	(3)	-2%	529
Sub Total - Councillors		4 673	4 807	4 807	1 170	1 170	1 202	(31)	-3%	4 807
% increase	4		2,9%	2,9%						2,9%
Senior Managers of the Municipality										
Basic Salaries and Wages		1 040	2 829	2 829	252	252	707	(456)	-64%	2 829
Pension and UIF Contributions		125	314	314	28	28	79	(51)	-65%	314
Medical Aid Contributions		69	122	122	12	12	31	(18)	-60%	122
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		67	231	231	-	-	58	(58)	-100%	231
Motor Vehicle Allowance		820	1 500	1 500	13	13	375	(362)	-97%	1 500
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	154	154	-	-	39	(39)	-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		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		63	166	166	-	-	42	-	-	166
Acting and post related allowance		-	-	-	-	-	-	-	-	-
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		2 185	5 317	5 317	305	305	1 329	(1 024)	-77%	5 317
% increase	4		143,4%	143,4%						143,4%
Other Municipal Staff										
Basic Salaries and Wages		31 350	34 670	34 670	7 962	7 962	8 667	(705)	-8%	34 670
Pension and UIF Contributions		6 067	6 428	6 428	1 418	1 418	1 607	(190)	-12%	6 428
Medical Aid Contributions		2 305	2 569	2 569	441	441	642	(201)	-31%	2 569
Overtime		2 327	1 000	1 000	106	106	250	(144)	-57%	1 000
Performance Bonus		2 948	2 829	2 829	160	160	707	(548)	-77%	2 829
Motor Vehicle Allowance		62	53	53	13	13	13	(1)	-5%	53
Cellphone Allowance		74	66	66	11	11	17	(6)	-36%	66
Housing Allowances		70	77	77	13	13	19	(6)	-33%	77
Other benefits and allowances		456	491	491	86	86	123	(37)	-30%	491
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	110	110	-	-	28	(28)	-100%	110
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		248	100	100	37	37	25	12	47%	100
In kind benefits		514	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		46 422	48 392	48 392	10 246	10 246	12 098	(1 852)	-15%	48 392
% increase	4		4,2%	4,2%						4,2%
Total Parent Municipality		53 279	58 516	58 516	11 721	11 721	14 629	(2 908)	-20%	58 516
TOTAL SALARY, ALLOWANCES & BENEFITS		53 279	58 516	58 516	11 721	11 721	14 629	(2 908)	-20%	58 516
% increase	4		9,8%	9,8%						9,8%
TOTAL MANAGERS AND STAFF		48 606	53 709	53 709	10 551	10 551	13 427	(2 877)	-21%	53 709

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid for the first quarter amounts to R11.7 million with and the year to date budget is R 14.6 million, which results in a negative variance of 20% when we compare our year to date actual with the year to date budget.

Table SC9: Actual and Revised Targets for Cash Receipts

NC093 Magareng - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Q1 First Quarter

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
R thousands	1	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		636	563	572	406	406	406	406	406	406	406	406	(146)	4 874	5 090	5 329
Service charges - Electricity revenue		1 100	1 273	1 156	911	911	911	911	911	911	911	911	113	10 926	11 163	11 687
Service charges - Water revenue		139	223	188	267	267	267	267	267	267	267	267	518	3 204	3 361	3 519
Service charges - Waste Water Management		72	75	130	316	316	316	316	316	316	316	316	987	3 791	3 977	4 164
Service charges - Waste Mangement		113	118	138	195	195	195	195	195	195	195	195	411	2 339	2 454	2 569
Rental of facilities and equipment		-	0	0	2	2	2	2	2	2	2	2	9	27	23	24
Interest earned - external investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	5	5	5	5	5	5	5	5	22	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	5 707	(6 645)	68 488	69 487	69 431
Other revenue		86	158	2 256	58	58	58	58	58	58	58	58	(2 269)	694	728	763
Cash Receipts by Source		27 809	5 648	5 014	7 865	7 865	7 865	7 865	7 865	7 865	7 865	7 865	(7 010)	94 382	96 328	97 535
Other Cash Flows by Source																
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		-	1 562	14 758	4 581	4 581	4 581	4 581	4 581	4 581	4 581	4 581	2 003	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	-	-	-	-	-	-	-	-	(8)	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		27 878	7 577	20 716	12 446	12 446	12 446	12 446	12 446	12 446	12 446	12 446	(5 015)	149 349	111 241	112 225
Cash Payments by Type																
Employee related costs		3 518	3 416	3 616	(4 476)	(4 476)	(4 476)	(4 476)	(4 476)	(4 476)	(4 476)	(4 476)	(28 453)	(53 709)	(56 091)	(58 178)
Remuneration of councillors		390	390	390	401	401	401	401	401	401	401	401	432	4 807	5 109	5 429
Interest		-	-	870	(2 083)	(2 083)	(2 083)	(2 083)	(2 083)	(2 083)	(2 083)	(2 083)	(9 203)	(25 000)	(26 225)	(27 458)
Bulk purchases - Electricity		483	689	1 892	(1 077)	(1 077)	(1 077)	(1 077)	(1 077)	(1 077)	(1 077)	(1 077)	(7 371)	(12 920)	(12 134)	(12 670)
Acquisitions - water & other inventory		66	368	939	(3 555)	(3 555)	(3 555)	(3 555)	(3 555)	(3 555)	(3 555)	(3 555)	(15 594)	(42 663)	(4 843)	(4 304)
Contracted services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure		456	835	681	494	494	494	494	494	494	494	494	5	5 931	5 706	6 005
Cash Payments by Type		4 913	5 698	8 388	(10 296)	(10 296)	(10 296)	(10 296)	(10 296)	(10 296)	(10 296)	(10 296)	(60 184)	(123 554)	(88 479)	(91 175)
Other Cash Flows/Payments by Type																
Capital assets		2 591	2 411	5 377	4 355	4 355	4 355	4 355	4 355	4 355	4 355	4 355	7 040	52 257	15 217	15 009
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		7 504	8 109	13 765	(5 941)	(5 941)	(5 941)	(5 941)	(5 941)	(5 941)	(5 941)	(5 941)	(53 144)	(71 297)	(73 262)	(76 166)
NET INCREASE/(DECREASE) IN CASH HELD		20 374	(533)	6 951	18 387	18 387	18 387	18 387	18 387	18 387	18 387	18 387	48 129	220 646	184 504	188 391
Cash/cash equivalents at the month/year beginning:		734	21 107	20 575	27 526	45 913	64 300	82 688	101 075	119 462	137 849	156 236	174 623	734	221 380	405 883
Cash/cash equivalents at the month/year end:		21 107	20 575	27 526	45 913	64 300	82 688	101 075	119 462	137 849	156 236	174 623	222 753	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.

Table SC12: Capital Expenditure Trend

NC093 Magareng - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Q1 First Quarter

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									
Monthly expenditure performance trend									
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	-	-	18,419	18,419	100.0%	0%
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%	-
Total Capital expenditure	25,368	55,257	55,257	10,379					

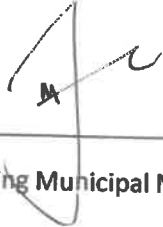
Supporting table SC12 provides information on the monthly trends for capital expenditure and this table serves as a supporting table for table C5. In terms of this table the capital expenditure for the first quarter amounts to R10.4 million.

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 the First Quarter has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.



Acting Municipal Manager

14 October 2023

Date