

THE CITY MANAGER

THE EXECUTIVE MAYOR

**MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): MONTHLY FINANCIAL REPORT FOR THE MONTH
ENDED 31 DECEMBER 2023 (MONTHLY BUDGET STATEMENT)**

1. PURPOSE

To comply with section 71 of the MFMA, by providing a monthly statement on the implementation of the budget and the financial state of affairs for the municipality to the Executive Mayor, as legislated.

2. STRATEGIC OBJECTIVE

The strategic objective of this report is to ensure good governance, financial viability and optimal institutional transformation with capacity to execute its mandate.

Section 71 of the MFMA requires that:

The accounting officer of a municipality must by no later than **10 working days** after the end of each month submit to the **mayor of the municipality**, and the relevant **National and Provincial Treasury**, a statement in the prescribed format on the state of the municipality's budget reflecting certain details for that month and for the financial year up to the end of that month.

For the reporting month ending 31 December 2023, the ten-working day reporting month expires on the 15 January 2024. National Treasury have indicated that they wish to continue to directly monitor municipalities that have a significant impact on the South African economy. For this purpose, the required electronic reports were progressively lodged with the National Treasury. Material variances will be briefly referred to in this report.

Further explanation of the requirements is described in **Annexure A**.

3. REPORT FOR THE MONTH ENDING 31 DECEMBER 2023

This report is based upon financial information, as of 31 December 2023 and available at the time of preparation. All variances are calculated against the approved budget figures.

The financial results **for the month ended 31 December 2023** are summarised as follows:

Statement of Financial Performance (SFP) (Annexure B – Table C4)

SFP shown in Annexure B is prepared on a similar basis to the prescribed budget format, detailing revenue by source. The total revenue excludes capital transfers and contributions, and expenditure is by type. The actual year-to-date revenue for the period of **R4.600 billion** is lower than the year-to-date target of **R4.655 billion** and the expenditure for the period is **R4.131 billion**, which is lower than the year-to-date target of **R4.373 billion** respectively.

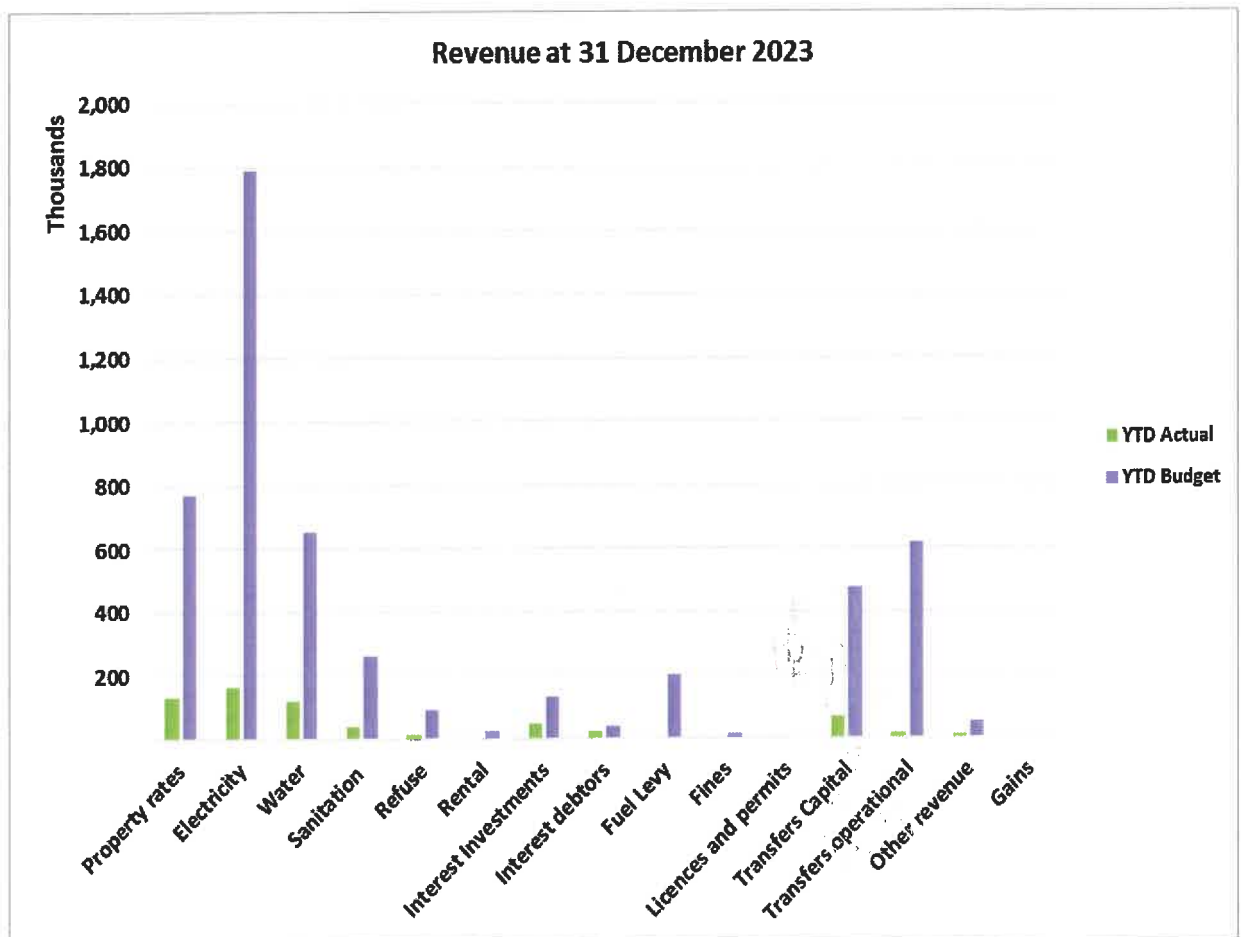
The summary report indicates the following:

MAN Mangaung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue										
Exchange Revenue										
Service charges - Electricity		2,894,409	3,584,747	3,584,747	163,978	1,777,376	1,792,374	(14,998)	-1%	3,584,747
Service charges - Water		1,145,977	1,308,282	1,308,282	121,657	593,444	654,141	(60,697)	-9%	1,308,282
Service charges - Waste Water Management		473,548	520,600	520,600	41,420	249,747	260,300	(10,554)	-4%	520,600
Service charges - Waste management		169,383	184,259	184,259	14,968	90,428	92,130	(1,702)	-2%	184,259
Sale of Goods and Rendering of Services		34,265	64,741	64,741	2,232	16,437	32,371	(15,933)	-49%	64,741
Agency services					-	-	-	-		
Interest					-	-	-	-		
Interest earned from Receivables		446,712	263,816	263,816	46,779	268,738	131,908	136,830	104%	263,816
Interest from Current and Non Current Assets		61,873	26,401	26,401	9,387	61,170	13,200	47,970	363%	26,401
Dividends		12	3	3	-	6	1	5	412%	3
Rent on Land		-	-	-	-	-	-	-		-
Rental from Fixed Assets		48,152	47,004	47,004	4,102	19,201	23,502	(4,301)	-18%	47,004
Licence and permits					-	-	-	-		
Operational Revenue		53,272	39,768	39,768	9,980	74,306	19,884	54,422	274%	39,768
Non-Exchange Revenue					-	-	-	-		
Property rates		1,508,845	1,541,522	1,541,522	131,618	800,378	770,761	29,617	4%	1,541,522
Surcharges and Taxes					-	-	-	-		
Fines, penalties and forfeits		18,904	30,856	30,856	304	3,809	15,428	(11,619)	-75%	30,856
Licence and permits		1,440	579	579	104	678	289	389	134%	579
Transfers and subsidies - Operational		986,537	1,230,629	1,230,629	15,243	428,369	615,315	(186,945)	-30%	1,230,629
Interest		124,636	52,801	52,801	14,087	80,955	26,401	54,554	207%	52,801
Fuel Levy		363,435	405,247	405,247	-	135,083	202,624	(67,541)	-33%	405,247
Operational Revenue					-	-	-	-		
Gains on disposal of Assets		19,993	9,793	9,793	-	-	4,896	(4,896)	-100%	9,793
Other Gains		(62,031)	385	385	-	-	192	(192)	-100%	385
Discontinued Operations								-		
Total Revenue (excluding capital transfers and contributions)		8,289,363	9,311,433	9,311,433	575,858	4,600,126	4,655,717	(55,591)	-1%	9,311,433
Expenditure By Type										
Employee related costs		2,296,300	2,447,868	2,447,868	199,864	1,183,634	1,223,934	(40,300)	-3%	2,447,868
Remuneration of councillors		69,434	76,003	76,003	5,958	38,228	38,002	227	1%	76,003
Bulk purchases - electricity		1,929,716	2,199,932	2,199,932	173,340	1,395,835	1,099,966	295,870	27%	2,199,932
Inventory consumed		907,295	632,529	632,377	39,226	251,872	316,265	(64,392)	-20%	632,377
Debt impairment		1,388,199	1,382,590	1,382,590	108,518	691,295	691,295	-		1,382,590
Depreciation and amortisation		896,724	382,449	382,449	19,286	115,885	191,224	(75,340)	-39%	382,449
Interest		133,991	45,314	45,314	17,161	56,645	22,657	33,988	150%	45,314
Contracted services		638,543	676,966	676,130	46,329	204,072	338,483	(134,411)	-40%	676,130
Transfers and subsidies		-	1,845	1,845	5,673	4,987	922	4,065	441%	1,845
Irrecoverable debts written off		258,938	-	-	-	(1,585)	-	(1,585)	0%	-
Operational costs		515,768	518,286	519,275	42,524	190,754	259,143	(68,389)	-26%	519,275
Losses on Disposal of Assets		25,953	-	-	-	-	-	-		-
Other Losses		5,006	382,242	382,242	-	-	191,121	(191,121)	-100%	382,242
Total Expenditure		9,065,766	8,746,025	8,746,025	657,879	4,131,624	4,373,012	(241,388)	-6%	8,746,025
Surplus/(Deficit)		(776,404)	565,408	565,408	(82,021)	468,501	282,704	185,797	0	565,408
Transfers and subsidies - capital (monetary allocations)		801,712	951,365	951,365	67,382	166,310	475,682	(309,373)	(0)	951,365
Transfers and subsidies - capital (in-kind)								-		
Surplus/(Deficit) after capital transfers & contributions		25,309	1,516,773	1,516,773	(14,639)	634,811	758,387			1,516,773
Income Tax										
Surplus/(Deficit) after income tax		25,309	1,516,773	1,516,773	(14,639)	634,811	758,387			1,516,773
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		25,309	1,516,773	1,516,773	(14,639)	634,811	758,387			1,516,773
Share of Surplus/Deficit attributable to Associate										
Intercompany /Parent subsidiary transactions										
Surplus/ (Deficit) for the year		25,309	1,516,773	1,516,773	(14,639)	634,811	758,387			1,516,773

The major revenue variances against the approved budget are:

- Property rates - Favourable variance of R29.617 million (4%) for the period due to higher property rates billed for domestic properties than budgeted.
- Electricity – Unfavourable variance of -R14.998 million (-1%) for the period, due to lower user's consumption than budgeted. The variance is due to customers moving away from the grid.
- Water revenue – Unfavourable variance of -R60.697 million (-9%) for the period due to a lower water consumption than budgeted for the period.
- Services charges: Sanitation revenue- Unfavourable variance of -R10.554 million (-4%) due to lower billing for sanitation services than budgeted for the period.
- Services charges: Refuse revenue – Unfavourable variance -R1.702 million (-2%) due to lower households billed than budgeted. Performance is still on target.
- Rental of facilities and equipment – Unfavourable variance of -R4.301 million (-18%) due to a decrease in the use of municipal facilities than anticipated and lower collection of rental income from municipal accommodation facilities. Performance is still on target.
- Interest earned – External investments - Favourable variance of R54.554 million (207%) for the period due to higher investment and cash balances than anticipated.
- Interest earned on Outstanding debtors - Favourable variance of R136.830 million (104%) due to the increasing of the debtor's book due to non-payment of debtors.
- Fines - Unfavourable variance of -R11.619 million (-75%) is mainly due to non-payment of traffic fines and challenges with the traffic software system. Performance is also hampered by the deficiencies in internal control measures.
- Licences and permits – Favourable variance R388 532 (134%) due to the implementation and roll out of licences and permits to SMME's and to companies for outdoor advertising.
- Government Grants and subsidies – Operating: Unfavourable variance of -R186.945 million (-30%) for the period due to grant receipt apportionment quarterly vs period budget.
- Operational revenue- Favourable variance of R54.422 million (274%) – due to higher payments received for handling and administration fees.
- Sale of Goods and Rendering of Services – Unfavourable variance of -R15.933 million (-49%) due to lower payments received for goods and rendering of services.

- The following charts indicates the actual revenue by source.



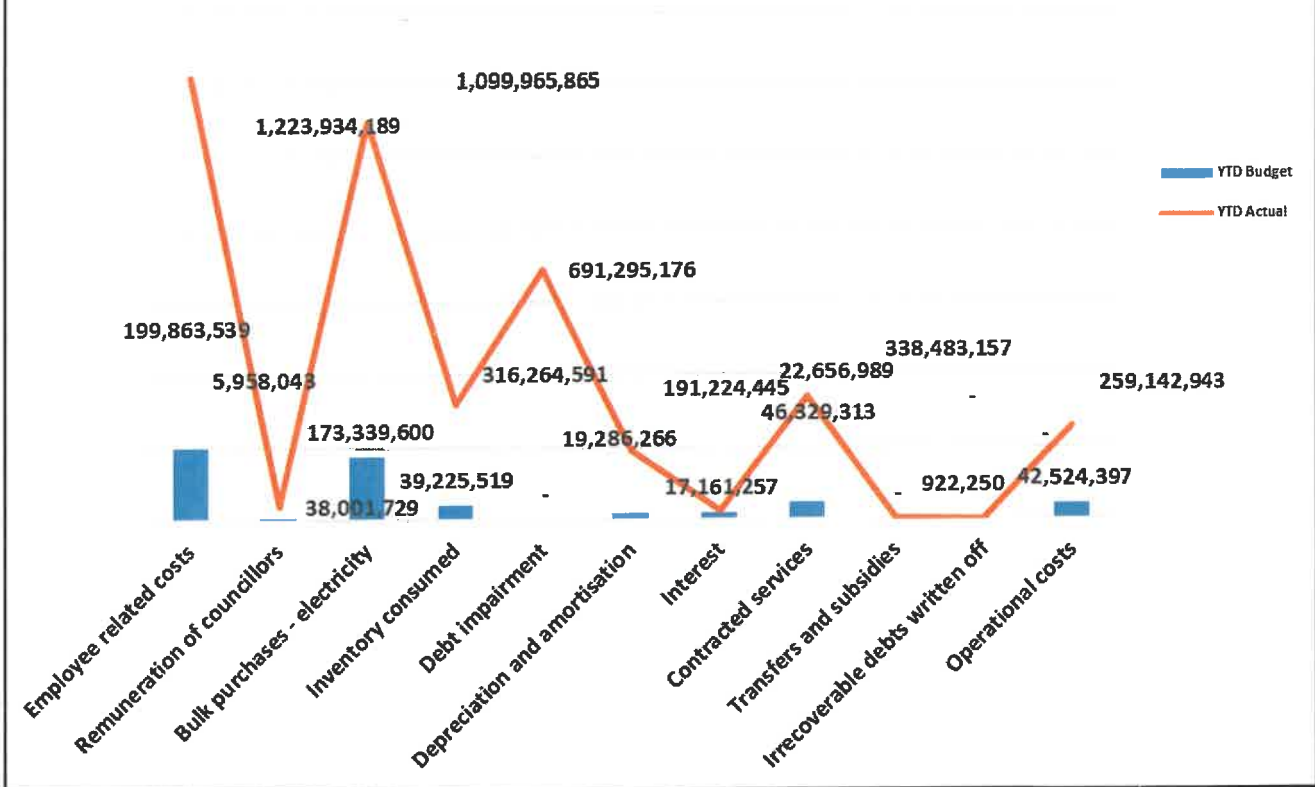
The major operating expenditure variances against the approved budget are:

Employee related costs – Favourable variance of -R40.300 million (-3%) on the year-to-date approved budget is due to underspending because of vacancies not filled for the month. The overspending on overtime to date is R68.748 million (Budget R36.474 million vs Actual R105.223 million). The overspending for the period to date on overtime will result in unauthorised expenditure in most of the votes.

OVERTIME PER DEPARTMENT	ORIGINAL BUDGET	ADJUSTMENT BUDGET	CURRENT MONTH	YTD BUDGET	YTD MOVEMENT	VARIANCE	PERCENTAGE
CITY MANAGER	131 532	131 532	-	65 766	-	65 766	0,00%
EXECUTIVE MAYOR	486 325	486 325	440 496	243 163	1 266 087	(1 022 925)	-80,79%
CORPORATE SERVICES	2 912 801	2 912 801	282 585	1 456 401	3 524 010	(2 067 609)	-58,67%
FINANCE	29 917	29 917	8 161	14 959	126 480	(111 521)	0,00%
COMMUNITY SERVICES	18 769 774	41 739 803	4 837 874	9 384 887	32 733 632	(23 348 745)	-71,33%
PLANNING, HUMAN SETTLEMENT AND ECONOMIC DEVELOPMENT	520 634	520 634	433 214	260 317	1 398 927	(1 138 610)	0,00%
FRESH PRODUCE MARKET	330 697	330 697	1 203	165 349	507 317	(341 968)	0,00%
TECHNICAL SERVICES	11 016 231	11 321 231	2 298 187	5 508 116	19 399 848	(13 891 733)	-71,61%
WATER	8 940 700	9 383 296	1 561 323	4 470 350	13 986 017	(9 515 667)	0,00%
PUBLIC SAFETY	5 359 778	5 444 224	1 745 760	2 679 889	9 002 710	(6 322 821)	0,00%
NALEDI	1 103 787	1 103 787	2 542	551 894	169 449	382 444	0,00%
SOUTPAN	397 822	397 822	-	198 911	99 862	99 049	0,00%
CENTLEC	22 949 202	22 949 202	2 982 043	11 474 601	23 008 373	(11 533 772)	-50,13%
TOTAL OVERTIME	72 949 200	96 751 271	14 593 389	36 474 600	105 222 712	(68 748 112)	-65,34%

- Debt impairment – The variance R0 (0%) due to processing of accrual journals for provision of bad debts, the billing integration for the month and the impact of indigents to be finalised at year end.
- Depreciation – Favourable variance -R75.340 million (-39%) due to accrual of actual depreciation on assets for the month.
- Finance charges – Unfavourable variance of R33.988 (150%) due to payment of finance charges as per agreement for short term loans and half yearly for the long-term loans.
- Bulk purchases Electricity – Unfavourable variance R295.870 million (27%) due to bulk purchases for electricity. The variance is due to winter consumption charged for July and August and tariff increase.
- Inventory – Favourable variance -R64.392 million (-20%) underspending due to lower needs for materials and supplies by all the departments and mainly the purchasing of bulk water for the month.
- Contracted services - Favourable variance of -R134.411 million (-40%) due to under spending on other contracted services for the period and the implementation of cost containment measures.
- Operational expenditure - Favourable variance -R68.389 million (-26%) – underspending mostly due to cost containment measures introduced.

Operating Expenditure by type as at 31 December 2023



The table below shows the revenue and expenditure per vote:

MAN Mangaung - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December										
Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
									%	
R thousands										
Revenue by Vote	1									
Vote 01 - Office Of The City Manager		0	1	1	-	0	0	(0)	-41.7%	1
Vote 02 - Office Of The Executive Mayor		-	1	1	-	-	0	(0)	-100.0%	1
Vote 03 - Corporate Services		2,482	8,320	8,320	1,451	3,638	4,160	(522)	-12.6%	8,320
Vote 04 - Finance		1,842,725	1,828,297	1,828,297	148,146	974,756	914,149	60,607	6.6%	1,828,297
Vote 05 - Community Services		21,640	521,455	521,455	21,455	226,465	260,728	(34,262)	-13.1%	521,455
Vote 06 - Planning, Human Settlement And Economic Dev		26,592	63,926	63,926	4,726	24,345	31,963	(7,618)	-23.8%	63,926
Vote 07 - Fresh Produce Market		-	35,030	35,030	-	15,205	17,515	(2,310)	-13.2%	35,030
Vote 08 - Economic Development		-	-	-	-	-	-	-	-	-
Vote 09 - Technical Services		709,619	695,725	695,725	51,495	360,545	347,862	12,682	3.6%	695,725
Vote 10 - Water		1,766,253	1,844,878	1,844,878	156,547	916,743	922,439	(5,697)	-0.6%	1,844,878
Vote 11 - Centlec		3,463,229	3,713,429	3,713,429	172,369	1,808,318	1,856,714	(48,397)	-2.6%	3,713,429
Vote 12 - Miscellaneous		1,492,756	1,643,356	1,643,356	86,797	434,086	821,678	(387,592)	-47.2%	1,643,356
Vote 13 - Public Safety And Security		100	28,382	28,382	254	2,336	14,191	(11,855)	-83.5%	28,382
Vote 14 - Naledi And Soutpan		0	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	9,325,398	10,382,798	10,382,798	643,240	4,766,435	5,191,398	(424,963)	-8.2%	10,382,798
Expenditure by Vote	1									
Vote 01 - Office Of The City Manager		104,762	116,814	116,814	10,353	60,509	58,407	2,102	3.6%	116,814
Vote 02 - Office Of The Executive Mayor		140,348	159,120	159,120	18,747	80,233	79,560	673	0.8%	159,120
Vote 03 - Corporate Services		381,737	346,268	346,268	21,085	125,846	173,134	(47,288)	-27.3%	346,268
Vote 04 - Finance		264,998	310,127	310,127	25,379	119,586	155,064	(35,478)	-22.9%	310,127
Vote 05 - Community Services		329,832	666,549	666,549	50,831	275,300	333,274	(57,975)	-17.4%	666,549
Vote 06 - Planning, Human Settlement And Economic Dev		228,123	266,892	266,892	23,592	104,111	133,446	(29,335)	-22.0%	266,892
Vote 07 - Fresh Produce Market		-	15,418	15,418	1,079	7,169	7,709	(540)	-7.0%	15,418
Vote 08 - Economic Development		-	-	-	-	-	-	-	-	-
Vote 09 - Technical Services		1,036,128	713,704	713,704	33,492	249,661	356,852	(107,191)	-30.0%	713,704
Vote 10 - Water		2,126,783	2,114,656	2,114,656	125,958	768,008	1,057,328	(289,320)	-27.4%	2,114,656
Vote 11 - Centlec		3,604,439	3,395,493	3,395,493	279,277	2,006,175	1,697,746	308,429	18.2%	3,395,493
Vote 12 - Miscellaneous		506,502	241,198	241,198	33,516	162,895	120,599	42,296	35.1%	241,198
Vote 13 - Public Safety And Security		274,993	332,909	332,909	34,504	168,607	166,455	2,153	1.3%	332,909
Vote 14 - Naledi And Soutpan		67,121	66,877	66,877	64	3,525	33,438	(29,914)	-89.5%	66,877
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	9,065,766	8,746,025	8,746,025	657,879	4,131,624	4,373,012	(241,388)	-5.5%	8,746,025
Surplus/ (Deficit) for the year	2	259,631	1,636,773	1,636,773	(14,639)	634,811	818,386	(183,575)	-22.4%	1,636,773

Capital Expenditure Report (Annexure B – Table C5)

The capital expenditure report shown in Annexure B has been prepared based on the format required to be lodged electronically with National Treasury and is categorised into major output 'type'.

The year-to-date spending for the month is **R171.006 million** (29.62%) compared to the year-to-date budgeted target of **R577.243 million**. On an annual basis we have thus spent only **R171.006 million (14.81%)** of the year-to-date expenditure versus the approved budget of **R1.154 billion**.

The summary report indicates the following:

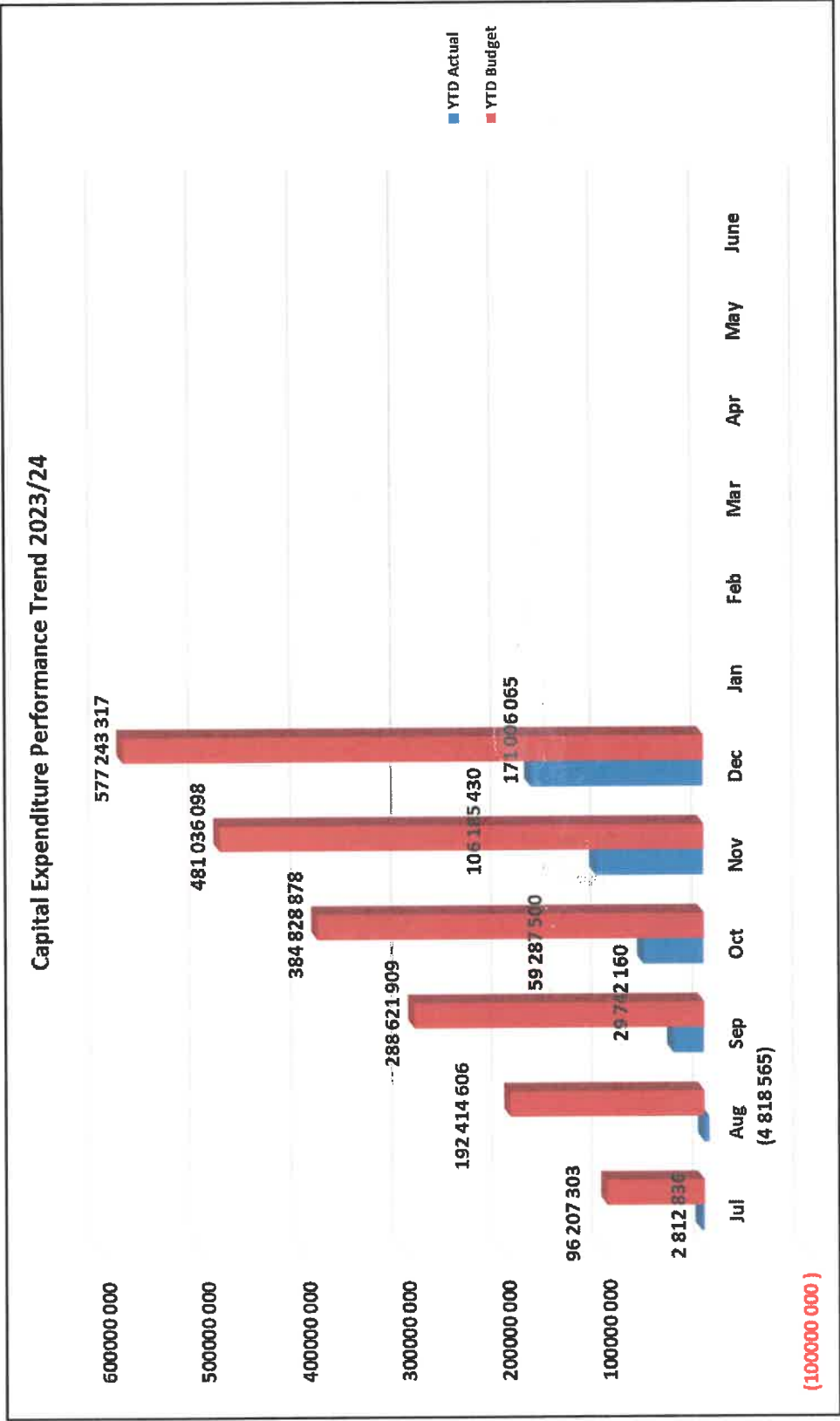
Summary Statement of Capital Expenditure - Financing

Description	Approved budget 2023/24 R'000	YTD Budget December 2023/24 R'000	YTD Actual December 2023/24 R'000	Variance YTD Fav / (Unfav.) R'000
Capital Expenditure	1 154 487	577 243	171 006	(406 237)
Capital Financing				
National Government	937 065	468 532	141 300	(327 232)
Provincial Government	-	-	-	-
Public Contributions	14 300	7 150	4 374	(2 776)
Borrowing	-	-	-	-
Internally Generated Funds	203 122	101 561	25 331	(76 229)
Financing Total	1 154 487	577 243	171 006	(406 237)

The status of year-to-date capital expenditure compared to the standard classification for the key infrastructure items as indicated in Annexure B – Table C5 are:

Governance and administration	(-R20.942 budgeted target)
Community and public safety	(-R123.514 budgeted target)
Economic and environmental services	(-R100.848 budgeted target)
Electricity	(-R60.366 less than budgeted target)
Water	(-R61.065 budgeted target)
Wastewater management	(-R30.000 budgeted target)
Waste management	(-R7.875 budgeted target)

The following chart compares the year-to-date actual expenditure with the year- to- date approved budget (target).



The table below outlines the performance per vote status of the year-to-date capital expenditure:

Capital Expenditure per Vote	Approved Budget	Adj Budget	YTD Actual	YTD Budget Target	% on Approved Budget
Corporate Services	21 474 825	21 474 825	2 568 738	10 737 413	11,96%
3	500	500	-	250	0,00%
Community Services	188 683 936	188 683 936	-	94 341 968	0,00%
Planning, Human Settlement And Economic Dev	391 244 520	391 244 520	61 451 063	195 622 260	15,71%
Fresh Produce Market	2 696 908	2 696 908	373 045	1 348 454	13,83%
Economic Development	-	-	-	-	0,00%
Technical Services	167 139 698	167 139 698	42 927 855	83 569 849	25,68%
Water	162 296 546	162 296 546	20 083 571	81 148 273	12,37%
Centlec	217 935 546	217 935 546	43 601 793	108 967 773	20,01%
Miscellaneous	-	-	-	-	0,00%
Public Safety And Security	3 014 155	3 014 155	-	1 507 078	0,00%
Total	1 154 486 634	1 154 486 634	171 006 064	577 243 317	14,81%

The under expenditure on all services is due to the slow implementation and under spending of projects and the reversal of accruals.

Cash Flow Statement (CFS) (Annexure A – Table C7)

The CFS report for the period ending 31 December 2023 indicates a closing balance (cash and cash equivalents) of R808.007 million (30 November 2023 – R1.043 billion) which comprises of the following:

- Bank balance and cash R472 310 (Mangaung) ABSA
- Bank balance and cash R92.482 million (Mangaung) NEDBANK
- Bank balance and cash R26.518 million (Centlec)
- Bank balance and cash R6.883 million (Market)
- Investment deposits R681.617 million (Mangaung)
- Investment deposits R34 757 (Centlec)

Cash flows from operating activities category:

- Property rates, penalties & collection charges reflect a year-to-date amount of **R674.647 million**, resulting in an **R20.974 million (3%)** favourable variance, as compared to a year target of **R653.673 million**.
- Service charges reflect a year-to-date amount cash collection of **R2.433 billion**, resulting in an **R514.413 million (27%)** favourable variance, as compared to a year target of **R1.919 billion**.
- Other revenue reflects a year-to-date amount of **R1.816 billion**, resulting in an **R498.316 million (38%)** favourable variance, as compared to a year target of **R1.319 billion**.
- Operating grants and subsidies show a year-to-date receipted amount of **R782.996 million** compared to a year-to-date target of **R615.315 million** resulting in **R167.681**

million (27%) favourable variance. (Variance due to grant receipt apportionment quarterly vs periodly budget);

- Capital grants and subsidies show a year-to-date amount of **R443.141 million** compared to a year-to-date target of **R475.682 million** resulting in **-R32.541 million** (-7%) unfavourable variance due to grant receipt apportionment quarterly vs periodly budget);
- Interest shows a year-to-date amount of **R19.146 million** compared to a year target of **R13.200 million**, indicating **R5.946 million** (45%) favourable variance.

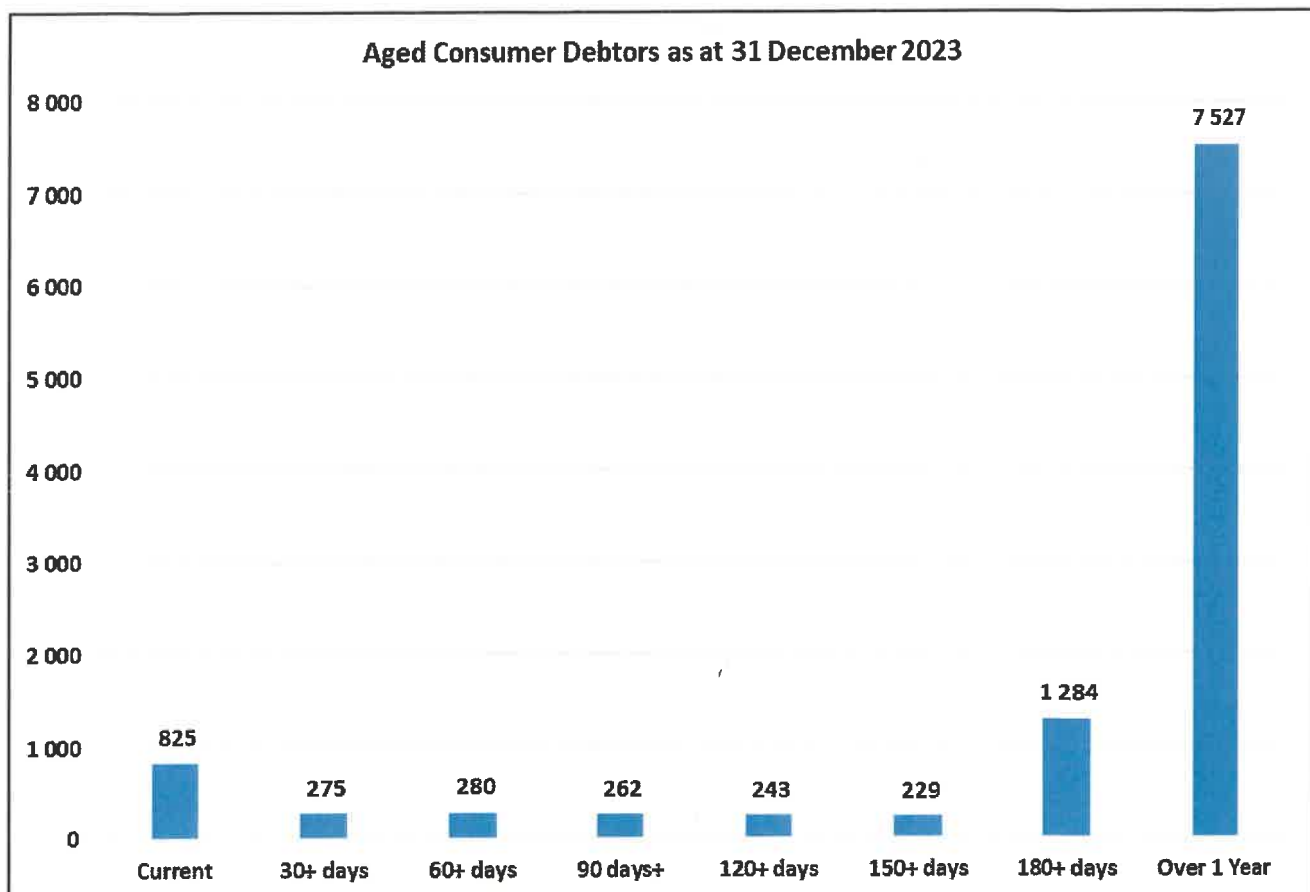
Regarding payments:

- Suppliers and employee payments indicate a year-to-date amount of **-R5.783 billion** (**R2.054 billion** unfavourable variance) compared to a year-to-date target of **-R3.730 billion** mainly due to increase in bulk purchases and general expenses.
- Capital payments indicate a year-to-date amount of **-R171.006 million** (**-R406.237 million** favourable variance) compared to a target of **-R577.243 million** due to the slow uptake of capex projects during the year and the reversal of accruals.
- Finance charges shows a year-to-date amount of **-R78.855 million** compared to a year target of 0, resulting in a favourable variance of **R78.855**.
- Transfers and grants indicate a year-to-date amount of **-R0 (R922 250)** Unfavourable variance) compared to a target of **-R922 250**.
- Repayment of borrowing indicates a year-to-date amount of **-R78.714 million** (**-R2.214 million**) favourable variance compared to a target of **-R80.928 million** due to the repayment of borrowings due.

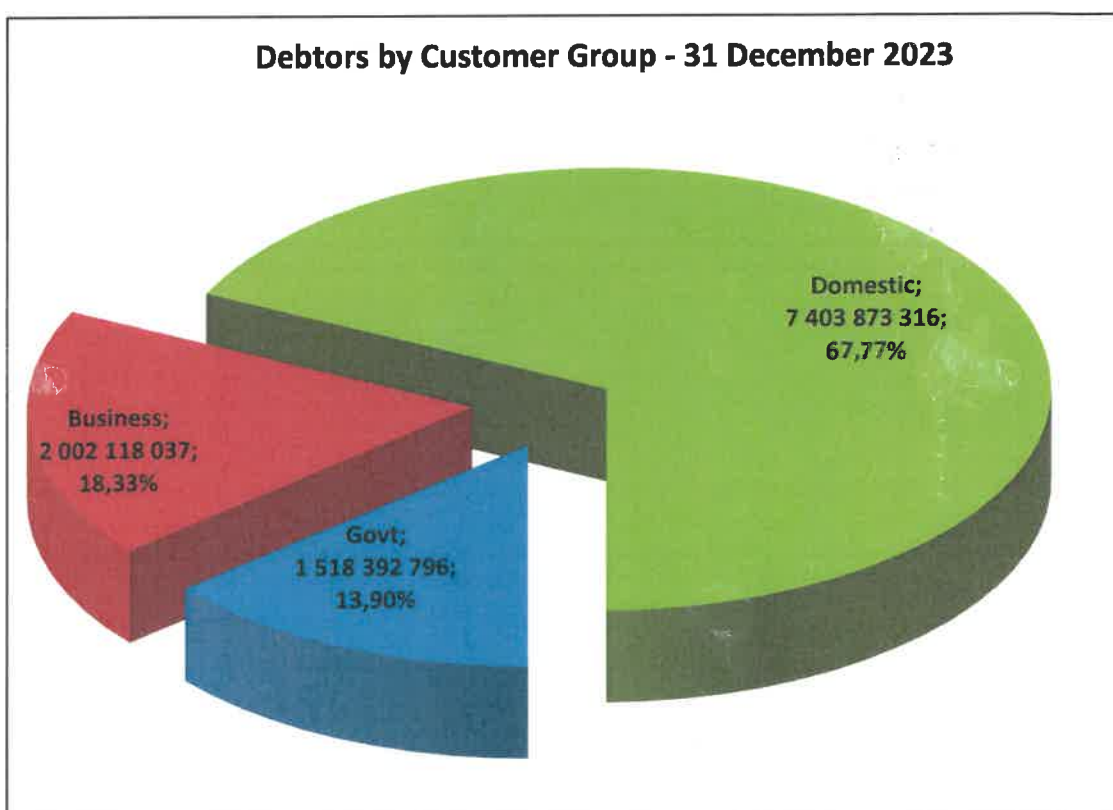
Outstanding Debtors Report (Annexure B – Table SC3)

The debtors report has been prepared based on the format required to be lodged electronically with National Treasury. This format provides an extended aged analysis, as well as an aged analysis by debtor type.

The debtors balance as of 31 December 2023 is **R10.924 billion** including unallocated credits of R203.588 million (30 November 2023 – **R10.802 billion** including unallocated credits of R254.112 million), thus reflecting an increase of **R16 million** (0.15%) for the month. The following chart illustrates that the major debt is reflected in the over 1-year category. An amount of R7.527 billion (R7.348 billion – November 2023) is outstanding in this category (1 year and older), with R5.329 billion attributable to households, an increase of R116 million from the balance of R5.213 billion in November 2023.

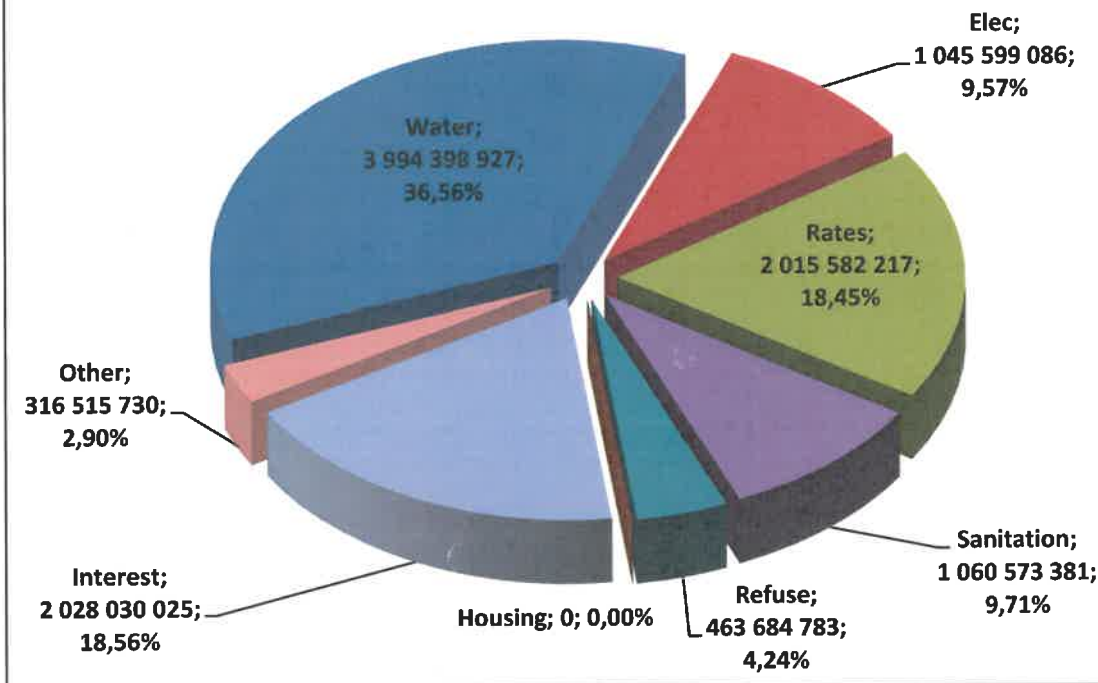


The following chart indicates the outstanding debtors per customer group.



The following chart indicates the outstanding debtors by income source

Debtors by Income Source - 31 December 2023



Outstanding Creditors Report (Annexure B – Table SC4)

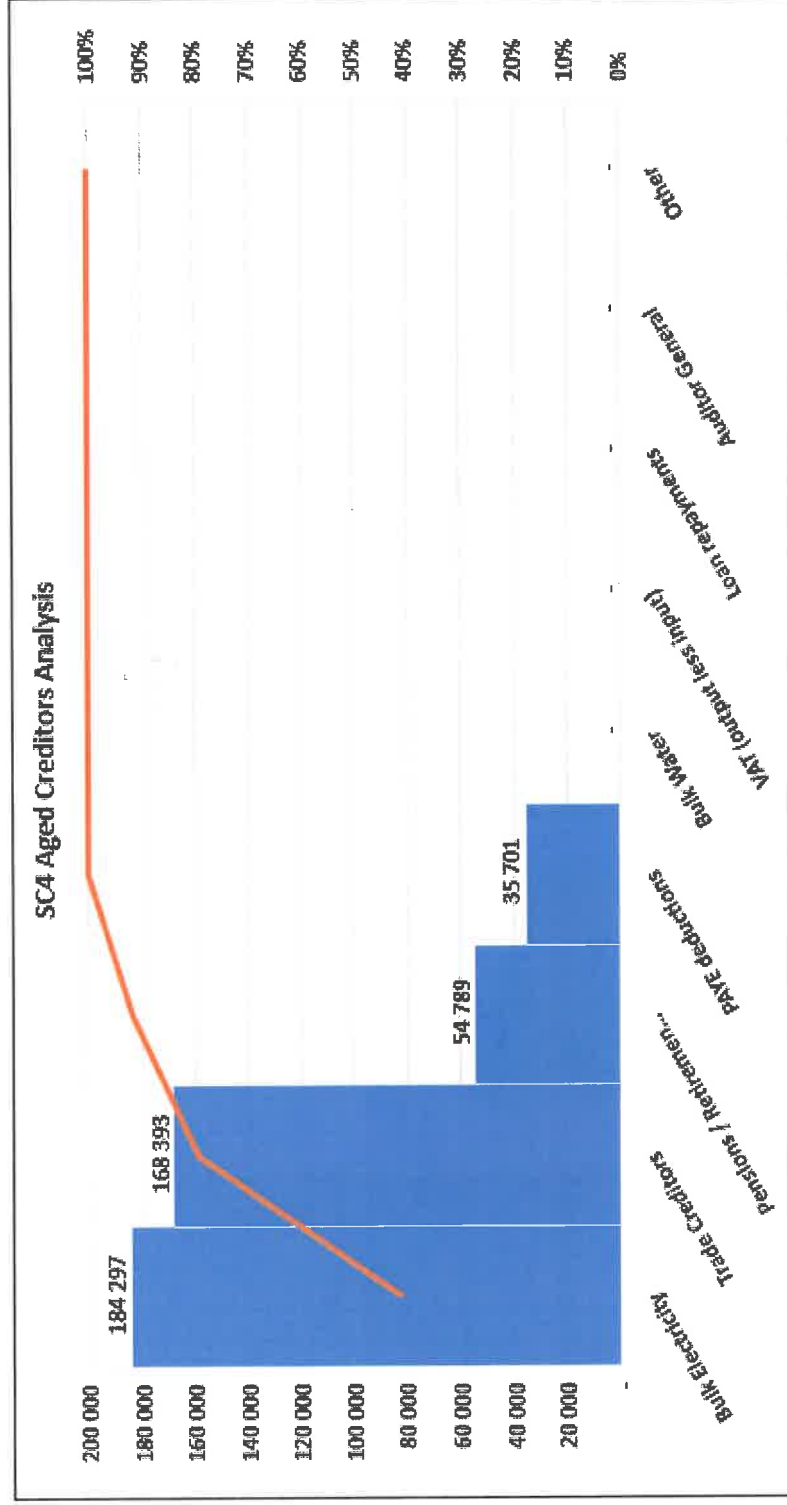
The Creditors report has been prepared based on the format required to be lodged electronically with National Treasury. This format provides an extended aged analysis, as well as an aged analysis by creditor type. The total creditors amounted to **R443.179 million** compared to an amount of **R307.411 million** in November 2023. The increase of **R135.768 million** is in the items as depicted below.

The total trade creditors comprise out of the following:

	November 2023 R'000	December 2023 R'000
Bulk electricity	199 633	184 297
Trade creditors Centlec	18 228	28 650
Bulk water	-	-
Salaries/PAYE	7 663	35 701
Pensions Deductions	54 716	54 789
Other	-	-
Trade creditors Mangaung	27 170	139 742
Total	307 411	443 179

*The current portion of the amount due was R306.677 million.

The following chart comprises this month's total creditors.



Key Performance Indicators (Annexure B – Table SC2)

The table refers to the agreed objectives as contained within the Restructuring Grant conditions and the actual percentages achieved.

Investment Portfolio (Annexure B – Table SC5)

The table indicates the status of the investment portfolio and detail of the instruments of where the funds are invested, which amounts to **R681.652 million** as of 31 December 2023 against **R978.654 million** on 30 November 2023.

4. **FINANCIAL IMPLICATIONS**

The report for the month ending 31 December 2023 indicates various financial risks which require monitoring during the financial year:

- Achievement of the operating expenditure and revenue budget.
- Achievement of the capital expenditure budget.
- The growing outstanding debtors and
- The management of our cash flow daily.

As at the end of December 2023 the operating revenue (excluding capital grants) and expenditure actual represented 48.93% and 47.24% respectively of the approved budget. The outcome reflects a variance of -1.07% (favourable) and -2.76% (favourable) respectively, when compared to the average target of 50% and 50% respectively (based on the sixth month of the financial year). However, considering the under collection of debtors, outstanding creditors, the under spending on capital projects and operating expenditure and the low cash and cash equivalents, expenditure should be restrained in the new financial year, without neglecting service delivery, to ensure a positive cash flow.

The actual year-to-date capital expenditure until 31 December 2023 represents only 14.81% of the approved budget, when compared to a target of 41.67% (sixth month), a variance of 35.19% for the year against the target.

4.1 Financial Ratios

- Cost Coverage Ratio – Cash and cash Equivalent/ (Total Expenditure – Non-cash items)

$$808\,006\,545 / (549\,360\,935 - 115\,215\,863 - 19\,286\,266) = 1.95 \text{ months}$$

The ratio for the month is higher than the norm of 1-3 months which indicates that the city can meet its financial commitments.

- Current Ratio – Current Assets/Current Liabilities

$$9\,435\,218\,831 / 11\,514\,019\,598 = 0.82$$

The status of the Metro is lower than the norm of 1:5 to 2:1 which indicates that the city is not able to pay its current or short-term obligations for this month.

- Capital Cost as % of Total Expenditure – Finance charges/ Total Expenditure

$$17\,161\,257 + 91\,927\,831 / 549\,360\,935 \times 100 = 19.86\%$$

The finance charges ratio is higher monthly than the norm of 6% to 8% per annum which indicates that payments on external loans are made according to repayment schedules for the month.

- Repairs and Maintenance as % of PPE – R&M/ (PPE + Investment Property)

$$28\,776\,924 / (18\,927\,317\,769 + 1\,587\,424\,015) = 0.14\% \text{ for the month}$$

The ratio is lower than the annual norm of 8% (0.67% for the month) which indicates lower levels of spending on repairs and maintenance to existing assets and a negatively impact on service delivery.

- Collection Rate: (Gross Debtors Opening Balance – Unallocated Receipts) + Billed Revenue – (Gross Debtors Closing Balance -Unallocated Receipts) – Bad Debts Written Off) + Actual Collection / Billed Revenue x 100

$$10\,547\,792\,138 + 516\,387\,093 + 0 = 11\,064\,179\,232 - 10\,720\,766\,531 = 343\,412\,701 + 6\,639\,060 = 350\,051\,760 / 516\,387\,093 = 67.79\%$$

The ratio for the period is higher than the norm of 95% which is an indication that the Metro was able to implement corrective measures to ensure that the credit control policy is effective and efficient.

- Creditors payment period:

Outstanding creditors/ creditor payments x 365
(443 179 414 / 4 073 027 089) x 365 = 40 days

The period is higher than the norm of 30 days to settle creditors which indicates that the Metro must improve on the revenue collection and cashflow for paying off creditors within the 30 days norm.

5. KEY DECEMBER 2023 PERFORMANCE (FINANCIAL) INDICATORS

The outcome in terms of the performance indicators is as outlined on the Supporting Table SC2 of the report pack. The various 'Debtors' ratios are also a cause for concern and are impacted by the size of the debtor's book.

6. INTERDEPARTMENTAL AND CLUSTER IMPACT

This report is prepared to achieve MFMA compliance.

7. COMMENTS OF THE HEAD: LEGAL SERVICES

The abovementioned report as such does not call for legal clarification.

8. IMPLICATIONS

- Human Resources

Not applicable.

- Finances (budget and value for money)

This report is an overview of the financial results for the month ended 31 DECEMBER 2023, as well as any Operating and Capital Budget variances.

- Constitution and legal factors

The implication of approval of this report is compliance to legislative requirements (Section 71 of the MFMA).

- Communication

In compliance to legislative requirements (Section 71 of the MFMA) this document is provided to all stakeholders by placing it on the Mangaung website.

- Previous Mayoral Committee Resolutions

Not applicable.

9. CONCLUSION

This report complies with Section 71 of the MFMA, by providing a statement to the Executive Mayor containing certain financial particulars.

10. RECOMMENDED

That, in compliance with Section 71 of the MFMA:

1. The Accounting Officer submits to the Executive Mayor this statement reflecting the implementation of the budget and the financial state of affairs of the municipality for the month ending 31 December 2023 and
2. In order to comply with Section 71(4) of the MFMA, the Accounting Officer must ensure that this statement is submitted to National Treasury and the Provincial Treasury, in both a signed document format and in electronic format.

SUBMITTED BY:



MS N SITISHI

DATE: 18/01/2024

ACTING CHIEF FINANCIAL OFFICER

City Manager's quality certification

I, **Sello More**, the City Manager of the Mangaung Metropolitan Municipality, hereby certify that -

- The monthly report on the implementation of the budget and financial state affairs of the municipality for the financial month ending **31 DECEMBER 2023** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Sello More

City Manager of the Mangaung Metropolitan Municipality

Signature: 

Date: 15/01/2024

Explanation of legal requirements

Section 71 of the MFMA requires that the monthly report should contain:

- (a) actual revenue, per revenue source;
- (b) actual borrowings;
- (c) actual expenditure, per **vote**;
- (d) actual capital expenditure, per vote;
- (e) the amount of any allocations received.
- (f) actual expenditure on those **allocations**, excluding expenditure on-
 - (i) its share of the local government equitable share; and
 - (ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and
- (g) when necessary, an explanation of-
 - (i) any **material variances** from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
 - (ii) any material variances from the service delivery and budget implementation plan;
 - (iii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved budget.

The statement must also include:

- (a) a projection of the relevant municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections; and
- (b) the prescribed information relating to the state of the budget of each municipal entity as provided to the municipality in terms of **section 87(10)**.
- (3) The amounts reflected in the statement must in each case be compared with the corresponding amounts budgeted for in the municipality's approved budget.
- (4) The statement to the provincial treasury must be in the format of a signed document and in electronic format.

Further, in terms of Government Notice 27431 dated 1 April 2005, regarding the "Local Government: Municipal Finance Management Act 2003 Municipal Investment Regulations: the following is applicable:

Reporting requirements:

9. (1) The accounting officer of a municipality or municipal entity must within 10 working days of the end of each month, as part of the section 71 report required by the Act, submit to the mayor of the municipality or the board of directors of the municipal entity a report describing in accordance with generally recognised accounting practice the investment portfolio of that municipality or municipal entity as at the end of the month.

(2) The report referred to in sub regulation (1) must set out at least –

- (a) the **market value** of each investment as at the beginning of the reporting month;
- (b) any changes to the investment portfolio during the reporting month;
- (c) the market value of each investment as at the end of the reporting month; and
- (d) fully accrued interest and yield for the reporting month.

[Highlighted requirements are further explained below].

Certain 'prescribed' municipalities are required to provide their financial reports to the National Treasury, in lieu of the Provincial Treasury, which includes Mangaung. National Treasury have indicated that they wish to continue to directly monitor municipalities that have a significant impact on the South African economy. For this purpose, the required electronic reports were progressively lodged with the National Treasury and for December 2018 the reports were submitted on 14 December 2018. These reports are:

- Statement of Financial Performance (OSA)
- Capital expenditure report (CAA)
- Cash Flow Statement (CFA)
- Outstanding Debtors report (AD)
- Outstanding Creditors report (AC)
- Statement of Financial Position actual (BSAC)

The specific format for the report required to be submitted to the Executive Mayor, as referred to in section 71(1), has now been prescribed in terms of Government Gazette No 32141 of 17 April 2009 but the receipt of electronic submissions have not been replaced. Therefore, this report is based upon the content and format of the monthly electronic reports provided to National Treasury. The information provided to National Treasury is published quarterly; therefore, it is prudent that the Executive Mayor's report be prepared on a similar basis to ensure alignment.

Section 71(1) (e) refers to a requirement to report on 'allocations' received. The term, 'allocations' refers to government grants received from other spheres of government. These are reported upon in the Statement of Financial Performance.

National Treasury has determined the definition of a 'vote'. Each municipality may determine the vote format for its expenditure, provided it also supplies Government Financial Statistical (GFS) analysis.

Section 87 is a requirement to report on the performance of municipal entities. A report has been received on 09 January 2024.

The market value of the investment portfolio is based on the contractual/ cost price of the investment portfolio.

MANGAUNG C SCHEDULE MONTHLY BUDGET STATEMENT

General Information and Contact Information

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<i>Consolidated Monthly Budget Statements</i>	
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Table C2C	Financial Performance (standard classification)
Table C3-Fin Per V	Financial Performance (revenue and expenditure by municipal vote)
Table C3C	Financial Performance (revenue and expenditure by municipal vote) - A
Table C4-FinPer RE	Financial Performance (revenue and expenditure)
Table C5-Capex	Capital Expenditure (municipal vote, standard classification and funding)
Table C5C	Capital Expenditure (municipal vote, standard classification and funding) - A
Table C6-FinPos	Financial Position
Table C7-Cflow	Cash Flow

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Table SC2	Monthly Budget Statement - Performance indicators
Table SC3	Monthly Budget Statement - Aged debtors
Table SC4	Monthly Budget Statement - aged creditors
Table SC5	Monthly Budget Statement - Investment portfolio
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MAN Mangaung - Table C1 Consolidated Monthly Budget Statement Summary - M06 Decemeber									
Description	2022/23	Budget Year 2023/24							
	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	1 508 845	1 541 522	1 541 522	131 618	800 378	770 761	29 617	4%	1 541 522
Service charges	4 683 317	5 597 889	5 597 889	342 023	2 710 994	2 798 945	(87 951)	-3%	5 597 889
Investment revenue	61 873	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	61 873	26 401	26 401	9 387	61 170	13 200	47 970	363%	26 401
Other own revenue	1 973 454	2 145 621	2 145 621	92 830	1 027 583	1 072 811	(45 228)	-4%	-
Total Revenue (excluding capital transfers and contributions)	8 289 363	9 311 433	9 311 433	575 858	4 600 126	4 655 717	(55 591)	-1%	9 311 433
Employee costs	2 296 300	2 447 868	2 447 868	199 864	1 183 634	1 223 934	(40 300)		2 447 868
Remuneration of Councillors	69 434	76 003	76 003	5 958	38 228	38 002	227		76 003
Depreciation and amortisation	896 724	382 449	382 449	19 286	115 885	191 224	(75 340)		382 449
Interest	133 991	45 314	45 314	17 161	56 645	22 657	33 988		45 314
Inventory consumed and bulk purchases	2 837 011	2 832 461	2 832 308	39 226	251 872	316 265	(64 392)		2 832 308
Transfers and subsidies	-	1 845	1 845	5 673	4 987	922	4 065	441%	1 845
Other expenditure	2 832 307	2 960 085	2 960 237	262 193	1 789 078	2 580 008	(790 931)	-31%	2 960 237
Total Expenditure	9 065 766	8 746 025	8 746 025	549 361	3 440 329	4 373 012	(932 683)	-21%	8 746 025
Surplus/(Deficit)	(776 404)	565 408	565 408	26 497	1 159 796	282 704	877 092	310%	565 408
Transfers and subsidies - capital (monetary)	801 712	951 365	951 365	67 382	166 310	475 682	(309 373)	-65%	951 365
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	25 309	1 516 773	1 516 773	93 879	1 326 106	758 387	567 719	75%	1 516 773
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	25 309	1 516 773	1 516 773	93 879	1 326 106	758 387	567 719	75%	1 516 773
Capital expenditure & funds sources									
Capital expenditure	706 890	1 154 487	1 154 487	(27 482)	(32 300)	288 622	(320 922)	-111%	1 154 487
Capital transfers recognised	570 747	951 365	951 365	57 937	145 675	475 682	(330 008)	-69%	951 365
Borrowing	12 220	-	-	-	-	-	-		-
Internally generated funds	123 924	203 122	203 122	7 930	25 331	101 561	(76 229)	-75%	203 122
Total sources of capital funds	706 890	1 154 487	1 154 487	65 868	171 006	577 243	(406 237)	-70%	1 154 487
Financial position									
Total current assets	9 391 458	4 325 447	4 325 447		9 435 219				4 325 447
Total non current assets	22 029 218	23 315 245	23 315 245		23 049 360				23 315 245
Total current liabilities	10 960 295	2 487 389	2 487 389		11 514 020				2 487 389
Total non current liabilities	2 566 352	1 781 712	1 781 712		2 576 631				1 781 712
Community wealth/Equity	17 822 365	23 515 346	23 515 346		18 393 928				23 515 346
Cash flows									
Net cash from (used) operating	9 972 023	2 529 322	2 529 322	437 347	3 553 235	632 331	(2 920 905)	-462%	2 529 322
Net cash from (used) investing	(710 150)	(1 153 804)	(1 144 694)	27 481	41 437	(286 173)	(327 611)	114%	(1 144 694)
Net cash from (used) financing	(208 974)	(150 947)	(161 857)	(797)	(7 757)	(38 421)	(30 663)	80%	(153 683)
Cash/cash equivalents at the month/year end	10 624 711	1 965 105	1 963 305	-	4 829 687	1 048 270	(3 781 417)	-361%	2 473 717
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	911 374	269 318	247 097	229 596	214 294	224 405	1 294 745	7 011 174	10 402 003
Creditors Age Analysis									
Total Creditors	301 146	307 156	1 313	25 424	-	-	-	-	635 039

MAN Mangaung - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2022/23	Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands									
Revenue by Vote	1								
Vote 01 - Office Of The City Manager		0	1	1	-	0	0	(0)	-41,7%
Vote 02 - Office Of The Executive Mayor		-	1	1	-	-	0	(0)	-100,0%
Vote 03 - Corporate Services		2 482	8 320	8 320	1 451	3 638	4 160	(522)	-12,6%
Vote 04 - Finance		1 842 725	1 828 297	1 828 297	148 146	974 756	914 149	60 607	6,6%
Vote 05 - Community Services		21 640	521 455	521 455	21 455	226 465	260 728	(34 262)	-13,1%
Vote 06 - Planning, Human Settlement And Economic Dev		26 592	63 926	63 926	4 726	24 345	31 963	(7 618)	-23,8%
Vote 07 - Fresh Produce Market		-	35 030	35 030	-	15 205	17 515	(2 310)	-13,2%
Vote 08 - Economic Development		-	-	-	-	-	-	-	-
Vote 09 - Technical Services		709 619	695 725	695 725	51 495	360 545	347 862	12 682	3,6%
Vote 10 - Water		1 766 253	1 844 878	1 844 878	156 547	916 743	922 439	(5 697)	-0,6%
Vote 11 - Centlec		3 463 229	3 713 429	3 713 429	172 369	1 808 318	1 856 714	(48 397)	-2,6%
Vote 12 - Miscellaneous		1 492 756	1 643 356	1 643 356	86 797	434 086	821 678	(387 592)	-47,2%
Vote 13 - Public Safety And Security		100	28 382	28 382	254	2 336	14 191	(11 855)	-83,5%
Vote 14 - Naledi And Soutpan		0	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-
Total Revenue by Vote	2	9 325 398	10 382 798	10 382 798	643 240	4 766 435	5 191 398	(424 963)	-8,2%
Expenditure by Vote	1								
Vote 01 - Office Of The City Manager		104 762	116 814	116 814	10 353	60 509	58 407	2 102	3,6%
Vote 02 - Office Of The Executive Mayor		140 348	159 120	159 120	18 747	80 233	79 560	673	0,8%
Vote 03 - Corporate Services		381 737	346 268	346 268	21 086	125 846	173 134	(47 288)	-27,3%
Vote 04 - Finance		264 998	310 127	310 127	25 379	119 586	155 064	(35 478)	-22,9%
Vote 05 - Community Services		329 832	666 549	666 549	45 437	242 938	333 274	(90 336)	-27,1%
Vote 06 - Planning, Human Settlement And Economic Dev		228 123	286 892	286 892	22 851	99 660	133 446	(33 786)	-25,3%
Vote 07 - Fresh Produce Market		-	15 418	15 418	1 079	7 169	7 709	(540)	-7,0%
Vote 08 - Economic Development		-	-	-	-	-	-	-	-
Vote 09 - Technical Services		1 036 128	713 704	713 704	32 750	205 023	356 852	(151 829)	-42,5%
Vote 10 - Water		2 126 783	2 114 656	2 114 656	46 216	289 556	1 057 328	(767 772)	-72,6%
Vote 11 - Centlec		3 604 439	3 395 493	3 395 493	264 341	1 916 556	1 697 746	218 810	12,9%
Vote 12 - Miscellaneous		506 502	241 198	241 198	26 554	121 121	120 599	522	0,4%
Vote 13 - Public Safety And Security		274 993	332 909	332 909	34 504	168 607	166 455	2 153	1,3%
Vote 14 - Naledi And Soutpan		67 121	66 877	66 877	64	3 525	33 438	(28 914)	-89,5%
Vote 15 - Other		-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	9 065 766	8 746 025	8 746 025	549 361	3 440 329	4 373 012	(932 683)	-21,3%
Surplus/ (Deficit) for the year	2	259 631	1 636 773	1 636 773	93 879	1 326 106	818 386	507 720	62,0%

MAN Mangaung - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		2 894 409	3 584 747	3 584 747	163 978	1 777 376	1 792 374	(14 998)	-1%	3 584 747
Service charges - Water		1 145 977	1 308 282	1 308 282	121 657	593 444	654 141	(60 697)	-9%	1 308 282
Service charges - Waste Water Management		473 548	520 600	520 600	41 420	249 747	260 300	(10 554)	-4%	520 600
Service charges - Waste management		169 383	184 259	184 259	14 968	90 428	92 130	(1 702)	-2%	184 259
Sale of Goods and Rendering of Services		34 265	64 741	64 741	2 232	16 437	32 371	(15 933)	-49%	64 741
Agency services					-	-	-	-		
Interest					-	-	-	-		
Interest earned from Receivables		446 712	263 816	263 816	46 779	268 738	131 908	136 830	104%	263 816
Interest from Current and Non Current Assets		61 873	26 401	26 401	9 387	61 170	13 200	47 970	363%	26 401
Dividends		12	3	3	-	6	1	5	412%	3
Rent on Land		-	-	-	-	-	-	-		-
Rental from Fixed Assets		48 152	47 004	47 004	4 102	19 201	23 502	(4 301)	-18%	47 004
Licence and permits					-	-	-	-		-
Operational Revenue		53 272	39 768	39 768	9 980	74 306	19 884	54 422	274%	39 768
Non-Exchange Revenue										
Property rates		1 508 845	1 541 522	1 541 522	131 618	800 378	770 761	29 617	4%	1 541 522
Surcharges and Taxes					-	-	-	-		-
Fines, penalties and forfeits		18 904	30 856	30 856	304	3 809	15 428	(11 619)	-75%	30 856
Licence and permits		1 440	579	579	104	678	289	389	134%	579
Transfers and subsidies - Operational		986 537	1 230 629	1 230 629	15 243	428 369	615 315	(186 945)	-30%	1 230 629
Interest		124 636	52 801	52 801	14 087	80 955	26 401	54 554	207%	52 801
Fuel Levy		363 435	405 247	405 247	-	135 083	202 624	(67 541)	-33%	405 247
Operational Revenue					-	-	-	-		-
Gains on disposal of Assets		19 993	9 793	9 793	-	-	4 896	(4 896)	-100%	9 793
Other Gains		(62 031)	385	385	-	-	192	(192)	-100%	385
Discontinued Operations										
		8 289 363	9 311 433	9 311 433	575 858	4 600 126	4 655 717	(55 591)	-1%	9 311 433
Total Revenue (excluding capital transfers and contributions)										
Expenditure By Type										
Employee related costs		2 296 300	2 447 868	2 447 868	199 864	1 183 634	1 223 934	(40 300)	-3%	2 447 868
Remuneration of councillors		69 434	76 003	76 003	5 958	38 228	38 002	227	1%	76 003
Bulk purchases - electricity		1 929 716	2 199 932	2 199 932	173 340	1 395 835	1 099 966	295 870	27%	2 199 932
Inventory consumed		907 295	632 529	632 377	39 226	251 872	316 265	(64 392)	-20%	632 377
Debt impairment		1 388 199	1 382 590	1 382 590	-	-	691 295	(691 295)	-100%	1 382 590
Depreciation and amortisation		896 724	382 449	382 449	19 286	115 885	191 224	(75 340)	-39%	382 449
Interest		133 991	45 314	45 314	17 161	56 645	22 657	33 988	150%	45 314
Contracted services		638 543	676 966	676 130	46 329	204 072	338 483	(134 411)	-40%	676 130
Transfers and subsidies		-	1 845	1 845	5 673	4 987	922	4 065	441%	1 845
Irrecoverable debts written off		258 838	-	-	-	(1 585)	-	(1 585)	0%	-
Operational costs		515 768	518 286	519 275	42 524	190 754	259 143	(68 389)	-26%	519 275
Losses on Disposal of Assets		25 953	-	-	-	-	-	-		-
Other Losses		5 006	382 242	382 242	-	-	191 121	(191 121)	-100%	382 242
Total Expenditure		9 065 766	8 746 025	8 746 025	549 361	3 440 329	4 373 012	(932 683)	-21%	8 746 025
Surplus/(Deficit)		(776 404)	565 408	565 408	26 497	1 159 796	282 704	877 092	0	565 408
Transfers and subsidies - capital (monetary allocations)		801 712	951 365	951 365	67 382	166 310	475 682	(309 373)	(0)	951 365
Transfers and subsidies - capital (in-kind)										
Surplus/(Deficit) after capital transfers & contributions		25 309	1 516 773	1 516 773	93 879	1 326 106	758 387			1 516 773
Income Tax										
Surplus/(Deficit) after income tax		25 309	1 516 773	1 516 773	93 879	1 326 106	758 387			1 516 773
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		25 309	1 516 773	1 516 773	93 879	1 326 106	758 387			1 516 773
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		25 309	1 516 773	1 516 773	93 879	1 326 106	758 387			1 516 773

MAN Mangaung - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M06 December

Vote Description	Ref	2022/23	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2023/24				
		Audited Outcome				YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 01 - Office Of The City Manager		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Executive Mayor		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		4 852	8 475	8 475	-	1 069	4 237	(3 169)	-75%	8 475
Vote 04 - Finance		-	-	-	-	-	-	-	-	-
Vote 05 - Community Services		70 888	173 950	173 950	-	-	86 975	(86 975)	-100%	173 950
Vote 06 - Planning, Human Settlement And Economic Dev		119 420	336 694	336 694	11 989	54 457	168 347	(113 890)	-68%	336 694
Vote 07 - Fresh Produce Market		-	2 697	2 697	-	373	1 348	(975)	-72%	2 697
Vote 08 - Economic Development		-	-	-	-	-	-	-	-	-
Vote 09 - Technical Services		184 468	167 140	167 140	29 237	42 928	83 570	(40 642)	-49%	167 140
Vote 10 - Water		38 927	162 297	162 297	13 962	20 084	81 148	(61 065)	-75%	162 297
Vote 11 - Centlec		248 036	217 936	217 936	7 610	43 602	108 968	(65 366)	-60%	217 936
Vote 12 - Miscellaneous		-	-	-	-	-	-	-	-	-
Vote 13 - Public Safety And Security		-	-	-	-	-	-	-	-	-
Vote 14 - Naledi And Soutpan		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	666 592	1 069 187	1 069 187	62 798	162 511	534 594	(372 082)	-70%	1 069 187
Single Year expenditure appropriation	2									
Vote 01 - Office Of The City Manager		-	-	-	-	-	-	-	-	-
Vote 02 - Office Of The Executive Mayor		-	-	-	-	-	-	-	-	-
Vote 03 - Corporate Services		2 782	13 000	13 000	608	1 500	6 500	(5 000)	-77%	13 000
Vote 04 - Finance		-	1	1	-	-	0	(0)	-100%	1
Vote 05 - Community Services		3 008	14 734	14 734	-	-	7 367	(7 367)	-100%	14 734
Vote 06 - Planning, Human Settlement And Economic Dev		34 508	54 551	54 551	2 482	6 994	27 275	(20 281)	-74%	54 551
Vote 07 - Fresh Produce Market		-	-	-	-	-	-	-	-	-
Vote 08 - Economic Development		-	-	-	-	-	-	-	-	-
Vote 09 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 10 - Water		-	-	-	-	-	-	-	-	-
Vote 11 - Centlec		-	-	-	-	-	-	-	-	-
Vote 12 - Miscellaneous		-	-	-	-	-	-	-	-	-
Vote 13 - Public Safety And Security		-	3 014	3 014	-	-	1 507	(1 507)	-100%	3 014
Vote 14 - Naledi And Soutpan		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	40 298	85 300	85 300	3 070	8 495	42 650	(34 155)	-80%	85 300
Total Capital Expenditure		706 890	1 154 487	1 154 487	65 868	171 006	577 243	(406 237)	-70%	1 154 487
Capital Expenditure - Functional Classification										
Governance and administration		92 949	47 022	47 022	608	2 569	23 511	(20 942)	-69%	47 022
Executive and council		1 228	7 000	7 000	-	-	3 500	(3 500)	-100%	7 000
Finance and administration		91 721	40 022	40 022	608	2 569	20 011	(17 442)	-87%	40 022
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		120 642	355 942	355 942	11 989	54 457	177 971	(123 514)	-69%	355 942
Community and social services		-	2 500	2 500	-	-	1 250	(1 250)	-100%	2 500
Sport and recreation		4 392	24 734	24 734	-	-	12 367	(12 367)	-100%	24 734
Public safety		323	3 014	3 014	-	-	1 507	(1 507)	-100%	3 014
Housing		115 851	325 694	325 694	11 989	54 457	162 847	(108 390)	-67%	325 694
Health		76	-	-	-	-	-	-	-	-
Economic and environmental services		229 243	292 741	292 741	27 659	45 523	146 371	(100 848)	-68%	292 741
Planning and development		34 508	54 551	54 551	2 462	6 994	27 275	(20 281)	-74%	54 551
Road transport		194 735	238 190	238 190	25 197	38 528	119 095	(80 567)	-68%	238 190
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		261 815	454 782	454 782	25 612	68 085	227 391	(159 306)	-70%	454 782
Energy sources		162 266	207 936	207 936	7 610	43 602	103 968	(60 366)	-58%	207 936
Water management		38 927	162 297	162 297	13 962	20 084	81 148	(61 065)	-75%	162 297
Waste water management		60 622	68 800	68 800	4 040	4 399	34 400	(30 000)	-87%	68 800
Waste management		-	15 750	15 750	-	-	7 875	(7 875)	-100%	15 750
Other		2 241	4 000	4 000	-	373	2 000	(1 627)	-81%	4 000
Total Capital Expenditure - Functional Classification	3	706 890	1 154 487	1 154 487	65 868	171 006	577 243	(406 237)	-70%	1 154 487
Funded by:										
National Government		560 629	937 065	937 065	57 672	141 300	468 532	(327 232)	-70%	937 065
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		10 118	14 300	14 300	266	4 374	7 150	(2 776)	-39%	14 300
Transfers recognised - capital		570 747	951 365	951 365	57 937	145 675	475 682	(330 008)	-69%	951 365
Borrowing	6	12 220	-	-	-	-	-	-	-	-
Internally generated funds		123 924	203 122	203 122	7 930	25 331	101 561	(76 229)	-75%	203 122
Total Capital Funding		706 890	1 154 487	1 154 487	65 868	171 006	577 243	(406 237)	-70%	1 154 487

MAN Mangaung - Table C6 Consolidated Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		1 242 772	1 562 145	1 562 145	808 007	1 562 145
Trade and other receivables from exchange transactions		1 818 678	1 646 217	1 646 217	2 077 191	1 646 217
Receivables from non-exchange transactions		420 024	409 234	409 234	587 501	409 234
Current portion of non-current receivables		820 308	179	179	820 308	179
Inventory		690 830	707 672	707 672	704 166	707 672
VAT		4 255 226	-	-	4 275 244	-
Other current assets		143 620	-	-	162 802	-
Total current assets		9 391 458	4 325 447	4 325 447	9 435 219	4 325 447
Non current assets						
Investments		144	-	-	144	-
Investment property		1 587 424	1 748 929	1 748 929	1 587 424	1 748 929
Property, plant and equipment		17 863 779	21 551 789	21 551 789	18 927 318	21 551 789
Biological assets						
Living and non-living resources						
Heritage assets		244 667	-	-	244 667	-
Intangible assets		59 292	158 282	158 282	57 532	158 282
Trade and other receivables from exchange transactions		8 967	-	-	8 993	-
Non-current receivables from non-exchange transactions						
Other non-current assets		2 193 282	-	-	2 223 282	-
Total non current assets		21 957 554	23 459 000	23 459 000	23 049 360	23 459 000
TOTAL ASSETS		31 349 012	27 784 447	27 784 447	32 484 578	27 784 447
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Financial liabilities		(118 541)	155 247	155 247	(123 258)	155 247
Consumer deposits		202 588	175 709	175 709	201 068	175 709
Trade and other payables from exchange transactions		5 237 637	1 683 183	1 683 183	5 465 712	1 683 183
Trade and other payables from non-exchange transactions		369 930	276 980	276 980	621 810	276 980
Provision		715 332	139 906	139 906	719 682	139 906
VAT		4 096 972	56 364	56 364	4 172 628	56 364
Other current liabilities		456 377	-	-	456 377	-
Total current liabilities		10 960 295	2 487 389	2 487 389	11 514 020	2 487 389
Non current liabilities						
Financial liabilities		973 966	153 438	153 438	974 030	153 438
Provision		1 592 385	1 628 274	1 628 274	1 602 601	1 628 274
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
Total non current liabilities		2 566 352	1 781 712	1 781 712	2 576 631	1 781 712
TOTAL LIABILITIES		13 526 647	4 269 100	4 269 100	14 090 651	4 269 100
NET ASSETS	2	17 822 365	23 515 346	23 515 346	18 393 928	23 515 346
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		12 591 362	18 427 101	18 427 101	13 162 924	18 427 101
Reserves and funds		5 231 004	5 088 245	5 088 245	5 231 004	5 088 245
Other		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	17 822 365	23 515 346	23 515 346	18 393 928	23 515 346

MAN Mangaung - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		846 350	1 307 345	1 307 345	114 839	674 647	653 673	20 974	3%	1 307 345
Service charges		3 581 967	3 837 372	3 837 372	350 179	2 433 099	1 918 686	514 413	27%	3 837 372
Other revenue		6 482 552	2 637 337	2 637 337	645 817	1 816 985	1 318 669	498 316	38%	2 637 337
Transfers and Subsidies - Operational		660 184	1 230 629	1 230 629	136 920	782 996	615 315	167 681	27%	1 230 629
Transfers and Subsidies - Capital		904 966	951 365	951 365	—	443 141	475 682	(32 541)	-7%	951 365
Interest		61 349	26 401	26 401	2 940	19 146	13 200	5 946	45%	26 401
Dividends		12	3	3	—	6	1	5	412%	3
Payments										
Suppliers and employees		(2 565 357)	(7 459 285)	(7 459 285)	(1 337 001)	(5 783 295)	(3 729 642)	2 053 653	-55%	(7 459 285)
Interest		—	—	—	(32 182)	(78 855)	—	78 855	0%	—
Transfers and Subsidies		—	(1 845)	(1 845)	—	—	(922)	(922)	100%	(1 845)
NET CASH FROM/(USED) OPERATING ACTIVITIES		9 972 023	2 529 322	2 529 322	(118 489)	307 870	1 264 661	956 791	76%	2 529 322
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		—	9 793	9 793	—	—	4 896	(4 896)	-100%	9 793
Decrease (increase) in non-current receivables		(3 279)	(8 967)	—	(0)	8 993	—	8 993	0%	—
Decrease (increase) in non-current investments		20	(144)	—	—	144	—	144	0%	—
Payments										
Capital assets		(706 890)	(1 154 487)	(1 154 487)	(62 525)	(171 006)	(577 243)	(406 237)	70%	(1 154 487)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(710 150)	(1 153 804)	(1 144 694)	(62 525)	(161 869)	(572 347)	(410 478)	72%	(1 144 694)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		—	—	—	—	—	—	—	—	—
Borrowing long term/refinancing		—	—	—	—	—	—	—	—	—
Increase (decrease) in consumer deposits		(2 736)	10 910	—	2	187	5 455	(5 269)	-97%	8 174
Payments										
Repayment of borrowing		(206 238)	(161 857)	(161 857)	(42 871)	(78 714)	(80 928)	(2 214)	3%	(161 857)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(208 974)	(150 947)	(161 857)	(42 869)	(78 528)	(75 473)	3 054	-4%	(153 683)
NET INCREASE/(DECREASE) IN CASH HELD		9 052 898	1 224 571	1 222 772	(223 883)	67 473	616 841			1 230 946
Cash/cash equivalents at beginning:		1 571 813	740 533	740 533	66 719	740 533	740 533			740 533
Cash/cash equivalents at month/year end:		10 624 711	1 965 105	1 963 305		808 007	1 357 374			1 971 479

MAN Mangaung - Supporting Table SC1 Material variance explanations - M06 December

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Property rates	29,617	Favourable variance due to higher billing than anticipated	None. Performance is on target
	Service charges - electricity revenue	-15,142	Unfavourable variance but still on target	None. Performance is on target
	Service charges - water revenue	-60,697	Unfavourable variance due to less water sold than target	Adjustment of revenue forecast required.
	Service charges - sanitation revenue	-10,554	Unfavourable variance but still on target	None. Performance is on target
	Service charges - refuse revenue	-1,592	Unfavourable variance but still on target	None. Performance is on target
	Rental of facilities and equipment	-3,301	Favourable variance but still on target	Improvement on supply of municipal facilities for rental
	Interest earned - external investments	42,507	Unfavourable variance but still on target	None. Performance is on target
	Interest earned - outstanding debtors	148,465	Favourable variance and still on target	None. Performance is on target
	Fines	-11,619	Unfavourable variance due to non accrual of traffic fines	Upgrading and improvement of traffic management system.
	Licences and permits	389	Favourable variance	None. Performance is on target
	Transfers recognised - operational	-186,945	Favourable variance due to more grants received than target	None. Performance is on target
	Other revenue	4,422	Favourable variance	
	Gains on disposal of PPE	-4,896	Unfavourable variance but still on target	
2	Expenditure By Type			
	Employee related costs	-54,732	Unfavourable variance due to overexpenditure on overtime	Effective and efficient management of overtime
	Remuneration of councillors	-5,588	Unfavourable variance but still on target	Monitoring on overspend allowances.
	Debt impairment	0	Unfavourable variance	Accrual of bad debt written off.
	Depreciation & asset impairment	-75,340	Unfavourable variance	Manual provision of impairment provision.
	Finance charges	35,340	Favourable variance	Accrual of finance charges on a monthly basis.
	Bulk purchases	295,870	Unfavourable variance	
	Other materials	-65,205	Favourable variance	
	Contracted services	-138,107	Favourable variance	Monitoring of spending on contracted services.
	Transfers and grants	1,842	Unfavourable variance	
	Other expenditure	-42,762	Unfavourable variance	None
3	Capital Expenditure			
	Projects	-406,237	Favourable variance due to slow implementation of projects	Recovery plan is required to speed up implementation.
7	Municipal Entities			
	Revenue	-108,143	Favourable variance - less revenue collected than anticipated	
	Expenditure	209,853	Unfavourable variance - more spent than targeted	Monitor of spending on services.
	Capital	-60,304	Unfavourable variance	Improvement on capital spending.

MAN Mangaung - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2023/24										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.e. 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	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	246 243	87 218	88 043	77 914	75 279	74 214	503 707	2 841 781	3 994 389	3 572 885	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	165 783	21 174	27 295	24 155	16 838	12 401	48 578	729 397	1 045 569	831 368	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	187 728	67 274	66 797	65 511	57 990	53 601	258 825	1 258 056	2 015 582	1 693 783	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	70 974	26 880	26 136	25 470	23 461	21 801	123 300	742 542	1 060 573	936 574	-	-
Receivables from Exchange Transactions - Waste Management	1600	25 848	10 357	9 894	9 550	9 281	8 435	47 615	342 705	463 665	417 586	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	121 610	58 779	57 638	56 498	55 361	54 616	282 508	1 341 022	2 028 030	1 790 002	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	6 523	3 193	4 422	2 979	4 600	3 848	19 297	271 655	316 516	302 378	-	-
Total By Income Source	2900	824 689	274 885	280 226	262 074	242 807	228 917	1 283 629	7 527 158	10 924 384	9 544 585	-	-
2022/23 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	119 009	46 028	46 192	41 344	41 677	38 283	225 268	990 612	1 518 393	1 307 164	-	-
Commercial	2300	303 410	56 161	58 248	53 403	39 365	40 435	214 049	1 236 999	2 002 118	1 594 361	-	-
Households	2400	402 270	172 896	175 788	167 327	161 765	150 109	844 313	5 329 546	7 403 873	6 653 119	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	824 689	274 885	280 226	262 074	242 807	228 917	1 283 629	7 527 158	10 924 384	9 544 585	-	-

MAN Mangaung - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2023/24									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	184 297				-	-	-	-	184 297	
Bulk Water	0200	-								-	
PAYE deductions	0300	35 701				-	-	-	-	35 701	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500	54 789				-	-	-	-	54 789	
Loan repayments	0600									-	
Trade Creditors	0700	31 890	102 743	4 044	29 715	-	-	-	-	168 393	
Auditor General	0800									-	
Other	0900									-	
Total By Customer Type	1000	306 677	102 743	4 044	29 715	-	-	-	-	443 179	-

MAN Mangaung - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December														
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
Absa Call Account 1		daily	call account	No	Fixed	8,30%	0			28 207 214	172 489	-	-	28 379 703
Absa Call Account 2		daily	call account	No	Fixed	6,61%	0			-	-	-	-	-
Absa Call Account 3		daily	call account	No	Fixed	6,58%	0			-	-	-	-	-
Absa Call Account 4		daily	call account	No	Fixed	6,75%	0			-	-	-	-	-
Absa Call Account 5		daily	call account	No	Fixed	6,75%	0			-	-	-	-	-
Absa Call Account 6		daily	call account	No	Fixed	6,20%	0			-	-	-	-	-
Absa Call Account 7		daily	call account	No	Fixed	6,80%	0			-	-	-	-	-
Standard Bank Call 1		daily	call account	No	Fixed	5,25%	0			-	-	-	-	-
Standard Bank Call 2		daily	call account	No	Fixed	6,65%	0			-	-	-	-	-
Standard Bank Call 3		daily	call account	No	Fixed	6,65%	0			-	-	-	-	-
Standard Bank Call 4		daily	call account	No	Fixed	6,65%	0			-	-	-	-	-
Standard Bank Call 5		daily	call account	No	Fixed	6,65%	0			-	-	-	-	-
First National Bank Call 1		daily	call account	No	Fixed	6,60%	0			-	-	-	-	-
First National Bank Call 2		daily	call account	No	Fixed	6,75%	0			-	-	-	-	-
Nedbank Call 1		daily	call account	No	Variable	8,30%	0			601 561	8 354 432	-	-	8 955 993
Nedbank Call 2		daily	call account	No	Variable	8,30%	0			1 716 433	40 448 133	-	-	42 164 566
Nedbank Call 3		daily	call account	No	Variable	8,30%	0			79 817 250	61 647 021	-	-	141 464 272
Nedbank Call 4		daily	call account	No	Variable	8,30%	0			229 691 638	-	99 565 493	-	130 126 144
Nedbank Call 5		daily	call account	No	Variable	8,30%	0			60 042 164	423 256	-	-	60 465 420
Nedbank Call 6		daily	call account	No	Variable	8,30%	0			238 128 245	-	144 382 630	-	93 745 614
Nedbank Call 7		daily	call account	No	Variable	8,30%	0			15 658 048	110 385	-	-	15 769 433
Absa Call Account 1		Call	Call	Yes	Variable	6,83%	0	0	2019/06/30	-	-	-	-	-
First National Bank Call		Call	Call	Yes	Variable	6,83%	0	0	2019/06/30	-	-	-	-	-
Nedbank Call		daily	call account	Yes	Variable	8,30%	0	0	2019/06/30	283 851 585	-	123 305 693	-	160 545 892
Standard Bank Call 1		Call	Call	Yes	Variable	6,83%	0	0	2019/06/30	-	-	-	-	-
Absa 1 Day Account - Centlec		2013/02/28	Call	No	Variable	5,54%	0	0	2019/06/30	-	-	-	-	-
Absa Dynamic Fixed Deposit - Centlec		2017/07/31	12 Months	No	Variable	5,54%	0	0	2019/06/30	-	-	-	-	-
Standard Bank - Centlec		2018/02/28	12 Months	No	Variable	5,54%	0	0	2019/06/30	-	-	-	-	-
Municipality sub-total										937 715 136	111 155 718	-	367 253 817	681 617 037
Entities														
ABSA - 1 Day Account		February 2013	Call Account						n/a	40 938 877	32 879	-	40 937 000	34 757
Entities sub-total										40 938 877	-	-	40 937 000	34 757
TOTAL INVESTMENTS AND INTEREST	2									978 654 013	111 155 718	-	408 190 817	681 651 793

MAN Mangaung - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		982 528	1 218 979	1 218 979	12 043	421 772	609 490	(187 717)	-30,8%	1 218 979
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		938 383	1 037 664	1 037 664	6 440	398 057	518 832	(122 775)	-23,7%	1 037 664
Expanded Public Works Programme Integrated Grant		1 382	1 263	1 263	711	840	632	209	33,0%	1 263
Infrastructure Skills Development Grant		-	3 500	3 500	-	-	1 750	(1 750)	-100,0%	3 500
Local Government Financial Management Grant		1 980	2 200	2 200	-	645	1 100	(455)	-41,4%	2 200
Metro Informal Settlements Partnership Grant	3	-	11 509	11 509	1 540	1 540	5 755	(4 215)	-73,2%	11 509
Municipal Demarcation Transition Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Neighbourhood Development Partnership Grant		-	21 739	21 739	2 041	3 856	10 870	(7 014)	-64,5%	21 739
Programme and Project Preparation Support Grant		9 584	14 276	14 276	-	-	7 138	(7 138)	-100,0%	14 276
Public Transport Network Grant		21 899	111 828	111 828	1 310	10 167	55 914	(45 747)	-81,8%	111 828
Urban Settlement Development Grant		9 300	15 000	15 000	-	8 668	7 500	1 168	15,6%	15 000
Provincial Government:		-	5 000	5 000	-	-	2 500	(2 500)	-100,0%	5 000
Capacity Building and Other Grants		-	5 000	5 000	-	-	2 500	(2 500)	-100,0%	5 000
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		4 009	6 650	6 650	2 206	4 095	3 325	770	23,1%	6 650
Free State Arts and Cultural Council		2 784	4 000	4 000	884	2 183	2 000	183	9,1%	4 000
National Skills Fund		1 225	2 650	2 650	1 342	1 912	1 325	587	44,3%	2 650
Total Operating Transfers and Grants	5	986 537	1 230 629	1 230 629	14 249	425 867	615 315	(189 448)	-30,8%	1 230 629
Capital Transfers and Grants										
National Government:		794 889	937 065	937 065	65 143	160 475	468 532	(308 057)	-65,7%	937 065
Integrated City Development Grant		-	-	-	-	-	-	-	-	-
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-	-	-
Metro Informal Settlements Partnership Grant		100 535	280 431	280 431	5 309	23 802	140 215	(116 413)	-83,0%	280 431
Neighbourhood Development Partnership Grant		19 738	-	-	-	45	-	45	-	-
Public Transport Network Grant		82 542	158 200	158 200	-	1 321	79 100	(77 779)	-98,3%	158 200
Urban Settlement Development Grant		592 074	498 434	498 434	59 834	135 308	249 217	(113 909)	-45,7%	498 434
Provincial Government:		-	-	-	-	-	-	-	-	-
Infrastructure Grant		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		6 823	14 300	14 300	198	1 102	7 150	(6 048)	-84,6%	14 300
[insert description]		-	-	-	-	-	-	-	-	-
Developers Contribution		6 823	14 300	14 300	198	1 102	7 150	(6 048)	-84,6%	14 300
Unspecified		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	801 712	951 365	951 365	65 341	161 577	475 682	(314 105)	-66,0%	951 365
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 788 249	2 181 994	2 181 994	79 590	587 444	1 090 997	(503 553)	-46,2%	2 181 994

MAN Mangaung - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		422 556	394 046	394 043	5 551	65 513	197 023	(131 510)	-66,7%	394 043
Equitable Share		187 321	212 730	212 728	—	46 632	106 385	(59 733)	-58,2%	212 728
Expanded Public Works Programme Integrated Grant		1 377	1 263	1 263	272	401	632	(230)	-36,5%	1 263
Infrastructure Skills Development Grant		—	3 500	3 500	—	—	1 750	(1 750)	-100,0%	3 500
Local Government Financial Management Grant		67 448	2 200	2 200	568	2 200	1 100	1 100	100,0%	2 200
Metro Informal Settlements Partnership Grant		2 691	11 509	11 509	1 462	4 153	5 755	(1 601)	-27,8%	11 509
Municipal Disaster Relief Grant		—	—	—	—	—	—	—	—	—
Neighbourhood Development Partnership Grant		29 537	21 739	21 739	1 939	1 984	10 870	(8 886)	-81,8%	21 739
Programme and Project Preparation Support Grant		8 334	14 276	14 276	—	—	7 138	(7 138)	-100,0%	14 276
Public Transport Network Grant		21 660	111 828	111 828	1 310	9 928	55 914	(45 986)	-82,2%	111 828
Urban Settlement Development Grant		104 191	15 000	15 000	—	215	7 500	(7 285)	-97,1%	15 000
Provincial Government:		—	5 000	5 000	—	9	2 500	(2 491)	-99,6%	5 000
Capacity Building and Other Grants		—	5 000	5 000	—	9	2 500	(2 491)	-99,6%	5 000
District Municipality:		—	—	—	—	—	—	—	—	—
Other grant providers:		3 646	6 650	6 650	73	1 739	3 325	(1 586)	-47,7%	6 650
Free State Arts and Cultural Council		2 421	4 000	4 000	—	1 147	2 000	(853)	-42,7%	4 000
National Skills Fund		1 225	2 650	2 650	73	592	1 325	(733)	-55,3%	2 650
Total operating expenditure of Transfers and Grants:		426 202	405 696	405 693	5 625	67 261	202 848	(135 586)	-66,8%	405 693
Capital expenditure of Transfers and Grants										
National Government:		560 629	937 065	937 065	57 672	155 333	468 532	(313 199)	-66,8%	937 065
Integrated City Development Grant		—	—	—	—	—	—	—	—	—
Integrated National Electrification Programme Grant		—	—	—	—	—	—	—	—	—
Metro Informal Settlements Partnership Grant		78 495	280 431	280 431	5 247	14 850	140 215	(125 365)	-89,4%	280 431
Municipal Disaster Relief Grant		—	—	—	—	—	—	—	—	—
Neighbourhood Development Partnership Grant		—	—	—	—	—	—	—	—	—
Public Transport Network Grant		70 888	158 200	158 200	—	—	79 100	(79 100)	-100,0%	158 200
Urban Settlement Development Grant		411 245	498 434	498 434	52 425	140 483	249 217	(108 734)	-43,6%	498 434
Provincial Government:		—	—	—	—	—	—	—	—	—
Infrastructure Grant		—	—	—	—	—	—	—	—	—
District Municipality:		—	—	—	—	—	—	—	—	—
Other grant providers:		10 118	14 300	14 300	266	2 656	7 150	(4 494)	-62,9%	14 300
Developers Contribution		—	14 300	14 300	266	2 343	7 150	(4 807)	-67,2%	14 300
Unspecified		10 118	—	—	—	312	—	312	—	—
Total capital expenditure of Transfers and Grants		570 747	951 365	951 365	57 937	157 989	475 682	(317 694)	-66,8%	951 365
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		996 949	1 357 060	1 357 058	63 562	225 250	678 530	(453 280)	-66,8%	1 357 058

MAN Mangaung - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M06 December

Description	Ref	Budget Year 2023/24				
		Approved Rollover 2022/23	Monthly actual	YearTD actual	YTD variance	YTD variance
R thousands						%
EXPENDITURE						
<u>Operating expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Provincial Government:		-	-	-	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total operating expenditure of Approved Roll-overs		-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Provincial Government:		-	-	-	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	

MAN Mangaung - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		50 018	54 213	54 213	4 290	28 310	22 589	5 721	25%	54 213
Pension and UIF Contributions		745	1 025	1 025	58	391	427	(37)	-9%	1 025
Medical Aid Contributions		449	496	496	39	238	207	31	15%	496
Motor Vehicle Allowance		—	852	852	1 174	6 994	355	6 639	1870%	852
Cellphone Allowance		4 472	4 581	4 581	396	2 287	1 909	379	20%	4 581
Housing Allowances		43	81	81	2	9	34	(25)	-73%	81
Other benefits and allowances		13 706	14 756	14 756	—	—	6 149	(6 149)	-100%	14 756
Sub Total - Councillors		69 434	76 003	76 003	5 958	38 228	31 668	6 560	21%	76 003
% Increase	4		9,5%	9,5%						9,5%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		6 228	12 237	11 467	577	2 703	5 099	(2 395)	-47%	11 467
Pension and UIF Contributions		28	1 436	1 436	1	4	598	(594)	-99%	1 436
Medical Aid Contributions		8	530	530	5	5	221	(215)	-98%	530
Performance Bonus		—	1 006	1 006	—	—	419	(419)	-100%	1 006
Motor Vehicle Allowance		20	1 597	1 597	11	11	666	(654)	-98%	1 597
Cellphone Allowance		2	173	173	8	10	72	(62)	-86%	173
Housing Allowances		—	265	265	—	—	110	(110)	-100%	265
Other benefits and allowances		0	1	1	—	—	0	(0)	-100%	1
Acting and post related allowance		20	2	2	—	—	1			2
In kind benefits										
Sub Total - Senior Managers of Municipality		6 306	17 247	16 478	603	2 735	7 186	(4 452)	-62%	16 478
% Increase	4		173,5%	161,3%						161,3%
Other Municipal Staff										
Basic Salaries and Wages		1 019 477	1 204 495	1 193 219	87 816	511 155	501 873	9 282	2%	1 193 219
Pension and UIF Contributions		189 931	216 543	216 543	16 128	95 306	90 226	5 080	6%	216 543
Medical Aid Contributions		102 752	114 719	114 719	8 831	52 969	47 799	5 169	11%	114 719
Overtime		166 244	73 779	74 029	11 611	82 195	30 741	51 454	167%	74 029
Performance Bonus		79 020	102 565	102 565	71	312	42 735	(42 423)	-99%	102 565
Motor Vehicle Allowance		107 836	127 800	127 800	10 049	59 591	53 250	6 341	12%	127 800
Cellphone Allowance		2 440	2 459	2 459	195	1 205	1 024	181	18%	2 459
Housing Allowances		5 610	6 633	6 633	463	2 820	2 764	56	2%	6 633
Other benefits and allowances		23 583	25 999	25 999	12 413	64 882	10 833	54 049	499%	25 999
Payments in lieu of leave		33 747	28 843	28 843	2 404	14 421	12 018	2 404	20%	28 843
Long service awards		19 238	10 407	10 407	502	5 095	4 336	759	18%	10 407
Post-retirement benefit obligations	2	(19 385)	56 862	56 862	4 793	28 644	23 693	4 951	21%	56 862
Acting and post related allowance		37 033	8 019	19 815	3 166	23 839	3 341	20 498	613%	19 815
Sub Total - Other Municipal Staff		1 767 526	1 979 123	1 979 892	158 442	942 435	824 634	117 801	14%	1 979 892
% Increase	4		12,0%	12,0%						12,0%
Total Parent Municipality		1 843 266	2 072 373	2 072 373	165 003	983 398	863 489	119 909	14%	2 072 373
			12,4%	12,4%						12,4%
Board Members of Entities										
Basic Salaries and Wages		47	827	827	304	357	345	12	3%	827
Sub Total - Executive members Board	2	47	827	827	304	357	345	12	3%	827
% Increase	4		1665,3%	1665,3%						1665,3%
Senior Managers of Entities										
Basic Salaries and Wages		10 174	11 647	11 647	453	3 808	4 853	(1 045)	-22%	11 647
Pension and UIF Contributions		17	16	16	1	6	7	(0)	-7%	16
Medical Aid Contributions		—	—	—	—	—	—	—	—	—
Overtime		—	—	—	—	—	—	—	—	—
Performance Bonus		—	—	—	—	—	—	—	—	—
Motor Vehicle Allowance		2 485	1 313	1 313	138	1 061	547	514	94%	1 313
Cellphone Allowance		128	116	116	5	44	48	(4)	-8%	116
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		0	1	1	—	—	0	(0)	-100%	1
Sub Total - Senior Managers of Entities		12 804	13 093	13 093	598	4 920	5 455	(535)	-10%	13 093
% Increase	4		2,3%	2,3%						2,3%
Other Staff of Entities										
Basic Salaries and Wages		296 093	249 672	249 672	24 072	134 779	104 030	30 749	30%	249 672
Pension and UIF Contributions		56 312	62 492	62 492	4 615	25 666	26 038	(372)	-1%	62 492
Medical Aid Contributions		30 652	41 360	41 360	2 292	13 736	17 234	(3 498)	-20%	41 360
Overtime		58 335	28 241	28 241	2 982	23 008	11 767	11 241	96%	28 241
Performance Bonus		21 536	18 632	18 632	—	—	7 763	(7 763)	-100%	18 632
Motor Vehicle Allowance		29 755	18 134	18 134	2 312	13 641	7 556	6 085	81%	18 134
Cellphone Allowance		818	718	718	60	358	299	59	19%	718
Housing Allowances		2 074	8 358	8 358	164	971	3 482	(2 511)	-72%	8 358
Other benefits and allowances		12 472	8 508	8 508	3 403	19 896	3 545	16 351	461%	8 508
Payments in lieu of leave		372	1 463	1 463	—	834	610	224	37%	1 463
Acting and post related allowance		1 198	—	—	15	256	—	256	#DIV/0!	—
Sub Total - Other Staff of Entities		509 616	437 578	437 578	39 916	233 144	182 324	50 819	28%	437 578
% Increase	4		-14,1%	-14,1%						-14,1%
Total Municipal Entities		522 468	451 499	451 499	40 818	238 421	188 124	50 296	27%	451 499
TOTAL SALARY, ALLOWANCES & BENEFITS		2 365 733	2 523 872	2 523 872	205 821	1 221 819	841 291	380 528	45%	2 523 872
% Increase	4		6,7%	6,7%						6,7%
TOTAL MANAGERS AND STAFF		2 296 253	2 447 041	2 447 041	199 559	1 183 234	1 019 601	163 633	16%	2 447 041

MAN Mangaung - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M06 December

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Municipal Entity										
<i>Centlec</i>		3 007 737	3 713 429	3 713 429	172 369	1 748 572	1 856 714	(108 143)	-6%	3 713 429
Total Operating Revenue	1	3 007 737	3 713 429	3 713 429	172 369	1 748 572	1 856 714	(108 143)	-6%	3 713 429
Expenditure By Municipal Entity										
<i>Centlec</i>		3 078 457	3 395 577	3 395 577	264 341	1 907 642	1 697 788	209 853	12%	3 395 577
Total Operating Expenditure	2	3 078 457	3 395 577	3 395 577	264 341	1 907 642	1 697 788	209 853	12%	3 395 577
Surplus/ (Deficit) for the yr/period		(70 720)	317 852	317 852	(91 971)	(159 070)	158 926	101 711	64%	317 852
Capital Expenditure By Municipal Entity										
<i>Centlec</i>		162 266	207 936	207 936	7 610	43 664	103 968	(60 304)	-58%	207 936
Total Capital Expenditure	3	162 266	207 936	207 936	7 610	43 664	103 968	(60 304)	-58%	207 936

MAN Mangaung - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M06 December

Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	58 908	96 207	96 207	2 813	2 813	96 207	93 394	97,1%	0%
August	58 908	96 207	96 207	(7 631)	–	192 415	192 415	100,0%	0%
September	58 908	96 207	96 207	(27 482)	–	288 622	288 622	100,0%	0%
October	58 908	96 207	96 207	37 182	37 182	384 829	347 647	90,3%	3%
November	58 908	96 207	96 207	62 525	62 525	481 037	418 511	87,0%	5%
December	58 908	96 207	96 207	65 868	65 868	577 244	511 376	88,6%	6%
January	58 908	96 207	96 207	–	–	673 451	673 451	100,0%	0%
February	58 908	96 207	96 207	–	–	769 658	769 658	100,0%	0%
March	58 908	96 207	96 207	–	–	865 866	865 866	100,0%	0%
April	58 908	96 207	96 207	–	–	962 073	962 073	100,0%	–
May	58 908	96 207	96 207	–	–	1 058 280	1 058 280	100,0%	–
June	58 908	96 207	96 206	–	–	1 154 487	1 154 487	100,0%	–
Total Capital expenditure	706 890	1 154 487	1 154 487	133 275					

MAN Mangaung - Contact Information			
A. GENERAL INFORMATION			
Municipality	MAN Mangaung	Set name on 'Instructions' sheet	
Grade	6	1 Grade in terms of the Remuneration of Public Office Bearers Act.	
Province	FREE STATE		
Web Address	mangaung.co.za		
B. CONTACT INFORMATION			
Postal address:			
P.O. Box	3704		
City / Town	Bloemfontein		
Postal Code	9300		
Street address			
Building	Bramfischer Building		
Street No. & Name	5 De Villiers Street		
City / Town	Bloemfontein		
Postal Code	9301		
General Contacts			
Telephone number	051 405 8911		
Fax number	051 405 8101		
C. POLITICAL LEADERSHIP			
Speaker:		Secretary/PA to the Speaker:	
ID Number		ID Number	
Title	Mr	Title	Mr
Name	L. Mathae	Name	V Makhele
Telephone number	051 405 8007	Telephone number	051 405 8411
Cell number		Cell number	
Fax number		Fax number	051 405 8971
E-mail address	lawrence.mathae@mangaung.co.za	E-mail address	vivian.makhele@mangaung.co.za
Mayor/Executive Mayor:		Secretary/PA to the Mayor/Executive Mayor:	
ID Number		ID Number	
Title	Mr	Title	Ms
Name	G Nthatsi	Name	T Phaho
Telephone number	051 405 8667	Telephone number	051 405 8467
Cell number		Cell number	
Fax number	051 405 8676	Fax number	051 405 8676
E-mail address	gregory.nthatsi@mangaung.co.za	E-mail address	thembisile.phaho@mangaung.co.za
Deputy Mayor/Executive Mayor:		Secretary/PA to the Deputy Mayor/Executive Mayor:	
ID Number		ID Number	
Title	Ms	Title	Ms
Name	L Titi - Odili	Name	S Mathini
Telephone number	051 405 8667	Telephone number	051 405 8409
Cell number		Cell number	
Fax number		Fax number	
E-mail address	lulama.titi-odili@mangaung.co.za	E-mail address	sindiswa.mathini@mangaung.co.za
D. MANAGEMENT LEADERSHIP			
Municipal Manager:		Secretary/PA to the Municipal Manager:	
ID Number		ID Number	
Title	Mr	Title	Mr
Name	S More	Name	M Bohloko
Telephone number	051 405 8621	Telephone number	051 405 8621
Cell number		Cell number	
Fax number		Fax number	
E-mail address	sello.more@mangaung.co.za	E-mail address	moekeetsi.bohloko@mangaung.co.za
Acting Chief Financial Officer		Secretary/PA to the Chief Financial Officer	
ID Number		ID Number	
Title	Mr	Title	Ms
Name	N Sitshi	Name	Petunia Wettes
Telephone number	051 405 8625	Telephone number	051 405 8625
Cell number		Cell number	
Fax number		Fax number	051 405 8787
E-mail address	thami.sitshi@mangaung.co.za	E-mail address	petunia.ramagaga@mangaung.co.za
Official responsible for submitting financial information			
ID Number			
Title	Mr		
Name	H van Zyl		
Telephone number	051 405 8627		
Cell number	082 781 6981		
Fax number	051 405 8793		
E-mail address	hansie.vanzyl@mangaung.co.za		
Official responsible for submitting financial information			
ID Number			
Title	Mr		
Name	Arrie Barthis		
Telephone number	051 405 8501		
Cell number	071 871 5988		
Fax number	051 405 8793		
E-mail address	arrie.barthis@mangaung.co.za		

