KOUGA MUNICIPALITY (EC108)

ORDINARY COUNCIL MEETING

FINANCE

DATE: **ITEM NO:**

……

MONTHLY BUDGET STATEMENTS FOR THE PERIOD JULY 2021 TO MARCH 2022 AND FINANCIAL STATE OF AFFAIRS OF THE MUNICIPALITY AS AT 31 MARCH 2022 (2021/22 FINANCIAL YEAR)

1. Purpose

This report is submitted in compliance with Sections 71(1) and 52(d) of the Municipal Finance Management Act (MFMA) and the Municipal Budget and Reporting Regulations (MBRR).

2. Legislative Requirements

The Municipality is required to assess on an ongoing basis whether it collects sufficient revenue to meet its commitments, such as paying Employees, Councillors, Eskom, Nelson Mandela Bay Municipality, service providers etc.

In accordance with Section 71(1) of the MFMA, the Accounting Officer must by no later than 10 working days after the end of each month, submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget.

In accordance with Section 52(d) of the MFMA, the Executive Mayor must within 30 days of the end of each quarter, submit a report to the Council on the implementation of the budget and the financial state of affairs of the municipality.

In accordance with regulations 28 of the MBRR, the monthly budget statements of a municipality must be in the format specified in Schedule C.

3. Executive Summary

This report provides a balanced and consolidated financial performance overview to assist the Executive Mayor in his oversight role.

An analysis of the financial position and performance was undertaken to determine the relative financial strength and liquidity of the Municipality. This was complemented by analysing the cash flow position, the investment portfolio, ratios, the operating and capital budget performance for the months of March 2022, so as to facilitate an informed assessment of the relative liquidity and financial position of the Municipality.

The financial performance highlights are as follows:

- Operating revenue amounted to R 787,546 million, whilst operating expenditure amounted to R 740,018 million, resulting in an operating surplus of R 47,529 million.
- Capital expenditure constituted 41.61% of the 2021/22 Approved Adjusted Capital Budget.
- Overdue consumer debts increased by R 45,266 million (21.60%) since June 2021.
- An amount of R 30,271 million is owing to creditors, of which R 29,443 million (97.26%) represents current creditors. Currently all outstanding creditors are not reflected on the creditors age analysis.
- The municipality's investment portfolio has increased by R 80,012,740 (149.85%) since June 2021, from R 53,393,515 to R 133,406,255.

Below is an analysis of the Investment Portfolio as at 31 March 2022.

	Balance as at 30 June 2021	**Invested**	**Interest**	**Withdrawals**	**Adjustments**	**Balance as at 31 March 2021**
Standard Bank	11,424,167	-	302,148	-		11,726,314
ABSA	- 2,924,280	7,000,000	97,409	-	20,259	4,152,870
Nedbank	4,505,780	-	120,996	-		4,626,776
RMB	23,427,726	62,907,499	842,407	34,063,119		53,114,512
INVESTEC	4,055,992	-	110,522	-		4,166,514
Total	**40,489,385**	**69,907,499**	**1,473,481**	**- 34,063,119**	**- 20,259**	**77,786,986**
INVESTMENT	**Balance as at 30 June 2021**	**Invested**	**Interest**	**Withdrawals**	**Adjustments**	**Balance as at 31 March 2021**
General Account	29,430,884	14,474,499	950,593	7,000,000	20,259	37,835,717
Conditional Grants	11,050,682	55,433,000	522,788	27,055,217	-	39,951,253
Housing Funds	7,819	-	99	7,902	-	16
Total	**40,489,385**	**69,907,499**	**1,473,481**	**- 34,063,119**	**- 20,259**	**77,786,986**
Bank	12,904,130	42,715,138				55,619,268
Total	**53,393,515**	**112,622,637**	**1,473,481**	**- 34,063,119**	**- 20,259**	**133,406,255**

The following analysis indicates the extent to which the investments are committed:

Cash backed Reserves.

Bank Balances and Cash	R 55,619,268
Short-term Investment Deposits	R 77,786,986
	R133,406,255

Application of Cash

Unspent Conditional Grants	39,951,253
Internally Generated Funds (Capital commitments)	27,482,009

Outstanding Creditors Liability	30,271,478
	97,704,740
Reserves in excess of commitments	**35,701,515**

The cash backed reserves exceed the commitments at this stage by an amount of R 35,701,515. It should be noted that the excess of reserves over commitments as at March 2022, is mainly due to an amount of R 35,943 million in respect of the Equitable share allocation received on 15 March 2022, but not yet fully spent.

These funds are already committed towards spending in the 2021/22 operating and capital budget.

The following key financial ratios are monitored on an on-going basis:

Ratio	Actuals as at 30 June 2019	Actuals as at 30 June 2020	Actuals as at 30 June 2021	Actuals as at 31 March 2021	Actuals as at 31 March 2022	Approved Adjusted Budget 2021/22
Current Ratio	1.31:1	1.26:1	1.30:1	2.26:1	1.74:1	0.93:1
Liquidity Ratio	0.84:1	0.61:	0.34:1	1.27:1	1.03:1	0.03:1
Cost Coverage (Excluding unspent conditional grants)	1.97 Months	1.79 Months	0.65 Months	1.61 Months	1.24 Months	0.04 Months
Debtors Collection Rate	97.62%	95.42%	94.41%	93.58%	92.18%	94%
Capital Expenditure	73.82%	75.33%	71.24%	40.38%	41.61%	95%

4. Detailed Reports

In order to comply with Schedule C of the Municipal Budget and Reporting Regulations, the following detailed schedules are attached for the period, ending 31 March 2022:

Annexure "A1" – Operating Revenue and Expenditure Performance

Annexure "A2" - Capital Budget Performance

Annexure "A3"- Projected Cash Flow Statement

Annexure "A4" – Municipal Monthly Budget Tables

Annexure "A5"- Analysis of Municipality's Statement of Financial Performance

i. Overview of Outstanding Consumer Debtors
ii. Overview of Creditors position
iii. Grants receipts and Expenditure
iv. Councillors & Employee benefits
v. Key performance Indicators

5. Recommendation

5.1 That the Executive Mayor notes Municipal Manager's report on the monthly budget statements, in accordance with Section 71(1) of the Municipal Finance Management Act.

5.2 The Executive Mayor's report on the implementation of the budget and the financial state of affairs of the municipality, in accordance with Section 52(d) of the MFMA be noted.

5.2 That the monthly budget statements accordingly be submitted to Provincial Treasury as stipulated in Section 71(1) of the MFMA.

Report Submitted by,



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Municipal Manager

6. Municipal Manager's Quality Certificate

I, Charl Du Plessis, Municipal Manager of Kouga Local Municipality hereby certify that the monthly budget statements have been prepared in accordance with the Municipal Finance Management act and regulations made under the Act, and that monthly budget statements are consistent with the Integrated Development Plan of the municipality.

Print Name _Charl Du Plessis

Municipal Manager of Kouga Local Municipality EC108

Signature: ……  ……..

Date:…14 April 2022…….

Annexure "A1"

OVERVIEW OF OPERATING REVENUE AND EXPENDITURE PERFORMANCE FOR THE PERIOD JULY TO MARCH 2022.

Summary Statement of Financial Performance

Description	Budget Year 2021/22					
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance
R thousands						
Total Revenue (excluding capital transfers and contributions)	965,400	973,163	100,196	787,546	730,950	56,596
Total Expenditure	1,074,449	1,112,858	82,562	740,018	839,234	(99,216)
Surplus/(Deficit)	(109,049)	(139,695)	17,634	47,529	(108,284)	155,813

the statement of financial performance reflects a surplus of R 47,529 million.

Revenue

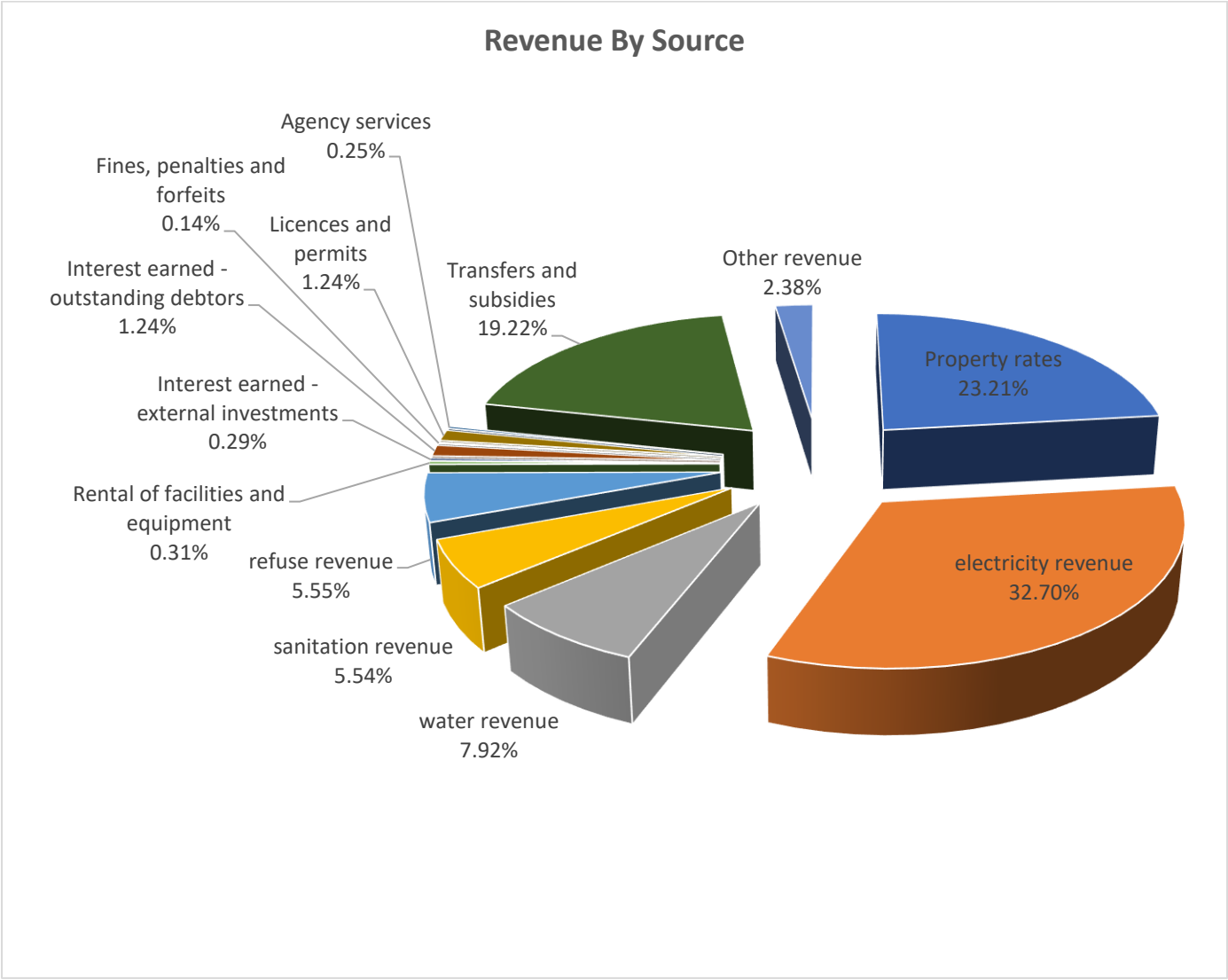
Main revenue sources for 2021/22

Description	Budget Year 2021/22		
	Adjusted Budget	YearTD actual	%
R thousands			
Revenue By Source			
Property rates	224,085	182,788	81.57%
Service charges - electricity revenue	342,329	257,492	75.22%
Service charges - water revenue	81,646	62,368	76.39%
Service charges - sanitation revenue	57,754	43,645	75.57%
Service charges - refuse revenue	57,811	43,746	75.67%
Rental of facilities and equipment	2,800	2,475	88.39%
Interest earned - external investments	2,811	2,300	81.83%
Interest earned - outstanding debtors	12,820	9,790	76.36%
Fines, penalties and forfeits	794	1,118	140.73%
Licences and permits	12,873	9,738	75.64%
Agency services	0	1,935	
Transfers and subsidies	154,418	151,402	98.05%
Other revenue	23,022	18,750	81.45%
Total Revenue (excluding capital transfers and contributions)	**973,163**	**787,546**	**80.93%**

Reasons for major over-/under-recovery per revenue source

- **Fines, penalties and forfeits**

  Fines, penalties and forfeits are largely influenced by traffic fines revenue. The traffic fines revenue was significantly reduced during the 2021/22 adjustments budget, due to lower anticipated revenue from traffic fines.



Expenditure

Main expenditure types for 2021/22

Description	Budget Year 2021/22		
	Adjusted Budget	YearTD actual	%
R thousands			
Expenditure By Type			
Employee related costs	377,340	249,832	66.21%
Remuneration of councillors	13,651	10,130	74.21%
Debt impairment	45,817	3,103	6.77%
Depreciation & asset impairment	91,830	56,179	61.18%
Finance charges	716	289	40.39%
Bulk purchases - electricity	300,000	226,415	75.47%
Inventory consumed	69,235	57,385	82.88%
Contracted services	82,892	51,071	61.61%
Transfers and subsidies	550	27	4.94%
Other expenditure	130,826	85,587	65.42%
Total Expenditure	**1,112,858**	**740,018**	**66.50%**

Reasons for major over-/under expenditure per type

- **Employee Related Costs**

  The employee related costs are largely influenced by leave, medical aid and long-service awards budget provisions, amounting to R 18,256 million.

- **Bad Debts**
  Bad debts are written off upon Council approval.
- **Finance charges**
  Finance charges relate to interest on Development Bank of South Africa (DBSA) outstanding loan and is recognised in line with the approved amortisation schedule.

- **Transfers and subsidies**
  Transfers and subsidies relate to grant-in-aid given by the municipality to various non-profit organizations, in line with the Council approved grant-in-aid policy.

- **Bulk purchases (Electricity)**

Description	Budget Year 2021/22		
	Adjusted Budget	YearTD actual	%
R thousands			
Bulk purchases – Electricity	300 000 000	226,414,787	75.47%
	300 000 000	**226,414,787**	**75.47%**

- **Contracted Services**

  Contracted services mostly relate to outsourced work, in relation to the maintenance of municipal infrastructure assets and includes consultation fees.

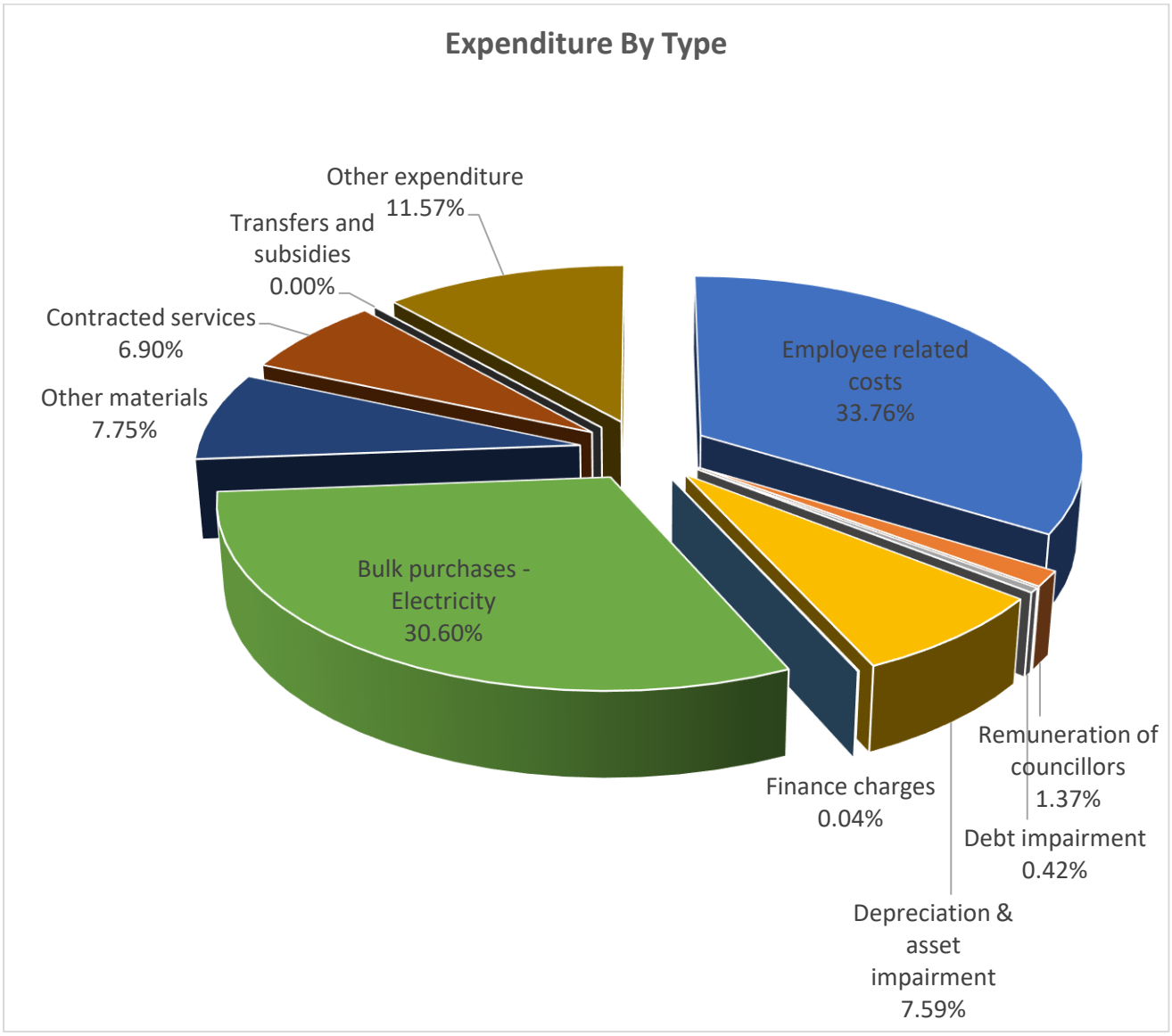
  Contracted services are broken down as follows:

Item Description	Adjusted Budget 2021/22	Actuals as at 31 March 2022	%
Animal Care	476,575	20,000	4.20%
Burial Services	180,000	147,556	81.98%
Call Centre	250,000	-	0.00%
Catering Services	499,500	222,059	44.46%
Clearing and Grass Cutting Services	1,600,000	1,043,136	65.20%
Consultants and Professional Services	10,577,001	3,035,984	28.70%
Drivers Licence Cards	400,000	292,695	73.17%
Dune Stabilisation	3,600,000	2,438,374	67.73%
Employee Wellness	160,000	149,560	93.47%
Event Promoters	471,174	97,168	20.62%
Internal Auditors	400,000	132,650	33.16%
Laboratory Services:Water	591,000	232,861	39.40%
Legal Advice and Litigation	3,930,000	3,305,595	84.11%
Legal Cost:Collection	1,000,000	437,228	43.72%
LED Strategic Plan	50,304	63,804	126.84%
Litter Picking and Street Cleaning	1,250,000	647,359	51.79%
Maintenance of Buildings and Facilities	5,927,833	3,605,670	60.83%
Maintenance of Electrical Infrastructure	2,376,839	1,111,264	46.75%
Maintenance of Equipment	581,450	194,510	33.45%
Maintenance of Sanitation Infrastructure	1,565,000	1,115,370	71.27%
Maintenance of Vehicles	7,247,373	5,313,825	73.32%
Maintenance of Water Infrastructure	1,420,000	801,316	56.43%
Medical Health Services & Support	1,150,000	749,833	65.20%
Occupational Health and Safety	21,000	-	0.00%
Other Contracted Services	2,135,000	673,146	31.53%
Personnel and Labour	7,634,772	5,536,116	72.51%
Professional Staff	397,000	341,540	86.03%
Qualification Verification	1,238,000	369,215	29.82%
Restricted Water Flow	800,000	-	0.00%
Roads Maintenance	10,000,000	9,850,312	98.50%
Security Services	4,650,000	3,359,026	72.24%
Special Rating Area	7,500,000	5,769,959	76.93%
Transport Services	320,000	14,000	4.38%
Valuer	2,280,102	-	0.00%
Water Saving Initiatives	212,000	-	0.00%
Total	**82,891,923**	**51,071,130**	**61.61%**

- **Other Expenditure**

The other expenditure is broken down as follows:

Item Description	Adjusted Budget 2021/22	Actuals as at 31 March 2022	%
Accommodation	937,797	417,895	44.56%
Achievements and Awards	1,680,000	642,839	38.26%
Advertising, Publicity and Marketing	2,278,000	750,896	32.96%
Air Transport	271,537	56,610	20.85%
Bank Charges	900,000	517,420	57.49%
Bargaining Council	3,200,000	-	0.00%
Cellular Contract (Subscription and Calls)	2,855,364	1,789,745	62.68%
Claims paid to Third Parties	250,000	138,992	55.60%
External Audit Fees	4,500,000	4,387,791	97.51%
External Computer Service:Internet Charge	4,264,541	3,186,099	74.71%
Gifts and Promotional Items	135,300	97,589	72.13%
Hire Charges	28,508,424	17,191,532	60.30%
Insurance Claims	316,460	121,041	38.25%
Insurance Underwriting:Premiums	3,087,456	2,796,389	90.57%
Leases:Furniture and Office Equipment	3,499,992	2,163,898	61.83%
Leases:Machinery and Equipment	60,000	-	0.00%
Leases:Other Assets	3,613,740	2,619,392	72.48%
Motor Vehicle Licence and Registrations	1,046,294	574,368	54.90%
Municipal Services	31,562,951	27,320,680	86.56%
Non-employees	615,926	305,802	49.65%
Other	1,290,849	307,455	23.82%
Own Transport	837,988	185,303	22.11%
Postage/Stamps/Franking Machines	1,912,500	1,070,331	55.96%
Printing, Publications and Books	1,364,000	690,720	50.64%
Registration Fees:Professional and Regulatory Bodies	673,140	57,491	8.54%
Registration Fees:Seminars, Conferences, Workshops	1,958,260	641,361	32.75%
Remuneration to Ward Committees	2,137,200	1,670,171	78.15%
Riparian Levies	5,933,700	4,880,946	82.26%
Signage	461,739	226,500	49.05%
Skills Development Fund Levy	3,861,814	2,493,413	64.57%
Software Licences	3,625,279	2,033,020	56.08%
Storage of Files (Archiving)	450,000	35,170	7.82%
Supplier Development Programme	50,000	-	0.00%
Tenders	700,000	630,194	90.03%
Third Party Vendors	5,600,000	1,486,570	26.55%
Uniform and Protective Clothing	4,095,386	2,226,329	54.36%
Vehicle Tracking	625,715	538,377	86.04%
Workmen''s Compensation Fund	1,664,930	1,334,483	80.15%
Total	**130,826,282**	**85,586,811**	**65.42%**


Expenditure By Type
Other expenditure
11.57%
Transfers and
subsidies
0.00%
Contracted services
6.90%
Other materials
7.75%
Bulk purchases -
Electricity
30.60%
Employee related
costs
33.76%
Finance charges
0.04%
Depreciation &
asset
impairment
7.59%
Debt impairment
0.42%
Remuneration of
councillors
1.37%

Repairs and Maintenance

Below is an analysis of actual repairs and maintenance expenditure, compared to the 2021/22 Adjusted Budget.

Item Description	Budget Year 2021/22		
	Adjusted Budget	Actuals as at 31 March 2022	%
Maintenance of Equipment	727,381	301,312	41.42%
Maintenance of Vehicles	8,660,632	6,672,815	77.05%
Maintenance of Buildings and Facilities	6,704,193	4,091,782	61.03%
Maintenance of Water Infrastructure	6,471,207	2,607,217	40.29%
Roads Maintenance	12,100,000	11,338,846	93.71%
Sport and Recreation Facilities	343,559	317,272	92.35%
Maintenance of Electrical Infrastructure	6,901,839	5,298,770	76.77%
Maintenance of Sanitation Infrastructure	2,734,600	1,675,623	61.27%
Hire Charges	5,917,324	3,539,993	59.82%
Other Contracted Services	340,000	301,820	88.77%
Total	**50,900,735**	**36,145,449**	**71.01%**

It is to be noted that actual repairs and maintenance expenditure constituted 71.01% of the 2021/22 Approved Adjusted Budget.

Annexure "A2"

CAPITAL BUDET PERFORMANCE

Summary Capital Expenditure and Funding

Vote Description	Budget Year 2021/22							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
Funded by:								
National Government	34,385	50,440	6,903	24,929	37,830	(12,901)	-34%	50,440
Provincial Government	–	–	–	–	–	–		–
District Municipality	1,600	1,638	–	1,299	1,229	70	6%	1,638
Other transfers and grants	–	–	–	–	–	–		–
Transfers recognised - capital	**35,985**	**52,078**	**6,903**	**26,228**	**39,058**	**(12,831)**	**-33%**	**52,078**
Public contributions & donations	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–		–
Internally generated funds	25,028	39,263	275	11,781	29,447	(17,666)	-60%	39,263
Total Capital Funding	**61,013**	**91,341**	**7,178**	**38,009**	**68,505**	**(30,497)**	**-45%**	**91,341**

The capital expenditure as at 31 March 2022, constituted 41.61% of approved adjusted capital budget and the funding is broken down as follows:

- Grant funding is 50.36% of approved grant funding budget.
- Internally generated funds are 30.01% of approved internal funds budget.

Capital budget by municipal vote for 2021/22

Vote Description	Budget Year 2021/22				
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	%
R thousands					
Multi-Year expenditure appropriation					
Vote 1 - EXECUTIVE COUNCIL	2,740	3,470	548	1,499	43.21%
Vote 2 - FINANCIAL SERVICES	2,460	3,716	310	1,079	29.03%
Vote 3 - CORPORATE SERVICES	1,923	2,230	1	682	30.58%
Vote 4 - COMMUNITY SERVICES	7,490	6,154	837	3,779	61.41%
Vote 5 - INFRASTRUCTURE AND ENGINEERING	45,230	73,865	5,498	30,569	41.38%
Vote 6 - PLANNING DEVELOPMENT AND TOURISM	1,170	1,905	(16)	400	21.00%
Total Capital Multi-year expenditure	**61,013**	**91,341**	**7,178**	**38,009**	**41.61%**

The capital expenditure as at 31 March 2022, constituted 41.61% of approved adjusted capital budget.

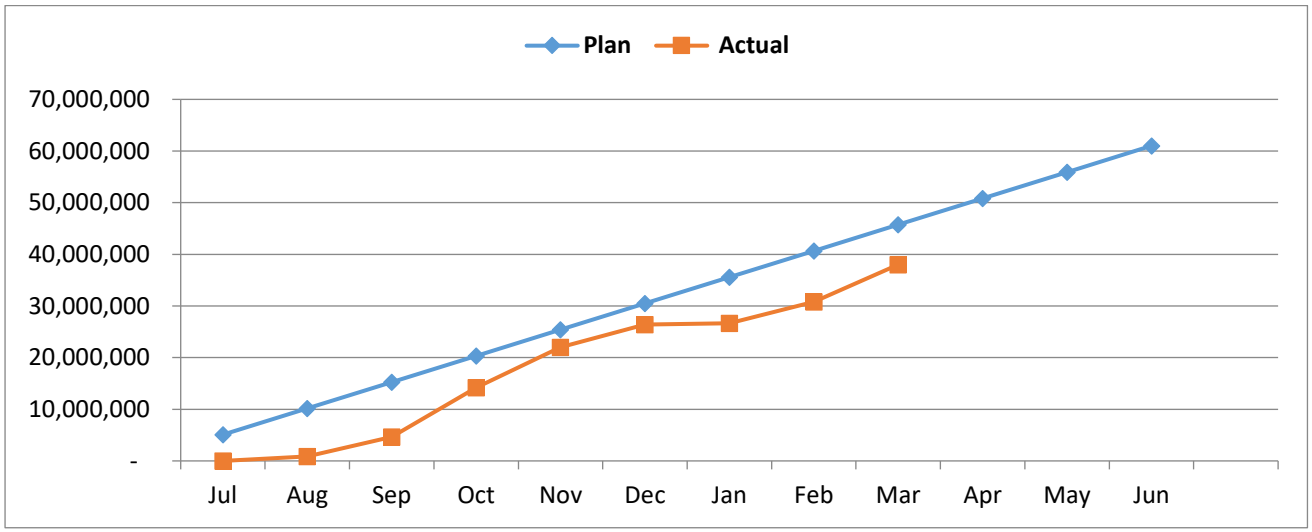
The capital expenditure is broken down per directorate as follows:

- Executive & Council is 43.21% of R 3,470 million budget.
- Financial Services is 29.03% of R 3,716 million budget.
- Corporate Services is 30.58% of R2,230 million budget.
- Community Services is 61.41% of R 6,154 million budget.

- Infrastructure & Engineering is 41.38% of R 73,865 million budget.
- Planning, Development and Tourism is 21.00% of R 1,905 million budget.

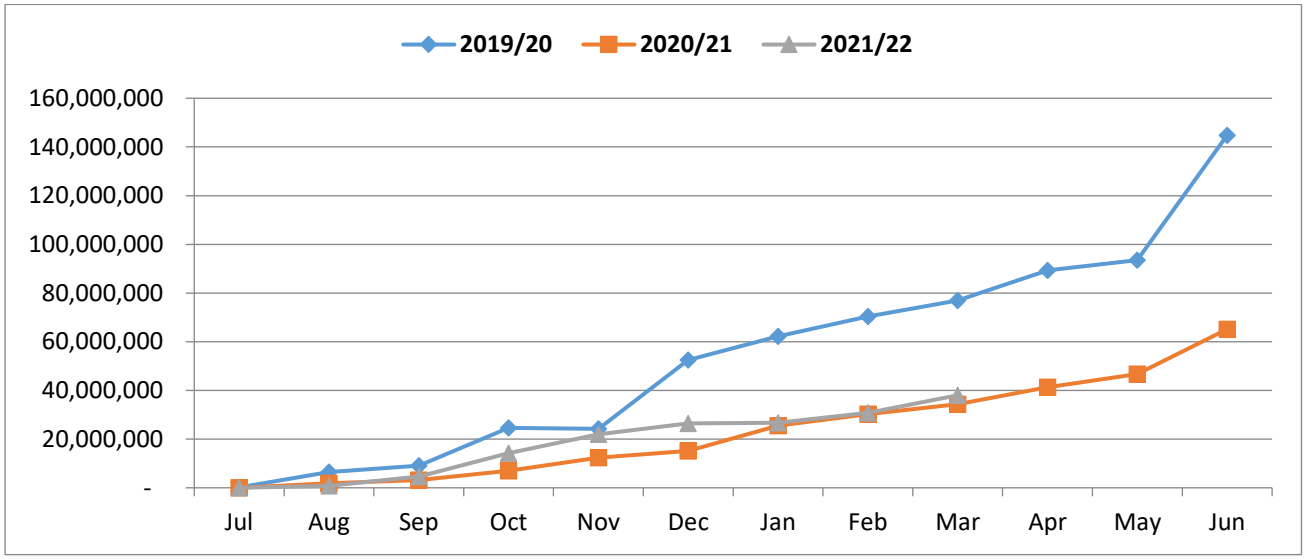
Monthly capital expenditure

The graph below reflects the municipality's monthly capital expenditure to date measured against the 2021/22 current budget.



Capital expenditure trend over the current- and past two years

The graph below shows the municipality's capital expenditure trend for 2019/20, 2020/21 and 2021/22.



Status of capital programmes/projects in the Municipality as at 31 March 2022.

DIRECTORATES	DEPARTMENT	FUNDING	PROJECTS	PROJECT NR	Adjusted Budget 2021/22	Actuals as at 31 March 2022
COMMUNITY SERVICES	FIRE SERVICES	Distr	Fire Vehicle	FT911	1,638,000	1,298,946
COMMUNITY SERVICES	PARKS AND OPEN SPACES	Internal	5X Trailes	101782	200,000	169,490
COMMUNITY SERVICES	Envornmental Management Fee	Internal	Kouga Skip Bins	CP4_EMF	200,000	-
COMMUNITY SERVICES	Protection Services	Internal	Machinery and Equipment (Security Cameras System)	PC_1004	300,000	32,191
COMMUNITY SERVICES	LAW ENFORCEMENT	Internal	Machinery and Equipment (Generator)	1011113	230,000	199,978
COMMUNITY SERVICES	Parks & Open Space	Internal	Machinery and Equipment	PC_1003	80,000	41,984
COMMUNITY SERVICES	LAW ENFORCEMENT	Internal	Machinery and Equipment (Radio communication) -	1011115	100,000	41,730
COMMUNITY SERVICES	Sport & Recreation	Internal	Furniture and Equipment	CP_9	100,000	-
COMMUNITY SERVICES	LAW ENFORCEMENT	Internal	Playdetactor (Machinery and Equipment)	1011111	155,000	155,000
COMMUNITY SERVICES	LAW ENFORCEMENT	Internal	Machinery and Equipment (Quardbike)	1011114	95,598	95,598
COMMUNITY SERVICES	Fire Services	Internal	Fencing Humansdorp Fire Station	CP1_FS	600,000	492,448
COMMUNITY SERVICES	LAW ENFORCEMENT	Internal	Furniture and Equipment - Operations room	1011112	17,197	17,197
COMMUNITY SERVICES	SPORT & RECREATION	Internal	Fencing Sport and Recreational Facilities	1011118	1,500,000	1,198,721
COMMUNITY SERVICES	Fire Services	Internal	Vehicle	CP_23	565,000	-
COMMUNITY SERVICES	Beach	Internal	Upgrading of Pellsrus, Kabeljous, Cape St Francis	PC_A001	100,000	-
COMMUNITY SERVICES	LAW ENFORCEMENT	Internal	Computer Equipment - Operatons Room	1011116	23,400	23,400
COMMUNITY SERVICES	ENVIRONMENTAL MANAGEMENT	Internal	Machinery and Equipment	PC_1002	33,700	12,783
COMMUNITY SERVICES	CEMETERIES	Internal	Ablution Facilities New	1011104	150,000	-
COMMUNITY SERVICES	ENVIRONMENTAL MANAGEMENT	Internal	Computer Equipment	CP_4	66,300	-
					6,154,195	**3,779,465**
CORPORATE SERVICES	Corporate Services	Internal	Computer Software and Applications	CP_60	287,000	- 165,620
CORPORATE SERVICES	Corporate Services	Internal	Fencing of municipal building	PC_1023	629,206	419,400
CORPORATE SERVICES	Corporate Services	Internal	Furniture and Equipment	CP_9	150,000	141,919
CORPORATE SERVICES	Skills Development	Internal	Computer Equipment	CP_4	21,501	21,501
CORPORATE SERVICES	Corporate Services	Internal	Computer Equipment	CP_4	141,843	86,916
CORPORATE SERVICES	ADMINISTRATION SERVICES	Internal	Bio-metric System	CP_CPS1	600,000	177,729
CORPORATE SERVICES	ADMINISTRATION SERVICES	Internal	Communications _ LED Screen	CORP02	300,000	-
CORPORATE SERVICES	ADMINISTRATION SERVICES	Internal	Communications _ Digital Screen	CORP01	100,000	-
					2,229,550	**681,845**

DIRECTORATES	DEPARTMENT	FUNDING	PROJECTS	PROJECT NR	Adjusted Budget 2021/22	Actuals as at 31 March 2022
EXECUTIVE & COUNCIL	MAYOR	Internal	Furniture and Equipment - Municipal Court	0803217	100,000	-
EXECUTIVE & COUNCIL	Council	Internal	Furniture and Equipment	CP_9	100,000	70,976
EXECUTIVE & COUNCIL	MAYORAL COMMITTEE	Internal	Furniture and Equipment - Ward Councillors Offices	1011101	150,000	-
EXECUTIVE & COUNCIL	MAYOR	Internal	Electronic and Computer Equipment	1011120	200,000	119,679
EXECUTIVE & COUNCIL	MAYOR	Internal	Vehicle	CP_23	1,200,000	500,000
EXECUTIVE & COUNCIL	MUNICIPAL MANAGER	Internal	Computer Equipment	CP_4	150,000	119,451
EXECUTIVE & COUNCIL	MAYOR	Internal	PA system/Data projector/Screens/Sound	1011102	70,000	-
EXECUTIVE & COUNCIL	WARD COUNCILLORS	Internal	Ward councilors Capital project	PC_65	750,000	213,456
EXECUTIVE & COUNCIL	WARD COUNCILLORS	Internal	Computer Equipment	CP_4	705,000	475,883
EXECUTIVE & COUNCIL	Risk and Internal Audit Unit	Internal	Computer Equipment	CP_4	20,000	-
EXECUTIVE & COUNCIL	Risk and Internal Audit Unit	Internal	Furniture and Equipment	CP_54	25,000	-
					3,470,000	**1,499,445**
FINANCE	ASSET MANAGEMENT	Internal	Single Cap Bakkie for stock verification	101773	350,000	-
FINANCE	SCM	Internal	Machinery and Equipment	PC_1003	12,700	12,700
FINANCE	ASSET MANAGEMENT	Internal	Office Equipment	101771	5,998	5,998
FINANCE	ASSET MANAGEMENT	Internal	Office Equipment	101772	12,000	4,607
FINANCE	ASSET MANAGEMENT	Internal	Replacement of Electrical Transformer _ Humansdorp	AM001	863,540	-
FINANCE	REVENUE	Internal	2 Single Cab Bakkie	0803219	452,000	451,382
FINANCE	Finance: IT	Internal	Furniture and Equipment	CP_9	69,007	69,007
FINANCE	Finance: IT	Internal	Cibex Software	CP_075	600,000	-
FINANCE	Finance: IT	Internal	Computer Equipment	CP_4	914,244	464,913
FINANCE	Finance: IT	Internal	WIFI Solution	PC_017	100,000	46,141
FINANCE	Finance: IT	Internal	Network Upgrade	CP_2241	250,000	24,000
FINANCE	Finance: IT	Internal	Furniture and Equipment	CP_4	86,957	-
					3,716,446	**1,078,748**

DIRECTORATES	DEPARTMENT	FUNDING	PROJECTS	PROJECT NR	Adjusted Budget 2021/22	Actuals as at 31 March 2022
INFRASTRUCTURE & ENGINEERING	Electricity	Internal	Saffery Substation	CP7_ELC	1,000,000	860,401
INFRASTRUCTURE & ENGINEERING	Water	Internal	Replace 250mm Water Main Canal Road St Francis Bay	CP7_WAT	163,000	51,536
INFRASTRUCTURE & ENGINEERING	Water	Internal	Repair Leaking Concrete Water Tower Paradise Beach	CP_4WAT	310,000	-
INFRASTRUCTURE & ENGINEERING	Water	Internal	Replace Main Waterline Sout Rivier Bridge Crossing	CP5_WAT	295,000	123,777
INFRASTRUCTURE & ENGINEERING	Water	Internal	Replace 250mm Water Main Mimosa Street Jbay	CP6_WAT	104,000	53,803
INFRASTRUCTURE & ENGINEERING	Sewerage	Internal	New bypass Sewer Rising Main and Pump Stations Jbay	CP5_SW	992,000	91,472
INFRASTRUCTURE & ENGINEERING	Sewerage	Internal	Upgrade Sewer Rising Mains Jbay (La Mer-4A-4B) Pre	CP4_SW	326,000	67,139
INFRASTRUCTURE & ENGINEERING	WATER	DRG	Connect 4 x drilled boreholes to treatment works	I&E002	10,869,565	4,359,803
INFRASTRUCTURE & ENGINEERING	WATER	Internal	Connect up 3 x boreholes Soetkloof Hankey	I&E001	2,875,000	-
INFRASTRUCTURE & ENGINEERING	Sewerage	Internal	Piped Reticulation - St Francis Bay	CP7_SEW	295,000	104,848
INFRASTRUCTURE & ENGINEERING	Water	Internal	Machinery & Equipment	CP_10SW	180,000	12,792
INFRASTRUCTURE & ENGINEERING	METERING & REVENUE	Internal	Bulk 66kv Overhead lines	CP66KV	2,147,319	1,876,376
INFRASTRUCTURE & ENGINEERING	Sewerage	MIG	Upgrade Sanitation System Old Hankey	PC_012	14,981,698	5,241,368
INFRASTRUCTURE & ENGINEERING	METERING & REVENUE	INEP	Ocean View Electrification	ELEC711	6,782,609	5,840,023
INFRASTRUCTURE & ENGINEERING	Sewerage	Internal	Upgrade Loerie sewer pump station	CP_2SW	147,000	26,964
INFRASTRUCTURE & ENGINEERING	Public Works	MIG	Upgrading of Gravel Roads in Humansdorp	PC_075	14,235,217	9,032,724
INFRASTRUCTURE & ENGINEERING	PROJECT MANAGEMENT UNIT (PMU)	MIG	Mini Fresh Food and Craft Markets in Jbay & Hankey		728,750	454,713
INFRASTRUCTURE & ENGINEERING	PROJECT MANAGEMENT UNIT (PMU)	Internal	Mini Fresh Food and Craft Markets in Jbay & Hankey	CP_369	400,000	-
INFRASTRUCTURE & ENGINEERING	SEWERAGE	Internal	Construct emergency overflow pond Koraal Sewer	CP_3SW	100,000	-
INFRASTRUCTURE & ENGINEERING	PROJECT MANAGEMENT UNIT (PMU)	MIG	Upgrading/Improvement of Sport Facilities within Kouga Region (Lo	MIG01	500,000	-
INFRASTRUCTURE & ENGINEERING	PROJECT MANAGEMENT UNIT (PMU)	MIG	Upgrading/Improvement of Sport Facilities within Kouga Region (Se	MIG02	2,342,087	-
INFRASTRUCTURE & ENGINEERING	WATER	Internal	WATER TANKS - JEFFREYS BAY	W9801	840,000	-
INFRASTRUCTURE & ENGINEERING	WATER	Internal	Connecting Kruisfontein borehole to Humansdorp Water Tretment	WAT004	10,335,694	-
INFRASTRUCTURE & ENGINEERING	WATER	Internal	Connect 4 x drilled boreholes to treatment works	I&E002	815,435	2,371,171
INFRASTRUCTURE & ENGINEERING	WATER	Internal	WATER TANKS - HUMANSDORP	W9802	2,100,000	-
					73,865,374	**30,568,909**
PLANNING, DEVELOPMENT & TOURISM	Planning & Development	Internal	Computer Software and Applications	CP_60	220,000	90,978
PLANNING, DEVELOPMENT & TOURISM	Planning & Development	Internal	Furniture and equipment	CP_54	300,000	10,010
PLANNING, DEVELOPMENT & TOURISM	LOCAL ECONOMIC DEVELOPMENT	Internal	Computer Equipment	CP_4	83,898	77,971
PLANNING, DEVELOPMENT & TOURISM	Economic Development: Tourism	Internal	Restoration of Fisherman Grave Site	CP2_EDT	150,000	23,100
PLANNING, DEVELOPMENT & TOURISM	LAND & PROPERTY ADMINISTRATION	Internal	Furniture and equipment	CP_54	451,528	163,598
PLANNING, DEVELOPMENT & TOURISM	LAND & PROPERTY ADMINISTRATION	Internal	Computer Equipment	CP_4	100,000	34,565
PLANNING, DEVELOPMENT & TOURISM	LOCAL ECONOMIC DEVELOPMENT	Internal	Kouga Business Support Centre	CP1_EDB	600,000	-
					1,905,426	**400,221**
				Total	**91,340,991**	**38,008,633**

Annexure "A3"

PROJECTED CASH FLOW STATEMENT FOR THE 2021/22 FINANCIAL YEAR

Projected Cash Flow Statement as at 31 March 2022

The purpose of the cash flow statement is to compare the cash inflows (receipts) with the cash outflows (payments), so as to ascertain the adequacy of the cash inflows to cover the cash outflows.

Table C7 Monthly Budget Statement – Cash Flow – M09 March 2022

Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		545,688	203,401	212,184	12,631	174,640	159,138	15,502	10%	212,184
Service charges		70,769	500,464	711,473	73,871	503,309	533,605	(30,296)	-6%	711,473
Other revenue		33,622	39,500	57,614	538	24,842	43,210	(18,368)	-43%	57,614
Government - operating		152,544	152,602	154,418	35,943	152,804	115,814	36,990	32%	154,418
Government - capital		2,151	40,256	53,680	11,853	53,336	40,260	13,076	32%	53,680
Interest		782,820	15,706	2,811	249	2,300	2,108	192	9%	2,811
Dividends		–	–	–				–		–
Payments										
Suppliers and employees		3,573	(927,527)	(1,142,665)	(96,018)	(781,092)	(856,999)	(75,907)	9%	(1,142,665)
Finance charges		–	(716)	(716)	(42)	(289)	(537)	(248)	46%	(716)
Transfers and Grants		–	(650)	–		–		–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**1,591,166**	**23,037**	**48,798**	**39,026**	**129,850**	**36,599**	**(93,251)**	**-255%**	**48,798**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) other non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		27,043	(61,013)	(91,341)	(8,254)	(43,710)	(68,506)	(24,796)	36%	(91,341)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**27,043**	**(61,013)**	**(91,341)**	**(8,254)**	**(43,710)**	**(68,506)**	**(24,796)**	**36%**	**(91,341)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		(20,774)						–		–
Payments										
Repayment of borrowing		–	(6,747)	(6,747)	–	(6,128)	(5,060)	1,068	-21%	(6,747)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(20,774)**	**(6,747)**	**(6,747)**	**–**	**(6,128)**	**(5,060)**	**1,068**	**-21%**	**(6,747)**
NET INCREASE/ (DECREASE) IN CASH HELD		**1,597,435**	**(44,723)**	**(49,289)**	**30,772**	**80,012**	**(36,967)**			**(49,289)**
Cash/cash equivalents at beginning:		141,033	90,062	53,394		53,394	53,394			53,394
Cash/cash equivalents at month/year end:		1,738,468	45,339	4,105		133,406	16,427			4,105

MUNICIPAL MONTHLY BUDGET TABLES

1. MONTHLY BUDGET TABLES

The seven main budget tables, as required in terms of the Municipal Budget and Reporting Regulations, are included in this section of the report. These tables set out the Municipality's 2021/22 budget performance for the period of March 2022 and are to be noted. Each table is accompanied by explanatory notes.

Table C1 Monthly Budget Statement Summary – M09 March 2022

Description	2020/21	Budget Year 2021/22							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	210,205	218,711	224,085	13,745	182,788	168,002	14,786	9%	224,085
Service charges	469,219	538,133	539,540	44,141	407,251	405,648	1,602	0%	539,540
Investment revenue	4,192	5,780	2,811	394	2,300	2,108	192	9%	2,811
Transfers and subsidies	166,982	152,602	154,418	37,181	151,402	115,961	35,442	31%	154,418
Other own revenue	36,543	50,174	52,309	4,735	43,805	39,231	4,574	12%	52,309
Total Revenue (excluding capital transfers and contributions)	**887,140**	**965,400**	**973,163**	**100,196**	**787,546**	**730,950**	**56,596**	**8%**	**973,163**
Employee costs	335,334	378,677	377,340	24,792	249,832	287,599	(37,767)	-13%	377,340
Remuneration of Councillors	12,780	13,651	13,651	1,158	10,130	10,238	(108)	-1%	13,651
Depreciation & asset impairment	80,852	91,830	91,830	6,521	56,179	68,873	(12,694)	-18%	91,830
Finance charges	3,094	716	716	42	289	537	(248)	-46%	716
Materials and bulk purchases	325,733	356,261	369,235	32,787	283,799	276,926	6,874	2%	369,235
Transfers and subsidies	761	650	550	27	27	412	(385)	-93%	550
Other expenditure	220,345	232,664	259,536	17,235	139,761	194,649	(54,888)	-28%	259,536
Total Expenditure	**978,900**	**1,074,449**	**1,112,858**	**82,562**	**740,018**	**839,234**	**(99,216)**	**-12%**	**1,112,858**
Surplus/(Deficit)	**(91,760)**	**(109,049)**	**(139,695)**	**17,634**	**47,529**	**(108,284)**	**155,813**	**-144%**	**(139,695)**
Transfers and subsidies - capital (monetary allocations)	46,787	40,256	59,643	6,127	26,333	40,150	(13,816)	-34%	59,643
Contributions & Contributed assets	–	0	–	10	14	–	14	#DIV/0!	–
Surplus/(Deficit) after capital transfers & contributions	**(44,973)**	**(68,793)**	**(80,052)**	**23,771**	**73,876**	**(68,134)**	**142,010**	**-208%**	**(80,052)**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(44,973)**	**(68,793)**	**(80,052)**	**23,771**	**73,876**	**(68,134)**	**142,010**	**-208%**	**(80,052)**
Capital expenditure & funds sources									
Capital expenditure	**25,728**	**61,013**	**91,341**	**7,178**	**38,009**	**68,505**	**(30,497)**	**-45%**	**91,341**
Capital transfers recognised	41,388	35,985	52,078	6,903	26,228	39,058	(12,831)	-33%	52,078
Public contributions & donations	–	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	(7,061)	25,028	39,263	275	11,781	29,447	(17,666)	-60%	39,263
Total sources of capital funds	**34,327**	**61,013**	**91,341**	**7,178**	**38,009**	**68,505**	**(30,497)**	**-45%**	**91,341**
Financial position									
Total current assets	292,547	170,054	150,064		224,633				150,064
Total non current assets	2,315,624	2,287,917	2,318,153		2,297,963				2,318,153
Total current liabilities	245,872	182,327	160,923		128,946				160,923
Total non current liabilities	175,631	163,445	191,375		176,381				191,375
Community wealth/Equity	**2,231,641**	**2,112,199**	**2,115,918**		**2,217,269**				**2,115,918**
Cash flows									
Net cash from (used) operating	1,591,166	23,037	48,798	39,026	129,850	36,599	(93,251)	-255%	48,798
Net cash from (used) investing	27,043	(61,013)	(91,341)	(8,254)	(43,710)	(68,506)	(24,796)	36%	(91,341)
Net cash from (used) financing	(20,774)	(6,747)	(6,747)	–	(6,128)	(5,060)	1,068	-21%	(6,747)
Cash/cash equivalents at the month/year end	**1,738,468**	**45,339**	**4,105**	**–**	**133,406**	**16,427**	**(116,979)**	**-712%**	**4,105**
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	34,551	8,883	6,991	6,165	7,002	5,771	41,208	178,821	289,392
Creditors Age Analysis									
Total Creditors	123,466	848	354	100	16	43	(1,729)	4,071	127,169

Explanatory notes to Table C 1 – Monthly Budget Summary

The aim of the Budget Summary is to provide a concise overview of the actual budget performance from all of the major financial perspective (operating expenditure, capital expenditure, financial position, cash flow, and MFMA funding compliance).

The table provides an overview of the actual amounts spent compared to the monthly budget projections within the context of operating performance, resources utilised for capital expenditure, financial position, cash and funding compliance.

Table C2 Monthly Budget Statement – Financial Performance (standard classification) – M09 March 2022

Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		**316,505**	**334,164**	**338,358**	**50,853**	**346,906**	**253,295**	93,611	37%	**338,358**
Executive and council		926	29	1,490	–	81	990	(909)	-92%	1,490
Finance and administration		315,579	334,135	336,869	50,853	346,825	252,305	94,520	37%	336,869
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		**12,619**	**11,799**	**15,811**	**2,026**	**12,234**	**11,938**	296	2%	**15,811**
Community and social services		2,427	2,516	2,483	31	2,362	2,374	(12)	-1%	2,483
Sport and recreation		5,800	6,302	8,506	442	6,340	6,380	(39)	-1%	8,506
Public safety		1,529	735	1,651	823	1,306	950	356	38%	1,651
Housing		–	–	–	–	–	–	–		–
Health		2,863	2,246	3,170	729	2,225	2,233	(9)	0%	3,170
Economic and environmental services		**15,708**	**27,734**	**15,144**	**2,919**	**13,817**	**11,549**	2,267	20%	**15,144**
Planning and development		7,589	6,870	7,376	430	5,393	5,725	(331)	-6%	7,376
Road transport		6,952	19,419	6,375	2,469	7,134	4,780	2,354	49%	6,375
Environmental protection		1,167	1,446	1,393	20	1,290	1,045	245	23%	1,393
Trading services		**589,095**	**631,958**	**663,493**	**50,535**	**440,938**	**494,318**	(53,381)	-11%	**663,493**
Energy sources		310,687	349,113	357,466	27,746	264,625	269,881	(5,256)	-2%	357,466
Water management		108,540	109,904	117,805	10,515	68,583	88,425	(19,842)	-22%	117,805
Waste water management		96,238	99,787	107,236	7,220	61,069	75,261	(14,192)	-19%	107,236
Waste management		73,630	73,154	80,986	5,054	46,660	60,751	(14,091)	-23%	80,986
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	**933,927**	**1,005,656**	**1,032,806**	**106,333**	**813,894**	**771,100**	**42,794**	**6%**	**1,032,806**
Expenditure - Functional										
Governance and administration		**222,313**	**243,963**	**255,990**	**17,589**	**144,236**	**193,642**	(49,406)	-26%	**255,990**
Executive and council		50,007	50,592	51,185	4,364	33,618	38,571	(4,953)	-13%	51,185
Finance and administration		172,304	193,351	204,785	13,223	110,607	155,056	(44,449)	-29%	204,785
Internal audit		2	20	20	2	11	15	(4)	-28%	20
Community and public safety		**93,963**	**107,514**	**104,565**	**8,118**	**73,105**	**79,588**	(6,483)	-8%	**104,565**
Community and social services		9,090	11,186	10,583	825	7,140	8,045	(905)	-11%	10,583
Sport and recreation		49,442	54,230	54,187	4,497	39,242	41,128	(1,887)	-5%	54,187
Public safety		23,565	29,328	27,366	1,968	18,762	20,930	(2,169)	-10%	27,366
Housing		6,238	5,884	5,850	406	4,063	4,449	(386)	-9%	5,850
Health		5,628	6,886	6,578	421	3,899	5,034	(1,136)	-23%	6,578
Economic and environmental services		**141,070**	**157,693**	**147,014**	**7,891**	**87,065**	**110,876**	(23,811)	-21%	**147,014**
Planning and development		34,140	45,303	40,573	2,364	23,078	30,868	(7,790)	-25%	40,573
Road transport		103,535	109,560	103,389	5,286	61,782	77,690	(15,907)	-20%	103,389
Environmental protection		3,395	2,830	3,051	241	2,205	2,318	(114)	-5%	3,051
Trading services		**520,428**	**561,444**	**601,604**	**48,683**	**434,640**	**452,365**	(17,725)	-4%	**601,604**
Energy sources		291,126	354,858	381,557	25,741	270,653	286,344	(15,691)	-5%	381,557
Water management		95,724	86,287	93,728	13,108	69,358	70,550	(1,192)	-2%	93,728
Waste water management		71,285	59,888	60,376	5,889	52,340	45,563	6,777	15%	60,376
Waste management		62,294	60,412	65,943	3,944	42,289	49,907	(7,618)	-15%	65,943
Other		**1,125**	**3,834**	**3,686**	**282**	**972**	**2,764**	**(1,792)**	**-65%**	**3,686**
Total Expenditure - Functional	3	**978,900**	**1,074,449**	**1,112,858**	**82,562**	**740,018**	**839,234**	**(99,216)**	**-12%**	**1,112,858**
Surplus/ (Deficit) for the year		**(44,973)**	**(68,793)**	**(80,052)**	**23,771**	**73,876**	**(68,134)**	**142,010**	**-208%**	**(80,052)**

Explanatory notes to Table C2 – Budgeted Financial Performance (revenue and expenditure by standard classification)

The standard classification refers to a modified Government Finance Statistics (GFS) reporting structure. The aim of the standard classification approach is to ensure that all municipalities report their operations in one common format, to facilitate comparison across all municipalities.

Table C3 Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote – M09 March 2022

Vote Description	Ref	2020/21	Budget Year 2021/22							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 1 - EXECUTIVE COUNCIL		0	–	1,070	–	–	675	(675)	-100.0%	1,070
Vote 2 - FINANCIAL SERVICES		328,986	332,484	335,875	50,704	345,248	251,560	93,689	37.2%	335,875
Vote 3 - CORPORATE SERVICES		565	319	721	–	482	541	(59)	-10.8%	721
Vote 4 - COMMUNITY SERVICES		96,379	105,755	103,834	9,554	67,207	77,967	(10,760)	-13.8%	103,834
Vote 5 - INFRASTRUCTURE AND ENGINEERING		502,543	563,015	586,305	45,690	397,456	436,607	(39,151)	-9.0%	586,305
Vote 6 - PLANNING DEVELOPMENT AND TOURISM		4,586	4,082	5,001	384	3,500	3,751	(251)	-6.7%	5,001
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**933,060**	**1,005,656**	**1,032,806**	**106,333**	**813,894**	**771,100**	**42,794**	**5.5%**	**1,032,806**
Expenditure by Vote	1									
Vote 1 - EXECUTIVE COUNCIL		51,232	52,647	55,260	6,473	36,555	41,678	(5,123)	-12.3%	55,260
Vote 2 - FINANCIAL SERVICES		80,189	107,877	100,944	5,241	53,070	76,586	(23,515)	-30.7%	100,944
Vote 3 - CORPORATE SERVICES		56,843	45,011	64,037	3,186	28,658	48,326	(19,668)	-40.7%	64,037
Vote 4 - COMMUNITY SERVICES		195,873	213,660	213,895	15,332	146,846	162,418	(15,571)	-9.6%	213,895
Vote 5 - INFRASTRUCTURE AND ENGINEERING		572,561	621,597	647,745	50,511	458,996	486,694	(27,699)	-5.7%	647,745
Vote 6 - PLANNING DEVELOPMENT AND TOURISM		22,202	33,658	30,976	1,820	15,892	23,532	(7,641)	-32.5%	30,976
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**978,900**	**1,074,449**	**1,112,858**	**82,562**	**740,018**	**839,234**	**(99,216)**	**-11.8%**	**1,112,858**
Surplus/ (Deficit) for the year	2	**(45,840)**	**(68,793)**	**(80,052)**	**23,771**	**73,876**	**(68,134)**	**142,010**	**-208.4%**	**(80,052)**

Explanatory notes to Table C3 – Budgeted Financial Performance (revenue and expenditure by municipal vote)

The purpose of the format in which the monthly budget reporting table is represented, is to enable the Council to enforce a vote in accordance with the municipality's organisational structure, so as to assign responsibility for the revenue and expenditure recorded against these votes to the Municipal Manager and Directors concerned.

Operating revenue and expenditure is thus presented by "vote". A "vote" is defined as one of the main segments into which a budget of a municipality is divided into, for the appropriation of funds.

Table C4 Monthly Budget Statement – Financial Performance (revenue and expenditure) – M09 March 2022

Description	Ref	2020/21	Budget Year 2021/22							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		210,205	218,711	224,085	13,745	182,788	168,002	14,786	9%	224,085
Service charges - electricity revenue		281,916	334,173	342,329	27,633	257,492	257,646	(154)	0%	342,329
Service charges - water revenue		80,983	89,581	81,646	7,198	62,368	61,306	1,062	2%	81,646
Service charges - sanitation revenue		52,346	58,635	57,754	4,596	43,645	43,326	319	1%	57,754
Service charges - refuse revenue		53,974	55,744	57,811	4,713	43,746	43,370	376	1%	57,811
Rental of facilities and equipment		2,347	1,169	2,800	197	2,475	2,100	375	18%	2,800
Interest earned - external investments		4,192	5,780	2,811	394	2,300	2,108	192	9%	2,811
Interest earned - outstanding debtors		9,982	10,674	12,820	1,273	9,790	9,615	175	2%	12,820
Dividends received		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		3,308	2,238	794	158	1,118	596	522	88%	794
Licences and permits		11,639	25,746	12,873	646	9,738	9,655	83	1%	12,873
Agency services		–	–	0	1,935	1,935	–	1,935	#DIV/0!	0
Transfers and subsidies		166,982	152,602	154,418	37,181	151,402	115,961	35,442	31%	154,418
Other revenue		9,211	10,348	23,022	527	18,750	17,266	1,484	9%	23,022
Gains		57	–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		**887,140**	**965,400**	**973,163**	**100,196**	**787,546**	**730,950**	**56,596**	**8%**	**973,163**
Expenditure By Type										
Employee related costs		335,334	378,677	377,340	24,792	249,832	287,599	(37,767)	-13%	377,340
Remuneration of councillors		12,780	13,651	13,651	1,158	10,130	10,238	(108)	-1%	13,651
Debt impairment		31,535	53,726	45,817	775	3,103	34,363	(31,260)	-91%	45,817
Depreciation & asset impairment		80,852	91,830	91,830	6,521	56,179	68,873	(12,694)	-18%	91,830
Finance charges		3,094	716	716	42	289	537	(248)	-46%	716
Bulk purchases - electricity		254,058	290,000	300,000	19,803	226,415	225,000	1,415	1%	300,000
Inventory consumed		71,675	66,261	69,235	12,985	57,385	51,926	5,459	11%	69,235
Contracted services		95,785	78,598	82,892	5,193	51,071	62,164	(11,093)	-18%	82,887
Transfers and subsidies		761	650	550	27	27	412	(385)	-93%	550
Other expenditure		91,018	100,339	130,826	11,268	85,587	98,122	(12,535)	-13%	130,831
Losses		2,007	–	–	–	–	–	–		–
Total Expenditure		**978,900**	**1,074,449**	**1,112,858**	**82,562**	**740,018**	**839,234**	**(99,216)**	**-12%**	**1,112,858**
Surplus/(Deficit)		**(91,760)**	**(109,049)**	**(139,695)**	**17,634**	**47,529**	**(108,284)**	**155,813**	**(0)**	**(139,695)**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		46,787	40,256	59,643	6,127	26,333	40,150	(13,816)	**(0)**	59,643
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		–	0	–	10	14	–	14	**#DIV/0!**	–
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		**(44,973)**	**(68,793)**	**(80,052)**	**23,771**	**73,876**	**(68,134)**			**(80,052)**
Taxation		–	–	–	–	–	–	–		–
Surplus/(Deficit) after taxation		**(44,973)**	**(68,793)**	**(80,052)**	**23,771**	**73,876**	**(68,134)**			**(80,052)**
Attributable to minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		**(44,973)**	**(68,793)**	**(80,052)**	**23,771**	**73,876**	**(68,134)**			**(80,052)**
Share of surplus/ (deficit) of associate		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		**(44,973)**	**(68,793)**	**(80,052)**	**23,771**	**73,876**	**(68,134)**			**(80,052)**

Explanatory notes to Table C4 – Budgeted Financial Performance (revenue and expenditure)

The Financial Performance Budget is required to be approved concurrently by revenue source and expenditure type, so as to ensure consistency with annual reporting format requirements. A key aim is to facilitate comparison between the monthly results, the monthly budget-to-date projections and the original budget, so as to assess performance.

Table C5 Monthly Budget Statement – Capital Expenditure (municipal vote, standard classification and funding) – M09 March 2022

Vote Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Multi-Year expenditure appropriation	2									
Vote 1 - EXECUTIVE COUNCIL		182	1,990	2,695	548	1,286	2,021	(735)	-36%	2,695
Vote 2 - FINANCIAL SERVICES		49,578	2,210	3,704	310	1,066	2,778	(1,712)	-62%	3,704
Vote 3 - CORPORATE SERVICES		2,308	1,923	2,230	1	682	1,672	(990)	-59%	2,230
Vote 4 - COMMUNITY SERVICES		(2,458)	6,110	5,740	862	3,693	4,305	(613)	-14%	5,740
Vote 5 - INFRASTRUCTURE AND ENGINEERING		38,142	45,230	72,737	5,498	30,114	54,552	(24,438)	-45%	72,737
Vote 6 - PLANNING DEVELOPMENT AND TOURISM		340	670	1,154	7	227	865	(639)	-74%	1,154
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	**88,093**	**58,133**	**88,259**	**7,226**	**37,067**	**66,194**	**(29,127)**	**-44%**	**88,259**
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE COUNCIL		91	750	775	–	213	581	(368)	-63%	775
Vote 2 - FINANCIAL SERVICES		(57,971)	250	13	–	13	10	3	33%	13
Vote 3 - CORPORATE SERVICES		22,363	–	–	–	–	–	–		–
Vote 4 - COMMUNITY SERVICES		681	1,380	414	(25)	87	310	(223)	-72%	414
Vote 5 - INFRASTRUCTURE AND ENGINEERING		(28,215)	–	1,129	–	455	847	(392)	-46%	1,129
Vote 6 - PLANNING DEVELOPMENT AND TOURISM		686	500	752	(23)	174	564	(390)	-69%	752
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–		–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–		–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–		–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–		–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–		–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–		–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–		–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–		–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	(62,364)	2,880	3,082	(48)	941	2,311	**(1,370)**	**-59%**	3,082
Total Capital Expenditure	**3**	**25,728**	**61,013**	**91,341**	**7,178**	**38,009**	**68,505**	**(30,497)**	**-45%**	**91,341**
Capital Expenditure - Functional Classification										
Governance and administration		**16,925**	**8,963**	**10,337**	**876**	**3,825**	**7,753**	(3,928)	-51%	**10,337**
Executive and council		274	2,240	3,425	548	1,499	2,569	(1,069)	-42%	3,425
Finance and administration		16,651	6,723	6,887	329	2,326	5,165	(2,840)	-55%	6,887
Internal audit		–	–	25	–	–	19	(19)	-100%	25
Community and public safety		**6,630**	**8,987**	**7,775**	**844**	**3,202**	**5,831**	(2,630)	-45%	**7,775**
Community and social services		–	570	150	–	–	113	(113)	-100%	150
Sport and recreation		243	6,217	4,822	844	1,410	3,617	(2,206)	-61%	4,822
Public safety		6,338	2,200	2,803	–	1,791	2,102	(311)	-15%	2,803
Housing		340	–	–	–	–	–	–		–
Health		(290)	–	–	–	–	–	–		–
Economic and environmental services		**(37,205)**	**15,555**	**17,119**	**728**	**9,865**	**12,840**	(2,975)	-23%	**17,119**
Planning and development		1,115	1,120	2,884	6	832	2,163	(1,331)	-62%	2,884
Road transport		(38,320)	14,435	14,235	723	9,033	10,676	(1,644)	-15%	14,235
Environmental protection		–	–	–	–	–	–	–		–
Trading services		**39,378**	**27,458**	**55,959**	**4,751**	**21,094**	**41,969**	(20,875)	-50%	**55,959**
Energy sources		12,588	9,783	9,930	800	8,577	7,447	1,129	15%	9,930
Water management		7,172	2,245	28,888	2,515	6,973	21,666	(14,693)	-68%	28,888
Waste water management		19,881	14,630	16,842	1,460	5,532	12,631	(7,099)	-56%	16,842
Waste management		(263)	800	300	(25)	13	225	(212)	-94%	300
Other		–	50	150	(22)	23	113	(89)	-79%	150
Total Capital Expenditure - Functional Classification	3	**25,728**	**61,013**	**91,341**	**7,178**	**38,009**	**68,505**	**(30,497)**	**-45%**	**91,341**
Funded by:										
National Government		35,675	34,385	50,440	6,903	24,929	37,830	(12,901)	-34%	50,440
Provincial Government		–	–	–	–	–	–	–		–
District Municipality		5,713	1,600	1,638	–	1,299	1,229	70	6%	1,638
Other transfers and grants		–	–	–	–	–	–	–		–
Transfers recognised - capital		**41,388**	**35,985**	**52,078**	**6,903**	**26,228**	**39,058**	**(12,831)**	**-33%**	**52,078**
Public contributions & donations	5	–	–	–	–	–	–	–		–
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		(7,061)	25,028	39,263	275	11,781	29,447	(17,666)	-60%	39,263
Total Capital Funding		**34,327**	**61,013**	**91,341**	**7,178**	**38,009**	**68,505**	**(30,497)**	**-45%**	**91,341**

Explanatory notes to Table C5 – Budgeted Capital Expenditure by vote, standard classification and funding

Table C5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and the funding necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

Table C6 Monthly Budget Statement – Financial Position – M09 March 2022

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		12,188	12,224	3,118	55,619	3,118
Call investment deposits		40,490	33,116	987	77,787	987
Consumer debtors		85,286	67,296	86,056	51,486	86,056
Other debtors		142,012	48,618	47,032	24,137	47,032
Current portion of long-term receivables		–	3	–	–	–
Inventory		12,570	8,798	12,871	15,605	12,871
Total current assets		**292,547**	**170,054**	**150,064**	**224,633**	**150,064**
Non current assets						
Long-term receivables		–	13	–	–	–
Investments		–	–	–	–	–
Investment property		242,552	242,552	262,645	262,645	262,645
Investments in Associate		–	–	–	–	–
Property, plant and equipment		2,071,777	2,042,419	2,053,106	2,033,920	2,053,106
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		1,295	2,934	2,402	1,398	2,402
Other non-current assets		–	–	–	–	–
Total non current assets		**2,315,624**	**2,287,917**	**2,318,153**	**2,297,963**	**2,318,153**
TOTAL ASSETS		**2,608,171**	**2,457,971**	**2,468,217**	**2,522,597**	**2,468,217**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		6,747	0	–	619	–
Consumer deposits		20,774	17,378	20,774	23,409	20,774
Trade and other payables		182,904	135,300	101,874	70,223	101,874
Provisions		35,447	29,649	38,275	34,696	38,275
Total current liabilities		**245,872**	**182,327**	**160,923**	**128,946**	**160,923**
Non current liabilities						
Borrowing		(0)	–	–	–	–
Provisions		175,631	163,445	191,375	176,381	191,375
Total non current liabilities		**175,631**	**163,445**	**191,375**	**176,381**	**191,375**
TOTAL LIABILITIES		**421,502**	**345,772**	**352,298**	**305,328**	**352,298**
NET ASSETS	2	**2,186,668**	**2,112,199**	**2,115,918**	**2,217,269**	**2,115,918**
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		2,231,641	2,112,199	2,115,918	2,217,269	2,115,918
Reserves		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**2,231,641**	**2,112,199**	**2,115,918**	**2,217,269**	**2,115,918**

Explanatory notes to Table C6 – Budgeted Financial Position

i. The table represents Assets less Liabilities as Community Wealth. The order of items within each group is also aligned to the convention of showing items in order of liquidity, i.e. assets readily converted to cash or liabilities immediately required to be met from cash appear first.

ii. Any movement on the Budgeted Financial Performance or the Capital Budget will invariably impact on the Budgeted Financial Position.
For example, the collection rate assumption will impact on the cash position of the municipality and consequently inform the level of cash and cash equivalents at year end.
Similarly, the collection rate assumption informs the budget provision for bad debts. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as compliance assessment is directly informed by forecasting the statement of financial position.

Table C7 Monthly Budget Statement – Cash Flow – M09 March 2022

Description	Ref	2020/21	Budget Year 2021/22							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		545,688	203,401	212,184	12,631	174,640	159,138	15,502	10%	212,184
Service charges		70,769	500,464	711,473	73,871	503,309	533,605	(30,296)	-6%	711,473
Other revenue		33,622	39,500	57,614	538	24,842	43,210	(18,368)	-43%	57,614
Government - operating		152,544	152,602	154,418	35,943	152,804	115,814	36,990	32%	154,418
Government - capital		2,151	40,256	53,680	11,853	53,336	40,260	13,076	32%	53,680
Interest		782,820	15,706	2,811	249	2,300	2,108	192	9%	2,811
Dividends		–	–	–				–		–
Payments										
Suppliers and employees		3,573	(927,527)	(1,142,665)	(96,018)	(781,092)	(856,999)	(75,907)	9%	(1,142,665)
Finance charges		–	(716)	(716)	(42)	(289)	(537)	(248)	46%	(716)
Transfers and Grants		–	(650)	–		–		–		–
NET CASH FROM/(USED) OPERATING ACTIVITIES		**1,591,166**	**23,037**	**48,798**	**39,026**	**129,850**	**36,599**	**(93,251)**	**-255%**	**48,798**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	–	–	–	–	–	–		–
Decrease (increase) other non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
Payments										
Capital assets		27,043	(61,013)	(91,341)	(8,254)	(43,710)	(68,506)	(24,796)	36%	(91,341)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**27,043**	**(61,013)**	**(91,341)**	**(8,254)**	**(43,710)**	**(68,506)**	**(24,796)**	**36%**	**(91,341)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		(20,774)						–		–
Payments										
Repayment of borrowing		–	(6,747)	(6,747)	–	(6,128)	(5,060)	1,068	-21%	(6,747)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(20,774)**	**(6,747)**	**(6,747)**	**–**	**(6,128)**	**(5,060)**	**1,068**	**-21%**	**(6,747)**
NET INCREASE/ (DECREASE) IN CASH HELD		**1,597,435**	**(44,723)**	**(49,289)**	**30,772**	**80,012**	**(36,967)**			**(49,289)**
Cash/cash equivalents at beginning:		141,033	90,062	53,394		53,394	53,394			53,394
Cash/cash equivalents at month/year end:		1,738,468	45,339	4,105		133,406	16,427			4,105

Explanatory notes to Table C7 – Budgeted Cash Flow Statement

i. The budgeted cash flow statement represents the first measurement in determining whether the budget is funded.

ii. It reflects the expected cash inflows versus outflows that are likely to result from the implementation of the budget.

Annexure "A5"

ANALYSIS OF THE MUNICIPALITY'S STATEMENT OF FINANCIAL POSITION

In this section the Municipality's Debtors, Creditors and Investments will be analysed. These components have a significant impact on the Municipality's financial position.

1. Overview of outstanding Consumer Debtors (Inclusive of VAT)

Below is an analysis of the outstanding consumer debtors as at 30 June 2021, compared to the position as at 31 March 2022.

Debtors' Age Analysis (Inclusive of VAT) as at 30 June 2021

Description	Budget Year 2020/21								
R thousands	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 By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	8 991	2 241	1 945	1 830	1 723	1 656	10 008	39 230	67 624
Trade and Other Receivables from Exchange Transactions - Electricity	18 074	1 630	1 144	982	882	789	3 435	8 300	35 237
Receivables from Non-exchange Transactions - Property Rates	10 483	1 107	839	690	600	540	7 781	21 458	43 498
Receivables from Exchange Transactions - Waste Water Management	5 510	1 152	982	919	863	803	4 609	17 228	32 067
Receivables from Exchange Transactions - Waste Management	4 595	1 193	1 099	1 018	992	963	5 278	23 366	38 503
Receivables from Exchange Transactions - Property Rental Debtors	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	59	85	101	120	139	162	1 612	22 743	25 022
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–
Other	(14 397)	476	329	304	288	273	2 029	11 637	940
Total By Income Source	**33 316**	**7 885**	**6 439**	**5 863**	**5 488**	**5 186**	**34 751**	**143 963**	**242 891**
Debtors Age Analysis By Customer Group									
Organs of State	1 004	449	371	360	354	206	1 461	2 731	6 937
Commercial	6 748	407	380	330	370	249	1 050	4 100	13 634
Households	25 564	7 029	5 688	5 173	4 763	4 731	32 240	137 131	222 320
Other	–	–	–	–	–	–	–	–	–
Total By Customer Group	**33 316**	**7 885**	**6 439**	**5 863**	**5 488**	**5 186**	**34 751**	**143 963**	**242 891**

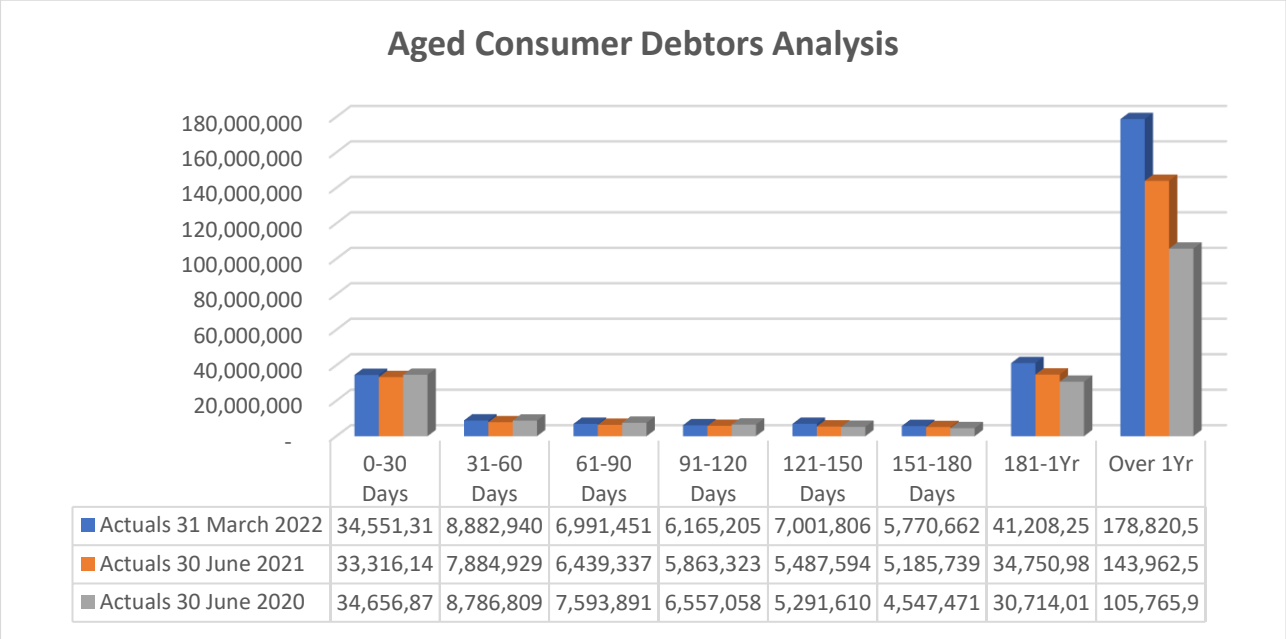
Debtors' Age Analysis (Inclusive of VAT) as at 31 March 2022.

Description	Budget Year 2021/22								
R thousands	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 By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	10,817	2,828	2,253	1,740	1,804	1,729	10,402	49,845	81,418
Trade and Other Receivables from Exchange Transactions - Electricity	21,018	1,602	1,155	974	979	843	3,931	9,720	40,223
Receivables from Non-exchange Transactions - Property Rates	11,590	1,333	883	798	1,560	572	9,539	24,166	50,439
Receivables from Exchange Transactions - Waste Water Management	5,685	1,290	1,059	973	1,031	909	5,039	22,395	38,382
Receivables from Exchange Transactions - Waste Management	4,939	1,290	1,197	1,147	1,123	1,100	5,812	30,085	46,692
Receivables from Exchange Transactions - Property Rental Debtors	–	–	–	–	–	–	–	–	–
Interest on Arrear Debtor Accounts	80	101	116	132	208	205	1,945	29,449	32,236
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–
Other	(19,577)	438	329	401	297	412	4,540	13,160	1
Total By Income Source	**34,551**	**8,883**	**6,991**	**6,165**	**7,002**	**5,771**	**41,208**	**178,821**	**289,392**
									–
Debtors Age Analysis By Customer Group									
Organs of State	1,202	520	480	448	604	429	4,229	5,046	12,958
Commercial	7,331	443	312	287	232	235	1,161	4,680	14,681
Households	26,017	7,920	6,200	5,430	6,166	5,106	35,819	169,095	261,753
Other	–	–	–	–	–	–	–	–	–
Total By Customer Group	**34,551**	**8,883**	**6,991**	**6,165**	**7,002**	**5,771**	**41,208**	**178,821**	**289,392**

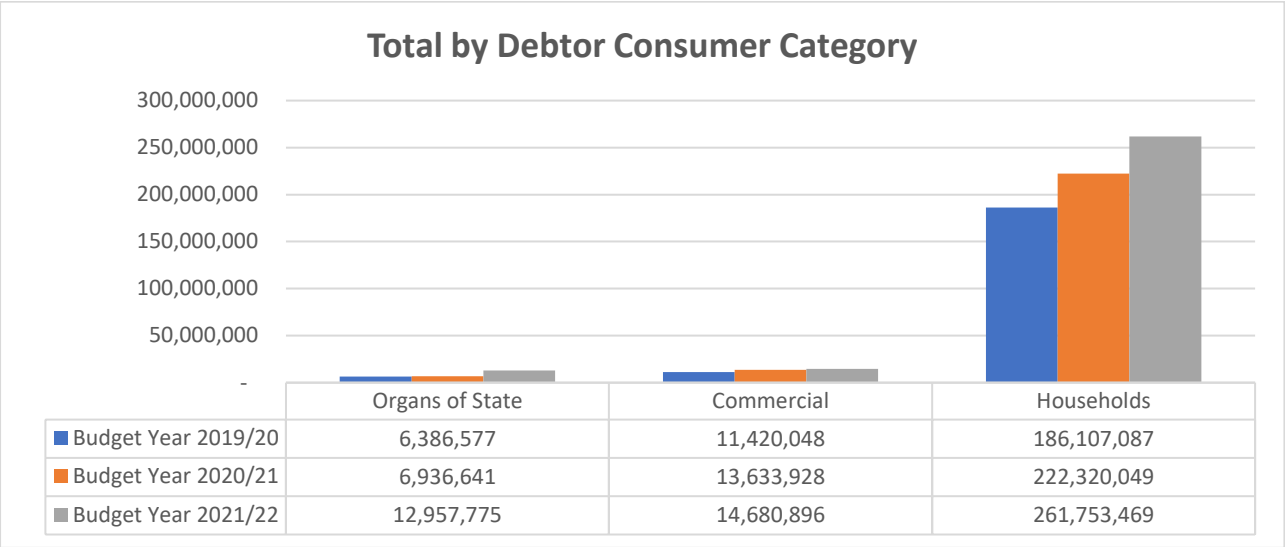
The aforementioned analysis indicates that from 30 June 2021 to 31 March 2022, the overdue debts have increased by R 45,266 million from R 209,574 million to R 254,841 million, as follows:

R thousands	OVERDUE AMOUNTS AS AT		
Debtors Age Analysis By Income Source	**30-Jun-21**	**31-Mar-22**	**DIFFERENCE**
Trade and Other Receivables from Exchange Transactions - Water	58,633	70,601	11,969
Trade and Other Receivables from Exchange Transactions - Electricity	17,163	19,205	2,042
Receivables from Non-exchange Transactions - Property Rates	33,015	38,850	5,835
Receivables from Exchange Transactions - Waste Water Management	26,556	32,697	6,141
Receivables from Exchange Transactions - Waste Management	33,908	41,753	7,845
Receivables from Exchange Transactions - Property Rental Debtors	–	–	–
Interest on Arrear Debtor Accounts	24,963	32,156	7,194
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–
Other	15,337	19,578	4,241
Total By Income Source	**209,574**	**254,841**	**45,266**
		–	
Debtors Age Analysis By Customer Group		–	
Organs of State	5,932	11,755	5,823
Commercial	6,886	7,349	463
Households	196,756	235,736	38,980
Other	–	–	–
Total By Customer Group	**209,574**	**254,841**	**45,266**

Graphical Analysis of consumer debtors



Graphical Analysis of consumer debtors (total by Debtor Consumer Category)



	Organs of State	Commercial	Households
Budget Year 2019/20	6,386,577	11,420,048	186,107,087
Budget Year 2020/21	6,936,641	13,633,928	222,320,049
Budget Year 2021/22	12,957,775	14,680,896	261,753,469

2. Overview of Creditors position

Below is an analysis of the status of the major creditors.

Description	Budget Year 2021/22								
R thousands	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
Creditors Age Analysis By Customer Type									
Bulk Electricity	22,543	-	-	-	-	-	(7)	-	**22,536**
Bulk Water	-	18	18	15	14	13	(1,724)	-	**(1,647)**
PAYE deductions	3,969								**3,969**
VAT (output less input)									**-**
Pensions / Retirement deductions									**-**
Loan repayments									**-**
Trade Creditors	2,931	762	334	85	-	29	-	1,272	**5,413**
Auditor General									**-**
Other									**-**
Total By Customer Type	**29,443**	**780**	**351**	**100**	**14**	**42**	**(1,731)**	**1,272**	**30,271**

The above amounts represent invoices still to be paid. The major creditors as at 31 March are as follows:

Eskom	R 22,536 million
NMBM	R -1,647 million
PAYE	R 3,969 million
Other Creditors	R 5,413 million
Total	**R 30,271 million**

It is to be noted that the Eskom amount of R 22,536 million, represents the current account for March 2022, which will be fully paid on 23 April 2022.

The PAYE deductions represent employee related costs for the month of March 2022, with the amount only due on 5 April 2022.

3. Allocation and Grants receipts and expenditure for the 2021/22 financial year

Supporting Table SC6 Monthly Budget Statement – transfers and grant receipts – M09 March 2022.

Description	Budget Year 2021/22							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
RECEIPTS:								
Operating Transfers and Grants								
National Government:	148,588	148,588	36,495	148,588	148,588	-	0.0%	148,588
Operational Revenue:General Revenue:Equitable Share	143,774	143,774	35,943	143,774	143,774	-	0.0%	143,774
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	1,423	1,423		1,423	1,423	-		1,423
Local Government Financial Management Grant [Schedule 5B]	1,720	1,720		1,720	1,720	-	0.0%	1,720
Municipal Infrastructure Grant [Schedule 5B]	1,671	1,671	552	1,671	1,671	-	0.0%	1,671
District Municipality:	1,964	2,888	-	2,166	2,166	-		2,888
Enviromental Health Subsidy	1,964	2,888		2,166	2,166	-		2,888
Provincial Government:	2,050	2,050	-	2,050	2,050	-		2,050
Sport and Recreation	2,050	2,050		2,050	2,050	-		2,050
Other grant providers:		892	-	892	892	-	-	892
South Africa Local Government Association (SALGA)		722		722	722			722
Foreign Government and International Organisations		170		170	170			170
Total Operating Transfers and Grants	152,602	154,418	36,495	153,696	153,696	-	0.0%	154,418
Capital Transfers and Grants								-
National Government:	39,542	58,005	10,482	58,005	58,005	-	0.0%	58,005
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	7,800	7,800	-	7,800	7,800	-	0.0%	7,800
Municipal Disaster Relief Grant		12,500	-	12,500	12,500			12,500
Municipal Infrastructure Grant [Schedule 5B]	31,742	37,705	10,482	37,705	37,705	-	0.0%	37,705
District Municipality:	714	1,638	819	1,294	1,294	-		1,638
Fire Services Subsidy	714	1,638	819	1,294	1,294	-		1,638
Other grant providers:		39,263	-	-	-			39,263
Transfer from Operational Revenue		39,263						39,263
Total Capital Transfers and Grants	40,256	98,906	11,301	59,299	59,299	-	0.0%	98,906
TOTAL RECEIPTS OF TRANSFERS & GRANTS	192,858	253,324	47,796	212,995	212,995	-	0.0%	253,324

Below is an analysis of the spending associated with the grants as at 31 March 2022:

Supporting Table SC7 Monthly Budget Statement – transfers and grants expenditure – M09 March 2022.

Description	Budget Year 2021/22							
	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:	148,588	148,588	2,938	113,665	111,441	2,224	2.0%	148,588
Operational Revenue:General Revenue:Equitable Share	143,774	143,774	–	107,831	107,831	–	0.0%	143,774
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]	1,423	1,423	147	1,117	1,067	50	4.7%	1,423
Local Government Financial Management Grant [Schedule 5B]	1,720	1,720	319	899	1,290	(391)	-30.3%	1,720
Municipal Infrastructure Grant [Schedule 5B]	1,671	1,671	2,472	3,818	1,253	2,565	204.7%	1,671
District Municipality:	1,964	2,888	–	2,166	2,166	–		2,888
Enviromental Health Subsidy	1,964	2,888		2,166	2,166	–		2,888
Provincial Government:	2,050	2,050	–	2,050	2,050	–		2,050
Sport and Recreation	2,050	2,050		2,050	2,050	–		2,050
Other grant providers:		892	–	892	892			892
South Africa Local Government Association (SALGA)		722		722	722			722
Foreign Government and International Organisations		170		170	170			170
Total operating expenditure of Transfers and Grants:	152,602	154,418	2,938	118,773	116,550	2,224	1.9%	154,418
Capital expenditure of Transfers and Grants								–
National Government:	39,542	58,005	2	19,733	34,129	(14,396)	-42.2%	58,005
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]	7,800	7,800	2	6,303	5,850	453	7.7%	7,800
Municipal Disaster Relief Grant		12,500	–	–	–			12,500
Municipal Infrastructure Grant [Schedule 5B]	31,742	37,705	–	13,430	28,279	(14,849)		37,705
District Municipality:	714	1,638	–	1,299	1,299	–		1,638
Fire Services Subsidy	714	1,638		1,299	1,299	–		1,638
Other grant providers:		39,263	275	11,781	11,506			39,263
Transfer from Operational Revenue		39,263	275	11,781	11,506			39,263
Total capital expenditure of Transfers and Grants	40,256	98,906	276	32,813	46,934	(14,396)	-30.7%	98,906
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	192,858	253,324	3,214	151,586	163,484	(12,172)	-7.4%	253,324

Note: The equitable share allocation is utilised to fund indigent household's subsidies granted to qualifying households, with the remainder being used to support the Municipality's operations.

Grants received from National Government.

DORA Operating Grants

Financial Management Grant (FMG)
The purpose of this grant is to promote and support reforms in financial management by building capacity in municipalities to implement the Municipal Finance Management Act (MFMA).

DORA Allocation:	R 1,720,000
Amount of Grant Received:	R 1,720,000
Expenditure to date:	R 898,924
Unspent as at 31 March 2022:	R 821,076

The spending of the grant amounted to 52.26% as at 31 March 2022, compared to the amount of the grant received.

Expanded Public Works Programme (EPWP)
The purpose of this grant is to provide Expanded Public Works Programme (EPWP) incentive funding to expand job creation efforts in specific focus areas, where labour intensive methods can be maximised.

DORA Allocation:	R 1,423,000
Amount of Grant Received:	R 1,423,000
Expenditure to date:	R 1,117,272
Unspent as at 31 March 2022:	R 292,446

The spending of the grant amounted to 78.52% as at 31 March 2022, compared to the amount of the grant received.

DORA Capital Grants

Municipal Infrastructure Grant (MIG)
The purpose of this grant is to provide specific capital finance for eradicating basic municipal infrastructure backlogs.

DORA Allocation:	R 33,413,000
Approved Rollover:	R 5,962,915
Amount of Grant Received:	R 28,341,915
Expenditure to date:	R 17,247,715
Unspent as at 31 March 2022:	R 22,128,200

The spending of the grant amounted to 43.80% as at 31 March 2022, compared to the amount of the grant received.

Integrated National Electrification Programme (INEP)
The purpose of this grant is to implement the Integrated National Electrification Programme (INEP) by providing capital subsidies to municipalities to address the electrification backlog of occupied residential dwellings, and the installation of bulk infrastructure.

DORA Allocation:	R 7,800,000
Amount of Grant Received:	R 7,800,000
Expenditure to date:	R 6,302,868
Unspent as at 31 March 2022:	R 1,497,132

The spending of the grant amounted to 80.81% as at 31 March 2022, compared to the amount of the grant received.

Municipal Disaster Relief Grant (MDRG)
The purpose of the approved funding is to augment the resources of the municipality with regard to the following prioritised area:

a) Development and equipping of 4 boreholes in Humansdorp.

DORA Allocation:	R 12,500,000
Amount of Grant Received:	R 12,500,000
Expenditure to date:	R 2,884,734
Unspent as at 31 March 2022:	R 9,615,266

The spending of the grant amounted to 23.08% as at 31 March 2022, compared to the amount of the grant received.

4. Councillor and employee benefits

Below is an analysis of Councillor and employee benefits:

Table SC8 Monthly Budget Statement – Councillor and staff benefits – M09 March 2022.

Summary of Employee and Councillor remuneration	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	8,637	9,104	9,104	748	6,589	6,828	(240)	-4%	9,104
Pension and UIF Contributions	–	–	–	–	–	–	–		–
Medical Aid Contributions	–	–	–	51	361	–	361		–
Motor Vehicle Allowance	2,879	3,081	3,081	249	2,199	2,311	(112)	-5%	3,081
Cellphone Allowance	1,265	1,465	1,465	109	982	1,099	(117)	-11%	1,465
Housing Allowances	–	–	–	–	–	–	–		–
Other benefits and allowances	–	–	–	–	–	–	–		–
Sub Total - Councillors	**12,780**	**13,651**	**13,651**	**1,158**	**10,130**	**10,238**	**(108)**	**-1%**	**13,651**
Senior Managers of the Municipality									
Basic Salaries and Wages	7,457	6,954	6,423	436	4,641	4,817	(176)	-4%	6,423
Pension and UIF Contributions	126	106	107	5	55	80	(25)	-31%	107
Medical Aid Contributions	38	31	31	2	28	23	5	22%	31
Overtime	–	–	–	–	–	–	–		–
Performance Bonus	612	23	1,211	–	–	908	(908)	-100%	1,211
Motor Vehicle Allowance	640	1,605	1,405	48	622	1,054	(432)	-41%	1,405
Cellphone Allowance	10	10	10	1	7	8	(0)	-6%	10
Housing Allowances	–	–	–	–	–	–	–		–
Other benefits and allowances	55	1	1	0	1	1	(0)	-16%	1
Payments in lieu of leave	440	2,358	4,703	226	3,060	3,527	(467)	-13%	4,703
Long service awards	–	–	–	–	–	–	–		–
Post-retirement benefit obligations	–	–	–	–	–	–	–		–
Sub Total - Senior Managers of Municipality	**9,378**	**11,088**	**13,891**	**718**	**8,414**	**10,418**	**(2,004)**	**-19%**	**13,891**
Other Municipal Staff									
Basic Salaries and Wages	187,829	232,525	212,200	15,987	151,803	159,150	(7,347)	-5%	212,200
Pension and UIF Contributions	31,918	36,881	35,748	2,628	24,330	26,810	(2,480)	-9%	35,748
Medical Aid Contributions	16,812	23,684	21,437	1,399	12,280	16,078	(3,798)	-24%	21,437
Overtime	30,580	31,142	23,860	1,684	18,828	17,895	933	5%	23,860
Performance Bonus	–	23	43	–	21	33	(11)	-34%	43
Motor Vehicle Allowance	9,703	9,871	12,290	821	7,492	9,217	(1,725)	-19%	12,290
Cellphone Allowance	–	85	93	4	29	69	(40)	-58%	93
Housing Allowances	900	1,787	1,782	61	607	1,337	(730)	-55%	1,782
Other benefits and allowances	26,052	29,863	35,288	1,365	24,859	31,062	(6,203)	-20%	35,288
Payments in lieu of leave	3,812	25	767	–	564	575	(11)	-2%	767
Long service awards	1,287	1,702	1,686	126	604	1,264	(660)	-52%	1,686
Post-retirement benefit obligations	17,063	–	18,256	–	–	13,692	(13,692)	-100%	18,256
Sub Total - Other Municipal Staff	**325,956**	**367,590**	**363,449**	**24,074**	**241,419**	**277,182**	**(35,763)**	**-13%**	**363,449**
Total Parent Municipality	**348,114**	**392,328**	**390,991**	**25,950**	**259,963**	**297,837**	**(37,875)**	**-13%**	**390,991**
TOTAL SALARY, ALLOWANCES & BENEFITS	**348,114**	**392,328**	**391,191**	**25,955**	**260,045**	**297,987**	**(37,942)**	**-13%**	**391,191**
TOTAL MANAGERS AND STAFF	**335,334**	**378,677**	**377,340**	**24,792**	**249,832**	**287,599**	**(37,767)**	**-13%**	**377,340**

6. Key performance indicators

The table below reflects the key performance indicators as per the 2021/22 Budget and the associated performance to date.

Borrowing Management		**Actuals as at 30 June 2018**	**Actuals as at 30 June 2019**	**Actuals as at 30 June 2020**	**Actuals as at 30 June 2021**	**Approved Adjusted Budget 2021/22**	**Actuals as at 31 March 2022**
Capital Charges to Operating Expenditure	Interest & principal paid/Total Operating Expenditure	1.78%	1.29%	1.22%	1.13%	0.67%	0.87%
Borrowed funding of "own" capital expenditure	Borrowings/Capital expenditure excl. transfers & grants	0%	0%	0%	0%	0%	0%
Debt Servicing Costs to Operating Revenue	Debt Servicing Costs / Total Operating Revenue - Conditional Grants	0.02	0.01	0.01	0.01	0.01	0.01
Liquidity							
Current Ratio	Current assets / current liabilities	0.97	1.58	1.26	1.30	0.93	1.74
Liquidity Ratio	Monetary assets / current liabilities	0.47	0.75	0.61	0.34	0.03	1.03
Revenue Management							
Annual Debtors Collection Rate	Billed Revenue / Receipted Revenue	90.73%	97,62%	95.42%	94.41%	94%	92.18%

Other indicators		Actuals as at 30 June 2018	Actuals as at 30 June 2019	Actuals as at 30 June 2020	Actuals as at 30 June 2021	Approved Adjusted Budget 2020/21	Actuals as at 31 March 2022
Cost coverage	(Cash and cash equivalents - Unspent Conditional Grants - Overdraft) + Short term investment)/monthly fixed operational expenditure excluding (depreciation, amortisation, provision for bad debts, impairment and loss on disposal of assets)	1.73	1.90	1.79	0.65	0.04	1.24
Employee Costs	Employee Costs / Total Operating Expenditure	33.21%	33.39%	32.53%	34.26%	33.91%	33.76%
Capital Expenditure	Capital Expenditure / Capital Budget	72.98%	44.59%	75.33%	71.24%	95%	41.61%
Repairs and Maintenance as % of Total Operating Expenditure	Repairs and Maintenance / Total Operating Expenditure	3.82%	5.63%	6.68%	7.00%	4.57%	4.44%
Repairs and Maintenance as % of PPE (Book Value)	Repairs and Maintenance / Net PPE	1.41%	2.29%	2.90%	3.33%	2.48%	1.78%
Own Revenue Sources / Total Operating Revenue (Including operating grants)	Own Revenue Sources / Total Operating Revenue (Including Conditional Grants)	80.22%	75.36%	71.88%	77.11%	84.13%	80.78%

The above table is discussed in detail below.

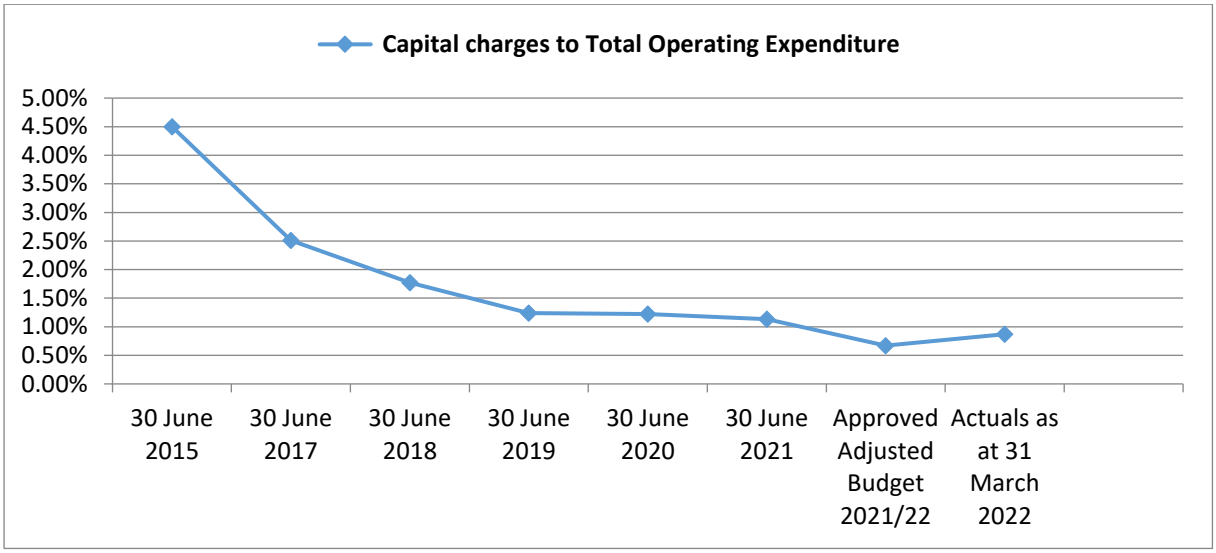
4.1. Borrowing Management

4.1.1. Capital charges to Operating Expenditure.

The Ratio indicates the cost required to service the borrowing. It assesses the Borrowing or Payment obligation expressed as percentage of Total Operating Expenditure.

Capital charges/Total Operating Expenditure to date

The ratio indicates that 0.87% of the Total Operating Expenditure was utilised for capital charges as at 31 March 2022, compared to the approved adjusted budget ratio of 0.67%.



4.1.2. Borrowed funding of capital expenditure.

This ratio indicates the proportion of borrowed funding to actual capital expenditure to date (excluding transfers and grants). The ratio also indicates the extent of capital expenditure being financed from borrowed funding compared to own and other funding sources, excluding transfers and grant funded expenditure.

The ratio is determined as follows:

Capital expenditure funded from Borrowings/Total Capital Expenditure to date (excluding transfers and grants)

The ratio is 0% as no capital expenditure was funded from borrowings, which is in line with the budgeted target as per the 2021/22 Operating Budget.

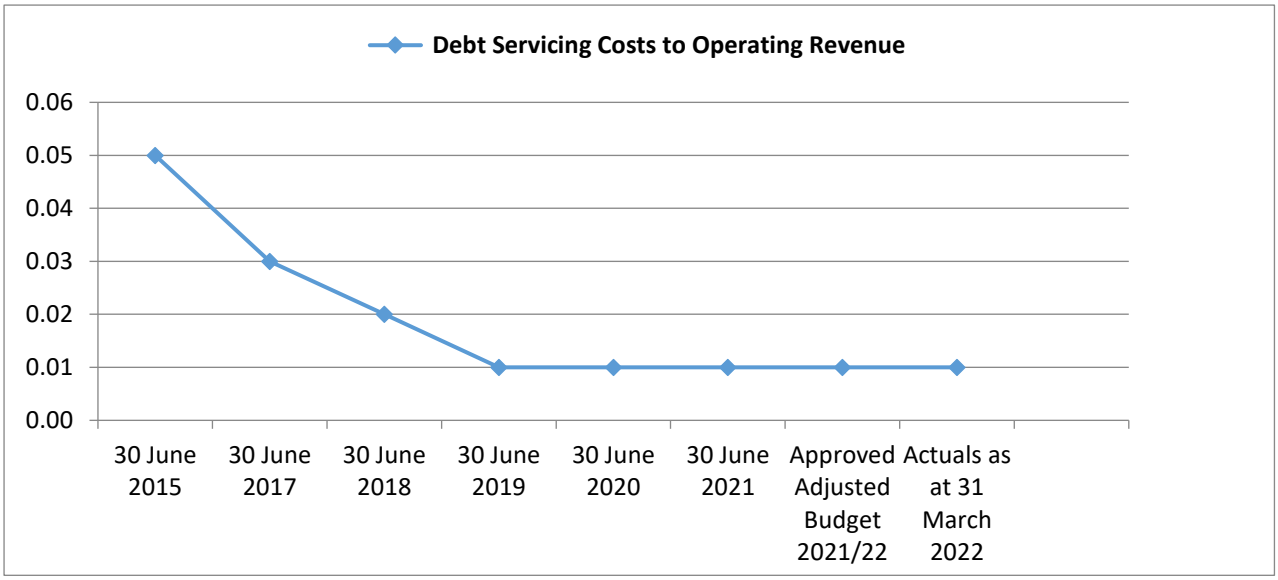
4.1.3. Debt Servicing Costs to Operating Revenue Ratio

This ratio indicates the proportion of debt servicing costs (interest and principal paid on borrowing) to actual operating revenue to date.

The ratio is determined as follows:

Debt Servicing Costs/Operating Revenue

As at 31 March 2022, the ratio was 0.01:1, compared to the approved adjusted budget ratio of 0.01:1.



4.2. Liquidity

4.2.1. Current ratio

The Ratio assesses the Municipality's ability to meet its Short-term Liabilities (Debt and Payables) with its Short-term Assets (Cash, Inventory, Receivables etc.).

The ratio is determined as follows:

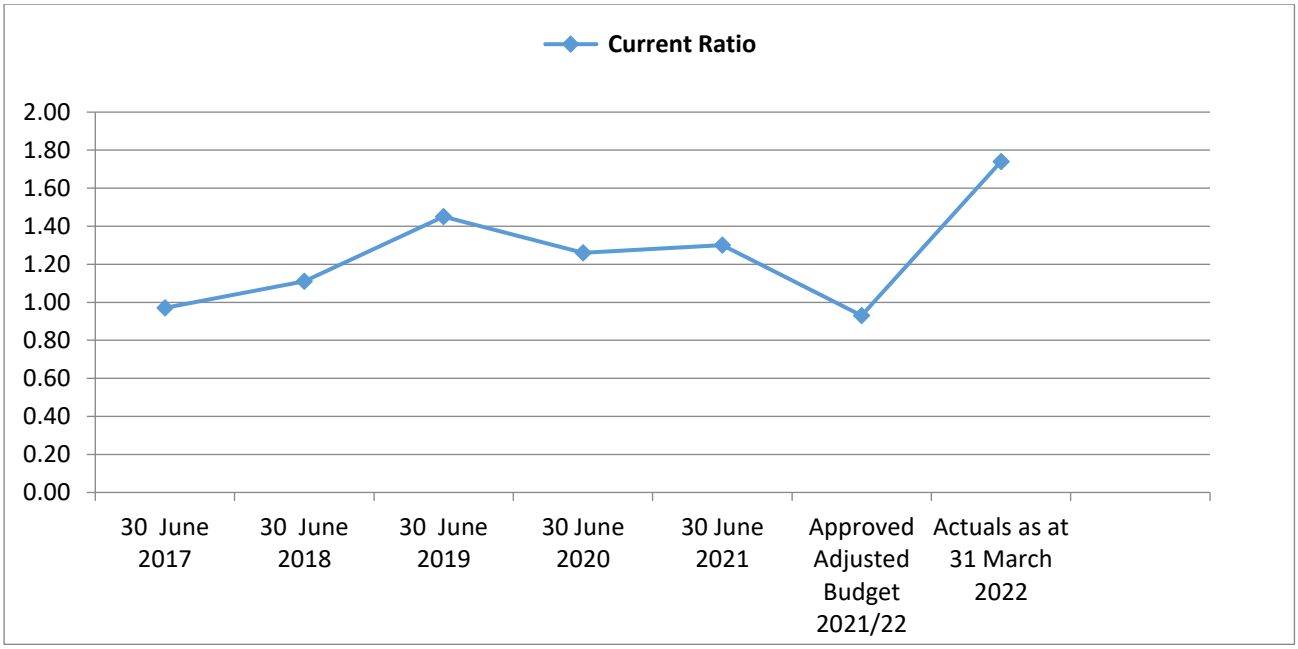
Current assets/Current liabilities

The ratio as at 31 March 2022 was 1.74:1, compared to the approved adjusted budget ratio of 0.93:1.

In terms of the MFMA Circular No. 71, the norm is 1.5:1 to 2:1

The higher the current Ratio, the stronger the Municipality's financial capacity to meet its current obligations.

A ratio of below 1:1 would suggest that the Municipality would be unable to meet all of its current obligations as and when they fall due.



4.2.2. Liquidity Ratio

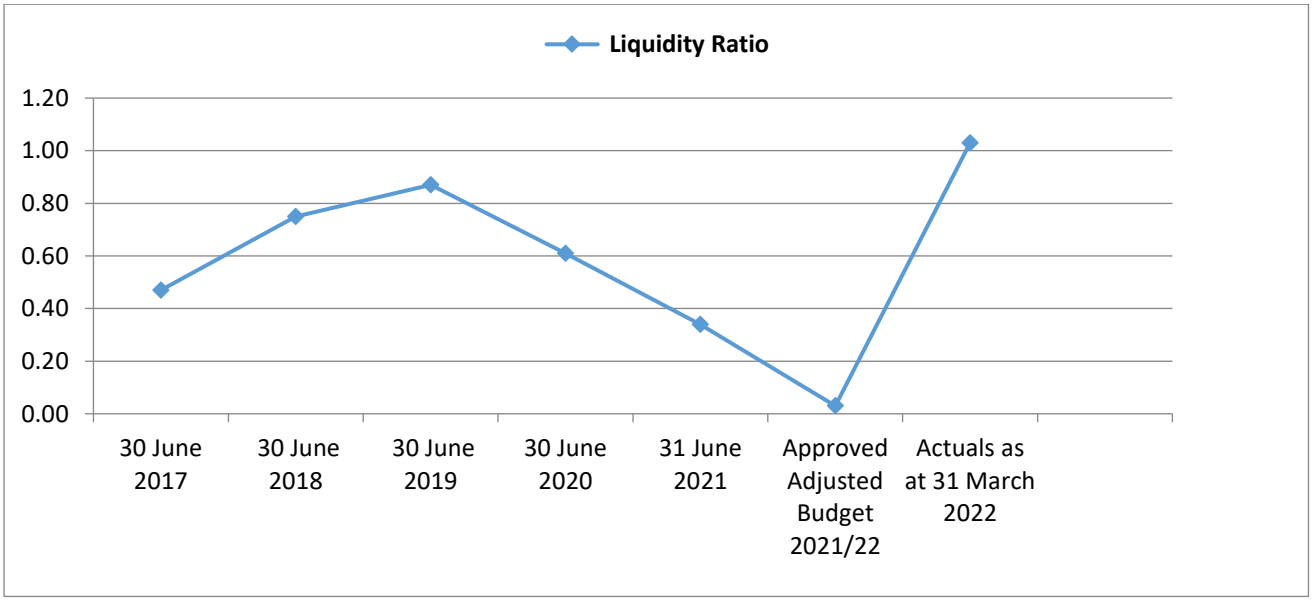
The liquidity ratio assesses a Municipality's ability to meet its short-term commitments from Monetary Assets.

The ratio is determined as follows:

Monetary assets/Current liabilities

A favourable ratio would ensure that the Municipality is able to settle its short-term commitments from monetary assets. The liquidity ratio as at 31 March 2022 was 1.03:1, compared to the approved adjusted budget ratio of 0.03:1.

The liquidity ratio is of the utmost importance to measure the financial liquidity and sustainability of the municipality.



4.3. Revenue Management

4.3.1. Annual Debtors Collection Rate

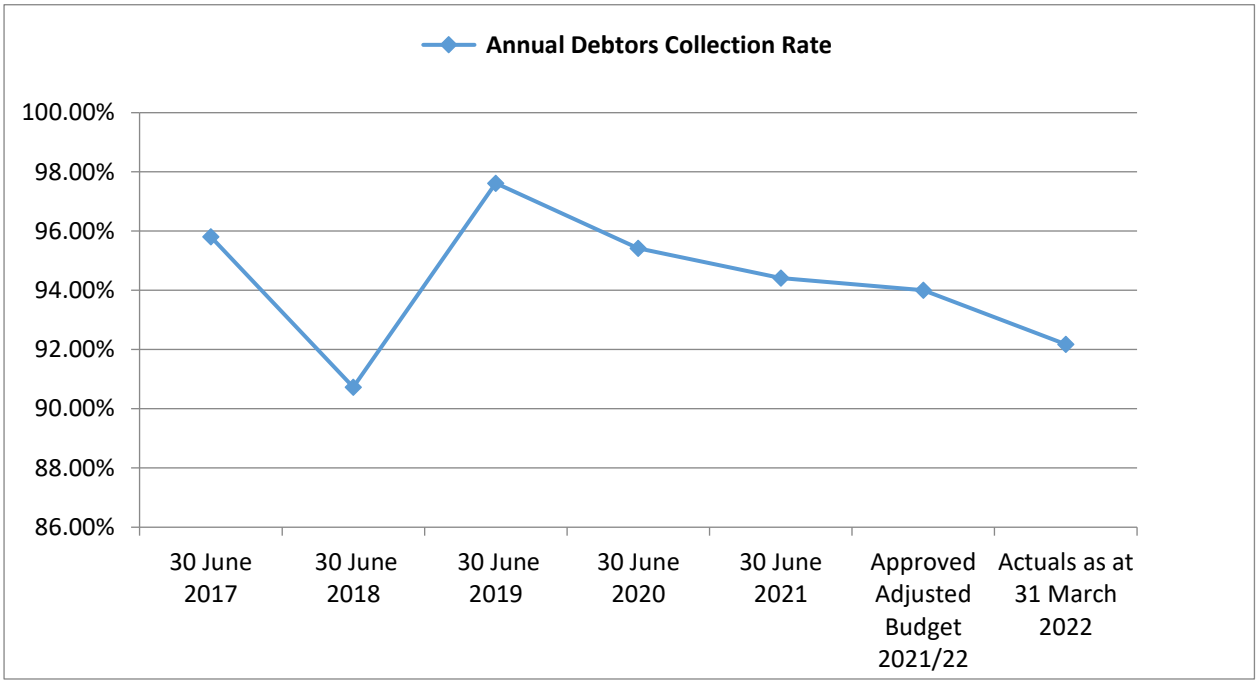
This ratio assesses the actual cash collected, compared to the monetary value of the municipal accounts rendered for municipal rates and services.

The ratio to determine the percentage collection rate is as follows:

Total Payments Received in Current month/Total Value of Accounts Rendered in the Previous Month X 100

Note: the reason for using the previous month's billing is due to the accounts only being payable the following month (i.e. accountholders are given one calendar month to pay their current accounts).

The average collection rate as at 31 March 2022 was 92.18%, compared to the approved adjusted budget collection rate of 94%. The actual collection rate for March is 84.90%. The collection rates have been calculated, based on the revenue receipted, compared to the revenue billed on a month – to - month basis.



4.4. Other indicators

4.4.1. Cost coverage

The Ratio indicates the Municipality's ability to meet at least its monthly fixed operating commitments from cash and short-term investments, without collecting any additional revenue, during that particular month.

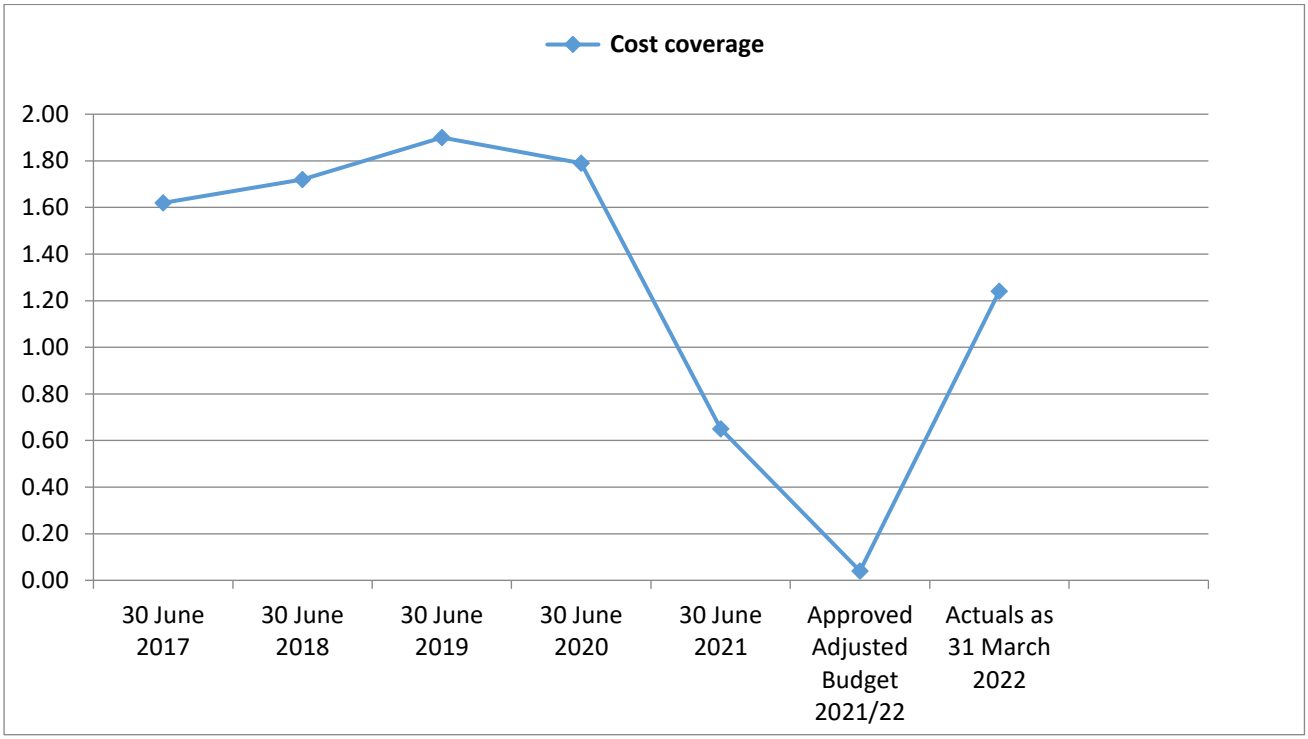
The Ratio is adjusted for Unspent Conditional Grants as the cash is not available for normal day-to-day operational expenditure, but rather reserved for Grant related expenditure.

The ratio is determined as follows:

Cash and cash equivalents – unspent conditional grants – overdraft + short-term investments/ monthly fixed operational expenditure excluding (depreciation, amortisation, provisions for bad debts, impairment and loss on the disposal of assets)

As at 31 March 2022, the Ratio was 1.24 months, compared to the approved adjusted budget ratio of 0.04 months.

In terms of MFMA Circular No. 71, the norm is 1 month to 3 months.



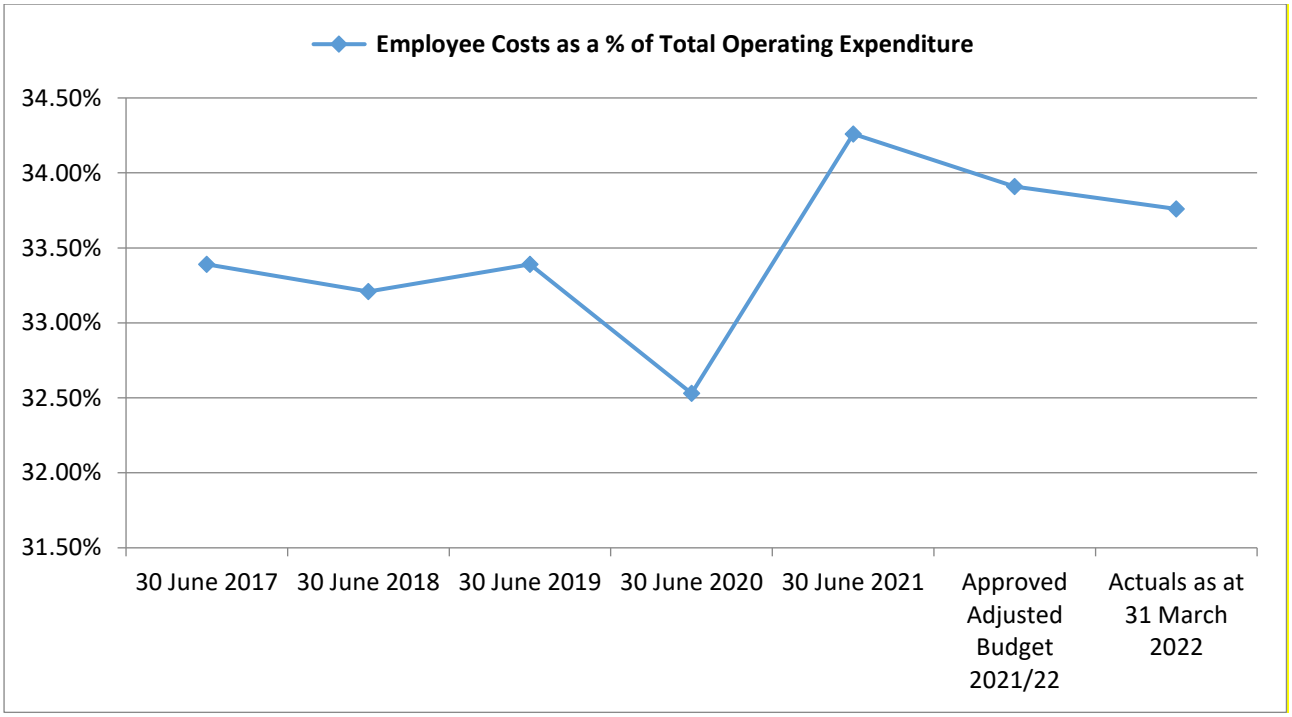
4.4.2. Employee costs as a % of Total Operating Expenditure

This ratio assesses the extent to which the Municipality's Total Operating Expenditure is consumed by costs associated with the employment of human resources.

The ratio is determined as follows:

Employee Costs to date/Total Operating Expenditure to Date

As at 31 March 2022, Employee Related Costs constituted 33.76% of the Total Operating Expenditure compared to the approved adjusted budget ratio 33.91%.



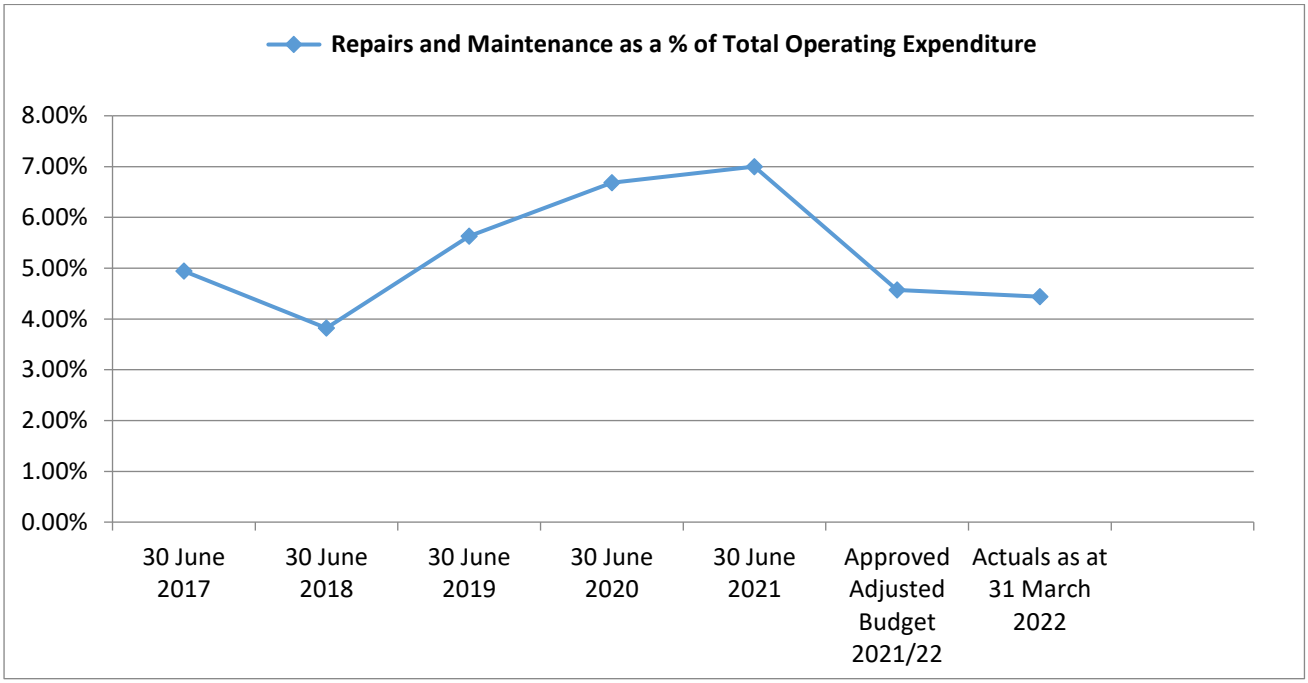
4.4.3. Repairs and Maintenance as a % of Total Operating Expenditure

This ratio assesses the extent to which the Municipality's Total Operating Expenditure is consumed by costs associated with the repairs and maintenance of its assets.

The ratio is determined as follows:

Repairs and maintenance expenditure to date / Total Operating Expenditure to date

As at 31 March 2022, the ratio was 4.44%, compared to the approved adjusted budget ratio of 4.57%.



4.4.4. Repairs and Maintenance as a % of the book value of Property, Plant and Equipment (PPE)

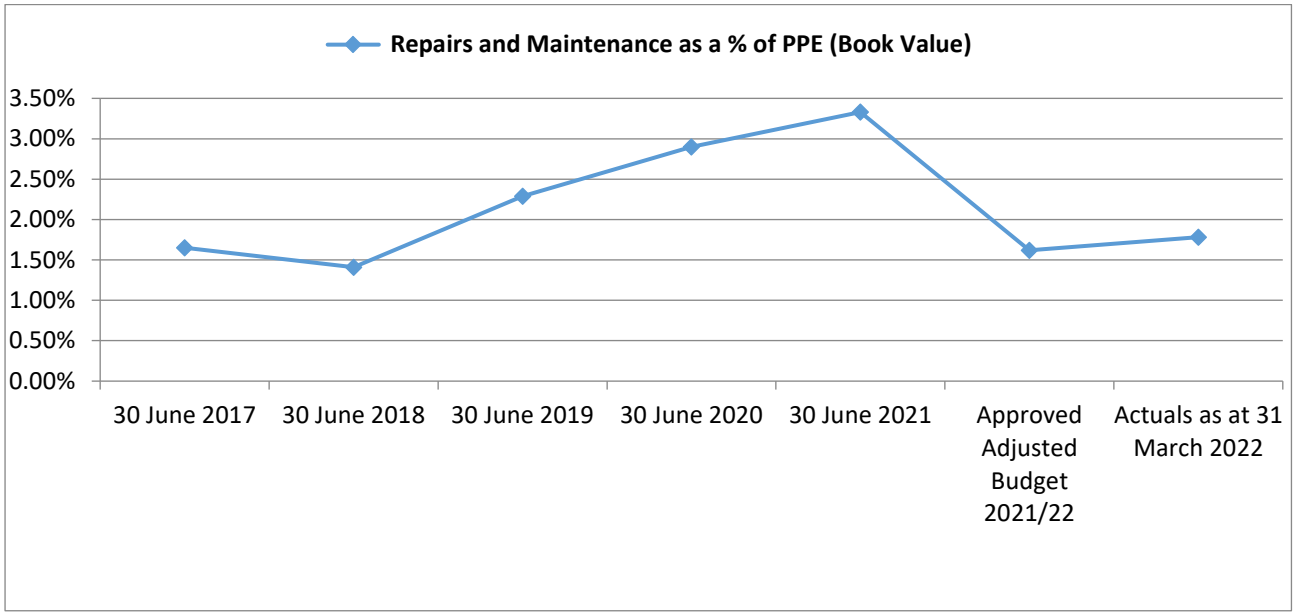
The Ratio measures the level of repairs and maintenance to ensure adequate maintenance to minimise breakdowns and interruptions in service delivery.

The ratio is determined as follows:

Repairs and maintenance expenditure to date / Book value of PPE to date

As at 31 March 2022, repairs and maintenance expenditure constituted 1.78% of the book value of PPE, compared to the approved adjusted budget ratio of 2.48%.

In terms of the MFMA Circular No.71, the norm is 8%.



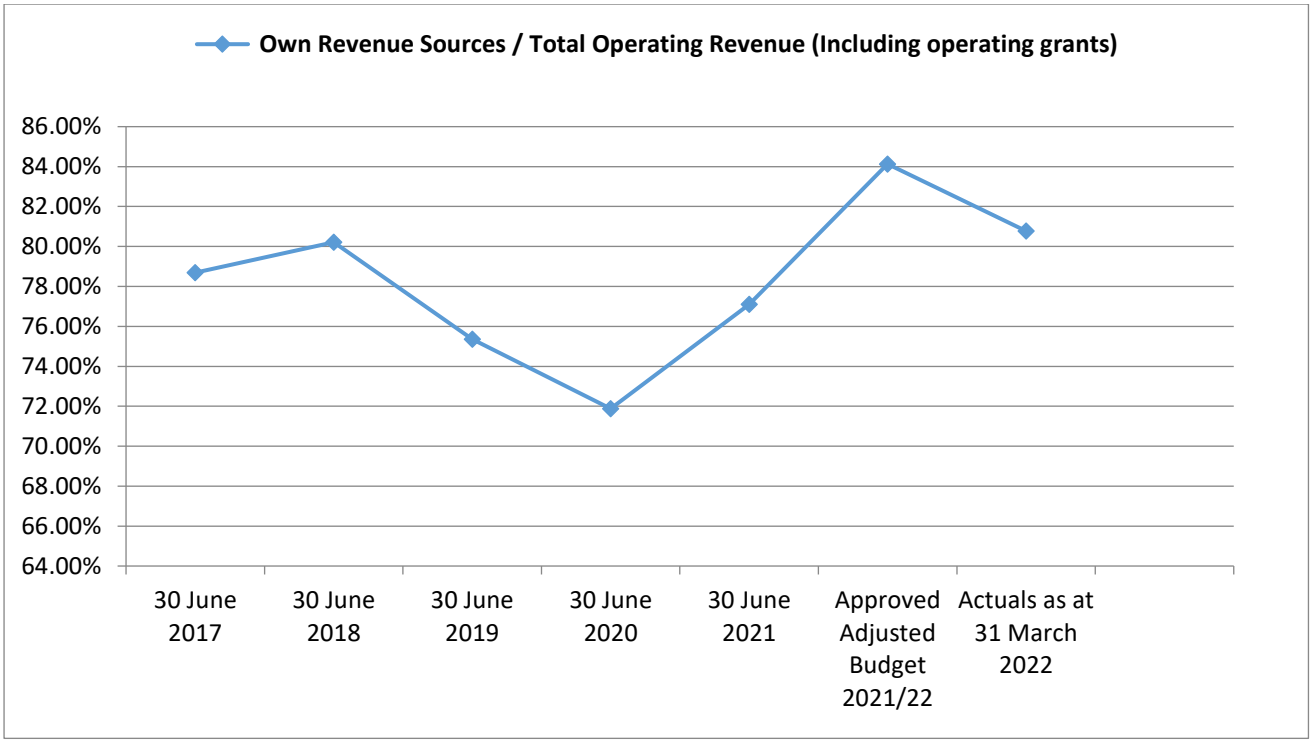
4.4.5. Own Revenue Generation

This ratio measures the extent to which the Municipality has control over its revenue sources, i.e. what percentage of its revenue is generated locally. The higher the ratio, the less reliant a Municipality is on Provincial and National Government to support its operations.

The ratio is determined as follows:

Own Revenue Sources / Total Operating Income (includes operating grants)

As at 31 March 2022, the Municipality's own revenue sources constituted 80.78% of its total Operating Income, compared to the approved adjusted budget ratio of 84.13%.



4.4.6. Capital Budget Spending

This ratio assesses the level of actual capital spending, compared to the budgeted capital expenditure.

The ratio is determined as follows:

Actual Capital spending / Approved Capital Budget

The actual spending as at the end of March 2022 amounted to 41.61% compared to the approved adjusted budget ratio of 95%.

