



MATATIELE
LOCAL MUNICIPALITY

2020/2021
MONTHLY MAYORS
SECTION 71
REPORT

MONTH ENDED
31ST DECEMBER 2020

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GLOSSARY

Annual Budget – Prescribed in section 16 of the MFMA - the formal means by which a Municipality approve official budget for the next three years.

Adjustment Budget – Prescribed in section 28 of the MFMA – the formal means by which a Municipality may revise its annual budget during the year.

Allocations (Transfers – see DORA) – Money received from Provincial or National Government.

Budget Related Policy(ies) – Policies of a Municipality affecting or affected by the budget, examples include Tariff Policy, Rates Policy, Credit Control and Debt Collection Policies.

Capital Expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet and must be included in the asset register.

Cash Flow Statement – A statement showing when actual cash will be received and spent by the Municipality. Payments do not always coincide with budgeted expenditure timings - for example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government (see Allocations / Transfers).

Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services and to compensate loss of RSC levies.

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

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations dated April 2009.

MFMA – The Municipal Finance Management Act – Act No. 56 of 2003. The principle piece of legislation relating to municipal financial management. mSCOA – Municipal Standard Chart of Accounts.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating Expenditure –The day-to-day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the Rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budgeted estimates.

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

Unauthorised Expenditure – Generally, spending without, or in excess of, an Approved Budget.

Virement – A transfer of funds within a vote.

Virement Policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

Vote – One of the main segments into which a budget is divided. In Garden Route District, this means the different GFS classification the budget is divided.

LEGISLATIVE FRAMEWORK

This report has been prepared in terms of the following enabling legislation:

The municipal Finance Management Act No. 56 of 2003

Section 71: Monthly budget Statements

Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations

PART 1-IN-YEAR REPORT

Section 1-Resolutions

These are the resolutions being presented to Council in the monthly report on the implementation of budget and financial state of affairs of the municipality as required in terms of section 71 of the Municipal Finance Management Act 56 of 2003 and the Municipal Budget and Reporting Regulations

Regulation 28 of the Municipal Budget and Reporting Regulations states:

“The monthly budget statement of a municipality must be in the format specified in the Schedule C and include all required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”

Recommendations:

- That, Council takes note of the monthly budget statement and supporting documentation for the month 31st December 2020.
- That, the submission of section 71 reports and to Provincial and National Treasuries 10 days after the end of each month be noted by Council.

Section 2-Executive summary

2.1 Introduction

The aim of the Financial Monitoring Report (FMR) is to provide a monthly update and report on the municipality's consolidated performance in terms of the budget, indicate any material variances from Service delivery and Budget Implementation Plan (SDBIP) and provide any remedial action or corrective steps to be taken.

2.2 Consolidated Performance (Revenue & Expenditure)

Revenue by source

The total revenue received for the month ended 31st December 2020 amounted to **R 136,337,467** which represents **27%** of the total annual approved budget figure of **R509,920,764** (including grants) and **25%** of the adjusted budget figure of **R 539,701,764**, revenue recognised to date represents **67%** of the adjusted budget. The majority of the revenue recognised of **R5,158,681** related to service charges: electricity revenue.

Operating Expenditure by type

Operating expenditure for the month ended 31st December amounted to **R 23,760,541** which represents **6%** of total approved operating expenditure budget figure of **R408,392,856** and **5%** of the adjusted budget amount of **R 435,074,576**, of this expenditure the majority relates to Council and employee related cost and payment of monthly contracted services.

Capital Expenditure

The approved annual capital budget for the financial year amounts to **R174,313,680**, this was adjusted to **R 177,313,684**. Capital expenditure incurred for the month ended 31st December 2020 amounted to **R 27,379,697**. This represents **16%** of the approved capital expenditure budget and **15%** of the adjusted capital budget. Capital expenditure incurred to date represents **48%** of the total capital expenditure budget.

2.3 Material variances from the SDBIP

Variances and deficiencies are identified in terms of the SDBIP. These are reported on and monitored by the Performance Management Unit, situated in the Office of the Municipal Manager, as applicable.

2.4 Remedial or corrective steps

HODs and unit managers are sent monthly income and expenditure reports to monitor expenditure and revenue performance of each department, ensure spending is within budget and is aligned to the IDP's Strategic Goals.

Section 3

IN-YEAR BUDGET STATEMENT TABLES

3.1 Monthly budget statements

3.1.1 Table C1 Monthly Budget Statement Summary

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	44,904	48,190	48,190	1,627	41,166	24,095	17,071	71%	48,190
Service charges	58,434	68,817	68,817	7,387	27,837	34,408	(6,571)	-19%	68,817
Investment revenue	12,973	14,650	14,650	819	4,078	7,325	(3,247)	-44%	14,650
Transfers and subsidies	244,441	256,212	305,993	124,728	239,948	152,997	86,952	57%	305,993
Other own revenue	19,092	20,525	20,525	1,777	10,306	10,263	43	0%	20,525
Total Revenue (excluding capital transfers and contributions)	379,844	408,394	458,175	136,337	323,335	229,087	94,247	41%	458,175
Employee costs	115,402	125,231	125,231	9,664	57,140	62,615	(5,475)	-9%	125,231
Remuneration of Councillors	20,834	21,537	21,537	1,605	9,946	10,769	(823)	-8%	21,537
Depreciation & asset impairment	47,731	33,110	33,110	-	-	16,555	(16,555)	-100%	33,110
Finance charges	3	-	-	-	-	-	-	-	-
Materials and bulk purchases	44,131	53,567	53,717	3,572	30,252	26,783	3,469	13%	53,717
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	129,629	174,949	201,480	8,919	52,437	87,474	(35,038)	-40%	201,480
Total Expenditure	357,729	408,393	435,075	23,761	149,774	204,196	(54,423)	-27%	435,075
Surplus/(Deficit)	22,114	1	23,100	112,577	173,561	24,891	148,670	597%	23,100
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	124,782	101,527	81,527	-	36,974	40,763	(3,790)	-9%	81,527
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	146,896	101,528	104,627	112,577	210,534	65,654	144,880	221%	104,627
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	146,896	101,528	104,627	112,577	210,534	65,654	144,880	221%	104,627
Capital expenditure & funds sources									
Capital expenditure	155,644	174,314	177,314	27,380	84,232	88,657	(4,425)	-5%	177,314
Capital transfers recognised	95,417	99,340	79,340	16,905	48,031	39,670	8,361	21%	79,340
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	60,228	74,974	97,974	10,475	36,200	97,974	(61,773)	-63%	97,974
Total sources of capital funds	155,644	174,314	177,314	27,380	84,232	137,644	(53,412)	-39%	177,314
Financial position									
Total current assets	266,693	232,526	232,475		405,558				232,475
Total non current assets	1,094,663	1,143,450	1,146,450		1,194,911				1,146,450
Total current liabilities	63,077	97,388	97,238		129,901				97,238
Total non current liabilities	29,028	27,398	27,398		28,370				27,398
Community wealth/Equity	1,269,250	1,251,190	1,254,289		1,442,198				1,254,289
Cash flows									
Net cash from (used) operating	201,441	140,489	158,238	112,577	210,534	79,119	(131,415)	-166%	158,238
Net cash from (used) investing	(155,644)	(174,314)	(177,314)	(27,380)	(84,232)	(88,657)	(4,425)	5%	(177,314)
Net cash from (used) financing	5	13	(1,268)	(0)	(1,416)	(1,268)	147	-12%	(1,268)
Cash/cash equivalents at the month/year end	169,799	9,248	22,716	-	127,666	32,254	(95,412)	-296%	(17,566)
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	9,595	4,197	3,429	4,028	3,510	25,400	26,010	98,253	174,422
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

3.1.2 Table C2: Monthly Budget Statement –Financial Performance (Standard Classification)

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		309,200	325,819	375,600	128,481	291,002	187,800	103,202	55%	375,600
Executive and council		–	–	–	–	–	–	–	–	–
Finance and administration		309,200	325,819	375,600	128,481	291,002	187,800	103,202	55%	375,600
Internal audit		–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		7,125	11,958	11,958	312	3,824	5,979	(2,155)	-36%	11,958
Community and social services		3,469	5,719	5,719	57	1,483	2,860	(1,376)	-48%	5,719
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		3,655	6,239	6,239	255	2,341	3,120	(779)	-25%	6,239
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		59,075	49,081	49,081	51	30,556	24,541	6,016	25%	49,081
Planning and development		481	145	145	25	71	73	(1)	-2%	145
Road transport		58,594	48,936	48,936	26	30,485	24,468	6,017	25%	48,936
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		129,225	123,062	103,062	7,492	34,926	51,531	(16,605)	-32%	103,062
Energy sources		118,306	107,474	87,474	6,496	29,110	43,737	(14,627)	-33%	87,474
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		10,919	15,588	15,588	997	5,816	7,794	(1,978)	-25%	15,588
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	2	504,625	509,921	539,702	136,337	360,308	269,851	90,457	34%	539,702
Expenditure - Functional										
<i>Governance and administration</i>		181,281	212,043	229,625	10,760	78,662	114,812	(36,151)	-31%	229,625
Executive and council		31,048	28,964	28,964	1,925	12,649	14,482	(1,833)	-13%	28,964
Finance and administration		147,900	179,004	196,586	8,606	64,521	98,293	(33,772)	-34%	196,586
Internal audit		2,333	4,075	4,075	229	1,492	2,038	(546)	-27%	4,075
<i>Community and public safety</i>		29,228	36,223	38,073	2,612	14,382	19,037	(4,655)	-24%	38,073
Community and social services		12,048	15,351	17,201	965	5,653	8,600	(2,947)	-34%	17,201
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		17,180	20,873	20,873	1,648	8,729	10,436	(1,708)	-16%	20,873
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		82,373	78,862	85,462	4,756	17,615	42,731	(25,116)	-59%	85,462
Planning and development		15,981	25,584	31,084	3,103	7,201	15,542	(8,341)	-54%	31,084
Road transport		66,392	53,278	54,378	1,654	10,414	27,189	(16,775)	-62%	54,378
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		64,848	81,265	81,915	5,631	39,115	40,957	(1,842)	-4%	81,915
Energy sources		46,926	57,506	58,006	3,895	30,997	29,003	1,994	7%	58,006
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		17,922	23,759	23,909	1,736	8,118	11,955	(3,836)	-32%	23,909
<i>Other</i>		–	–	–	–	–	–	–	–	–
Total Expenditure - Functional	3	357,729	408,393	435,075	23,761	149,774	217,537	(67,763)	-31%	435,075
Surplus/ (Deficit) for the year		146,896	101,528	104,627	112,576	210,534	52,314	158,221	302%	104,627

This table reflects the operating budget (Financial Performance) in standard classification, the main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading services.

3.1.3 Table C3: Monthly Budget Statement –Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive and council		–	–	–	–	–	–	–	–	–
Vote 2 - Finance and Admin		308,729	325,469	375,250	128,460	289,545	187,625	101,920	54.3%	375,250
Vote 3 - Corporate		471	350	350	22	1,457	175	1,282	732.4%	350
Vote 4 - Development and Planning		481	145	145	25	71	73	(1)	-1.9%	145
Vote 5 - Community		18,044	27,546	27,546	1,309	9,640	13,773	(4,133)	-30.0%	27,546
Vote 6 - Infrastructure		176,900	156,410	136,410	6,521	59,595	68,205	(8,610)	-12.6%	136,410
Vote 7 - Internal Audit		–	–	–	–	–	–	–	–	–
Vote 8 -		–	–	–	–	–	–	–	–	–
Vote 9 -		–	–	–	–	–	–	–	–	–
Vote 10 -		–	–	–	–	–	–	–	–	–
Vote 11 -		–	–	–	–	–	–	–	–	–
Vote 12 -		–	–	–	–	–	–	–	–	–
Vote 13 -		–	–	–	–	–	–	–	–	–
Vote 14 -		–	–	–	–	–	–	–	–	–
Vote 15 -		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	504,625	509,921	539,702	136,337	360,308	269,851	90,457	33.5%	539,702
Expenditure by Vote	1									
Vote 1 - Executive and council		722	37,214	28,964	1,925	12,649	14,482	(1,833)	-12.7%	28,964
Vote 2 - Finance and Admin		13,192	100,989	121,321	4,465	34,387	60,661	(26,274)	-43.3%	121,321
Vote 3 - Corporate		4,256	73,840	75,265	4,141	30,134	37,632	(7,498)	-19.9%	75,265
Vote 4 - Development and Planning		2,914	25,584	31,084	3,103	7,201	15,542	(8,341)	-53.7%	31,084
Vote 5 - Community		3,812	59,983	61,983	4,349	22,500	30,991	(8,491)	-27.4%	61,983
Vote 6 - Infrastructure		3,690	110,783	112,383	5,548	41,411	56,192	(14,781)	-26.3%	112,383
Vote 7 - Internal Audit		–	–	–	229	1,492	2,038	(546)	-26.8%	4,075
Total Expenditure by Vote	2	28,585	408,394	435,075	23,761	149,774	217,537	(67,763)	-31.2%	435,075
Surplus/ (Deficit) for the year	2	476,040	101,527	104,627	112,576	210,534	52,314	158,221	302.4%	104,627

Reporting per municipal vote provides details on the spread of spending over the various function of council. Revenue is mainly budgeted under the Executive and Council function and therefore the majority of the revenue will be reflected under this function.

3.1.4 Table C4: Monthly Budget Statement –Financial Performance (revenue by source and expenditure by type)

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		44,904	48,190	48,190	1,627	41,166	24,095	17,071	71%	48,190
Service charges - electricity revenue		47,645	53,291	53,291	6,416	22,116	26,645	(4,530)	-17%	53,291
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		10,790	15,526	15,526	971	5,721	7,763	(2,042)	-26%	15,526
Rental of facilities and equipment		803	500	500	247	779	250	529	212%	500
Interest earned - external investments		12,973	14,650	14,650	819	4,078	7,325	(3,247)	-44%	14,650
Interest earned - outstanding debtors		11,555	11,799	11,799	1,165	6,838	5,899	939	16%	11,799
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		1,398	2,094	2,094	11	397	1,047	(650)	-62%	2,094
Licences and permits		2,557	4,525	4,525	249	1,962	2,262	(300)	-13%	4,525
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		244,441	256,212	305,993	124,728	239,948	152,997	86,952	57%	305,993
Other revenue		2,779	1,608	1,608	105	329	804	(475)	-59%	1,608
Gains		-	-	-	-	-	-	-	-	-
		379,844	408,394	458,175	136,337	323,335	229,087	94,247	41%	458,175
Total Revenue (excluding capital transfers and contributions)										
Expenditure By Type										
Employee related costs		115,402	125,231	125,231	9,664	57,140	62,615	(5,475)	-9%	125,231
Remuneration of councillors		20,834	21,537	21,537	1,605	9,946	10,769	(823)	-8%	21,537
Debt impairment		13,884	5,000	5,000	-	-	2,500	(2,500)	-100%	5,000
Depreciation & asset impairment		47,731	33,110	33,110	-	-	16,555	(16,555)	-100%	33,110
Finance charges		3	-	-	-	-	-	-	-	-
Bulk purchases		39,938	48,000	48,000	3,273	27,125	24,000	3,125	13%	48,000
Other materials		4,192	5,567	5,717	298	3,126	2,783	343	12%	5,717
Contracted services		81,078	101,279	125,861	6,876	38,294	50,639	(12,346)	-24%	125,861
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		33,957	68,670	70,620	2,044	14,143	34,335	(20,192)	-59%	70,620
Losses		711	-	-	-	-	-	-	-	-
		357,729	408,393	435,075	23,761	149,774	204,196	(54,423)	-27%	435,075
Total Expenditure										
Surplus/(Deficit)		22,114	1	23,100	112,577	173,561	24,891	148,670	0	23,100
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		124,782	101,527	81,527	-	36,974	40,763	(3,790)	(0)	81,527
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		146,896	101,528	104,627	112,577	210,534	65,654			104,627
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		146,896	101,528	104,627	112,577	210,534	65,654			104,627
Attributable to minorities		-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		146,896	101,528	104,627	112,577	210,534	65,654			104,627
Share of surplus/ (deficit) of associate		-	-	-	-	-	-			-
Surplus/ (Deficit) for the year		146,896	101,528	104,627	112,577	210,534	65,654			104,627

Revenue by Source

Revenue by source explains the types of income budgeted for and the performance of these individually.

Property Rates

Property rates revenue is the major part of the municipal own revenue.

The municipality bills both annual and monthly rates at the beginning of the financial year i.e. July. The total property rates revenue for the month of December 2020 amounted to R 1,627,109.

Services Charges

Revenue from service charges includes electricity sales and revenue from waste removal. The income from services charges amounted to R5,158,684 for the month ended 31st December 2020.

Interest earned on Investments

Reflects the interest in respect funds not immediately needed in the operations of the municipality, these short-term investments made with financial institutions include conditional grants. Interest on investments for the month ended 31st December 2020 amounted to R818,780.

Interest on Outstanding Debtors

Interest on overdue accounts for the month ended 31st December 2020 amounts to R1,164,816, the majority of the debtors are the government departments.

Fines, penalties and Forfeits

Revenue from fines, penalties and forfeits has an annual budget of R4,524,696, for the month ended 31st December 2020 an amount revenue of R 11,323 has been recognised for this category.

Licences and permits

The budget for licences and permits amounts to R4,524,696 for the 2020/21 budget year. For the month ended 31st December 2020 an amount of R248,968 was recognised and represents 6% of the total revenue budget for this category.

Transfers and Subsidies-Operational

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Acts respectively. Revenue of R 124,728,000 was recognised for operational transfers and subsidies for the month ended 31st December 2020.

Other Revenue

Other revenue consists mostly skills development refund, sale of tender documents, insurance refund and other revenue. Other revenue amounted to R104,606 for the month ended 31st December 2020

Operating Expenditure by type

Employee related costs/ Remuneration of Councillors

Remuneration related expenditure for the month ended 31st December 2020 amounted to R 11,269,536 of the expenditure R 1,605,277 relates to Remuneration of Councillors and R 9,664,259 to Managers and staff, that represents 13% of the budgeted amount for this category.

Debt Impairment /Depreciation and Asset impairment

Currently the municipality accounts for Debt impairment at the end of the financial year, no expenditure is reflected for the month for this category.

The municipality is in a process of utilising the financial system (Munsoft) for the fixed asset register to allow for depreciation to be reported on a, monthly basis.
No depreciation was recorded for the month of December 2020.

Bulk Purchases

Expenditure relating to bulk electricity purchases of R 3,273,084 was incurred during the month ended 31st December 2020.

Other Materials

Other material consists of inventory purchases for material and supplies and amounted to R298 474 for the month ended 31st December 2020. The procurement of Covid related PPE is also included under this category.

Contracted Services

Expenditure under this category consists of repairs and maintenance of municipal fleet, repairs and maintenance of buildings and facilities, debt collection contract, waste removal, grass cutting, accounting and auditing contracts and all municipal and financial systems utilised by the municipality. The contracted services for the month ended 31st December 2020 amounted to R6,875,868.

Other Expenditure

Other expenditure reflects all other expenses not specifically mentioned and consists of the following:

- Skills development levy
- Remuneration of ward committee
- Telephone expenses
- Fuel and Oil
- Travel and subsistence expenses.

Other expenditure amounted to R2,043,579 for the month ended 31st December 2020.

3.1.5 Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding)

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate		-	-	-	-	-	-	-	-	-
Vote 4 - Development and Planning		-	-	-	-	-	-	-	-	-
Vote 5 - Community		-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure		71,334	-	-	-	-	-	-	-	-
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	71,334	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Executive and council		-	-	-	-	-	-	-	-	-
Vote 2 - Finance and Admin		3,013	6,029	6,029	159	188	3,014	(2,826)	-94%	6,029
Vote 3 - Corporate		1,246	3,130	3,130	549	685	1,565	(880)	-56%	3,130
Vote 4 - Development and Planning		43	480	480	-	-	240	(240)	-100%	480
Vote 5 - Community		1,601	6,190	6,190	-	86	3,095	(3,009)	-97%	6,190
Vote 6 - Infrastructure		78,408	158,485	161,485	26,672	83,272	80,743	2,530	3%	161,485
Vote 7 - Internal Audit		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	84,310	174,314	177,314	27,380	84,232	88,657	(4,425)	-5%	177,314
Total Capital Expenditure		155,644	174,314	177,314	27,380	84,232	88,657	(4,425)	-5%	177,314
Capital Expenditure - Functional Classification										
Governance and administration		4,259	9,159	9,159	708	873	4,579	(3,706)	-81%	9,159
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		4,259	9,159	9,159	708	873	4,579	(3,706)	-81%	9,159
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1,601	3,260	3,260	-	57	1,630	(1,573)	-97%	3,260
Community and social services		1,479	1,560	1,560	-	57	780	(723)	-93%	1,560
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		122	1,700	1,700	-	-	850	(850)	-100%	1,700
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		87,749	80,724	92,224	16,541	56,784	46,112	10,671	23%	92,224
Planning and development		43	480	480	-	-	240	(240)	-100%	480
Road transport		87,706	80,244	91,744	16,541	56,784	45,872	10,911	24%	91,744
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		62,036	81,171	72,671	10,131	26,518	36,335	(9,817)	-27%	72,671
Energy sources		62,036	78,241	69,741	10,131	26,489	34,870	(8,382)	-24%	69,741
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	2,930	2,930	-	30	1,465	(1,435)	-98%	2,930
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	155,644	174,314	177,314	27,380	84,232	88,657	(4,425)	-5%	177,314
Funded by:										
National Government		95,416	99,080	79,080	16,905	47,974	39,540	8,434	21%	79,080
Provincial Government		1	260	260	-	57	130	(73)	-56%	260
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		95,417	99,340	79,340	16,905	48,031	39,670	8,361	21%	79,340
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		60,228	74,974	97,974	10,475	36,200	97,974	(61,773)	-63%	97,974
Total Capital Funding		155,644	174,314	177,314	27,380	84,232	137,644	(53,412)	-39%	177,314

The approved annual capital budget for the financial year amounts to **R174,313,680**, this was adjusted to **R 177,313,684**. Capital expenditure incurred for the month ended 31st December 2020 amounted to **R 27,379,697**. This represents **16%** of the approved capital expenditure budget

and 15% of the adjusted capital budget. Capital expenditure incurred to date represents 48% of the total capital expenditure budget.

3.1.6 C6 Monthly Budget Statement –Financial Position

Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		153,085	23,886	23,985	20,667	23,985
Call investment deposits		–	93,822	93,822	198,734	93,822
Consumer debtors		8,258	65,910	66,534	112,631	66,534
Other debtors		103,648	47,924	47,299	71,871	47,299
Current portion of long-term receivables		–	–	–	–	–
Inventory		1,703	984	834	1,656	834
Total current assets		266,693	232,526	232,475	405,558	232,475
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		35,575	35,947	35,947	35,575	35,947
Investments in Associate		–	–	–	–	–
Property, plant and equipment		1,058,068	1,107,177	1,110,177	1,159,004	1,110,177
Biological		–	–	–	–	–
Intangible		333	326	326	333	326
Other non-current assets		688	–	–	–	–
Total non current assets		1,094,663	1,143,450	1,146,450	1,194,911	1,146,450
TOTAL ASSETS		1,361,356	1,375,976	1,378,926	1,600,469	1,378,926
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		345	1,268	1,268	1,412	1,268
Trade and other payables		50,733	81,679	81,529	116,359	81,529
Provisions		11,998	14,440	14,440	12,131	14,440
Total current liabilities		63,077	97,388	97,238	129,901	97,238
Non current liabilities						
Borrowing		–	–	–	8,363	–
Provisions		29,028	27,398	27,398	20,007	27,398
Total non current liabilities		29,028	27,398	27,398	28,370	27,398
TOTAL LIABILITIES		92,106	124,787	124,637	158,271	124,637
NET ASSETS	2	1,269,250	1,251,190	1,254,289	1,442,198	1,254,289
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1,038,804	793,988	797,087	1,340,810	797,087
Reserves		230,446	457,202	457,202	101,387	457,202
TOTAL COMMUNITY WEALTH/EQUITY	2	1,269,250	1,251,190	1,254,289	1,442,198	1,254,289

3.1.7 C7 Monthly Budget Statement –Cash Flow

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	49,807	49,807	1,627	41,166	24,903	16,263	65%	49,807
Service charges		86,333	82,700	82,700	7,387	27,837	41,350	(13,513)	-33%	82,700
Other revenue		4,149	8,726	8,726	612	3,467	4,363	(896)	-21%	8,726
Transfers and Subsidies - Operational		242,957	256,212	305,993	124,728	239,948	152,997	86,952	57%	305,993
Transfers and Subsidies - Capital		124,782	101,527	81,527	–	36,974	40,763	(3,790)	-9%	81,527
Interest		24,528	11,799	26,449	1,984	10,916	13,224	(2,308)	-17%	26,449
Dividends		–	–	–	–	–	–	–	–	–
Payments										
Suppliers and employees		(281,152)	(370,283)	(396,965)	(23,761)	(149,774)	(198,482)	(48,708)	25%	(396,965)
Finance charges		(5)	–	–	–	–	–	–	–	–
Transfers and Grants		(150)	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES		201,441	140,489	158,238	112,577	210,534	79,119	(131,415)	-166%	158,238
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–
Payments										
Capital assets		(155,644)	(174,314)	(177,314)	(27,380)	(84,232)	(88,657)	(4,425)	5%	(177,314)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(155,644)	(174,314)	(177,314)	(27,380)	(84,232)	(88,657)	(4,425)	5%	(177,314)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		5	13	(1,268)	(0)	(1,416)	(1,268)	(147)	12%	(1,268)
Payments										
Repayment of borrowing		–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		5	13	(1,268)	(0)	(1,416)	(1,268)	147	-12%	(1,268)
NET INCREASE/ (DECREASE) IN CASH HELD		45,801	(33,812)	(20,344)	85,197	124,887	(10,806)			(20,344)
Cash/cash equivalents at beginning:		123,997	43,060	43,060		2,779	43,060			2,779
Cash/cash equivalents at month/year end:		169,799	9,248	22,716		127,666	32,254			(17,566)

PART 2 –SUPPORTING DOCUMENTATION

SECTION 4 _DEBTORS' ANALYSIS

Supporting Table SC3

Description	NT Code	Budget Year 2020/21										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-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	5,778	1,255	813	1,472	729	587	1,783	509	12,925	5,079	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1,609	990	710	681	942	22,725	1,435	42,575	71,668	68,358	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	1,036	788	587	543	522	501	1,550	15,852	21,380	18,968	-	-
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	10	10	10	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	1,171	1,151	1,285	1,330	939	833	4,156	23,954	34,818	31,211	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	1	12	34	2	379	754	17,086	15,353	33,622	33,574	-	-
Other	1900	-	-	-	-	-	-	-	-	-	-	-	-
Total By Income Source	2000	9,595	4,197	3,429	4,028	3,510	25,400	26,010	88,253	174,422	157,201	-	-
2019/20 - totals only		17032509	3188608	2829239	2254205	2657880	1762753	31321363	83737170	144,784	121,733	-	-
Debtors Age Analysis By Customer Group													
Organs of State	2200	2,929	1,916	1,705	2,546	1,708	24,018	4,769	47,881	87,470	80,921	-	-
Commercial	2300	6,644	2,272	1,717	1,475	1,799	1,378	21,227	50,253	86,765	76,132	-	-
Households	2400	22	9	7	7	4	4	15	119	187	148	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	9,595	4,197	3,429	4,028	3,510	25,400	26,010	88,253	174,422	157,201	-	-

The total debt book for December 2020 is R 167 046 543,22 has decreased by R633 174 from the previous month balance of R166,413,369.11 Debt is made up of the following:

Residential debt:

R 55 679 336,15

Commercial debt

R 25 329 263,85

Government debt

R 83 853 795,92

Other

R 2 185 557,3

The municipality implements the credit control and debt collection policy, there are two areas in which the municipality is not able to collect and the debt totals to;

Maluti

R42 670 563,44 (including current)

Cedarville

R 3 509 014,91 (including current)

The municipality makes use of debt collectors in implementing the credit and debt collection policy. There is no handover made in quarter 2 as the contract expired. The new service provider has been appointed to start with the collections.

SECTION 5 -CREDITORS' ANALYSIS

Supporting Table SC4

Description	NT Code	Budget Year 2020/21									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700									-	
Auditor General	0800									-	
Other	0900									-	
Total By Customer Type	1000	-	-	-	-	-	-	-	-	-	-

The municipality paid its creditors within 30 days for the month ended 31st December 2020.

SECTION 6- INVESTMENT POTFOLIO ANALYSIS

Conditional and Unconditional investment monitoring Information

Conditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Municipal Infrastructure Grant	31,968.06	9,401,078.90	- 6,863,008.04	- 78.90	2,570,038.92
INEP	13,861,378.65	18,102.30	- 9,419,780.88	- 18,102.30	4,459,700.07
EPWP	-	-	-	-	-
Municipal Electrification Intervention	267,412.40	659.40	-	- 659.40	268,071.80
Library and Archives	-	-	-	-	-
Finance Management Grant	-	-	-	-	-
Smart Grid	53,562.78	132.00	-	- 132.00	53,694.78
Establishment Plan	191,571.39	309.14	-	- 309.14	191,880.53
Housing Development Fund	1,948,511.95	3,144.31	-	- 3,144.31	1,951,656.26
Dedea	592,955.69	956.86	-	- 956.86	593,912.55
Total Conditional Investments	16,947,361	9,424,383	- 16,282,789	- 23,383	10,088,955

Unconditional Investments -Description	Opening Balance	Deposits	Withdrawals	Interest Earned	Closing Balance
Call Acc STD CRR	23,884,582.18	11,000,000.00	-	- 76,425.47	34,884,582.18
Call Acc STD CRR	10,957,519.61	24,661.92	-	- 24,661.92	10,982,181.53
Call Acc STD CRR	20,609,978.08	100,049.32	-	- 100,049.32	20,710,027.40
Call Acc FNB	50,294,410.92	163,561.61	- 50,457,972.53	- 163,561.64	-
Call Acc FNB	20,105,205.47	67,945.21	-	- 67,945.21	20,173,150.68
Call ACC FNB Surplus Cash	6,805,395.80	-	-	- 10,981.86	6,805,395.80
NEDBANK	-	-	-	-	-
Nedbank 32 Days	6,247,297.72	19,255.50	-	- 19,255.50	6,266,553.22
Nedbank relief fund	755,593.93	1,863.00	-	- 1,863.00	757,456.93
Nedbank COV -19 Solidarity	91,360.75	225.30	-	- 225.30	91,586.05
Nedbank call Surplus	14,446,834.20	179,996,637.07	- 138,041,892.68	- 73,769.37	56,401,578.59
Total Unconditional	154,198,179	191,374,199	- 188,499,865	- 538,739	157,072,512

The municipality invests surplus funds in order to maximise the interest and to have cash readily available when needed and is done in line with the Cash Management and Investments policy. As at 31st December 2020 the conditional investments amounted to R10,088,955 and unconditional investments amounted to R157,072,512.

Total investments as at 31st December 2020 amounted to R167,161,467.

SECTION 7_ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

7.1 Supporting Table SC6

Description	Ref	2019/20	Budget Year 2020/21						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands									
RECEIPTS:	1,2								
Operating Transfers and Grants									
National Government:		240,621	255,022	304,803	124,728	241,298	152,401	88,897	58.3%
Local Government Equitable Share		234,919	249,823	299,604	124,728	237,148	149,802	87,346	58.3%
Finance Management Grant		1,700	1,700	1,700	-	1,700	850	850	100.0%
EPWP		3,257	3,499	3,499	-	2,450	1,749	701	40.0%
Disaster relief grant		745	-	-	-	-	-	-	-
Provincial Government:		1,197	930	930	-	650	465	185	39.8%
Sport and Recreation		1,197	930	930	-	650	465	185	39.8%
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	241,818	255,952	305,733	124,728	241,948	152,866	89,082	58.3%
Capital Transfers and Grants									
National Government:		128,432	101,527	81,527	9,401	54,819	40,763	7,351	18.0%
MIG		58,255	48,936	48,936	9,401	31,819	24,468	7,351	30.0%
INEP		70,177	52,591	32,591	-	23,000	16,295	-	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-
Provincial Government:		-	260	260	-	-	130	(130)	-100.0%
Sport and Recreation		-	260	260	-	-	130	(130)	-100.0%
District Municipality:		-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	128,432	101,787	81,787	9,401	54,819	40,893	7,221	17.7%
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	370,250	357,739	387,520	134,129	296,767	193,760	96,303	49.7%

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Acts respectively. The scheduled instalments for the Equitable share grant and Municipal infrastructure were received amounting to R124,728,000 and R9,401,000 respectively.

7.2 Supporting Table SC7

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		239,876	255,022	304,803	17,449	101,808	152,401	(50,594)	-33.2%	304,803
Local Government Equitable Share		234,919	249,823	299,604	17,164	98,739	149,802	(51,063)	-34.1%	299,604
Finance Management Grant		1,700	1,700	1,700	284	338	850	(512)	-60.2%	1,700
EPWP		3,257	3,499	3,499	–	2,730	1,749	981	56.1%	3,499
Disaster relief grant		–	–	–	–	–	–	–	–	–
Provincial Government:		1,197	930	930	2	10	465	(455)	-97.8%	930
Sport and Recreation		1,197	930	930	2	10	465	(455)	-97.8%	930
Other transfers and grants [insert description]										
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]								–	–	
Other grant providers:		–	–	–	–	–	–	–	–	–
[insert description]								–	–	
Total operating expenditure of Transfers and Grants:		241,073	255,952	305,733	17,451	101,818	152,866	(51,049)	-33.4%	305,733
Capital expenditure of Transfers and Grants										
National Government:		128,432	101,527	81,527	17,261	49,608	40,763	8,845	21.7%	81,527
MIG		58,255	48,936	48,936	10,831	37,429	24,468	12,961	53.0%	48,936
INEP		70,177	52,591	32,591	6,430	12,150	16,295	(4,145)	-25.4%	32,591
Other capital transfers [insert description]						30	30	30	#DIV/0!	
Provincial Government:		–	260	260	–	57	130	(73)	-56.4%	260
		–	260	260		57	130	(73)	-56.4%	260
District Municipality:		–	–	–	–	–	–	–	–	–
								–	–	
Other grant providers:		–	–	–	–	–	–	–	–	–
								–	–	
Total capital expenditure of Transfers and Grants		128,432	101,787	81,787	17,261	49,665	40,893	8,772	21.4%	81,787
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		369,505	357,739	387,520	34,712	151,483	193,760	(42,277)	-21.8%	387,520

Expenditure performance on operational grants amounted to R 34, million for the month ended 31st December 2020.

The equitable share is used for the day to day running of the Municipality.

SECTIONS 8 EXPENDITURE ON COUNCILLOR AND EMPLOYEE RELATED COSTS

Supporting Table C8

Summary of Employee and Councillor remuneration	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		-	13,114	13,114	921	4,751	6,557	(1,806)	-28%	-
Pension and UIF Contributions		-	739	739	57	292	370	(78)	-21%	-
Medical Aid Contributions		-	142	142	62	312	71	241	339%	-
Motor Vehicle Allowance		-	133	133	11	54	66	(13)	-19%	-
Cellphone Allowance		-	3,140	3,140	235	1,198	1,570	(373)	-24%	-
Housing Allowances		-	4,269	4,269	319	1,638	2,134	(497)	-23%	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		-	21,537	21,537	1,605	8,244	10,769	(2,525)	-23%	-
% increase	4		#DIV/0!	#DIV/0!						
Senior Managers of the Municipality	3									
Basic Salaries and Wages		-	-	-	-	-	-	-	-	-
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	-	-	-	-	-	-	-	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		-	-	-	-	-	-	-	-	-
% increase	4									
Other Municipal Staff										
Basic Salaries and Wages		1,084	103,247	103,247	7,574	38,523	51,623	(13,100)	-25%	-
Pension and UIF Contributions		(3)	988	988	45	226	494	(268)	-54%	-
Medical Aid Contributions		-	5,322	5,322	347	1,693	2,661	(968)	-36%	-
Overtime		164	692	692	171	695	346	349	101%	-
Performance Bonus		371	6,197	6,197	574	1,894	3,099	(1,205)	-39%	-
Motor Vehicle Allowance		-	4,114	4,114	402	1,901	2,057	(156)	-8%	-
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		31	4,672	4,672	364	1,784	2,336	(552)	-24%	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Payments in lieu of leave		2,707	-	-	-	251	-	251	#DIV/0!	-
Long service awards		199	-	-	31	48	-	48	#DIV/0!	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		4,554	125,231	125,231	9,508	47,015	62,615	(15,600)	-25%	-
% increase	4		2649.9%	2649.9%						
Total Parent Municipality		4,554	146,768	146,768	11,114	55,259	73,384	(18,125)	-25%	-
Unpaid salary, allowances & benefits in arrears:										
Sub Total - Board Members of Entities	2	-	-	-	-	-	-	-	-	-
% increase	4									
Senior Managers of Entities										
Sub Total - Senior Managers of Entities		-	-	-	-	-	-	-	-	-
% increase	4									
Other Staff of Entities										
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	-
% increase	4									
Total Municipal Entities		-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		4,554	146,768	146,768	11,114	55,259	73,384	(18,125)	-25%	-
% increase	4		3122.8%	3122.8%						
		4,554	125,231	125,231	9,508	47,015	62,615	(15,600)	-25%	-

Remuneration related expenditure for the month ended 31st December 2020 amounted to R 11,113,659, of the expenditure R1,605,277 relates to Remuneration of Councillors and R 9,508,382 to Managers and staff.

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

QUALITY CERTIFICATE

I, Lizo Matiwane, Municipal Manager of Matatiele Local Municipality do hereby certify that-

The monthly budget statement (Section 71 Report) on the implementation of the budget and financial state of affairs of the municipality for the month ended 31st December 2020 has been prepared in accordance with the Municipal Finance Management Act 2003 and Regulations made under that Act.

Print Name: Lizo Matiwane

Municipal Manager of Matatiele Local Municipality

Signature:



Date:

12/01/2021