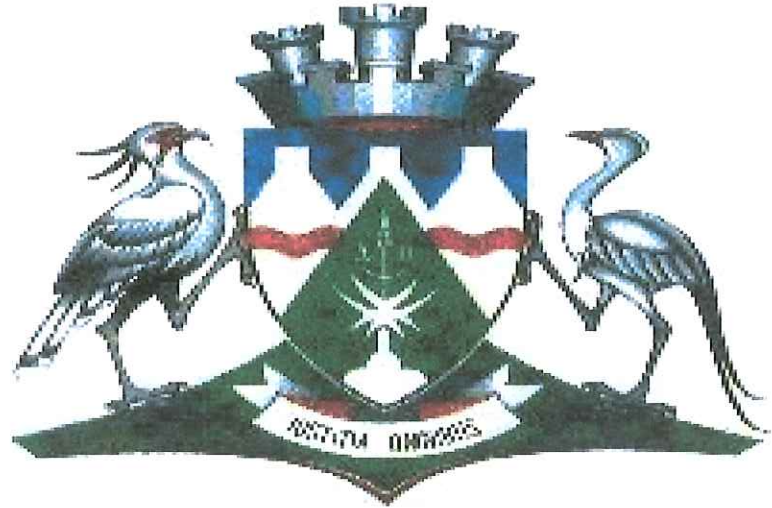


PIXLEY KA SEME DISTRICT MUNICIPALITY

OCTOBER
2022



MONTHLY BUDGET STATEMENT

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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 **31 October 2022**, the ten working day reporting limit expires on **14 November 2022**

4. Executive Summary

Description R thousand (R'000)	YTD Budget October 2022	YTD Actual October 2022	%YTD Actual vs % YTD Budget
Total Revenue	R 70 121 150	R 27 772 579	40%
Total Operational Expenditure	R 68 370 729	R 21 630 902	32%
Total Capital Expenditure	R 1 660 000	R 237 060	14%

The total revenue received for the month ended 31 October 2022 amounted to **R 426 338**

Revenue by source

Non-exchange Revenue

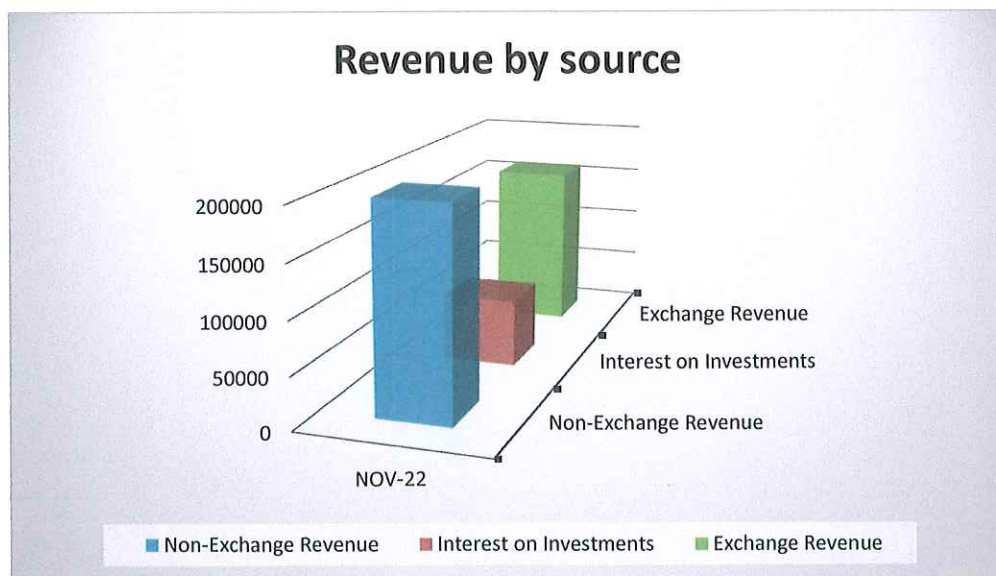
- Housing Accreditation R 200 000

Interest received

- Investments R 65 701

Exchange Revenue

- Commission third party payments R 4 825
- Health certificates R 95 800
- Public Works (medical aid ex-gratia) R 60 012



Operating Expenditure type

Operating expenditure for the month ended 31 October 2022 amounted to **R 5 374 672** representing 8% of total budgeted expenditure, **R 68 370 729**

Expenditure by type

Employee related expenditure

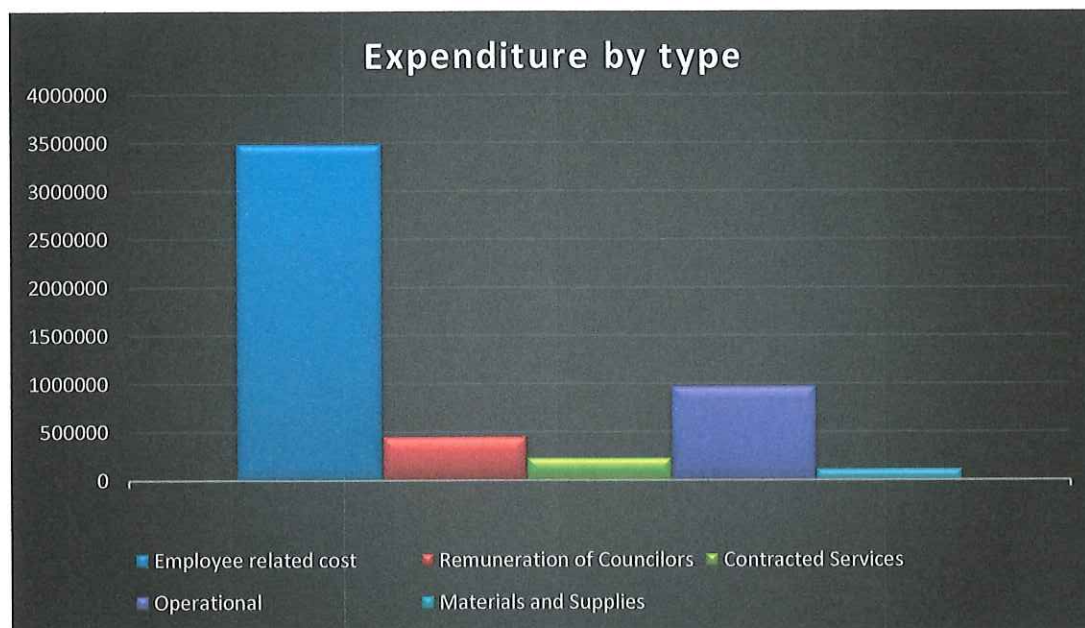
- Senior Management R 307 713
- Municipal Staff R 3 175 970
- Council Remuneration R 447 875

Contracted Services

- Outsourced services R 48 135
- Consultants and Professional Services R 165 769
- Repairs and Maintenance R 15 404

Operational Cost R 970 315

Materials and Supplies R 111 229



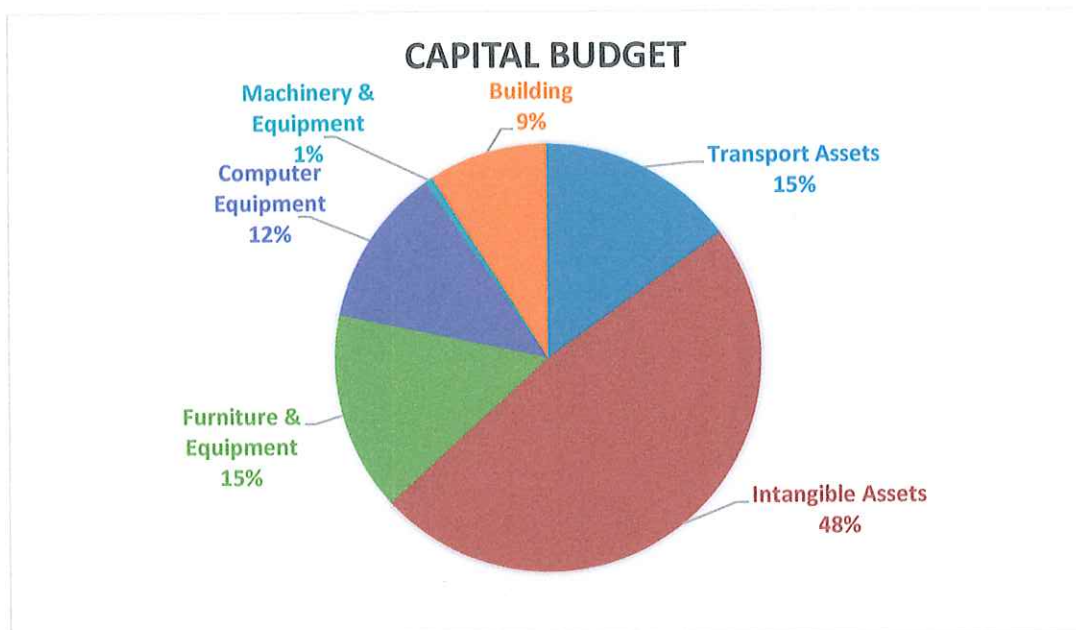
Capital Expenditure

Capital expenditure is currently at 14% of total capital budget. The Municipality does not have any multi-year projects for the year under review.

Total year to date capital expenditure relates to the following assets classes

- Computer Equipment R 237 060

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



4. Monthly Budget Statement Summary: In-year budget statement tables

4.1 Table C1: S71

DC7 Pixley Ka Seme (Nc) - Table C1 Monthly Budget Statement Summary - M04 October

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	66	333	167	166	100%	500
Transfers and subsidies	62 190	65 701	65 701	200	25 639	21 900	3 738	17%	65 701
Other own revenue	4 029	3 920	3 920	161	1 798	1 307	491	38%	3 920
Total Revenue (excluding capital transfers and contributions)	66 862	70 121	70 121	426	27 770	23 374	4 396	19%	70 121
Employee costs	42 804	47 535	47 526	3 484	14 471	15 842	(1 371)	-9%	47 526
Remuneration of Councillors	4 748	5 012	5 012	448	1 953	1 671	283	17%	5 012
Depreciation & asset impairment	1 425	1 000	1 000	137	522	333	189	57%	1 000
Finance charges	-	-	-	-	-	-	-	-	-
Inventory consumed and bulk purchases	3 335	894	894	111	476	298	178	60%	894
Transfers and subsidies	462	420	420	(5)	44	140	(96)	-69%	420
Other expenditure	18 755	13 511	13 520	1 200	4 193	4 506	(313)	-7%	13 520
Total Expenditure	71 529	68 371	68 371	5 375	21 659	22 790	(1 131)	-5%	68 371
Surplus/(Deficit)	(4 667)	1 750	1 750	(4 948)	6 111	583	5 527	947%	1 750
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	200	-	-	-	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	(4 948)	6 114	583	5 530	948%	1 750
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(4 467)	1 750	1 750	(4 948)	6 114	583	5 530	948%	1 750
Capital expenditure & funds sources									
Capital expenditure	1 485	1 660	1 660	(3)	237	553	(316)	-57%	1 660
Capital transfers recognised	1 164	-	-	(3)	3	-	3	#DIV/0!	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	321	1 660	1 660	-	234	553	(319)	-58%	1 660
Total sources of capital funds	1 485	1 660	1 660	(3)	237	553	(316)	-57%	1 660
Financial position									
Total current assets	10 898	11 668	11 668		10 092				11 668
Total non current assets	1 156	14 309	14 309		1 152				14 309
Total current liabilities	31 005	24 226	24 226		6 558				24 226
Total non current liabilities	4 157	-	-		3 575				-
Community wealth/Equity	(2 558)	1 750	1 750		5 973				1 750
Cash flows									
Net cash from (used) operating	-	4 283	4 283	(1 089)	21 981	1 428	(20 553)	-1439%	4 283
Net cash from (used) investing	(9)	9 954	(1 660)	70	(11 542)	(553)	10 989	-1986%	(1 660)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	6 369	20 798	9 184	-	24 432	7 435	(16 996)	-229%	16 616
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	346	118	119	119	2	1	-	-	704
Creditors Age Analysis									
Total Creditors	1 998	-	-	-	-	-	-	-	1 998

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) - M04 October

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										
<i>Governance and administration</i>		60 217	64 828	64 828	131	26 704	21 609	5 095	24%	64 828
Executive and council		3 653	-	-	-	-	-	-	-	-
Finance and administration		56 564	64 828	64 828	131	26 704	21 609	5 095	24%	64 828
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 499	1 000	1 000	296	582	333	248	75%	1 000
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		219	-	-	200	200	-	200	#DIV/0!	-
Health		1 280	1 000	1 000	96	382	333	48	15%	1 000
<i>Economic and environmental services</i>		5 346	4 293	4 293	-	487	1 431	(944)	-66%	4 293
Planning and development		5 346	4 293	4 293	-	487	1 431	(944)	-66%	4 293
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	67 062	70 121	70 121	426	27 773	23 374	4 399	19%	70 121
Expenditure - Functional										
<i>Governance and administration</i>		47 529	43 987	43 987	3 510	14 661	14 662	(1)	0%	43 987
Executive and council		12 861	12 947	12 947	1 061	4 208	4 316	(108)	-2%	12 947
Finance and administration		28 111	24 168	24 168	1 944	8 260	8 056	204	3%	24 168
Internal audit		6 557	6 872	6 872	486	2 193	2 291	(97)	-4%	6 872
<i>Community and public safety</i>		13 151	14 491	14 491	1 071	4 274	4 830	(557)	-12%	14 491
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		3 479	3 703	3 703	287	1 111	1 234	(123)	-10%	3 703
Housing		2 530	2 515	2 515	173	816	838	(22)	-3%	2 515
Health		7 142	8 274	8 274	611	2 347	2 758	(411)	-15%	8 274
<i>Economic and environmental services</i>		10 849	9 892	9 892	793	2 724	3 297	(573)	-17%	9 892
Planning and development		10 849	9 892	9 892	793	2 724	3 297	(573)	-17%	9 892
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	71 529	68 371	68 371	5 375	21 659	22 790	(1 131)	-5%	68 371
Surplus/ (Deficit) for the year		(4 467)	1 750	1 750	(4 948)	6 114	583	5 530	948%	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) - M04

Vote Description		Ref	2021/22	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2022/23				
			Audited Outcome				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	131	26 704	21 609	5 095	23.6%	
Vote 04 - Administration			-	-	-	-	-	-	-	-	
Vote 05 - Internal Audit			-	-	-	-	-	-	-	-	
Vote 06 - Planning Development & Infrastructure			5 346	4 293	4 293	-	487	1 431	(944)	-66.0%	
Vote 07 - Municipal Health Services			1 280	1 000	1 000	96	382	333	48	14.5%	
Vote 08 - Housing			219	-	-	200	200	-	200	#DIV/0!	
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	426	27 773	23 374	4 399	18.8%	
Expenditure by Vote		1									
Vote 01 - Office Of The Mayor			10 841	10 656	10 656	1 015	3 947	3 552	395	11.1%	
Vote 02 - Municipal Manager			2 020	2 291	2 291	65	261	764	(503)	-65.9%	
Vote 03 - Budget & Treasury Office			14 822	12 396	12 396	978	3 528	4 132	(604)	-14.6%	
Vote 04 - Administration			13 289	11 773	11 773	965	4 731	3 924	807	20.6%	
Vote 05 - Internal Audit			6 557	6 872	6 872	486	2 193	2 291	(97)	-4.3%	
Vote 06 - Planning Development & Infrastructure			10 849	9 892	9 892	793	2 724	3 297	(573)	-17.4%	
Vote 07 - Municipal Health Services			7 142	8 274	8 274	611	2 347	2 758	(411)	-14.9%	
Vote 08 - Housing			2 530	2 515	2 515	173	816	838	(22)	-2.7%	
Vote 09 - Public Safety			3 479	3 703	3 703	287	1 111	1 234	(123)	-10.0%	
Vote 10 - .			-	-	-	-	-	-	-	-	
Vote 11 - .			-	-	-	-	-	-	-	-	
Vote 12 - .			-	-	-	-	-	-	-	-	
Vote 13 - .			-	-	-	-	-	-	-	-	
Vote 14 - .			-	-	-	-	-	-	-	-	
Vote 15 - Other			-	-	-	-	-	-	-	-	
Total Expenditure by Vote		2	71 529	68 371	68 371	5 375	21 659	22 790	(1 131)	-5.0%	
Surplus/ (Deficit) for the year		2	(4 467)	1 750	1 750	(4 948)	6 114	583	5 530	947.8%	

4.4 Table C4: Monthly Budget Statement- Financial Performance

DC7 Pixley Ka Seme (Nc) - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

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	66	333	167	166	100%	500
Interest earned - outstanding debtors			-	-	-	-	-	-	-	-	-
Dividends received									-	-	-
Fines, penalties and forfeits			2	-	-	-	-	-	-	-	-
Licences and permits			1 280	1 000	1 000	96	382	333	48	15%	1 000
Agency services			1 592	1 831	1 831	-	1 050	610	440	72%	1 831
Transfers and subsidies			62 190	65 701	65 701	200	25 639	21 900	3 738	17%	65 701
Other revenue			1 156	1 090	1 090	65	366	363	3	1%	1 090
Gains			-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)			66 862	70 121	70 121	426	27 770	23 374	4 396	19%	70 121
Expenditure By Type											
Employee related costs			42 804	47 535	47 526	3 484	14 471	15 842	(1 371)	-9%	47 526
Remuneration of councillors			4 748	5 012	5 012	448	1 953	1 671	283	17%	5 012
Debt impairment			140	-	-	-	-	-	-	-	-
Depreciation & asset impairment			1 425	1 000	1 000	137	522	333	189	57%	1 000
Finance charges									-	-	-
Bulk purchases - electricity									-	-	-
Inventory consumed			3 335	894	894	111	476	298	178	60%	894
Contracted services			3 981	3 797	3 777	229	908	1 263	(356)	-28%	3 777
Transfers and subsidies			462	420	420	(5)	44	140	(96)	-69%	420
Other expenditure			14 634	9 714	9 743	970	3 257	3 243	14	0%	9 743
Losses			0	-	-	-	28	-	28	#DIV/0!	-
Total Expenditure			71 529	68 371	68 371	5 375	21 659	22 790	(1 131)	-5%	68 371
Surplus/(Deficit)			(4 667)	1 750	1 750	(4 948)	6 111	583	5 527	0	1 750
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			200	-	-	-	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	(4 948)	6 114	583			1 750
Taxation									-		
Surplus/(Deficit) after taxation			(4 467)	1 750	1 750	(4 948)	6 114	583			1 750
Atributable to minorities											
Surplus/(Deficit) attributable to municipality			(4 467)	1 750	1 750	(4 948)	6 114	583			1 750
Share of surplus/ (deficit) of associate											
Surplus/ (Deficit) for the year			(4 467)	1 750	1 750	(4 948)	6 114	583			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) - A - M04
October

Vote Description		Ref	2021/22	Budget Year 2022/23							
R thousand			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure - Municipal Vote											
Expenditure of multi-year capital appropriation											
Vote 01 - Office Of The Mayor	1		--	--	--	--	--	--	--		--
01.1 - Council											--
Vote 02 - Municipal Manager			--	--		--	--	--	--		--
02.1 - Municipal Manager											--
Vote 03 - Budget & Treasury Office			--	--		--	--	--	--		--
03.1 - Finance											--
03.2 - Finance											--
Vote 04 - Administration			--	--		--	--	--	--		--
04.1 - Administration											--
Vote 05 - Internal Audit			--	--		--	--	--	--		--
05.1 - Internal Audit											--
Vote 06 - Planning Development & Infrastructure			--	--		--	--	--	--		--
06.1 - Development And Infrastructure											--
06.2 - Gop/Idp											--
Vote 07 - Municipal Health Services			--	--		--	--	--	--		--
07.1 - Environmental Health											--
Vote 08 - Housing			--	--		--	--	--	--		--
08.1 - Housing											--
08.2 - Housing											--
Vote 09 - Public Safety			--	--		--	--	--	--		--
09.1 - Public Safety											--
Vote 10 - .			--	--		--	--	--	--		--
Vote 11 - .			--	--		--	--	--	--		--
Vote 12 - .			--	--		--	--	--	--		--
Vote 13 - ..			--	--		--	--	--	--		--
Vote 14 - ...			--	--		--	--	--	--		--
Vote 15 - Other			--	--		--	--	--	--		--
Total multi-year capital expenditure			--	--		--	--	--	--		--
Capital expenditure - Municipal Vote											
Expenditure of single-year capital appropriation											
Vote 01 - Office Of The Mayor	1		--	--	--	--	--	--	--		--
01.1 - Council			--	--		--	--	--	--		--
Vote 02 - Municipal Manager			--	--		--	--	--	--		--
02.1 - Municipal Manager			--	--		--	--	--	--		--
Vote 03 - Budget & Treasury Office			1 485	1 660	1 660	(3)	237	553	(316)	-57%	1 660
03.1 - Finance			--	--		--	--	--	--		--
03.2 - Finance			1 485	1 660	1 660	(3)	237	553	(316)	-57%	1 660
Vote 04 - Administration			--	--	--	--	--	--	--		--
04.1 - Administration			--	--		--	--	--	--		--
Vote 05 - Internal Audit			--	--		--	--	--	--		--
05.1 - Internal Audit			--	--		--	--	--	--		--
Vote 06 - Planning Development & Infrastructure			--	--	--	--	--	--	--		--
06.1 - Development And Infrastructure			--	--		--	--	--	--		--
06.2 - Gop/Idp			--	--		--	--	--	--		--
Vote 07 - Municipal Health Services			--	--		--	--	--	--		--
07.1 - Environmental Health			--	--		--	--	--	--		--
Vote 08 - Housing			--	--		--	--	--	--		--
08.1 - Housing			--	--		--	--	--	--		--
08.2 - Housing			--	--		--	--	--	--		--
Vote 09 - Public Safety			--	--		--	--	--	--		--
09.1 - Public Safety			--	--		--	--	--	--		--
Vote 10 - .			--	--		--	--	--	--		--
Vote 11 - .			--	--		--	--	--	--		--
Vote 12 - .			--	--		--	--	--	--		--
Vote 13 - ..			--	--		--	--	--	--		--
Vote 14 - ...			--	--		--	--	--	--		--
Vote 15 - Other			--	--		--	--	--	--		--
Total single-year capital expenditure			1 485	1 660	1 660	(3)	237	553	(316)	(0)	1 660
Total Capital Expenditure			1 485	1 660	1 660	(3)	237	553	(316)	(0)	1 660

4.6 Table C6: Statement of Financial Position

DC7 Pixley Ka Seme (Nc) - Table C6 Monthly Budget Statement - Financial Position - M04 October

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	376	8 221
Call investment deposits		5 982	–	–	8 530	–
Consumer debtors		(31)	3 447	3 447	531	3 447
Other debtors		765	–	–	656	–
Current portion of long-term receivables		–	–	–	–	–
Inventory		–	–	–	–	–
Total current assets		10 898	11 668	11 668	10 092	11 668
Non current assets						
Long-term receivables		(11 614)	–	–	(11 305)	–
Investments		–	–	–	–	–
Investment property		–	–	–	–	–
Investments in Associate		–	–	–	–	–
Property, plant and equipment		12 769	8 900	8 900	12 456	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	1 152	14 309
TOTAL ASSETS		12 054	25 976	25 976	11 244	25 976
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		–	–	–	–	–
Trade and other payables		29 906	6 702	6 702	5 458	6 702
Provisions		1 099	17 524	17 524	1 099	17 524
Total current liabilities		31 005	24 226	24 226	6 558	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	10 132	24 226
NET ASSETS	2	(23 108)	1 750	1 750	1 112	1 750
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		(2 558)	1 750	1 750	5 973	1 750
Reserves		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	(2 558)	1 750	1 750	5 973	1 750

4.7 Table C7: Monthly Budget Statement Cash Flow

DC7 Pixley Ka Seme (Nc) - Table C7 Monthly Budget Statement - Cash Flow - M04 October

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	(650)	(343)	1 307	(1 650)	-126%	3 920
Transfers and Subsidies - Operational		-	65 701	65 701	1 041	27 107	21 900	5 206	24%	65 701
Transfers and Subsidies - Capital		-	-	-	-	(3)	-	(3)	#DIV/0!	-
Interest		-	500	500	-	-	167	(167)	-100%	500
Dividends								-		
Payments										
Suppliers and employees		-	(65 838)	(65 838)	(1 479)	(4 780)	(21 946)	(17 166)	78%	(65 838)
Finance charges								-		
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	4 283	4 283	(1 089)	21 981	1 428	(20 553)	-1439%	4 283
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current receivables		(9)	11 614	-	67	(11 305)	-	(11 305)	#DIV/0!	-
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		-	(1 660)	(1 660)	3	(237)	(553)	(316)	57%	(1 660)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(9)	9 954	(1 660)	70	(11 542)	(553)	10 989	-1986%	(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	(1 019)	10 439	874			2 623
Cash/cash equivalents at beginning:		6 378	6 561	6 561	(5 087)	13 992	6 561			13 992
Cash/cash equivalents at month/year end:		6 369	20 798	9 184		24 432	7 435			16 616

References

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

Categories of outstanding debtors

- Shared services R 468 085
- Medical aid ex-gratia R 236 262

DC7 Pixley Ka Seme (Nc) - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

DCT Pitxley Ka Seme (Nc) - Supporting Table SC3 Monthly Budget Statement - aged debtors - m04 October														
Description	NT Code	Budget Year 2022/23										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	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	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	346	118	119	119	2	1	-	-	704	122	-	-	
Total By Income Source	2000	346	118	119	119	2	1	-	-	704	122	-	-	
2021/22 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	117	117	117	117	-	-	-	-	468	117	-	-	
Commercial	2300									-	-			
Households	2400									-	-			
Other	2500	229	1	2	2	2	1	-	-	236	5	-	-	
Total By Customer Group	2600	346	118	119	119	2	1	-	-	704	122	-	-	

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

The municipality has entered into a ring-fenced agreement with SALGA to settle the annual membership fees that amounted to R500 000 over a period of ten months

All other creditors between, 0-30days, are orders issued, awaiting the delivery of goods and services. The municipality ensures that all invoices received are paid within 30 days.

DC7 Pixley Ka Seme (Nc) - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	NT Code	Budget Year 2022/23									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700									-	
Auditor General	0800									-	
Other	0900	1 998	-	-	-	-	-	-	-	1 998	
Total By Customer Type	1000	1 998	-	-	-	-	-	-	-	1 998	-

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 31 October 2022 amounted to R 375 850

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

For the period July to October 2022, only the following allocations has been received:

Conditional Grant	Total received	Closing balance
Rural Road Asset Management Grant	R 2 254 000	R1 361 454
Expanded Public Works Programme	R 296 000	R 69 991
Financial Management Grant	R 1 650 000	R 966 806
Housing Accreditation	R 200 000	R 171 662

All balances on Conditional Grants are recorded as per 31 October 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 - M04 October

Investments by maturity Name of Institution & Investment ID	Ref	Period of Investment Yrs/Months	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														
Municipality														
Standard Bank Call Deposit Accounts		12	Deposits	No	Fixed	5.50%	0	0	2022/06/30	13 904	253	(5 805)	200	8 552
Municipality sub-total										13 904		(5 805)	200	8 552
Entities														
														-
														-
														-
														-
														-
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2									13 904		(5 805)	200	8 552

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
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	Quarterly Report of the implementation of the budget and financial state affairs of the municipality
--	--

	Mid-year Budget and Performance Assessment
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For the month of **October 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 31 October 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 SG Antonie

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: _____