DR. KENNETH KAUNDA

DISTRICT MUNICIPALITY

MFMA section 52(d), budget implementation and performance for the month /quarter ending 31st March 2024

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BUDGET AND TREASURY OFFICE

MFMA SECTION 52(d), BUDGET IMPLEMENTATION AND PERFORMANCE FOR THE MONTH/QUARTER ENDING 31ST MARCH 2024

PART 1- IN-YEAR REPORT

1. EXECUTIVE MAYOR'S REPORT

Section 52 of the Municipal Finance Management Act, No. 56 of 2003 (MFMA) requires the Mayor of the municipality to report the implementation and performance of the budget and the financial state of affairs of the municipality to the municipal Council within 30 days after the end of each quarter. The in-year report Schedule C provides a high-level analysis as at 31 March 2024 in the prescribed format. Material variances are referred to briefly in this report. Comprehensive explanations are included in the monthly financial management report.

Council approved the Adjustment Budget for the 2023/24 financial year for the Dr Kenneth Kaunda District Municipality as per Council resolution **A.12/02/2024** in line with the requirements of the Municipal Budget and Reporting Regulations.

The Accounting Officer with the assistance of the Chief Financial Officer consistently submits the Section 71 of the Municipal Finance Management Act as required. The Section 52 report will be used to assess the budgetary performance of the municipality for the third quarter of the 2023/2024 financial year. The report took in to consideration the service delivery performance of the municipality as against the service delivery targets and performance indicators which were set in the Service Delivery and Budget Implementation Plan (SDBIP).

2. EXECUTIVE SUMMARY

Table 1

	Approved Budget	Adjusted Budget	3rd Quarter (Jan - Mar)	Year TD Budget	Year TD Actual	Variance
Total Operating Revenue	- 230 697 430.00	- 230 910 545.00	- 63 469 657.62	- 173 108 284.00	- 228 238 286.25	- 55 130 002.25
Total Operating Expenditure	230 517 000.00	244 908 880.00	55 919 421.59	178 646 149.09	174 769 119.08	3 877 030.01
Surplus / (Deficit)	**- 180 430.00**	**13 998 335.00**		**5 537 865.09**		
Total Capital Expenditure	39 450 000.00	36 850 000.00	20 505 391.15	28 547 617.00	25 283 049.03	3 264 567.97

The total operating revenue budget is adjusted to **R230.9 Million** from **R230.6 Million** initially approved. The actual operating revenue realised for the third quarter

(01 Jan to March 2024) amount to **R63.4.9 Million** and the year-to-date budget as at 31st March 2024 was estimated at **R173.1 Million.** The year-to-date actual operating revenue of **R228.2 Million** is more than the year-to-date budget by **R55.1 Million.**

The total adjusted operating expenditure budget is **R244.9Million**. The operating expenditure incurred in the third quarter (01 Jan to March 2024) amount to **R55.9 Million** and the year-to-date budget as at 31st March 2024 was estimated at **R178.6 Million**. The year-to-date actual operating expenditure of an amount of **R174.7 Million** is less than the year-to-date budgeted expenditure by **R3.8 Million.**

The adjusted capital budget provided for 2023/2024 financial year amount to **R36.8Million**. The total spending in the third quarter (01 Jan to March 2024) was standing at **R20.5 Million** and the year-to-date budget as at 31st March 2024 was estimated at **R28.5 Million**. The year-to-date actual capital spending is less than year-to-date budget by **R3.2 Million.**

For more detailed material variances please ***Refer to Page 18&19*** of the report.

2.1. Statement of Financial Performance

2.1.1. Revenue by source

Table 2

NO	REVENUE BY SOURCE	Budget	Curr Mth Receipts	YTD Actual	Balance	% Rec
1	TS_O_M_NG_LOCAL GOV FIN MNG GRANT	- 1 000 000.00		- 435 283.48	- 564 716.52	43.52
2	TS_O_M_NRF_EQUITABLE SHARE	- 32 150 000.00	- 8 037 650.55	- 32 150 000.00	-	100.00
3	TS_O_M_NRF_FUEL LEVY	-181 398 000.00	- 45 350 349.45	-181 398 000.00	-	100.00
4	INTER: BANK ACCOUNTS	- 1 600 000.00	- 150 895.06	- 1 724 708.34	124 708.34	107.79
5	INTER: SHORT TERM INVEST & CALL ACCOUNTS	- 5 800 000.00	- 1 262 260.27	- 5 947 960.00	147 960.00	102.55
6	TS_O_M_DPAA_NDA_EDUC;TR&DEV SETA	- 2 880 000.00	- 234 000.00	- 2 083 680.66	- 796 319.34	72.35
7	COMMISSION: INSURANCE	- 113 431.00	- 9 910.51	- 123 341.78	9 910.78	108.73
8	SKILLS DEVELOPMENT LEVY REFUND	- 99 684.00	- 31 364.91	- 131 048.51	31 364.51	131.46
9	SALE OF: ASSET < CAP THRESH	- 150 000.00	-	-	- 150 000.00	-
10	SALE OF: PUBLICATION - TENDER DOCUMENTS	- 175 000.00	- 434.78	- 20 086.96	- 154 913.04	11.47
11	TS_O_M_NG_**EPWP** GRANT	- 2 306 000.00	- 667 112.66	- 1 852 627.22	- 453 372.78	80.33
12	TS_O_M_NG_**RURAL ROAD ASSET MNG SYS GRANT**	- 2 641 000.00	- 153 860.00	- 1 572 787.50	- 1 068 212.50	59.55
13	TS_O_M_NG_MUNICIPAL DISASTER RELIEF	-	- 300 000.00	- 300 000.00	300 000.00	-
14	HEALTH CERTIFICATES	- 597 430.00	- 54 952.75	- 498 761.80	- 98 668.20	83.48
	TOTAL : INCOME	-230 910 545.00	- 56 252 790.94	-228 238 286.25	- 2 672 258.75	98.84

- The Municipality received **R56.2 Million** for the month of March 2024 which comprises of:
  - **R8 Million** for Equitable Share (Last Trench)
  - **R45.3 Million** for RSC Replacement Grant (Last Trench)
  - **R150 Thousand** for interest on Bank
  - **R1.2 Million** for interest on Short-Term Investments
  - **R234 Thousand** for LGSETA
  - **R9 Thousand** for Commission Insurance
  - **31 Thousand** for Skills Levy Refunds
  - **R4 Hundred Rand** for a Tender sold

- ❖ **R54 Thousand** for health certificates (licence and permits)
  - ❖ **R300 Thousand** for Municipal Disaster Relief
  - ❖ **R667 Thousand** for EPWP (Recognition of Income: Conditions met)
  - ❖ **R153 Thousand** for RRAMS (Recognition of Income: Conditions met)
- To date, the Municipality received **R6.1Million** on conditional grants, however it must be noted that the revenue for conditional grants will only be recognised once all conditions are met.
- The year-to-date revenue received as at 31st of March 2024 amount to **R228.2 Million** which is **98.84%** of the total annual budgeted revenue.

2.1.2. Operating Expenditure by type

Table 3(a): Expenditure per Line-Item

DISCRIPTION	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
EMPLOYEE RELATED COSTS	125 695 623.00	10 684 490.52	94 666 891.06	31 028 731.94	75.31
REMUNERATION OF COUNCILLORS	12 432 266.00	1 009 270.44	9 313 362.94	3 118 903.06	74.91
OUTSOURCED SERVICES	20 226 000.00	1 877 691.31	13 748 243.46	6 477 756.54	67.97
CONSULTANTS AND PROFESSIONAL SERVICES	12 982 956.00	1 152 805.81	10 462 707.48	2 520 248.52	80.58
CONTRACTORS	10 482 000.00	1 254 162.31	7 587 920.77	2 894 079.23	72.39
OPERATIONAL COSTS	41 407 446.00	3 355 645.45	28 330 853.11	13 076 592.89	68.41
INVENTORY	6 630 000.00	29 627.51	4 865 860.82	1 764 139.18	73.39
OPERATING LEASES	4 415 000.00	46 011.04	2 413 227.31	2 001 772.69	54.65
TRANSFER AND SUBSIDIES	3 650 000.00	263 963.89	2 429 988.94	1 220 011.06	66.57
DEPRECIATION AND AMORTISATION	6 792 589.00	-	-	6 792 589.00	-
TOTAL GAINS AND LOSSES	195 000.00	950 063.19	950 063.19	- 755 063.19	487.21
TOTAL OPERATING EXPENDITURE	**244 908 880.00**	**20 623 731.47**	**174 769 119.08**	**70 139 760.92**	**71.36**

The total operating expenditure for the month of March 2024 amount to **R20.6 Million**. The year-to-date operating expenditure is **R174.7 Million,** which is **71.36%** of the total approved expenditure.

Table 3(b): Expenditure per Department

	DR KENNETH KAUNDA DISTRICT MUNICIPALITY MFMA SECTION 71/52(d) BUDGET IMPLEMENTATION AND PERFORMANCE FOR THE MONTH/QUARTER ENDING 31 MARCH 2024					
	OPERATING EXPENDITURE					
	DEPARTMENT	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
1	EXECUTIVE MAYOR	6 883 261.00	470 431.67	2 696 074.01	4 187 186.99	39.16
2	SPEAKER	6 884 076.00	664 777.67	4 439 588.60	2 444 487.40	64.49
3	CHIEF WHIP	1 514 899.00	177 284.17	881 060.43	633 838.57	58.15
4	COUNCILLORS	9 914 440.00	794 443.87	7 265 337.62	2 649 102.38	73.28
5	MUNICIPAL MANAGER ADMINISTRATION	36 069 436.00	3 438 353.43	27 841 853.79	8 227 582.21	77.18
6	INTERNAL AUDIT	7 360 880.00	573 144.38	5 249 209.90	2 111 670.10	71.31
7	CORPORATE SERVICES	34 348 422.00	2 234 076.48	23 949 751.30	10 398 670.70	69.72
8	BUDGET AND TREASURY	32 362 303.00	4 126 987.56	25 137 503.70	7 224 799.30	77.67
9	LED & PLANNING	45 980 263.00	2 708 031.21	32 380 085.21	13 600 177.79	70.42
10	COMMUNITY SERVICES	63 395 900.00	4 486 137.84	43 978 591.33	19 417 308.67	69.37
	TOTAL	**244 713 880.00**	**19 673 668.28**	**173 819 055.89**	**70 894 824.11**	**71.03**
	GAINS AND LOSSES					
	DEPARTMENT	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
1	MUNICIPAL MANAGER ADMINISTRATION	20 000.00	-	-	20 000.00	-
2	CORPORATE SERVICES	80 000.00	-	-	80 000.00	-
3	BUDGET AND TREASURY	80 000.00	950 063.19	950 063.19	- 870 063.19	999.99
4	LED & PLANNING	15 000.00	-	-	15 000.00	-
	TOTAL	**195 000.00**	**950 063.19**	**950 063.19**	**- 755 063.19**	**487.21**
	TOTAL OPERATING EXPENDITURE	**244 908 880.00**	**20 623 731.47**	**174 769 119.08**	**70 139 760.92**	**71.36**
	CAPITAL EXPENDITURE					
	DEPARTMENT	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
1	EXECUTIVE MAYOR	-	-	-	-	-
2	SPEAKER	-	-	-	-	-
3	CHIEF WHIP	-	-	-	-	-
4	COUNCILLORS	-	-	-	-	-
5	MUNICIPAL MANAGER ADMINISTRATION	2 000 000.00	95 000.00	665 000.00	1 335 000.00	33.25
6	INTERNAL AUDIT	-				
7	CORPORATE SERVICES	4 900 000.00	-	58 000.00	4 842 000.00	1.18
8	BUDGET AND TREASURY	2 500 000.00	-	1 655 652.17	844 347.83	66.22
9	LED & PLANNING	24 500 000.00	20 000 000.00	22 209 678.82	2 290 321.18	90.65
10	COMMUNITY SERVICES	2 950 000.00	694 718.04	694 718.04	2 255 281.96	23.54
	TOTAL	**36 850 000.00**	**20 789 718.04**	**25 283 049.03**	**11 566 950.97**	**68.61**

- The table above provides a broad expenditure per department and the spending to date thereof.

2.2 Cash Flow

The municipality started the financial year 2023/2024 with a positive cash balance amounting to **R96.7 Million**, and the year-to date cash and cash equivalents as at 31 March 2024 was standing at **R105 Million.** The cash and cash equivalents which comprises of:

Current investment	R80 Million
Bank balance	R25 Million

Refer to DC40 Dr Kenneth Kaunda – Table C7 Monthly Budget Statement – Cash flow – **M09 March 2024** ***(Refer-Page 11 for more details)***

3. IN -YEAR BUDGET STATEMENT TABLES

DC40 Dr Kenneth Kaunda - Table C1 Monthly Budget Statement Summary – M09 March 2024

DC40 Dr Kenneth Kaunda - Table C1 Monthly Budget Statement Summary - M09 March

Description	2022/23	Budget Year 2023/24							
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	–	–	–	–	–	–	–		–
Service charges	–	–	–	–	–	–	–		–
Investment revenue	8 187	–	–	–	–	–	–		–
Transfers and subsidies - Operational	8 187	7 400	7 400	1 413	7 673	5 550	2 123	38%	7 400
Other own revenue	209 002	223 297	223 511	54 840	220 566	167 558	53 007	32%	–
Total Revenue (excluding capital transfers and contributions)	225 377	230 697	230 911	56 253	228 238	173 108	55 130	32%	230 911
Employee costs	122 012	125 696	125 696	10 684	94 667	94 272	395		125 696
Remuneration of Councillors	11 600	12 432	12 432	1 009	9 313	9 324	(11)		12 432
Depreciation and amortisation	3 323	6 988	6 988	–	–	5 241	(5 241)		6 988
Interest	–	–	–	–	–	–	–		–
Inventory consumed and bulk purchases	5 261	5 961	6 630	30	4 866	5 126	(260)		6 630
Transfers and subsidies	9 888	6 830	3 650	264	2 430	3 468	(1 038)	-30%	3 650
Other expenditure	81 188	72 610	89 513	8 636	63 493	61 215	2 278	4%	89 513
Total Expenditure	233 271	230 517	244 909	20 624	174 769	178 646	(3 877)	-2%	244 909
Surplus/(Deficit)	(7 894)	180	(13 998)	35 629	53 469	(5 538)	59 007	-1066%	(13 998)
Transfers and subsidies - capital (monetary	–	–	–	–	–	–	–		–
Transfers and subsidies - çapital (In-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	(7 894)	180	(13 998)	35 629	53 469	(5 538)	59 007	-1066%	(13 998)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	(7 894)	180	(13 998)	35 629	53 469	(5 538)	59 007	-1066%	(13 998)
Capital expenditure & funds sources									
Capital expenditure	21 391	39 450	36 850	20 790	25 283	28 548	(3 265)	-11%	36 850
Capital transfers recognised	–	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	21 391	39 450	36 850	20 790	25 283	28 548	(3 265)	-11%	36 850
Total sources of capital funds	21 391	39 450	36 850	20 790	25 283	28 548	(3 265)	-11%	36 850
Financial position									
Total current assets	134 700	43 586	60 637		145 160				60 637
Total non current assets	34 539	65 231	62 631		59 822				62 631
Total current liabilities	73 864	30 766	30 766		55 129				30 766
Total non current liabilities	15 410	15 864	15 864		15 410				15 864
Community wealth/Equity	90 843	62 007	90 636		97 805				90 636
Cash flows									
Net cash from (used) operating	189 833	7 168	(5 892)	33 997	509 739	(4 419)	(514 158)	11635%	(5 892)
Net cash from (used) investing	(21 390)	(39 450)	(36 850)	(20 790)	(25 283)	(27 637)	(2 355)	9%	(36 850)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	271 880	36 066	54 041	–	581 239	64 726	(516 513)	-798%	54 041

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	–	–	–	–	–	–	–	–	–
Creditors Age Analysis									
Total Creditors	–	–	–	–	–	–	–	–	–

DC40 Dr Kenneth Kaunda - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March 2024

DC40 Dr Kenneth Kaunda - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M09 March

Description	Ref	2022/23	Budget Year 2023/24							
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		219 434	225 153	225 366	55 077	224 014	168 950	55 064	33%	225 366
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		219 434	225 153	225 366	55 077	224 014	168 950	55 064	33%	225 366
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		624	597	597	355	799	448	351	78%	597
Community and social services		624	597	597	355	799	448	351	78%	597
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		5 319	4 947	4 947	821	3 425	3 710	(285)	-8%	4 947
Planning and development		5 319	4 947	4 947	821	3 425	3 710	(285)	-8%	4 947
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	–	–	–	–	–	–		–
Energy sources		–	–	–	–	–	–	–		–
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	–	–	–	–	–	–		–
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	225 377	230 697	230 911	56 253	228 238	173 108	55 130	32%	230 911
Expenditure - Functional										
Governance and administration		136 372	132 820	135 518	13 430	98 410	100 695	(2 285)	-2%	135 518
Executive and council		62 118	62 123	61 286	5 545	43 124	46 258	(3 134)	-7%	61 286
Finance and administration		68 062	63 985	66 871	7 311	50 037	49 144	894	2%	66 871
Internal audit		6 191	6 712	7 361	573	5 249	5 294	(44)	-1%	7 361
Community and public safety		56 322	59 851	63 396	4 486	43 979	46 306	(2 328)	-5%	63 396
Community and social services		56 322	59 851	63 396	4 486	43 979	46 306	(2 328)	-5%	63 396
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		40 577	37 847	45 995	2 708	32 380	31 645	735	2%	45 995
Planning and development		40 577	37 847	45 995	2 708	32 380	31 645	735	2%	45 995
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	–	–	–	–	–	–		–
Energy sources		–	–	–	–	–	–	–		–
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	233 271	230 517	244 909	20 624	174 769	178 646	(3 877)	-2%	244 909
Surplus/ (Deficit) for the year		(7 894)	180	(13 998)	35 629	53 469	(5 538)	59 007	-1066%	(13 998)

DC40 Dr Kenneth Kaunda - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March 2024

DC40 Dr Kenneth Kaunda - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March

Vote Description	Ref	2022/23	Budget Year 2023/24							
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 01 - Executive Council		–	–	–	–	–	–	–		–
Vote 02 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 03 - Corporate Services		1 477	2 880	2 880	234	2 084	2 160	(76)	-3.5%	2 880
Vote 04 - Financial Services		217 957	222 273	222 486	54 843	221 930	166 790	55 140	33.1%	222 486
Vote 05 - Led & Planning		5 319	4 947	4 947	821	3 425	3 710	(285)	-7.7%	4 947
Vote 06 - Community Services		624	597	597	355	799	448	351	78.3%	597
Vote 07 - -		–	–	–	–	–	–	–		–
Vote 08 - –		–	–	–	–	–	–	–		–
Vote 09 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	225 377	230 697	230 911	56 253	228 238	173 108	55 130	31.8%	230 911
Expenditure by Vote	1									
Vote 01 - Executive Council		19 746	24 770	25 197	2 107	15 282	18 749	(3 466)	-18.5%	25 197
Vote 02 - Municipal Manager		48 563	44 065	43 450	4 011	33 091	32 803	288	0.9%	43 450
Vote 03 - Corporate Services		34 317	33 890	34 428	2 234	23 950	25 633	(1 683)	-6.6%	34 428
Vote 04 - Financial Services		33 746	30 095	32 442	5 077	26 088	23 511	2 577	11.0%	32 442
Vote 05 - Led & Planning		40 577	37 847	45 995	2 708	32 380	31 645	735	2.3%	45 995
Vote 06 - Community Services		56 322	59 851	63 396	4 486	43 979	46 308	(2 328)	-5.0%	63 396
Vote 07 - -		–	–	–	–	–	–	–		–
Vote 08 - –		–	–	–	–	–	–	–		–
Vote 09 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	233 271	230 517	244 909	20 624	174 769	178 646	(3 877)	-2.2%	244 909
Surplus/ (Deficit) for the year	2	(7 894)	180	(13 998)	35 629	53 469	(5 538)	59 007	-1065.5%	(13 998)

DC40 Dr Kenneth Kaunda - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March 2024

DC40 Dr Kenneth Kaunda - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	2022/23	Budget Year 2023/24							
R thousands		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		549	325	325	0	20	244	(224)	-92%	325
Agency services								–		
Interest								–		
Interest earned from Receivables								–		
Interest from Current and Non Current Assets		8 187	7 400	7 400	1 413	7 673	5 550	2 123	38%	7 400
Dividends		1	–	–	–	–	–	–		–
Rent on Land								–		
Rental from Fixed Assets								–		
Licence and permits								–		
Operational Revenue		14	–	213	41	254	85	169	198%	213
Non-Exchange Revenue								–		
Property rates								–		
Surcharges and Taxes								–		
Fines, penalties and forfeits		–	–	–	–	–	–	–		–
Licence and permits		561	597	597	55	499	448	51	11%	597
Transfers and subsidies - Operational		38 030	40 977	40 977	(126 655)	38 394	30 733	7 662	25%	40 977
Interest								–		
Fuel Levy		176 234	181 398	181 398	181 398	181 398	136 049	45 350	33%	181 398
Operational Revenue								–		
Gains on disposal of Assets		–	–	–	–	–	–	–		–
Other Gains		1 800	–	–			–	–		–
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		225 377	230 697	230 911	56 253	228 238	173 108	55 130	32%	230 911
Expenditure By Type										
Employee related costs		122 012	125 696	125 696	10 684	94 667	94 272	395	0%	125 696
Remuneration of councillors		11 600	12 432	12 432	1 009	9 313	9 324	(11)	0%	12 432
Bulk purchases - electricity								–		
Inventory consumed		5 261	5 961	6 630	30	4 866	5 126	(260)	-5%	6 630
Debt Impairment		–	–	–	–	–	–	–		–
Depreciation and amortisation		3 323	6 988	6 988	–	–	5 241	(5 241)	-100%	6 988
Interest		–	–	–	–	–	–	–		–
Contracted services		45 214	36 701	43 691	4 285	31 799	30 081	1 718	6%	43 691
Transfers and subsidies		9 888	6 830	3 650	264	2 430	3 468	(1 038)	-30%	3 650
Irrecoverable debts written off								–		
Operational costs		35 676	35 909	45 822	3 402	30 744	31 134	(390)	-1%	45 822
Losses on Disposal of Assets		260	–	–	–	–	–	–		–
Other Losses		37	–	–	950	950	–	950	#DIV/0!	–
Total Expenditure		233 271	230 517	244 909	20 624	174 769	178 646	(3 877)	-2%	244 909
Surplus/(Deficit)		(7 894)	180	(13 998)	35 629	53 469	(5 538)	59 007	(0)	(13 998)
Transfers and subsidies - capital (monetary allocations)		–	–	–	–	–	–	–		–
Transfers and subsidies - capital (in-kind)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		(7 894)	180	(13 998)	35 629	53 469	(5 538)			(13 998)
Income Tax										
Surplus/(Deficit) after income tax		(7 894)	180	(13 998)	35 629	53 469	(5 538)			(13 998)
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		(7 894)	180	(13 998)	35 629	53 469	(5 538)			(13 998)
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		(7 894)	180	(13 998)	35 629	53 469	(5 538)			(13 998)

DC40 Dr Kenneth Kaunda - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March 2024

DC40 Dr Kenneth Kaunda - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 01 - Executive Council		–	–	–	–	–	–	–		–
Vote 02 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 03 - Corporate Services		–	–	–	–	–	–	–		–
Vote 04 - Financial Services		–	–	–	–	–	–	–		–
Vote 05 - Led & Planning		–	–	–	–	–	–	–		–
Vote 06 - Community Services		–	–	–	–	–	–	–		–
Vote 07 - -		–	–	–	–	–	–	–		–
Vote 08 - –		–	–	–	–	–	–	–		–
Vote 09 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 01 - Executive Council		32	110	–	–	–	39	(39)	-100%	–
Vote 02 - Municipal Manager		172	2 530	2 000	95	665	1 686	(1 021)	-61%	2 000
Vote 03 - Corporate Services		4 031	4 000	4 900	–	58	3 360	(3 302)	-98%	4 900
Vote 04 - Financial Services		4 925	2 560	2 500	–	1 656	1 896	(240)	-13%	2 500
Vote 05 - Led & Planning		10 465	16 550	24 500	20 000	22 210	15 593	6 617	42%	24 500
Vote 06 - Community Services		1 765	13 700	2 950	695	695	5 975	(5 280)	-88%	2 950
Vote 07 - -		–	–	–	–	–	–	–		–
Vote 08 - –		–	–	–	–	–	–	–		–
Vote 09 -		–	–	–	–	–	–	–		–
Vote 10 -		–	–	–	–	–	–	–		–
Vote 11 -		–	–	–	–	–	–	–		–
Vote 12 -		–	–	–	–	–	–	–		–
Vote 13 -		–	–	–	–	–	–	–		–
Vote 14 -		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	21 391	39 450	36 850	20 790	25 283	28 548	(3 265)	-11%	36 850
Total Capital Expenditure		**21 391**	**39 450**	**36 850**	**20 790**	**25 283**	**28 548**	**(3 265)**	**-11%**	**36 850**
Capital Expenditure - Functional Classification										
Governance and administration		**9 160**	**9 200**	**9 400**	**95**	**2 379**	**6 980**	**(4 601)**	**-66%**	**9 400**
Executive and council		35	2 640	2 000	95	665	1 724	(1 059)	-61%	2 000
Finance and administration		8 956	6 560	7 400	–	1 714	5 256	(3 542)	-67%	7 400
Internal audit		170	–	–	–	–	–	–		–
Community and public safety		**1 765**	**13 700**	**2 950**	**695**	**695**	**5 975**	**(5 280)**	**-88%**	**2 950**
Community and social services		1 765	13 700	2 950	695	695	5 975	(5 280)	-88%	2 950
Sport and recreation								–		
Public safety		–	–	–	–	–	–	–		–
Housing								–		
Health								–		
Economic and environmental services		**10 465**	**16 550**	**24 500**	**20 000**	**22 210**	**15 593**	**6 617**	**42%**	**24 500**
Planning and development		10 465	16 550	24 500	20 000	22 210	15 593	6 617	42%	24 500
Road transport								–		
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	–	–	–	–	–	–		–
Energy sources								–		
Water management								–		
Waste water management								–		
Waste management								–		
Other								–		
Total Capital Expenditure - Functional Classification	3	**21 391**	**39 450**	**36 850**	**20 790**	**25 283**	**28 548**	**(3 265)**	**-11%**	**36 850**
Funded by:										
National Government		–	–	–	–	–	–	–		–
Provincial Government								–		
District Municipality								–		
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)								–		
Transfers recognised - capital		–	–	–	–	–	–	–		–
Borrowing	6	–	–	–	–	–	–	–		–
Internally generated funds		21 391	39 450	36 850	20 790	25 283	28 548	(3 265)	-11%	36 850
Total Capital Funding		**21 391**	**39 450**	**36 850**	**20 790**	**25 283**	**28 548**	**(3 265)**	**-11%**	**36 850**

DC40 Dr Kenneth Kaunda - Table C6 Monthly Budget Statement - Financial Position - M09 March 2024

DC40 Dr Kenneth Kaunda - Table C6 Monthly Budget Statement - Financial Position - M09 March

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		96 782	35 871	52 922	105 078	52 922
Trade and other receivables from exchange transactions		957	6 365	6 365	3 363	6 365
Receivables from non-exchange transactions		–	–	–	–	–
Current portion of non-current receivables						
Inventory		–	–	–	–	–
VAT		33 874	–	–	34 056	–
Other current assets		3 086	1 350	1 350	2 662	1 350
Total current assets		**134 700**	**43 586**	**60 637**	**145 160**	**60 637**
Non current assets						
Investments		0	0	–	0	–
Investment property						
Property, plant and equipment		27 290	57 150	55 850	50 253	55 850
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		7 249	8 081	6 781	9 569	6 781
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets		–	–	–	–	–
Total non current assets		**34 539**	**65 231**	**62 631**	**59 822**	**62 631**
TOTAL ASSETS		**169 239**	**108 817**	**123 267**	**204 982**	**123 267**
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		421	433	433	421	433
Consumer deposits		–	–	–	–	–
Trade and other payables from exchange transactions		23 739	11 188	11 188	2 097	11 188
Trade and other payables from non-exchange transactions		3	–	–	1 960	–
Provision		20 496	19 145	19 145	21 446	19 145
VAT		29 205	–	–	29 205	–
Other current liabilities		–	–	–	–	–
Total current liabilities		**73 864**	**30 766**	**30 766**	**55 129**	**30 766**
Non current liabilities						
Financial liabilities		–	–	–	–	–
Provision		15 410	15 864	15 864	15 410	15 864
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		**15 410**	**15 864**	**15 864**	**15 410**	**15 864**
TOTAL LIABILITIES		**89 274**	**46 630**	**46 630**	**70 539**	**46 630**
NET ASSETS	2	**79 965**	**62 187**	**76 638**	**134 443**	**76 638**
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		89 255	62 007	90 636	96 217	90 636
Reserves and funds		1 588	–	–	1 588	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	**90 843**	**62 007**	**90 636**	**97 805**	**90 636**

DC40 Dr Kenneth Kaunda - Table C7 Monthly Budget Statement - Cash Flow – M09 March 2024

DC40 Dr Kenneth Kaunda - Table C7 Monthly Budget Statement - Cash Flow - M09 March										
Description	Ref	2022/23	Budget Year 2023/24							
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								–		
Service charges								–		
Other revenue			185 200	185 414	97	712	139 060	(138 349)	-99%	185 414
Transfers and Subsidies - Operational			35 456	35 456	53 922	219 170	26 592	192 578	724%	35 456
Transfers and Subsidies - Capital			2 641	2 641		2 641	1 981	660	33%	2 641
Interest			7 400	7 400	151	6 410	5 550	860	16%	7 400
Dividends			–	–		–	–	–		–
Payments										
Suppliers and employees			(216 699)	(234 271)	(19 410)	(171 389)	(175 703)	(4 314)	2%	(234 271)
Interest				–			–	–		–
Transfers and Subsidies		–	(6 830)	(3 650)	(264)	(2 430)	(2 738)	(308)	11%	(3 650)
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	7 168	(7 011)	34 496	55 114	(5 258)	(60 372)	1148%	(7 011)
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			(39 450)	(36 850)	(20 790)	(25 283)	(27 638)	(2 354)	9%	(36 850)
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	(39 450)	(36 850)	(20 790)	(25 283)	(27 638)	(2 354)	9%	(36 850)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits								–		
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–		–
NET INCREASE/ (DECREASE) IN CASH HELD		–	(32 282)	(43 861)	13 706	29 831	(32 896)			(43 861)
Cash/cash equivalents at beginning:			68 348	96 782		75 247	96 782			75 247
Cash/cash equivalents at month/year end:		–	36 066	52 922		105 078	63 887			31 386

4. RESOLUTIONS

RECOMMENDED

1. That MFMA Section 52(d) budget implementation and performance report for the month / quarter ending 31st March 2024 is tabled before the municipal council for consideration.

PART 2 SUPPORTING DOCUMENTATION

A. DEBTORS AGE ANALYSIS

DC40 Dr Kenneth Kaunda - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March													
Description		Budget Year 2023/24											
R thousands	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
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 Debtors	1700									–	–		
Interest on Arrear Debtor Accounts	1810									–	–		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–		
Other	1900								520	520	520		
Total By Income Source	**2000**	–	–	–	–	–	–	–	**520**	**520**	**520**	–	–
2022/23 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200									–	–		
Commercial	2300									–	–		
Households	2400									–	–		
Other	2500								520	520	520		
Total By Customer Group	**2600**	–	–	–	–	–	–	–	**520**	**520**	**520**	–	–

The total Debtors as at 31 March 2024 amount to **R520 Thousand** which consists of the following:

(i) The outstanding amount of **R286 852.21** is for the then Ventersdorp Local Municipality.
(ii) The overpayment on salaries of one Senior Manager amounting to **R233 273.**
(iii) Contingent assets

B. CREDITORS AGE ANALYSIS

DC40 Dr Kenneth Kaunda - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March											
Description	NT Code	Budget Year 2023/24									Prior year totals for chart (same period)
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	0100									–	
Bulk Water	0200									–	
PAYE deductions	0300									–	
VAT (output less input)	0400									–	
Pensions / Retirement deductions	0500									–	
Loan repayments	0600									–	
Trade Creditors	0700								747	747	
Auditor General	0800									–	
Other	0900	595							26	621	
Total By Customer Type	**1000**	595	–	–	–	–	–	–	772	1 368	–

1. The total Creditors balance as at 31 March 2024 was standing at **R1.3 Million.** The municipality has been able to pay creditors within 30 days of receiving the invoice. The amount reported comprises of:
   - ❖ **R747 Thousand** for Trade payables. The management will present a report to the municipal council to consider writing-off the amount as it relates to old opening balances which came through migration of the financial system from E-Venus to Solar.
   - ❖ **R621 Thousand** consist of
- **R25 Thousand** for retention.
- **R595 Thousand** for Workmen's Compensation raised in the month of March 2024.

2. Initially there was a **R3.9 Million** for Workmen's compensation fund that was raised as a Provision or Liability and that amount was paid in full during the current month.

C. INVESTMENT PORTFOLIO

DC40 Dr Kenneth Kaunda - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M09 March

Investments by maturity Name of institution & Investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ³	Commission Paid (Rands)	Commission Recipient	Expiry date of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
Absa Bank- 2081449102		91 days	Fixed deposit	Yes	Fixed	9.56%	0	N/A	13/05/2024	30 000				30 000
Standard Bank- 038659190		90 days	Fixed deposit	Yes	Fixed	9.175%	0	N/A	13/05/2024	20 000				20 000
Absa Bank-2081398654		91 Days	Fixed deposit	Yes	Fixed	9.55%	0	N/A	2024/10/04	30 000				30 000
Municipality sub-total										80 000	–	–	–	80 000
Entities														–
Entities sub-total										–		–	–	–
TOTAL INVESTMENTS AND INTEREST	2									80 000	–	–	–	80 000

- The investment balance as at 31 March 2024 amounted to **R80 Million** and is invested with the below listed bank:

Absa Bank	R60 Million
Standard Bank	R20 Million

D. ALLOCATION OF GRANT RECEIPTS

DC40 Dr Kenneth Kaunda - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M09 March 2024

DC40 Dr Kenneth Kaunda - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M09 March

Description	Ref	2022/23	Budget Year 2023/24							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		**212 788**	**219 495**	**219 495**	**53 688**	**219 666**	**7 286**	**212 380**	**2915.1%**	**219 495**
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–		–
Equitable Share		30 480	32 150	32 150	8 038	32 150	–	32 150		32 150
Expanded Public Works Programme Integrated Grant		2 379	2 306	2 306	–	2 177	–	2 177		2 306
Local Government Financial Management Grant		1 000	1 000	1 000	–	1 000	–	1 000		1 000
Municipal Disaster Relief Grant		63	–	–	300	300	–	300		–
Municipal Systems Improvement Grant	3	–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant		2 632	2 641	2 641	–	2 641	1 981	660	33.3%	2 641
RSC Replacement Grant		176 234	181 398	181 398	45 350	181 398	5 305	176 093	3319.5%	181 398
Provincial Government:		–	–	–	–	–	–	–		–
								–		
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
Specify (Add grant description)		–	–	–	–	–	–	–		–
Other grant providers:		**1 477**	**2 880**	**2 880**	**234**	**2 084**	**2 160**	**(76)**	-3.5%	**2 880**
Education Training and Development Practices SETA		1 477	2 880	2 880	234	2 084	2 160	(76)	-3.5%	2 880
Parent Municipality		–	–	–	–	–	–	–		–
Production		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants	5	**214 264**	**222 375**	**222 375**	**53 922**	**221 750**	**9 446**	**212 304**	2247.7%	**222 375**
Capital Transfers and Grants										
National Government:		–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant		–	–	–	–	–	–	–		–
Provincial Government:		–	–	–	–	–	–	–		–
[insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
Unspecified		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants	5	–	–	–	–	–	–	–		–
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	214 264	222 375	222 375	53 922	221 750	9 446	212 304	2247.7%	222 375

- During the month of March 2024, the Municipality received **R53.9 Million** which consist of the following:
  - ❖ **R8 Million** for Equitable Share (Last Trench)
  - ❖ **R45.3 Million** for RSC Replacement Grant (Last Trench)
  - ❖ **R300 Thousand** for Municipal Disaster Relief (New Grant)
  - ❖ **R234 Thousand** for LGSETA
- The total Conditional and Unconditional Grants received as at 31 March 2024 amount to **R221.7Million** and the table below gives details of the allocations, amounts received, related dates of transfers and outstanding amounts to be received.

Table 4 (a)

Grant	Allocation as per DORA	Amount Received	Date of transfer (Receipts)	Outstanding
		R75 582 216.85	July 2023	
RSC Replacement Grant	R181 398 000.00	R60 465 433.70	December 2023	-
		R45 350 349.45	March 2024	
		R13 395 783.15	July 2023	
Equitable Share	R32 150 000.00	R10 716 566.30	December 2023	-
		R8 037 650.55	March 2024	
Rural Roads Assets Management Grant	R 2 641 000.00	R1 849 000.00	October 2023	
		R792 000.00	February 2024	-
		R577 000.00	August 2023	
EPWP	R2 306 000.00	R1 037 000.00	January 2024	R129 000.00
		R563 000.00	February 2024	
FMG	R1 000 000.00	R1 000 000.00	August 2023	-
		R591 040.66	July 2023	
		R38 000.00	August 2023	R796 319.34
LGSETA	R2 880 000.00	R424 000.00	September 2023	
		R600 640.00	October 2023	
		R196 000.00	November 2023	
		R234 000.00	March 2024	
Municipal Disaster Relief	-	R300 000.00	March 2024	-
Total	**R222 375 000.00**	**R221 749 680.66**	**-**	**R925 319.34**

- **The following must be noted:**
  - ❖ The allocation on EPWP Grant was reduced to **R2.1 Million** instead of the **R2.3 Million,** hence the **R129 Thousand** difference stated on the above table. The EPWP Grant will be adjusted accordingly in the next Adjustment Budget scheduled before end of June 2024 to reflect the adjustments made by the National Treasury.
  - ❖ That the municipality received a new grant called **Municipal Disaster Relief** of an amount of **R300 Thousand**. It will also be adjusted accordingly in the Adjustment Budget.

DC40 Dr Kenneth Kaunda - Supporting Table SC7 (1) Monthly Budget Statement - transfers and grant expenditure - M09 March 2024

DC40 Dr Kenneth Kaunda - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M09 March

Description	Ref	2022/23	Budget Year 2023/24							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		17 187	14 329	27 731	2 567	21 988	16 108	5 880	36.5%	27 731
								–		
Energy Efficiency and Demand Side Management Grant		–	–	–	–	–	–	–		–
Equitable Share		10 748	8 002	21 404	2 190	17 577	11 362	6 215	54.7%	21 404
Expanded Public Works Programme Integrated Grant		2 379	2 306	2 306	296	1 868	1 730	139	8.0%	2 306
Local Government Financial Management Grant		1 428	1 380	1 380	60	970	1 035	(66)	-6.3%	1 380
Municipal Disaster Relief Grant		–	–	–	–	–	–	–		–
Municipal Systems Improvement Grant		–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant		2 632	2 641	2 641	–	1 573	1 981	(408)	-20.6%	2 641
Provincial Government:		–	–	–	–	–	–	–		–
								–		
District Municipality:		–	–	–	–	–	–	–		–
Specify (Add grant description)		–	–	–	–	–	–	–		–
Other grant providers:		937	1 080	1 280	74	789	910	(121)	-13.3%	1 280
Education Training and Development Practices SETA		937	1 080	1 280	74	789	910	(121)	-13.3%	1 280
Local Government Water and Related Service SETA		–	–	–	–	–	–	–		–
Total operating expenditure of Transfers and Grants:		18 124	15 409	29 011	2 640	22 777	17 018	5 759	33.8%	29 011
Capital expenditure of Transfers and Grants										
National Government:		–	–	–	–	–	–	–		–
Rural Road Asset Management Systems Grant		–	–	–	–	–	–	–		–
Provincial Government:		–	–	–	–	–	–	–		–
								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total capital expenditure of Transfers and Grants		–	–	–	–	–	–	–		–
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		18 124	15 409	29 011	2 640	22 777	17 018	5 759	33.8%	29 011

E. EXPENDITURE ON GRANTS

The Municipality has utilised the **conditional grants** and the table below gives expenditure to date on each grant.

Table 5

Grants	Total grant allocation from National Treasury	Current Month Expenditure	Expenditure as at 31 March 2024	Balance	%
EPWP	R2 306 000.00	R279 823.00	R1 852 626.22	R453 373.78	80.34
Financial Management Grant (FMG)	R1 000 000.00	R18 321.00	R611 429.37	R388 570.63	61.14
Rural roads Asset Management	R2 641 000.00	-	R1 925 747.50	R715 252.50	72.92
TOTAL	**R5 947 000.00**	**R298 144.00**	**R4 389 803.09**	**R1 557 196.91**	73.82

F. COUNCILORS' AND EMPLOYEE BENEFITS

DC40 Dr Kenneth Kaunda - Supporting Table SC8 Monthly Budget Statement - councilor and staff benefits - M09 March 2024

DC40 Dr Kenneth Kaunda - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M09 March

Summary of Employee and Councillor remuneration	Ref	2022/23	Budget Year 2023/24							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		8 035	8 407	8 457	700	6 349	6 325	24	0%	8 457
Pension and UIF Contributions		427	390	380	37	321	289	32	11%	380
Medical Aid Contributions		84	296	88	8	68	139	(71)	-51%	88
Motor Vehicle Allowance		1 231	1 570	1 328	113	1 074	1 081	(6)	-1%	1 328
Cellphone Allowance		727	869	971	63	718	693	26	4%	971
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		1 094	900	1 208	89	783	798	(15)	-2%	1 208
Sub Total - Councillors		11 600	12 432	12 432	1 009	9 313	9 324	(11)	0%	12 432
% increase	4		7.2%	7.2%						7.2%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		4 584	5 625	5 025	332	3 246	3 979	(733)	-18%	5 025
Pension and UIF Contributions		–	–	–	–	–	–	–		–
Medical Aid Contributions		–	72	72	–	–	54	(54)	-100%	72
Overtime		–	–	–	–	–	–	–		–
Performance Bonus		257	169	335	–	246	193	53	27%	335
Motor Vehicle Allowance		1 307	1 350	1 340	80	837	1 008	(171)	-17%	1 340
Cellphone Allowance		149	152	138	11	102	109	(7)	-6%	138
Housing Allowances		–	–	–	–	–	–	–		–
Other benefits and allowances		182	–	112	8	81	45	36	81%	112
Payments in lieu of leave		188	–	–	–	–	–	–		–
Acting and post related allowance		8	–	–	–	–	–			–
Sub Total - Senior Managers of Municipality		6 676	7 369	7 022	431	4 513	5 388	(875)	-16%	7 022
% increase	4		10.4%	5.2%						5.2%
Other Municipal Staff										
Basic Salaries and Wages		70 915	73 702	72 974	6 424	56 153	54 985	1 168	2%	72 974
Pension and UIF Contributions		12 628	12 972	13 884	1 141	10 238	10 094	144	1%	13 884
Medical Aid Contributions		5 637	5 780	6 278	545	4 488	4 534	(46)	-1%	6 278
Overtime		800	790	920	103	635	645	(10)	-2%	920
Performance Bonus		5 189	6 574	5 424	691	4 259	4 470	(212)	-5%	5 424
Motor Vehicle Allowance		8 956	9 005	9 185	825	7 020	6 826	195	3%	9 185
Cellphone Allowance		1 145	1 182	1 263	97	880	919	(39)	-4%	1 263
Housing Allowances		551	658	651	51	447	491	(43)	-9%	651
Other benefits and allowances		1 269	1 423	1 327	98	939	1 029	(89)	-9%	1 327
Payments in lieu of leave		3 069	4 492	3 722	130	3 172	3 061	111	4%	3 722
Long service awards		992	430	970	(27)	354	539	(184)	-34%	970
Post-retirement benefit obligations	2	3 227	350	430	43	312	295	18	6%	430
Acting and post related allowance		958	969	1 646	133	1 256	997	258	26%	1 646
Sub Total - Other Municipal Staff		115 337	118 327	118 674	10 254	90 154	88 884	1 270	1%	118 674
% increase	4		2.6%	2.9%						2.9%
Total Parent Municipality		133 612	138 128	138 128	11 694	103 980	103 596	384	0%	138 128
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Sub Total - Executive members Board	2	–	–	–	–	–	–	–		–
% increase	4									
Senior Managers of Entities										
Sub Total - Senior Managers of Entities		–	–	–	–	–	–	–		–
% increase	4									
Other Staff of Entities										
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–		–
% increase	4									
Total Municipal Entities		–	–	–	–	–	–	–		–
TOTAL SALARY, ALLOWANCES & BENEFITS		133 612	138 128	138 128	11 694	103 980	103 596	384	0%	138 128
% increase	4		3.4%	3.4%						3.4%
TOTAL MANAGERS AND STAFF		122 012	125 696	125 696	10 684	94 667	94 272	395	0%	125 696

- The total employee related costs was budgeted at **R125.6 Million.** The total spending for the month of March 2024 amount to **R10.6Million**, reflected as **75.31%** of the budgeted employee related costs.
- The budget for remuneration of councillors was budgeted at **R12.4Million**. The spending for the month of March 2024 amount to **R1 Million**, which totals to **74.91%** of the budgeted remuneration of councillors.

G. CAPITAL PROGRAMME PERFORMANCE

Table 6

Capital Budget List

DR KENNETH KAUNDA DISTRICT MUNICIPALITY

MFMA SECTION 71/52(d) BUDGET IMPLEMENTATION AND PERFORMANCE FOR THE MONTH/QUARTER ENDING 31 MARCH 2024

CAPITAL EXPENDITURE LIST

NO	DEPARTMENT	DESCRIPTION	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
1	MUNICIPAL MANAGER	PMS SYSTEM	1 100 000.00	95 000.00	665 000.00	435 000.00	60.45
2	MUNICIPAL MANAGER	COMMUNICATION EQUIPMENT	900 000.00	-	-	900 000.00	-
3	CORPORATE SERVICES	NETWORK UPGRADE	300 000.00	-	-	300 000.00	-
4	CORPORATE SERVICES	FLEET	3 000 000.00	-	-	3 000 000.00	-
5	CORPORATE SERVICES	OFFICE FURNITURE AND FITTINGS	100 000.00	-	-	100 000.00	-
6	CORPORATE SERVICES	COMPUTER EQUIPMENT	500 000.00	-	32 100.00	467 900.00	6.42
7	CORPORATE SERVICES	TELEPHONE SYSTEM	500 000.00	-	-	500 000.00	-
8	CORPORATE SERVICES	SERVER ROOM UPGRADE	300 000.00	-	-	300 000.00	-
9	CORPORATE SERVICES	AIRCONDITIONING EQUIPMENT	200 000.00	-	25 900.00	174 100.00	12.95
10	BTO	FINANCIAL SYSTEM	2 500 000.00	-	1 655 652.17	844 347.83	66.23
11	LED & PLANNING	WATER PROJECTS	1 430 000.00	-	199 436.61	1 230 563.39	13.94
12	LED & PLANNING	SANITATION PROJECTS	3 070 000.00	-	2 010 242.21	1 059 757.79	65.48
13	LED & PLANNING	ACQUISITION OF MUNICIPAL OFFICES	20 000 000.00	20 000 000.00	20 000 000.00	-	100.00
14	COMMUNITY SERVICES	TOOLS	1 350 000.00	694 718.04	694 718.04	655 281.96	51.46
15	COMMUNITY SERVICES	PEST CONTROL EQUIPMENT	150 000.00	-	-	150 000.00	-
16	COMMUNITY SERVICES	SAMPLING KITS	50 000.00	-	-	50 000.00	-
17	COMMUNITY SERVICES	BACK UP GENERATOR	200 000.00	-	-	200 000.00	-
18	COMMUNITY SERVICES	SOLID WASTE BULK CONTAINERS/WASTEBINS	1 000 000.00	-	-	1 000 000.00	-
19	COMMUNITY SERVICES	OFFICE FURNITURE AND FITTINGS	50 000.00	-	-	50 000.00	-
20	COMMUNITY SERVICES	UPGRADE OF DISASTER CENTRE	150 000.00	-	-	150 000.00	-
	TOTAL		36 850 000.00	20 789 718.04	25 283 049.03	11 566 950.97	68.61

The approved total capital budget is **R39.4Million** and was adjusted **R36.8 Million.** The spending for the month of March 2024 is **R20.7 Million**. The expenditure to date amount to **R25.2 Million** which is **68.1%.**

- The R20 Million expenditure is for the acquisition of Municipal Building in Leeudoringstad.
- **R694 Thousand** expenditure was for the Jaws of Life purchased for Community Services (Fire Services).

H. MATERIAL VARIANCES

Revenue by Source

The material Variances are prepared based on- Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March 2024

Description	% Variance	Reasons for material variances.
Interest earned – external investments	38%	Interest earned-external investments is more as results of the large amount currently invested with various financial institutions.
Transfers and subsidies		• To date, the Municipality received the following grants which amount to **R221.7Million**: ❖ Equitable Share **(R32.1Million)** ❖ RSC Replacement Grant **(R181.3Million)** ❖ LGSETA **(R591 Thousand)** ❖ LGSETA **(R38 Thousand)** ❖ LGSETA **(R424 Thousand)** ❖ LGSETA **(R600 Thousand)** ❖ LGSETA **(R196 Thousand)** ❖ LGSETA **(R234 Thousand)** ❖ EPWP **(R577 Thousand)** ❖ EPWP **(1 Million)** ❖ EPWP**(R563 Thousand)** ❖ FMG**(R1 Million)** ❖ RRAMS **(R1.8 Million)** ❖ RRAMS (**(R792 Thousand)** ❖ Municipal Disaster Relief **(R300 Thousand)**
Other revenue	-92%%	The municipality budgeted for sale of tender documents, sale of assets.
Licence and permits	11%	The actual revenue received to date is more than the projected revenue.

Expenditure by Type

Description	YTD% Variance	Reasons for material deviations
Employee related costs	0%	Considering the spread of the 13^{th} cheque into different months.
Remuneration of councillors	0%	The Budget took into account the possible increase as well as the Upper limits.
Depreciation & asset impairment	-100%	In the current month, the department did not perform any depreciation. The depreciation is accounted for upon the finalisation of the asset verification process.
Other materials	5%	The variance on other materials results from purchases of material and supplies which are procured as and when needed.
Contracted services	6%	The **Contracted services** is made of: Consultant and professional fees, Outsourced services and contractors. The low spending emanates from Water Sampling. More detailed info please see (page 20-22)
Transfers and subsidies	-30%	Budgeted transfers and subsidies comprises: • EM Discretionary Bursaries **R120 Thousand** • Merit Bursaries: **R800 Thousand**

		• Social Relief: **R250 Thousand** • Transfer – Sports, Art & Culture **R100 Thousand** • Tourism: **R100 Thousand** • DRKKDM Agency **R2.2 Million**
Other expenditure	-1%	The **Other Expenditure** is made of: Operational Costs and Operating Leases. The low spending emanates from expenditure on some of the Programmes and Campaigns.
Capital expenditure	-11%	• The capital budget was adjusted to **R36.8Million**. The bigger portion of the capital budget of **R20 Millionis** meant for the Acquisition of the new municipal building for office space. • Details of Capital budget list is on **Table 6 (Page 17)**

I. OTHER SUPPORTING DOCUMENTATION

DC40 Dr Kenneth Kaunda - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class –M09 March 2024

DC40 Dr Kenneth Kaunda - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M09 March

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		–	–	–	–	–	–	–		–
Roads Infrastructure		–	–	–	–	–	–	–		–
Roads		–	–	–	–	–	–	–		–
Storm water Infrastructure		–	–	–	–	–	–	–		–
Electrical Infrastructure		–	–	–	–	–	–	–		–
Power Plants								–		
Water Supply Infrastructure		–	–	–	–	–	–	–		–
Sanitation Infrastructure		–	–	–	–	–	–	–		–
Capital Spares								–		
Solid Waste Infrastructure		–	–	–	–	–	–	–		–
Landfill Sites								–		
Rail Infrastructure		–	–	–	–	–	–	–		–
Rail Lines								–		
Coastal Infrastructure		–	–	–	–	–	–	–		–
Information and Communication Infrastructure		–	–	–	–	–	–	–		–
Data Centres								–		
Community Assets		–	–	–	–	–	–	–		–
Community Facilities		–	–	–	–	–	–	–		–
Halls								–		
Capital Spares								–		
Sport and Recreation Facilities		–	–	–	–	–	–	–		–
Capital Spares								–		
Heritage assets		–	–	–	–	–	–	–		–
Investment properties		–	–	–	–	–	–	–		–
Revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Non-revenue Generating		–	–	–	–	–	–	–		–
Improved Property								–		
Unimproved Property								–		
Other assets		756	500	950	22	205	555	350	63.0%	950
Operational Buildings		756	500	950	22	205	555	350	63.0%	950
Municipal Offices		756	500	950	22	205	555	350	63.0%	950
Pay/Enquiry Points								–		
Housing		–	–	–	–	–	–	–		–
Capital Spares								–		
Biological or Cultivated Assets		–	–	–	–	–	–	–		–
Biological or Cultivated Assets								–		
Intangible Assets		–	–	–	–	–	–	–		–
Servitudes								–		
Licences and Rights		–	–	–	–	–	–	–		–
Unspecified								–		
Computer Equipment		1 503	500	330	320	320	283	(37)	-13.2%	330
Computer Equipment		1 503	500	330	320	320	283	(37)	-13.2%	330
Furniture and Office Equipment		60	152	122	30	63	102	39	38.0%	122
Furniture and Office Equipment		60	152	122	30	63	102	39	38.0%	122
Machinery and Equipment		60	190	160	–	23	131	107	82.2%	160
Machinery and Equipment		60	190	160	–	23	131	107	82.2%	160
Transport Assets		659	80	100	426	458	76	(383)	-507.1%	100
Transport Assets		659	80	100	426	458	76	(383)	-507.1%	100
Land		–	–	–	–	–	–	–		–
Land								–		
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–		–
Zoo's, Marine and Non-biological Animals								–		
Living resources		–	–	–	–	–	–	–		–
Mature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Immature		–	–	–	–	–	–	–		–
Policing and Protection								–		
Zoological plants and animals								–		
Total Repairs and Maintenance Expenditure	1	3 038	1 422	1 662	797	1 070	1 146	76	6.6%	1 662

J. CONTRACTED SERVICES

Table 7

10002260000000000000	OUTSOURCE SERVICES	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
10002260300000000000	OS: BURIAL SERVICES	350 000.00	-	35 000.00	315 000.00	10.00
10002260600000000000	OS: CATERING SERVICES	2 520 000.00	428 873.40	1 557 260.00	962 740.00	61.79
10002260620000000000	OS: CLEANING SERVICES	1 470 000.00	-	28 400.00	1 441 600.00	1.93
10002260630000000000	OS: CLEARING & GRASS CUTTING SERVICES	300 000.00	-	70 000.00	230 000.00	23.33
10002263620000000000	OS: MEDICAL SERVICES [HEALTH SERV & SUP]	30 000.00	28 500.00	28 500.00	1 500.00	95.00
10002264500000000000	OS: PERSONNEL & LABOUR	15 206 000.00	1 405 917.91	11 923 888.46	3 282 111.54	78.41
10002265720000000000	OS: TRANSPORT SERVICES	350 000.00	14 400.00	105 195.00	244 805.00	30.05
10002269900000000000	SUB TOTAL : OUTSOURCE SERVICES	20 226 000.00	1 877 691.31	13 748 243.46	6 477 756.54	67.97

- The total budget for Outsource Services is **R20.2 Million.** The current month expenditure amount to **R1.8 Million.** The spending to date is **R13.7 Million** which is **67.97%** of the total budgeted outsource services.
- The **R1.4 Million** on Personnel & labour is for **EPWP** and **CBPs** Stipends.

i. Consultants and Professional Services

Table 8

10002270000000000000	CONSULTANTS AND PROFESSIONAL SERVICES	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
10002270320000000000	C&PS: B&A AUDIT COMMITTEE	1 150 000.00	159 825.00	1 116 851.71	33 148.29	97.11
10002270340000000000	C&PS: B&A BUSINESS & FIN MANAGEMENT	3 111 956.00	685 160.00	2 667 404.48	444 551.52	85.71
10002270370000000000	C&PS: B&A HUMAN RESOURCES	50 000.00	-	-	50 000.00	-
10002270400000000000	C&PS: B&A ORGANISATIONAL	30 000.00	-	5 254.00	24 746.00	17.51
10002270420000000000	C&PS: B&A RESEARCH & ADVISORY	1 070 000.00	- 184 701.00	868 216.74	201 783.26	81.14
10002270480000000000	C&PS: B&A ACTUARIES	30 000.00	-	-	30 000.00	-
10002272520000000000	C&PS: I&P ENGINEERING STRUCTURAL	1 350 000.00	-	1 700 292.29	- 350 292.29	125.94
10002272560000000000	C&PS: I&P LAND & QUANTITY SURVEYORS	2 641 000.00	-	1 572 787.50	1 068 212.50	59.55
10002273330000000000	C&PS: LAB SERV WATER	550 000.00	-	133 059.39	416 940.61	24.19
10002273340000000000	C&PS: LEGAL COST ADVICE & LITIGATION	3 000 000.00	492 521.81	2 398 841.37	601 158.63	79.96
10002279900000000000	SUB TOTAL : CONSULTANT AND PROF SERVICES	12 982 956.00	1 152 805.81	10 462 707.48	2 520 248.52	80.58

- The budget for consultant and professional services is **R12.9 Million**. The current month expenditure amount to **R1.1 Million**. The spending to date is **R10.4 Million** which is **80.58%** of the total budgeted Consultants and Professional services.
- The **R685 Thousands** expenditure on Business & Financial Management was for consultants responsible for assistance with Assets Verification and completion of the Assets Register.

ii. Contractors

Table 9

10002280000000000000	CONTRACTORS	Budget	Curr Mth Expend	YTD Actual	Balance	% Exp
10002280030000000000	CONTR: ARTISTS & PERFORMERS	320 000.00	13 980.00	192 525.00	127 475.00	60.16
10002280320000000000	CONTR: BUILDING CONTRACTORS	1 400 000.00	- 144 535.45	1 248 000.00	152 000.00	89.14
10002281210000000000	CONTR: EMPLOYEE WELLNESS	50 000.00	-	-	50 000.00	-
10002281510000000000	CONTR: FIRE PROTECTION	70 000.00	-	-	70 000.00	-
10002283610000000000	CONTR: MAINTENANCE OF EQUIPMENT	1 662 000.00	797 132.87	1 069 939.64	592 060.36	64.37
10002285400000000000	CONTR: SAFEGUARD & SECURITY	6 900 000.00	587 584.89	5 077 456.13	1 822 543.87	73.58
10002285420000000000	CONTR: SPORTS & RECREATION	80 000.00	-	-	80 000.00	-
10002289900000000000	SUB TOTAL : CONTRACTORS	10 482 000.00	1 254 162.31	7 587 920.77	2 894 079.23	72.39

- The budget for Contractors is **R10.4 Million**. The expenditure for March 2024 amount to **R1.2 Million.** The spending to date is **R7.5 Million** which is **72.39%** of the budgeted contractors.
- **R797 Thousand** expenditure on Repairs and Maintenance consists of:
  - **R319 Thousand** for the Solar System,
  - **R29 Thousand** for maintenance for Equipment,
  - **R426 Thousand** for a Journal Entry processed in correcting classification errors.