



MID YEAR BUDGET AND PERFORMANCE ASSESSMENT 2023/2024

For the period:

01 July 2023 – 31 December 2023

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LEGISLATIVE FRAMEWORK

This report has been prepared in terms of the following enabling legislation

The Municipal Finance Management Act – Number 56 of 2003

72. Mid-year budget and performance assessment

(1) The accounting officer of a municipality must by 25 January of each year-

(a) Assess the performance of the municipality during the first half of the financial year, taking into account-

- (i) The monthly statements referred to in [section 71](#) for the first half of the financial year;
- (ii) The municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;
- (iii) The past year's annual report, and progress on resolving problems identified in the annual report; and
- (iv) the performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of [section 88](#) from any such entities; and

(b) Submit a report on such assessment to-

- (i) The mayor of the municipality;
- (ii) The National Treasury; and
- (iii) The relevant provincial treasury.

(2) The statement referred to in [section 71](#)(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1) (b) of this section.

(3) The accounting officer must, as part of the review

- (a) Make recommendations as to whether an adjustments budget is necessary; and
- (b) Recommend revised projections for revenue and expenditure to the extent that this may be necessary.

54. Budgetary control and early identification of financial problems

(1) On receipt of a statement or report submitted by the accounting officer of the municipality in terms of [section 71](#) or [72](#), the mayor must-

- (a) Consider the statement or report;
- (b) Check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;
- (c) consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;
- (d) Issue any appropriate instructions to the accounting officer to ensure-

- (i) That the budget is implemented in accordance with the service delivery and budget implementation plan; and
- (ii) That spending of funds and revenue collection proceed in accordance with the budget;
- (e) Identify any financial problems facing the municipality, including any emerging or impending financial problems; and
- (f) In the case of a [section 72](#) report, submit the report to the council by 31 January of each year.
- (2) If the municipality faces any serious financial problems, the mayor must
 - (a) Promptly respond to and initiate any remedial or corrective steps proposed by the accounting officer to deal with such problems, which may include-
 - (i) Steps to reduce spending when revenue is anticipated to be less than projected in the municipality's approved budget;
 - (ii) The tabling of an adjustments budget; or
 - (iii) Steps in terms of [Chapter 13](#); and
 - (b) Alert the council and the MEC for local government in the province to those problems.
- (3) The mayor must ensure that any revisions of the service delivery and budget implementation plan are made public promptly.

Local Government: Municipal Finance Management Act 2003
Municipal Budget and Reporting Regulations

Format of a midyear and performance assessment

33. A midyear budget and performance assessment of a municipality referred to in section 72 of the Act must be in a format specified in Schedule C and include all the required tables, charts and explanatory information , taking into account any guidelines issued by the minister in terms of section 168(1) of the Act.

Publication of midyear budget and performance assessment

34. (1) within 5 working days of 25 January each year the municipality must make the midyear budget and performance assessment public by placing it on the website
- (2) The municipal manager must make public any other information that the municipality council considers appropriate to facilitate public awareness of the midyear budget and performance assessment including -
- (a) Summaries in alternative languages predominant in the community and,
 - (b) Information relevant to each ward in the municipality

Submission of the midyear budget and performance assessments

35. The municipality must submit to National Treasury and the relevant Provincial Treasury in both printed and electronic form-

- (a) The midyear budget and performance assessment by 25 January of each year; and
- (b) Any other information relating to the midyear budget and performance assessments as may be required by the National Treasury

Section 1: Mayor's report

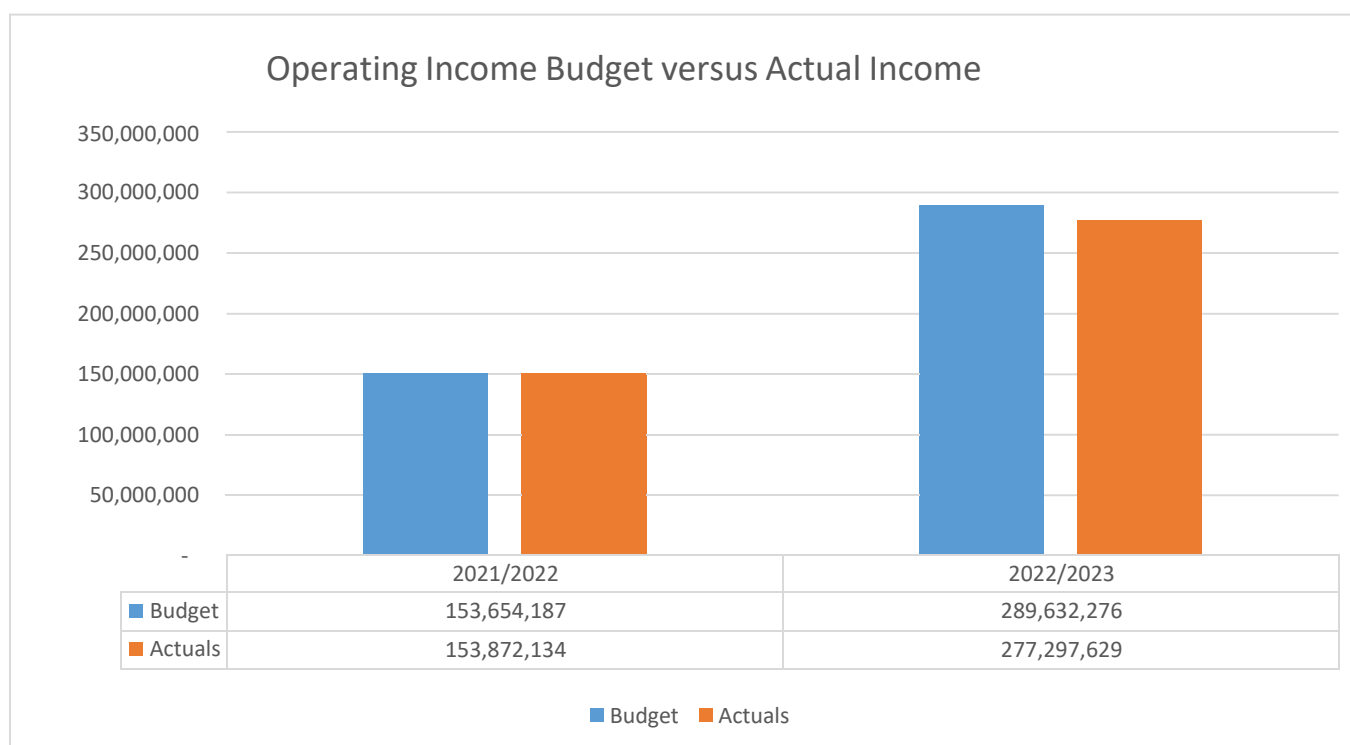
For the Mid-year budget and performance assessment, the mayor's report must also provide_

- a) A summary of the past year's annual report, and progress on resolving problems identified in the annual report and then audit report;
- b) A summary of any potential impact of the national adjustment budget and the relevant provincial
- c) A recommendation as to whether an adjustment budget for the municipality is necessary

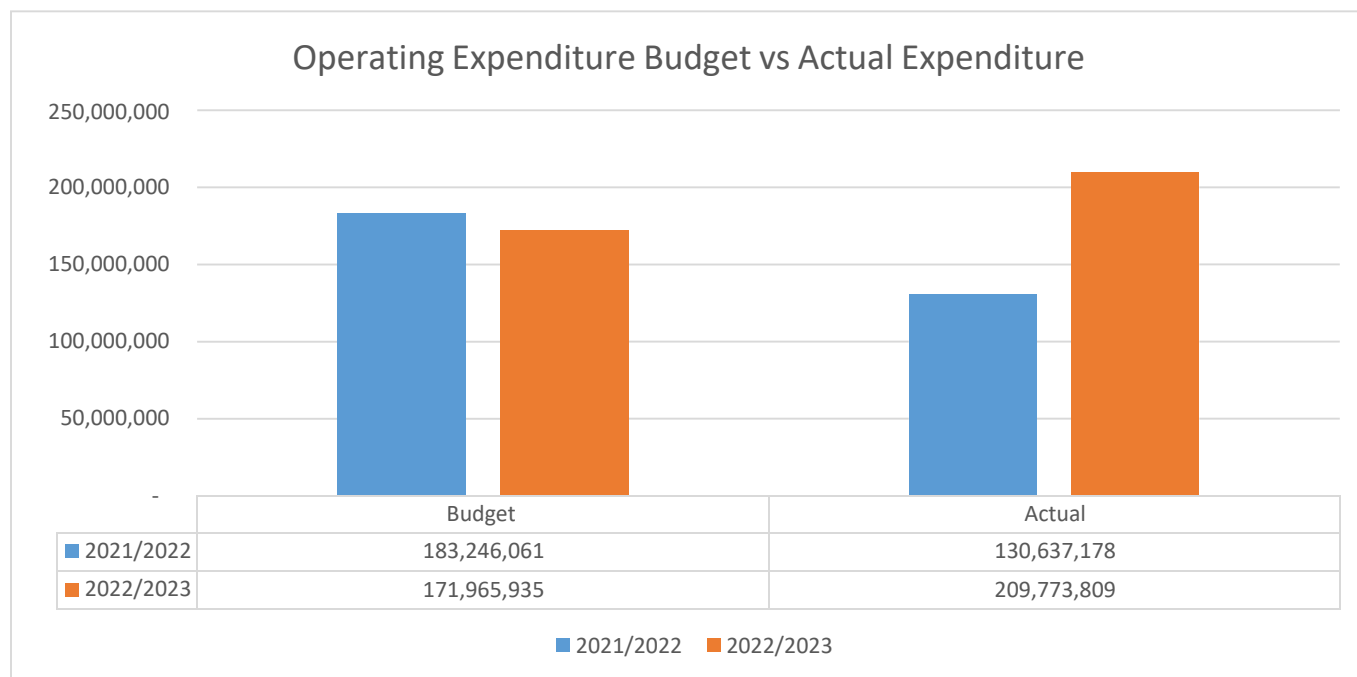
1.1 Summary of the previous year's annual report

(a) Performance against budgets

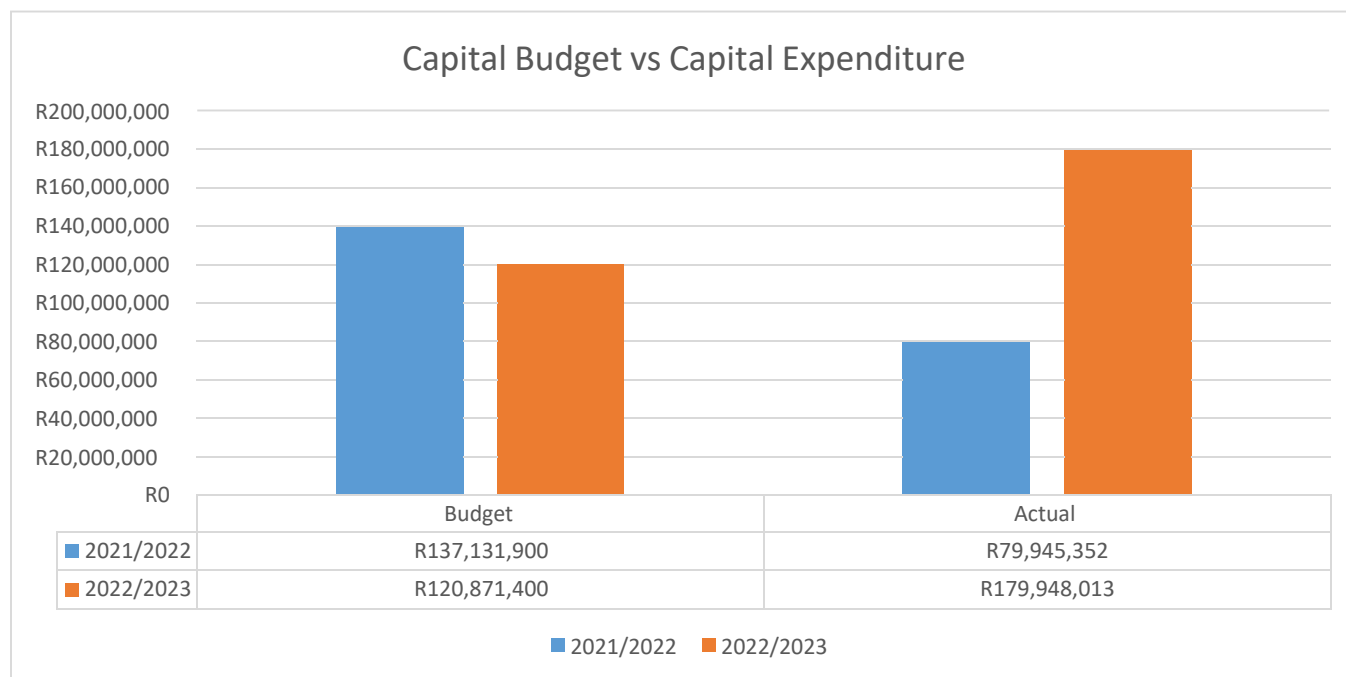
The following graph shows the operating Income Budget versus Actual for 2021/22 as well as 2022/23 financial years. The actual operating income has increased from R158 million to R277 million



The following graph shows the operating Expenditure Budget versus Actual for 2021/2022 as well as 2022/2023 financial years. The actual operating Expenditure has increased from R130 million to R209 million



(b) Percentage of Capital Budget Spend



1.2 Financial problems or risks facing the municipality

It is a known fact that due to the endemic poverty in the area under the jurisdiction of Tokologo, the collection rate for municipal services and rates debt is very low. This has a detrimental effect on the municipality's financial resources.

The municipality is Grant dependent with over 50% of its total revenue being grants received from the National Treasury.

Financial administration should be the second most important focus point of Tokologo municipality with basic service delivery as the most important. The drought situation in the area will have a huge impact on food prices and disposable income of consumers. The continuous ESKOM price increase will also have an effect on consumers and the municipality. All the latter factors mentioned will have a huge pressure on the revenue resources and the collection rate of the municipality

1.3 Remedial Action taken on Audit Outcome of prior year

Tokologo Municipality received a disclaimer for 2021/2022 financial year and a qualified opinion for 2022/2023 financial year.

The municipality is currently putting extensive efforts into implementing the recommendations in respect to audit findings that were raised, the aim is to get a clean audit as a municipality. All recommendations are being actioned through an audit action plan where progress is regularly monitored. The detailed audit action plan will form part of the 2022 annual report. Regular updates on the implementation of agreed upon actions will be given to authoritative structures of the council.

1.4 Midyear performance assessment

Municipal adjustment budget

- (1) A municipality may revise an approved annual budget through an adjustments budget.
- (2) An adjustments budget-
 - (a) Must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
 - (b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
 - (c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
 - (d) May authorise the utilisation of projected savings in one vote towards spending under another vote;
 - (e) May authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
 - (f) May correct any errors in the annual budget; and
 - (g) May provide for any other expenditure within a prescribed framework.

Regulation 23 of the municipal budget and reporting regulations provides inter alia for the following:
“An adjustment may be tabled in the council at any time after the midyear budget and performance assessment has been tabled in the council, but not later than 28 February of each year. Furthermore, except under certain circumstances only one adjustment budget may be tabled in council during a financial year.”

1.4.1 The annual budget is approved for the total revenue by source and below is a table reflect financial performance for the first half of the year (July 2023 - December 2023)

FS182 Tokologo - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

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									
Revenue									
Exchange Revenue									
Service charges - Electricity	21,630	25,114	–	26	2,457	12,557	(10,100)	-80%	25,114
Service charges - Water	2,591	1,577	–	200	2,028	788	1,240	157%	1,577
Service charges - Waste Water Management	20,346	17,694	–	1,690	12,522	8,847	3,675	42%	17,694
Service charges - Waste management	13,202	26,232	–	1,097	8,132	13,116	(4,985)	-38%	26,232
Sale of Goods and Rendering of Services	176	872	–	16	252	436	(184)	-42%	872
Agency services	–	–	–	–	–	–	–	–	–
Interest	–	–	–	–	–	–	–	–	–
Interest earned from Receivables	28,983	35,577	–	3,251	22,156	17,788	4,367	25%	35,577
Interest from Current and Non Current Assets	323	–	–	–	29	–	–	–	–
Rental from Fixed Assets	12	117	–	7	29	58	(29)	-50%	117
Licence and permits	–	–	–	–	–	–	–	–	–
Operational Revenue	(19)	83	–	(7)	88	42	46	110%	83
Non-Exchange Revenue									
Property rates	17,249	24,873	–	1,101	12,450	12,437	13	0%	24,873
Surcharges and Taxes	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	21	50	–	–	–	25	(25)	-100%	50
Licence and permits	–	–	–	–	–	–	–	–	–
Transfers and subsidies - Operational	74,507	79,978	–	–	38,635	39,989	(1,354)	-3%	79,978
Interest	13,515	11,129	–	2,307	5,065	5,565	(499)	-9%	11,129
Other Gains	–	–	–	–	–	–	–	–	–
Discontinued Operations	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)	192,538	223,297	–	9,690	103,842	111,648	(7,806)	-7%	223,297
Expenditure By Type									
Employee related costs	55,094	67,777	–	6,008	28,753	33,889	(5,136)	-15%	67,777
Remuneration of councillors	5,207	5,345	–	452	2,840	2,672	168	6%	5,345
Bulk purchases - electricity	30,176	30,480	–	214	16,175	15,240	935	6%	30,480
Inventory consumed	8,390	10,260	–	1,150	4,494	5,130	(636)	-12%	10,260
Debt impairment	56,871	–	–	–	–	–	–	–	–
Depreciation and amortisation	49,404	26,167	–	–	–	13,083	(13,083)	-100%	26,167
Interest	27,667	1,000	–	656	10,200	500	9,700	1940%	1,000
Contracted services	39,635	17,400	–	3,506	33,996	8,700	25,296	291%	17,400
Transfers and subsidies	–	–	–	–	–	–	–	–	–
Irrecoverable debts written off	(13,099)	6,517	–	–	–	3,258	(3,258)	-100%	6,517
Operational costs	19,458	10,868	–	1,209	9,072	5,434	3,637	67%	10,868
Losses on Disposal of Assets	–	–	–	–	–	–	–	–	–
Other Losses	–	–	–	–	–	–	–	–	–
Total Expenditure	278,803	175,813	–	13,195	105,529	87,907	17,623	20%	175,813
Surplus/(Deficit)	(86,265)	47,483	–	(3,506)	(1,687)	23,742	(25,429)	(0)	47,483
Transfers and subsidies - capital (monetary allocations)	93,427	90,708	–	41,191	149,417	45,354	104,063	0	90,708
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	7,162	138,191	–	37,686	147,729	69,096			138,191
Income Tax	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after income tax	7,162	138,191	–	37,686	147,729	69,096			138,191
Share of Surplus/Deficit attributable to Joint Venture	–	–	–	–	–	–	–	–	–
Share of Surplus/Deficit attributable to Minorities	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality	7,162	138,191	–	37,686	147,729	69,096			138,191
Share of Surplus/Deficit attributable to Associate	–	–	–	–	–	–	–	–	–
Intercompany/Parent subsidiary transactions	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	7,162	138,191	–	37,686	147,729	69,096			138,191

Operating Revenue

Revenue received to date including operational transfers is 7% (R 7 806 494) below the year to date budget.

YTD actual – R 103 841 820

YTD Budget – R 111 648 314

Difference – R7 806 494

Percentage (%) – 7%

Based on the above analysis, one would suggest that Revenue should not be adjusted.

Operating Expenditure

Operating Expenditure incurred is 20% below the year to date budget, some expenditure are underspent and some are overspent.

YTD actual - R 105 529 130

YTD Budget - R 87 906 566

Difference – R 17 622 564

Percentage (%) – 20%

Based on the above analysis, all the items that have an over expenditure should be looked into, therefore an adjustment is required.

1.4.2 The annual budget is approved for the total Capital expenditure and below is a table that reflect financial capital expenditure for the first half of the year (July 2023 - December 2023)

FS182 Tokologo - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

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	1									
<u>Multi-Year expenditure appropriation</u>	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Department Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Department Corporate Services		(14,234)	-	-	-	-	-	-	-	-
Vote 5 - Department Community Services		911	-	-	-	-	-	-	-	-
Vote 6 - Department Infrastructure Services		35,620	29,698	-	6,646	10,619	14,849	(4,230)	-28%	29,698
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	22,298	29,698	-	6,646	10,619	14,849	(4,230)	-28%	29,698
<u>Single Year expenditure appropriation</u>	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Department Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Department Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Department Community Services		1,161	854	-	140	785	427	358	84%	854
Vote 6 - Department Infrastructure Services		71,708	60,156	-	30,622	106,547	30,078	76,468	254%	60,156
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	72,869	61,010	-	30,762	107,332	30,505	76,827	252%	61,010
Total Capital Expenditure		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708

Capital Expenditure - Functional Classification										
Governance and administration		(14,234)	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		(14,234)	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		2,072	854	-	140	785	427	358	84%	854
Community and social services		1,161	854	-	140	785	427	358	84%	854
Sport and recreation		911	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		10,075	10,156	-	-	1,840	5,078	(3,238)	-64%	10,156
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		10,075	10,156	-	-	1,840	5,078	(3,238)	-64%	10,156
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		97,254	79,698	-	37,268	115,325	39,849	75,477	189%	79,698
Energy sources		-	1,960	-	1,400	1,400	980	420	43%	1,960
Water management		80,694	54,666	-	33,163	107,924	27,333	80,591	295%	54,666
Waste water management		16,560	23,071	-	2,705	6,001	11,536	(5,535)	-48%	23,071
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Funded by:										
National Government		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
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)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-
Total Capital Funding		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708

Capital Expenditure

Year to date actual expenditure amounts to **R 117 950 340** as at the end of December 2023, that is 130% of the approved budget of **R 90 707 550**, therefore the municipality has already overspent on capital by R 27 242 790.

Conclusion

Overall comparison between the budget and the actual is 7% for revenue and most expenditure is overspent, therefore an adjustment is necessary. Expenditure line items excluding the overspent items will not require adjustments, stricter spending controls needs to be put in place in order to eliminate further overspending.

Section 2: Resolutions

Resolution

If the midyear review is tabled in the municipal council , resolutions dealing with at least the following matters must be prepared and presented as part of the documentation , as may be relevant –

- (a) noting the monthly budget statements and supporting documentation
- (b) noting the quarterly report on the implementation of the budget and the financial affairs for the municipality referred to in section 52(d) of the act :
- (c) noting the midyear budget and performance assessment referred to in section 72 of the Act;
- (d) Any other resolutions that may be required

MIDYEAR BUDGET AND PERFORMANCE REPORT

This is the resolution that will be presented to council when the midyear budget and performance Assessment is Tabled:

RECOMMENDATION

That council takes cognizance of the 2023/24 midyear budget and performance Assessment as tabled in terms of Section 54 of the Municipal Finance Management Act

That council takes cognizance of the quarterly report on the implementation of the budget and the financial affairs for the municipality referred to in section 52(d) of the act:

Section 3: EXECUTIVE SUMMARY

As instructed by Local Government: MFMA no. 56 of 2009, Chapter 8 on roles of municipal officials, section 72, the Accounting Officer must assess the half yearly performance of the municipality and this is required to be done by the 25th January every year to be submitted to the Mayor, National and Provincial Treasuries.

The following were considered as instruments to define the actual performance of Tokologo Local Municipality for the period of July to December 2023.

- Approved Budget for 2023/2024
- Services Delivery Budget and Implementation.
- Budget versus actual 2023/2024 budget.
- Investments, Cash and Cash equivalents.
- Analysis of billed revenue versus collected revenue.
- Analysis of budgeted expenditure versus actual expenditure for the six months ending December 2023.
- Mid-term performance report, considering targets versus actuals for both the first and the second quarter.
- Auditor Generals audit report for the previous year (2022) and the action plan for all matters of emphasis.

Council of the Municipality approved Budget in terms of Circular 66 and 67 of Municipal Finance Management Act, Act 56 of 2003 and Municipal Budget and Reporting Regulations as promulgated in 2009. The Budget document was submitted to both National and Provincial Treasury in both hard and soft copies.

In terms of section 28 of the Municipal Budget and Reporting Regulations (MBRR), the municipality must prepare the in-year reports in terms of Schedule C of the regulations. The Schedule C states that the Municipality must report on its overall performance with specific reference to financial and Non-Financial information.

Section 71(1) of the Municipal Finance Management Act (MFMA) requires from the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the Mayor within 10 working days after the end of each month on the state of the municipality's budget for that month and for the financial year up to the end of that month.

3.1 Mentioned below are some of the key issues that happened in the first Six months ended 31 December 2023, actual expenditure for the six months has been measured against the original budget of each item to analyse the percentage of each line item:

Revenue and Expenditure Analysis

Total revenue for the six months (*Including pre-paid electricity*) amounted to **R 115 820 513**

- The following are the main revenue contributors and their YTD actuals (*Excluding Capital Grants*):
 - Service charges - Electricity (R 2 456 651)
 - Service charges - Water (R 2 028 255)
 - Service charges - Waste Water Management (R 12 522 148)
 - Service charges - Waste management (R 8 131 514)
 - Property Rates R 12 449 581
 - Equitable Share (R 38 635 362) – **NOTE: There is amount of R6.4 million that was withheld by National Treasury due to unspent on capital grants in 2022/2023 financial year.**
 - Interest (R 5 065 077)
 - Revenue from Pre-paid Electricity (R 11 978 693)

Total Expenditure for six months amounted to **R 105 529 130**

- The following are the main expenses.

Expenditure line items below are overspent:

- Interest (electricity Bulk Purchases) overspent by 1940%
- Contracted Services is 291% Overspent
- Operational Costs is overspent by 67%
- Bulk Purchases (electricity) is overspent by 6%
- Lastly, we have remuneration of councillors overspent by 6%

Expenditure line items below are underspent or have no expenditure record:

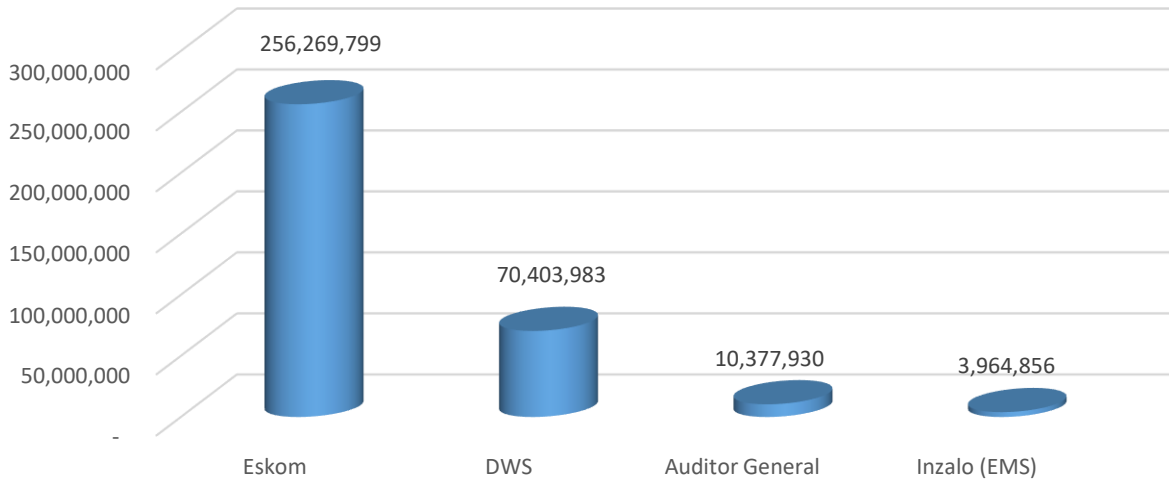
- There has not been any expenditure recording for both Depreciation and irrecoverable debt (-100%)
- Employee Related costs have been underspent by 15%
- Inventory consumed (Water) has been underspent by 12%

From the information provided above it can be clearly seen that most of the municipal revenue is from the Equitable Share, the municipality is not collecting enough revenue.

Investments

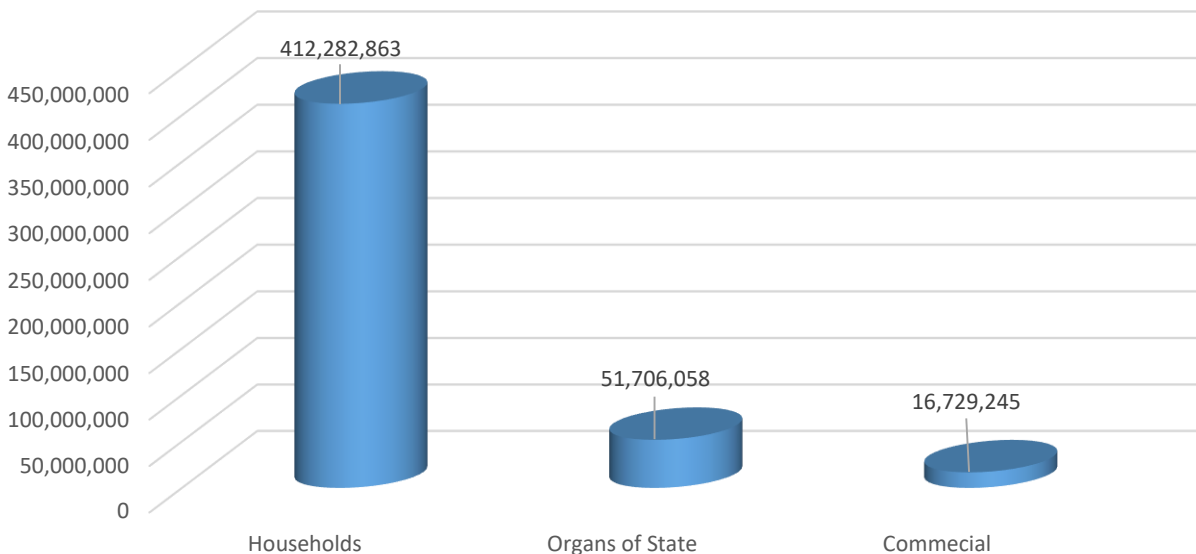
Opening Balance	R 354 645
Deposits for 6 months	R 80 376 644
Withdrawals for 6 months	(R79 225 213)
Interest for 6 months	R 366 076
Bank Charges for 6 months	R 790
Balance for the six months	R 1 871 363

Creditor Analysis



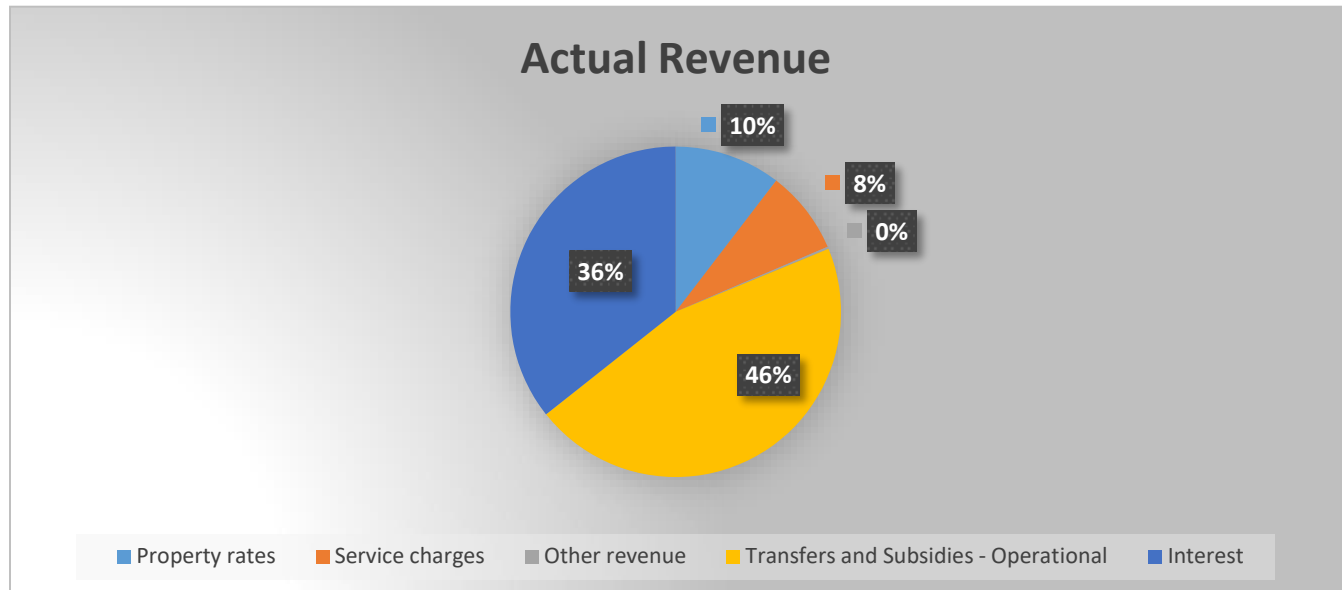
Total debt owed to creditors for the municipality is R 341 016 56, this debt is growing daily due to the cash flow problems that the municipality is facing and the inability to collect its billed revenue. As seen in the graph above, as at 31 December 2023, the municipality owe 75% of the total debt to Eskom, and 21% to Department of water and sanitation.

Debtors by customer Group

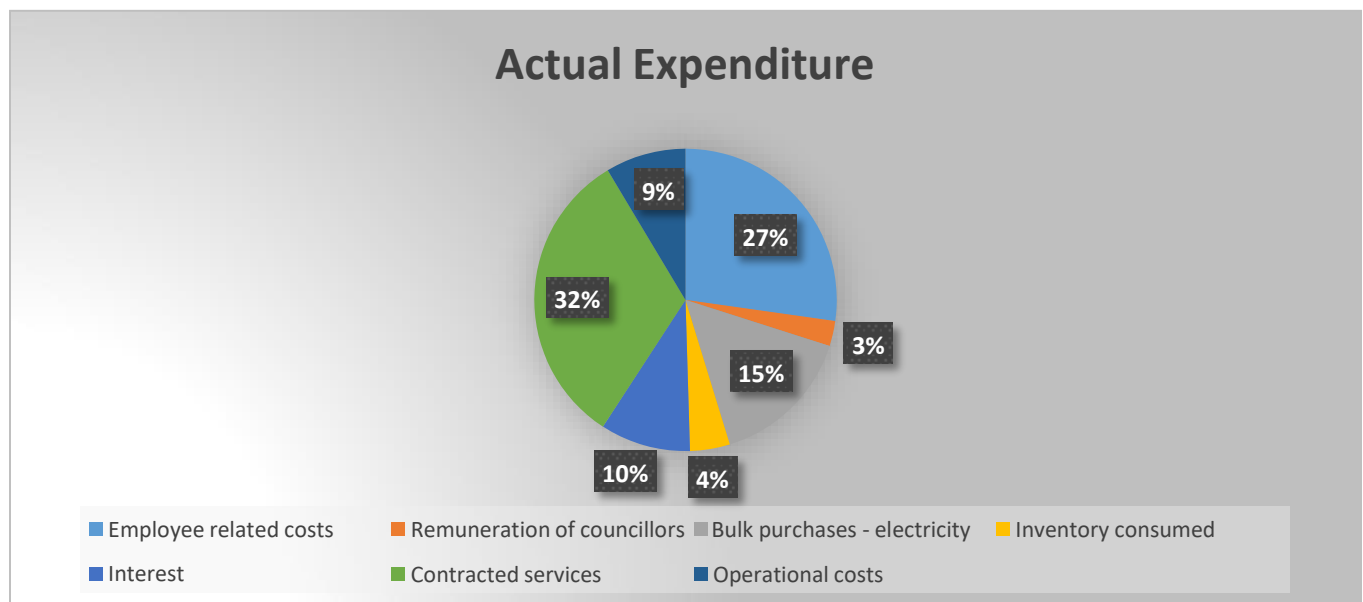


The total debt of the municipality amounts to R 480 718 166, with households sitting at 86% of the total debt, Organ of State sitting at 11% and lastly, commercial is sitting at 3%.

Operational Revenue Budget vs. Expenditure for the six months ended 31 December 2023



From the above pie chart, it can be seen that the Municipality relies on Grants, 46% of revenue is from grants, followed by interest at 36%. Total revenue billed from the services amounts to R 25 138 568 and total revenue collected amounts to R 5 839 839, the municipality only collects 23% of what it bills, hence the Municipality default in paying its creditors.



The municipality total year to date budget is R 87 906 566 and actual expenditure amounts to R 105 529 130 with contracted services sitting at 32%, employee related costs sitting at 27%, Bulk purchases (electricity) at 15%, interest at 10%, and the remaining 16% is shared amongst other expenditures.

Section 4: Monthly budget Statements

In terms of Municipal Budget and Reporting Regulations as per government gazette No. 32141 of 2009, the municipality is required to report on the following Tables:

- Table C1 Monthly budget statement summary
- Table C2 Monthly budget statement – Financial performance (Functional Classification)
- Table C3 Monthly budget statement – Financial performance (Municipal Vote)
- Table C4 Monthly budget statement – Financial Performance (Revenue and expenditure)
- Table C5 Monthly budget statement – Capital Expenditure (Municipal Vote, standard classification and funding)
- Table C6 Monthly budget Statement – Financial Position
- Table C7 Monthly budget statement – Cash Flow

In the following pages the above tables are disclosed with summaries of what these tables mean

Table C1 Monthly budget statement Summary

FS182 Tokologo - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment

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	17,249	24,873	-	1,101	12,450	12,437	13	0%	24,873
Service charges	57,769	70,617	-	3,013	25,139	35,308	(10,170)	-29%	70,617
Investment revenue	323	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	323	-	-	-	29	-	29	#DIV/0!	-
Other own revenue	116,873	127,807	-	5,575	66,225	63,903	2,321	4%	-
Total Revenue (excluding capital transfers and contributions)	192,538	223,297	-	9,690	103,842	111,648	(7,806)	-7%	223,297
Employee costs	55,094	67,777	-	6,008	28,753	33,889	(5,136)		67,777
Remuneration of Councillors	5,207	5,345	-	452	2,840	2,672	168		5,345
Depreciation and amortisation	49,404	26,167	-	-	-	13,083	(13,083)		26,167
Interest	27,667	1,000	-	656	10,200	500	9,700		1,000
Inventory consumed and bulk purchases	38,566	40,740	-	1,364	20,668	20,370	298		40,740
Transfers and subsidies	-	-	-	-	-	-	-		-
Other expenditure	102,865	34,785	-	4,714	43,068	17,392	25,675	148%	34,785
Total Expenditure	278,803	175,813	-	13,195	105,529	87,907	17,623	20%	175,813
Surplus/(Deficit)	(86,265)	47,483	-	(3,506)	(1,687)	23,742	(25,429)	-107%	47,483
Transfers and subsidies - capital (monetary allocations)	93,427	90,708	-	41,191	149,417	45,354	###	229%	90,708
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	7,162	138,191	-	37,686	147,729	69,096	78,634	114%	138,191
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	7,162	138,191	-	37,686	147,729	69,096	78,634	114%	138,191
Capital expenditure & funds sources									
Capital expenditure	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Capital transfers recognised	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	-	-	-	-	-	-	-		-
Total sources of capital funds	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Financial position									
Total current assets	83,294	125,214	-		13,462				125,214
Total non current assets	1,105,082	780,275	-		117,950				780,275
Total current liabilities	460,333	149,479	-		(16,048)				149,479
Total non current liabilities	43,279	19,337	-		-				19,337
Community wealth/Equity	691,600	867,761	-		147,460				867,761
Cash flows									
Net cash from (used) operating	186,670	119,435	-	343	108,416	74,958	(33,459)	-45%	119,435
Net cash from (used) investing	(119,892)	(90,708)	-	(42,801)	(135,309)	(45,280)	90,029	-199%	(90,708)
Net cash from (used) financing	-	-	-	6,008	28,753	-	(28,753)	#DIV/0!	-
Cash/cash equivalents at the month/year end	51,799	31,714	-	-	1,860	32,663	30,803	94%	28,728
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	9,244	9,508	9,725	7,641	7,752	8,620	8,738	419,162	480,390
Creditors Age Analysis									
Total Creditors	3,234	1,514	9,909	13,525	675	2,959	1,538	35,979	69,332

Table C2 Monthly Budget statement – Financial Performance (functional Classification)

FS182 Tokologo - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Mid-Year Assessment

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	1									
Revenue - Functional										
Governance and administration		85,682	93,582	-	3,396	56,423	46,791	9,631	21%	93,582
Executive and council		-	32,074	-	-	-	16,037	(16,037)	-100%	32,074
Finance and administration		85,682	59,936	-	3,396	56,423	29,968	26,455	88%	59,936
Internal audit		-	1,572	-	-	-	786	(786)	-100%	1,572
Community and public safety		2,025	4,000	-	23	107	2,000	(1,893)	-95%	4,000
Community and social services		2,004	1,173	-	23	107	587	(479)	-82%	1,173
Sport and recreation		-	1,059	-	-	-	530	(530)	-100%	1,059
Public safety		21	1,768	-	-	-	884	(884)	-100%	1,768
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		24,910	26,418	-	2,868	6,411	13,209	(6,798)	-51%	26,418
Planning and development		71	12,920	-	2	26	6,460	(6,434)	-100%	12,920
Road transport		24,839	13,498	-	2,866	6,385	6,749	(364)	-5%	13,498
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		156,099	190,003	-	44,594	190,318	95,002	95,316	100%	190,003
Energy sources		23,426	31,777	-	203	3,665	15,888	(12,224)	-77%	31,777
Water management		74,630	85,342	-	38,799	146,913	42,671	104,242	244%	85,342
Waste water management		35,125	35,056	-	3,387	24,068	17,528	6,540	37%	35,056
Waste management		22,918	37,828	-	2,205	15,671	18,914	(3,243)	-17%	37,828
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	268,716	314,004	-	50,881	253,259	157,002	96,256	61%	314,004
Expenditure - Functional										
Governance and administration		173,227	61,769	-	7,607	63,363	30,885	32,479	105%	61,769
Executive and council		28,357	16,327	-	1,198	12,481	8,164	4,318	53%	16,327
Finance and administration		140,743	42,647	-	5,042	46,717	21,323	25,394	119%	42,647
Internal audit		4,126	2,795	-	1,367	4,165	1,398	2,767	198%	2,795
Community and public safety		1,440	3,276	-	240	1,224	1,638	(414)	-25%	3,276
Community and social services		951	1,142	-	118	639	571	68	12%	1,142
Sport and recreation		37	213	-	-	-	106	(106)	-100%	213
Public safety		452	1,922	-	121	586	961	(375)	-39%	1,922
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		12,970	22,390	-	1,619	8,253	11,195	(2,942)	-26%	22,390
Planning and development		9,928	11,079	-	1,273	6,139	5,539	600	11%	11,079
Road transport		3,042	11,311	-	345	2,114	5,656	(3,542)	-63%	11,311
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		91,167	88,377	-	3,730	32,689	44,189	(11,500)	-26%	88,377
Energy sources		35,422	39,949	-	1,056	18,887	19,974	(1,087)	-5%	39,949
Water management		45,807	18,135	-	752	5,260	9,068	(3,807)	-42%	18,135
Waste water management		5,208	22,745	-	1,437	6,134	11,372	(5,238)	-46%	22,745
Waste management		4,730	7,548	-	485	2,407	3,774	(1,367)	-36%	7,548
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	278,803	175,813	-	13,195	105,529	87,907	17,623	20%	175,813
Surplus/ (Deficit) for the year		(10,087)	138,191	-	37,686	147,729	69,096	78,634	114%	138,191

Table C3 Monthly budget Statement – Financial Performance (Revenue and Expenditure by municipal vote)

FS182 Tokologo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Mid-Year

Vote Description	Ref	2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2023/24 YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Office of the Mayor		263	18,862	–	156	983	9,431	(8,448)	-89.6%	18,862
Vote 2 - Office of the Municipal Manager		70	36,238	–	6	46	18,119	(18,073)	-99.7%	36,238
Vote 3 - Department Financial Services		85,437	37,511	–	3,238	55,434	18,756	36,679	195.6%	37,511
Vote 4 - Department Corporate Services		–	14,766	–	–	–	7,383	(7,383)	-100.0%	14,766
Vote 5 - Department Community Services		2,025	4,000	–	23	107	2,000	(1,893)	-94.6%	4,000
Vote 6 - Department Infrastructure Services		180,922	202,627	–	47,458	196,688	101,314	95,374	94.1%	202,627
Vote 7 - COMMUNITY & SOCIAL SERVICES		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	268,716	314,004	–	50,881	253,259	157,002	96,256	61.3%	314,004
Expenditure by Vote	1									
Vote 1 - Office of the Mayor		69,947	9,776	–	1,070	9,247	4,888	4,358	89.2%	9,776
Vote 2 - Office of the Municipal Manager		18,990	12,403	–	1,632	8,582	6,202	2,381	38.4%	12,403
Vote 3 - Department Financial Services		67,629	24,123	–	3,122	34,923	12,062	22,861	189.5%	24,123
Vote 4 - Department Corporate Services		17,267	17,162	–	1,920	11,427	8,581	2,846	33.2%	17,162
Vote 5 - Department Community Services		5,480	6,776	–	644	3,800	3,388	413	12.2%	6,776
Vote 6 - Department Infrastructure Services		99,490	105,573	–	4,807	37,550	52,787	(15,237)	-28.9%	105,573
Vote 7 - COMMUNITY & SOCIAL SERVICES		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	278,803	175,813	–	13,195	105,529	87,907	17,623	20.0%	175,813
Surplus/ (Deficit) for the year	2	(10,087)	138,191	–	37,686	147,729	69,096	78,634	113.8%	138,191

Table C4 Monthly budget Statements – Financial Performance (Revenue & Expenditure)

FS182 Tokologo - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

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									
Revenue									
Exchange Revenue									
Service charges - Electricity	21,630	25,114	-	26	2,457	12,557	(10,100)	-80%	25,114
Service charges - Water	2,591	1,577	-	200	2,028	788	1,240	157%	1,577
Service charges - Waste Water Management	20,346	17,694	-	1,690	12,522	8,847	3,675	42%	17,694
Service charges - Waste management	13,202	26,232	-	1,097	8,132	13,116	(4,985)	-38%	26,232
Sale of Goods and Rendering of Services	176	872	-	16	252	436	(184)	-42%	872
Agency services	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Interest earned from Receivables	28,983	35,577	-	3,251	22,156	17,788	4,367	25%	35,577
Interest from Current and Non Current Assets	323	-	-	-	29	-	-	-	-
Rental from Fixed Assets	12	117	-	7	29	58	(29)	-50%	117
Licence and permits	-	-	-	-	-	-	-	-	-
Operational Revenue	(19)	83	-	(7)	88	42	46	110%	83
Non-Exchange Revenue									
Property rates	17,249	24,873	-	1,101	12,450	12,437	13	0%	24,873
Surcharges and Taxes	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	21	50	-	-	-	25	(25)	-100%	50
Licence and permits	-	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	74,507	79,978	-	-	38,635	39,989	(1,354)	-3%	79,978
Interest	13,515	11,129	-	2,307	5,065	5,565	(499)	-9%	11,129
Other Gains	-	-	-	-	-	-	-	-	-
Discontinued Operations	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	192,538	223,297	-	9,690	103,842	111,648	(7,806)	-7%	223,297
Expenditure By Type									
Employee related costs	55,094	67,777	-	6,008	28,753	33,889	(5,136)	-15%	67,777
Remuneration of councillors	5,207	5,345	-	452	2,840	2,672	168	6%	5,345
Bulk purchases - electricity	30,176	30,480	-	214	16,175	15,240	935	6%	30,480
Inventory consumed	8,390	10,260	-	1,150	4,494	5,130	(636)	-12%	10,260
Debt impairment	56,871	-	-	-	-	-	-	-	-
Depreciation and amortisation	49,404	26,167	-	-	-	13,083	(13,083)	-100%	26,167
Interest	27,667	1,000	-	656	10,200	500	9,700	1940%	1,000
Contracted services	39,635	17,400	-	3,506	33,996	8,700	25,296	291%	17,400
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Irrecoverable debts written off	(13,099)	6,517	-	-	-	3,258	(3,258)	-100%	6,517
Operational costs	19,458	10,868	-	1,209	9,072	5,434	3,637	67%	10,868
Losses on Disposal of Assets	-	-	-	-	-	-	-	-	-
Other Losses	-	-	-	-	-	-	-	-	-
Total Expenditure	278,803	175,813	-	13,195	105,529	87,907	17,623	20%	175,813
Surplus/(Deficit)	(86,265)	47,483	-	(3,506)	(1,687)	23,742	(25,429)	(0)	47,483
Transfers and subsidies - capital (monetary allocations)	93,427	90,708	-	41,191	149,417	45,354	104,063	0	90,708
Transfers and subsidies - capital (in-kind)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	7,162	138,191	-	37,686	147,729	69,096			138,191
Income Tax	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax	7,162	138,191	-	37,686	147,729	69,096			138,191
Share of Surplus/Deficit attributable to Joint Venture	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality	7,162	138,191	-	37,686	147,729	69,096			138,191
Share of Surplus/Deficit attributable to Associate	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	7,162	138,191	-	37,686	147,729	69,096			138,191

Table C5 Monthly budget Statement - Capital Expenditure (Municipal Vote, functional classification and funding)

FS182 Tokologo - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

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	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-		-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-		-
Vote 3 - Department Financial Services		-	-	-	-	-	-	-		-
Vote 4 - Department Corporate Services		(14,234)	-	-	-	-	-	-		-
Vote 5 - Department Community Services		911	-	-	-	-	-	-		-
Vote 6 - Department Infrastructure Services		35,620	29,698	-	6,646	10,619	14,849	(4,230)	-28%	29,698
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-		-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-		-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-		-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-		-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-		-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-		-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-		-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-		-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Capital Multi-year expenditure	4,7	22,298	29,698	-	6,646	10,619	14,849	(4,230)	-28%	29,698
Single Year expenditure appropriation	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-		-
Vote 2 - Office of the Municipal Manager		-	-	-	-	-	-	-		-
Vote 3 - Department Financial Services		-	-	-	-	-	-	-		-
Vote 4 - Department Corporate Services		-	-	-	-	-	-	-		-
Vote 5 - Department Community Services		1,161	854	-	140	785	427	358	84%	854
Vote 6 - Department Infrastructure Services		71,708	60,156	-	30,622	106,547	30,078	76,468	254%	60,156
Vote 7 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-		-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-		-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-		-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-		-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-		-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-		-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-		-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-		-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Capital single-year expenditure	4	72,869	61,010	-	30,762	107,332	30,505	76,827	252%	61,010
Total Capital Expenditure		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708

FS182 Tokologo - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

Capital Expenditure - Functional Classification										
Governance and administration		(14,234)	-	-	-	-	-	-		-
Executive and council		-	-	-	-	-	-	-		-
Finance and administration		(14,234)	-	-	-	-	-	-		-
Internal audit		-	-	-	-	-	-	-		-
Community and public safety		2,072	854	-	140	785	427	358	84%	854
Community and social services		1,161	854	-	140	785	427	358	84%	854
Sport and recreation		911	-	-	-	-	-	-		-
Public safety		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Health		-	-	-	-	-	-	-		-
Economic and environmental services		10,075	10,156	-	-	1,840	5,078	(3,238)	-64%	10,156
Planning and development		-	-	-	-	-	-	-		-
Road transport		10,075	10,156	-	-	1,840	5,078	(3,238)	-64%	10,156
Environmental protection		-	-	-	-	-	-	-		-
Trading services		97,254	79,698	-	37,268	115,325	39,849	75,477	189%	79,698
Energy sources		-	1,960	-	1,400	1,400	980	420	43%	1,960
Water management		80,694	54,666	-	33,163	107,924	27,333	80,591	295%	54,666
Waste water management		16,560	23,071	-	2,705	6,001	11,536	(5,535)	-48%	23,071
Waste management		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-		-
Total Capital Expenditure - Functional Classification	3	95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Funded by:										
National Government		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Provincial Government		-	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-		-
Transfers recognised - capital		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		-	-	-	-	-	-	-		-
Total Capital Funding		95,167	90,708	-	37,408	117,950	45,354	72,597	160%	90,708

Tables C6 Monthly budget Statements - Financial Position

FS182 Tokologo - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

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		3,018	54,647	–	(64,638)	54,647
Trade and other receivables from exchange transactions		18,163	33,569	–	44,906	33,569
Receivables from non-exchange transactions		–	11,318	–	9,804	11,318
Current portion of non-current receivables		6	43	–	–	43
Inventory		158	311	–	–	311
VAT		60,992	25,326	–	23,430	25,326
Other current assets		956	–	–	(40)	–
Total current assets		83,294	125,214	–	13,462	125,214
Non current assets						
Investments		–	148	–	–	148
Investment property		36,063	3,109	–	–	3,109
Property, plant and equipment		1,064,408	774,192	–	117,950	774,192
Biological assets		4,412	2,784	–	–	2,784
Living and non-living resources		–	–	–	–	–
Heritage assets		37	42	–	–	42
Intangible assets		161	1	–	–	1
Trade and other receivables from exchange transactions		–	–	–	–	–
Non-current receivables from non-exchange transactions		–	–	–	–	–
Other non-current assets		–	–	–	–	–
Total non current assets		1,105,082	780,275	–	117,950	780,275
TOTAL ASSETS		1,188,376	905,489	–	131,412	905,489
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		538	638	–	(2)	638
Trade and other payables from exchange transactions		432,523	147,782	–	35,022	147,782
Trade and other payables from non-exchange transactions		21,753	573	–	(54,900)	573
Provision		–	486	–	–	486
VAT		5,520	–	–	3,832	–
Other current liabilities		–	–	–	–	–
Total current liabilities		460,333	149,479	–	(16,048)	149,479
Non current liabilities						
Financial liabilities		703	36	–	–	36
Provision		42,043	14,550	–	–	14,550
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		533	4,751	–	–	4,751
Total non current liabilities		43,279	19,337	–	–	19,337
TOTAL LIABILITIES		503,611	168,816	–	(16,048)	168,816
NET ASSETS	2	684,765	736,673	–	147,460	736,673
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		691,600	867,761	–	147,460	867,761
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	691,600	867,761	–	147,460	867,761

Tables C7 Monthly budget statement – Cash flow

FS182 Tokologo - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

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	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		(6,969)	21,986	-	962	7,439	10,993	(3,554)	-32%	21,986
Service charges		27,319	21,584	-	400	5,840	10,792	(4,952)	-46%	21,584
Other revenue		158	1,603	-	6	155	802	(647)	-81%	1,603
Transfers and Subsidies - Operational		74,505	79,978	-	-	32,591	39,989	(7,398)	-19%	79,978
Transfers and Subsidies - Capital		113,251	90,708	-	-	91,279	45,354	45,926	101%	90,708
Interest		28,865	46,706	-	3,793	25,508	23,353	2,155	9%	46,706
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(50,459)	(142,130)	-	(4,818)	(54,396)	(55,825)	(1,429)	3%	(142,130)
Interest		-	(1,000)	-	-	-	(500)	(500)	100%	(1,000)
Transfers and Subsidies		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES		186,670	119,435	-	343	108,416	74,958	(33,459)	-45%	119,435
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	74	(74)	-100%	-
Payments										
Capital assets		(119,892)	(90,708)	-	(42,801)	(135,309)	(45,354)	89,955	-198%	(90,708)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(119,892)	(90,708)	-	(42,801)	(135,309)	(45,280)	90,029	-199%	(90,708)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	6,008	28,753	-	28,753	#DIV/0!	-
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	6,008	28,753	-	(28,753)	#DIV/0!	-
NET INCREASE/ (DECREASE) IN CASH HELD		66,777	28,728	-	(36,450)	1,860	29,678			28,728
Cash/cash equivalents at beginning:		(14,978)	2,986	-		-	2,986			-
Cash/cash equivalents at month/year end:		51,799	31,714	-		1,860	32,663			28,728

Explanatory note on Monthly budget Statements

Explanatory Notes to Table C1

Table C1 gives a summary of the overall performance of Tokologo Local Municipality for the past six months July to December 2023 and the following key aspects are included:

- ❖ *Financial Performance*: This is a summary of income statement of the Municipality
- ❖ *Capital Expenditure and funding sources*: This gives a brief overview of the capital expenditure and its funding sources
- ❖ *Financial Position*: This is the balance sheet of Tokologo Local Municipality
- ❖ *Cash Flow*: This gives a brief overview of the Cash flow of the Municipality
- ❖ *Creditors and Debtors analysis*: This section gives the summary of creditors and debtors aging analysis.

This is the most important table as it gives users of the financial information a “snapshot” of what happened in December 2023.

Explanatory note on table C4

- ❖ Year to date actual Revenue amounts to **R 103 841 820**
- ❖ Year to date actual Expenditure amounts to **R 105 529 130**
- ❖

Explanatory note on Table C5

Table C5 is a breakdown of the Capex by:

- ❖ *Municipal vote (multi-year appropriations);*
- ❖ *Standard classification;*
- ❖ *Funding sources necessary to fund the capital budget,*

Capital Expenditure (CapEx) is funded by the municipality National Government through the MIG, DWA, INEG and WSIG

Total Capital Expenditure (CapEx) budget Amounts to **R 90 707 550** and actual Expenditure amounts **R 117 950 340** for the past six months.

Explanatory Notes to Table C6

1. Table C6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).

2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community

Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.

Explanatory Note to Table C7 - The budgeted cash flow statement is the first measurement in determining if municipality has enough cash and cash equivalent to fund its operations.

PART 2: Supporting Documentation

Over and above the information as disclosed above Municipal Budget and Reporting Regulations (MBRR) requires the Municipality to disclose the following information:

Section 5: Supporting Table SC3 Monthly budget statement aged debtors

The debtor's analysis must contain

(a) An age analysis reconciled with the financial position grouped by-

(i) Revenue source; and

(ii) Customer group

(b) Any bad debts written off by customer group

Choose name from list - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment									
Description	Budget Year 2023/24								
R thousands	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 By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	498	488	1,040	561	586	468	515	30,204	34,360
Trade and Other Receivables from Exchange Transactions - Electricity	198	213	253	265	250	199	218	15,955	17,552
Receivables from Non-exchange Transactions - Property Rates	2,954	2,794	2,713	421	472	2,476	2,533	51,336	65,698
Receivables from Exchange Transactions - Waste Water Management	3,550	3,655	3,440	3,852	3,873	3,289	3,281	192,101	217,041
Receivables from Exchange Transactions - Waste Management	2,303	2,300	2,234	2,497	2,523	2,134	2,130	125,775	141,896
Receivables from Exchange Transactions - Property Rental Debtors	40	40	39	39	39	38	38	3,320	3,592
Interest on Arrear Debtor Accounts	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-
Other	30	18	6	7	10	16	22	470	579
Total By Income Source	9,572	9,508	9,725	7,641	7,752	8,620	8,738	419,162	480,718
Debtors Age Analysis By Customer Group									
Organs of State	2,368	2,426	2,201	539	527	1,932	2,079	39,635	51,706
Commercial	550	575	517	245	331	448	434	13,629	16,729
Households	6,654	6,507	7,007	6,857	6,895	6,241	6,224	365,897	412,283
Other	-	-	-	-	-	-	-	-	-
Total By Customer Group	9,572	9,508	9,725	7,641	7,752	8,620	8,738	419,162	480,718

Section 6: Supporting table SC4 Monthly budget statement Aged Creditors

The creditor's analysis must contain an aged analysis by customer type reconciled with the financial position

Choose name from list - Supporting Table SC4 Monthly Budget Statement - aged creditors - Mid-Year Asse

Description	Budget Year 2023/24								
	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	5,087	5,254	5,059	–	–	–	–	240,870	256,270
Bulk Water	560	559	559	1,096	–	–	–	67,629	70,404
PAYE deductions	–	–	–	–	–	–	–	–	–
VAT (output less input)	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	–	–	–	–	–	–	–	–	–
Loan repayments	–	–	–	–	–	–	–	–	–
Trade Creditors	–	–	–	–	–	–	–	–	–
Auditor General	3,726	874	622	64	–	–	–	5,093	10,378
Other	326	255	239	1,553	137	–	–	1,455	3,965
Total By Customer Type	9,699	6,941	6,480	2,713	137	–	–	315,046	341,017

Section 7: Supporting table SC5 Monthly budget statement – Investment portfolio

The investment portfolio analysis must include information consistent with the requirements of the municipality Investment regulation, 2005 issued by the National Treasury.

FS182 Tokologo - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Mid-Year Assessment

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands	Yrs/Months								
Municipality									
FNB 62368885376		Money market	YES	variable	15	212	(64,755)	66,053	1,525
FNB 74368883317		7 DAY NOTICE	YES	variable	46	1			47
FNB 74037601777		Fnb 32 Day Notic	YES	variable	78	3			81
FNB 71037990209		Fixed deposit	YES	variable	10	0	(0)		10
FNB 74037661683		Fnb 32 Day Notic	YES	variable	196	8		0	205
FNB 62290902678		Money market	YES	variable	10	143	(14,470)	14,324	6
SUIDWES 609792		Tokologo Municipa	YES	variable	–				–
Municipality sub-total					355	368	(79,225)	80,377	1,874

Section 10: Municipal Manger's Quality Certificate

M.A Sehloho

Acting Municipal Manager

Municipal Managers Quality Certificate

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, Mpho Aaron Sehloho, the Municipal Manager of TOKOLOGO LOCAL MUNICIPALITY (FS 182), hereby certify that the Section 72 report for 31 December 2023 and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the act.

Print name: _____

Signature: _____

Date: _____

NON-FINANCIAL MID YEAR PERFORMANCE REPORT 2023/2024

REPORTING PERIOD: AS AT 01 JULY TO DECEMBER 2023

1. INTRODUCTION

According to the Local Government Municipal Finance Management Act, Act 56 of 2003, Section 52 (c) thereof, the Mayor must take all reasonable steps to ensure that the municipality performs its Constitutional and statutory functions within the limits of the municipality's approved budget.

Performance management is prescribed by chapter 6 of the Municipal Systems Act of 2000 and the Municipal Planning and Performance Regulation of August 2001. Section 7 of the aforementioned regulation states that "A municipality's performance management systems entails a framework that describes and represents how the municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organized and managed, including determining the responsibilities of the different role players" This framework should reflect the linkage between the IDP, Budget and SDBIP.

The purpose of this performance report is as follows:

- To analyse the performance of the municipality for the third quarter
- To track midyear progress against the targets set in the SDBIP.
- Inform decision making and future goal setting
- To identify problems regarding performance of municipal programmes with a view to obtain solutions.
- To determine whether the objectives of various programmes have been met.

In the quarter under review, the Municipality (TLM) comprised of four departments, namely; Municipal Manager's Office, Finance, Corporate Services and Technical Services. This report covers the performance information from 01 July 2023 to 31 December 2023 and focuses on the implementation of the Service Delivery Budget and Implementation Plan (SDBIP), in relation to the Integrated Development and Plan (IDP). In addition, the report provides an overview of improvements made to the performance management system and shortcomings that still need to be addressed; progress made in the implementation and an overview of financial performance.

2. INSTITUTIONAL PERFORMANCE

At the commencement of the financial year, every attempt was made to ensure that the municipality complies with legislation concerning the development, operation and maintenance of a performance management system that is commensurate to the institutional service delivery objectives captured in the IDP. Tokologo Local Municipality has continued to maintain the effective operation of the following mechanisms:

- The 2023/2024 IDP included objectives, strategies and key performance indicators (KPIs) as required by the Municipal Systems Act, 32 of 2000;
- The budget for implementation of the IDP was approved within the prescribed timelines as required by the Municipal Finance Management Act, 56 of 2003;
- After approval of the budget, the SDBIP was developed to integrate the IDP and the budget and to ensure effective implementation of the institutional strategies;
- Performance agreements with performance plans were developed, signed and approved by the Executive Mayor as required by the Municipal Performance Regulations, 2006;
- Quarterly assessments for performance of managers directly reporting to the MM must be embarked upon through a duly constituted performance evaluation panel as required by the performance regulations.

3. MANAGEMENT PROCESS OVERVIEW

At the commencement of the financial year, every attempt was made to ensure that the municipality complies with legislation concerning the development, operation and maintenance of a performance management system that is commensurate to the institutional service delivery objectives captured in the IDP. Tokologo Local Municipality has continued to maintain the effective operation of the following mechanisms:

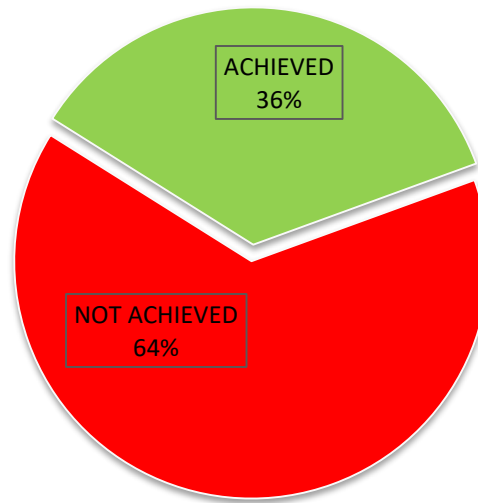
- The 2023/2024 IDP included objectives, strategies and key performance indicators (KPIs) as required by the Municipal Systems Act, 32 of 2000;
- The budget for implementation of the IDP was approved within the prescribed timelines as required by the Municipal Finance Management Act, 56 of 2003;
- After approval of the budget, the SDBIP was developed to integrate the IDP and the budget and to ensure effective implementation of the institutional strategies;
- Performance agreements with performance plans were developed, signed and approved by the Executive Mayor as required by the Municipal Performance Regulations, 2006;
- Quarterly assessments for performance of managers directly reporting to the MM must be embarked upon through a duly constituted performance evaluation panel as required by the performance regulations.

4. SYNOPSIS OF PERFORMANCE RESULTS

PERFORMANCE RESULTS PER KEY PERFORMANCE INDICATOR

DEPARTMENT	TOTAL NUMBER OF KEY PERFORMANCE INDICATORS PER KPA FOR THE FINANCIAL YEAR 2023/24					
	KPA 1 Municipal Transformation and Organizational Development	KPA 2 Municipal Infrastructure and Basic Service Delivery	KPA 3 Local Economic Development	KPA 4 Municipal Financial Viability and Management	KPA 5 Good Governance and Public Participation	TOTAL KPI'S
Municipal Manager			02		17	19
Finance				24		24
Corporate Services	11				02	13
Technical Services		20				20

OVERALL MUNICIPAL MID-YEAR PERFORMANCE RESULTS)



MUNICIPAL MANAGERS OFFICE

The Municipal Manager's Office had (19) quarterly targets set as per the key performance indicators, Achieved (05), and Not Achieved (14).

FINANCE

The Finance Department had (24) quarterly targets set as per the key performance indicators, Achieved (10), and not achieved (14).

CORPORATE SERVICES

The Corporate Services had (13) quarterly targets set as per the key performance indicators, Achieved (04), and not achieved (09).

TECHNICAL SERVICES

The Technical Services had (20) quarterly targets set as per the key performance indicators, Achieved (12), and not achieved (08).

OFFICE OF MUNICIPAL MANAGER'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2023/2024											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Q2 Original Target	Achieved status Q1	Achieved status Q2	Actual performance	Reason for vrience
Public Participation and Good Governance	Good Governance	Improved Performance and Service Delivery	Number of Quarterly Performance Reports submitted to AC	4 Performance Reports submitted in 2022/2023	4 quarterly performance reports by 30 th June 2024	1 Report	1Report	Not Achieved	Not Achieved	No performance report submitted to Audit Committee.	The Audit Committee has not yet sat
		Internal audit plan charter approved by the audit committee	Approved Internal Audit Charters	1 Internal audit charter approved in 2022/2023	1 Internal audit charter approved by 30 th June 2024	0	0	N/A	N/A	No Target for this quarter.	No Target for this quarter.
		Internal Audit Reports tabled at audit committee meeting	Number of Internal Audit reports submitted to AC	4 Internal Audit Reports submitted in 2022/2023	4 Internal Audit reports tabled at AC meeting by 30 th June 2024	1 Report	1 Report	Not Achieved	Not Achieved	Minutes of the Audit Committee held on the 15 th of September has been submitted	The target is not met. minutes were not signed
		Enhance oversight by Council on municipal processes	Number of Audit Committee reports submitted to council	4 Audit committee reports submitted in 2022/2023	4 audit committee reports submitted to council by 30 th June 2024	1 Report	1 Report	Not Achieved	Not Achieved	No Audit Committee report submitted to council.	Human Resource Management and fleet Assets audits are still process
		Ensure functional audit committee	Number of audit committee meetings held	4 audit committee meetings were held in 2022/2023	4 Audit Committee meetings held by 30 th June 2024	1 meeting	1 meeting	Not Achieved	Achieved	Unsigned minutes of the Audit Committee held on the 15 th of September was submitted and another AC meeting was held on the 1 st December	The minutes of the held on the 15 th September were not signed
		Mid-year report tabled in Council for approval	Approved Mid-year Budget and Performance Assessment Reports	1 Mid –term budget and performance assessment reports submitted in January 2023	1 mid-year budget and performance assessment report Approved by council by January 2024	0	0	N/A	N/A	No Target for this quarter.	No Target for this quarter.
		Ensure Improved Performance and Service Delivery	Number of Performance and Reviews conducted.	Performance assessment not conducted for 2022/2023	2 performance Assessments to be conducted by 30 June 2024	0	1 Formal Performance Assessment	N/A	Not Achieved	Formal Performance Assessment were not conducted	Commitment s and unavailability of external panel members. Assessments will be conducted during the

											third quarter
	Risk Management	Implementation of Risk Management with the municipality	Approved Risk Register	1 Risk Register updated and approved in 2022/2023	1 approved risk register by the 30th June 2024	0	0	N/A	N/A	No Target for this quarter.	No Target for this quarter.
			Number of risk management reports prepared and submitted	4 quarterly Risk management Reports submitted in 2022/2023	4 quarterly risk management reports submitted to the Risk Management Committee by the 30 th June 2024	1Report	1Report	Not achieved	Not achieved	Minutes of the Audit Committee held on the 15 th of September has been submitted	The minutes were not signed
	Public Participation	Ensure enhanced public participation	Number of IDP consultative meetings held	6 consultative meetings held in 2022/2023	6 IDP consultative meetings held by the 30 th June 2024	0	2 consultative meetings	N/A	Not achieved	Consultative meetings were not conducted	The schedule for public consultation could not be adhered to because of commitments.
		Budget timelines and IDP review process plan approved by council	Approved IDP Review Process Plans	1 Process Plan was approved in 2022/2023	1 IDP process plan approved by the 31 st August 2023	1 Approved IDP Process Plan	0	Achieved	N/A	Council resolution and approved process plan	None
	Integrated Gender and Equity Programmes	Improved municipal intervention on issues related to special group	Number of approved integrated Gender and Equity Programmes	New indicator to the municipality	1 Approved Integrated Gender and Equity plan programmes by 30 th June 2024	0	0	N/A	N/A	No Target for this quarter.	No Target for this quarter.
			Number of HIV/AIDS and Poverty Alleviation Programs/Activities implemented	New indicator to the municipality	4 HIV/AIDS and poverty alleviation activities implemented by 30 th June 2024	1 Approved Integrated HIV/AIDS and Poverty Alleviation programs/activities	1 Approved Integrated HIV/AIDS and Poverty Alleviation Programs/activities	Not achieved	Not achieved	Integrated HIV/AIDS and Poverty Alleviation Programs/activities were not approved	The target is not met. The evidence was not submitted to measure the target
	Good Governance	Functional Ward Committees	Number of functional ward committees	7 functional ward committees were established in 2022/2023	7 Functional ward committees by 30 th September 2022	7 Functional Ward Committees	0	Achieved	N/A	7 Ward Committees has been established	None
			Number of approved schedule of meetings	1 Schedules of meetings was developed in 2022/2023	1 Number of approved schedule of ward meetings by 30 th June 2024	0	0	N/A	N/A	Target not set for this quarter	Target not set for this quarter
		Ward Operational Plan	Approved Ward Operational Plan	New indicator to the municipality	7Approved Ward Operational Plan by 30 th September 2024	7 Approved Ward Operational Plan	0	Not achieved	N/A	7 ward operational plan not yet approved	The 2023/2024 ward operational is currently on the draft

Local Economic Development	Local Economic Development	Create conducive environment for economic growth	Reviewed LED strategy	New indicator to the municipality	Reviewed LED Strategy by 30 th June 2024	0	0	N/A	N/A	Target not set for this quarter	Target not set for this quarter
		Create conducive environment for economic growth	Business expos conducted to assist cooperatives and SMMEs per town	4 business expos were conducted in 2022/2023	12 Business expos conducted to assist cooperatives and SMMEs per town by June 2024	Conduct 1 business expo per town by Sep 2023	Conduct 1 Business expo per town by Dec 2023	Achieved	Achieved	2 business expos were conducted	None

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2023/2024											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Q2 Original Target	Achieved status Q1	Achieved status Q2	Actual performance	Reason for variances
Municipal Financial Viability and Management and Public Participation and Good Governance	Revenue Management	Enhanced Revenue Collection	Approved tariff By-law	Draft tariff and property by-laws in place	Approved tariff and property By-laws by June 2024	0	0	N/A	N/A	Target not set for this quarter	Target not set for this quarter
			Application for Tariff increases (D7) at the end of 31 January 2023	2022/2023 Approved tariffs	Submit Application for Tariff increases (D7) to NERSA by 31st January 2024	0	0	N/A	N/A	Target not set for this quarter	Target not set for this quarter
			Approved and updated indigent register	8.3% household registered during 2022/2023	2 updates on the indigent register by 30th June 2024	0	0	N/A	N/A	Target not set for this quarter	Target not set for this quarter
			Improvement in the Collection rate of the Municipality	43% revenue collected in 2022/2023	65% revenue collected by the 30 th June 2024	0	0	N/A	N/A	Target not set for this quarter	Target not set for this quarter
	Reporting	Budgeting and reporting	Financial Management Grant Activity Plans submitted timeously	1 Financial Management Grant Activity Plans submitted in 2022/2023	1 Financial Management Grant activity plan submitted to National Treasury by 30 th June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			FMG spend in accordance with DoRA and Grant Frameworks	98% expenditure for 2022/2023	100% Expenditure on Grants as per DoRA conditions by 30 June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Updated Conditional Grants Register	12 Updates of the Conditional Grants Register 2022/2023	12 Updates of the Conditional Grants Register by 30 June 2024	3 monthly updated grant register report	3 monthly updated grant register report	Achieved	Achieved	1 quarterly updated grant register submitted	None

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2023/2024											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Q2 Original Target	Achieved status Q1	Achieved status Q2	Actual performance	Reason for variances
			Annual budget adopted by Council	Annual Budget adopted by Council in 2022/2023	1 Annual budget adopted by council 30 th June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Compilation and Submission of the Annual Financial Statements	Annual Financial Statements submitted in 2022/2023	Compile and submit Annual Financial Statements by 31 st August 2023	Submission of 2021/2022 AFS to Auditor General by 31 st August 2023	0	Not Achnnieved	N/A	Proof of submission was not submitted	Evidence not submitted to measure the target
Municipal Financial Viability and Management and Public Participation and Good Governance	Reporting	Budgeting and reporting	Compilation of the 2022/2023 Adjustments Budget in line with the MBRR	2022/2023 Adjustment budget submitted	Approved adjustment budget by 28 th February 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Number of budget related policies approved	5 Budget related policies approved for 2022/2023	5 Budget related policies approved by 30 st May 2024 (Tariffs policy, Property policy, Investment policy, Credit and debt control policy, Assets and Vehement policy)	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Number of budget public participation meetings	2 Meetings were held for 2022/2023	2 Budget public participation meetings held by 30 th June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Number of Sec 52(d) reports approved and submitted Council	2022/2023 Sec 52 (d) reports submitted	4 Sec 52(d) reports submitted to Council by June 2024	1 Sec 52 (d) report	1 Sec 52 (d) report	Not Achnnieved	Not Achnnieved	2 section 52(d) report not submitted to council	Council meeting is only sitting on the 29 th January for noting of the sec 52(d) report

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2023/2024											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Q2 Original Target	Achieved status Q1	Achieved status Q2	Actual performance	Reason for variances
			Number of Sec 71 report submitted	2022/2023 sec 71 reports we submitted	12 Sec 71 monthly reports submitted to National Treasury by June 2024	3 sec 71 monthly reports	3 sec 71 monthly reports	Achieved	Not Achieved	sec 71 proof of submission was submitted for quarter 1 and no proof of submission for quarter 2	The go-muni website is currently not working, therefore I could not download the report that shows the submission of the sec71 reports
Municipal Financial Viability and Management	Supply Chain and Expenditure Management	To improve overall financial management	Improved demand and acquisition planning	New Indicator	Approved procurement Plan by 30 th June 2024	0	Circulated the draft procurement Plan	N/A	Not Achieved	draft procurement Plan was not circulated	There is no procurement plan in place in the municipality
			Advertisement of procurement above R 30 000 within legislated timeframe	New indicator	Advertise all procurements above R 30 000 for 7 days on the municipal website by 30 June 2024	100%	100%	Not Achieved	Achieved	The evidence was not submitted for quarter 1	The evidence was not submitted
			Improved credit payment period	10% credit payment in 2022/2023	100% creditors paid within 30 days of receipt of invoice by 30 th June 2024	25% payment of creditors within 30 days	25% payment of creditors within 30 days	Not Achieved	Not Achieved	0% payment of creditors within 30 days	There are no payment arrangements with the creditors, therefore there is no creditors payment schedule in place
			Number of Creditors reconciliation performed	12 Creditors reconciliations performed in 2021/2022	12 Creditors reconciliations performed annually by 30 th June 2024	3 Creditors reconciliations performed	3 Creditors reconciliations performed	Not Achieved	Not Achieved	3 Creditors reconciliation not approved	3 Creditors reconciliation not approved
			Number of reports on third party payments	4 quarterly reports on third party payments were made in 2022/2023	4 quarterly reports on third party payments by the 30 th June 2024	1 Report	1 Report	Achieved	Achieved	Proof that UIF, Medical Aid, PAYE and SDL were paid, was submitted	Proof that UIF, Medical Aid, PAYE and SDL were paid, was submitted

BUDGET AND TREASURY OFFICE'S SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN 2023/2024											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Q2 Original Target	Achieved status Q1	Achieved status Q2	Actual performance	Reason for variances
			Expenditure classification for all expenditure incurred by the municipality per month	updated UIF&W registers in 2022/2023	4 Updated Unauthorized, Irregular, fruitless and wasteful expenditure Registers by 30 June 2024	1 Updated Unauthorized, Irregular, fruitless and wasteful expenditure Registers	1 Updated Unauthorized, Irregular, fruitless and wasteful expenditure Registers	Achieved	Achieved	Quarterly updated UIF&W registers has been submitted	None
			Number of Supply Chain Management reports	4 Reports were prepared in 2022/2023	4 Supply Chain Management Reports by 30 th June 2024	1Report	1Report	Achieved	Achieved	Quarterly SCM were reports submitted	None
	Assets Management	To improve overall financial management	Number of approved Assets Registers in compliance with GRAP 17	1 Asset Register approved in 2022/2023	1 approved asset register in compliance with GRAP 17 by the 30 th June 2024	0	0	N/A	N/A	No Target for this quarter.	No Target for this quarter.
			Quarterly Movable and fixed asset verifications	Movable and fixed asset verifications were conducted on 2022/2023	Conduct 4 movable and fixed asset verifications by June 2024	1 quarterly report on verification of assets	1 quarterly report on verification of assets	Not achieved	Not achieved	quarterly report on verification of assets not submitted	The municipality only performs the fixed asset verification at year end, not quarterly. There is no report on movable assets, there was no movements of assets
			To ensure a functional yellow and white fleet	Number of reports on fleet management on incidents, repairs, maintenance and licensing of fleet	Fleet management reports submitted in 2022/2023	4 Quarterly fleet management reports by 30 th June 2024	1 Quarterly fleet management reports	1 Quarterly fleet management reports	Not achieved	Not achieved	Quarterly fleet management reports were not submitted
Municipal Financial Viability and Management											

Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Q2 Original Target	Achieved status Q1	Achieved status Q2	Actual performance	Reason for variances
Organisational development and transformation	Human Resource Human Resource	Effective Human Resources Management	Develop Municipal Communication Strategy	New indicator	Approved Communications Strategy by 30 th June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
	Human Resource	Effective Human Resources Management	Submission of employment equity report to Department of employment and Labour	1 Report submitted was in 2022/2023	01 employment equity report submitted to Department of employment and Labour by the 30 th June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Develop Human Resource Development Strategy	Draft Human Resource Strategy not approved	Developed Human Resource Strategy by June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Number of reviewed organizational structure	2022/2023 organisational structure	1 Organisational Structure reviewed by June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Number of HR Management Reports	4 HR reports Submitted in 2022/2023	4 quarterly HR Report submitted to the Municipal Manager by 30 th June 2024	1 HR Report submitted	1 HR Report submitted	Achieved	Not achieved	1st quarter report was submitted	Second quarter report was not submitted
	Human Resources Development	Ensure that the personnel is properly capacitated	Number of approved Workplace Skills Plan	1 Workplace Skills Plan approved in 2022/2023	1 approved workplace skills plan by 30 ^{1st} April 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Number of implemented work place skills plan	Implementati on of work place skills plan in 2022/2023	2 reports on implemented work place skills plan by 30 June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
			Functional Training Committee	2 meetings held during 2022/2023	4 training committee meetings held by 30 th June 2024	1 meeting held	1 meeting held	Not achieved	Not achieved	The reports were not submitted	The reports were not submitted

CORPORATE SERVICES DIRECTORATE'S SERVICED DELIVERY AND BUDGET IMPLEMENTATION PLAN 2023/2024											
Key Performance Area	Focus Area	Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Q2 Original Target	Achieved status Q1	Achieved status Q2	Actual performance	Reason for variances
	Labour Relation	Functional Local Labour Forum	Number of Local labour forum meetings held as per the approved schedule	2 LLF meetings held in 2022/2023	4 local labour forum meetings held by 30 th June 2024	1 LLF Meetings	1 LLF Meetings	Achieved	Not achieved	Attendance registers and minutes were submitted.	LLF meeting for the second quarter was postponed
Organisational development and transformation	Records management	To have a functional records management unit	Approval of the filling plan	No filling plan in place	Filling Plan approved by 31 st December 2023	0	Approved filling Plan	N/A	Not achieved	Filling plan not approved	The evidence was not submitted
			Records management infrastructure put in place	No filling offices in the municipality	Filling room/s allocated and utilised by 31 st March 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
	Information Technology	Regulation of the use of Information Technology and municipal website	Number of ITC Report submitted to the Municipal Manager	4 ITC report submitted in 2022/2023	4 quarterly ITC Reports submitted to the Municipal Manager by 30 th June 2024	1 ITC Report submitted	1 ITC Report submitted	Not achieved	Not achieved	ITC Report was submitted.	The target is not met. The ITC report is not signed
			Functioning municipal website	Municipal website not functional in 2022/2023	Functional municipal website by 30 th June 2024	0	0	N/A	N/A	No Target for this quarter	No Target for this quarter
Public Participation and Good Governance	Good Governance	Improved Organisational Cohesion and Effectiveness	Percentage of Council resolutions implemented	100% council resolutions Implemented for 2022/2023	100% council resolutions implemented by 30 th June 2024	100% council resolution implemented	100% council resolution implemented	Achieved	Achieved	Council Resolution Execution Register	None
	Occupational health and Safety	Functional Health and safety Committee	Functional Health & safety Committee	1 Health and safety Committee meeting held in 2022/2023	4 Health and safety Committee meetings by 30 th June 2024	1 Health and safety Committee meetings	1 Health and safety Committee meetings	Not achieved	Not achieved	The evidence was not submitted	The evidence was not submitted

Key Performance Area	Focus Area	IDP Strategic Objective	Key Performance Indicator	Baseline Indicator	Annual Target	Q1 Original Target	Q2 Original Target	Achieve status Q1	Achieve Status Q2	Actual Performance	Reason for variance
Service Delivery and Infrastructure Development	Water	To improve access to water delivery	Percentage of households with access to water services	100% households had access to water in 2022/2023	100% households with access to water services within their sites by 30 th June 2024	1 report of households with access to water services	1 report of households with access to water services	Achieved	Achieved	Attached Technical report on access to water services	None
		To ensure compliance with water management regulation	Percentage blue drop status and water samples tested	Boshof 97.2%, Dealesville 97.2% and Hertzogville 100% in 2022/2023	50% blue drop status by 30 th June 2024	0	0	N/A	N/A	No Target for this quarter.	No Target for this quarter.
	Sanitation	To ensure compliance with waste water management regulation	Percentage green drop status and water samples tested	Achieved 39% in 2022/2023	50% green drop status by 30 th June 2024	0	0	N/A	N/A	No Target for this quarter.	No Target for this quarter.
		To ensure 100% access to basic sanitation	Percentage of households with access to sanitation service within the RDP standards	100% households had access to sanitation in 2022/2023	100% households with access to sanitation service within their sites by 30 th June 2024	1 report of household with access to sanitation	1 report of household with access to sanitation	Achieved	Achieved	Attached Technical report on access to sanitation	None
			Maintenance Status of oxidation ponds	New indicator	100% maintenance of oxidation ponds by June 30 th June 2024	1 report on maintenance of oxidation ponds	1 report on maintenance of oxidation ponds	Not Achieved	Not Achieved	Maintenance report was submitted	The evidence submitted is not measurable
	Capital Spending	To improve overall financial management	Percentage of Capital funding spend	100% MIG funding spent in 2022/2023	100% MIG funding spend by 30 June 2024	25% MIG Expenditure Report	25% MIG Expenditure Report	Achieved	Achieved	88% expenditure	None

		To improve overall financial management	Percentage of Capital funding spend	78% RBIG funding spent in 2022/2023	100% RBIG funding spend by 30 June 2024	25% RBIG Expenditure Report	25% RBIG Expenditure Report	Not Achieved	Not Achieved	Quarterly performance reports	Payment certificate not submitted to determine the expenditure on RBIG
		To improve overall financial management	Percentage of Capital funding spend	61% WSIG funding spent in 2022/2023	100% WSIG funding spend by 30 June 2024	25% WSIG Expenditure Report	25% WSIG Expenditure Report	Not Achieved	Not Achieved	0% WSIG Expenditure report.	No permanent works on site. The contractor is behind on his programme.
		To improve overall financial management	Percentage of Capital funding spend	New indicator	100% EPWP finding by 30 June 2024	25% EPWP Expenditure report	25% EPWP Expenditure report	Achieved	Achieved	91% EPWP Expenditure report	None
	Electricity	To improve access to energy and sanitation	Percentage of streetlights and meter boxes repaired	100% streetlights and meter boxes were repaired and maintained in 2022/2023	100% streetlights and meter boxes repaired by 30 th June 2024	streetlights and meter boxes maintained and repaired	streetlights and meter boxes maintained and repaired	Not Achieved	Not Achieved	Technical services on report Electricity	No materials to effect the necessary repairs for streetlights. Streetlights will be repaired as soon as the material is readily available.
	Refuse removal	Ensure proper maintenance of waste management	Percentage of household provided with refuse removal services at least twice a week	100% households provided with refuse removal services at least twice a week in 2022/2023	100% households provided with refuse removal services at least twice a week by 30 th June 2024	households provided with regular refuse removal	households provided with regular refuse removal	Not Achieved	Not Achieved	Attached waste management report	The report is not signed

		ent and removal	Percentage of landfill sites maintained to the required standards	100% landfill sites in Boshof, Hertzogville and Dealesville not maintained in 2022/2023	100% landfill sites in Boshof, Hertzogville and Dealesville maintained by 30 th June 2024	maintenance quarterly report of landfill sites	maintenance quarterly report of landfill sites	Not achieved	Not achieved	Resource constraints.	Target not met. The report is not signed and landfill sites were not maintained
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TOTAL NUMBER OF KPI'S : 76

TARGETS MET : 27

TARGETS NOT MET : 49