

PIXLEY KA SEME DISTRICT MUNICIPALITY

SEPTEMBER 2022



MONTHLY BUDGET STATEMENT

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Table of contents

Glossary	2
Introduction	3
Compliance	3
Legislative framework	3
Executive summary	4-6
In-year support tables	7-13
Support documents	14-17
Quality certificate	18
Conclusion	19
Communication	19
Recommendation	19
Submission to Executive Mayor	20

Glossary:

Annual Budget – Prescribed in section 16 of the MFMA, the formal means by which a Municipality approve official budget of a period not exceeding three years.

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

Capital Expenditure – Expenditure on moveable or immoveable assets. Any capital related expenditure must reflect on the Statement of Financial Position and be included in the asset register.

DORA – Division of Revenue Act. Adjusted legislation that indicates the total allocations by National Government to Provincial and Local Government

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

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

MFMA – The Municipal Finance Management Act 56 of 2003. Principle legislation relating to municipal financial management.

MSCOA – Municipal Standard Charts of Accounts.

MTREF – Medium Term revenue and Expenditure Framework. A medium-term financial plan over a three-year period. The period consists of the current year and two outer years.

Operating Expenditure – The daily expenditure of the municipality.

Unauthorised Expenditure – Spending without, or in excess of an approved budget.

Vote – One of the main segments into which a budget is divided. In Pixley Ka Seme District Municipality the means the different GFS classification the budget is divided.

Virement – A transfer of funds within a vote.

1. Introduction

The monthly budget statement report seeks to provide a monthly update and report on the municipality's consolidated performance in terms of the budget, indicate any material variances and provide any remedial action or corrective steps to be taken.

2. Compliance

This report complies with section 71 of Municipal Finance Management Act no 56 of 2003, and the requirements of Government Gazette no 32141 of 17 April 2009 by the submission of a monthly budget statement to the Executive Mayor, National and Provincial Treasury containing the prescribed financial performance for the month under review.

3. 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 **30 September 2022**, the ten working day reporting limit expires on **14 October 2022**

4. Executive Summary

Description R thousand (R'000)	YTD Budget September 2022	YTD Actual September 2022	%YTD Actual vs % YTD Budget
Total Revenue	R 70 121 150	R 765 742	39%
Total Operational Expenditure	R 68 370 729	R 5 655 074	8%
Total Capital Expenditure	R 1 660 000	R 2 830	0.2%

The total revenue received for the month ended 30 September 2022 amounted to **R765 742** which represents 39% of total budgeted revenue, **R 70 121 150**

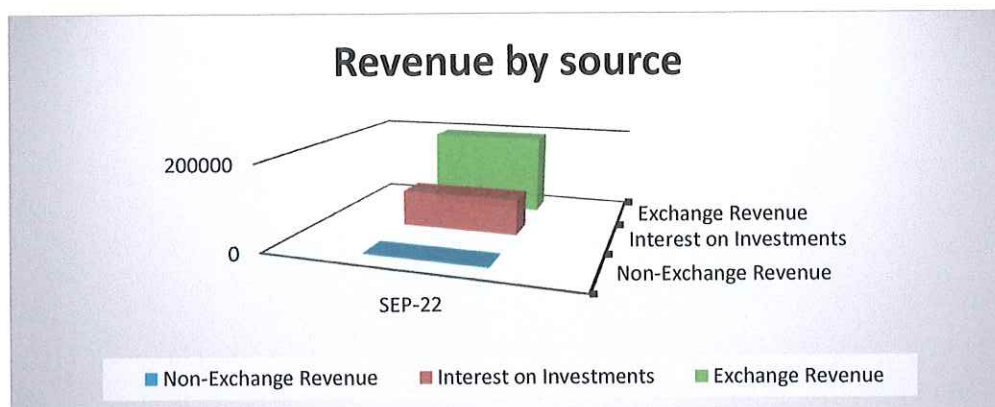
Revenue by source

Interest received

- Investments R 82 386

Exchange Revenue

- Commission third party payments R 4 955
- Staff and councillor recoveries R 27 831
- Public Works R 60 012
- Health certificates R 99 061



Operating Expenditure type

Operating expenditure for the month ended 30 September 2022 amounted to **R 5 683 120** representing 8% of total budgeted expenditure, **R 68 370 729**

Expenditure by type

Employee related expenditure

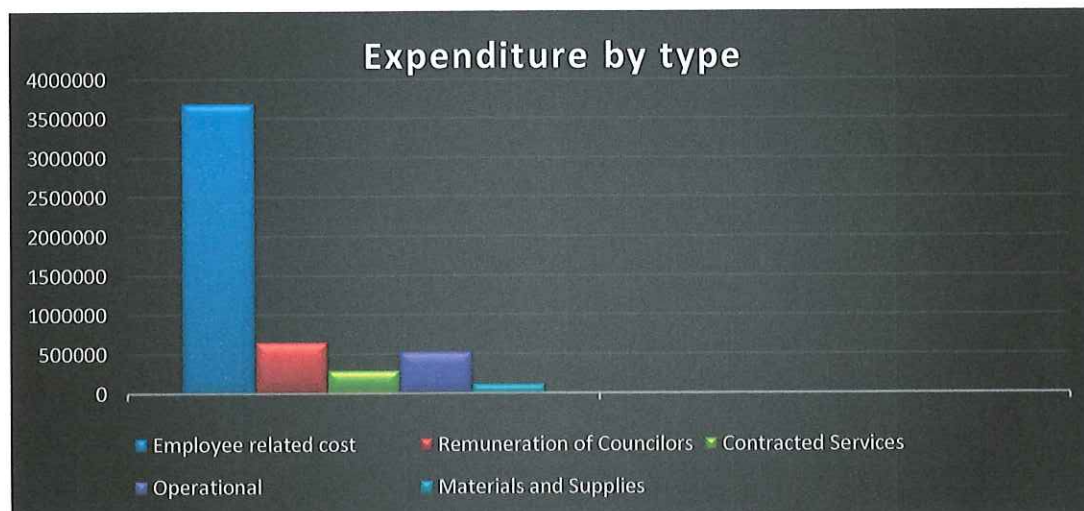
- Senior Management R 377 713
- Municipal Staff R 3 309 568
- Council Remuneration R 648 675

Contracted Services

- Outsourced services R 156 836
- Consultants and Professional Services R 121 432
- Repairs and Maintenance R 13 954

Operational Cost R 527 289

Materials and Supplies R 113 835



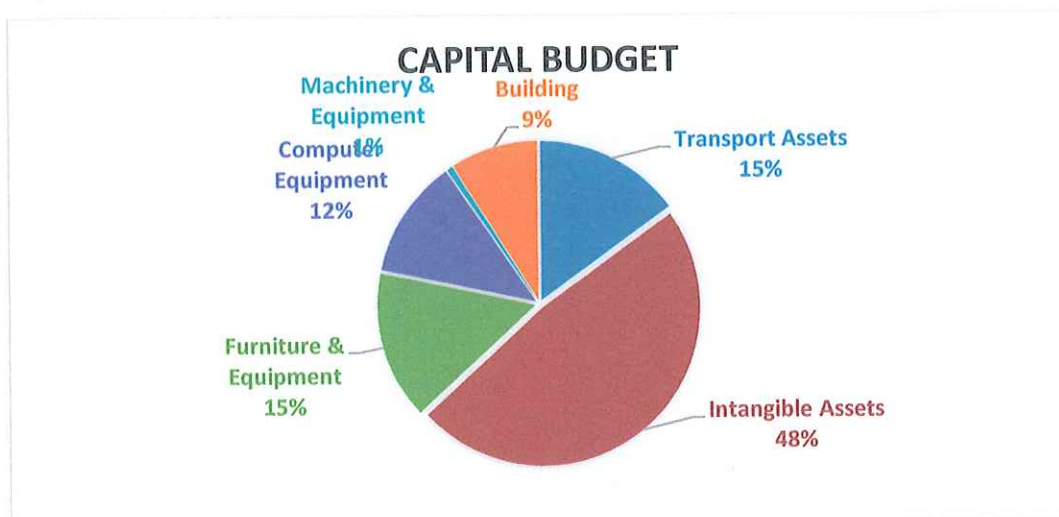
Capital Expenditure

Capital expenditure is currently at 0.2% spend. The Municipality does not have any multi-year projects for the year under review.

The Capital expenditure relates to external hard drives bought, which amounted to R 2 830.

The asset category for computer equipment in the asset register has been updated with the asset bought.

The Asset module is fully functional, the municipality starting next month will run monthly depreciation.



4. In-year budget statement tables

4.1 Table C1: S71 Monthly Budget Statement Summary

DC7 Pixley Ka Seme (Nc) - Table C1 Monthly Budget Statement Summary - M03 September

Description	2021/22	Budget Year 2022/23							
	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	643	500	500	82	267	125	142	114%	500
Transfers and subsidies	62 190	65 701	65 701	-	25 439	16 425	9 013	55%	65 701
Other own revenue	4 029	3 920	3 920	680	1 638	980	658	67%	3 920
Total Revenue (excluding capital transfers and contributions)	66 862	70 121	70 121	763	27 343	17 530	9 813	56%	70 121
Employee costs	42 804	47 535	47 526	3 687	10 988	11 882	(894)	-8%	47 526
Remuneration of Councillors	4 748	5 012	5 012	649	1 505	1 253	252	20%	5 012
Depreciation & asset impairment	1 425	1 000	1 000	385	385	250	135	54%	1 000
Finance charges	-	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	3 335	894	894	114	365	223	141	63%	894
Transfers and subsidies	462	420	420	1	49	105	(56)	-53%	420
Other expenditure	18 755	13 511	13 520	848	2 993	3 379	(386)	-11%	13 520
Total Expenditure	71 529	68 371	68 371	5 683	16 284	17 093	(808)	-5%	68 371
Surplus/(Deficit)	(4 667)	1 750	1 750	(4 920)	11 059	438	10 621	2427%	1 750
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	200	-	-	3	3	-	3	#DIV/0!	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(4 467)	1 750	1 750	(4 917)	11 062	438	10 624	2428%	1 750
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(4 467)	1 750	1 750	(4 917)	11 062	438	10 624	2428%	1 750
Capital expenditure & funds sources									
Capital expenditure	1 485	1 660	1 660	3	240	415	(175)	-42%	1 660
Capital transfers recognised	1 164	-	-	3	6	-	6	#DIV/0!	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	321	1 660	1 660	-	234	415	(181)	-44%	1 660
Total sources of capital funds	1 485	1 660	1 660	3	240	415	(175)	-42%	1 660
Financial position									
Total current assets	10 898	11 668	11 668	-	15 053	-	-	-	11 668
Total non current assets	1 156	14 309	14 309	-	1 248	-	-	-	14 309
Total current liabilities	31 005	24 226	24 226	-	6 666	-	-	-	24 226
Total non current liabilities	4 157	-	-	-	3 575	-	-	-	-
Community wealth/Equity	(2 558)	1 750	1 750	-	10 921	-	-	-	1 750
Cash flows									
Net cash from (used) operating	-	4 283	4 283	(898)	22 898	1 071	(21 827)	-2038%	4 283
Net cash from (used) investing	(9)	9 954	(1 660)	(36)	(11 588)	(415)	11 173	-2692%	(1 660)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	6 369	20 798	9 184	-	30 512	7 217	(23 295)	-323%	21 825
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	463	119	119	2	1	-	-	-	704
Creditors Age Analysis									
Total Creditors	2 124	-	-	-	-	-	-	21	2 145

4.2 Table C2: Monthly Budget Statement – Financial Performance (standard classification)

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

DC7 Pixley Ka Seme (Nc) - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M03 September

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		60 217	64 828	64 828	664	26 574	16 207	10 367	64%	64 828
Executive and council		3 653	-	-	-	-	-	-	-	-
Finance and administration		56 564	64 828	64 828	664	26 574	16 207	10 367	64%	64 828
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		1 499	1 000	1 000	99	286	250	36	14%	1 000
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		219	-	-	-	-	-	-	-	-
Health		1 280	1 000	1 000	99	286	250	36	14%	1 000
Economic and environmental services		5 346	4 293	4 293	3	487	1 073	(587)	-55%	4 293
Planning and development		5 346	4 293	4 293	3	487	1 073	(587)	-55%	4 293
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	67 062	70 121	70 121	766	27 346	17 530	9 816	56%	70 121
Expenditure - Functional										
Governance and administration		47 529	43 987	43 987	4 091	11 151	10 997	154	1%	43 987
Executive and council		12 861	12 947	12 947	1 285	3 127	3 237	(109)	-3%	12 947
Finance and administration		28 111	24 168	24 168	2 192	6 316	6 042	274	5%	24 168
Internal audit		6 557	6 872	6 872	614	1 707	1 718	(11)	-1%	6 872
Community and public safety		13 151	14 491	14 491	969	3 202	3 623	(420)	-12%	14 491
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		3 479	3 703	3 703	296	823	926	(102)	-11%	3 703
Housing		2 530	2 515	2 515	146	643	629	14	2%	2 515
Health		7 142	8 274	8 274	526	1 736	2 068	(333)	-16%	8 274
Economic and environmental services		10 849	9 892	9 892	623	1 931	2 473	(542)	-22%	9 892
Planning and development		10 849	9 892	9 892	623	1 931	2 473	(542)	-22%	9 892
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	71 529	68 371	68 371	5 683	16 284	17 093	(808)	-5%	68 371
Surplus/ (Deficit) for the year		(4 467)	1 750	1 750	(4 917)	11 062	438	10 624	2428%	1 750

4.3 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

DC7 Pixley Ka Seme (Nc) - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 01 - Office Of The Mayor		3 653	-	-	-	-	-	-	-	-
Vote 02 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 03 - Budget & Treasury Office		56 564	64 828	64 828	664	26 574	16 207	10 367	64.0%	64 828
Vote 04 - Administration		-	-	-	-	-	-	-	-	-
Vote 05 - Internal Audit		-	-	-	-	-	-	-	-	-
Vote 06 - Planning Development & Infrastructure		5 346	4 293	4 293	3	487	1 073	(587)	-54.7%	4 293
Vote 07 - Municipal Health Services		1 280	1 000	1 000	99	286	250	36	14.4%	1 000
Vote 08 - Housing		219	-	-	-	-	-	-	-	-
Vote 09 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - . .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - ..		-	-	-	-	-	-	-	-	-
Vote 14 - . . .		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	67 062	70 121	70 121	766	27 346	17 530	9 816	56.0%	70 121
Expenditure by Vote	1									
Vote 01 - Office Of The Mayor		10 841	10 656	10 656	1 206	2 932	2 664	268	10.1%	10 656
Vote 02 - Municipal Manager		2 020	2 291	2 291	79	195	573	(378)	-65.9%	2 291
Vote 03 - Budget & Treasury Office		14 822	12 396	12 396	1 286	2 550	3 099	(549)	-17.7%	12 396
Vote 04 - Administration		13 289	11 773	11 773	906	3 766	2 943	823	28.0%	11 773
Vote 05 - Internal Audit		6 557	6 872	6 872	614	1 707	1 718	(11)	-0.6%	6 872
Vote 06 - Planning Development & Infrastructure		10 849	9 892	9 892	623	1 931	2 473	(542)	-21.9%	9 892
Vote 07 - Municipal Health Services		7 142	8 274	8 274	526	1 736	2 068	(333)	-16.1%	8 274
Vote 08 - Housing		2 530	2 515	2 515	146	643	629	14	2.3%	2 515
Vote 09 - Public Safety		3 479	3 703	3 703	296	823	926	(102)	-11.0%	3 703
Vote 10 - .		-	-	-	-	-	-	-	-	-
Vote 11 - . .		-	-	-	-	-	-	-	-	-
Vote 12 - .		-	-	-	-	-	-	-	-	-
Vote 13 - ..		-	-	-	-	-	-	-	-	-
Vote 14 - . . .		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	71 529	68 371	68 371	5 683	16 284	17 093	(808)	-4.7%	68 371
Surplus/ (Deficit) for the year	2	(4 467)	1 750	1 750	(4 917)	11 062	438	10 624	2427.9%	1 750

4.4 Table C4: Monthly Budget Statement- Financial Performance

DC7 Pixley Ka Seme (Nc) - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

DC7 Pixley Ka Seme (Nc) - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - 1st September										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates								-		
Service charges - electricity revenue								-		
Service charges - water revenue								-		
Service charges - sanitation revenue								-		
Service charges - refuse revenue								-		
Rental of facilities and equipment		-	-	-	-	-	-	-		-
Interest earned - external investments		643	500	500	82	267	125	142	114%	500
Interest earned - outstanding debtors		-	-	-	-	-	-	-		-
Dividends received								-		
Fines, penalties and forfeits		2	-	-	-	-	-	-		-
Licences and permits		1 280	1 000	1 000	99	286	250	36	14%	1 000
Agency services		1 592	1 831	1 831	488	1 050	458	593	129%	1 831
Transfers and subsidies		62 190	65 701	65 701	-	25 439	16 425	9 013	55%	65 701
Other revenue		1 156	1 090	1 090	93	301	272	29	11%	1 090
Gains		-	-	-	-	-	-	-		-
		66 862	70 121	70 121	763	27 343	17 530	9 813	56%	70 121
Total Revenue (excluding capital transfers and contributions)										
Expenditure By Type										
Employee related costs		42 804	47 535	47 526	3 687	10 988	11 882	(894)	-8%	47 526
Remuneration of councillors		4 748	5 012	5 012	649	1 505	1 253	252	20%	5 012
Debt impairment		140	-	-	-	-	-	-		-
Depreciation & asset impairment		1 425	1 000	1 000	385	385	250	135	54%	1 000
Finance charges								-		
Bulk purchases - electricity								-		
Inventory consumed		3 335	894	894	114	365	223	141	63%	894
Contracted services		3 981	3 797	3 797	292	678	949	(271)	-29%	3 797
Transfers and subsidies		462	420	420	1	49	105	(56)	-53%	420
Other expenditure		14 634	9 714	9 723	527	2 286	2 430	(144)	-6%	9 723
Losses		0	-	-	28	28	-	28	#DIV/0!	-
Total Expenditure		71 529	68 371	68 371	5 683	16 284	17 093	(808)	-5%	68 371
Surplus/(Deficit)		(4 667)	1 750	1 750	(4 920)	11 059	438	10 621	0	1 750
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		200	-	-	3	3	-	3	#DIV/0!	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/(Deficit) after capital transfers & contributions		(4 467)	1 750	1 750	(4 917)	11 062	438			1 750
Taxation								-		
Surplus/(Deficit) after taxation		(4 467)	1 750	1 750	(4 917)	11 062	438			1 750
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(4 467)	1 750	1 750	(4 917)	11 062	438			1 750
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(4 467)	1 750	1 750	(4 917)	11 062	438			1 750

4.5 C5 Capital Expenditure (municipal vote, functional classification and funding)

DC7 Pixley Ka Seme (Nc) - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 September

Vote Description	Ref	2021/22	Budget Year 2022/23							
		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 - Office Of The Mayor		-	-	-	-	-	-	-		-
Vote 02 - Municipal Manager		-	-	-	-	-	-	-		-
Vote 03 - Budget & Treasury Office		-	-	-	-	-	-	-		-
Vote 04 - Administration		-	-	-	-	-	-	-		-
Vote 05 - Internal Audit		-	-	-	-	-	-	-		-
Vote 06 - Planning Development & Infrastructure		-	-	-	-	-	-	-		-
Vote 07 - Municipal Health Services		-	-	-	-	-	-	-		-
Vote 08 - Housing		-	-	-	-	-	-	-		-
Vote 09 - Public Safety		-	-	-	-	-	-	-		-
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 - Office Of The Mayor		-	-	-	-	-	-	-		-
Vote 02 - Municipal Manager		-	-	-	-	-	-	-		-
Vote 03 - Budget & Treasury Office		1 485	1 660	1 660	3	240	415	(175)	-42%	1 660
Vote 04 - Administration		-	-	-	-	-	-	-		-
Vote 05 - Internal Audit		-	-	-	-	-	-	-		-
Vote 06 - Planning Development & Infrastructure		-	-	-	-	-	-	-		-
Vote 07 - Municipal Health Services		-	-	-	-	-	-	-		-
Vote 08 - Housing		-	-	-	-	-	-	-		-
Vote 09 - Public Safety		-	-	-	-	-	-	-		-
Vote 10 - .		-	-	-	-	-	-	-		-
Vote 11 - .		-	-	-	-	-	-	-		-
Vote 12 - .		-	-	-	-	-	-	-		-
Vote 13 - .		-	-	-	-	-	-	-		-
Vote 14 - .		-	-	-	-	-	-	-		-
Vote 15 - Other		-	-	-	-	-	-	-		-
Total Capital single-year expenditure	4	1 485	1 660	1 660	3	240	415	(175)	-42%	1 660
Total Capital Expenditure		1 485	1 660	1 660	3	240	415	(175)	-42%	1 660
Capital Expenditure - Functional Classification										
Governance and administration		1 485	1 660	1 660	3	240	415	(175)	-42%	1 660
Executive and council		-	-	-	-	-	-	-		-
Finance and administration		1 485	1 660	1 660	3	240	415	(175)	-42%	1 660
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		-	-	-	-	-	-	-		-
Energy sources		-	-	-	-	-	-	-		-
Water management		-	-	-	-	-	-	-		-
Waste water management		-	-	-	-	-	-	-		-
Waste management		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-		-
Total Capital Expenditure - Functional Classification	3	1 485	1 660	1 660	3	240	415	(175)	-42%	1 660
Funded by:										
National Government		1 154	-	-	3	5	-	6	#DIV/0!	-
Provincial Government		-	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-		-
Transfers recognised - capital		1 154	-	-	3	5	-	6	#DIV/0!	-
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		321	1 660	1 660	-	234	415	(181)	-44%	1 660
Total Capital Funding		1 485	1 660	1 660	3	240	415	(175)	-42%	1 660

4.6 Table C6: Statement of Financial Position

DC7 Pixley Ka Seme (Nc) - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		4 183	8 221	8 221	111	8 221
Call investment deposits		5 982	-	-	13 882	-
Consumer debtors		(31)	3 447	3 447	531	3 447
Other debtors		765	-	-	530	-
Current portion of long-term receivables		-	-	-	-	-
Inventory		-	-	-	-	-
Total current assets		10 898	11 668	11 668	15 053	11 668
Non current assets						
Long-term receivables		(11 614)	-	-	(11 348)	-
Investments		-	-	-	-	-
Investment property		-	-	-	-	-
Investments in Associate		-	-	-	-	-
Property, plant and equipment		12 769	8 900	8 900	12 597	8 900
Biological		-	-	-	-	-
Intangible		0	5 408	5 408	0	5 408
Other non-current assets		-	-	-	-	-
Total non current assets		1 156	14 309	14 309	1 248	14 309
TOTAL ASSETS		12 054	25 976	25 976	16 301	25 976
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		-	-	-	-	-
Trade and other payables		29 906	6 702	6 702	5 567	6 702
Provisions		1 099	17 524	17 524	1 099	17 524
Total current liabilities		31 005	24 226	24 226	6 666	24 226
Non current liabilities						
Borrowing		380	-	-	(202)	-
Provisions		3 777	-	-	3 777	-
Total non current liabilities		4 157	-	-	3 575	-
TOTAL LIABILITIES		35 162	24 226	24 226	10 241	24 226
NET ASSETS	2	(23 108)	1 750	1 750	6 060	1 750
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		(2 558)	1 750	1 750	10 921	1 750
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	(2 558)	1 750	1 750	10 921	1 750

4.7 Table C7: Monthly Budget Statement Cash Flow

DC7 Pixley Ka Seme (Nc) - Table C7 Monthly Budget Statement - Cash Flow - M03 September

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates								-		
Service charges								-		
Other revenue		-	3 920	3 920	196	307	980	(673)	-69%	3 920
Transfers and Subsidies - Operational		-	65 701	65 701	-	26 066	16 425	9 641	59%	65 701
Transfers and Subsidies - Capital		-	-	-	(3)	(3)	-	(3)	#DIV/0!	-
Interest		-	500	500	-	-	125	(125)	-100%	500
Dividends								-		
Payments										
Suppliers and employees		-	(65 838)	(65 838)	(1 091)	(3 472)	(16 459)	(12 988)	79%	(65 838)
Finance charges								-		
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	4 283	4 283	(898)	22 898	1 071	(21 827)	-2038%	4 283
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current receivables		(9)	11 614	-	(34)	(11 348)	-	(11 348)	#DIV/0!	-
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		-	(1 660)	(1 660)	(3)	(240)	(415)	(175)	42%	(1 660)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(9)	9 954	(1 660)	(36)	(11 588)	(415)	11 173	-2692%	(1 660)
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		(9)	14 237	2 623	(935)	11 310	656			2 623
Cash/cash equivalents at beginning:		6 378	6 561	6 561	(5 209)	19 202	6 561			19 202
Cash/cash equivalents at month/year end:		6 369	20 798	9 184		30 512	7 217			21 825

5. Supporting tables

5.1 Debtors' Analysis

Section 64 of MFMA requires that:

- (1) The Accounting Officer of a municipality is responsible for the management of the revenue of the municipality.
- (2) The Accounting Officer must for the purposes of subsection take all reasonable steps to ensure:
 - a. That the municipality has effective revenue collection systems consistent with section 95 of the Municipal System Act and the municipality's credit control and debt collection policy

The Municipality has billed all 7 Local Municipalities for Shared Services. As per the service level agreements signed, annual increase is equal to CPIX, billed on the start of the Financial Year. Renosterberg Local Municipality does not partake in the Shared Service offered by Pixley Ka Seme District Municipality.

DC7 Pixley Ka Seme (Nc) - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

DC7 Pwley Ka Seme (Nc) - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September														
Description	NT Code	Budget Year 2022/23										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts iLo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dya	151-180 Dya	181 Dya-1Yr	Over 1Yr	Total				
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	1500									-	-			
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	463	119	119	2	1	-	-	-	704	3	-	-	
Total By Income Source	2000	463	119	119	2	1	-	-	-	704	3	-	-	
2021/22 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	117	117	117	-	-	-	-	-	351	-	-	-	
Commercial	2300									-	-			
Households	2400									-	-			
Other	2500	345	2	2	2	1	-	-	-	353	3	-	-	
Total By Customer Group	2600	463	119	119	2	1	-	-	-	704	3	-	-	

5.2 Creditor's Analysis

Section 65 of the MFMA requires that:

- (1) The Accounting Officer of a municipality is responsible for the management of the expenditure of the municipality.
- (2) The Accounting Officer must for the purpose of subsection (1) take all reasonable steps to ensure
 - (a) that the municipality has and maintains an effective system of expenditure control, including procedures for the approval, authorisation, withdrawal and payment of funds;
 - (c) that the municipality has and maintains a system of internal control in respect of creditors and payments
 - (e) all money owing by the municipality be paid within 30 days of receiving the relevant invoice or statement unless prescribed otherwise for certain categories of expenditure

DC7 Pixley Ka Seme (Nc) - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2022/23								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100									-
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	2 124	-	-	-	-	-	-	21	2 145
Total By Customer Type	1000	2 124	-	-	-	-	-	-	21	2 145

5.3 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

Balance as per Cash book and Bank statement 30 September 2022 amounted to R 110 633

Conditional Grants

The following conditional grants have been published in DORA

Financial Management Grant	R 1 650 000
Expanded Public Works Programme	R 1 073 000
Rural Road Asset Management Grant	R 3 220 000

The first tranche of Rural Road Asset Management Grant has been received on the month of July 2022.

Closing balance – Conditional Grant

Financial Management Grant	R 1 239 482
Expanded Public Works Programme	R 139 960
Rural Road Asset Management Grant	R 1 679 811

All balances on Conditional Grants are recorded as per 30 September 2022

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
- Conduct their cash management and investments; and
 - 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.

All investments are held at Standard Bank in interest yielding call deposit accounts

DC7 Pixley Ka Seme (Nc) - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02 August

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	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														
Standard Bank Call Deposit Accounts		12	Deposits	No	Fixed	5.50%	0	0	6/30/2022	3,928	20	(1,148)	2,233	5,032
Municipality sub-total										3,928		(1,148)	2,233	5,032
Entities														
														-
														-
														-
														-
														-
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2									3,928		(1,148)	2,233	5,032

Municipal Manager's quality certification**Quality Certificate**

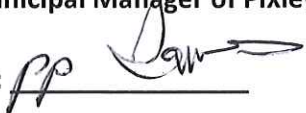
I, Thembilizwe Loko Acting Municipal Manager of Pixley Ka Seme District Municipality,
hereby certify that –
(mark as appropriate)

√	The Monthly Budget Statement
	Quarterly Report of the implementation of the budget and financial state affairs of the municipality
	Mid-year Budget and Performance Assessment

For the month of **September 2022** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Mr T Loko

Acting Municipal Manager of Pixley Ka Seme District Municipality (DC7)

Signature: 

Date: _____

7. 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.

8. Communication

In compliance to section 75 of the MFMA, this document is provided to all stakeholders by publishing it on the Pixley Ka Seme's municipal website at www.pksgdm.gov.za

9. 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 30 September 2022
2. The Accounting Officer ensure that this report be submitted to National and Provincial Treasury, in both signed and electronic format.

Compiled by



Ms YZ Mabedla

Assistant Accountant Budget and Treasury

Reviewed by:



Mr BF James

Chief Financial Officer

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: **Mr T Loko**

Acting Municipal Manager: Pixley Ka Seme District Municipality

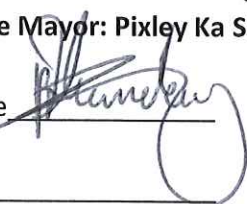
Signature 

Date: _____

Report Submitted to:

Print Name: **Mr UR Itumeleng**

Executive Mayor: Pixley Ka Seme District Municipality

Signature 

Date: _____