

PHUMELELA

MASIPALA MUNICIPALITY MUNISIPALITEIT



FINANCE DEPARTMENT

Mid-Year Budget and Performance Report (Section 72) 2023/2024

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Glossary

Adjustment Budget- Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its Annual Budget during the year.
Allocations – Money received from Provincial or National Government or other municipalities
Budget - The financial plan of the municipality
Budget Related Policy – Policy of a municipality affecting or affected by the budget, such as the tariffs policy, rates policy and credit control and debt collection policy
Capital Expenditure – Spending on assets such as land, buildings and machinery. Any capital expenditure must be as an asset or work in progress on the Municipality's balance sheet
Cash Flow Statement- A statement showing when actual cash is received and spent by the municipality. Cash payments do not always coincide with budgeted expenditure timings, For example, when an invoice is received by the Municipality it scores as expenditure in the month it is received, even though it may not be paid in the same period.
DORA – Division of Revenue Act. Annual piece of legislation that shows the amount of allocations from National government.
Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.
MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.
Operating Expenditure – Spending on the day to day expenses of the Municipality such as salaries, repairs, etc.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed Plan comprising quarterly performance targets and Monthly budget estimates
Special Adjustment Budget - An adjustment budget prescribed by National Treasury in order to enforce funding requirements in line with section 18 of the MFMA
Vote - One of the main segments into which a budget is divided, usually at directorate/ department level

CHAPTER 1 – INTRODUCTION

1.1 INTRODUCTION

In terms of Section 72(1) (a) and 54(1) (f) of the Local Government Municipal Finance Management Act No. 56 of 2003 (MFMA) the Accounting Officer must by 25 January of each year assess the performance of the municipality during the first half of the financial year. A report on such assessment must in terms of Section 72(1) (b) of the MFMA be submitted to the Mayor, Provincial Treasury and National Treasury.

Once the Mayor has considered the report, he must submit the report to Council by 31 January in terms of Section 54 of the MFMA.

The mid-year performance reports and supporting tables of Phumelela Local Municipality, prepared in accordance with MFMA Circular 13 and the Municipal Budget and Reporting Regulations, to illustrate the performance in graphical and tabular format as said in Chapter 3.

During the first six months we worked with a total staff compliment of 267 in which 85 are females and 182 males. We have maintained women representation on senior management level at 25%. We have, furthermore, successfully capacitated the organisation with suitable qualified employees in most of our critical positions.

1.2 LEGISLATIVE FRAMEWORK

Section 72: Mid- year Budget and Performance Assessment

(1) The Accounting Officer of a municipality must by 25 January of each year – (a) Assess the performance of the

municipality during the first half of the year, taking into account-

- (i) The monthly statements referred to in section 71 for the first half of the financial year;
 - (ii) The municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery budget implementation plan;
 - (iii) The past year's annual report and progress on resolving problems identified in the annual report; and
 - (iv) The performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and
- (b) Submit a report on such assessment to –
- (i) The mayor of the municipality;
 - (ii) The National Treasury; and
 - (iii) The relevant provincial treasury.
- (2) The statement referred to in section 71 (1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1) (b) of this section.
- (3) The accounting officer must as part of the review-
- (a) Make recommendations as to whether an adjustment budget is necessary; and
 - (b) Recommend revised projections for revenue and expenditure that this may necessitate.

Section 54: Budgetary control and early identification of financial problems

- (1) On 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 budget implementation plan;
 - (c) Consider and, if necessary, make any revisions to service delivery and budget implementation plan, provided that the 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 adjustment 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 the 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
 - (f) in the case of a section 72 report, submit the report to the council by 31 January of each year.
- (2) If the municipality faces any serious financial problems, the mayor must-
- (a) Promptly respond to and initiate any remedial or corrective steps proposed by the accounting officer to deal with such problems, which may include-
 - (i) Steps to reduce spending when revenue is anticipated to be less than projected in the municipality's approved budget;
 - (ii) The tabling of an adjustment budget; or
 - (iii) Steps in terms of Chapter 13; and
 - (b) Alert the council and the MEC for local government in the province to those problems.
- (3) The Mayor must ensure that any revisions of the service delivery budget implementation plan are made public promptly.

1.3 ANNUAL REPORT

The Draft Annual Report for the 2022/2023 financial year is covered in a separate report to Council and will be tabled before 31st of January 2023. The draft annual report includes the audited annual financial statements for 2022/23, the report of the Auditor General, information on the financial health of the Municipality and information on the financial performance of the municipality

CHAPTER 2 - SERVICE DELIVERY PERFORMANCE ANALYSIS

2.1. Creating Culture of Performance

2.1.1 Performance Framework

Regulation 7 (1) of the Local Government: Municipal Planning and Performance Management Regulations, 2001 states that "A municipality's Performance Management System entails a framework that describes and represents how the municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organized and managed, including determining roles of the different role players." This framework, inter alia, reflects the linkage between the IDP, Budget, SDBIP and individual performance.

The Municipality adopted a performance management framework that was approved by Council on 04 December

2013.

2.1.2 Implementation of Performance

Performance Management is not only relevant to the organisation as a whole, but also to the individuals employed in the organisation as well as the external service providers and the Municipal Entities.

We have completed the following to ensure implementation of the performance framework and such is attached to this report

2.1.3 Monitoring Performance

Attached to this report as Annexure A

2.2 Detailed Performance Per Strategic Objective from 1 July 2023 to 31 December 2023

Attached to this report as annexure A

CHAPTER 3 – FINANCIAL PERFORMANCE ANALYSIS

3.1 In-Year report – Half -Yearly budget statement

The Half -Yearly budget statement for December 2023 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations.

3.2 Recommended resolution to council with regards to the adjustment budget

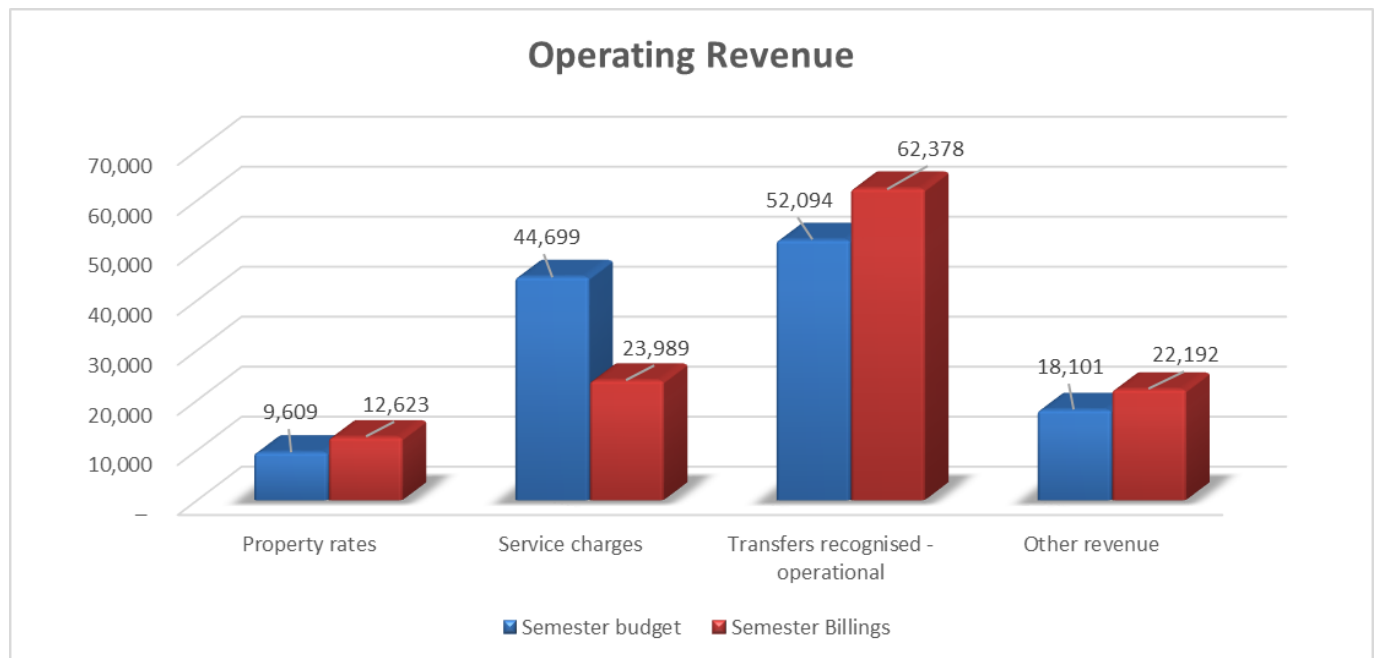
Full detailed report is attached as Annexure B

3.3 Consolidated Performance

3.3.1 Performance against the Annual Budget

Revenue by Source

- The figures represented in this section are the accrued amounts and not actual cash receipts; in other words, the amount billed for property rates; services charges and interest income as it becomes due.
- The total revenue excluding capital transfers and contributions for the period 1 July 2023– 31 December 2023 amount to R114,749m or 46,08% of the total budgeted revenue of R 249,006m.



3.3.2 Collection Rate (interest incl.)

Description	Actual July 2023 R'000	Actual August 2023 R'000	Actual September 2023 R'000	Actual October 2023 R'000	Actual November 2023 R'000	Actual December 2023 R'000	Total for the Semester R'000
Billings	15,551	7,575	7,121	6,943	8,708	8,147	54,046
Receipts	1,966	2,647	2,623	2,676	2,639	1,448	14,000
Payment %	12,64%	34,94%	36,83%	38,54%	30,31%	17,77%	25,90%

NB: The above table is a total collection rate for service charges and rental of facilities.

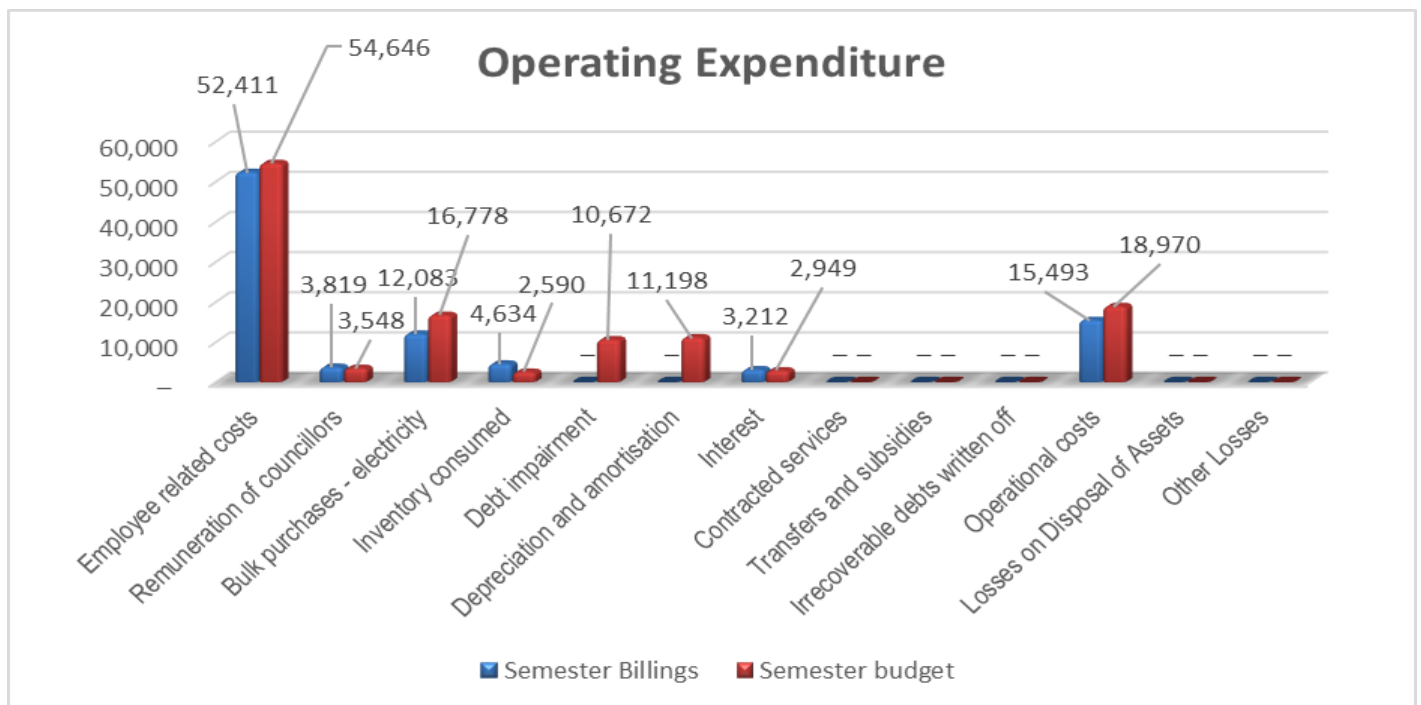
- **Property rates:** The Municipality billed a total of 12,623m for the semester, the total billed amount includes annual billing of farmers as they are billed yearly, and the municipality collected 3,365m which is equivalent to 26,66% collection rate.
- **Water Revenue:** Total billing for the semester is 8,862m and the Municipality receipted 5,788m, representing a collection percentage of 65,31.
- **Sanitation/ Sewerage Revenue:** The Municipality billed a total of 7,931m and collected 2,229m for the semester of the financial year and this equates to 28,11% collection rate.
- **Refuse Revenue:** Total billing for the semester is 7,131m and the collection is 1,947m representing a collection rate of 27,30%.

- **Interest on outstanding debtors:** During the semester, the municipality billed a total of 17,499m and collected 0,670m which equals a collection rate of 3,83%.

Note: The above collection rates are alarming and the Municipality and strict credit control measures should be implemented for those who can pay but not paying.

Operating Expenditure by Type

- The figures in this section should represent the accrued amount; in other words, when the goods have been ordered, received or the invoice has been completed (reconciled with the goods received and price quoted) it should be captured as an expense.
- The total expenditure amount to R91 652m of which equals to 36,63% of the total budgeted amount of R250 206m



Capital Expenditure

- The total capital expenditure for the period 1 July 2023 to 31 December 2023 amounts to R 13,842m or 23% of the total capital budget that amount to R60,180m.

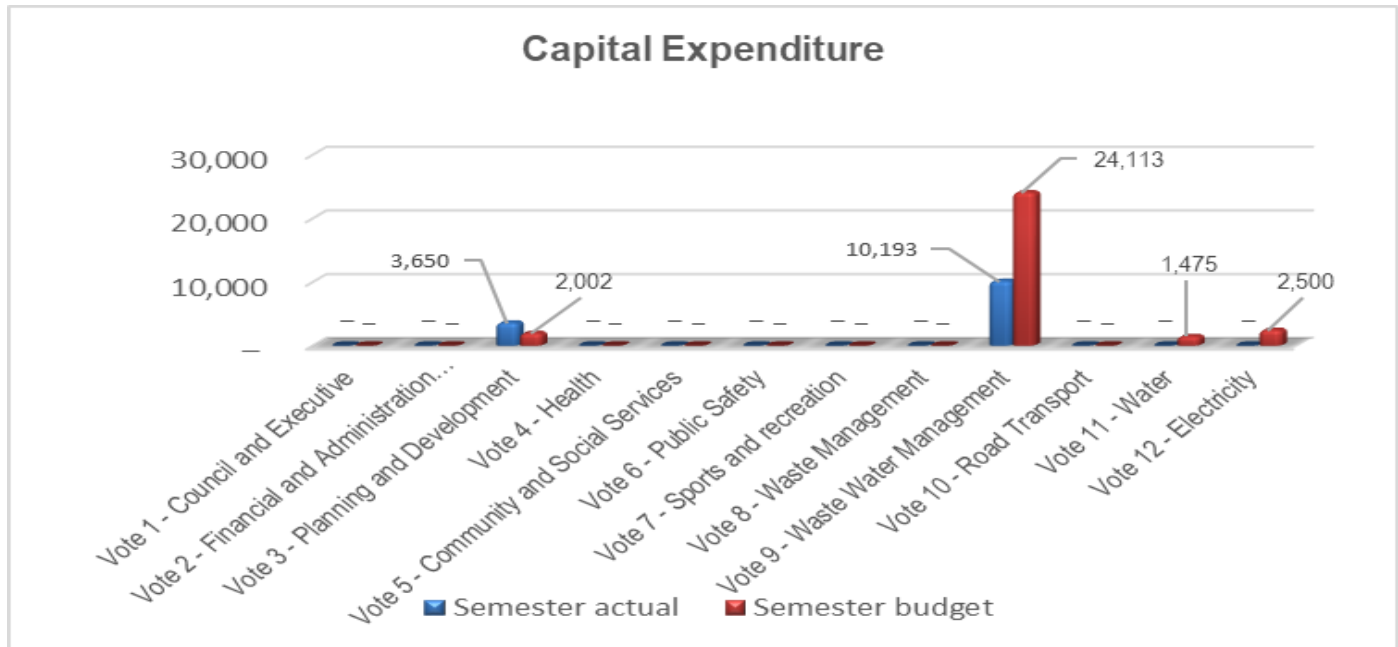
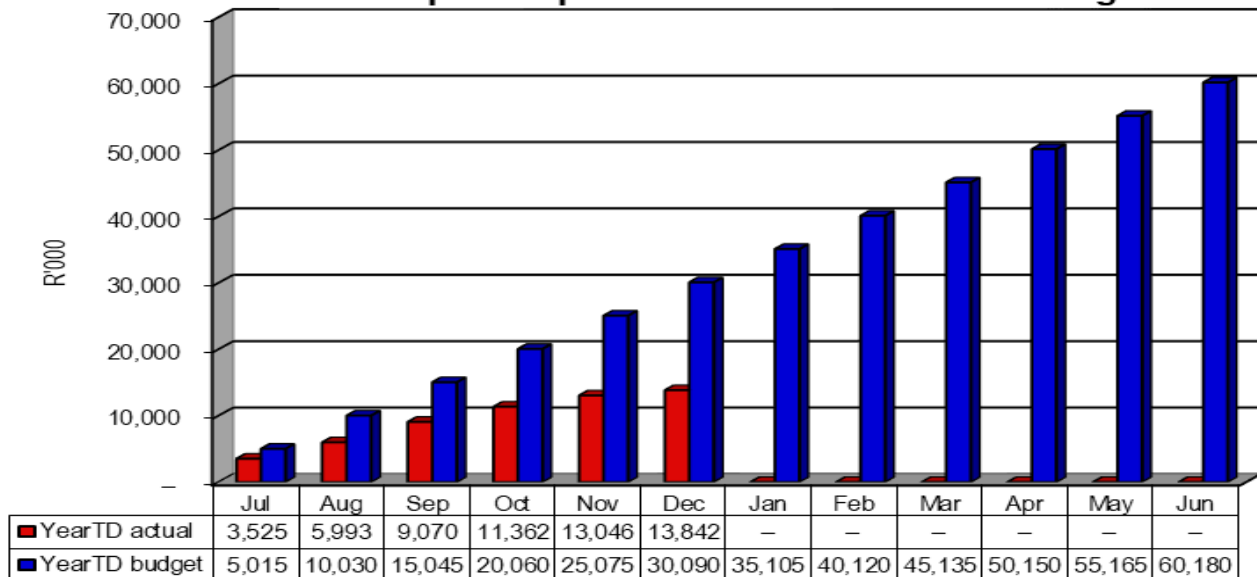


Chart C2 2023/24 Capital Expenditure: YTD actual v YTD target



Phumelela Local Municipality – 2023/24 Mid –Year Budget and Performance Assessment

3.4.1 Half-Yearly Budget Statements (Financial Performance (Standard Classification))

FS195 Phumelela - Table C4 Semester Budget Statement - Financial Performance (revenue and expenditure) - Semester

Description	Ref	Budget Year 2023/2024																								
		Original Budget	July Budget	July Billing	July Receipts	August Budget	August Billing	August Receipts	September Budget	September Billing	September Receipts	October Budget	October Billing	October Receipts	November Budget	November Billing	November Receipts	December Budget	December Billing	December Receipts	Semester Billings	Semester Receipts	Semester budget	YTD variance	YTD variance	Full Year Forecast
R thousands		R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000		%	R'000
Revenue By Source																										
Property rates		19,219	1,602	7,886	473	1,602	1,011	636	1,602	909	631	1,602	769	634	1,602	1,021	634	1,602	1,027	348	12,623	3,357	9,609	3,014	31%	19,219
Service charges - electricity revenue		32,497	2,708	–	–	2,708	16	–	2,708	–	–	2,708	16	–	2,708	16	–	2,708	16	–	65	–	16,248	(16,184)	-100%	32,497
Service charges - water revenue		33,051	2,754	1,644	813	2,754	1,542	1,094	2,754	1,407	1,084	2,754	1,128	1,091	2,754	1,830	1,091	2,754	1,310	599	8,862	5,772	16,526	(7,664)	-46%	33,051
Service charges - sanitation revenue		12,732	1,061	1,560	313	1,061	1,296	422	1,061	1,187	418	1,061	1,289	420	1,061	1,298	420	1,061	1,301	231	7,931	2,224	6,366	1,565	25%	12,733
Service charges - refuse revenue		11,118	927	1,419	273	927	1,161	368	927	1,075	365	927	1,162	367	927	1,151	367	927	1,163	201	7,131	1,942	5,559	1,572	28%	11,118
Sale of Goods and Rendering of Services		614	51	–	–	51	9	–	51	9	–	51	6	–	51	9	–	51	5	–	38	–	307	(269)	0%	614
Rental of facilities and equipment		889	74	179	–	74	133	–	74	124	–	74	147	–	74	135	–	74	–	–	718	–	444	274	62%	889
Interest earned - external investments		822	69	–	–	69	651	–	69	2	–	69	647	–	69	1	–	69	135	–	1,436	–	411	1,025	249%	822
Interest earned - outstanding debtors		31,884	2,657	3,042	94	2,657	2,565	127	2,657	2,543	126	2,657	2,595	126	2,657	3,409	126	2,657	3,345	69	17,499	668	15,942	1,557	10%	31,884
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	#DIV/0!	–
Fines		53	4	–	–	4	–	–	4	2	–	4	9	–	4	12	–	4	–	–	23	–	26	(3)	-13%	53
Licences and permits		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	#DIV/0!	–
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	0%	–
Transfers recognised - operational		104,188	8,682	36,745	36,745	8,682	3,407	3,407	8,682	–	–	8,682	–	–	8,682	476	476	8,682	21,750	21,750	62,378	62,378	52,094	10,284	20%	104,188
Other revenue		1,941	162	757	0	162	85	1,334	162	1,137	1,344	162	398	–	162	47	–	162	54	–	2,478	2,679	970	1,508	155%	1,941
Gains on disposal of PPE		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	0%	–
Total Revenue (excluding capital transfers and contributions)		249,006	20,751	53,231	38,712	20,751	11,876	7,388	20,751	8,395	3,967	20,751	8,166	2,639	20,751	9,406	3,115	20,751	30,108	23,198	121,162	79,019	124,503	(3,322)	-3%	249,006
Expenditure By Type																										
Employee related costs		109,292	9,108	8,145	8,145	9,108	7,476	7,476	9,108	7,132	7,132	9,108	6,998	7,430	9,108	7,374	7,374	9,108	15,286	7,875	52,411	45,432	54,646	(2,235)	-4%	109,292
Remuneration of councillors		7,096	591	552	552	591	558	558	591	912	912	591	587	614	591	610	610	591	600	584	3,819	3,829	3,548	271	8%	7,096
Bulk purchases - electricity		33,556	2,796	–	868	2,796	10	592	2,796	7,981	151	2,796	192	683	2,796	3,677	–	2,796	223	–	12,083	2,294	16,778	(4,695)	-28%	33,556
Inventory consumed		5,179	432	758	–	432	7	–	432	793	–	432	3,004	–	432	9	–	432	64	–	4,634	–	2,590	2,045	79%	5,179
Debt impairment		21,343	1,779	–	–	1,779	–	–	1,779	–	–	1,779	–	–	1,779	–	–	1,779	–	–	–	–	10,672	(10,672)	-100%	21,343
Depreciation and amortisation		22,396	1,866	–	–	1,866	–	–	1,866	–	–	1,866	–	–	1,866	–	–	1,866	–	–	–	–	11,198	(11,198)	-100%	22,396
Interest		5,897	491	450	–	491	0	–	491	1,635	–	491	3	–	491	1,113	–	491	10	–	3,212	–	2,949	263	0%	5,897
Contracted services		7,504	625	139	–	625	2,009	1,979	625	556	–	625	3,888	–	625	61	–	625	2,717	–	–	–	–	–	–	–
Transfers and subsidies		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Irrecoverable debts written off		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	#DIV/0!	–
Operational costs		37,941	3,162	1,068	10,480	3,162	3,424	5,694	3,162	2,586	2,361	3,162	2,596	4,267	3,162	5,023	3,097	3,162	795	5,044	15,493	30,944	18,970	(3,477)	0%	37,941
Losses on Disposal of Assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	#DIV/0!	–
Other Losses		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	0%	–
Total Expenditure		250,206	20,850	11,113	20,045	20,850	13,484	16,299	20,850	21,595	10,555	20,850	17,269	12,994	20,850	17,867	11,081	20,850	19,696	13,502	91,652	82,498	121,351	(29,699)	-24%	242,701
Surplus/(Deficit)		(1,199)	(100)	42,118	18,666	(100)	(1,608)	(8,911)	(100)	(13,200)	(6,588)	(100)	(9,103)	(10,355)	(100)	(8,462)	(7,966)	(100)	10,412	9,696	29,529	(3,479)	3,152	26,377	22%	6,305
Transfers recognised - capital		1,220	102	–	–	102	–	–	102	–	–	102	–	–	102	–	–	102	–	–	–	–	610	(610)	–	–
Contributions recognised - capital		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contributed assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		21	2	42,118	18,666	2	(1,608)	(8,911)	2	(13,200)	(6,588)	2	(9,103)	(10,355)	2	(8,462)	(7,966)	2	10,412	9,696	29,529	(3,479)	3,763	25,767	0	6,305
Taxation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		21	2	42,118	18,666	2	(1,608)	(8,911)	2	(13,200)	(6,588)	2	(9,103)	(10,355)	2	(8,462)	(7,966)	2	10,412	9,696	29,529	(3,479)	3,763	25,767	0.22	6,305
Attributable to minorities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		21	2	42,118	18,666	2	(1,608)	(8,911)	2	(13,200)	(6,588)	2	(9,103)	(10,355)	2	(8,462)	(7,966)	2	10,412	9,696	29,529	(3,479)	3,763	25,767	0.22	6,305
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year		21	2	42,118	18,666	2	(1,608)	(8,911)	2	(13,200)	(6,588)	2	(9,103)	(10,355)	2	(8,462)	(7,966)	2	10,412	9,696	29,529	(3,479)	3,763	25,767	0.22	6,305

Phumelela Local Municipality – 2023/24 Mid –Year Budget and Performance Assessment

3.4.2 Half Yearly Budget Statements –Financial Performance

FS195 Phumelela - Table C4 Semester Budget Statement - Financial Performance (revenue and expenditure) - Semester								
Description	Ref	Budget Year 2023/2024						
		Original Budget	Semester Billings	Semester Receipts	Semester budget	YTD variance	YTD variance	Full Year Forecast
R thousands		R'000	R'000	R'000	R'000		%	R'000
Revenue By Source								
Property rates		19,219	12,623	3,357	9,609	3,014	31%	19,219
Service charges - electricity revenue		32,497	65	–	16,248	(16,184)	-100%	32,497
Service charges - water revenue		33,051	8,862	5,772	16,526	(7,664)	-46%	33,051
Service charges - sanitation revenue		12,732	7,931	2,224	6,366	1,565	25%	12,732
Service charges - refuse revenue		11,118	7,131	1,942	5,559	1,572	28%	11,118
Sale of Goods and Rendering of Services		614	38	–	307	(269)	0%	614
Rental of facilities and equipment		889	718	–	444	274	62%	889
Interest earned - external investments		822	1,436	–	411	1,025	249%	822
Interest earned - outstanding debtors		31,884	17,499	668	15,942	1,557	10%	31,884
Dividends received		–	–	–	–	–	#DIV/0!	–
Fines		53	23	–	26	(3)	-13%	53
Licences and permits		–	–	–	–	–	#DIV/0!	–
Agency services		–	–	–	–	–	0%	–
Transfers recognised - operational		104,188	62,378	62,378	52,094	10,284	20%	104,188
Other revenue		1,941	2,478	2,679	970	1,508	155%	1,941
Gains on disposal of PPE		–	–	–	–	–	0%	–
Total Revenue (excluding capital transfers and contributions)		249,006	121,182	79,019	124,503	(3,322)	-3%	249,006
Expenditure By Type								
Employee related costs		109,292	52,411	45,432	54,646	(2,235)	-4%	109,292
Remuneration of councillors		7,096	3,819	3,829	3,548	271	8%	7,096
Bulk purchases - electricity		33,556	12,083	2,294	16,778	(4,695)	-28%	33,556
Inventory consumed		5,179	4,634	–	2,590	2,045	79%	5,179
Debt impairment		21,343	–	–	10,672	(10,672)	-100%	21,343
Depreciation and amortisation		22,396	–	–	11,198	(11,198)	-100%	22,396
Interest		5,897	3,212	–	2,949	263	0%	5,897
Contracted services		7,504	–	–	–	–	–	–
Transfers and subsidies		–	–	–	–	–	–	–
Irrecoverable debts written off		–	–	–	–	–	#DIV/0!	–
Operational costs		37,941	15,493	30,944	18,970	(3,477)	0%	37,941
Losses on Disposal of Assets		–	–	–	–	–	#DIV/0!	–
Other Losses		–	–	–	–	–	0%	–
Total Expenditure		250,206	91,652	82,498	121,351	(29,699)	-24%	242,701
Surplus/(Deficit)		(1,199)	29,529	(3,479)	3,152	26,377	22%	6,305
Transfers recognised - capital		1,220	–	–	610	(610)	–	–
Contributions recognised - capital		–	–	–	–	–	–	–
Contributed assets		–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		21	29,529	(3,479)	3,763	25,767	0	6,305
Taxation		–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		21	29,529	(3,479)	3,763	25,767	0.22	6,305
Attributable to minorities		–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		21	29,529	(3,479)	3,763	25,767	0.22	6,305
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–
Surplus/ (Deficit) for the year		21	29,529	(3,479)	3,763	25,767	0.22	6,305

3.4.3 Half-Yearly Budget Statements – Capital Expenditure (Municipal vote, standard classification and funding)

Table C5 Semester Budget Statement Capital Expenditure (municipal vote, standard classification and funding) - Semester

Vote Description	Ref	Budget Year 2023/2024											
		Original Budget	July actual	August actual	September actual	October actual	November actual	December actual	Semester actual	Semester budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000		%	R'000
Single Year expenditure appropriation	2												
Vote 1 - Council and Executive		-	-	-	-	-	-	-	-	-	-		-
Vote 2 - Financial and Administration Services		-	-	-	-	-	-	-	-	-	-		-
Vote 3 - Planning and Development		4,004	703	612	1,226	714	98	296	3,650	2,002	1,647	-100%	4,004
Vote 4 - Health		-	-	-	-	-	-	-	-	-	-		-
Vote 5 - Community and Social Services		-	-	-	-	-	-	-	-	-	-		-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-	-		-
Vote 7 - Sports and recreation		-	-	-	-	-	-	-	-	-	-	-100%	-
Vote 8 - Waste Management		-	-	-	-	-	-	-	-	-	-		-
Vote 9 - Waste Water Management		48,227	2,823	1,855	1,851	1,577	1,586	500	10,193	24,113	(13,921)	-100%	48,227
Vote 10 - Road Transport		-	-	-	-	-	-	-	-	-	-	-37%	-
Vote 11 - Water		2,949	-	-	-	-	-	-	-	1,475	(1,475)	-22%	2,949
Vote 12 - Electricity		5,000	-	-	-	-	-	-	-	2,500	(2,500)	-100%	5,000
Total Capital single-year expenditure	4	60,180	3,525	2,467	3,078	2,292	1,684	796	13,842	30,090	(16,248)	(0)	60,180
Total Capital Expenditure		60,180	3,525	2,467	3,078	2,292	1,684	796	13,842	30,090	(16,248)	(0)	60,180
				-									
Capital Expenditure - Standard Classification													
Governance and administration		-	-	-	-	-	-	-	-	-	-	0%	-
Executive and council		-	-	-	-	-	-	-	-	-	-		-
Budget and treasury office		-	-	-	-	-	-	-	-	-	-		-
Corporate services		-	-	-	-	-	-	-	-	-	-		-
Community and public safety		-	-	-	-	-	-	-	-	-	-		-
Community and social services		-	-	-	-	-	-	-	-	-	-		-
Sport and recreation		-	-	-	-	-	-	-	-	-	-	357%	-
Public safety		-	-	-	-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-	-	-	-		-
Economic and environmental services		4,004	703	612	1,226	714	98	296	3,650	2,002	1,647	82%	4,004
Planning and development		4,004	703	612	1,226	714	98	296	3,650	2,002	1,647		4,004
Road transport		-	-	-	-	-	-	-	-	-	-	40%	-
Environmental protection		-	-	-	-	-	-	-	-	-	-		-
Trading services		56,176	2,823	1,855	1,851	1,577	1,586	500	10,193	28,088	(17,895)	-64%	56,176
Electricity		5,000	-	-	-	-	-	-	-	2,500	(2,500)	-100%	5,000
Water		2,949	-	-	-	-	-	-	-	1,475	(1,475)	-100%	2,949
Waste water management		48,227	2,823	1,855	1,851	1,577	1,586	500	10,193	24,113	(13,921)	-58%	48,227
Waste management		-	-	-	-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-	-	-	-		-
Total Capital Expenditure - Standard Classification	3	60,180	3,525	2,467	3,078	2,292	1,684	796	13,842	30,090	(16,248)	-54%	60,180
													-
Funded by:													-
National Government		60,180	3,525	2,467	3,078	2,292	1,684	796	13,842	30,090	(16,248)	-54%	60,180
Provincial Government		-	-	-	-	-	-	-	-	-	-	0%	-
District Municipality		-	-	-	-	-	-	-	-	-	-		-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-	0%	-
Transfers recognised - capital		60,180	3,525	2,467	3,078	2,292	1,684	796	13,842	30,090	(16,248)	-54%	60,180
Public contributions & donations	5	-	-	-	-	-	-	-	-	-	-		-
Borrowing	6	-	-	-	-	-	-	-	-	-	-		-
Internally generated funds		-	-	-	-	-	-	-	-	-	-	-100%	-
Total Capital Funding		60,180	3,525	2,467	3,078	2,292	1,684	796	13,842	30,090	(16,248)	-54%	60,180

3.4.3 Half-Yearly Budget Statements – Financial Position

Table C6 Monthly Budget Statement - Financial Position - M06 2023

Description	2022/23	Budget Year 2023/2024		2023/2024
	Audited Outcome	Original Budget	Quarter 2 actual	Full Year Forecast
R thousands				
ASSETS				
Current assets				
Cash and cash equivalents	246	(130,129)	33,871	(130,129)
Trade and other receivables from exchange transactions	25,812	43,287	57,852	43,287
Receivables from non-exchange transactions	4,849	478,732	(2,587)	478,732
Current portion of non-current receivables	–			–
Inventory	1,384	1,170	1,384	1,170
VAT	46,855	58,610	86,749	58,610
Other current assets		2,215	(1,851)	2,215
Total current assets	79,146	453,885	175,418	453,885
Non current assets				
Investments	–	384	343	384
Investment property	13,085	13,402	13,292	13,402
Property, plant and equipment	777,759	858,938	805,116	858,938
Biological assets	–			–
Living and non-living resources	–			–
Heritage assets	6	6	6	6
Intangible assets	–			–
Trade and other receivables from exchange transactions	–			–
Non-current receivables from non-exchange transactions	–			–
Other non-current assets	361			
Total non current assets	791,211	872,729	818,756	872,729
TOTAL ASSETS	870,357	1,326,614	994,174	1,326,614
LIABILITIES				
Current liabilities				
Bank overdraft	–			–
Financial liabilities	–	–	0	–
Consumer deposits	249	237	256	237
Trade and other payables from exchange transactions	417,352	392,495	450,796	392,495
Trade and other payables from non-exchange transactions		9,573	48,498	9,573
Provision	–	(1,119)	(9,915)	(1,119)
VAT	–	14,293	47,096	14,293
Other current liabilities	13,579			–
Total current liabilities	431,180	415,479	536,730	415,479
Non current liabilities				
Financial liabilities	–	17,500	–	17,500
Provision	83,361	81,401	88,091	81,401
Long term portion of trade payables				–
Other non-current liabilities	5,423	754	693	754
Total non current liabilities	88,784	99,655	88,784	99,655
TOTAL LIABILITIES	519,964	515,134	625,514	515,134
NET ASSETS	350,393	811,480	368,659	811,480
COMMUNITY WEALTH/EQUITY				
Accumulated Surplus/(Deficit)	350,393	811,480	368,659	811,480
Reserves	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	350,393	811,480	368,659	811,480

Phumelela Local Municipality – 2023/24 Mid –Year Budget and Performance Assessment

3.4.3 Monthly Budget Statements – Cash Flow

FS195 Phumelela - Table C7 Monthly Budget Statement - Cash Flow - M06 2023

Description	Ref	Budget Year 2023/24					
		Original Budget	Semester actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1					%	
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts							
Ratepayers and other		9,626	3,365	4,813	(1,448)	-30%	9,626
Service Charges		44,348	9,964	22,174	(12,210)	-55%	44,348
Other Revenue		2,281	2,748	1,140	1,608	141%	2,281
Government - operating		98,098	62,378	49,049	13,329	27%	98,098
Government - capital		1,220	–	610	(610)	-100%	1,220
Interest		822	601	411	190	46%	822
Dividends		–	–	–	–	–	–
Payments							
Suppliers and employees		(198,819)	(84,477)	(99,409)	14,933	-15%	(198,819)
Finance charges		(5,897)	–	(2,949)	2,949	-100%	(5,897)
Transfers and Grants		–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES		(48,321)	(5,420)	(24,160)	18,740	-78%	(48,321)
CASH FLOWS FROM INVESTING ACTIVITIES							
Receipts							
Proceeds on disposal of PPE		–	–	–	–	–	–
Decrease (Increase) in non-current debtors		–	–	–	–	–	–
Decrease (increase) other non-current receivables		–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–
Payments							
Capital assets		–	–	–	–	–	–
NET CASH FROM/(USED) INVESTING ACTIVITIES		–	–	–	–	–	–
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		(48,321)	(5,420)	(24,160)	(18,740)	78%	(48,321)
Cash/cash equivalents at beginning:		(39,929)	163,779	(9,982)	(173,762)	1741%	(39,929)
Cash/cash equivalents at month/year end:		(88,250)	158,359	(22,062)	(180,422)	818%	(88,250)

CHAPTER 4 – DEBTORS ANALYSIS

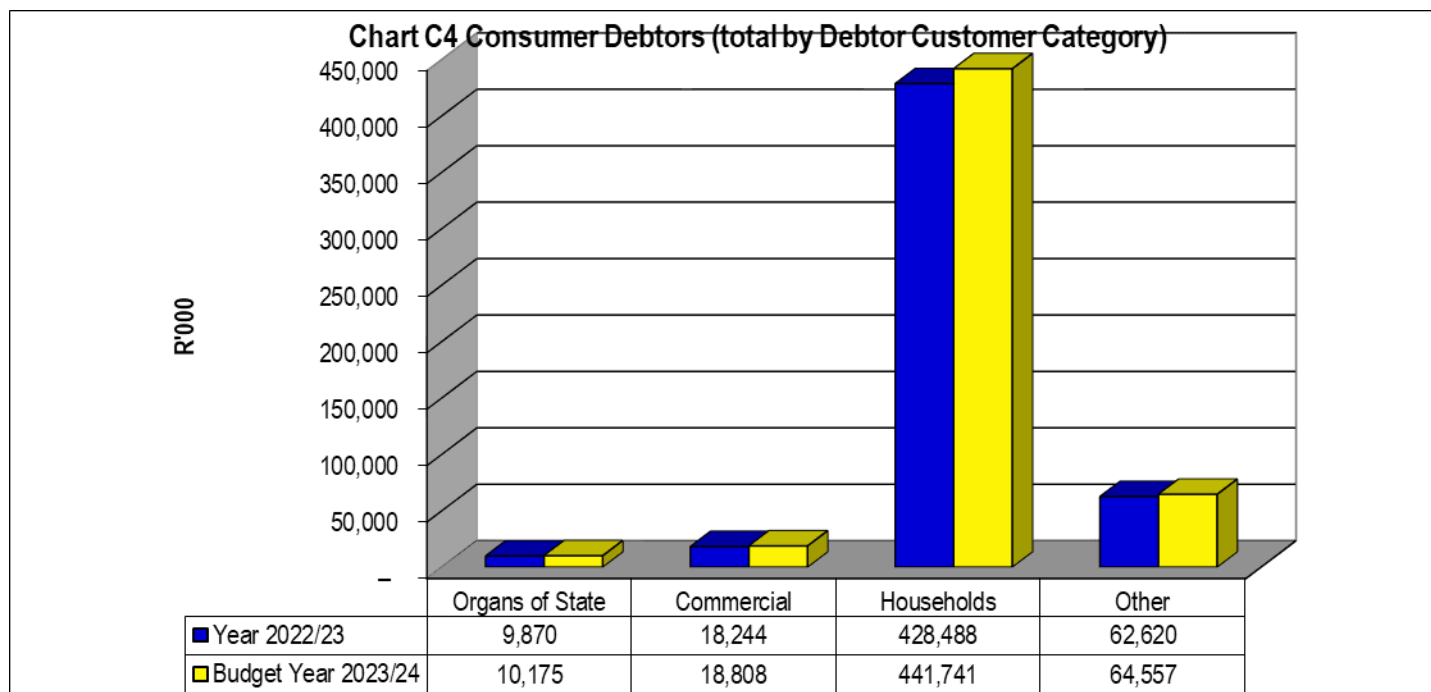
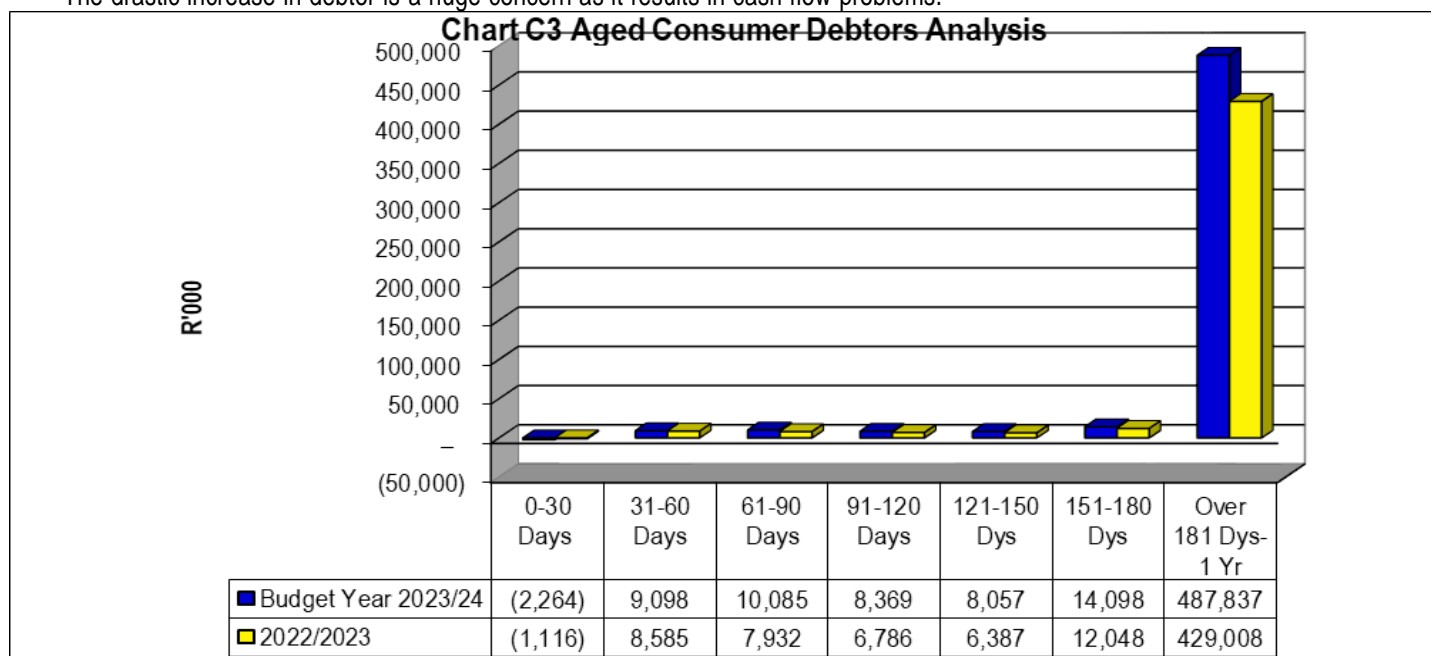
4.1 Outstanding Debtors

FS195 Phumelela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description		Budget Year 2023/24								
R thousands	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	Over 181 Dys	Total	Total over 90 days
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	1200	807	1,848	1,513	1,331	1,375	1,525	80,115	88,514	84,346
Trade and Other Receivables from Exchange Transactions - Electricity	1300	(536)	12	11	10	10	10	4,738	4,257	4,769
Receivables from Non-exchange Transactions - Property Rates	1400	351	675	819	599	570	1,026	31,480	35,519	33,675
Receivables from Exchange Transactions - Waste Water Management	1500	1,120	1,299	1,591	1,288	1,175	1,265	87,601	95,338	91,329
Receivables from Exchange Transactions - Waste Management	1600	963	1,178	1,453	1,189	1,087	1,172	90,223	97,266	93,672
Receivables from Exchange Transactions - Property Rental Debtors	1700	67	64	57	67	55	89	2,399	2,799	2,610
Interest on Arrear Debtor Accounts	1810	2,719	2,803	3,116	2,757	2,700	2,725	133,487	150,307	141,669
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	—	—	—	—	—	—	—	—	—
Other	1900	(7,755)	1,218	1,525	1,129	1,085	6,285	57,794	61,281	66,293
Total By Income Source	2000	(2,264)	9,098	10,085	8,369	8,057	14,098	487,837	535,280	518,362
2022/23 - totals only		(1,116)	8,585	7,932	6,786	6,387	12,048	429,008	469,631	454,230
Debtors Age Analysis By Customer Group										
Organs of State	2200	(3,638)	322	255	271	262	494	12,209	10,175	13,236
Commercial	2300	(52)	587	537	456	486	429	16,365	18,808	17,736
Households	2400	4,376	6,983	7,784	6,528	6,237	6,906	402,926	441,741	422,597
Other	2500	(2,950)	1,205	1,508	1,114	1,072	6,270	56,338	64,557	64,794
Total By Customer Group	2600	(2,264)	9,098	10,085	8,369	8,057	14,098	487,837	535,280	518,362

Phumelela Local Municipality – 2023/24 Mid –Year Budget and Performance Assessment

The drastic increase in debtor is a huge concern as it results in cash flow problems.



Households are the biggest debtors for the municipality contributing 82,53% to the total debtors figure.

4.2 Credit Control

Amendments to the credit control and indigent policies were proposed by management and were tabled to council. These were approved, the amendments were communicated to the community during the implementation phase. The municipality developed a number of strategies to improve its cash flow position.

4.3 Indigent Consumers

The municipality registered a total of 2 241 indigent households for the 2023/24 financial year, the table below illustrates the number of indigents per town;

Town	Indigent No.
Vrede (Town)	64
Thembalihle	1218
Warden (Town)	65
Ezenzeleni	658
Memel (Town)	3
Zamani	233
Total	2 241

4.4 Arrears Councillors

A list of the accounts is available for scrutiny in the Credit Control Office the following information was extracted from the list for December 2023:

- The total amount owed by councillors as of December 31, 2023 is R277 774,34.

4.5 Arrears Employees

A list of the accounts is available for scrutiny in the Credit Control Office the following information was extracted from the list for December 2023:

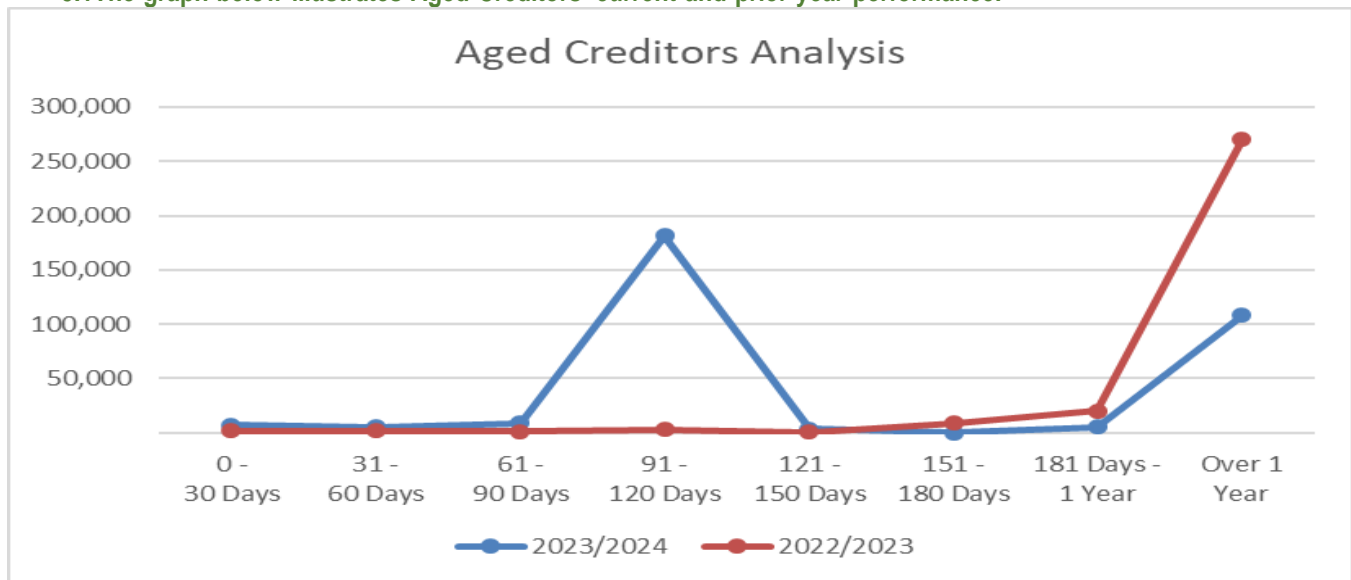
- The total amount owed by employees as of December 31, 2023, is R1 142 997,95

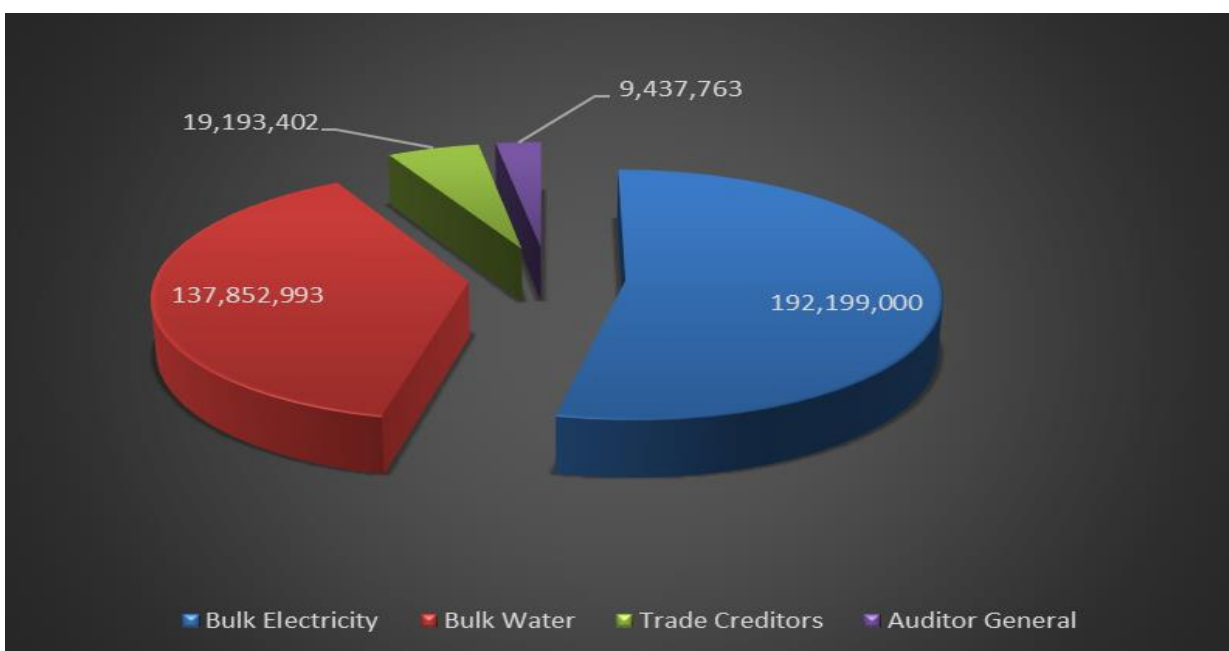
CHAPTER 5 – CREDITORS ANALYSIS

FS195 Phumelela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2022/23/24									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	0100	5,526	4,979	5,613	176,081	–	–	–	–	192,199	200,432
Bulk Water	0200	–	3,423	852	870	–	3,854	32,317	96,536	137,853	96,027
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	209	274	53	4,748	386	162	1,720	11,641	19,193	4,456
Auditor General	0800	3,549	2,640	1,005	133	2,111	–	–	–	9,438	12,063
Other	0900	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	1000	9,284	11,317	7,524	181,832	2,496	4,016	34,037	108,177	358,683	312,979

5.1The graph below illustrates Aged Creditors' current and prior year performance.





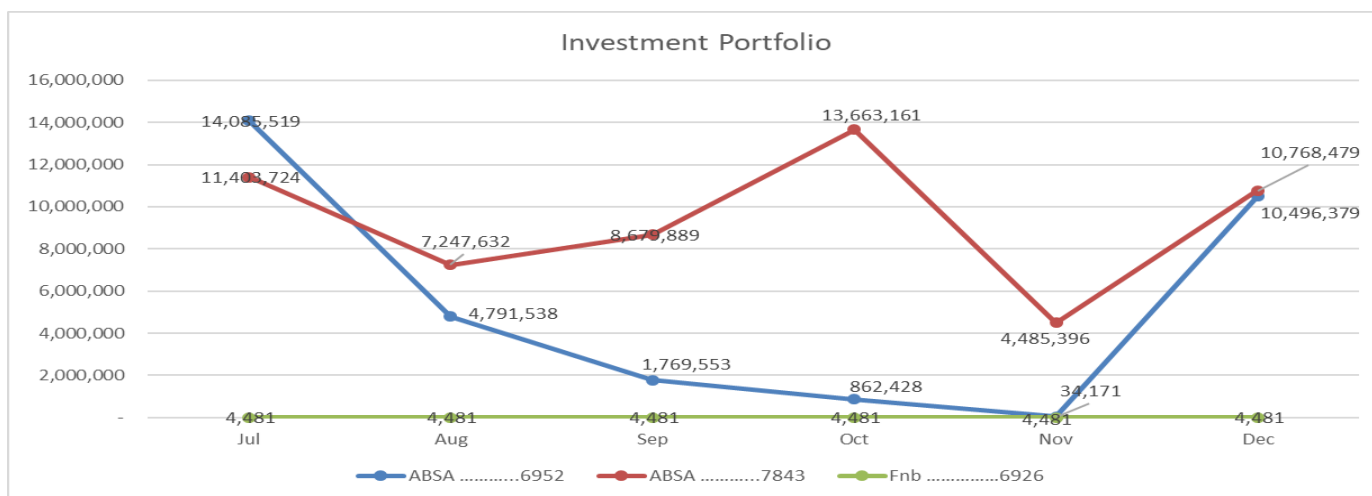
Outstanding creditors for the period under review amount to approximately R 358,683 m which represents an increase of R45,704 when compared to 31 December 2022.

The municipality's policy is to pay its creditors within 30 days of date of the creditors invoices. This is not always possible as the municipality is under financial distress.

CHAPTER 6 – INVESTMENTS

6.1 Summary of Investment Portfolio as at 31 December 2023

FS195 Phumelela - Supporting Table tt									
Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Months	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Municipality									
ABSA6952					48	0.0%	127,006	10,369,373	10,496,379
ABSA7843			Notice acct	N/A	84	0.8%	1,092	10,767,387	10,768,479
Fnb6926			Current Acc	N/A	-	0.0%	4,481	-	4,481
TOTAL INVESTMENTS AND INTEREST	2				132		133	21,137	21,269



Investments made with the various financial institutions are strictly in accordance with Municipal Finance Management Act and in terms of the Investment Framework Policy and Guidelines.

The total value of investments for the Municipality amounted to approximately R21 269 m at the end of the semester which represents an increase of R0,313m when compared to 31 December 2022

CHAPTER 7 – ALLOCATION AND GRANT RECEIPTS EXPENDITURE

7.1 Supporting table

Operational Grants

OPERATIONAL GRANTS			
Description	2023/2024 Original Budget R'000	2023/2024 Adjustment Budget R'000	2023/2024 YTD Cumulative Actual R'000
Operational Grants			
Equitable Share	99,870	-	61,758
Financial Management Grant	3,100	-	3,100
EPWP	1,218	-	854
Total Operational Grants	104,188	-	65,712
Total Operational Income	250,227	-	114,749
Percentage over Total Income anticipated	41,64%	-	57,27%

- The Municipality received 57,27% of its budgeted operational grants as per the DoRa.
- The Financial Management Grant was received in full during the 1st quarter.
- During the 1st quarter, the municipality received an equitable share of R36,745 million. Additionally, an extra R25,013 million of equitable share was received in the 2nd quarter, bringing the total amount received by the municipality to R61,758 million. This constitutes 61,84% of its budgeted amount, as per the DoRa.
- During the month of November, the municipality received R0.547 million as part of its EPWP grant, bringing the total amount received by the municipality to R0.854 million.

Phumelela Local Municipality – 2023/24 Mid –Year Budget and Performance Assessment

7.2 Capital Grant Expenditure

MIG Expenditure

PROJECT NUMBER	PROJECT DESCRIPTION	DATE OF PAYMENT	PAYMENT REFERENCE (Cheque no, etc)	ACTUAL CLAIM AMOUNT (Vat Inclusive)	RETENTION (Vat Inclusive)	TOTAL (Inclusive of Retention and VAT)
PMU 622	PMU Admin	24/07/2023		22,886.88	-	22,886.88
PMU614	PMU Data capturer	24/07/2023		24,340.92	-	24,340.92
PMU 660	PMU Technician	24/07/2023		21,904.47	-	21,904.47
PMU 622	PMU Coordinator	24/07/2023		41,712.98	-	41,712.98
MIG/FS1472/R,ST/2 2/23	Warden/Ezenzeleni: Construction of 1km paved road and storm water (MIS:413528)	01/08/2023	39,727.00	476,536.08	115,134.32	591,670.40
MIG/FS1428/S/21/2 2	Memel/Zamani: Construction of Sewer reticulation and House connections for 118 erven (MIS:377721)	01/08/2023	39,729.00	703,025.68	62,741.01	765,766.69
PMU 622	PMU Admin	25/08/2023		13,425.84	-	13,425.84
PMU614	PMU Data capturer	25/08/2024		12,170.46	-	12,170.46
PMU 660	PMU Technician	25/08/2025		35,475.91	-	35,475.91
PMU 622	PMU Coordinator	25/08/2026		57,125.48	-	57,125.48
	Accommodation PMU	08/08/2023	39,863.00	1,230.00		1,230.00
	Accommodation PMU	21/08/2023	39,912.00	1,230.00		1,230.00
MIG/FS1428/S/21/2 2	Memel/Zamani: Construction of Sewer reticulation and House connections for 118 erven (MIS:377721)	31/08/2023	40,382.00	759,812.94	100,461.82	860,274.76
MIG/FS1471/R,ST/2 2/23	Vrede/Them balihe: Construction of 1km paved road and storm water (MIS:413511)	28/08/2023	40,299.00	396,255.50	95,139.50	491,395.00
PMU 622	PMU Admin	22/09/2023	13,051.29	13,051.29	-	13,051.29
PMU614	PMU Data capturer	22/09/2023	12,170.46	12,170.46	-	12,170.46
PMU 660	PMU Technician	22/09/2023	25,152.31	25,152.31	-	25,152.31
PMU 612	PMU Coordinator	22/09/2023	44,256.68	44,256.68	-	44,256.68
	Accommodation PMU (Palm Lodge)	20/09/2023	40,542.00	1,230.00		1,230.00
	Accommodation PMU (Abiento)	20/09/2023	40,540.00	1,045.00		1,045.00
MIG/FS1472/R,ST/2 2/23	Warden/Ezenzeleni: Construction of 1km paved road and storm water (MIS:413528)	19/09/2023	40,537.00	484,678.77	144,576.85	629,255.62
MIG/FS1471/R,ST/2 2/23	Vrede/Them balihe: Construction of 1km paved road and storm water (MIS:413511)	27/09/2023	40,949.00	376,625.00	123,625.00	500,250.00
MIG/FS1428/S/21/2 2	Memel/Zamani: Construction of Sewer reticulation and House connections for 118 erven (MIS:377721)	04/10/2023	41,034.00	674,011.67	89,867.79	763,879.46
PMU 622	PMU Admin	23/10/2023		11,443.44	-	11,443.44
PMU614	PMU Data capturer	23/10/2023		12,170.46	-	12,170.46
PMU 660	PMU Technician	23/10/2023		32,358.89	-	32,358.89
PMU 612	PMU Coordinator	23/10/2023		44,256.68	-	44,256.68
	Accommodation PMU (Abiento)	10/10/2023	41,148.00	1,150.00		1,150.00
MIG/FS1472/R,ST/2 2/23	Warden/Ezenzeleni: Construction of 1km paved road and storm water (MIS:413528)	27/10/2023	41,564.00	229,297.35	65,344.15	294,641.50
MIG/FS1471/R,ST/2 2/23	Vrede/Them balihe: Construction of 1km paved road and storm water (MIS:413511)	16/10/2023	41,165.00	263,028.00	55,292.00	318,320.00
MIG/FS1428/S/21/2 2	Memel/Zamani: Construction of Sewer reticulation and House connections for 118 erven (MIS:377721)	31/10/2023	41,636.00	511,631.55	56,847.95	568,479.50
PMU 622	PMU Admin	24/11/2023		11,443.44	-	11,443.44
PMU614	PMU Data capturer	24/11/2023		12,170.46	-	12,170.46
PMU 660	PMU Technician	24/11/2023		25,999.29	-	25,999.29
PMU 612	PMU Coordinator	24/11/2023		44,256.68	-	44,256.68
	Accommodation PMU Technician (Abiento)	08/11/2023	41,761.00	1,095.00		1,095.00
	Accommodation PMU Data Capture(Abiento)	23/11/2023	41,803.00	1,350.00		1,350.00
	Accommodation PMU Technician (Lochlogan)	21/11/2023	41,802.00	1,923.00		1,923.00
MIG/FS1428/S/21/2 2	Memel/Zamani: Construction of Sewer reticulation and House connections for 118 erven (MIS:377721)	30/11/2023	42,263.00	619,582.05	68,842.45	688,424.50
PMU 622	PMU Admin	22/12/2023		11,443.44	-	11,443.44
PMU614	PMU Data capturer	22/12/2024		12,170.46	-	12,170.46
PMU 660	PMU Technician	22/12/2025		25,483.80	-	25,483.80
PMU 612	PMU Coordinator	22/12/2026		41,712.98	-	41,712.98
MIG/FS1472/R,ST/2 2/23	Warden/Ezenzeleni: Construction of 1km paved road and storm water (MIS:413528)	12/14/2023		205,153.13	-	205,153.13
						7,296,347.26

Phumelela Local Municipality – 2023/24 Mid –Year Budget and Performance Assessment

WSIG Expenditure

PROJECT NUMBER	PROJECT DESCRIPTION	DATE OF PAYMENT	PAYMENT REFERENCE	ACTUAL CLAIM AMOUNT (Vat Inclusive)
PLMT 20-21/04	Ugrading of the Warden sewer -Phase 1	01/08/2023	39728	R 733,463.45
PLMT 20-21/03	Ugrading of outfall server in ext4 in Vrede/Thembalihle	24/07/2023	39241	R 520,509.41
PLMT 22-23/03	Ugrading of outfall server in ext4 in Vrede/Thembalihle	10/07/2023	39152	R 251,341.60
PLMT 22-23/03	Ugrading of outfall server in ext4 in Vrede/Thembalihle	01/08/2023	39731	R 551,863.74
PLMT 20-21/04	Ugrading of the Warden sewer -Phase 1	31/08/2023	40381	R 392,689.05
PLMT 20-21/04	Ugrading of outfall server in ext4 in Vrede/Thembalihle	28/08/2023	40300	R 602,437.60
PLMT 20-21/04	Ugrading of the Warden sewer -Phase 1	28/09/2023	41016	R 578,946.69
PLMT 20-21/04	Ugrading of outfall server in ext4 in Vrede/Thembalihle	12/09/2023	40518	R 508,339.17
PLMT 20-21/04	Ugrading of the Warden sewer -Phase 1	02/11/2023	41657	R 791,109.74
PLMT 20-21/04	Ugrading of outfall server in ext4 in Vrede/Thembalihle	27/10/2023	41563	R 217,729.50
PLMT 20-21/04	Ugrading of the Warden sewer -Phase 1	30/11/2023	42262	R 596,916.93
PLMT 20-21/04	Ugrading of outfall server in ext4 in Vrede/Thembalihle	30/11/2023	42264	R 300,572.29
PLMT 20-21/04	Ugrading of outfall server in ext4 in Vrede/Thembalihle	28/12/2023	42844	R 500,000.00
				R 6,545,919.17

CHAPTER 8 – EXPENDITURE ON COUNCILLORS ALLOWANCE AND EMPLOYEE BENEFITS

8.1 Supporting Table

Description	Total Budget R'000	Actual Semester R'000	Budget Semester R'000
Total Employee/ Councillors Related Cost	116,389	56,230	58,194
Total Operating Expenditure	250,206	91,652	121,351
% of Personnel cost/Total Operating Exp	46,52%	61,35%	47,96%

CHAPTER 9 – ADJUSTMENT BUDGET

Due to the 2023 adjusted estimates of national expenditure and its proposed adjustments to the allocations made to provinces, the municipality anticipates a similar effect on its budget. The under collection of revenue necessitates a drastic decrease in expenditure projections to align them realistically with the collectable revenue.

CHAPTER 10 – OTHER SUPPORTING DOCUMENTATION

10.1 Irregular/ Unauthorised Expenditure

No	Date of discovery	Date Reported to Accounting Officer	Transaction details						Person Liable (Official or Political Office Bearer)	Type of Prohibited Expenditure
			Date of Payment	Payment Number	Payee	Amount (Exc VAT)	vat	Amount including vat	Description of Incident	
1	06/07/2023		06/07/2023		Telkom	R55.03	R8.25	R63.28	Telephone	Corporate
2	31/07/2023		31/07/2023		Mtn	R3,662.30	R549.35	R4,211.65	cellphone	Corporate
3	08/08/2023		08/08/2023		JV Dlamini	R4,500.00			Transport	Council
4	31/07/2023		31/07/2023		Mtn	R3,662.30	R549.35	R4,211.65	cellphone	Corporate
5	08/08/2023		08/08/2023		Telkom	R55.03	R8.25	R63.28	Telephone	Corporate
6	31/08/2023		31/08/2023		Mtn	R3,641.10	R546.16	R4,187.26	cellphone	Corporate
7	06/09/2023		06/09/2023		Telkom	R55.03	R8.25	R63.28	Telephone	Corporate
8	30/09/2023		30/09/2023		Mtn	R3,642.46	R546.37	R4,188.83	cellphone	Corporate
9	06/10/2023		06/10/2023		Telkom	R55.03	R8.28	R63.28	Telephone	Corporate
10	31/10/2023		31/10/2023		Geniprint(pty)ltd	R5,998.00	R899.00	R6,897.70	printer rental	finance
11	31/10/2023		31/10/2023		Mtn	R3,643.50	R546.53	R4,190.03	Cellphone	Corporate
12	07/11/2023		07/11/2023		Telkom	R55.03	R8.28	R63.28	Telephone	Corporate
13	30/11/2023		30/11/2023		Mtn	R3,639.13	R545.87	R4,185.00	Cellphone	Corporate
14	06/12/2023		06/12/2023		Telkom	R55.03	R8.28	R63.28	Telephone	Corporate
15	30/12/2023		30/12/2023		Mtn	R407.83	R61.17	R469.00	Cellphone	Corporate
						R33,126.80	R3,735.79	R36,862.59		

10.2 Deviations

- None

DEVIATIONS 2023/2024

Occurrence Date	Name of the Company	Procured Services	Department	Amount

10.3 Tenders Awarded

- No tenders were awarded in the first six months of the 2023/2024 financial year.

Bid no	Tender Name	Tender awarded to	Tender amount

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

Phumelela Local Municipality

CERTIFICATION

QUALITY CERTIFICATE – JANUARY 2024

I, _____, the Municipal Manager of Phumelela Local Municipality, hereby confirm that –

✓ Mid-year budget and performance assessment

For the semester ended December 2023 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act

Mrs GPN Mhlongo-Ntshangase
Municipal Manager
Phumelela Local Municipality: FS195

Date: _____

Acknowledgement by the Mayor

I, _____, the Mayor of Phumelela Local Municipality, hereby confirm that –

- ✓ Mid-year budget and performance assessment

For the semester ended December 2023 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act

And was submitted to my office on the _____

Hon. Cllr MD Kobeli
Mayor
Phumelela Local Municipality: FS195

Date: _____