

Fezile Dabi

District Municipality

MONTHLY SEC 71 Report C SCHEDULE

2023/24 TO 2025/26
MEDIUM TERM REVENUE AND EXPENDITURE FORECASTS

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Sec 71 for the Period end 31 July 2024

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Glossary

Annual Budget – Prescribed in Sec 16 of the MFMA, the formal meaning by which a Municipality approve an official budget of a period not exceeding three years

Adjustment Budget – Prescribed in Sec 28 of the MFMA, the formal meaning by which a Municipality may revise the Adopted Annual budget during a financial year

Capital Expenditure – Expenditure on moveable and immovable assets. Any capital expenditure must reflect on the Statement of Financial Position and be included in the Asset register

DORA – Division of Revenue Act. Legislation that indicates allocations from National and Provincial to Local Government. An Act of Parliament which must be enacted annually in terms of section 214 (1) of the Constitution

Fruitless and wasteful Expenditure – means expenditure that was made in vain and would have been avoided had reasonable care been exercised

MBBR – Municipal Finance Management Act 56 of 2003: Municipal Budget Reporting and Regulations

MFMA – Municipal Finance Management Act 56 Of 2003

MSCOA – Municipal Standard Chart of Accounts

MTREF – Means the Medium Term Revenue and Expenditure Framework prepared and approved by the Municipality in terms of the MFMA

Operating Expenditure – The daily expenditure of the Municipality

Unauthorised Expenditure – in relation to a municipality, means any expenditure incurred by a municipality otherwise than in accordance with section 15 or 11(3), and includes—

- (a) overspending of the total amount appropriated in the municipality's approved budget;

- (b) overspending of the total amount appropriated for a vote in the approved budget;
- (c) expenditure from a vote unrelated to the department or functional area covered by the vote;
- (d) expenditure of money appropriated for a specific purpose, otherwise than for that specific purpose;
- (e) spending of an allocation referred to in paragraph (b), (c) or (d) of the definition of "allocation" otherwise than in accordance with any conditions of the allocation; or
- (f) a grant by the municipality otherwise than in accordance with this Act;

Vote – Meaning:

- (a) one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and
- (b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned

Virement – A transfer of funds within a vote, in accordance with the Council Approved Virement Policy

1. Purpose & Objective of The Report

The **purpose** of this item is to inform the provincial and national treasury and other state organizations on the implementation of the budget and the financial state of affairs of the municipality as required by Section 52(d) of the Municipal Finance Management Act.

The **main objective** of the Municipal Budget and Reporting Regulations (which came into effect on 1 July 2009) is to formalise norms and standards to improve the credibility, sustainability, transparency, accuracy and reliability of municipal budgets.

Regulation 8 of the Municipal Budget and Reporting Regulations requires that a municipal budget must be in the format of Schedule A. This schedule in the regulations provides the main headings and a broad indication of the kind of information that should be presented under each heading.

The aim of the MFMA Budget Guide is to provide more detailed guidance on the format and content of a municipal budget compiled in accordance with Schedule A of the Municipal Budget and Reporting Regulations.

If Councils are provided succinct and understandable financial and non-financial information they are more likely to make informed decisions to promote effective financial management and service delivery. By ensuring that the allocation of financial resources is aligned to service delivery targets it will be clear what services are being promised when budgets are approved

2. Legislative Framework

Section 71 of the MFMA and MBRR necessitates those specific financial particulars be reported on and in the format prescribed to meet legislative requirements.

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

Section 71 of the MFMA further requires that, "the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality, and the relevant national and provincial treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for the month under review. For the reporting period ending 31 July 2024, the ten-working day reporting limit expires on 14 August 2024.

3. Compliance with Municipal Standard Chart of Accounts (MSCOA)

The primary objective of MSCOA regulations is to achieve uniformity across all municipalities and municipal entities. All municipalities were expected to transact in line with the seven MSCOA segments from 01 July 2017.

This report includes schedules that is generated from the TRU webapp, the txt that is imported, is generated on the main SOLAR application.

The municipality is transacting against the seven segments and generating monthly data strings directly from the financial system.

4. Executive Summary

| Description R thousand (R'000) | Original Budget | Adjustment Budget | YTD Actual 31 July 2024 | %YTD Actual vs % YTD Budget |
|-----------------------------------|--------------------|-------------------|----------------------------|-----------------------------------|
| Total Revenue | 189 321 000 | 189 321 000 | 74 464 329 | 39.33 |
| Total Operational Expenditure | 192 501 000 | 192 501 000 | 13 040 421 | 6.77 |
| Total Capital Expenditure | 4 200 000 | 4 200 000 | 14 999 | 0.35 |

Revenue By Source

Non Exchange Revenue

Transfer and Subsidies R 73 916 000

Interest Receive

Investments R 455 364

Exchange Revenue

Operational Revenue R 70 215

Sales & Services R 22 750

Operating Expenditure By Type

Remuneration

Officials R 10 016 705

Councillors R 673 635

Contracted Services

Outsourced Services R 14 318

Consultants and Professional Services R 127 622

Contractors R 1 570

Contracted Services R 143 510

Operation Cost

R 2 172 207

Stores and Materials

R 1 684

Operating Lease

R 0

Transfer and Subsidies

R 32 680

Depreciation

R 0

Capital Expenditure

R 14 999

5. Monthly Budget Statement - C Schedule Main Tables

5.1. Table C1 – Monthly Budget Statement Summary

DC20 Fezile Dabi - Table C1 Monthly Budget Statement Summary - M01 July

| Description | 2023/24 | | Budget Year 2024/25 | | | | | | |
|--|-----------------|-----------------|---------------------|----------------|---------------|---------------|----------------|----------------|--------------------|
| | 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 | - | - | - | - | - | - | - | - | - |
| Service charges | - | - | - | - | - | - | - | - | - |
| Investment revenue | 11 040 | 6 | 6 | - | - | - | - | - | 6 |
| Transfers and subsidies - Operational | 040 | 500 | 500 | 455 | 455 | 542 | (86) | -16% | 500 |
| Other own revenue | 168 | 182 | 182 | 74 | 74 | 15 | 74 | | 74 |
| | 196 | 821 | 821 | 009 | 009 | 235 | 58 774 | 386% | - |
| Total Revenue (excluding capital transfers and contributions) | 190 276 | 189 321 | 189 321 | 74 464 | 74 464 | 15 777 | 58 688 | 372% | 189 321 |
| Employee costs | 127 | 137 | 137 | 10 | 10 | 11 | | | 137 |
| Remuneration of Councillors | 633 | 859 | 859 | 017 | 017 | 488 | (1 472) | | 859 |
| Depreciation and amortisation | 7 | 8 | 8 | | | | | | 8 |
| Interest | 929 | 626 | 626 | 674 | 674 | 719 | (45) | | 626 |
| Inventory consumed and bulk purchases | - | 4 | 4 | - | - | 398 | (398) | | 4 |
| Transfers and subsidies | 98 | 770 | 770 | - | - | | | | 770 |
| Other expenditure | 2 | 3 | 3 | - | - | | | | - |
| Total Expenditure | 506 | 120 | 120 | 2 | 2 | 260 | (258) | | 120 |
| Surplus/(Deficit) | 1 | 2 | 2 | 33 | 33 | 178 | (146) | -82% | 140 |
| Transfers and subsidies - capital (monetary allocations) | 634 | 140 | 140 | 2 | 2 | 2 | (683) | -23% | 35 |
| | 27 | 35 | 35 | 316 | 316 | 999 | | | 986 |
| | 197 | 986 | 986 | 13 | 13 | 16 | | | 192 |
| | 166 | 192 | 192 | 040 | 040 | 042 | (3 001) | -19% | 501 |
| | 997 | 501 | 501 | 61 | 61 | (265) | 61 689 | -23264% | (3 180) |
| | 23 | (3) | (3) | 424 | 424 | - | - | | (180) |
| | 279 | 180 | 180 | - | - | | | | - |
| | 4 | - | - | - | - | | | | - |
| | 419 | | | | | | | | |

| <u>Debtors Age Analysis</u> | | | | | | | | | | |
|-------------------------------|---|---|---|---|---|---|---|---|---|---|
| Total By Income Source | - | - | - | - | - | - | - | - | - | - |
| <u>Creditors Age Analysis</u> | | | | | | | | | | |
| Total Creditors | - | - | - | - | - | - | - | - | - | - |

Notes To C1 Summary

Financial performance section

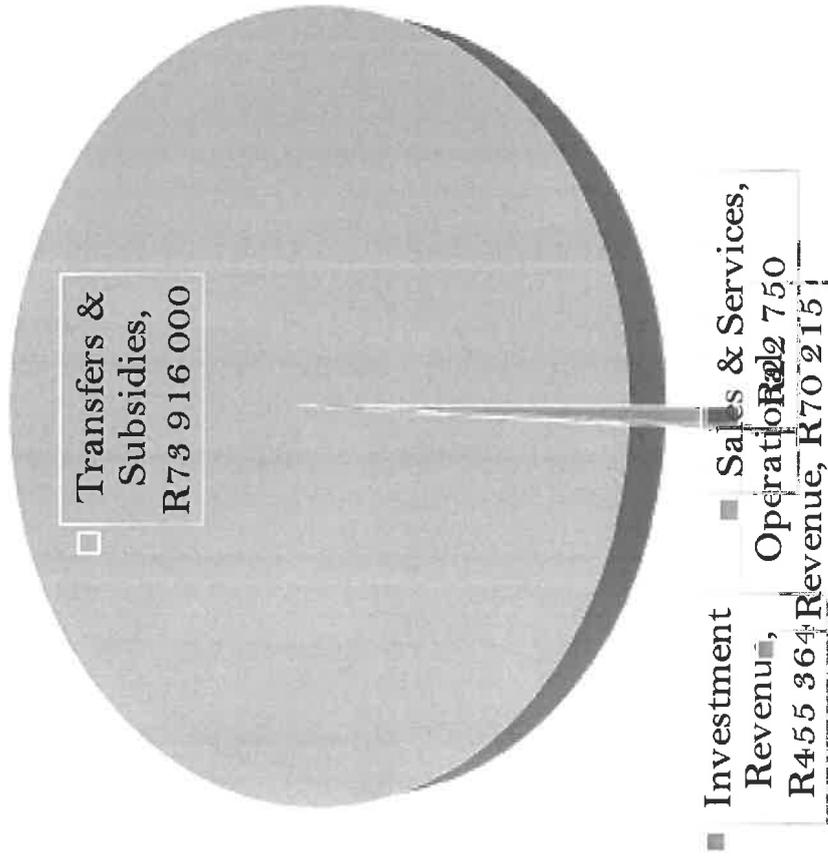
Total Receipts for July 2024 - R 74 464 329

Total Expenditure for July 2024 - R 13 040 421

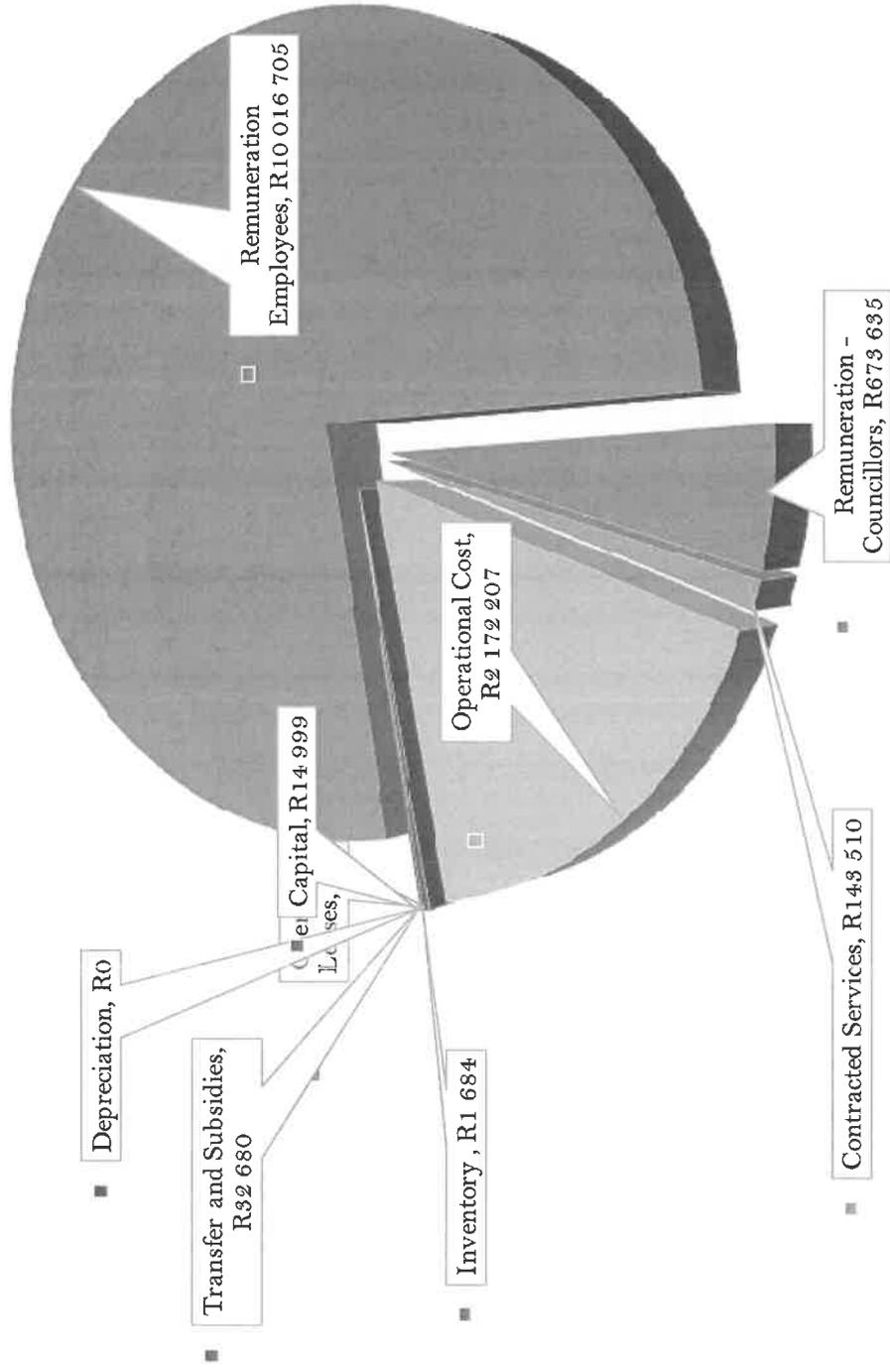
| Description | Budget | Actual for The month | Year to Date | Percentage Monthly Actual of Budget |
|----------------------------|-------------|----------------------|--------------|-------------------------------------|
| Income | | | | |
| Investment Revenue | 6 500 000 | 455 364 | 455 364 | 7.01 |
| Transfers & Subsidies | 182 354 000 | 73 916 000 | 73 916 000 | 40.53 |
| Operational Revenue | 410 000 | 70 215 | 70 215 | 17.13 |
| Sales & Services | 57 000 | 22 750 | 22 750 | 39.91 |
| Expenditure | | | | |
| Remuneration Employees | 137 859 000 | 10 016 705 | 10 016 705 | 7.27 |
| Remuneration - Councillors | 8 626 000 | 673 635 | 673 635 | 7.81 |
| Contracted Services | 12 168 000 | 143 510 | 143 510 | 1.18 |
| Operational Cost | 23 268 000 | 2 172 207 | 2 172 207 | 9.34 |
| Inventory | 3 120 000 | 1 684 | 1 684 | 0.05 |
| Operating Leases | 550 000 | 0 | 0 | 0.00 |
| Transfer and Subsidies | 2 140 000 | 32 680 | 32 680 | 1.53 |
| Depreciation | 4 770 000 | 0 | 0 | 0.00 |
| Capital | 4 200 000 | 14 999 | 14 999 | 0.36 |

Please note that the amounts were rounded to the nearest rand.

Income



Expenditure



5.2. Table C2 – Monthly Budget Statement – Financial Performance

This table reflect the operating budget in the standard classifications that is the Government Statistic Function and Sub functions. The main Functions is Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading Services, of which the last is not applicable to the District Municipality.

DC20 Fezile Dabi - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July

| Description | Ref | 2023/24 | | Budget Year 2024/25 | | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
|--|-----|-----------------|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Original Budget | | | | | | |
| R thousands | 1 | | | | | | | | | | |
| Revenue - Functional | | | | | | | | | | | |
| Governance and administration | | 194 695 | 189 321 | 189 321 | 74 464 | 74 464 | 15 777 | 58 688 | 372% | 189 321 | |
| Executive and council | | - | - | - | - | - | - | - | - | - | |
| Finance and administration | | 194 695 | 189 321 | 189 321 | 74 464 | 74 464 | 15 777 | 58 688 | 372% | 189 321 | |
| Internal audit | | - | - | - | - | - | - | - | - | - | |
| Community and public safety | | - | - | - | - | - | - | - | - | - | |
| Community and social services | | - | - | - | - | - | - | - | - | - | |
| Sport and recreation | | - | - | - | - | - | - | - | - | - | |
| Public safety | | - | - | - | - | - | - | - | - | - | |
| Housing | | - | - | - | - | - | - | - | - | - | |
| Health | | - | - | - | - | - | - | - | - | - | |
| Economic and environmental services | | - | - | - | - | - | - | - | - | - | |
| Planning and development | | - | - | - | - | - | - | - | - | - | |
| Road transport | | - | - | - | - | - | - | - | - | - | |
| Environmental protection | | - | - | - | - | - | - | - | - | - | |
| Trading services | | - | - | - | - | - | - | - | - | - | |

| | | | | | | | | | | | | | |
|--|------------|------------|------------|------------|------------|--------------|------------|---------------|------------|---|---|---|---|
| Waste water management | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Waste management | - | - | - | - | - | - | - | - | - | - | - | - | - |
| <i>Other</i> | 1 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| | 575 | 115 | 115 | 115 | 159 | 176 | (17) | -10% | 115 | | | | |
| | 166 | 192 | 192 | 13 | 13 | 16 | (3) | | 192 | | | | |
| Total Expenditure - Functional | 3 | 997 | 501 | 040 | 040 | 042 | 001 | -19% | 501 | | | | |
| | 27 | (3) | (3) | 61 | 61 | 61 | 61 | - | (3) | | | | |
| Surplus/ (Deficit) for the year | 698 | 180 | 180 | 424 | 424 | (265) | 689 | 23264% | 180 | | | | |

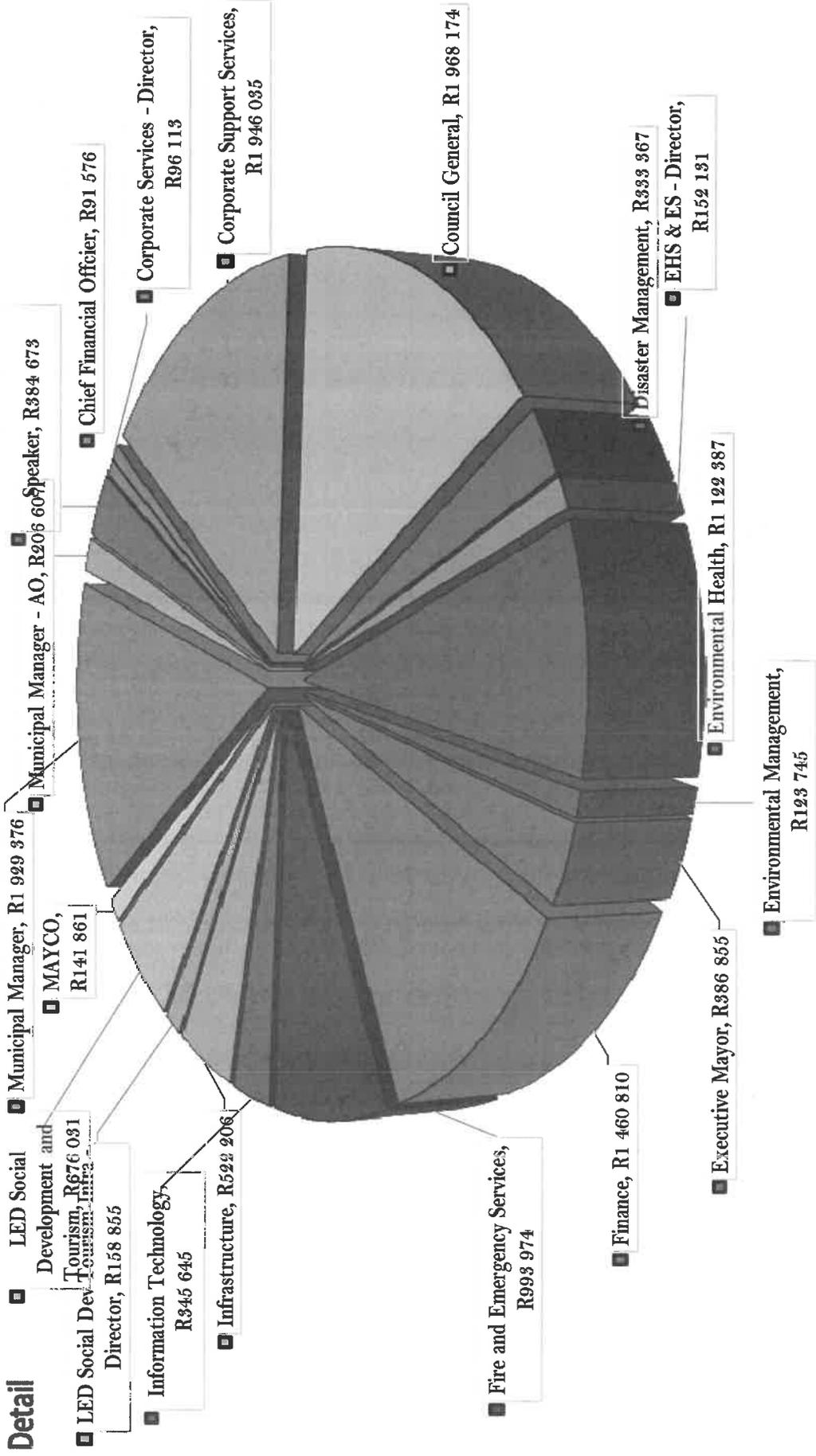
5.3. Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

Reporting per Municipal Vote provide details on the spread of spending over the various functions of Council

| DC:20 Fezile Dabi - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July | | Budget Year 2024/25 | | | | | | | | |
|--|-----|-------------------------|-----------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| Vote Description | Ref | 2023/24 Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| Revenue by Vote | 1 | | | | | | | | | |
| Vote 01 - Council General | | - | - | - | - | - | - | - | - | - |
| Vote 02 - Executive Mayor | | - | - | - | - | - | - | - | - | - |
| Vote 03 - Office Of The Speaker | | - | - | - | - | - | - | - | - | - |
| Vote 04 - Mayoral Committee | | - | - | - | - | - | - | - | - | - |
| Vote 05 - Municipal Manager | | - | - | - | - | - | - | - | - | - |
| Vote 06 - Financial Services | | 194 | 189 | 189 | 74 | 74 | 15 | 58 | | 189 |
| Vote 07 - Information Technology | | 695 | 321 | 321 | 464 | 464 | 777 | 688 | 372.0% | 321 |
| Vote 08 - Project And Public Works | | - | - | - | - | - | - | - | - | - |
| Vote 09 - Corporate Support Services | | - | - | - | - | - | - | - | - | - |
| Vote 10 - Fire Services | | - | - | - | - | - | - | - | - | - |
| Vote 11 - Disaster Management | | - | - | - | - | - | - | - | - | - |
| Vote 12 - Environmental Health Services | | - | - | - | - | - | - | - | - | - |
| Vote 13 - Environmental Management Unit | | - | - | - | - | - | - | - | - | - |
| Vote 14 - Local Economic Development Sports And Tourism | | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | | - | - | - | - | - | - | - | - | - |
| Total Revenue by Vote | 2 | 194 | 189 | 189 | 74 | 74 | 15 | 58 | | 189 |
| | | 695 | 321 | 321 | 464 | 464 | 777 | 688 | 372.0% | 321 |
| Expenditure by Vote | 1 | | | | | | | | | |
| Vote 01 - Council General | | 14 | 16 | 16 | 1 | 1 | 1 | | | 16 |
| | | 669 | 263 | 263 | 968 | 968 | 355 | 613 | 45.2% | 263 |

| | | | | | | | | | |
|---|------------|------------|------------|------------|------------|--------------|------------|-----------------|------------|
| Vote 02 - Executive Mayor | 7 | 8 | 8 | 387 | 387 | 711 | (324) | -45.6% | 8 |
| | 672 | 530 | 530 | | | | | | 530 |
| Vote 03 - Office Of The Speaker | 5 | 6 | 6 | 385 | 385 | 522 | (137) | -26.3% | 6 |
| | 563 | 264 | 264 | | | | | | 264 |
| Vote 04 - Mayoral Committee | 2 | 4 | 4 | 142 | 142 | 358 | (216) | -60.4% | 4 |
| | 337 | 296 | 296 | | | | | | 296 |
| Vote 05 - Municipal Manager | 26 | 30 | 30 | 2 | 2 | 2 | (439) | -17.0% | 30 |
| | 124 | 895 | 895 | | | | | | 895 |
| Vote 06 - Financial Services | 22 | 25 | 25 | 1 | 1 | 2 | (574) | -27.0% | 25 |
| | 436 | 511 | 511 | | | | | | 511 |
| Vote 07 - Information Technology | 2 | 4 | 4 | 346 | 346 | 401 | (55) | -13.7% | 4 |
| | 835 | 809 | 809 | | | | | | 809 |
| Vote 08 - Project And Public Works | 12 | 9 | 9 | 522 | 522 | 795 | (273) | -34.3% | 9 |
| | 970 | 539 | 539 | | | | | | 539 |
| Vote 09 - Corporate Support Services | 25 | 30 | 30 | 2 | 2 | 2 | (506) | -19.9% | 30 |
| | 979 | 582 | 582 | | | | | | 582 |
| Vote 10 - Fire Services | 11 | 13 | 13 | 1 | 1 | 1 | (104) | -9.4% | 13 |
| | 164 | 171 | 171 | | | | | | 171 |
| Vote 11 - Disaster Management | 4 | 4 | 4 | 994 | 994 | 998 | (66) | -16.5% | 4 |
| | 293 | 793 | 793 | | | | | | 793 |
| Vote 12 - Environmental Health Services | 17 | 21 | 21 | 1 | 1 | 1 | (481) | -27.4% | 21 |
| | 669 | 069 | 069 | | | | | | 069 |
| Vote 13 - Environmental Management Unit | 2 | 3 | 3 | 275 | 275 | 756 | (173) | -58.2% | 3 |
| | 045 | 556 | 556 | | | | | | 556 |
| Vote 14 - Local Economic Development Sports And Tourism | 11 | 13 | 13 | 124 | 124 | 296 | (267) | -24.2% | 13 |
| | 241 | 224 | 224 | | | | | | 224 |
| Vote 15 - Other | - | - | - | - | - | - | - | - | - |
| Total Expenditure by Vote | 2 | 192 | 192 | 13 | 13 | 16 | (3) | -18.7% | 192 |
| | 997 | 501 | 501 | 040 | 040 | 042 | 001 | | 501 |
| Surplus/ (Deficit) for the year | 2 | (3) | (3) | 61 | 61 | (265) | 61 | - | (3) |
| | 698 | 180 | 180 | 424 | 424 | 689 | 689 | 23264.1% | 180 |

Detail



5.4. Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure)

| DC20 Fezile Dabi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July | | | | | | | | | | |
|---|-----|-----------------|-----------------|-----------------|----------------|---------------------|---------------|--------------|----------------|--------------------|
| Description R thousands | Ref | 2023/24 | | | | Budget Year 2024/25 | | | | |
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| Revenue | | | | | | | | | | |
| Exchange Revenue | | | | | | | | | | |
| Service charges - Electricity | | | | | | | | | | |
| Service charges - Water | | | | | | | | | | |
| Service charges - Waste Water Management | | | | | | | | | | |
| Service charges - Waste management | | | | | | | | | | |
| Sale of Goods and Rendering of Services | | 88 | 57 | 57 | 23 | 5 | 18 | 379% | | 57 |
| Agency services | | | | | | | | | | |
| Interest | | | | | | | | | | |
| Interest earned from Receivables | | 11 | 6 | 6 | | | | | | 6 |
| Interest from Current and Non Current Assets | | 040 | 500 | 500 | 455 | 542 | | | | 500 |
| Dividends | | | | | | | | | | |
| Rent on Land | | | | | | | | | | |
| Rental from Fixed Assets | | | | | | | | | | |
| Licence and permits | | | | | | | | | | |
| Operational Revenue | | 655 | 410 | 410 | 70 | 34 | 36 | 106% | | 410 |
| Non-Exchange Revenue | | | | | | | | | | |
| Property rates | | | | | | | | | | |
| Surcharges and Taxes | | | | | | | | | | |
| Fines, penalties and forfeits | | - | - | - | - | - | - | - | - | - |

| | | | | | | | | |
|--|------------|-------------|-------------|------------|------------|--------------|-------------|-------------|
| Licence and permits | 178 | 182 | 182 | 73 | 73 | 15 | 58 | 182 |
| Transfers and subsidies - Operational | 493 | 354 | 354 | 916 | 916 | 196 | 720 | 354 |
| Interest | - | - | - | - | - | - | - | - |
| Fuel Levy | - | - | - | - | - | - | - | - |
| Operational Revenue | - | - | - | - | - | - | - | - |
| Gains on disposal of Assets | - | - | - | - | - | - | - | - |
| Other Gains | - | - | - | - | - | - | - | - |
| Discontinued Operations | - | - | - | - | - | - | - | - |
| Total Revenue (excluding capital transfers and contributions) | 190 | 189 | 189 | 74 | 74 | 15 | 58 | 189 |
| | 276 | 321 | 321 | 464 | 464 | 777 | 688 | 321 |
| Expenditure By Type | | | | | | | | |
| Employee related costs | 127 | 137 | 137 | 10 | 10 | 11 | (1) | 137 |
| Remuneration of councillors | 633 | 859 | 859 | 017 | 017 | 488 | 472) | 859 |
| Bulk purchases - electricity | 7 | 8 | 8 | 674 | 674 | 719 | (45) | 8 |
| Inventory consumed | 929 | 626 | 626 | - | - | - | - | 626 |
| Debt impairment | 2 | 3 | 3 | 2 | 2 | 260 | (258) | 3 |
| Depreciation and amortisation | 506 | 120 | 120 | - | - | - | - | 120 |
| Interest | - | 4 | 4 | - | - | 398 | (398) | - |
| Contracted services | - | 770 | 770 | - | - | - | - | 770 |
| Transfers and subsidies | 98 | - | - | - | - | - | - | - |
| Irrecoverable debts written off | 11 | 12 | 12 | 144 | 144 | 014 | (871) | 12 |
| Operational costs | 237 | 168 | 168 | 33 | 33 | 178 | (146) | 168 |
| Losses on Disposal of Assets | 1 | 2 | 2 | 2 | 2 | 1 | - | 2 |
| Other Losses | 634 | 140 | 140 | - | - | - | - | 140 |
| | 19 | 23 | 23 | 172 | 172 | 985 | 187 | 23 |
| | 304 | 818 | 818 | - | - | - | - | 818 |
| | - | - | - | - | - | - | - | - |
| | (3) | - | - | - | - | - | - | - |
| | 344) | - | - | - | - | - | - | - |
| Total Expenditure | 166 | 192 | 192 | 13 | 13 | 16 | (3) | 192 |
| | 997 | 501 | 501 | 040 | 040 | 042 | 001) | 501 |
| Surplus/(Deficit) | 23 | (3) | (3) | 61 | 61 | (265) | 61 | (3) |
| | 279 | 180) | 180) | 424 | 424 | (689) | 689 | 180) |

| | | | | | | | | | | |
|--|------|------|-----|-----|----|-------|---|---|------|------|
| Transfers and subsidies - capital (monetary allocations) | 4 | - | - | - | - | - | - | - | - | - |
| 419 | | | | | | | | | | |
| Transfers and subsidies - capital (in-kind) | | | | | | | | | | |
| Surplus/(Deficit) after capital transfers & contributions | 27 | (3 | (3 | 61 | 61 | (265) | | | (3 | (3 |
| 698 | 180) | 180) | 424 | 424 | | | | | 180) | 180) |
| Income Tax | | | | | | | | | | |
| Surplus/(Deficit) after income tax | 27 | (3 | (3 | 61 | 61 | (265) | | | (3 | (3 |
| 698 | 180) | 180) | 424 | 424 | | | | | 180) | 180) |
| Share of Surplus/Deficit attributable to Joint Venture | | | | | | | | | | |
| Share of Surplus/Deficit attributable to Minorities | | | | | | | | | | |
| Surplus/(Deficit) attributable to municipality | 27 | (3 | (3 | 61 | 61 | (265) | | | (3 | (3 |
| 698 | 180) | 180) | 424 | 424 | | | | | 180) | 180) |
| Share of Surplus/Deficit attributable to Associate Intercompany/Parent subsidiary transactions | | | | | | | | | | |
| Surplus/ (Deficit) for the year | 27 | (3 | (3 | 61 | 61 | (265) | | | (3 | (3 |
| 698 | 180) | 180) | 424 | 424 | | | | | 180) | 180) |

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

DC20 Fezile Dabi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

| Vote Description | Ref | 2023/24 | | Budget Year 2024/25 | | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
|---|-----|-----------------|-----------------|---------------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | | | | | |
| R thousands | | | | | | | | | | |
| <u>Multi-Year expenditure appropriation</u> | 1 | - | - | - | - | - | - | - | - | - |
| Vote 01 - Council General | 2 | - | - | - | - | - | - | - | - | - |
| Vote 02 - Executive Mayor | | - | - | - | - | - | - | - | - | - |
| Vote 03 - Office Of The Speaker | | - | - | - | - | - | - | - | - | - |
| Vote 04 - Mayoral Committee | | - | - | - | - | - | - | - | - | - |
| Vote 05 - Municipal Manager | | - | - | - | - | - | - | - | - | - |
| Vote 06 - Financial Services | | - | - | - | - | - | - | - | - | - |
| Vote 07 - Information Technology | | - | - | - | - | - | - | - | - | - |
| Vote 08 - Project And Public Works | | - | - | - | - | - | - | - | - | - |
| Vote 09 - Corporate Support Services | | - | - | - | - | - | - | - | - | - |
| Vote 10 - Fire Services | | - | - | - | - | - | - | - | - | - |
| Vote 11 - Disaster Management | | - | - | - | - | - | - | - | - | - |
| Vote 12 - Environmental Health Services | | - | - | - | - | - | - | - | - | - |
| Vote 13 - Environmental Management Unit | | - | - | - | - | - | - | - | - | - |
| Vote 14 - Local Economic Development Sports And Tourism | | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | | - | - | - | - | - | - | - | - | - |
| Total Capital Multi-year expenditure | 4,7 | - | - | - | - | - | - | - | - | - |
| <u>Single Year expenditure appropriation</u> | 2 | | | | | | | | | |

| | | | | | | | | | | |
|---|--------------|--------------|--------------|--------------|-----------|-----------|------------|--------------|-------------|------------------|
| Vote 01 - Council General | 1 131 | 1 500 | 1 500 | 1 500 | - | - | 125 | (125) | -100% | 1 500 |
| Vote 02 - Executive Mayor | - | - | - | - | - | - | - | - | - | - |
| Vote 03 - Office Of The Speaker | - | - | - | - | - | - | - | - | - | - |
| Vote 04 - Mayoral Committee | - | - | - | - | - | - | - | - | - | - |
| Vote 05 - Municipal Manager | - | - | - | - | - | - | - | - | - | - |
| Vote 06 - Financial Services | - | - | - | - | - | - | - | - | - | - |
| Vote 07 - Information Technology | 469 | 2 400 | 2 400 | 2 400 | 15 | 15 | 200 | (185) | -93% | 2 400 |
| Vote 08 - Project And Public Works | - | 300 | 300 | 300 | - | - | 25 | (25) | -100% | 300 |
| Vote 09 - Corporate Support Services | - | - | - | - | - | - | - | - | - | - |
| Vote 10 - Fire Services | (73) | - | - | - | - | - | - | - | - | - |
| Vote 11 - Disaster Management | - | - | - | - | - | - | - | - | - | - |
| Vote 12 - Environmental Health Services | 71 | - | - | - | - | - | - | - | - | - |
| Vote 13 - Environmental Management Unit | - | - | - | - | - | - | - | - | - | - |
| Vote 14 - Local Economic Development Sports And Tourism | - | - | - | - | - | - | - | - | - | - |
| Vote 15 - Other | - | - | - | - | - | - | - | - | - | - |
| Total Capital single-year expenditure | 4 | 1 598 | 4 200 | 4 200 | 15 | 15 | 350 | (335) | -96% | 4 200 |
| Total Capital Expenditure | 1 598 | 4 200 | 4 200 | 4 200 | 15 | 15 | 350 | (335) | -96% | 4 200 |
| Capital Expenditure - Functional Classification | | | | | | | | | | |
| Governance and administration | 1 671 | 4 200 | 4 200 | 4 200 | 15 | 15 | 350 | (335) | -96% | 4 200 |
| Executive and council | 1 131 | 1 500 | 1 500 | 1 500 | - | - | 125 | (125) | -100% | 1 500 |
| Finance and administration Internal audit | 540 | 2 700 | 2 700 | 2 700 | 15 | 15 | 225 | (210) | -93% | 2 700 |
| Community and public safety | (73) | - | - | - | - | - | - | - | - | - |
| Community and social services | - | - | - | - | - | - | - | - | - | - |
| Sport and recreation | - | - | - | - | - | - | - | - | - | - |

5.6. Table C6 Monthly Budget Statement - Financial Position

DC20 Fezile Dabi - Table C6 Monthly Budget Statement - Financial Position - M01 July

| Description | Ref | 2023/24 | | Budget Year 2024/25 | | Full Year Forecast |
|--|-----|-----------------|-----------------|---------------------|----------------|--------------------|
| | | Audited Outcome | Original Budget | Adjusted Budget | YearTD actual | |
| R thousands | 1 | | | | | |
| ASSETS | | | | | | |
| Current assets | | | | | | |
| Cash and cash equivalents | | 301 760 | 132 870 | 132 870 | 65 014 | 132 870 |
| Trade and other receivables from exchange transactions | | - | - | - | - | - |
| Receivables from non-exchange transactions | | 59 | - | - | 27 | - |
| Current portion of non-current receivables | | 51 | - | - | 51 | - |
| Inventory | | - | - | - | - | - |
| VAT | | 176 | (328) | (328) | (20) | (328) |
| Other current assets | | 2 740 | 431 | 431 | 2 738 | 431 |
| Total current assets | | 304 787 | 132 973 | 132 973 | 67 810 | 132 973 |
| Non current assets | | | | | | |
| Investments | | | | | | |
| Investment property | | | | | | |
| Property, plant and equipment | | 86 901 | 89 803 | 89 803 | 86 916 | 89 803 |
| Biological assets | | | | | | |
| Living and non-living resources | | | | | | |
| Heritage assets | | 32 | - | - | 32 | - |
| Intangible assets | | 982 | 983 | 983 | 982 | 983 |
| Trade and other receivables from exchange transactions | | | | | | |
| Non-current receivables from non-exchange transactions | | | | | | |
| Other non-current assets | | | | | | |
| Total non current assets | | 87 916 | 90 786 | 90 786 | 87 931 | 90 786 |
| TOTAL ASSETS | | 392 702 | 223 759 | 223 759 | 155 740 | 223 759 |
| LIABILITIES | | | | | | |
| Current liabilities | | | | | | |
| Bank overdraft | | - | - | - | - | - |
| Financial liabilities | | 657 | 1 038 | 1 038 | 657 | 1 038 |
| Consumer deposits | | - | - | - | - | - |

| | | | | | |
|---|---------------|----------------|----------------|------------------|----------------|
| Trade and other payables from exchange transactions | 9 650 | 6 015 | 6 015 | (111 440) | 6 015 |
| Trade and other payables from non-exchange transactions | 6 609 | - | - | 6 609 | - |
| Provision | - | - | - | - | - |
| VAT | (227) | (239) | (239) | (227) | (239) |
| Other current liabilities | - | - | - | - | - |
| Total current liabilities | 16 689 | 6 814 | 6 814 | (104 400) | 6 814 |
| Non current liabilities | | | | | |
| Financial liabilities | - | - | - | - | - |
| Provision | 34 399 | 33 878 | 33 878 | 33 979 | 33 878 |
| Long term portion of trade payables | - | - | - | - | - |
| Other non-current liabilities | - | - | - | - | - |
| Total non current liabilities | 34 399 | 33 878 | 33 878 | 33 979 | 33 878 |
| TOTAL LIABILITIES | 51 088 | 40 692 | 40 692 | (70 421) | 40 692 |
| NET ASSETS | 2 | 183 067 | 183 067 | 226 162 | 183 067 |
| COMMUNITY WEALTH/EQUITY | | | | | |
| Accumulated surplus/(deficit) | 153 990 | 166 556 | 166 556 | 217 928 | 166 556 |
| Reserves and funds | 9 794 | 16 511 | 16 511 | 9 794 | 16 511 |
| Other | - | - | - | - | - |
| TOTAL COMMUNITY WEALTH/EQUITY | 2 | 183 067 | 183 067 | 227 723 | 183 067 |

5.7. Table C7 Monthly Budget Statement - Cash Flow

DC20 Fezile Dabi - Table C7 Monthly Budget Statement - Cash Flow - M01 July

| Description | Ref | Budget Year | | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
|--|-----|--------------|--------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| | | 2023/24 | 2024/25 | | | | | | | |
| R thousands | 1 | | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | |
| Receipts | | | | | | | | | | |
| Property rates | | | | | | | | | | |
| Service charges | | | | | | | | | | |
| Other revenue | 1 | 657 | 467 | 467 | 133 | 133 | 39 | 94 | 241% | 467 |
| Transfers and Subsidies - Operational | | 189 | 182 | 182 | 73 | 73 | 15 | 58 | | 182 |
| Transfers and Subsidies - Capital | | 522 | 354 | 354 | 916 | 916 | 196 | 720 | 386% | 354 |
| Payments | | | | | | | | | | |
| Interest | | | | | | | | | | |
| Dividends | | | | | | | | | | |
| Suppliers and employees | | | | | | | | | | |
| Interest | | | | | | | | | | |
| Transfers and Subsidies | | | | | | | | | | |
| Net cash from/(used) operating activities | | (77) | 12 | 12 | (67) | (68) | 1 | 69 | | 12 |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 892 | 385 | 385 | 332 | 911 | 032 | 943 | 6777% | 385 |
| 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 | | (1) | (4) | (4) | (15) | (15) | (350) | (335) | 96% | (4) |
| Net cash from/(used) investing activities | | 586 | 200 | 200 | (15) | (15) | (350) | (335) | 96% | 200 |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (586) | (200) | (200) | (15) | (15) | (350) | (335) | 96% | (200) |

| | | | | | | | | | | | | | |
|--|--------------|----------|-------------|-------------|------------|----------|-------------|-------------|------------|----------|-------------|-------------|----------|
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | | | | |
| Receipts | | | | | | | | | | | | | |
| Short term loans | | | | | | | | | | | | | |
| Borrowing long term/refinancing | | | | | | | | | | | | | |
| Increase (decrease) in consumer deposits | | | | | | | | | | | | | |
| Payments | | | | | | | | | | | | | |
| Repayment of borrowing | (381) | | | | | | | | | | | | |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | (381) | | | | | | | | | | | | |
| NET INCREASE/ (DECREASE) IN CASH HELD | (79) | 8 | (67) | (68) | 682 | 8 | (67) | (68) | 682 | 8 | (67) | (68) | 8 |
| Cash/cash equivalents at beginning: | 858 | 185 | 347 | 926 | 124 | 185 | 347 | 926 | 124 | 185 | 347 | 926 | 185 |
| | 103 | 124 | 121 | 121 | 685 | 124 | 121 | 121 | 124 | 124 | 121 | 121 | 121 |
| | 701 | 685 | 530 | 530 | 132 | 685 | 530 | 530 | 685 | 685 | 530 | 530 | 530 |
| | 23 | 132 | | 52 | 870 | 132 | | 52 | 125 | 129 | | 125 | 129 |
| | 842 | 870 | | 603 | 367 | 870 | | 603 | 367 | 715 | | 367 | 715 |
| Cash/cash equivalents at month/year end: | | | | | | | | | | | | | |

5.8. Table SC3 Monthly Budget Statement – Aged Debtors

Fezile Dabi does not provide any services currently where a debtor is raised

DC20 Fezile Dabi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

| Description | NT Code | Budget Year 2024/25 | | | | | | | | | | | | |
|---|-------------|---------------------|------------|------------|-------------|--------------|--------------|--------------|----------|-------|--------------------|--|---|---|
| | | 0-30 Days | 31-60 Days | 61-90 Days | 91-120 Days | 121-150 Days | 151-180 Days | 181 Dys-1 Yr | Over 1Yr | Total | Total over 90 days | Actual Bad Debts Written Off against Debtors | Impairment - Bad Debts i.t.o Council Policy | |
| R thousands | | | | | | | | | | | | | | |
| Debtors Age Analysis By Income Source | | | | | | | | | | | | | | |
| Trade and Other Receivables from Exchange Transactions - Water | 1200 | | | | | | | | | | | | | |
| Trade and Other Receivables from Exchange Transactions - Electricity | 1300 | | | | | | | | | | | | | |
| Receivables from Non-exchange Transactions - Property Rates | 1400 | | | | | | | | | | | | | |
| Receivables from Exchange Transactions - Waste Water Management | 1500 | | | | | | | | | | | | | |
| Receivables from Exchange Transactions - Waste Management | 1600 | | | | | | | | | | | | | |
| Receivables from Exchange Transactions - Property Rental | 1700 | | | | | | | | | | | | | |
| Debtors | | | | | | | | | | | | | | |
| Interest on Arrear Debtor Accounts | 1810 | | | | | | | | | | | | | |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | | | | | | | | | | | | | |
| Other | 1900 | | | | | | | | | | | | | |
| Total By Income Source | 2000 | - | - | - | - | - | - | - | - | - | - | - | - | - |
| 2023/24 - totals only | | | | | | | | | | | | | | |
| Debtors Age Analysis By Customer Group | | | | | | | | | | | | | | |
| Organs of State | 2200 | | | | | | | | | | | | | |
| Commercial | 2300 | | | | | | | | | | | | | |
| Households | 2400 | | | | | | | | | | | | | |
| Other | 2500 | | | | | | | | | | | | | |
| Total By Customer Group | 2600 | - | - | - | - | - | - | - | - | - | - | - | - | - |

5.9. Table SC4 Monthly Budget Statement – Aged Creditors

Fezile Dabi payments is done within 14 days of receiving an invoice from a supplier, and no creditors currently have any amounts due to them that exceed 30 days

DC:20 Fezile Dabi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

| Description R thousands | NT Code | Budget Year 2024/25 | | | | | | | | 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 |
| 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 | - | - | - | - | - | - | - | - | - | - |

5.10. Cash Management and Investment

Section 8 of the MFMA

requires:

(1) A municipality must have a primary bank account. If a municipality

- a. Has only one bank account, that account is its primary bank account or
- b. Has more than one bank account, it must designate one of those bank accounts as its primary bank account.

Cash flow

Conditional grants received are invested, funds are withdrawn for expenditure within the set conditions of grants.

Bank reconciliation

Bank reconciliations are processed on a monthly frequency by the 5th working day of the month

Balance as per Cash book and Bank statement 31 July 2024 amounted to R 169 443 254

Conditional Grants

The following conditional grants have been published in DORA

| | |
|-----------------------------------|-------------|
| Financial Management Grant | R 1 300 000 |
| Expanded Public Works Programme | R 1 200 000 |
| Rural Road Asset Management Grant | R 2 455 000 |
| Mafube MIG | |

For the period July to July 2024, the following allocations has been received:

| Conditional Grant | Total received | Still To Receive | Actual Spend | % Spend of Allocation |
|-----------------------------------|----------------|------------------|--------------|-----------------------|
| Rural Road Asset Management Grant | 0 | 2 455 000 | 0 | 0.00 |
| Expanded Public Works Programme | 1 200 000 | 1 200 000 | 93 588 | 0.00 |
| Financial Management Grant | 1 300 000 | 1 300 000 | 0 | 0.00 |
| Mafube MIG | 0 | 0 | 0 | 0 |

All balances on Conditional Grants are recorded as at **31 July 2024**

Investments

Section 13 of the MFMA prescribes:

- (1) The Minister, acting with the concurrence of the Cabinet member responsible for Local Government, may prescribe a framework within which municipalities must
 - a. Conduct their cash management and investments; and
 - b. Invest money not immediately required

The Municipality invests surplus funds in order to maximise the interest to have cash readily available when needed, this is done in line with the Cash Management and Investment Policy of Council.

Investments as at 31 July 2024

| BANK NAME | ACC NUMBER | TYPE | Term | CLOSING |
|------------------|-------------------|-------------|-------------|---------------------------|
| NEDBANK | 7288009165/17 | Invest | 30 | 921 045 |
| ABSA | 2067390363 | Invest | 90 | 16 816 007 |
| STANDARD | 728670534/008 | Invest | 30 | 11 000 000 |
| STANDARD | 728670534/006 | Invest | 30 | 11 000 000 |
| STANDARD | 728670534/006 | Invest | 90 | 44 400 003 |
| STANDARD | 728670534/010 | Invest | 90 | 77 000 000 |
| TOTAL | | | | <i>161 137 055</i> |

Conclusion

This report is in compliance of Section 71 of the MFMA, by providing a statement to the Executive Mayor containing certain financial particulars for the month of review.

Communication

In compliance to section 75 of the MFMA, this document is provided to all stakeholders by publishing it on the Fezile Dabi District municipal website at www.feziledabi.gov.za

Recommendation

That in compliance with section 71 of the MFMA:

1. The Accounting Officer submits to the Executive Mayor this report reflecting the implementation of the budget and financial state of affairs of the municipality for the period ending 31 July 2024.
2. The Accounting Officer ensure that this report be submitted to National and Provincial Treasury, in both signed and electronic format

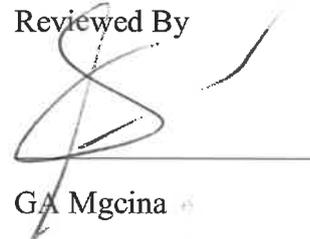
Compiled by



C Mosia

Snr Budget Officer

Reviewed By



GA Mgcina

Chief Financial Officer

Quality Certificate

I, SJ Thomas Municipal Manager of Fezile Dabi District Municipality, hereby certify that —
(mark as appropriate)

| | |
|--------------------------|------------------------------|
| <input type="checkbox"/> | The Monthly Budget Statement |
|--------------------------|------------------------------|

| | |
|--------------------------|--|
| <input type="checkbox"/> | Quarterly Report of the implementation of the budget and financial state affairs of the municipality |
|--------------------------|--|

| | |
|--------------------------|--|
| <input type="checkbox"/> | Mid-year Budget and Performance Assessment |
|--------------------------|--|

For the month of July 2024 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act

Print Name: SJ Thomas

Municipal Manager of Fezile Dabi District Municipality (DC20)

Signature:  _____

Date: 12/08/2024 _____

SUBMISSION TO MAYOR

In terms of section 71(1) of the Local Government Municipal Finance Management Act 56 of 2003 (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 a statement on the state of the municipality's budget for the month under review

Report Submitted by

Print Name: SJ Thomas

Municipal Manager of Fezile Dabi District Municipality (DC20)

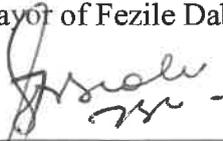
Signature:  _____

Date: 12/08/2024 _____

Report Submitted to

Print Name: D Khasudi

Executive Mayor of Fezile Dabi District Municipality (DC20)

Signature:  _____

Date: 12/08/2024 _____

