



treasury

Department of
Treasury
FREE STATE PROVINCE

**STATUS OF MUNICIPAL FINANCES
FIRST QUARTER
1 JULY 2022 – 30 SEPTEMBER 2022**



TABLE OF CONTENTS

	Page nr
1. Executive Summary	3
2. Key Observations	4
3. Municipalities meeting criteria for determining serious financial problems in terms of section 138 & 140 of the MFMA	7
4. Summary Tables	8
5. Recommendations	9
Summary Tables	
- Table 1: Consolidated statement of financial performance	10
- Table 2: Consolidated statement of financial position	11
- Table 3: Operating revenue and expenditure per function – Energy Sources	12
- Table 4: Operating revenue and expenditure per function – Water Management	13
- Table 5: Operating revenue and expenditure per function – Waste Water Management	14
- Table 6: Operating revenue and expenditure per function – Waste Management	15
- Table 7: Aggregated municipal debtors age analysis	16
- Table 8: Aggregate Debtors age analysis per municipality	16
- Table 9: Aggregate Creditors age analysis	17
- Table 10: Creditors age analysis per municipality	17
- Table 11: Conditional grants status as at 30 September 2022	18
- Table 12: Municipalities meeting criteria for determining serious financial problems in terms of section 138 & 140 of the MFMA	19
- Table 13: List of Non Compliance	20

1. EXECUTIVE SUMMARY

In essence, the content of this report covers the expenditure performance against the budgets of the 23 municipalities in the Free State Province for the period ending 30 September 2022 of the 2022/23 municipal financial year. In addition, the report also includes the spending performance on conditional grant, as per the requirements of Division of Revenue Act, 2021.

The report is prepared by using the datasets from the Municipal Standard Chart of Accounts (mSCOA) data strings which were uploaded by municipalities. The mSCOA Regulations were promulgated on 22 April 2014 and prescribes the uniform recording and classification of municipal budget and financial information at a transaction level. All municipalities and municipal entities had to comply with the Regulations by 1 July 2017. The mSCOA Regulations require that municipalities upload their budget and financial information in a data string format to the Local Government portal across the six mSCOA regulated segments

The report is part of the *In-year Management, Monitoring and Reporting System for Local Government (IYM)*, which enables provincial and national government to exercise oversight over municipalities, and identify possible problems in implementing municipal budgets and conditional grants.

The credibility of the information contained in the mSCOA data strings is still a concern. At the core of the problem is:

- o The incorrect use of the mSCOA and municipal accounting practices by municipalities;
- o A large number of municipalities are not budgeting, transacting and reporting directly in or from their core financial systems. Instead they prepare their budgets and reports on excel spreadsheet and then import the excel spreadsheets into the system. Often this manipulation of data lead to unauthorised, irregular, fruitful and wasteful (UIFW) expenditure and fraud and corruption as the controls that are built into the core financial systems are not triggered and transactions go through that should not; and
- o Municipalities are not locking their adopted budgets or their financial systems at month-end to ensure prudent financial management. To enforce municipalities to lock their budgets and close their financial system at month-end in 2022/23, the Local Government Portal will be locked at the end of each quarter. System vendors were also requested to build this functionality into their municipal financial systems.

The reporting facilitates transparency, better in-year management as well as the oversight of budgets. This makes these reports management tools and early warning mechanisms for councils, provincial legislatures and officials in order to monitor and improve municipal performance.

The improvement of the credibility of the data strings is therefore a priority for National and provincial treasuries were continued technical support is provided to all municipalities.

2. KEY OBSERVATIONS

- 2.1 In aggregate, municipalities in the Free State Province have spent 19.8 per cent, or R4.641 billion, of the total expenditure budget of R23.459 billion as at 30 September 2022 (unaudited). In respect of revenue, aggregate billing and other revenue amounted to 25.9 per cent, or R6.096 billion, of the total revenue budget of R23.505 billion (unaudited).
- 2.2 The bulk of the total operating expenditure (37 per cent) relates to employee related cost and council remuneration, followed by bulk purchases at 30 per cent.
- 2.3 Municipalities budgeted for employee related cost expenditure (including salaries and wages & council remuneration) at R7.560 billion, which constitutes 32.2 per cent of their total operational expenditure budget of R23.459 billion. As at 30 September 2022, spending on employee related cost and council remuneration amounted to R1.709 billion or 22.6 per cent against the budget, which is in line with the straight line projection.
- 2.4 For the period under review the capital expenditure amounted to R267.122 million or 8.1 per cent against a total budget of R3.289 billion.
- 2.5 When billed revenue is measured against the budgets, the performance across three core services, namely water management, waste water management and waste management reflect surpluses at the end of the first quarter of 2022/23; whilst energy sources services reflected a deficit (shortfall). This does not take into account the collection rate.
- Billed energy sources revenue totaled R1.647 billion against expenditure of R1.789 billion (deficit of R142.255 million), which is concerning and which impacts on the viability of the municipalities;
 - Billed water revenue totaled R1.009 billion against expenditure of R697.943 million (surplus of R310.855 million);
 - Billed waste water management revenue totaled R424.601 million against expenditure of R216.664 million (surplus of R207.936 million); and
 - Billed waste management revenue totaled R332.714 million against expenditure R191.916 million (surplus of R140.798 million).
- 2.6 As at 30 September 2022 the aggregate municipal consumer debts amounted to R29.305 billion (compared to R27.640 billion reported in the fourth quarter of 2021/22). Organs of state accounts for 13.5 per cent or R3.950 billion (R2.972 billion reported in the fourth quarter of 2021/22) of the total outstanding debtors. The largest component of this debt relates to Households and represents 71.4 per cent or R20.936 billion (R20.472 billion in the fourth quarter of 2021/22).
- 2.7 It needs to be acknowledged that not all the outstanding debt of R29.305 billion is realistically collectable, as these amounts are inclusive of debt older than 90 days (historic debt that has accumulated over an extended period), interest on arrears and other recoveries. R25.354 billion of the total debt is outstanding for a period over 90 days.

2.8 If consumer debt is limited to below 90 days, then the actual realistically collectable amount is estimated at R3.951 billion. This should however not be interpreted that by implication it is suggested that the balance must be written-off by municipalities. Relevant debt write-off policies must be followed and all efforts taken to ensure debt is not collectable, before it can be written off.

2.9 The following municipalities reported the highest debtors outstanding:

Mangaung	-	R8.410 billion
Matjhabeng	-	R5.738 billion
Metsimaholo	-	R2.551 billion
Maluti a Phofung	-	R2.246 billion
Dihlabeng	-	R1.360 billion
Masilonyana	-	R1.316 billion
Moqhaka	-	R1.196 billion

2.10 Municipalities owed their creditors R22.566 billion as at 30 September 2022 (*R21.938 billion reported at the end of June 2022*), the majority of which relates to bulk services debt (R19.604 billion). Free State Municipalities are experiencing cash flow challenges and therefore the payment plans with Eskom and Water Boards are not adhered to.

2.11 Most distressing is Accounting Officers of the following municipalities reported outstanding debt related to PAYE and pension / retirement contributions above 30 days:

Kopanong	-	R184.347 million
Matjhabeng	-	R 4.133 million
Mafube	-	R168.954 million

2.12 The year-on-year increase in outstanding creditors is an indication that municipalities are experiencing liquidity and cash flow challenges.

Borrowing Monitoring

2.13 The total balance on borrowing for all municipalities equates to R648.363 million. This includes long term loans of R648.363 million, long term instalment credit of R1 thousand and long term financial leases of R3 thousand.

2.14 96 Per cent (R625.406 million) relates to new borrowing and was sourced from Banks and the Development Bank of SA.

Investment Monitoring

2.15 As at 30 September 2022, the total investments made by municipalities equates to R623.733 million. Investments include Securities (National Government) of R115.5 million, bank deposits of R504.6 million, listed corporate bonds of R2.2 million.

2.16 The majority of the investments (99 per cent) were made with banks.

Conditional Grants

- 2.17 In terms of the Division of Revenue Act a total of R2.214 billion was allocated to the Free State municipalities in terms of direct transfers (infrastructure, capacity and other grants).
- 2.18 The total conditional grant expenditure as at 30 September 2022, reported by the National Transferring Departments amount to R220.531 million or 10 per cent against an allocation of R2.214 billion.

Capacity Building and Other Conditional Grants Expenditure as at 30 September 2022

- 2.19 The overall expenditure reported by the National Transferring Departments on capacity building and other conditional grants (direct transfers) amounted to R15.283 million against the R142.400 million allocated to municipalities.
- 2.20 The highest performing conditional grant under this category is the Finance Management Grant at 16 per cent, followed by the Expanded Public Works Programme Integrated Management Grant at 10.5 per cent against the allocation.

Infrastructure Conditional Grants Expenditure as at 30 September 2022

- 2.21 Direct conditional grants allocated for Infrastructure amounts to R2.072 billion in the 2022/23 financial year. This amount excludes the indirect or in-kind allocations to transferring officers executing specific projects on behalf of municipalities in the municipal area.
- 2.22 From the R2.072 billion allocated, R540.803 million has been transferred to municipalities which constitutes 26.1 per cent. The total spending for the first quarter on Infrastructure reflected a total of R205.28 million or 9.9 per cent as reported by the National Transferring Departments.
- 2.23 The best performing grant against the allocation is the Neighbourhood Development Partnership Grant at 30.8 per cent, followed by the Water Services Infrastructure Grant at 14.5 per cent and the Municipal Infrastructure Grant at 12.6 per cent.

2021/22 Unspent Conditional Grants

- 2.24 The process to roll-over unspent grants from the 2021/22 financial year has been concluded. Twelve municipalities requested roll overs to the amount of R830.9 million, and 8% of the requested amount was assessed to be in line with the criteria as stipulated in the MFMA Budget Circular nr. 115 and totalled R64.473 million.
- 2.25 Furthermore, letters were issued to municipalities indicating the identified unspent amount that should be repaid to the National Revenue Fund. The total unspent conditional grants amounted to R344.6 million and should be paid to the National Revenue Fund by 18 November 2022. If the full amount is not repaid by the due date, the amount will be off-set against the Equitable Share tranche to be paid in December

2022. Municipalities are also provided the opportunity to apply for a payment plan from National Treasury if the full amount cannot be repaid in one instalment.

- 2.26 It is a serious concern that municipalities are not complying with the conditions of the grants which leads to high levels of unspent funds that should be repaid to the National Revenue Fund.

3. MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA

- 3.1 In terms of section 138 of the MFMA, the following factors may indicate a serious financial problem:

- The municipality has failed to make payments as and when due;
- The municipality has defaulted on financial obligations for financial reasons;
- The actual current expenditure of the municipality has exceeded the sum of its actual current revenue plus available surpluses for at least two consecutive financial years (cash flow position);
- The municipality had an operating deficit in excess of five per cent of revenue in the most recent financial year for which financial information is available;
- The municipality is more than 60 days late in submitting its annual financial statements to the Auditor-General in accordance with section 126;
- The Auditor-General has withheld an opinion or issued a disclaimer due to inadequacies in the financial statements or records of the municipality, or has issued an opinion which identifies a serious financial problem in the municipality;
- Any of the above conditions exists in a municipal entity under the municipality's sole control;
- Any other material condition exists which indicates that the municipality, or a municipal entity under the municipality's sole control, is likely to be unable for financial reasons to meet its obligations.

- 3.2 In addition to the above section 140 of the MFMA indicates factors which may indicate that a municipality is in serious material breach of its obligations to meet its financial commitments, including the municipality has failed to make any other payment as and when due, which individually or in the aggregate is more than the amount as may be prescribed or, if not is prescribed, more than two per cent of the municipality's budgeted operating expenditure.

- 3.3 The table below indicate the triggers (criteria) identified per municipality which may indicate financial distress refer to Table 12: Municipalities meeting criteria for determining serious financial problems in terms of section 138 & 140 of the MFMA which provide a more user friendly of the status which is attached to this report.

- 3.4 20 Municipalities in the FS have 3 or more triggers (criteria), indicating these municipalities are in crisis and need urgent intervention to improve the financial position and sustainability going forward.

Municipalities	Nr of Triggers identified	S138 Triggers	S140 Triggers (Creditors >2% of Opex Budget)	S140 Triggers - Severe (Creditors >40% of Opex Budget)	Financial Distress 2020
Mangaung	3	✓	✓		✓
Letsemeng	4	✓	✓	✓	✓
Kopanong	4	✓	✓	✓	✓
Mohokare	4	✓	✓	✓	✓
Xhariep	3	✓	✓		✓
Masilonyana	3	✓	✓		✓
Tokologo	4	✓	✓	✓	✓
Tswelopele	3	✓	✓		✓
Matjhabeng	4	✓	✓	✓	✓
Nala	4	✓	✓	✓	✓
Lejweleputswa	1				✓
Setso	3	✓	✓		✓
Ditlhabeng	4	✓	✓	✓	✓
Nketoana	4	✓	✓	✓	✓
Matuli-a-Phofung	4	✓	✓	✓	✓
Phumelele	4	✓	✓	✓	✓
Mantsopa	4	✓	✓	✓	✓
Thabo Mofutsanyana	0				
Moghaka	4	✓	✓	✓	✓
Ngwathe	4	✓	✓	✓	✓
Metsimaholo	3	✓	✓		✓
Mafube	4	✓	✓	✓	✓
Fezile Dabi	1	✓			

4. SUMMARY TABLES

The following summary tables are attached to this report:

- 1. Consolidated statement of financial performance
- 2. Consolidated statement of financial position
- 3. Operating revenue & expenditure per function – Energy Sources
- 4. Operating revenue & expenditure per function – Water Management
- 5. Operating revenue & expenditure per function – Waste Water Management
- 6. Operating revenue & expenditure per function – Waste Management
- 7. Aggregated municipal debtors age analysis
- 8. Aggregated municipal debtors age analysis – per municipality
- 9. Aggregated municipal creditors age analysis
- 10. Aggregated municipal creditors age analysis – per municipality
- 11. Conditional grants
- 12. Municipalities meeting criteria for determining serious financial problems in terms of section 138 & 140 of the MFMA
- 13. List of Non-compliance

5. RECOMMENDATIONS

It is recommended that the HOD: FSPT requests the MEC for Finance to table this report in the FS Legislature as required by Section 71(7) of the MFMA, 2003 within 45 days after the end of each quarter. This report must also be served at the Standing Committee for Finance (PROPAC) for municipalities to account for municipal failures that impact on sustaining basic service delivery.

Submitted by:



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SUMMARY TABLES

Table 1: Consolidated statement of financial performance

Description	Budget year 2022/23								
	Original Budget	Q1 Sept Actual	Q2 Dec Actual	Q3 Mar Actual	Q4 June Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
R thousands									
Financial Performance									
Property rates	2,961,987	736,065	-	-	-	736,065	744,898	(8,834)	(1.19)
Service charges	12,185,588	2,827,529	-	-	-	2,827,529	3,053,638	(226,109)	(7.40)
Investment revenue	68,442	6,957	-	-	-	6,957	16,937	(9,980)	(58.82)
Transfers and subsidies	5,420,847	1,903,072	-	-	-	1,903,072	1,359,094	543,978	40.03
Other own revenue	2,868,026	622,226	-	-	-	622,226	720,370	(98,144)	(13.62)
Total Revenue (excluding capital transfers and contributions)	23,504,880	6,095,848				6,095,848	5,894,938	200,910	3.41
Employee costs	7,219,863	1,638,094	-	-	-	1,638,094	1,803,875	(165,781)	(9.19)
Remuneration of councillors	340,714	71,714	-	-	-	71,714	85,523	(13,809)	(18.15)
Depreciation & asset impairment	1,283,363	221,836	-	-	-	221,836	320,741	(98,905)	(30.84)
Finance charges	587,994	110,078	-	-	-	110,078	139,469	(29,391)	(21.07)
Materials and bulk purchases	7,305,707	1,588,187	-	-	-	1,588,187	1,817,513	(219,326)	(12.07)
Transfers and subsidies	229,561	23,437	-	-	-	23,437	57,390	(33,953)	(69.16)
Other expenditure	6,511,551	977,488	-	-	-	977,488	1,616,491	(639,005)	(39.53)
Total Expenditure	23,458,752	4,840,832				4,840,832	5,841,093	(1,200,171)	(20.55)
Surplus/(Deficit)	46,128	1,455,016				1,455,016	53,935	1,401,081	2,597.72
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,624,801	190,653	-	-	-	190,653	652,964	(462,311)	(70.80)
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions) & Transfers and subsidies - capital (in-kind - all)	80,148	15,197	-	-	-	15,197	20,037	(4,840)	(24.16)
Surplus/(Deficit) after capital transfers & contributions	2,751,086	1,660,866				1,660,866	726,936	933,929	128.47
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	2,751,086	1,660,866				1,660,866	726,936	933,929	128.47

Source: National Treasury Local Government database

Table 2: Consolidated statement of financial position

Description	Budget year 2022/23								
	Original Budget	Q1 Sept Actual	Q2 Dec Actual	Q3 Mar Actual	Q4 June Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
R thousands									
ASSETS									
Current assets									
Cash	7,806,212	1,104,091				1,104,091	2,005,859	(801,569)	(44.95)
Call deposits and investments	416,827	1,703,111				1,703,111	165,432	1,537,679	929.49
Consumer debtors	9,352,875	6,266,099				6,266,099	3,356,746	2,909,344	86.67
Other debtors	3,538,819	9,044,927				9,044,927	1,085,822	7,949,105	725.40
Current portion of long-term receivables	516	814,875				814,875	271	814,804	300,891.89
Inventory	992,356	913,451				913,451	261,542	851,909	249.26
Total current assets	22,107,303	19,846,544	-	-	-	19,846,544	6,885,472	12,961,072	188.24
Non current assets									
Long-term receivables	246,544	1,121,343				1,121,343	245,204	876,139	357.31
Investments	6,835	7,984				7,984	6,294	1,670	26.53
Investment property	5,044,405	8,892,189				8,892,189	1,506,789	5,185,390	344.13
Investment in Associate	1,226	849				849	306	543	177.06
Property, plant and equipment	50,857,252	35,300,817				35,300,817	17,670,768	17,630,060	99.77
Biological	4,468	1,652				1,652	2,380	(718)	(30.17)
Intangible	150,838	78,022				78,022	37,999	40,022	105.32
Other non-current assets	135,468	1,558,206				1,558,206	87,970	1,470,236	1,671.29
Total non current assets	56,547,035	44,761,052	-	-	-	44,761,052	19,557,711	25,203,341	128.87
TOTAL ASSETS	78,654,338	64,607,596	-	-	-	64,607,596	26,443,183	38,164,413	144.33
LIABILITIES									
Current liabilities									
Bank overdraft	252						63	(83)	(100.00)
Borrowing	374,088	93,138				93,138	109,297	(16,160)	(14.78)
Consumer deposits	335,636	255,115				255,115	89,713	165,402	184.37
Trade and other payables	27,403,530	30,786,528				30,786,528	8,390,239	22,376,290	266.89
Provisions	766,322	2,116,870				2,116,870	233,129	1,883,741	808.03
Total current liabilities	28,879,828	33,231,651	-	-	-	33,231,651	8,822,442	24,409,210	276.67
Non current liabilities									
Financial liabilities	624,320	1,158,102				1,158,102	253,945	904,157	358.04
Provisions	2,374,368	2,271,133				2,271,133	763,771	1,507,363	187.36
Total non current liabilities	2,998,688	3,429,236	-	-	-	3,429,236	1,017,716	2,411,520	236.95
TOTAL LIABILITIES	31,878,516	36,660,887	-	-	-	36,660,887	9,840,157	26,820,730	272.56
NET ASSETS	46,775,822	27,946,709	-	-	-	27,946,709	16,603,028	11,343,684	68.32
COMMUNITY WEALTH/EQUITY									
Accumulated Surplus/(Deficit)	38,657,420	20,871,971				20,871,971	13,335,432	7,536,538	0
Reserves	6,660,491	6,522,390				6,522,390	2,901,905	3,620,484	0
TOTAL COMMUNITY WEALTH/EQUITY	45,317,911	27,394,360	-	-	-	27,394,360	16,237,337	11,157,023	0

Table 3: Operating revenue and expenditure per function – Energy Sources

Description	Budget year 2022/23						YTD Actual	YTD Budget	YTD Variance	YTD variance %
	Original Budget	Adjusted Budget	Q1 Sept Actual	Q2 Dec Actual	Q3 Mar Actual	Q4 June Actual				
R thousands										
Revenue By Source										
Property rates			1,606,605				1,606,605	1,762,915	(156,310)	(8.87)
Service charges - electricity revenue	7,044,661	7,044,591	27				27		27	
Service charges - water revenue										
Service charges - sanitation revenue										
Service charges - refuse revenue										
Rental of facilities and equipment	139	139	31				31	35	(4)	(10.70)
Interest earned - external investments	4,489	4,489	399				399	1,122	(723)	(64.43)
Interest earned - outstanding debtors	81,441	61,441	16,804				16,804	18,515	289	1.56
Dividends received										
Fines, penalties and forfeits	9,126	9,126	3,324				3,324	2,282	1,043	45.71
Licences and permits										
Agency services										
Transfers and subsidies	75,782	75,782	15,681				15,681	22,445	(6,764)	(30.14)
Other revenue	17,571	17,571	1,818				1,818	4,299	(2,482)	(57.73)
Gains	9,665	9,665						2,416	(2,416)	(100.00)
Total Revenue (excluding capital transfers and contributions)	7,242,604	7,242,604	1,646,689				1,646,689	1,814,029	(167,340)	(9.22)
Expenditure By Type										
Employee related costs	686,603	686,603	161,977				161,977	171,674	(9,697)	(5.65)
Remuneration of councillors										
Debt impairment	268,561	268,561	25,975				25,975	67,140	(41,165)	(61.31)
Depreciation and asset impairment	180,040	180,040	57,892				57,892	46,022	12,870	28.59
Finance charges	220,516	220,515	94,937				94,937	55,129	39,809	72.21
Bulk purchases - electricity	5,133,634	5,133,634	1,369,079				1,369,079	1,284,410	84,669	6.59
Inventory consumed	110,672	110,672	11,569				11,569	27,004	(15,435)	(57.16)
Contracted services	431,941	431,941	36,554				36,554	106,345	(71,790)	(66.26)
Transfers and subsidies	1	1	0				0	0	(0)	(66.71)
Other expenditure	146,860	146,860	30,961				30,961	36,717	(5,756)	(15.66)
Losses										
Total Expenditure	7,179,127	7,179,127	1,788,944				1,788,944	1,795,441	(6,497)	(0.36)
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National/ Provincial and District)	63,677	63,677	(142,285)				(142,285)	18,586	(160,843)	(665.30)
Transfers and subsidies - capital (monetary allocations) (Net / Prov Departm Agencies, Households, Non-profit institutions, Private Enterprises, Public Corporations, Higher Educa Institutions)	151,936	151,936	1,030				1,030	37,984	(36,954)	(97.29)
Transfers and subsidies - capital (In-kind - all)	14,300	14,300	610				610	3,575	(2,965)	(82.94)
Surplus/(Deficit) after capital transfers and contributions	229,913	229,913	(140,615)				(140,615)	60,147	(200,762)	(333.79)
Taxation										
Surplus/(Deficit) after taxation	229,913	229,913	(140,615)				(140,615)	60,147	(200,762)	(333.79)
Attributable to municipalities										
Surplus/(Deficit) attributable to municipality	229,913	229,913	(140,615)				(140,615)	60,147	(200,762)	(333.79)
Share of surplus/ (deficit) of associate										
Surplus/(Deficit) for the year	229,913	229,913	(140,615)				(140,615)	60,147	(200,762)	(333.79)

Table 4: Operating revenue and expenditure per function – Water Management

Description	Budget year 2022/23							
	Original Budget	Q1 Sept Actual	Q2 Dec Actual	Q3 Mar Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
R thousands								
Revenue By Source								
Property rates						883	(883)	(100.00)
Service charges - electricity revenue	3,532				732,995	753,740	(20,746)	(2.75)
Service charges - water revenue	3,010,849	732,995				8,504	(8,504)	(100.00)
Service charges - sanitation revenue	34,018							
Service charges - refuse revenue								
Rental of facilities and equipment	278					70	(70)	(100.00)
Interest earned - external investments								
Interest earned - outstanding debtors	422,881	131,646			131,646	105,720	25,925	24.52
Dividends received								
Fines, penalties and forfeits		(296)			(296)		(296)	
Licences and permits								
Agency services								
Transfers and subsidies	452,196	144,401			144,401	117,871	26,529	22.51
Other revenue	271	53			53	56	(3)	(5.95)
Gains								
Total Revenue (excluding capital transfers and contributions)	3,924,026	1,008,798	-	-	1,008,798	986,846	21,952	2.22
Expenditure By Type								
Employee related costs	417,593	116,908			116,908	104,519	12,389	11.85
Remuneration of councillors								
Debt impairment	1,620,188	352,863			352,863	405,047	(52,384)	(12.93)
Depreciation and asset impairment	133,798	18,373			18,373	33,460	(15,087)	(45.09)
Finance charges	52	1			1	13	(12)	(94.63)
Bulk purchases - electricity								
Inventory consumed	1,692,080	173,951			173,951	413,145	(239,195)	(57.90)
Contracted services	130,236	11,771			11,771	32,404	(20,633)	(63.88)
Transfers and subsidies	2,500	2,406			2,406	625	1,781	285.00
Other expenditure	45,830	8,231			8,231	11,204	(2,973)	(26.53)
Losses	388,901	13,839			13,839	97,225	(83,586)	(85.97)
Total Expenditure	4,431,180	697,943	-	-	697,943	1,097,843	(399,700)	(36.41)
Surplus/(Deficit)	(507,154)	310,855	-	-	310,855	(110,797)	421,652	(380.56)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	555,839	85,116			85,116	136,931	(51,815)	(37.84)
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)								
Transfers and subsidies - capital (in-kind - all)	48,685	395,971	-	-	395,971	26,134	369,837	1,415.17
Surplus/(Deficit) after capital transfers and contributions								
Taxation	48,685	395,971	-	-	395,971	26,134	369,837	1,415.17
Surplus/(Deficit) after taxation	48,685	395,971	-	-	395,971	26,134	369,837	1,415.17
Attributable to minorities								
Surplus/(Deficit) attributable to municipality	48,685	395,971	-	-	395,971	26,134	369,837	1,415.17
Share of surplus/ (deficit) of associate								
Surplus/(Deficit) for the year	48,685	395,971	-	-	395,971	26,134	369,837	1,415.17

Table 5: Operating revenue and expenditure per function – Waste Water Management

Description	Budget year 2022/23								
	Original Budget	Q1 Sept Actual	Q2 Dec Actual	Q3 Mar Actual	Q4 June Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %
R thousands									
Revenue By Source									
Property rates		1,446				1,448		1,448	
Service charges - electricity revenue	(3,438)	(298)				(298)	(746)	448	(60.02)
Service charges - water revenue	(345)	(1,896)				(1,896)	(181)	(1,705)	891.18
Service charges - sanitation revenue	1,255,567	298,886				296,868	315,667	(18,802)	(5.96)
Service charges - refuse revenue	(2,899)	(522)				(522)	(725)	202	(27.63)
Rental of facilities and equipment		74				74		74	
Interest earned - external investments									
Interest earned - outstanding debtors	105,567	52,890				52,890	26,392	26,498	100.40
Dividends received									
Fines, penalties and forfeits		569				569		569	
Licences and permits									
Agency services									
Transfers and subsidies	344,885	75,447				75,447	87,427	(11,980)	(13.70)
Other revenue	2,094	26				26	1,151	(1,125)	(97.75)
Gains									
Total Revenue (excluding capital transfers and contributions)	1,701,430	424,601	-	-	-	424,601	428,974	(4,374)	(1.02)
Expenditure By Type									
Employee related costs	413,714	106,235				106,235	103,330	2,905	2.81
Remuneration of councillors									
Debt Impairment	253,732	56,348				56,348	63,433	(7,084)	(11.17)
Depreciation and asset impairment	105,585	30,925				30,925	26,396	4,529	17.16
Finance charges	49,112	2,901				2,901	12,278	(9,377)	(76.37)
Bulk purchases - electricity									
Inventory consumed	50,231	4,321				4,321	13,292	(8,971)	(67.49)
Contracted services	139,411	(432)				(432)	34,644	(35,276)	(101.24)
Transfers and subsidies									
Other expenditure	117,718	16,365				16,365	29,219	(12,853)	(43.99)
Losses									
Total Expenditure	1,129,502	216,664	-	-	-	216,664	282,792	(66,128)	(23.38)
Surplus/(Deficit)	571,928	207,938	-	-	-	207,938	146,182	61,754	42.24
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	85,355						21,339	(21,339)	(100.00)
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)									
Transfers and subsidies - capital (in-kind - all)	50,000	13,487				13,487	12,500	987	7.74
Surplus/(Deficit) after capital transfers and contributions	707,283	221,404	-	-	-	221,404	180,021	41,383	22.99
Taxation									
Surplus/(Deficit) after taxation	707,283	221,404	-	-	-	221,404	180,021	41,383	22.99
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	707,283	221,404	-	-	-	221,404	180,021	41,383	22.99
Share of surplus/(deficit) of associate									
Surplus/(Deficit) for the year	707,283	221,404	-	-	-	221,404	180,021	41,383	22.99

Table 6: Operating revenue and expenditure per function – Waste Management

Description	Budget year 2022/23						YTD Actual	YTD Budget	YTD Variance	YTD variance %
	Original Budget	Q1 Sept Actual	Q2 Dec Actual	Q3 Mar Actual	Q4 June Actual					
R thousands										
Revenue By Source										
Property rates										
Service charges - electricity revenue										
Service charges - water revenue										
Service charges - sanitation revenue						179,393	191,027	(11,634)	(6.09)	
Service charges - refuse revenue	753,684	179,393					130	(130)	(100.00)	
Rental of facilities and equipment	520									
Interest earned - external investments						34,100	22,132	11,968	54.07	
Interest earned - outstanding debtors	88,718	34,100								
Dividends received						68		68		
Fines, penalties and forfeits		68								
Licences and permits										
Agency services										
Transfers and subsidies	526,600	119,163				119,153	133,045	(13,893)	(10.44)	
Other revenue	1,317						329	(329)	(100.00)	
Gains										
Total Revenue (excluding capital transfers and contributions)	1,370,840	332,714	-	-	-	332,714	346,884	(13,950)	(4.02)	
Expenditure By Type										
Employee related costs	542,675	125,934				125,934	135,730	(9,796)	(7.22)	
Remuneration of councillors										
Debt impairment	185,331	40,671				40,671	46,333	(5,662)	(12.22)	
Depreciation and asset impairment	24,853						6,015	(6,015)	(100.00)	
Finance charges	6,809						1,162	(1,162)	(100.00)	
Bulk purchases - electricity										
Inventory consumed	19,097	2,130				2,130	4,839	(2,709)	(55.98)	
Contracted services	55,999	10,579				10,579	13,823	(3,245)	(23.47)	
Transfers and subsidies	14,155						3,539	(3,539)	(100.00)	
Other expenditure	94,861	12,602				12,602	23,644	(11,042)	(46.70)	
Losses										
Total Expenditure	943,380	191,916	-	-	-	191,916	235,075	(43,159)	(18.36)	
Surplus(Deficit)	427,461	140,798	-	-	-	140,798	111,589	29,209	26.18	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)										
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		1,120				1,120		1,120		
Transfers and subsidies - capital (in-kind - all)										
Surplus(Deficit) after capital transfers and contributions	427,461	141,918	-	-	-	141,918	111,589	30,329	27.18	
Taxation										
Surplus(Deficit) after taxation	427,461	141,918	-	-	-	141,918	111,589	30,329	27.18	
Attributable to minorities										
Surplus(Deficit) attributable to municipality	427,461	141,918	-	-	-	141,918	111,589	30,329	27.18	
Share of surplus/ (deficit) of associate										
Surplus(Deficit) for the year	427,461	141,918	-	-	-	141,918	111,589	30,329	27.18	

Table 7: Aggregated municipal debtors age analysis

Debtors Age Analysis By Income Source	0-30 Days		31-60 Days		61-90 Days		Over 90 Days		Total	
	R'000	%	R'000	%	R'000	%	R'000	%	R'000	%
Trade and Other Receivables from Exchange Transactions - Water	515,455	6.2%	263,033	2.6%	300,951	4.0%	8,816,204	88.2%	9,094,703	34.1%
Trade and Other Receivables from Exchange Transactions - Electricity	297,645	12.8%	81,298	3.5%	143,052	6.1%	1,805,080	77.6%	2,328,075	7.9%
Receivables from Non-exchange Transactions - Property Rates	318,034	7.0%	132,477	2.6%	314,037	8.0%	3,777,052	83.2%	4,538,600	15.9%
Receivables from Exchange Transactions - Waste Water Management	156,282	4.2%	74,149	2.0%	198,602	5.3%	3,330,483	88.6%	3,759,516	12.8%
Receivables from Exchange Transactions - Waste Management	82,934	3.4%	49,889	1.8%	148,307	5.5%	2,409,965	99.2%	2,700,015	9.2%
Receivables from Exchange Transactions - Property Rental Debtors	2,397	1.8%	1,917	1.2%	8,258	4.1%	143,319	93.1%	153,891	0.5%
Interest on Arrear Debtor Accounts	173,992	3.3%	103,147	2.0%	273,775	5.3%	4,658,708	89.4%	5,209,622	17.8%
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	1,181	0.0%	553	0.0%	22,585	0.0%	-	0.0%	24,320	0.1%
Other	24,108	4.0%	48,614	8.1%	108,579	16.4%	4,14,721	68.5%	597,022	2.0%
Total By Income Source	1,579,929	5.4%	754,877	2.6%	1,616,447	5.9%	25,353,592	86.9%	29,304,844	100.0%

Debtors Age Analysis By Customer Group	0-30 Days		31-60 Days		61-90 Days		Over 90 Days		Total	
	R'000	%	R'000	%	R'000	%	R'000	%	R'000	%
Organs of State	300,012	7.8%	123,885	3.1%	195,727	5.0%	3,330,854	84.3%	3,850,478	13.5%
Commercial	425,197	10.0%	203,163	4.8%	400,048	9.8%	3,202,723	76.5%	4,240,129	14.9%
Households	858,016	4.1%	428,528	2.0%	1,003,324	4.8%	18,849,935	89.1%	20,935,801	71.4%
Other	(1,297)	-0.7%	1,321	0.7%	8,350	4.7%	170,083	95.3%	178,457	0.6%
Total By Customer Group	1,579,929	5.4%	754,877	2.6%	1,616,447	5.9%	25,353,592	86.9%	29,304,844	100.0%

Table 8: Aggregate Debtors age analysis per municipality

Debtors Age Analysis	0-30 Days		31-60 Days		61-90 Days		Over 90 Days		Total	
	R'000	%	R'000	%	R'000	%	R'000	%	R'000	%
Mangaung Metro	714,671	8.5%	309,162	3.7%	288,890	3.4%	7,096,905	84.4%	8,409,628	28.7%
Letsemeng	16,566	4.5%	(2)	0.0%	8,294	2.3%	341,625	93.2%	366,483	1.3%
Kopanong	10,536	2.3%	10,208	2.2%	10,453	2.2%	436,256	93.3%	467,453	1.6%
Mohokare	13,510	3.1%	11,229	2.6%	10,595	2.4%	404,949	92.0%	440,282	1.5%
Xhariep District	-	0.0%	-	0.0%	-	0.0%	9,694	100.0%	9,694	0.0%
DC 16 Total	40,812	3.2%	21,435	1.7%	29,342	2.3%	1,192,524	92.9%	1,283,913	4.4%
Masibong	14,441	1.1%	(2,503)	-0.2%	9,890	0.6%	1,294,163	98.3%	1,315,991	4.5%
Tokologo	6,534	1.8%	3,791	1.0%	6,133	1.7%	350,344	95.5%	366,802	1.3%
Tswelopele	8,090	5.2%	6,543	4.2%	17,236	11.0%	124,501	79.6%	156,370	0.5%
Matjhabeng	217,228	3.8%	146,348	2.6%	129,092	2.2%	5,244,948	91.4%	5,737,616	19.6%
Nata*	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Lejweleputswa District	(0)	0.0%	-	0.0%	-	0.0%	30,612	100.0%	30,612	0.1%
DC 18 Total	248,293	3.2%	154,179	2.0%	162,350	2.1%	7,044,570	92.8%	7,607,392	26.0%
Setsotho	23,454	4.3%	18,710	3.4%	18,193	3.3%	485,818	88.9%	546,175	1.9%
Ditlhabeng	84,005	6.2%	32,946	2.4%	22,536	1.7%	1,220,294	89.7%	1,363,781	4.6%
Nketoana	30,720	3.4%	21,617	2.4%	18,790	2.1%	821,848	92.0%	892,973	3.0%
Maluti a Phofung	34,357	1.5%	31,894	1.4%	33,543	1.5%	2,146,279	95.6%	2,246,053	7.7%
Phumelela	(1,526)	-0.3%	6,855	1.5%	13,196	2.9%	433,042	95.9%	451,567	1.5%
Mantsopa	44,597	5.2%	14,150	1.7%	14,461	1.7%	779,777	91.4%	852,984	2.9%
Thabo Mofutsanyana District	-	0.0%	-	0.0%	-	0.0%	4,194	100.0%	4,194	0.0%
DC 19 Total	215,605	3.4%	128,172	2.0%	120,719	1.9%	5,891,249	92.7%	6,345,745	21.7%
Moghaika	61,055	5.1%	34,850	2.9%	29,250	2.4%	1,070,560	89.5%	1,195,716	4.1%
Ngwathe	78,815	7.8%	26,921	2.6%	911,070	89.6%	-	0.0%	1,016,807	3.5%
Metsimaholo	199,019	7.8%	69,198	2.7%	61,526	2.4%	2,220,846	87.1%	2,550,589	8.7%
Mafube	23,858	2.7%	12,959	1.5%	13,298	1.5%	836,938	94.4%	887,053	3.0%
Fezile Dabi	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
DC 20 Total	362,747	6.4%	143,929	2.5%	1,015,145	18.0%	4,128,344	73.1%	5,500,166	19.3%
Total Debt	1,579,929	5.4%	754,877	2.6%	1,616,447	5.5%	25,353,592	86.5%	29,304,844	100.0%

Source: NT Local Government Database

* Information for M03 not submitted

Table 9: Aggregate Creditors age analysis

Creditors by type	0-30 Days		31-60 Days		61-90 Days		Over 90 Days		Total	
	R'000	%	R'000	%	R'000	%	R'000	%	R'000	%
Bulk Electricity	458,122	3.5%	299,732	2.3%	353,433	2.7%	12,184,659	91.6%	13,275,946	58.8%
Bulk Water	150,232	2.4%	82,990	1.3%	72,277	1.1%	6,022,668	95.2%	6,328,166	28.0%
PAYE deductions	49,847	72.1%	5,145	7.4%	-	0.0%	14,172	20.5%	69,164	0.3%
VAT (output less input)	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Pensions / Retirement deductions	85,787	20.2%	3,485	0.8%	3,621	0.9%	331,004	78.1%	423,897	1.8%
Loan repayments	828	8.4%	856	9.8%	1,656	18.9%	5,429	61.9%	8,769	0.0%
Trade Creditors	384,489	19.3%	152,614	7.7%	61,971	3.1%	1,390,707	69.9%	1,889,780	8.8%
Auditor General	7,638	15.1%	5,162	10.2%	1,634	3.2%	36,123	71.4%	50,557	0.2%
Other	6,104	1.5%	(253)	-0.1%	29,312	7.0%	384,828	91.6%	419,991	1.9%
Total Debt	1,143,047	5.1%	549,731	2.4%	523,904	2.3%	20,349,590	90.2%	22,566,272	100.0%

Table 10: Creditors age analysis per municipality

Creditors Age Analysis	0-30 Days		31-60 Days		61-90 Days		Over 90 Days		Total	
	R'000	%	R'000	%	R'000	%	R'000	%	R'000	%
Mangaung Metro	392,858	79.5%	25,772	5.2%	4,062	0.8%	71,350	14.4%	494,051	2.2%
Letsemeng	(5,564)	-3.7%	5,133	3.4%	620	0.4%	150,462	99.9%	150,651	14.0%
Kopanong	14,445	1.8%	20,154	2.6%	-	0.0%	747,183	95.6%	781,782	72.7%
Mohokare	73	0.1%	2,916	2.2%	22	0.0%	129,264	97.7%	132,274	12.3%
Xhariep District	1,222	11.1%	150	1.4%	56	0.5%	9,627	87.1%	11,056	1.0%
DC 16 Total	10,176	0.9%	28,353	2.6%	698	0.1%	1,036,535	96.4%	1,075,783	4.8%
Masibong	-	0.0%	(12,502)	-25.7%	(7,078)	-14.6%	68,169	140.3%	48,590	0.5%
Masibong	5,435	16.3%	726	2.2%	7,939	23.8%	19,218	57.7%	33,318	0.3%
Tokologo	191	0.2%	147	0.2%	4	0.0%	81,869	99.6%	82,212	0.8%
Tswelopele	419,067	4.0%	111,280	1.1%	215,280	2.1%	9,737,662	92.9%	10,373,309	98.5%
Matjhabeng	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Nala*	-	0.0%	-	0.0%	-	0.0%	-	0.0%	28	0.0%
Lejweleputswa District	28	100.0%	-	0.0%	-	0.0%	-	0.0%	28	0.0%
DC 18 Total	424,721	4.0%	99,651	0.9%	216,146	2.0%	9,906,918	93.0%	10,647,437	47.2%
Setsosho	9,773	27.4%	13,364	37.5%	11,016	30.9%	1,480	4.2%	35,633	0.5%
Dikgatlong	38,935	3.9%	76,610	7.7%	32,924	3.3%	844,829	85.1%	993,308	14.8%
Nketoana	32,422	5.4%	21,098	3.5%	2,988	0.5%	545,322	90.6%	601,830	8.9%
Matielah	106,956	2.5%	150,673	3.5%	122,591	2.8%	3,969,968	91.3%	4,149,188	64.6%
Phuthaditjhaba	429	0.1%	1,708	0.5%	962	0.3%	307,660	99.0%	310,759	4.6%
Phumolela	-	0.0%	9,949	2.3%	11,698	2.7%	415,408	95.0%	437,054	6.5%
Mantsopa	1,740	67.5%	-	0.0%	-	0.0%	837	32.5%	2,577	0.0%
Thabo Mofutsanyana District	1,740	67.5%	-	0.0%	-	0.0%	837	32.5%	2,577	0.0%
DC 19 Total	190,255	2.8%	273,401	4.1%	182,178	2.7%	6,085,504	90.4%	6,731,337	29.8%
Mogale City	44,215	5.1%	55,128	6.4%	59,119	6.8%	704,739	81.6%	863,201	3.8%
Ngwalathe	61,504	3.2%	59,162	3.1%	43,129	2.2%	1,757,249	91.5%	1,919,644	8.5%
Metsimaholo	12,790	36.0%	2,040	5.7%	2,355	6.6%	18,311	51.6%	35,497	0.2%
Mafube	6,707	0.8%	6,224	0.8%	16,216	2.0%	768,974	96.3%	798,121	3.5%
Fezile Dabi	(180)	100.0%	-	0.0%	-	0.0%	-	0.0%	(180)	0.0%
DC 20 Total	125,037	3.5%	122,554	3.4%	120,820	3.3%	3,249,273	89.8%	3,617,684	16.0%
Total Debt	1,143,047	5.1%	549,731	2.4%	523,904	2.3%	20,349,590	90.2%	22,566,272	100.0%

Source: NT Local Government Database
 * Information for M03 not submitted

Table 11: Conditional grants status as at 30 September 2022

Division of revenue (td No. 5 of 2022)	Adjustment (td year)	Other Adjustments	Total Available 2022/23	Year to date		Final Quarter		% Changes from 1st to 1st Q		% Changes for the 1st Q		Approved Roll Over YTD expenditure by municipalities
				Approved payments available	Transferred to municipalities direct grants	Actual expenditure National Department by 30 September 2022	Actual expenditure National Department by 30 September 2022	Actual expenditure National Department	Actual expenditure National Department	Exp as % of Allocation National Department	Exp as % of Allocation by municipalities	
B. Revenue												
Direct Transfers	2,214,142	-	2,214,142	2,214,142	2,214,142	228,531	31,792	228,531	31,792	10.0%	1.6%	-
Infrastructure	2,877,782	-	2,877,782	2,877,782	2,877,782	548,888	32,384	285,248	32,384	8.9%	1.6%	-
Municipal Infrastructure Grant	844,877	-	844,877	844,877	844,877	190,730	1,985	108,670	1,985	0.2%	0.2%	-
Public Transport Infrastructure Grant	248,894	-	248,894	248,894	248,894	84,884	11,487	10,886	11,487	4.6%	4.8%	-
Public Transport Network Grant	129,896	-	129,896	129,896	129,896	1,389	1,389	1,389	1,389	1.1%	1.1%	-
Integrated National Electrification Programme (Municipal) Grant	20,738	-	20,738	20,738	20,738	10,000	6,385	6,385	6,385	30.8%	48.5%	-
Neighbourhood Development Partnership Grant (Capital Grant)	8,654	-	8,654	8,654	8,654	1,319	902	1,319	902	13.7%	9.3%	-
2010 FIFA World Cup Stadiums Development Grant	-	-	-	-	-	-	-	-	-	-	-	-
Rural Road Assets Management Systems Grant	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Dropout Relief Grant	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant	-	-	-	-	-	-	-	-	-	-	-	-
Rural Household Infrastructure Grant	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Disaster Recovery Grant	-	-	-	-	-	-	-	-	-	-	-	-
Integrated City Development Grant	204,407	-	204,407	204,407	204,407	18,902	(5,481)	18,902	(5,481)	9.3%	(1.6%)	-
Regional Bulk Infrastructure Grant (Schedule 5B)	332,599	-	332,599	332,599	332,599	117,688	(5,481)	46,084	(5,481)	14.5%	(1.6%)	-
Water Services Infrastructure Grant (Schedule 5B)	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Emergency Housing Grant	278,617	-	278,617	278,617	278,617	78,251	12,702	12,702	12,702	4.5%	4.5%	-
Integrated Urban Settlement Partnership Grant	142,448	-	142,448	142,448	142,448	78,465	13,283	15,283	13,283	10.7%	9.4%	-
Capacity and Others	13,873	-	13,873	13,873	13,873	59,020	(1,095)	9,440	(1,095)	68.0%	(2.7%)	-
2010 FIFA World Cup Host City Operating Grant	59,020	-	59,020	59,020	59,020	59,020	(1,095)	9,440	(1,095)	100.0%	(2.7%)	-
Programme and Project Preparation Support Grant	-	-	-	-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant	46,707	-	46,707	46,707	46,707	8,445	983	4,904	983	18.0%	2.1%	-
Municipal Systems Improvement Grant	-	-	-	-	-	-	-	-	-	-	-	-
Expanded Public Works Programme Integrated Grant (Municipal)	23,000	-	23,000	23,000	23,000	8,000	638	838	638	34.7%	2.8%	-
Infrastructure Skills Development Grant	-	-	-	-	-	-	-	-	-	-	-	-
Water Services Operating Subsidy Grant	-	-	-	-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Disaster Grant	-	-	-	-	-	-	-	-	-	-	-	-
2017 Africa Cup of Nations Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-
2014 African Nations Championship Host City Operating Grant	-	-	-	-	-	-	-	-	-	-	-	-
Public Transport Network Operations Grant	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Human Settlements Capacity Grant	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Demarcation Transition Grant (Schedule 5B)	1,123,854	-	1,123,854	1,123,854	1,123,854	1,123,854	-	-	-	-	-	-
Refugee Transfers	1,198,889	-	1,198,889	1,198,889	1,198,889	1,198,889	-	-	-	-	-	-
Infrastructure	945,817	-	945,817	945,817	945,817	945,817	-	-	-	-	-	-
Regional Bulk Infrastructure Grant	1,800	-	1,800	1,800	1,800	1,800	-	-	-	-	-	-
Integrated National Electrification Programme (Eskom) Grant	-	-	-	-	-	-	-	-	-	-	-	-
Neighbourhood Development Partnership Grant (Technical Assistance)	-	-	-	-	-	-	-	-	-	-	-	-
Backlogs in Water and Sanitation at Clinics and Schools	-	-	-	-	-	-	-	-	-	-	-	-
Backlogs in the Electrification of Clinics and Schools	-	-	-	-	-	-	-	-	-	-	-	-
Rural Household Infrastructure Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-
Rural Household Infrastructure Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant (Indirect)	-	-	-	-	-	-	-	-	-	-	-	-
Basic Sanitation Programme Grant	60,638	-	60,638	60,638	60,638	60,638	-	-	-	-	-	-
Water Services Infrastructure Grant (Schedule 6B)	14,345	-	14,345	14,345	14,345	14,345	-	-	-	-	-	-
Capacity and Others	-	-	-	-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management (Eskom)	-	-	-	-	-	-	-	-	-	-	-	-
Water Services Operating Subsidy Grant (Indirect)	14,345	-	14,345	14,345	14,345	14,345	-	-	-	-	-	-
Municipal Systems Improvement Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Demarcation Transition Grant (Schedule 6B)	-	-	-	-	-	-	-	-	-	-	-	-
Total	3,338,138	-	3,338,138	3,338,138	3,338,138	617,285	31,792	228,531	31,792	8.0%	1.6%	-
Grants embedded from the publication	491,708	-	491,708	491,708	491,708	26,859	26,859	26,859	26,859	5.5%	3.5%	-
Urban Settlement Development Grant	491,708	-	491,708	491,708	491,708	26,859	26,859	26,859	26,859	5.5%	3.5%	-
Finance Management Grant: Technical Programme	491,708	-	491,708	491,708	491,708	26,859	26,859	26,859	26,859	5.5%	3.5%	-
TOTAL	3,420,554	-	3,420,554	3,420,554	3,420,554	644,144	64,584	255,390	64,584	1.9%	1.9%	-

Table 13: List of Non Compliance

1. Municipalities with incomplete reporting on monthly data strings required for the period ending 30 September 2022 in terms of Section 71 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003).

FS185	Nala
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2. Municipalities that did not submit the signed reports for the period ending 30 September 2022 in terms of Sections 71 & 74(1) of the Municipal Financial Management Act, 2003 (Act No. 56 of 2003).

	Municipality	Type	SAP	Signed Borrowing Monitoring-Q1 (L.Lo S74(1) of the MFMA)	Signed CG quarterly report-Q1 (L.Lo S74(1) of the MFMA)	Signed Investment Monitoring-Q1 (L.Lo S74(1) of the MFMA)	Signed S71 quarterly report-Q1 (L.Lo S71 of the MFMA)
				2023	2023	2023	2023
A	MAN	Mangaung	H	2022-11-03	2022-11-03		2022-11-03
B	FS181	Leisemeng	M	2022-11-02		2022-11-02	
B	FS162	Koanong	M				
B	FS163	Mohokare	L				
C	DC16	Xhariep	L	2022-11-02	2022-11-02	2022-11-02	2022-11-02
B	FS181	Masilanyana	L	2022-11-02	2022-11-02	2022-11-02	
B	FS182	Tokologo	L				
B	FS183	Tswelopele	M	2022-11-01	2022-11-01	2022-11-01	2022-11-01
B	FS184	MelThabeng	H				
B	FS185	Nala	M				
C	DC18	LeWalepulewa	L	2022-11-02	2022-11-02	2022-11-02	2022-11-02
B	FS181	Setsole	M				
B	FS192	Dihlabeng	M				
B	FS193	Nkebana	M		2022-11-02		2022-11-02
B	FS194	Makuli-a-Phofung	H	2022-10-28	2022-10-28	2022-10-28	2022-10-28
B	FS195	Phumelela	L	2022-10-31	2022-11-02	2022-10-31	2022-10-31
B	FS196	Mantsoa	M				
C	DC19	Thebo Mofutsanyana	L	2022-11-02	2022-11-02	2022-11-02	2022-11-02
B	FS201	Moghaka	H	2022-10-28	2022-11-08	2022-11-02	2022-11-02
B	FS203	Nkwathe	M	2022-10-28	2022-10-28	2022-10-28	2022-10-28
B	FS204	Metsimaholo	H	2022-11-02	2022-11-02		2022-11-02
B	FS205	Mafube	M	2022-11-02	2022-11-02	2022-11-02	2022-11-02
C	DC20	Fezile Dabi	L			2022-10-19	

