

PIXLEY KA SEME DISTRICT MUNICIPALITY

MARCH
2023



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 immovable 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. Objective

The Accounting Officer is required, in terms of the Municipal Finance Management Act no 56 of 2003, section 71 and Municipal Budget and Reporting Regulations (MBRR) Government Gazette 32141 of 17 April 2009, to submit to the Mayor of a municipality a report in prescribed format to review the performance of the budget compared to actual results on a monthly basis.

This report sets out the progress on the financial performance of Pixley Ka Seme District Municipality against the budget of the period ended **31 March 2023**.

2. Legislative framework

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

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

Section 71 of the MFMA further requires that, “the accounting officer of a municipality must by no later than **10 working days** after the end of each month submit to the mayor of the municipality, and the relevant national and provincial treasury, a statement in the prescribed format on the state of the municipality’s budget reflecting certain particulars for the month under review. For the reporting period ending **31 March 2023**, the ten-working day reporting limit expires on **18 April 2023**

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

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

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

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

4. Executive Summary

Description R thousand (R'000)	Original Budget	Adjustment Budget	YTD Actual February 2023	%YTD Actual vs % YTD Budget
Total Revenue	R 70 121 150	R 71 106 515	R 71 279 752	101%
Total Operational Expenditure	R 68 370 729	R 69 475 051	R 52 497 913	76%
Total Capital Expenditure	R 1 660 000	R 1 573 061	R 414 190	26%

Revenue by source

Non-exchange Revenue

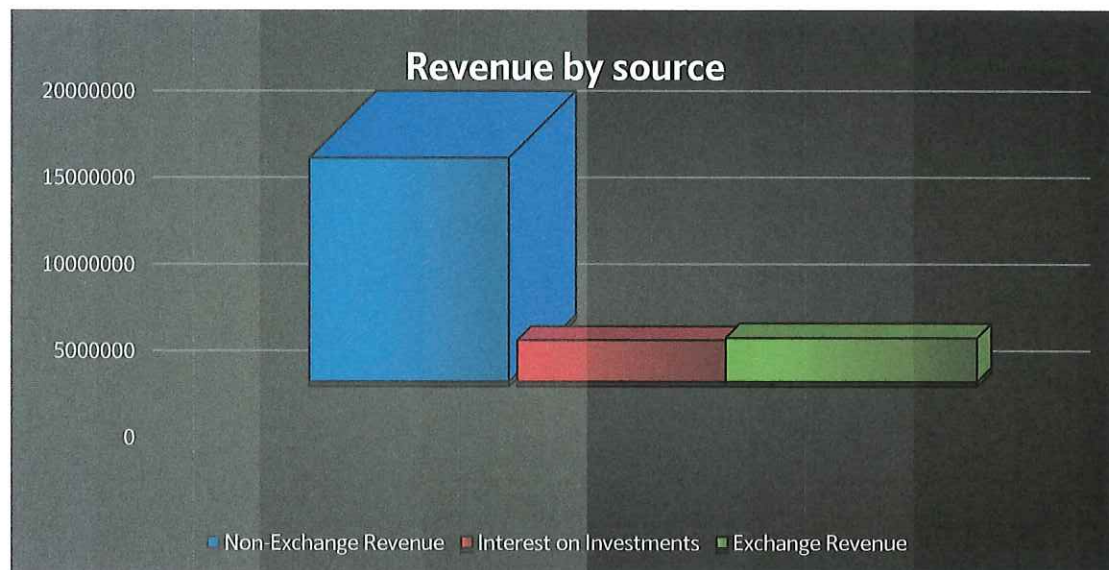
- Transfers and subsidies R 18 020 000

Interest received

- Investments R 0

Exchange Revenue

- Operational revenue R 71 183
- Licences and permits R 112 217



Operating Expenditure type

Expenditure by type

Employee related expenditure

- Senior Management R 522 909
- Municipal Staff R 3 250 247
- Council Remuneration R 447 875

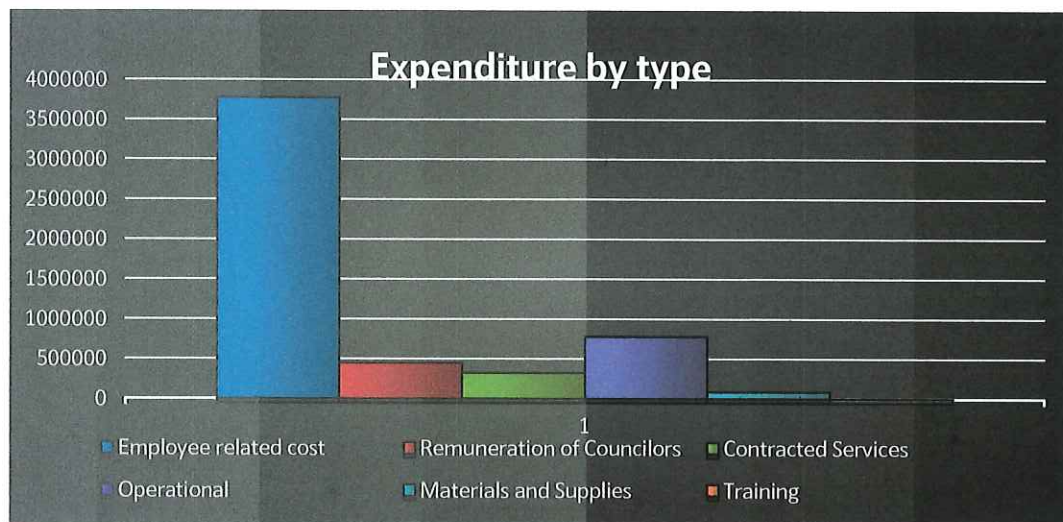
Contracted Services

- Outsourced services R 85 134
- Consultants and Professional Services R 232 430
- Repairs and Maintenance R 4 900

Operational Cost R 777 166

Materials and Supplies R 88 255

Depreciation R 123 175

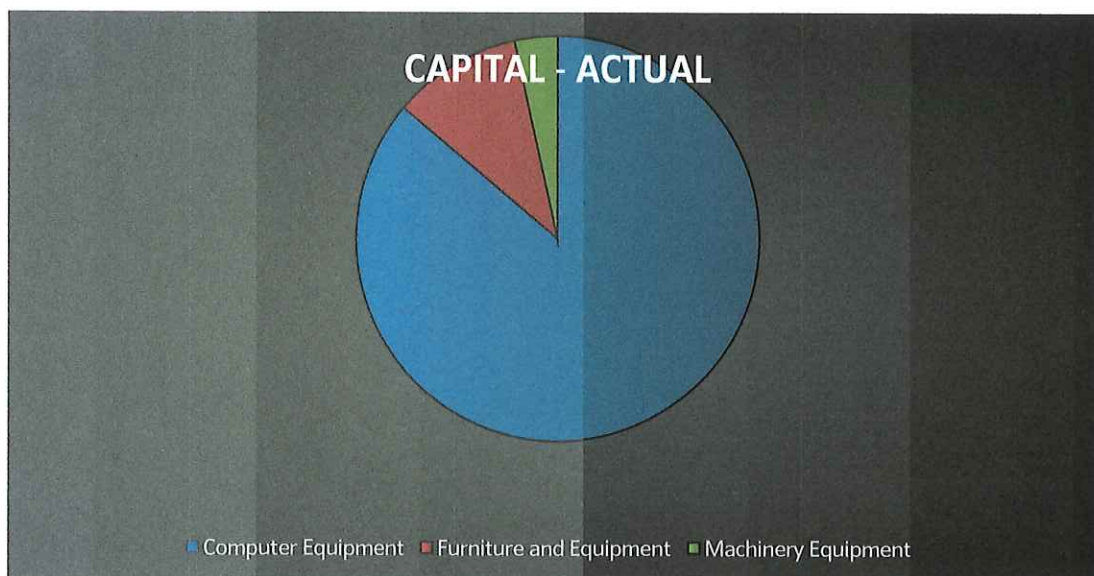
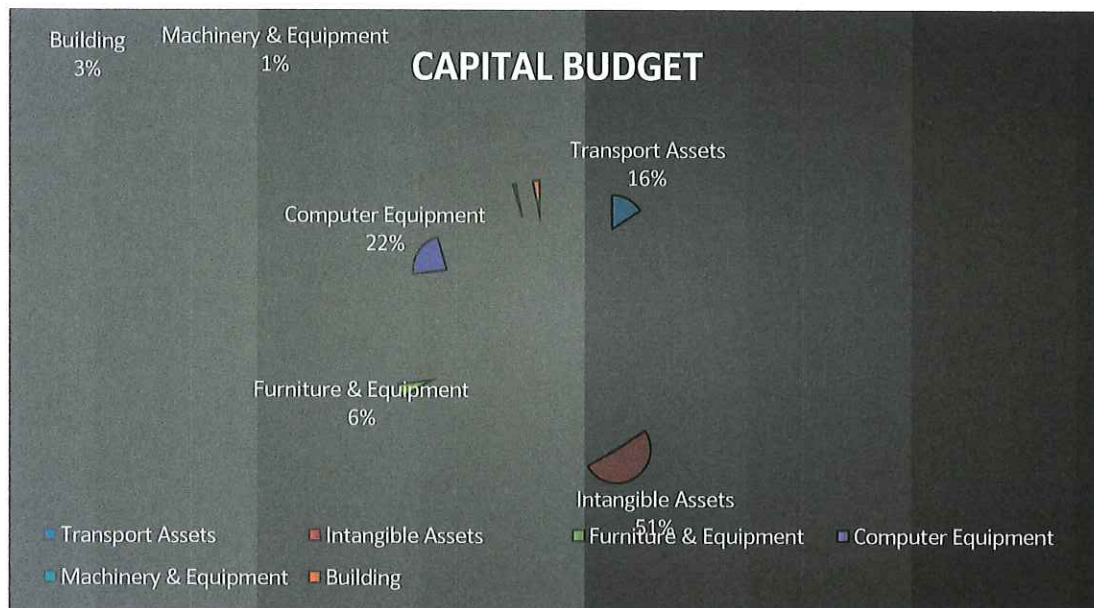


Capital Expenditure

Capital expenditure is currently at 26% of total capital budget. The Municipality does not have any multi-year projects for the year under review.

Capital expenditure for the current moth amounted to R 31 155. Asset class office equipment is updated with new asset purchased

Year-to-date capital expenditure amounted to R 414 190



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

4.1 TableC1: S71

DC7 Pixley Ka Seme (Nc) - Table C1 Monthly Budget Statement Summary - M09 March

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	750	–	618	475	143	30%	750
Transfers and subsidies	62 190	65 701	66 148	18 020	66 151	49 455	16 696	34%	66 148
Other own revenue	4 029	3 920	4 206	578	4 511	3 054	1 457	48%	4 206
Total Revenue (excluding capital transfers and contributions)	66 862	70 121	71 103	18 598	71 280	52 984	18 296	35%	71 103
Employee costs	42 804	47 535	46 715	3 773	33 262	35 320	(2 058)	-6%	46 715
Remuneration of Councillors	4 748	5 012	5 329	448	4 140	3 886	255	7%	5 329
Depreciation & asset impairment	1 425	1 000	1 250	123	1 162	850	312	37%	1 250
Finance charges	–	–	–	–	–	–	–	–	–
Inventory consumed and bulk purchases	3 335	894	1 326	88	1 222	843	379	45%	1 326
Transfers and subsidies	462	420	410	–	758	311	447	144%	410
Other expenditure	18 755	13 511	14 445	1 100	11 953	10 510	1 443	14%	14 445
Total Expenditure	71 529	68 371	69 475	5 532	52 498	51 720	778	2%	69 475
Surplus/(Deficit)	(4 667)	1 750	1 628	13 066	18 782	1 264	17 518	1386%	1 628
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	200	–	3	–	–	1	(1)	-100%	3
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	1 631	13 066	18 782	1 265	17 517	1385%	1 631
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(4 467)	1 750	1 631	13 066	18 782	1 265	17 517	1385%	1 631
Capital expenditure & funds sources									
Capital expenditure	1 485	1 660	1 573	31	414	1 210	(796)	-66%	1 573
Capital transfers recognised	1 164	–	3	–	3	2	1	44%	3
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	321	1 660	1 570	31	411	1 208	(797)	-66%	1 570
Total sources of capital funds	1 485	1 660	1 573	31	414	1 210	(796)	-66%	1 573
Financial position									
Total current assets	10 898	11 668	6 649	–	21 919	–	–	–	6 649
Total non current assets	1 156	14 309	14 472	–	1 073	–	–	–	14 472
Total current liabilities	31 005	24 226	19 490	–	6 830	–	–	–	19 490
Total non current liabilities	4 157	–	–	–	2 381	–	–	–	–
Community wealth/Equity	(2 558)	1 750	1 631	–	18 641	–	–	–	1 631
Cash flows									
Net cash from (used) operating	–	4 283	4 670	15 715	54 994	3 503	(51 492)	-1470%	4 670
Net cash from (used) investing	(9)	9 954	(1 573)	9	(11 304)	(1 180)	10 124	-858%	(1 573)
Net cash from (used) financing	–	–	–	–	–	–	–	–	–
Cash/cash equivalents at the month/year end	6 369	20 798	3 417	–	45 891	2 643	(43 249)	-1636%	5 298
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	898	1	–	–	2	2	3	1 373	2 280
Creditors Age Analysis									
Total Creditors	2 165	2 453	889	203	–	–	–	22	5 731

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) - M09 March

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	65 514	17 199	66 033	48 895	17 137	35%	65 514
Executive and council		3 653	—	250	—	250	100	150	150%	250
Finance and administration		56 564	64 828	65 264	17 199	65 783	48 795	16 987	35%	65 264
Internal audit		—	—	—	—	—	—	—	—	—
<i>Community and public safety</i>		1 499	1 000	1 300	112	954	870	84	10%	1 300
Community and social services		—	—	—	—	—	—	—	—	—
Sport and recreation		—	—	—	—	—	—	—	—	—
Public safety		—	—	—	—	—	—	—	—	—
Housing		219	—	200	—	200	80	120	150%	200
Health		1 280	1 000	1 100	112	754	790	(36)	-5%	1 100
<i>Economic and environmental services</i>		5 346	4 293	4 293	1 287	4 293	3 220	1 073	33%	4 293
Planning and development		5 346	4 293	4 293	1 287	4 293	3 220	1 073	33%	4 293
Road transport		—	—	—	—	—	—	—	—	—
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		—	—	—	—	—	—	—	—	—
Energy sources		—	—	—	—	—	—	—	—	—
Water management		—	—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—	—
Waste management		—	—	—	—	—	—	—	—	—
Other	4	—	—	—	—	—	—	—	—	—
Total Revenue - Functional	2	67 062	70 121	71 107	18 598	71 280	52 985	18 295	35%	71 107
Expenditure - Functional										
<i>Governance and administration</i>		47 529	43 987	45 631	3 393	35 044	33 648	1 396	4%	45 631
Executive and council		12 061	12 947	13 084	1 224	9 709	9 765	(56)	-1%	13 084
Finance and administration		28 111	24 168	25 695	1 660	20 404	18 737	1 666	9%	25 695
Internal audit		6 557	6 872	6 852	509	4 932	5 146	(214)	-4%	6 852
<i>Community and public safety</i>		13 151	14 491	14 081	1 150	10 010	10 704	(695)	-6%	14 081
Community and social services		—	—	—	—	—	—	—	—	—
Sport and recreation		—	—	—	—	—	—	—	—	—
Public safety		3 479	3 703	3 616	324	2 696	2 742	(46)	-2%	3 616
Housing		2 530	2 515	2 404	167	1 743	1 842	(99)	-5%	2 404
Health		7 142	8 274	8 061	659	5 570	6 120	(550)	-9%	8 061
<i>Economic and environmental services</i>		10 849	9 892	9 763	989	7 445	7 368	77	1%	9 763
Planning and development		10 849	9 892	9 763	989	7 445	7 368	77	1%	9 763
Road transport		—	—	—	—	—	—	—	—	—
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		—	—	—	—	—	—	—	—	—
Energy sources		—	—	—	—	—	—	—	—	—
Water management		—	—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—	—
Waste management		—	—	—	—	—	—	—	—	—
Other		—	—	—	—	—	—	—	—	—
Total Expenditure - Functional	3	71 529	68 371	69 475	5 532	52 498	51 720	778	2%	69 475
Surplus/ (Deficit) for the year		(4 467)	1 750	1 631	13 066	18 782	1 265	17 517	1385%	1 631

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) - M09 March

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	-	250	-	250	100	150	150.0%	250
Vote 02 - Municipal Manager			-	-	-	-	-	-	-	-	-
Vote 03 - Budget & Treasury Office			56 564	64 828	65 264	17 199	65 783	48 795	16 987	34.8%	65 264
Vote 04 - Administration			-	-	-	-	-	-	-	-	-
Vote 05 - Internal Audit			-	-	-	-	-	-	-	-	-
Vote 06 - Planning Development & Infrastructure			5 346	4 293	4 293	1 287	4 293	3 220	1 073	33.3%	4 293
Vote 07 - Municipal Health Services			1 280	1 000	1 100	112	754	790	(36)	-4.5%	1 100
Vote 08 - Housing			219	-	200	-	200	80	120	150.0%	200
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	71 107	18 598	71 280	52 985	18 295	34.5%	71 107
Expenditure by Vote		1									
Vote 01 - Office Of The Mayor			10 841	10 656	11 234	987	8 690	8 223	467	5.7%	11 234
Vote 02 - Municipal Manager			2 020	2 291	1 850	237	1 019	1 542	(523)	-33.9%	1 850
Vote 03 - Budget & Treasury Office			14 822	12 396	12 887	752	10 695	9 493	1 202	12.7%	12 887
Vote 04 - Administration			13 289	11 773	12 808	909	9 708	9 244	465	5.0%	12 808
Vote 05 - Internal Audit			6 557	6 872	6 852	509	4 932	5 146	(214)	-4.2%	6 852
Vote 06 - Planning Development & Infrastructure			10 849	9 892	9 763	989	7 445	7 368	77	1.0%	9 763
Vote 07 - Municipal Health Services			7 142	8 274	8 061	659	5 570	6 120	(550)	-9.0%	8 061
Vote 08 - Housing			2 530	2 515	2 404	167	1 743	1 842	(99)	-5.4%	2 404
Vote 09 - Public Safety			3 479	3 703	3 616	324	2 696	2 742	(46)	-1.7%	3 616
Vote 10 - .			-	-	-	-	-	-	-	-	-
Vote 11 - . .			-	-	-	-	-	-	-	-	-
Vote 12 - .			-	-	-	-	-	-	-	-	-
Vote 13 - .			-	-	-	-	-	-	-	-	-
Vote 14 - . . .			-	-	-	-	-	-	-	-	-
Vote 15 - Other			-	-	-	-	-	-	-	-	-
Total Expenditure by Vote		2	71 529	68 371	69 476	5 532	52 498	51 720	778	1.5%	69 476
Surplus/ (Deficit) for the year		2	(4 467)	1 750	1 631	13 066	18 782	1 265	17 517	1384.5%	1 631

4.4 Table C4: Monthly Budget Statement- Financial Performance

DC7 Pixley Ka Seme (Nc) - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

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	750	-	618	475	143	30%	750
Interest earned - outstanding debtors		-	-	-	-	-	-	-		-
Dividends received								-		
Fines, penalties and forfeits		2	-	-	-	-	-	-		-
Licences and permits		1 280	1 000	1 100	112	754	790	(36)	-5%	1 100
Agency services		1 592	1 831	1 966	331	2 956	1 427	1 529	107%	1 966
Transfers and subsidies		62 190	65 701	66 148	18 020	66 151	49 455	16 696	34%	66 148
Other revenue		1 156	1 090	1 140	135	801	837	(37)	-4%	1 140
Gains		-	-	-	-	-	-	-		-
Total Revenue (excluding capital transfers and contributions)		66 862	70 121	71 103	18 598	71 280	52 984	18 296	35%	71 103
Expenditure By Type										
Employee related costs		42 804	47 535	46 715	3 773	33 262	35 320	(2 058)	-6%	46 715
Remuneration of councillors		4 748	5 012	5 329	448	4 140	3 888	255	7%	5 329
Debt impairment		140	-	-	-	-	-	-		-
Depreciation & asset impairment		1 425	1 000	1 250	123	1 162	850	312	37%	1 250
Finance charges								-		
Bulk purchases - electricity								-		
Inventory consumed		3 335	894	1 326	88	1 222	843	379	45%	1 326
Contracted services		3 981	3 797	3 361	322	2 344	2 668	(324)	-12%	3 361
Transfers and subsidies		462	420	410	-	758	311	447	144%	410
Other expenditure		14 634	9 714	11 084	777	9 581	7 842	1 739	22%	11 084
Losses		0	-	-	-	28	-	28	#DIV/0!	-
Total Expenditure		71 529	68 371	69 475	5 532	52 498	51 720	778	2%	69 475
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(4 667)	1 760	1 628	13 066	18 782	1 264	17 518	0	1 628
		200	-	3	-	-	1	(1)	(0)	3
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)	1 760	1 631	13 066	18 782	1 265			1 631
Taxation								-		
Surplus/(Deficit) after taxation		(4 467)	1 760	1 631	13 066	18 782	1 265			1 631
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(4 467)	1 760	1 631	13 066	18 782	1 265			1 631
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(4 467)	1 760	1 631	13 066	18 782	1 265			1 631

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

DC7 Pixley Ka Seme (No) - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M09 March

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	1 573	31	414	1 210	(796)	-66%	1 573
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	1 573	31	414	1 210	(796)	-66%	1 573
Total Capital Expenditure		1 485	1 660	1 573	31	414	1 210	(796)	-66%	1 573
Capital Expenditure - Functional Classification										
Governance and administration		1 485	1 660	1 573	31	414	1 210	(796)	-66%	1 573
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		1 485	1 660	1 573	31	414	1 210	(796)	-66%	1 573
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	1 573	31	414	1 210	(796)	-66%	1 573
Funded by:										
National Government		1 164	-	3	-	3	2	1	44%	3
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		1 164	-	3	-	3	2	1	44%	3
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		321	1 660	1 570	31	411	1 208	(797)	-66%	1 570
Total Capital Funding		1 485	1 660	1 573	31	414	1 210	(796)	-66%	1 573

4.6 Table C6: Statement of Financial Position

DC7 Pixley Ka Seme (Nc) - Table C6 Monthly Budget Statement - Financial Position - M09 March

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	2 643	401	2 643
Call investment deposits		5 982	–	–	19 238	–
Consumer debtors		(31)	3 447	4 006	1 373	4 006
Other debtors		765	–	–	906	–
Current portion of long-term receivables		–	–	–	–	–
Inventory		–	–	–	–	–
Total current assets		10 898	11 668	6 649	21 919	6 649
Non current assets						
Long-term receivables		(11 614)	–	–	(10 921)	–
Investments		–	–	–	–	–
Investment property		–	–	–	–	–
Investments in Associate		–	–	–	–	–
Property, plant and equipment		12 769	8 900	9 064	11 994	9 064
Biological		–	–	–	–	–
Intangible		0	5 408	5 408	0	5 408
Other non-current assets		–	–	–	–	–
Total non current assets		1 156	14 309	14 472	1 073	14 472
TOTAL ASSETS		12 054	25 976	21 121	22 991	21 121
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		–	–	–	–	–
Trade and other payables		29 906	6 702	7 940	5 731	7 940
Provisions		1 099	17 524	11 550	1 099	11 550
Total current liabilities		31 005	24 226	19 490	6 830	19 490
Non current liabilities						
Borrowing		380	–	–	(1 396)	–
Provisions		3 777	–	–	3 777	–
Total non current liabilities		4 157	–	–	2 381	–
TOTAL LIABILITIES		35 162	24 226	19 490	9 211	19 490
NET ASSETS	2	(23 108)	1 750	1 631	13 780	1 631
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		(2 558)	1 750	1 631	18 641	1 631
Reserves		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	(2 558)	1 750	1 631	18 641	1 631

4.7 Table C7: Monthly Budget Statement Cash Flow

DC7 Pixley Ka Seme (Nc) - Table C7 Monthly Budget Statement - Cash Flow - M09 March

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	4 206	878	2 688	3 154	(466)	-15%	4 206
Transfers and Subsidies - Operational		-	65 701	66 148	16 733	63 657	49 611	14 046	28%	66 148
Transfers and Subsidies - Capital		-	-	3	-	-	2	(2)	-100%	3
Interest		-	500	750	-	-	563	(563)	-100%	750
Dividends								-		
Payments										
Suppliers and employees		-	(65 838)	(66 436)	(1 896)	(11 351)	(49 827)	(38 476)	77%	(66 436)
Finance charges								-		
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	4 283	4 670	15 715	54 994	3 503	(51 492)	-1470%	4 670
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current receivables		(9)	11 614	-	9	(10 921)	-	(10 921)	#DIV/0!	-
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		-	(1 680)	(1 573)	-	(383)	(1 180)	(797)	68%	(1 573)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(9)	9 954	(1 573)	9	(11 304)	(1 180)	10 124	-858%	(1 573)
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	3 097	15 724	43 690	2 323			3 097
Cash/cash equivalents at beginning:		6 378	6 561	320	12 445	2 201	320			2 201
Cash/cash equivalents at month/year end:		6 369	20 798	3 417		45 891	2 643			5 298

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 1 373 316 :
- R 230 851
 - Thembelihle Local Municipality

The R 675 507 is the debt from the previous financial year

- Other R 906 358

Other debtors comprise of the medica aid ex-gratia members, staff recoveries and medical aid reimbursement due from Department of Public Work

DC7 Pixley Ka Seme (Nc) - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

Budget Year 2022/23													
Description	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total	Total over 60 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i/o Council Policy
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200									-	-		
Trade and Other Receivables from Exchange Transactions - Electricity	1300									-	-		
Receivables from Non-exchange Transactions - Property Rates	1400									-	-		
Receivables from Exchange Transactions - Waste Water Management	1500									-	-		
Receivables from Exchange Transactions - Waste Management	1600									-	-		
Receivables from Exchange Transactions - Property Rental Debtors	1700									-	-		
Interest on Arrear Debtor Accounts	1810									-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-		
Other	1900	898	1	-	-	2	2	3	1 373	2 280	1 380	-	-
Total By Income Source	2000	898	1	-	-	2	2	3	1 373	2 280	1 380	-	-
2021/22 - totals only		15913	4873 85	1520	176	0	0	0	0	22	0	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	-	-	-	-	-	-	-	1 373	1 373	1 373	-	-
Commercial	2300	-	-	-	-	-	-	-	-	-	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-	-	-
Other	2500	898	1	-	-	2	2	3	-	906	7	-	-
Total By Customer Group	2600	898	1	-	-	2	2	3	1 373	2 280	1 380	-	-

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

Categories of Creditors

- Auditor-General R 2 452 572
- Other R3 278 415
 - This category comprises of ex-gratia medical aid contributions paid in advance, provision for creditors and membership fees to SALGA and Department of Labour for the compensation fund

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. The Municipality has been honouring the arrangement to the latter

DC7 Pixley Ka Seme (Nc) - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

Description	NT Code	Budget Year 2022/23								
		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
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	-	2 453	-	-	-	-	-	-	2 453
Other	0900	2 165	-	889	203	-	-	-	22	3 278
Total By Customer Type	1000	2 165	2 453	889	203	-	-	-	22	5 731

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 March 2023 amounted to R 409 430

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 March 2023, only the following allocations has been received:

Conditional Grant	Total received	Closing balance
Rural Road Asset Management Grant	R 3 220 000	R 700 044
Expanded Public Works Programme	R 1 073 000	R 413 376
Financial Management Grant	R 1 650 000	R 266 014
Human settlement Grant	R 200 000	R 70 219
Department of Health	R 500 000	R 328 624

All balances on Conditional Grants are recorded as per 31 March 2023

Investments

Section 13 of the MFMA prescribes:

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

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

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 - 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
R thousands		Yrs/Months											
Municipality													
Standard Bank		12	Deposits	No	Fixed	5.50%	0	0	6/30/2022	6,972	96	(6,009)	18,525
Call Deposit Accounts													
Municipality sub-total										6,972		(6,009)	18,525
Entities													
Entities sub-total										-		-	-
TOTAL INVESTMENTS AND INTEREST	2									6,972		(6,009)	18,525

Quality Certificate

I, Isak Visser 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 **March 2023** has been prepared in accordance with the Municipal Finance
Management Act and regulations made under that Act.

Print name: Mr I Visser

Municipal Manager of Pixley Ka Seme District Municipality (DC7)

Signature: _____

Date: _____

19.4.2023

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

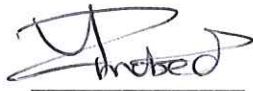
In compliance to section 75 of the MFMA, this document is provided to all stakeholders by publishing it on the Pixley Ka Seme's municipal website at www.pksgdm.gov.za

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 March 2023
2. The Accounting Officer ensure that this report be submitted to National and Provincial Treasury, in both signed and electronic format.

Compiled by



MS ZY Mabedla

Assistant Accountant Budget and Treasury

Reviewed by:



Mr BF James

Chief Financial Officer

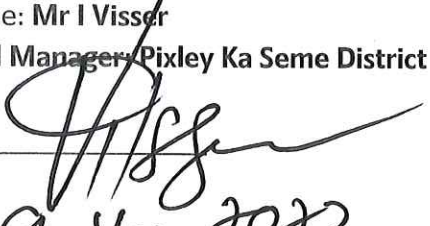
SUBMISSION TO MAYOR

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 I Visser**

Municipal Manager: Pixley Ka Seme District Municipality

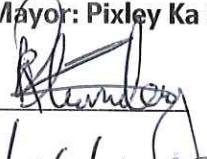
Signature 

Date: 19.4.2023

Report Submitted to:

Print Name: **Mr UR Itumeleng**

Executive Mayor: Pixley Ka Seme District Municipality

Signature 

Date: 19/04/2023