

REPORT TO THE MAYORAL COMMITTEE ON SECTION 71 and 52(d) OF THE MFMA FOR THE PERIOD ENDING 30 SEPTEMBER 2022.

1. PURPOSE

To report to Mayoral Committee in terms of the legislative requirements and regulations of Section 11(4)(a), 52(d), 54(1)(f) and 66 of the Municipal Finance Management Act no 56 of 2003 (“MFMA”) as well as the relevant budget regulations.

Where it is deemed necessary, the Accounting Officer must as part of the review make recommendations as to whether an adjustment budget is necessary; and recommend revised projections for revenue and expenditure.

Furthermore, in terms of Section 54 of the MFMA, the Mayor of the Municipality must take certain actions on receipt of this report, to ensure that the approved budget is implemented in accordance with the projections contained in the Service Delivery and Budget Implementation Plan.

2. LEGISLATIVE REQUIREMENTS

Reporting activity	Legislative requirements	Report to	Frequency
Table in council a consolidated report of all withdrawals made from bank accounts during quarter	MFMA Section 11(4)(a)	Accounting Officer to Council	Quarterly, within 30 days after each quarter
Report to council on the implementation of the budget and financial state of affairs	MFMA Section 52(d)	Mayor to Council	Quarterly, within 30 days after each quarter
Budgetary control and early identification of financial problems.	MFMA Section 54	Mayor to Council	By 30 September 2022

Report on salary cost	Section 66 of the MFMA and Budget regulation 28	Accounting Officer to Council	Frequently
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Section 11(4)(a) stipulates that the accounting officer must within 30 days after the end of each quarter table in the municipal council a consolidated report of all withdrawals made in terms of subsection (1)(b) to (j) during that quarter.

Section 52(d) stipulates that the mayor of the municipality must, within 30 days of the end of each quarter, submit a report to council on the implementation of the budget and the financial state of affairs of the municipality.

Section 54(1) stipulates that on the receipt of a statement or report submitted by the accounting officer of the municipality in terms of section 71 or 72, the mayor must

- a) consider the statement or report;
- b) check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;
- c) consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;
- d) issue any appropriate instructions to the accounting officer to ensure—
 - (i) that the budget is implemented in accordance with the service delivery and budget implementation plan; and
 - (ii) that spending of funds and revenue collection proceed in accordance with the budget;
- e) identify any financial problems facing the municipality, including any emerging or impending financial problems; and

Section 66 stipulates that the accounting officer of a municipality must, in a format and for periods as may be prescribed, report to the council of all expenditure incurred by the municipality on staff salaries, wages, allowances and benefits, and in a manner that discloses such expenditure per type of expenditure.

3. Mayor's report

The spending of the capital budget and implementation plans reflects 38% over performance as at the 30 September 2022, or R 168 million out of the budgeted R 616 million. This notable capital performance can be attributable to the Municipal Infrastructure Grant (MIG) which has an over performance of 47% to date.

Total Revenue had an over performance of 34% as at 30 September 2022. This is mainly due to the grants received for the first quarter. Expenditure have shown an overall underperformance of just 1% as highlighted in the C1 table below. Refer to paragraph 3.2 for further detail.

DC13 Chris Hani - Table C1 Monthly Budget Statement Summary - Q1 First Quarter									
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	369 105	387 219	387 219	41 599	138 516	96 805	41 711	43%	387 219
Investment revenue	10 605	40 925	40 925	348	3 205	10 231	(7 027)	-69%	40 925
Transfers and subsidies	665 921	734 668	734 668	8 047	293 138	183 667	109 471	60%	734 668
Other own revenue	101 956	318 832	318 832	22 041	60 942	79 708	(18 767)	-24%	318 832
Total Revenue (excluding capital transfers and contributions)	1 147 587	1 481 644	1 481 644	72 034	495 800	370 411	125 389	34%	1 481 644
Employee costs	407 269	400 535	400 535	56 848	95 782	75 244	20 538	27%	400 535
Remuneration of Councillors	12 426	12 715	12 715	–	3 140	3 179	(38)	-1%	12 715
Depreciation & asset impairment	260 169	180 000	180 000	–	–	45 000	(45 000)	-100%	180 000
Finance charges	2 842	530	530	4 701	101	11	91	858%	530
Inventory consumed and bulk purchases	49 277	43 184	43 184	29 367	4 981	22 103	(17 122)	-77%	43 184
Transfers and subsidies	67 078	70 500	70 500	–	25 348	17 625	7 723	44%	70 500
Other expenditure	696 140	611 711	611 711	(210 688)	115 491	96 111	19 380	20%	611 711
Total Expenditure	1 495 202	1 319 176	1 319 176	(119 772)	244 843	241 647	3 196	1%	1 319 176
Capital expenditure & funds sources									
Capital expenditure	83 223	615 735	615 735	85 825	167 804	121 828	45 976	38%	–
Capital transfers recognised	73 262	535 235	535 235	85 389	167 358	102 603	64 755	63%	535 235
Borrowing	–	–	–	–	–	–	–	–	615 735
Internally generated funds	9 961	80 500	80 500	436	446	19 225	(18 779)	-98%	–
Total sources of capital funds	83 223	615 735	615 735	85 825	167 804	121 828	45 976	38%	1 150 971

3.1 Resolutions

The proposed resolutions will be included in the recommendations at the end of this report.

3.2 Executive Summary

The quarterly report, also referred to as MFMA Section 52 report, is a monitoring tool for the approved service delivery and budget implementation plan, which can be divided into two parts namely the financial and non-financial key performance indicators.

Financial performance

In this report where the revenue and expenditure deviations are discussed, the explanations, if any, are highlighted.

Regarding the variances in revenue the following is highlighted:

- **Service charges:** An amount of R139 million or 35.77% of the budgeted Service Charges has been billed for the first quarter of 2022/23 financial year. However, credit control processes remain a challenge to the municipality. As such, on the 24th of October 2022 the disconnection of services to consumers with outstanding balances will be implemented.
- **Investment revenue:** A negative variance of 69% is recorded and can be attributable to the capital funds that will only mature at the end of October 2022.
- **Transfers and subsidies:** An amount of R293 million has been received on transfers and subsidies this quarter and this is mainly attributable to the Equitable Share tranche that was received in July 2022.
- **Other own revenue:** A negative variance of 24% is recorded. This is mainly due to VAT on conditional grants and tender document sales.

Regarding the variances in respect of expenditure the following is highlighted:

- **Depreciation:** A negative variance of 100% is recorded. This is due to the journal provision on depreciation which could not be processed on time for this month. This journal was will however be processed in period 4 reporting.
- **Debt Impairment** - An amount of R56.85 million has been recorded for the Debt Impairment for the quarter ended 30 September 2022.
- **Inventory consumed and bulk purchases:** The negative variance of 77% is recorded and can be attributable to the SCM processes. This performance is anticipated to increase significantly in the next few months due to the demand.
- **Transfers and subsidies:** An amount of R25 million was paid in subsidies for the quarter ended 30 September 2022. This is mainly due to CHDA Subsidies, CHDA admin fees and Corporate Development assistance which is included in the pro-rata budget and more expenditure incurred to date.
- **Other expenditure:** A positive variance of 20% is recorded in the first quarter of 2022/23 financial period. This is due to having more expenses this quarter than anticipated.
- **Capital expenditure:** An overall positive variance of 38% was recorded for Capital Expenditure this quarter and this is mainly due the overperformance from MIG which has spent 47% to date. This performance will be closely monitored on weekly basis to ensure that it remains within the approved budget.

3.3 Service Delivery and Budget Implementation Plan

The financial performance indicators as prescribed by National Treasury is provided, refer to Table SC2 – Financial Performance indicators under the Appendices section.

Revenue by Source

The summarized performance of revenue by source against the approved service delivery and budget implementation plan for the quarter ended 30 September 2022 is as follows:

DC13 Chris Hani - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter									
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								%	
Revenue By Source									
Property rates							-		
Service charges - electricity revenue							-		
Service charges - water revenue	304 388	310 489	310 489	35 875	121 360	77 622	43 738	56%	310 489
Service charges - sanitation revenue	64 717	76 730	76 730	5 724	17 155	19 182	(2 027)	-11%	76 730
Service charges - refuse revenue							-		
Rental of facilities and equipment	-	-	-	-	-	-	-		-
Interest earned - external investments	10 605	40 925	40 925	348	3 205	10 231	(7 027)	-69%	40 925
Interest earned - outstanding debtors	84 185	53 593	53 593	10 935	36 318	13 398	22 920	171%	53 593
Dividends received							-		
Fines, penalties and forfeits	-	94	94	-	-	-	-		94
Licences and permits	60	284	284	7	22	71	(49)	-69%	284
Agency services							-		
Transfers and subsidies	665 921	734 668	734 668	8 047	293 138	183 667	109 471	60%	734 668
Other revenue	830	261 742	261 742	11 098	24 601	65 435	(40 834)	-62%	261 742
Gains	16 881	3 120	3 120	-	-	780	(780)	-100%	3 120
Total Revenue (excluding capital transfers and contributions)	1 147 587	1 481 644	1 481 644	72 034	495 800	370 388	125 413	34%	1 481 644

Operating Expenditure by Vote

The summarized performance of operating expenditure by vote against the approved service delivery and budget implementation plan for the quarter ended 30 September 2022 is as follows:

DC13 Chris Hani - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q1 First Quarter									
Vote 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								%	
Expenditure by Vote									
Vote 01 - Council	22 929	23 066	23 066	1 731	6 369	5 247	1 122	21,4%	23 066
Vote 02 - Municipal Manager	72 169	86 788	86 788	4 052	18 762	9 399	9 364	99,6%	86 788
Vote 03 - Budget & Treasury	124 293	101 764	101 764	(24 914)	(10 943)	15 147	(26 090)	-172,2%	101 764
Vote 04 - Community Services	54 736	58 248	58 248	4 175	12 336	11 795	541	4,6%	58 248
Vote 05 - Corporate Services	195 771	162 706	162 706	23 347	45 039	17 692	27 347	154,6%	162 706
Vote 06 - Planning & Development	24 802	31 372	31 372	1 335	3 602	3 191	411	12,9%	31 372
Vote 07 - Technical Services	998 866	853 454	853 454	95 298	169 315	178 847	(9 532)	-5,3%	853 454
Vote 08 - Roadworks	1 636	1 778	1 778	122	363	330	33	10,0%	1 778
Total Expenditure by Vote	1 495 202	1 319 176	1 319 176	105 145	244 843	241 647	3 196	1,3%	1 319 176

Capital expenditure by Vote

The summarized performance of capital expenditure by vote against the approved service delivery and budget implementation plan for the quarter ended 30 September 2022 is as follows:

DC13 Chris Hani - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q1 First Quarter									
Vote 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								%	
Multi-Year expenditure appropriation									
Vote 01 - Council	-	-	-	-	-	-	-	-	-
Vote 02 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 03 - Budget & Treasury	7 260	60 500	60 500	436	446	14 225	(13 779)	-97%	60 500
Vote 04 - Community Services	-	-	-	-	-	-	-	-	-
Vote 05 - Corporate Services	2 701	-	-	-	-	-	-	-	-
Vote 06 - Planning & Development	0	20 000	20 000	-	0	5 000	(5 000)	-100%	20 000
Vote 07 - Technical Services	73 262	535 235	535 235	85 389	167 358	102 603	64 755	63%	535 235
Vote 08 - Roadworks	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	83 223	615 735	615 735	85 825	167 804	121 828	45 976	38%	615 735

3.4 Other In-Year Budget Statement tables

Further supporting worksheets that contain information such as the Financial Position and the Cash Flow of the municipality can be found under the Appendices section from page 25.

3.5 Monthly summary of Revenue and Expenditure

The year-to-date actual revenue and expenditure for the month varies with the budget and a positive variance was recorded (see below). The reasons for the significant variances are included in paragraph 3.2 above.

DC13 Chris Hani - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

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									
Revenue By Source									
Property rates							-		
Service charges - electricity revenue							-		
Service charges - water revenue	304 388	310 489	310 489	35 875	121 360	77 622	43 738	56%	310 489
Service charges - sanitation revenue	64 717	76 730	76 730	5 724	17 155	19 182	(2 027)	-11%	76 730
Service charges - refuse revenue							-		
Rental of facilities and equipment	-	-	-	-	-	-	-		-
Interest earned - external investments	10 605	40 925	40 925	348	3 205	10 231	(7 027)	-69%	40 925
Interest earned - outstanding debtors	84 185	53 593	53 593	10 935	36 318	13 398	22 920	171%	53 593
Dividends received							-		
Fines, penalties and forfeits	-	94	94	-	-	-	-		94
Licences and permits	60	284	284	7	22	71	(49)	-69%	284
Agency services							-		
Transfers and subsidies	665 921	734 668	734 668	8 047	293 138	183 667	109 471	60%	734 668
Other revenue	830	261 742	261 742	11 098	24 601	65 435	(40 834)	-62%	261 742
Gains	16 881	3 120	3 120	-	-	780	(780)	-100%	3 120
Total Revenue (excluding capital transfers and contributions)	1 147 587	1 481 644	1 481 644	72 034	495 800	370 388	125 413	34%	1 481 644
Expenditure By Type									
Employee related costs	407 269	400 535	400 535	31 670	95 782	75 244	20 538	27%	400 535
Remuneration of councillors	12 426	12 715	12 715	1 044	3 140	3 179	(38)	-1%	12 715
Debt impairment	335 286	227 391	227 391	56 848	56 848	56 848	-		227 391
Depreciation & asset impairment	260 169	180 000	180 000	-	-	45 000	(45 000)	-100%	180 000
Finance charges	2 842	530	530	87	101	11	91	858%	530
Bulk purchases - electricity							-		
Inventory consumed	49 277	43 184	43 184	4 701	4 981	22 103	(17 122)	-77%	43 184
Contracted services	206 128	241 544	241 544	25 932	57 017	8 220	48 797	594%	241 544
Transfers and subsidies	67 078	70 500	70 500	3 434	25 348	-	25 348	0%	70 500
Other expenditure	152 403	142 776	142 776	(18 571)	1 626	31 044	(29 418)	-95%	142 776
Losses	2 324	-	-	-	-	-	-		-
Total Expenditure	1 495 202	1 319 176	1 319 176	105 145	244 843	241 647	3 196	1%	1 319 176
Surplus/(Deficit)	(347 615)	162 468	162 468	(33 111)	250 957	128 740	122 217		162 468

4 Cost Savings Disclosure

The cost containment regulations came into effect on 01 July 2019. The regulations require the municipality to monitor certain categories of expenditure with the objective to contain costs. The municipality is also required to report on the budget and actual expenditure relating to the regulated costs on a regular basis as outlined below:

MEASURES	Original Budget	Quarter 1 Projections	Actual expenditure Q1	Savings / (Over committment)
Use Consultants	36 742 651,00	9 185 662,75	9 418 458,72	(232 795,97)
Travel &Subsistance	5 852 261,00	1 463 065,25	1 099 534,70	363 530,55
Sponsorships,Catering and events	938 488,00	234 622,00	113 600,50	121 021,50
Communication & MARKETING	3 771 879,00	942 969,75	877 094,78	65 874,97
Conferences,meetings and study tours	-			
TOTALS	47 305 279,00	11 826 319,75	11 508 688,70	317 631,05

The municipality has initially identified the above-mentioned expenditure items to be areas where the much-needed cost savings can be made. Items such as security, fuel, repairs and maintenance remain the biggest cost drivers of the contracted services which the municipality is currently struggling to keep at acceptable levels. However, the persistent power outages also negatively contribute to the management of these cost drivers as these load shedding schedules are unpredictable and consume a lot of fuel.

The management remains committed to the cost saving initiatives despite the prevailing challenges and will continue to monitor the performance of the above-mentioned cost drivers.

5. Debtors report

As per supporting table SC3 below.

5.1 Debtors as at 30 September 2022

The total gross debtors outstanding as at 30 September 2022, is **R2 117 billion**, which represents an increase of 2.56% from the previous month.

5.2 Debtors per category as at 30 September 2022

CATEGORY	30-Sep-22	31-Aug-22	MOVEMENT
GOVERNMENT	128 629 625.50	126 923 854.91	-1.33%
BUSINESSES	130 134 748.20	125 961 776.88	-3.21%
HOUSEHOLDS	1 737 383 838.17	1 679 289 655.91	-3.34%
OTHER	121 621 535.55	131 408 784.98	8.05%
TOTAL	2 117 769 747.42	2 063 584 072.68	-2.56%

5.3 Deposits

According to Paragraph 7.4.3 of our Credit Control, Debt Collection and Write-Off policy, "Security deposits either in cash or any other security acceptable to the Municipality will be required, the minimum deposit being the equivalent of amounts fixed from time to time by the Municipality."

The total deposits held for water are:

Service	Current Status
Water	R 33,081.90

5.4 The status of Interest Charged on Arrear Debtors

Interest is calculated from the original due date of the debt, taking any payments into consideration.

All accounts must be paid on the due date as indicated on the account.

With the exception of 100% subsidized indigents, interest on arrears will accrue after due date if the account remains unpaid as at due date, irrespective of the reason for non-payment, unless the Chris Hani District Municipal council deems it inappropriate to charge interest due to specific circumstances that may prevail from time to time.

Interest on overdue accounts will be charged at the prevailing prime bank interest rate.

Interest on arrear debts for the period ending September 2022 is listed below;

Interest per service	Charged Interest - Sept 2022
Total Interest Water	137 476 235.88
Total Interest Basic Water	78 363 098.54
Total Interest Sanitation	53 490 256.80
Grand Total	269 329 591.22

5.5 Cash collection – September 2022

This ratio is based on service charges and does not include sundry debtors and is an indication of the total collections received versus the billings.

MUNICIPALITY NAME	202209						
	WATER	SANITATION	VAT	INDIGENT SUBSIDY	TOTAL	COLLECTION	COLLECTION PERCENTAGE
Enoch Mgijima - Lukhanji(401)	20 047 538.09	2 356 350.62	3 331 723.07	-863 959.47	24 871 652.31	4 361 482.45	17.54
Enoch Mgijima - Molteno & Sterkstroom(402)	1 146 416.59	343 519.32	223 517.61	-37 778.00	1 675 675.52	35 061.46	2.09
Sakhisizwe(405)	1 769 604.56	373 547.98	321 492.67	-110 964.20	2 353 681.01	147 594.32	6.27
Enoch Mgijima - Tarkastad & Hofmeyr(407)	1 665 501.62	315 060.01	296 937.71	-15 123.71	2 262 375.63	13 644.78	0.60
Emalahleni(408)	2 452 944.99	566 884.38	451 929.68	-71 602.70	3 400 156.35	161 580.90	4.75
Engcobo(403)	389 372.80	90 061.50	71 917.52	-2 403.40	548 948.42	92 733.72	16.89
Inxuba Yethemba(404)	7 944 354.71	1 426 996.25	1 404 629.80	-273 560.49	10 502 420.27	169 785.85	1.62
Intsika Yethu(406)	939 481.86	251 414.83	178 629.67	-	1 369 526.36	83 473.59	6.10
TOTALS	36 355 215.22	5 723 834.89	6 280 777.73	-1 375 391.97	46 984 435.87	5 065 357.07	10.78

- There has been an increase in the collection when comparing to the previous month of August 2022. This is due to debt collection activities that were implemented during the month.
- Highest collection rate being Enoch Mgijima (Komani) area at 17.54%, Engcobo at 16.89% and Sakhisizwe at 6.27%, these are municipal areas where the most is collected.
- Least collected were EMLM (Tarkastad & Hofmeyr) area at 0.60%, Inxuba Yethemba and EMLM (Molteno & Sterkstroom) area with 1.62% and 2.09% respectively.

5.6 Meter reading cycle and date of accounts

Meter reading cycle runs from the first to the 15th day of each month and the billing date is the last 2 weeks of the month.

Monthly charges for services were raised from the 26th to the 30th September 2022. Accounts were sent via email to consumers who prefer to receive accounts by email and have provided the municipality with their email addresses. Accounts were also sent via SMS's to consumer where the municipality have contact details.

Accounts are payable immediately on receipt of the account with a final payment date of 17th October 2022. Interest will be charged on debt 30 days and older.

5.7 Number of customers

Number of Accounts:	250 513
Number of Accounts: Active	178 439
Inactive	72 074

5.8 Age analysis of debtors

DC13 Chris Hani - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q1 First Quarter

Description	NT Code	Budget Year 2022/23									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o 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	54 604	185 892	68 002	38 801	63 106	41 670	32 960	1 262 465	1 747 500	1 439 002	-	-
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	8 834	8 189	9 290	6 875	6 998	6 955	6 908	316 078	370 127	343 815	-	-
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	-	-	-	-	-	-	-	-	-	-	-	-
Total By Income Source	2000	63 438	194 081	77 292	45 676	70 104	48 626	39 868	1 578 542	2 117 628	1 782 817	-	-
2021/22 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	3 863	20 780	3 470	2 556	2 848	2 208	1 993	93 985	131 703	103 590	-	-
Commercial	2300	5 962	27 095	3 392	2 842	3 179	2 350	2 359	81 868	129 046	92 597	-	-
Households	2400	53 164	145 392	69 942	39 833	63 713	43 765	35 041	1 385 391	1 836 241	1 567 743	-	-
Other	2500	449	814	488	446	365	303	475	17 298	20 638	18 887	-	-
Total By Customer Group	2600	63 438	194 081	77 292	45 676	70 104	48 626	39 868	1 578 542	2 117 628	1 782 817	-	-

5.9 Status of employees' arrears

Municipal Officials - Owing as at 30 September 2022

List	Account Number	Consumer Name	Total Debt as @ 30 Sept 2022	Arrangements	Cash Payments	Comments
1	40610943	PSX LIBALA	251 731,35	-	3 360,00	Final demand letter was sent on 27/09/2022 . Last paid 2022/09/01.
2	40197633	M NONTENJA	227 602,39	-	400,00	Final demand letter was sent on 27/09/22. Last paid 2022/09/23. A billing query have been lodged.
3	40611217	Z/A KUBONI	181 269,09	-	502,00	The account is paid cash regularly. A billing query have been lodged. The balance have increased due to September 2022 billing.
4	40409495	JULISEN JR	89 464,21	-	-	Final demand letter was sent on 27/09/2022 . Last payment was on the 26/10/2020.
5	40411859	NTOZINI TM (10425)	75 270,13	-	-	Final demand letter was sent on 27/09/2022. To date there has never been payments made on the account.
6	40112425	AJ MAPUZI	67 879,59	500,00	300,00	There is an arrangement in place (Salary stop order) & pays cash monthly. Final demand letter was sent on the 28/09/2022.
7	40102909	SP/F GCINA	64 260,34	-	-	Final demand letter was sent on 27/09/2022. To date there has never been payments made on the account.
8	40416012	PRINSLOO AJ	51 091,92	-	400,00	There is an arrangement in place (Salary stop order) & pays cash some months. Final demand letter was sent on the 29/09/2022.
9	40106448	YB/X DAKUSE	48 777,00	-	-	Final demand letter was sent on 27/09/2022. Last payment was on the 30 Nov 2020.
10	40101694	MS DANYELA	40 643,73	300,00	-	There is an arrangement in place (Salary stop order) and the account is also paid cash on a monthly basis. Final demand letter was sent on the 28/09/2022.
11	40103438	PM/NF MAHLASELA	38 830,58	1 000,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 28/09/2022.
12	40103819	PCK PUKWANA	36 053,15	-	-	Final demand letter was sent on 27/09/2022. Last payment was on the 10 Nov 2020.
13	40103380	LM GENADE	35 566,66	-	-	Final demand letter was sent on 27/09/2022. Last payment was on the 26/09/2017.
14	40408939	SETENI V	34 161,72	-	-	Final demand letter was sent 27/09/2022. Last paid 2022/07/07.
15	40112205	LH BOBELO	32 655,69	1 100,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 29/09/2022.
16	40117280	L/ZP MXABANO	31 198,72	-	-	Final demand letter was sent on 27/09/2022. The salary stop order has been cancelled in September 2021.
17	40605123	CIKO NCEDISWA AGNES	26 680,09	-	-	Final demand letter was sent on 27/09/2022. To date there has never been payments made on the account.
18	40107827	MM NDZINDE	26 305,50	-	-	Final demand letter was sent on 27/09/2022. To date there has never been payments made on the account.
19	40110598	NE DYANTYI	26 305,43	-	-	Final demand letter was sent on 27/09/2022. To date there has never been payments made on the account.
20	40121555	Z/VL MSHUMPELA	22 469,59	500,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 28/09/2022.
21	40118889	YT MANINJWA	17 987,75	-	-	Final demand letter was sent on 27/09/2022. Last paid 04/09/2018.
22	40106696	QK MOHAPI	17 584,17	1 050,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 29/09/2022.
23	40111697	ML MAGQAZA	15 361,15	-	-	Final demand letter was sent on 27/09/2022. The salary stop order has been cancelled in May 2021.
24	40106272	S/OR MBOTSHANE	15 071,56	-	-	Final demand letter was sent on 27/09/2022. Last payment was on the 28/08/2020.
25	40111524	JL JANKIE	14 914,76	1 100,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 29/09/2022.
26	40112450	MAA/A MLUNGWANA	14 773,96	-	-	Final demand letter was sent on 27/09/2022. Last payment was on the 03/07/2021.
27	40116914	N MAGWASHU	14 619,34	500,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 28/09/2022.
28	40609060	VL/F LEROTHOLI	14 207,52	-	1 000,00	Final demand letter was sent on 27/09/2022. Last payment was on the 27/09/2022.
29	40404568	STUURMAN S	13 865,57	-	-	Final demand letter was last sent on 27/09/2022. To date there has never been payments made on the account.
30	40191123	T TELE	12 612,90	1 000,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 28/09/2022.
31	40106083	ES/X SAWU	11 235,66	-	3 000,00	Final demand letter was sent 27/09/2022. The account was last paid 03 Sept 2022.
32	40416091	QATANA TS(10613)	10 979,35	300,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 29/09/2022.
33	40129102	ME/PG STEFANS	10 895,42	-	-	Final demand letter was sent on 27/09/2022. Last payment was on the 24/05/2021.
34	40107532	GG/C VRIES	9 580,92	500,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 29/09/2022.
35	40112333	TP XIPU	8 475,69	400,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 28/09/2022.
36	40104564	BT SIGENU	7 007,81	-	500,00	Final demand letter was sent on 27/09/2022. The account is paid cash regularly.
37	40611804	A MAKONZA	6 435,45	-	-	Final demand letter was sent on 27/09/2022. Last paid 2022/04/06.
38	40236889	XY KWAZA	6 266,65	-	-	Final demand letter was sent on 27/09/2022, last payment was on the 12/12/2020.
39	40401709	K FARAO	5 388,01	500,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 29/09/2022.
40	40106439	TR/GMB RITTLES	4 619,96	-	-	Final demand letter was sent 27/09/2022. The account is paid cash regularly.
41	40610766	BL/PP NGXANGANA	4 463,18	-	1 024,00	Final demand letter was sent 27/09/2022. The account is paid cash regularly.
42	40404575	MAZUNGULA K(10596)	3 890,27	600,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 28/09/2022.
43	40112333	VV MABI	3 488,83	800,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 28/09/2022.
44	40112366	S/Y VELLEEM	3 210,12	-	500,00	Final demand letter were last sent on 27/09/2022. The account is paid cash regularly.
45	40108358	LT MAPOLISA	3 186,52	800,00	-	There is an arrangement in place (Salary stop order). Final demand letter was sent on the 28/09/2022.
46	40611986	X KAVE	3 040,07	-	500,00	The account is paid cash regularly.
47	40410532	MANCAPA D (ATT B ZENZILE 10013	2 847,75	600,00	-	There is an arrangement in place (Salary stop order).
48	40119962	NP MNYENGEZA	2 349,50	-	1 000,00	Final demand letter was sent on the 28/09/2022. The account is paid cash regularly.
49	40611722	NM/B ROBOJI	1 973,21	-	-	The account is paid cash regularly, last paid 2022/07/28.
50	40103172	M/NP KOTO	1 206,85	-	450,00	The account is paid cash regularly.
51	40611692	K MAKHWENKWE	1 043,38	-	600,00	The account is paid cash regularly.
52	40611926	BET MKANZI	910,60	-	-	The account is paid cash regularly, last paid 2022/07/26.
53	40100711	L/S MAPEKULA-BADLA	885,14	-	-	The account is paid cash regularly, last paid 2022/07/26.
54	40610943	P LIBALA	880,42	-	3 360,00	Final demand letter were last sent on 27/09/2022. Last paid 2022/09/01.
55	40610703	L DELUBOM	842,41	300,00	-	There is an arrangement in place (Salary stop order).
56	40611935	N NKQOYI	680,62	-	-	The account is paid cash regularly.
57	40611403	TM/TE NGWENDU	623,07	-	-	The account is paid cash regularly.
58	40103752	A NXUSANI	617,54	-	-	There is an arrangement in place (Salary stop order).
59	40611970	A MCEKA	613,68	-	-	The account is paid cash regularly, last paid 2022/07/27.
60	40106864	L TYHALI	598,85	300,00	-	There is an arrangement in place (Salary stop order).
61	40611949	S MFIKILI	595,56	-	-	The account is paid cash regularly.
62	40612076	NP JADA	411,60	-	-	The account is paid cash regularly.
63	40102639	MM/N SHASHA	411,45	-	350,00	The account is paid cash regularly.
64	40611958	PS/L HLISANI	329,16	-	310,00	The account is paid cash regularly.
65	40603280	T NCOKAZI	305,99	-	200,00	The account is paid cash regularly.
66	40101460	S SOJOLA	239,45	-	300,00	The account is paid cash regularly.
67	40611484	N KHONYASHE	215,57	-	600,00	The account is paid cash regularly.
TOTALS			1 679 961,27	12 150,00	18 656,00	

5.10 Status on councilors' arrears

List	Account Number	Consumer Name	Total Debt as @ 30 Sept 2022	Arrangements	Cash Payments	Comments
1	40418910	VENSKE RW	51 177.10	-	-	Final demand letter will be issued during the month, the credit control unit is busy compiling the letter. To date there has never been payments made.
2	40105440	NN SEPTEMBER-CABA	455.44	200.00	2 950.00	There is an arrangement in place (Salary stop order).
TOTALS			51 632.54	200.00	2 950.00	

5.11 Current Actions

Review of age analysis report for accounts with overdue debt

- Run a full Debtors Age Analysis report on a monthly basis.
- Identify accounts with balances that are 30 days and more overdue.
- Assign responsibility for debt collect action to Credit Control Officer.

Send reminders to identified customers with overdue accounts.

- Send first reminders to customers with accounts with overdue balances as per collection list.
- Send second and final reminder to all customers who did not respond to first reminder.

Initiate restriction / disconnection processes

- Prepare disconnection list of those who have not paid within specified period and forward to Manager for review.
- Forward disconnection list to Technical Services Department for implementation.

Municipal Officials and Councillors

- Revise Payment arrangements to acceptable payment period.
- The credit control unit to send demand letters during the month.
- Enforce salaries deductions to non-responsive customers in terms of the Municipal Code of Conduct and Schedule 1 and 2 of the Municipal Systems Act No. 32 of 2000.

TOP 20 – OWING DEBTORS AS AT 30 SEPTEMBER 2022

List	Account Number	Consumer Name	Total Debt as @ 30 Sept 2022	Reasons
1	40191901	WATER & SANITATION SERVICES	13 727 567.60	Municipal account under investigation.
2	40600171	HEALTH DEPARTMENT	4 915 395.14	Committed to pay current accounts whilst awaiting for additional funding.
3	40703282	TSOLWANA MUNICIPALITY (TARKASTAD)	4 567 704.93	To consult the Municipality on the owing debt. No payments made.
4	40103972	QTN GOLF CLUB	4 556 887.48	Services disconnected, no payment received yet.
5	40610467	L ADANE	4 327 836.17	Account increased due to billing adjustment journal processed during August 2022.
6	40412605	FILLIS MA	4 292 256.06	Account increased due to billing adjustment journal processed during August 2022.
7	40407368	BLOM WH	4 000 581.88	Account under investigation due to abnormal billing.
8	10019742	DEPT PUBLIC WORKS	3 129 751.67	A demand letter will be issued for the arrear debt, disconnection of municipal services will be implemented.
9	40209714	HEWU HOSPITAL	3 036 687.38	Committed to pay current accounts whilst awaiting for additional funding.
10	40703066	TARKASTAD HOSPITAL	2 309 413.53	Committed to pay current accounts whilst awaiting for additional funding.
11	40461188	DEPT.PUBLIC WORKS(CORR SERV)	2 308 720.26	A demand letter will be issued for the arrear debt, disconnection of municipal services will be implemented.
12	40196257	MUNICIPALITY	2 099 020.11	To consult the Municipality on the owing debt.
13	40703106	KILI'S KITCHEN	1 728 092.25	A demand letter will be issued for the arrear debt, disconnection of municipal services will be implemented.
14	40237736	PROVINSIALE HOSPITAAL	1 588 133.84	Committed to pay current accounts whilst awaiting for additional funding.
15	40458126	RIVERSIDE HOME OWNERS ASS	1 385 236.29	A demand letter will be issued for the arrear debt, disconnection of municipal services will be implemented.
16	40194661	LUKHANJI TOWN HALL	1 318 984.17	To consult the Municipality on the owing debt.
17	40102154	B GREEFF	1 204 897.34	Account increased due to billing adjustment journal processed during August 2022.
18	40801019	GLEN GREY HOSPITAL	1 052 185.80	Committed to pay current accounts whilst awaiting for additional funding.
19	40194549	DEPARTEMENT OPENBARE WERKE & G	929 145.41	A demand letter will be issued for the arrear debt, disconnection of municipal services will be implemented.
20	40195972	KOMANI HOSPITAAL	906 779.69	Committed to pay current accounts whilst awaiting for additional funding.
TOTAL			63 385 277.00	

Corrective action been taken:

The other remaining accounts do receive the necessary attention by the credit control section to collect outstanding debt. With the economy steadily re-opening the Revenue Department can actively commence the process of recovering monies from consumers.

During March 2022 the municipality has written off all balances that were taken over from the local municipalities. The Municipality has also written off some debtor's abeyance accounts (Debt from July 2014 to June 2017). The municipality also needs to explore the provisions of Section 103 of the Municipal Systems Act for entering of agreements between the Municipality and employers to deduct municipal services debt.

Status of debt of government departments (State) Debt per service –

September 2022:

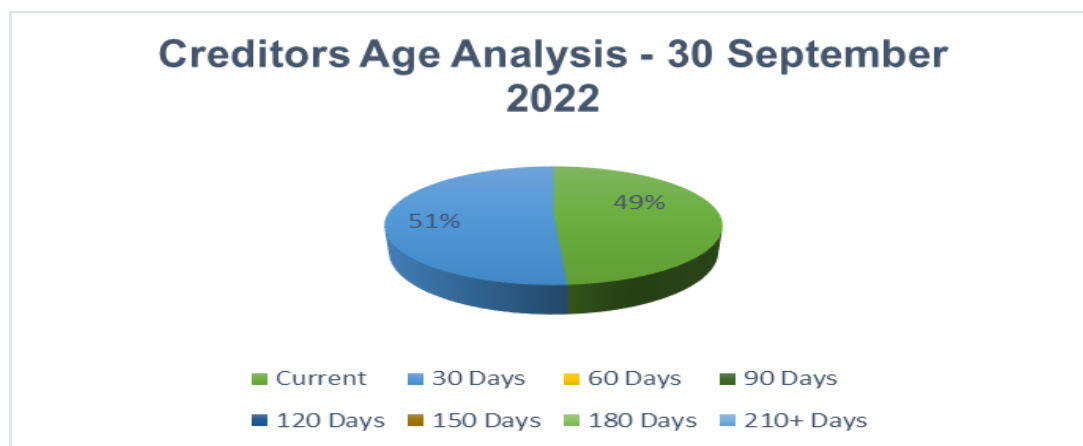
Departments	Water	Sanitation	Other	Grand Total
National	13 472 114.72	965 033.83	-	14 437 148.55
Provincial	34 236 482.61	1 211 681.05	-	35 448 163.66
Municipalities	66 779 279.25	11 965 034.04	-	78 744 313.29
Total	114 487 876.58	14 141 748.92	-	128 629 625.50

6.1 Creditors

As per supporting table SC4 –

DC13 Chris Hani - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q1 First Quarter										
Description	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	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity										-
Bulk Water										-
PAYE deductions										-
VAT (output less input)										-
Pensions / Retirement deductions										-
Loan repayments										-
Trade Creditors	4 522	5 828	-	-	-	-	-	-		10 350
Auditor General										-
Other										-
Total By Customer Type	4 522	5 828	-	-	-	-	-	-	-	10 350

The balance of creditors as at 30 September 2022 amounts to R10.35 million. The creditors consist out of suppliers which are providing services within the municipal area. There are creditors are still outstanding for a period longer than 30 days amounting to R 5.29 million. Reason for creditors being long outstanding is due to cash flow projections.



Below is a list of the top 10 creditors as of 30 September 2022:

Supp-Code	Supp-Name	Current	30 Days	60 Days	90 Days	120 Days	150 Days	180 Days	210+ Days	Total
IN0014	INDELELA CONSULTANTS	-	1 742 801,34	-	-	-	-	-	-	1 742 801,34
Q00141	QUMANCO TRADING	1 551 177,50	-	-	-	-	-	-	-	1 551 177,50
ST0002	STEVELEC ELECTRICAL AND MECHANICAL CONTRACROF	-	1 328 250,00	-	-	-	-	-	-	1 328 250,00
IN0014	INDELELA CONSULTANTS	-	1 168 112,50	-	-	-	-	-	-	1 168 112,50
ST0002	STEVELEC ELECTRICAL AND MECHANICAL CONTRACROF	-	1 049 950,00	-	-	-	-	-	-	1 049 950,00
M36548	METSI WATER SOLUTIONS (PTY) LTD	983 250,00	-	-	-	-	-	-	-	983 250,00
M36548	METSI WATER SOLUTIONS (PTY) LTD	718 397,81	-	-	-	-	-	-	-	718 397,81
D10009	DICLA TRAINING AND PROJECTS (PTY) LTD	608 231,00	-	-	-	-	-	-	-	608 231,00
IN0014	INDELELA CONSULTANTS	605 153,00	-	-	-	-	-	-	-	605 153,00
D10009	DICLA TRAINING AND PROJECTS (PTY) LTD	596 664,25	-	-	-	-	-	-	-	596 664,25
		5 062 873,56	5 289 113,84	-	-	-	-	-	-	10 351 987,40

6.2 Employee Cost Report

EMPLOYEE RELATED COSTS					
SUMMARY FOR 1ST QUARTER					
	BUDGETED	CURRENT MONTH			PERCENTAGE
Jul-22	AMOUNT	EXPENDITURE	YTD MOVEMENT	UNSPENT BUDGET	SPENDING
SENIOR MANAGEMENT	15 179 518,00	990 322,04	990 322,04	14 189 195,96	6,52%
MUNICIPAL STAFF	376 474 767,00	31 224 615,27	31 224 615,27	345 250 151,73	8,29%
REMUNERATION OF COUNCILLORS	12 714 833,00	1 048 676,14	1 048 676,14	11 666 156,86	8,25%
TOTAL EMPLOYEE COST ANALYSIS JULY 2020	404 369 118,00	33 263 613,45	33 263 613,45	371 105 504,55	8,23%
Aug-22	AMOUNT	EXPENDITURE	YTD MOVEMENT	UNSPENT BUDGET	PERCENTAGE
SENIOR MANAGEMENT	15 179 518,00	1 232 102,06	2 222 069,86	197 954 866,42	14,64%
MUNICIPAL STAFF	376 474 767,00	31 202 234,21	62 426 849,48	314 047 917,52	16,58%
REMUNERATION OF COUNCILLORS	12 714 833,00	1 048 227,99	2 096 904,13	10 617 928,87	16,49%
TOTAL EMPLOYEE COST ANALYSIS AUGUST 2020	404 369 118,00	33 482 564,26	66 745 823,47	337 623 294,53	16,51%
Sep-22	AMOUNT	EXPENDITURE	YTD MOVEMENT	UNSPENT BUDGET	PERCENTAGE
SENIOR MANAGEMENT	15 179 518,00	989 617,15	3 212 041,25	11 967 476,75	21,16%
MUNICIPAL STAFF	376 474 767,00	30 946 201,56	93 373 051,04	283 101 715,96	24,80%
REMUNERATION OF COUNCILLORS	12 714 833,00	1 043 583,54	3 140 487,67	9 574 345,33	24,70%
TOTAL EMPLOYEE COST ANALYSIS SEPTEMBER 2022	404 369 118,00	32 979 402,25	99 725 579,96	304 643 538,04	24,66%

The above-mentioned report as per section 66 of the MFMA reflects that the municipality has incurred 24.66% of its total Employee Related Cost budget for the quarter ended 30 September 2022.


Detailed Analysis of the Employee Related Costs as at 30 September 2022

MUNICIPAL STAFF	BUDGETED AMOUNT	CURRENT MONTH EXPENDITURE	YTD Quarterly Projection	YTD MOVEMENT	PERCENTAGE SPENDING
SALARIES ALLOW AND SERV BENEFITS					
SAL & ALL: BASIC SALARY & WAGES	240 858 421,00	21 603 878,25	60 214 605,25	64 507 432,83	26,78%
CONTRACT WORKERS	10 949,00	-	-	-	-
CASUAL LABOUR	251 379,00	60 600,00	62 844,75	155 483,44	61,85%
CELLULAR & TELEPHONE	3 699 180,00	313 162,59	924 795,00	937 653,52	25,35%
HOUSING BENEFITS	1 563 248,00	126 559,61	390 812,00	378 666,83	24,22%
LEAVE PAY	184 990,00	-	-	-	-
CONTR TO LEAVE FUND	3 373 241,00	32 036,40	843 310,25	396 373,50	11,75%
TRAVEL OR MOTOR VEHICLE	24 395 363,00	2 109 463,73	6 098 840,75	6 338 294,04	25,98%
OVERTIME - NON STRUCTURED	13 550 854,00	867 316,56	3 387 713,50	2 364 627,68	17,45%
ANNUAL BONUS	18 818 093,00	16 248,65	4 704 523,25	184 314,77	0,98%
LONG SERVICE AWARD	3 803 763,00	169 376,49	950 940,75	1 162 821,84	30,57%
SCARCITY ALLOWANCE	-	-	-	-	-
SPECIAL ALLOW	684 053,00	66 145,47	171 013,25	194 616,77	28,45%
ENTERTAINMENT	-	-	-	-	-
SUB TOTAL : MS - SAL ALLOW & SERV BENEF	311 193 534,00	25 364 787,75	77 749 398,75	76 620 285,22	24,62%
MS - CO CONTRIBUTIONS					
CO CONTR - BARGAINING COUNCIL	104 582,00	8 445,60	26 145,50	25 282,80	24,18%
CO CONTR - GROUP LIFE INSURANCE	2 154 867,00	183 627,22	538 716,75	550 299,90	25,54%
CO CONTR - MEDICAL	19 273 094,00	1 563 552,62	4 818 273,50	4 705 597,56	24,42%
CO CONTR - PENSION	38 997 179,00	3 416 511,79	9 749 294,75	10 240 148,80	26,26%
CO CONTR - UNEMPLOYMENT INSUR FUND	1 857 934,00	143 512,75	464 483,50	428 372,38	23,06%
SKILLS DEVELOPMENT FUND LEVY	2 893 577,00	265 763,83	723 394,25	803 064,38	27,75%
SUB TOTAL : MS - SOCIAL CONTRIBUTIONS	65 281 233,00	5 581 413,81	16 320 308,25	16 752 765,82	25,66%
TOTAL : MUNICIPAL STAFF	376 474 767,00	30 946 201,56	94 069 707,00	93 373 051,04	24,80%

The detailed employee related cost report as at 30 September 2022 reflects an overall spending of 24.80% which is in line with the budget. However, cost drivers such as overtime and standby will need to be closely monitored on monthly basis by the management to avoid overspending in these costs.

The total budgeted costs for EPWP funded from grants from 1 July 2022 until 30 June 2023 is amounting to R 3 600 000 and the prescribed schedule SC8 which contains further details including remuneration of Councillors is also completed and can be found at the appendices section of this report.

7. Investments

 CHRIS HANI DISTRICT MUNICIPALITY SUSTAINING GROWTH THROUGH OUR PEOPLE Chris Hani District Municipality Investment Register - Detailed Financial Year : 2022/2023													
SEPTEMBER													
Account Name	Banking Institution	Term	Rate	Amount Invested	Investment Date	Maturity Date	Account Number	Opening Balance	Contribution to Investment from Operating Account	Interest Received	Sub Total	Withdrawal from Investment to Cheque Acc 62002510693	Closing Balance
Equitable share	FNB	Call Account	6.00%				620-044-594-01	R 5,376,323.53	R16,601,439.22	R11,046.64	R 21,988,809.39	R 13,541,132.27	R 8,447,677.12
Mig	FNB	Call Account	6.00%				621-079-397-84	R 13,198,514.66	R51,292,646.53	R13,506.07	R 64,504,667.26	R31,901,913.50	R 32,602,753.76
Wsig	FNB	Call Account	6.00%				621-079-365-32	R 22,535,237.96	R30,000,000.00	R81,480.68	R 52,616,718.64	R 5,292,478.99	R 47,324,239.65
Rams	FNB	Call Account	6.00%				621-079-385-38	R 2,496,194.73	R750,126.80	R9,651.69	R 3,255,973.22	R 1,500,253.60	R 1,755,719.62
Capital Replacement Reserves	FNB	Call Account	6.00%				621-906-525-21	R 61,032,737.96	R70,838,966.51	R193,573.92	R 132,065,278.39	R 73,392,190.63	R 58,673,087.76
Rbig	FNB	Call Account	6.00%				628-684-674-18	R 23,989,179.82	R50,000,000.00	R90,180.13	R 74,079,359.95	R35,696,905.94	R 38,382,454.01
Edwp	FNB	Call Account	6.00%				622-684-609-63	R 560.19	R700.00	R2.84	R 1,263.03		R 1,263.03
Mdrg	FNB	Call Account	6.00%				628-969-752-01	R 1,650,478.93		R6,714.96	R 1,657,193.89		R 1,657,193.89
Investment	FNB	Fixed deposit	6.20%	R 50,000,000.00	19/08/2022	20/09/2022	762-010-007-43	R 50,000,000.00		R263,287.67	R 50,263,287.67	R50,263,287.67	R 0.00
Investment	FNB	Fixed deposit	6.33%	R 50,000,000.00	19/08/2022	20/10/2022	762-010-008-00	R 50,000,000.00			R 50,000,000.00		R 50,000,000.00
Investment	Standard bank	Fixed deposit	6.50%	R 30,000,000.00	19/08/2022	20/09/2022		R 30,000,000.00		R80,161.72	R 30,080,161.72	R30,080,161.72	R 0.00
Investment	Standard bank	Fixed deposit	6.50%	R 50,000,000.00	19/08/2022	20/09/2022		R 50,000,000.00		R133,602.87	R 50,133,602.87	R50,133,602.87	R 0.00
Investment	Standard bank	Fixed deposit	6.60%	R 50,000,000.00	19/08/2022	20/10/2022	388507373-018	R 50,000,000.00			R 50,000,000.00		R 50,000,000.00
TOTALS								R 349,279,227.78	R 219,483,879.06	R 883,209.19	R 580,646,316.03	R 291,801,927.19	R 288,844,388.84

During the month of 30 September 2022, the bank reflects the sub total amount of R 580,646,316.03 that include interest earned of R 883,209.19. The total amount reflected in the Chris Hani District Municipality accounts as of 30 September 2022 as a closing balance R 288,844,388.84.

An amount of R230 million was invested by the municipality with different interest rate and the maturity date will be end September 2022 that amount to R130 million and R100 million will be end October 2022. The closing balance includes the interest earned and withdrawals made on the account's investment.

8. Allocation, grant receipts and expenditure

The grants register reflects the grants performance as at 30 September 2022.

GRANT EXPENDITURE AS AT 30 SEPTEMBER 2022					
GRANT NAME	ALLOCATION AS PER DORA	RECEIPTS AS PER PAYMENT SCHEDULE	BUDGET	EXPENDITURE	% SPENT AS PER BUDGET ALLOCATION
MIG Capital	258 328 450	168 985 050	258 328 450	122 110 235,53	47%
MIG Operating	72 122 550	8 893 950	72 122 550	29 058 706	40%
WSIG Cap	60 000 000	30 925 000	60 000 000	5 833 887	10%
WSIG Oper	-	-	-	6 947 427	
RBIG	216 907 000	65 038 000	216 907 000	39 413 933	18%
Rural Roads	3 455 000	2 418 000	3 455 000	750 127	22%
EPWP	3 630 000	908 000	3 630 000	819 753	23%
FMG	1 000 000	1 000 000	1 000 000	323 270	32%
TOTAL	615 443 000	278 168 000	615 443 000	205 257 339	33%

A notable underperformance in WSIG and RBIG has been recorded as at end of quarter 1 and the executive management has met with related stakeholders as an intervention mechanism. It is expected that the performance of the above-mentioned grants will improve in the second reporting quarter.

However, the MIG performance has exceeded expectations and will be closely monitored on weekly basis to avoid over commitment which might lead into unauthorised expenditure.

9. Variances to the Service Delivery and Budget Implementation Plan

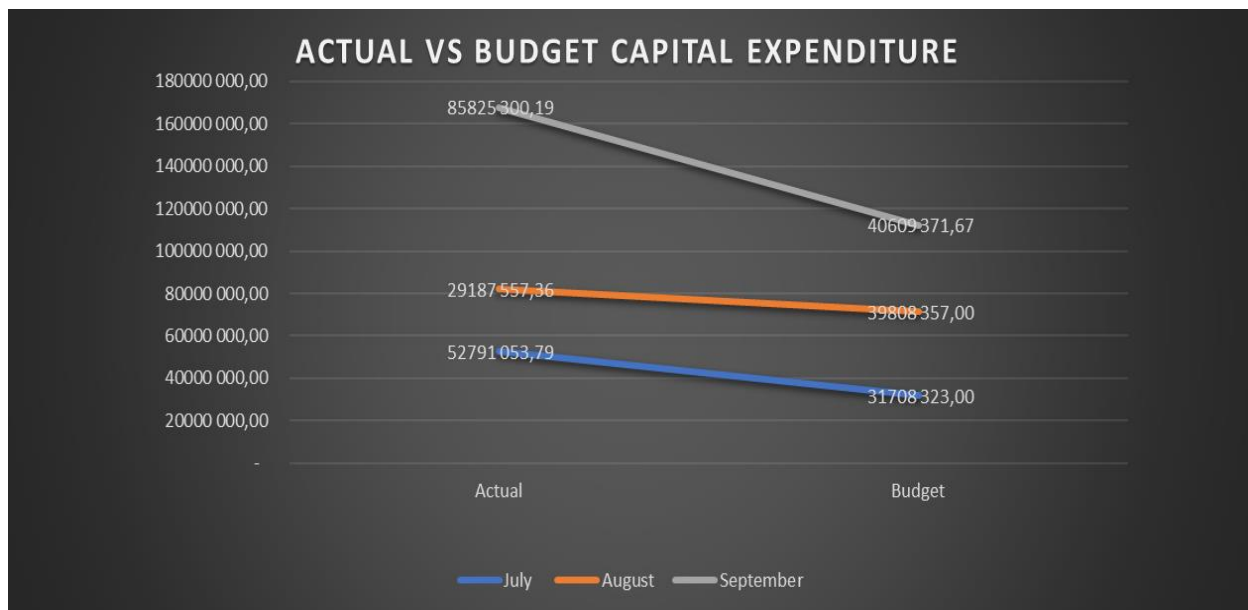
Capital Expenditure for the month ended 30 September 2022 is R168 million. This pushed the overall capital performance to 27% of the Capital Budget. As mentioned in paragraph 8 above, intervention mechanisms have already been put in place to ensure full spending at year-end.

10. Capital Expenditure Performance

Refer to S71 report for SC 12 and detail of a capital summary per directorate and per funding source.

The total actual expenditure-to-date compared to the Capital Budget reflects the following information which is also highlighted in the graph below:

Budget	R615 735 450
Actual Spending	R167 803 911
Percentage Spent	27%



The Capital Expenditure incurred for the month of September was R86 million. This performance has pushed the year-to-date Capital Expenditure to an over performance by 38% and this is mainly due the MIG performance. Almost the whole capital expenditure (i.e. 99.73%) that has been incurred is on Technical Services Department which is funded by National Grants. Refer to paragraph 8 above for further details.

11. Supply Chain Management report

Below is a table that summarizes the Supply Chain Management process in terms of quotations and bids against the capital expenditure:

SUMMARY: QUOTATIONS		30 SEPTEMBER 2022		TOTAL	
DAY TO DAY QUOTATIONS		R210 554.58		R 210 554.58	
FORMAL QUOTATIONS		R1 855 566.27		R 1 855 566.27	
TOTAL QUOTATIONS		R2 066 120.85		R2 066 120.85	
BIDDING PROCESS	Total Adjustment Budget	Bids Awarded vs Capital Budget	Capital Spending Year-To-Date	Committed Amount	Orders Issued
Bids awarded	0	0	0	0	0
Bids in the process	0	0	0	0	0
Bids behind schedule	0	0	0	0	0
Bids cancelled or removed from adjusted budget	0	0	0	0	0
Bids to be awarded	0	0	0	0	0

There are four tenders that were advertised in July 2022. The BEC is still busy evaluating them. BAC will consider BEC reports as soon as it receives information.

12. Bank reconciliation

The bank reconciliation for 30 September 2022 has been completed.

Cash book and bank balances are as follows:

Bank balance as of 30 September 2022	Call Account	Water Account	Equitable Share	CRR	Total
Cash Book Balance	R163,239,392.88	R 771,077.69	R 8,447,677.12	R 58,673,087.76	R231,131,235.45
Bank Statement Balance	592,627.63	R1,141,693.38	R8,447,677.12	R58,673,087.76	R 68,855,085.89
Bank balance as of 30 September 2022	CALL NT/ WSIG	PROV/ RAMS	RBIG	Total	
Cash Book Balance	R47,324,239.65	R1,755,719.62	R38,382,454.01	R87,462,413.28	
Bank Statement Balance	R47,324,239.65	R1,755,719.62	R38,382,454.01	R87,462,413.28	
Bank balance as of 30 September 2022	EPWP	INFRA/ MIG	MDRG	Total	
Cash Book Balance	R1,263.03	R32,602,753.81	R1,657,193.89	R34,261,210.73	
Bank Statement Balance	R1,263.03	R32,602,753.81	R1,657,193.89	R34,261,210.73	
Total					
Cash Book	R352 854 859,46			Difference	R162 276 149,56
Bank Statement	R190 578 709,90				

The above table reflect the Cashbook balance of R 352,854,859.46 and a Bank Statement balance of R190,578,709.90. The variance of R 162,276,149.56 is caused by error identified in the cashbook and the cash and bank section is investigating the error and due to time constraints, this will be dealt with in the bank reconciliation of October 2022.

13. Municipal Manager quality certification

The signed quality certificate as required in terms of the Budget and Reporting Regulations for the budget statement is attached.

14. Recommendations

1. That the report in terms of section 11(4)(a), 52(d), 54(1)(f) and 66 of the MFMA report be noted by the Mayoral Committee;
2. That Mayoral Committee takes note that the municipality achieved 27% overall spending of its capital budget.

- 3. That Mayoral Committee takes note of the signed quality certificate for the budget statement and
- 4. That Mayoral Committee takes note of the schedule C statement tables on pages 23 to 30 below.

15. Approval of the report

.....
P. MNGENI
DEPUTY DIRECTOR: BUDGET & PLANNING

.....
DATE

.....
C. MAPEYI
CHIEF FINANCIAL OFFICER

.....
DATE

16 Appendices

DC13 Chris Hani - Table C1 Monthly Budget Statement Summary - Q1 First Quarter

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	369 105	387 219	387 219	41 599	138 516	(1 124)	139 640	-12425%	387 219
Investment revenue	10 605	40 925	40 925	348	3 205	2 118	1 086	51%	40 925
Transfers and subsidies	665 921	734 668	734 668	8 047	293 138	960	292 178	30435%	734 668
Other own revenue	101 956	318 832	318 832	22 041	60 942	118 321	(57 380)	-48%	318 832
Total Revenue (excluding capital transfers and contributions)	1 147 587	1 481 644	1 481 644	72 034	495 800	120 276	375 525	312%	1 481 644
Employee costs	407 269	400 535	400 535	31 670	95 782	75 244	20 538	27%	400 535
Remuneration of Councillors	12 426	12 715	12 715	1 044	3 140	3 179	(38)	-1%	12 715
Depreciation & asset impairment	260 169	180 000	180 000	-	-	45 000	(45 000)	-100%	180 000
Finance charges	2 842	530	530	87	101	11	91	858%	530
Inventory consumed and bulk purchases	49 277	43 184	43 184	4 701	4 981	22 103	(17 122)	-77%	43 184
Transfers and subsidies	67 078	70 500	70 500	3 434	25 348	-	25 348	#DIV/0!	70 500
Other expenditure	696 140	611 711	611 711	64 209	115 491	96 111	19 380	20%	611 711
Total Expenditure	1 495 202	1 319 176	1 319 176	105 145	244 843	241 647	3 196	1%	1 319 176
Surplus/(Deficit)	(347 615)	162 468	162 468	(33 111)	250 957	(121 372)	372 329	-307%	162 468
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	598 031	535 235	535 235	85 389	167 358	135 009	32 349	24%	535 235
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	250 415	697 703	697 703	52 278	418 315	13 637	404 678	2967%	697 703
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	250 415	697 703	697 703	52 278	418 315	13 637	404 678	2967%	697 703
Capital expenditure & funds sources									
Capital expenditure	83 223	615 735	615 735	85 825	167 804	121 828	45 976	38%	615 735
Capital transfers recognised	73 262	535 235	535 235	85 389	167 358	102 603	64 755	63%	535 235
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	9 961	80 500	80 500	436	446	19 225	(18 779)	-98%	80 500
Total sources of capital funds	83 223	615 735	615 735	85 825	167 804	121 828	45 976	38%	615 735
Financial position									
Total current assets	1 635 336	2 449 708	2 449 708		1 699 075				2 449 708
Total non current assets	4 937 624	4 676 151	4 676 151		5 105 410				4 676 151
Total current liabilities	1 569 885	1 621 429	1 621 429		1 382 789				1 621 429
Total non current liabilities	72 366	134 732	134 732		72 366				134 732
Community wealth/Equity	3 790 744	5 369 798	5 369 698		5 349 330				5 369 698
Cash flows									
Net cash from (used) operating	468 605	932 216	932 216	25 212	350 399	233 054	(117 345)	-50%	932 216
Net cash from (used) investing	(82 888)	(612 968)	(612 615)	(85 825)	(167 452)	(153 154)	14 298	-9%	(612 615)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	556 938	631 521	631 874	-	409 845	392 173	(17 671)	-5%	546 498
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	63 438	194 081	77 292	45 676	70 104	48 626	39 868	1 578 542	2 117 628
Creditors Age Analysis									
Total Creditors	30 399	2 150	7	-	-	-	-	-	32 556

DC13 Chris Hani - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

Description	Ref	Budget Year 2022/23								
		2021/22 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>		699 527	1 016 328	1 016 328	22 588	320 000	121 285	198 716	164%	1 016 328
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		699 527	1 016 328	1 016 328	22 588	320 000	121 285	198 716	164%	1 016 328
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		656 995	613 333	613 333	93 237	204 642	135 123	69 519	51%	613 333
Planning and development		656 288	612 192	612 192	93 188	204 543	135 109	69 433	51%	612 192
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		707	1 141	1 141	48	99	14	85	607%	1 141
<i>Trading services</i>		389 095	387 219	387 219	41 599	138 516	(1 124)	139 640	-12425%	387 219
Energy sources		-	-	-	-	-	-	-	-	-
Water management		304 388	310 489	310 489	35 875	121 360	(609)	121 969	-20037%	310 489
Waste water management		84 707	76 730	76 730	5 724	17 155	(515)	17 671	-3430%	76 730
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	1 745 618	2 016 880	2 016 880	157 423	663 158	255 285	407 874	160%	2 016 880
Expenditure - Functional										
<i>Governance and administration</i>		411 062	369 940	369 940	3 652	57 954	46 818	11 136	24%	369 940
Executive and council		69 511	83 380	83 380	3 549	18 854	10 118	8 736	86%	83 380
Finance and administration		337 672	282 234	282 234	(174)	38 329	35 956	2 373	7%	282 234
Internal audit		3 879	4 326	4 326	278	771	743	28	4%	4 326
<i>Community and public safety</i>		22 042	25 998	25 998	1 604	4 554	5 796	(1 241)	-21%	25 998
Community and social services		14 982	16 678	16 678	1 158	3 171	3 926	(756)	-19%	16 678
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		5 844	6 516	6 516	370	1 164	1 209	(45)	-4%	6 516
Housing		-	-	-	-	-	-	-	-	-
Health		1 217	2 804	2 804	76	220	660	(440)	-67%	2 804
<i>Economic and environmental services</i>		176 268	118 411	118 411	9 159	33 052	15 682	17 369	111%	118 411
Planning and development		141 938	84 383	84 383	6 466	24 907	9 353	15 554	166%	84 383
Road transport		1 636	1 778	1 778	122	363	330	33	10%	1 778
Environmental protection		32 694	32 250	32 250	2 571	7 782	5 999	1 782	30%	32 250
<i>Trading services</i>		885 830	804 827	804 827	90 731	149 283	173 352	(24 069)	-14%	804 827
Energy sources		-	-	-	-	-	-	-	-	-
Water management		829 177	703 919	703 919	86 928	129 922	160 319	(30 397)	-19%	703 919
Waste water management		56 653	100 908	100 908	3 803	19 361	13 033	6 328	49%	100 908
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	1 495 202	1 319 176	1 319 176	105 145	244 843	241 647	3 196	1%	1 319 176
Surplus/ (Deficit) for the year		250 415	697 703	697 703	52 278	418 315	13 637	404 678	2967%	697 703

DC13 Chris Hani - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q1 First Quarter

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>Municipal governance and administration</i>		699 527	1 016 328	1 016 328	22 588	320 000	121 285	198 716	164%	1 016 328
Executive and council		-	-	-	-	-	-	-		-
Finance and administration		699 527	1 016 328	1 016 328	22 588	320 000	121 285	198 716	0	1 016 328
<i>Finance</i>		697 506	1 014 839	1 014 839	22 487	319 686	121 283	198 403	0	1 014 839
<i>Human Resources</i>		2 021	1 488	1 488	101	314	2	312	0	1 488
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		-	-	-	-	-	-	-		-
Community and social services		-	-	-	-	-	-	-		-
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
Economic and environmental services		656 995	613 333	613 333	93 237	204 642	135 123	69 519	0	613 333
Planning and development		656 288	612 192	612 192	93 188	204 543	135 109	69 433	0	612 192
<i>Economic Development/Planning</i>		1 293	980	980	79	144	1	142	0	980
<i>Project Management Unit</i>		654 995	611 212	611 212	93 109	204 399	135 108	69 291	0	611 212
Road transport		-	-	-	-	-	-	-		-
Environmental protection		707	1 141	1 141	48	99	14	85	0	1 141
<i>Biodiversity and Landscape</i>		707	1 141	1 141	48	99	14	85	0	1 141
Trading services		389 095	387 219	387 219	41 599	138 516	(1 124)	139 640	(0)	387 219
Energy sources		-	-	-	-	-	-	-		-
Water management		304 388	310 489	310 489	35 875	121 360	(609)	121 969	(0)	310 489
<i>Water Distribution</i>		304 388	310 489	310 489	35 875	121 360	(609)	121 969	(0)	310 489
<i>Water Storage</i>		-	-	-	-	-	-	-		-
Waste water management		84 707	76 730	76 730	5 724	17 155	(515)	17 671	(0)	76 730
<i>Sewerage</i>		84 707	76 730	76 730	5 724	17 155	(515)	17 671	(0)	76 730
Waste management		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-		-
Total Revenue - Functional	2	1 745 618	2 016 880	2 016 880	157 423	663 158	255 285	407 874	0	2 016 880

DC13 Chris Hani - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	Budget Year 2022/23								
		2021/22 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		304 388	310 489	310 489	35 875	121 360	(609)	121 969	-20037%	310 489
Service charges - sanitation revenue		64 717	76 730	76 730	5 724	17 155	(515)	17 671	-3430%	76 730
Service charges - refuse revenue										
Rental of facilities and equipment		-	-	-	-	-	-	-		-
Interest earned - external investments		10 605	40 925	40 925	348	3 205	2 118	1 086	51%	40 925
Interest earned - outstanding debtors		84 185	53 593	53 593	10 935	36 318	13 398	22 920	171%	53 593
Dividends received										
Fines, penalties and forfeits		-	94	94	-	-	-	-		94
Licences and permits		60	284	284	7	22	13	10	74%	284
Agency services										
Transfers and subsidies		665 921	734 668	734 668	8 047	293 138	960	292 178	30435%	734 668
Other revenue		830	261 742	261 742	11 098	24 601	104 130	(79 529)	-76%	261 742
Gains		16 881	3 120	3 120	-	-	780	(780)	-100%	3 120
Total Revenue (excluding capital transfers and contributions)		1 147 587	1 481 644	1 481 644	72 034	495 800	120 276	375 525	312%	1 481 644
Expenditure By Type										
Employee related costs		407 269	400 535	400 535	31 670	95 782	75 244	20 538	27%	400 535
Remuneration of councillors		12 426	12 715	12 715	1 044	3 140	3 179	(38)	-1%	12 715
Debt impairment		335 286	227 391	227 391	56 848	56 848	56 848	-		227 391
Depreciation & asset impairment		260 169	180 000	180 000	-	-	45 000	(45 000)	-100%	180 000
Finance charges		2 842	530	530	87	101	11	91	858%	530
Bulk purchases - electricity										
Inventory consumed		49 277	43 184	43 184	4 701	4 981	22 103	(17 122)	-77%	43 184
Contracted services		206 128	241 544	241 544	25 932	57 017	8 220	48 797	594%	241 544
Transfers and subsidies		67 078	70 500	70 500	3 434	25 348	-	25 348	#DIV/0!	70 500
Other expenditure		152 403	142 776	142 776	(18 571)	1 626	31 044	(29 418)	-95%	142 776
Losses		2 324	-	-	-	-	-	-		-
Total Expenditure		1 495 202	1 319 176	1 319 176	105 145	244 843	241 647	3 196	1%	1 319 176
Surplus/(Deficit)		(347 615)	162 468	162 468	(33 111)	250 957	(121 372)	372 329	(0)	162 468
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		598 031	535 235	535 235	85 389	167 358	135 009	32 349	0	535 235
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		250 415	697 703	697 703	52 278	418 315	13 637			697 703
Taxation										
Surplus/(Deficit) after taxation		250 415	697 703	697 703	52 278	418 315	13 637			697 703
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		250 415	697 703	697 703	52 278	418 315	13 637			697 703
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		250 415	697 703	697 703	52 278	418 315	13 637			697 703

DC13 Chris Hani - Table C6 Monthly Budget Statement - Financial Position - Q1 First Quarter

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		110 445	271 151	271 151	96 591	271 151
Call investment deposits		250 831	41 122	41 122	188 844	41 122
Consumer debtors		455 501	846 259	846 259	581 512	846 259
Other debtors		797 847	1 262 297	1 262 297	811 417	1 262 297
Current portion of long-term receivables		(207)	-	-	(207)	-
Inventory		20 918	28 878	28 878	20 918	28 878
Total current assets		1 635 336	2 449 708	2 449 708	1 699 075	2 449 708
Non current assets						
Long-term receivables		352	-	-	352	-
Investments						
Investment property						
Investments in Associate		1 500	1 500	1 500	1 500	1 500
Property, plant and equipment		4 935 653	4 673 161	4 673 161	5 103 439	4 673 161
Biological						
Intangible		119	1 490	1 490	119	1 490
Other non-current assets						
Total non current assets		4 937 624	4 676 151	4 676 151	5 105 410	4 676 151
TOTAL ASSETS		6 572 960	7 125 859	7 125 859	6 804 486	7 125 859
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	2 215	2 215	-	2 215
Consumer deposits		772	778	778	805	778
Trade and other payables		1 482 141	1 530 275	1 530 275	1 295 012	1 530 275
Provisions		86 972	88 161	88 161	86 972	88 161
Total current liabilities		1 569 885	1 621 429	1 621 429	1 382 789	1 621 429
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		72 366	134 732	134 732	72 366	134 732
Total non current liabilities		72 366	134 732	134 732	72 366	134 732
TOTAL LIABILITIES		1 642 251	1 756 161	1 756 161	1 455 155	1 756 161
NET ASSETS	2	4 930 709	5 369 698	5 369 698	5 349 330	5 369 698
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1 100 683	5 369 798	5 369 698	2 659 269	5 369 698
Reserves		2 690 061	-	-	2 690 061	-
TOTAL COMMUNITY WEALTH/EQUITY	2	3 790 744	5 369 798	5 369 698	5 349 330	5 369 698

DC13 Chris Hani - Table C7 Monthly Budget Statement - Cash Flow - Q1 First Quarter

Description	Ref	Budget Year 2022/23								
		2021/22 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		96 141	271 053	271 053	5 065	11 658	67 763	(56 105)	-83%	271 053
Other revenue		203 366	262 119	262 119	11 106	24 623	65 530	(40 906)	-62%	262 119
Transfers and Subsidies - Operational		459 193	734 668	734 668	101	259 666	183 667	75 999	41%	734 668
Transfers and Subsidies - Capital		632 611	535 235	535 235	88 256	273 842	133 809	140 033	105%	535 235
Interest		10 594	40 925	40 925	348	3 205	10 231	(7 027)	-69%	40 925
Dividends								-		
Payments										
Suppliers and employees		(865 512)	(840 755)	(840 755)	(76 142)	(197 146)	(210 189)	(13 042)	6%	(840 755)
Finance charges		(125)	(530)	(530)	(87)	(101)	(133)	(31)	24%	(530)
Transfers and Grants		(67 663)	(70 500)	(70 500)	(3 434)	(25 348)	(17 625)	7 723	-44%	(70 500)
NET CASH FROM/(USED) OPERATING ACTIVITIES		468 605	932 216	932 216	25 212	350 399	233 054	(117 345)	-50%	932 216
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		317	3 120	3 120	-	-	780	(780)	-100%	3 120
Decrease (increase) in non-current receivables		-	(352)	-	-	352	-	352	#DIV/0!	-
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		(83 205)	(615 735)	(615 735)	(85 825)	(167 804)	(153 934)	13 870	-9%	(615 735)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(82 888)	(612 968)	(612 615)	(85 825)	(167 452)	(153 154)	14 298	-9%	(612 615)
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		385 717	319 248	319 601	(60 613)	182 947	79 900			319 601
Cash/cash equivalents at beginning:		171 221	312 273	312 273	58 538	226 897	312 273			226 897
Cash/cash equivalents at month/year end:		556 938	631 521	631 874		409 845	392 173			546 498

DC13 Chris Hani - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q1 First Quarter

Summary of Employee and Councillor remuneration	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		9 319	9 481	9 481	781	2 352	2 370	(19)	-1%	9 481
Pension and UIF Contributions		-	-	-	-	-	-	-		-
Medical Aid Contributions		-	-	-	-	-	-	-		-
Motor Vehicle Allowance		1 568	1 605	1 605	136	408	401	7	2%	1 605
Cellphone Allowance		771	741	741	58	173	185	(12)	-6%	741
Housing Allowances		-	-	-	-	-	-	-		-
Other benefits and allowances		769	888	888	69	207	222	(15)	-7%	888
Sub Total - Councillors		12 426	12 715	12 715	1 044	3 140	3 179	(38)	-1%	12 715
% increase	4		2,3%	2,3%						2,3%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		8 168	8 683	8 683	590	1 779	1 609	170	11%	8 683
Pension and UIF Contributions		1 040	1 113	1 113	69	210	206	3	2%	1 113
Medical Aid Contributions		219	201	201	11	34	37	(3)	-9%	201
Overtime		-	-	-	-	-	-	-		-
Performance Bonus		2 528	867	867	-	-	161	(161)	-100%	867
Motor Vehicle Allowance		3 174	3 339	3 339	246	729	619	110	18%	3 339
Cellphone Allowance		297	315	315	22	66	58	8	14%	315
Housing Allowances		40	64	64	-	-	12	(12)	-100%	64
Other benefits and allowances		576	598	598	51	152	111	41	37%	598
Payments in lieu of leave		-	-	-	-	242	-	242	#DIV/0!	-
Long service awards		-	-	-	-	-	-	-		-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality		16 041	15 180	15 180	990	3 212	2 813	399	14%	15 180
% increase	4		-5,4%	-5,4%						-5,4%
Other Municipal Staff										
Basic Salaries and Wages		245 934	241 121	241 121	21 664	64 663	45 412	19 250	42%	241 121
Pension and UIF Contributions		38 842	40 855	40 855	3 560	10 669	7 711	2 958	38%	40 855
Medical Aid Contributions		18 047	19 273	19 273	1 564	4 706	3 640	1 066	29%	19 273
Overtime		13 206	13 551	13 551	867	2 365	2 511	(146)	-6%	13 551
Performance Bonus		18 201	18 818	18 818	16	184	3 548	(3 364)	-95%	18 818
Motor Vehicle Allowance		23 700	24 395	24 395	2 109	6 338	4 532	1 807	40%	24 395
Cellphone Allowance		3 558	3 699	3 699	313	938	686	251	37%	3 699
Housing Allowances		1 450	1 563	1 563	127	379	292	86	30%	1 563
Other benefits and allowances		2 692	2 944	2 944	258	770	553	217	39%	2 944
Payments in lieu of leave		7 965	3 558	3 558	32	396	659	(263)	-40%	3 558
Long service awards		5 260	3 804	3 804	169	1 163	705	458	65%	3 804
Post-retirement benefit obligations	2	12 372	11 775	11 775	-	-	2 182	(2 182)	-100%	11 775
Sub Total - Other Municipal Staff		391 228	385 356	385 356	30 680	92 570	72 431	20 139	28%	385 356
% increase	4		-1,5%	-1,5%						-1,5%
Total Parent Municipality		419 695	413 250	413 250	32 714	98 923	78 423	20 500	26%	413 250