PIXLEY KA SEME DISTRICT MUNICIPALITY

MAY
2024

MONTHLY BUDGET STATEMENT

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Glossary

Annual Budget – Prescribed in section 16 of the MFMA, the formal means by which a Municipality approve official budget of a period not exceeding three years.

Adjustment Budget – Prescribed in section 28 of the MFMA, the formal means by which a Municipality may revise the Adopted Annual budget during a financial year.

Capital Expenditure – Expenditure on moveable or immoveable assets. Any capital related expenditure must reflect on the Statement of Financial Position and be included in the asset register.

DORA – Division of Revenue Act. Adjusted legislation that indicates the total allocations by National Government to Provincial and Local Government

Fruitless and Wasteful Expenditure – Expenditure made in vain and would / should have been avoided had reasonable care been exercised.

MBRR – Municipal Finance Management Act 56 of 2003: Municipal Budget Reporting and Regulations

MFMA – The Municipal Finance Management Act 56 of 2003. Principle legislation relating to municipal financial management.

MSCOA – Municipal Standard Charts of Accounts.

MTREF – Medium Term revenue and Expenditure Framework. A medium-term financial plan over a three-year period. The period consists of the current year and two outer years.

Operating Expenditure – The daily expenditure of the municipality.

Unauthorised Expenditure – Spending without, or in excess of an approved budget.

Vote – One of the main segments into which a budget is divided. In Pixley Ka Seme District Municipality the means the different GFS classification the budget is divided.

Virement – A transfer of funds within a vote.

1. Objective

The Accounting Officer is required, in terms of the Municipal Finance Management Act no 56 of 2003, section 71 and Municipal Budget and Reporting Regulations (MBRR) Government Gazette 32141 of 17 May 2009, to submit to the Mayor of a municipality a report in prescribed format to review the performance of the budget compared to actual results on a monthly basis.
This report sets out the progress on the financial performance of Pixley Ka Seme District Municipality against the budget of the period ended **31 May 2024.**

2. Legislative framework

Section 71 of the MFMA and MBRR necessitates those specific financial particulars be reported on and in the format prescribed to meet legislative requirements.
"The monthly budget statement of the municipality must be in the format specified in Schedule C and include all the required tables and explanatory information, taking into account guidelines issued by the Minister in terms of section 168(1) of the Act"

Section 71 of the MFMA further requires that, "the accounting officer of a municipality must by no later than **10 working days** after the end of each month submit to the mayor of the municipality, and the relevant national and provincial treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for the month under review. For the reporting period ending **31 May 2024**, the ten-working day reporting limit expires on **15 June 2024**

3. Compliance with Municipal Standard Chart of Accounts (MSCOA)

The primary objective of MSCOA regulations is to achieve uniformity across all municipalities and municipal entities. All municipalities were expected to transact in line with the seven MSCOA segments from 01 August 2017.

This report includes schedules that is generated from the TRU webapp, the txt that is imported, is generated on the main Venus application.

The municipality is transacting against the seven segments and generating monthly data strings directly from the financial system.

4. Executive Summary

Description R thousand (R'000)	Original Budget	Adjustment Budget	YTD Actual May 2024	%YTD Actual vs % YTD Adj Budget
Total Revenue	R 72 672 100	R 74 696 614	75 089 8533	101%
Total Operational Expenditure	R 70 395 942	R 73 941 139	70 870 188	96%
Total Capital Expenditure	R 1 150 000	R 700 000	R 499 851	71%

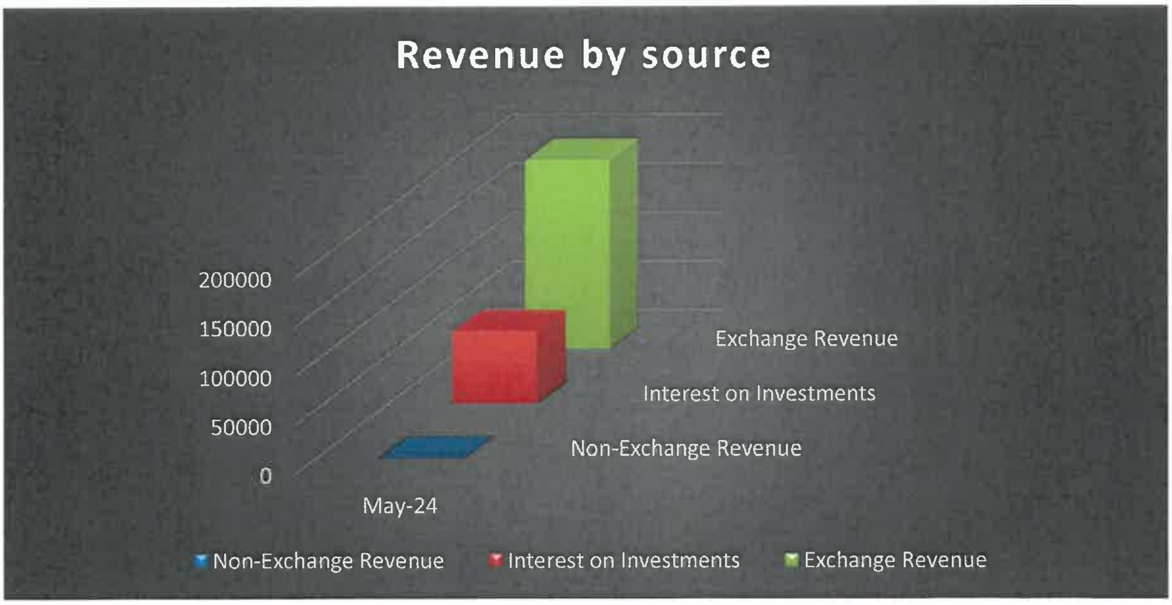
Revenue by source

Non-exchange Revenue

- Transfers and subsidies R -
- Interest received
  - Investments R 74 355

Exchange Revenue

- Operational revenue R 6 863
- Licences and permits R 185 557



Operating Expenditure type

<u>Expenditure by type</u>

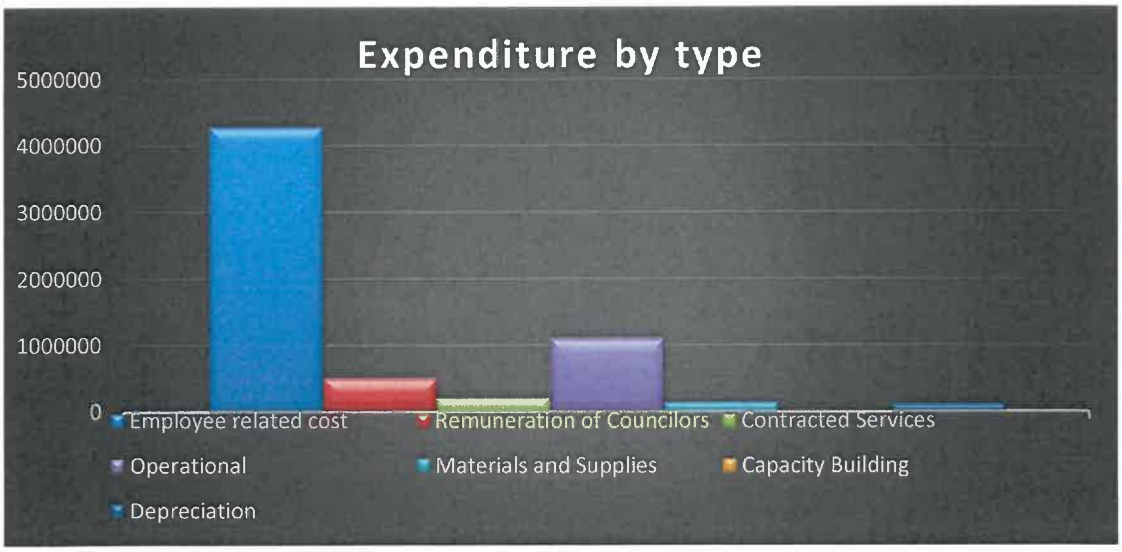
Employee related expenditure

- Senior Management R 576 604
- Municipal Staff R 3 693 757
- Council Remuneration R 498 784

Contracted Services

- Outsourced services R 24 403
- Consultants and Professional Services R 151 798
- Repairs and Maintenance R 30 133

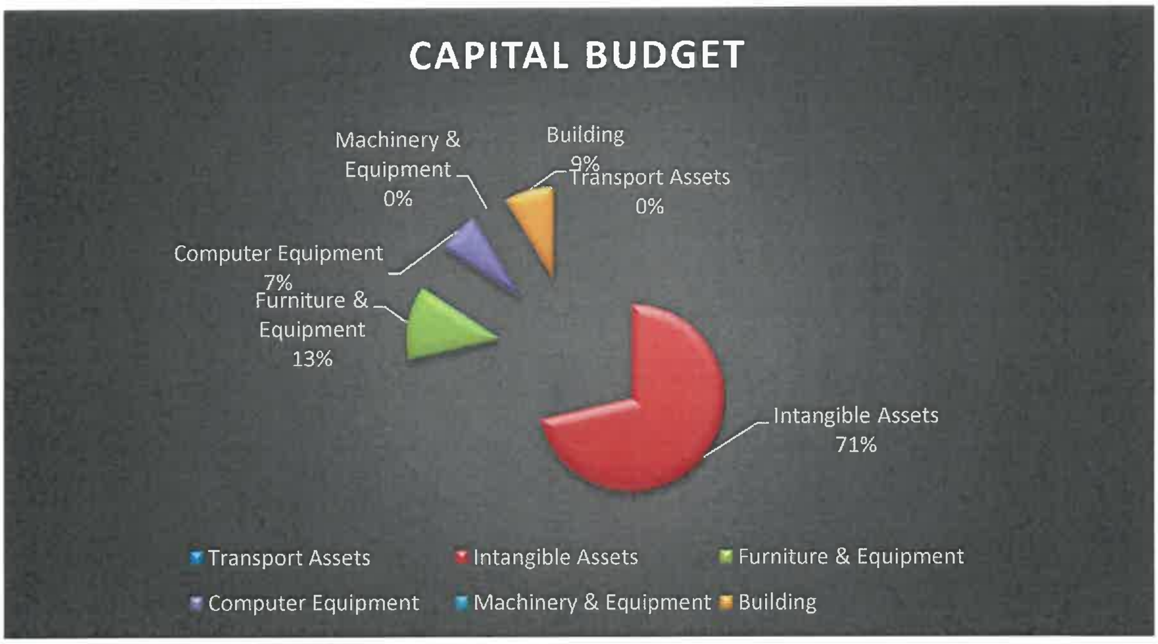
Operational Cost	R 1 097 194
Materials and Supplies	R 135 168
Capacity Building	R 13 202
Depreciation	R 109 436

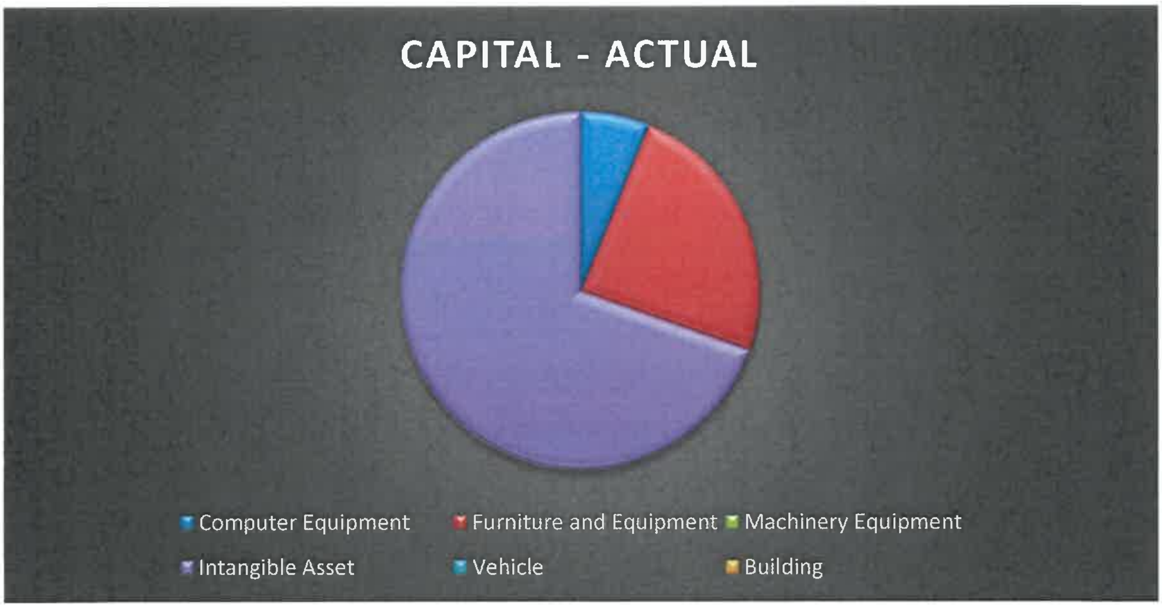


Capital Expenditure

Capital expenditure is currently at 71% of total capital budget. The Municipality does not have any multi-year projects for the year under review.

Year-to-date capital expenditure amounted to R 499 851





4. Monthly Budget Statement Summary: In-year budget statement tables

4.1 Table C1: S71

DC7 Pixley Ka Seme (Nc) - Table C1 Monthly Budget Statement Summary - M11 May

Description	2022/23	Budget Year 2023/24							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	–	–	–	–	–	–	–		–
Service charges	–	–	–	–	–	–	–		–
Investment revenue	950	500	800	74	1 171	698	473	68%	800
Transfers and subsidies - Operational	66 401	67 673	69 290	–	69 608	63 327	6 281		69 290
Other own revenue	3 974	4 499	4 607	220	4 311	4 210	101	2%	–
Total Revenue (excluding capital transfers and contributions)	71 325	72 672	74 697	294	75 090	68 236	6 854	10%	74 697
Employee costs	44 635	49 826	50 101	4 270	45 398	45 894	(496)		50 101
Remuneration of Councillors	5 528	5 625	5 970	499	5 669	5 432	237		5 970
Depreciation and amortisation	1 520	1 001	1 431	109	1 275	1 262	13		1 431
Interest	–	–	–	–	–	–	–		–
Inventory consumed and bulk purchases	2 512	1 507	2 453	135	2 397	2 138	259		2 453
Transfers and subsidies	1 056	485	425	13	13	397	(384)	-97%	425
Other expenditure	17 896	11 952	13 561	1 304	16 119	12 243	3 875	32%	13 581
Total Expenditure	73 147	70 396	73 941	6 330	70 870	67 366	3 504	5%	73 941
Surplus/(Deficit)	(1 822)	2 276	755	(6 037)	4 220	870	3 350	385%	755
Transfers and subsidies - capital (monetary	–	–	200	–	200	160	40	25%	200
Transfers and subsidies - capital (in-kind)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	(1 822)	2 276	955	(6 037)	4 420	1 030	3 390	329%	955
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	(1 822)	2 276	955	(6 037)	4 420	1 030	3 390	329%	955
Capital expenditure & funds sources									
Capital expenditure	1 132	1 150	700	–	500	694	(194)	-28%	700
Capital transfers recognised	47	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	1 084	1 150	700	–	500	694	(194)	-28%	700
Total sources of capital funds	1 132	1 150	700	–	500	694	(194)	-28%	700
Financial position									
Total current assets	5 851	7 484	7 334		8 623				7 334
Total non current assets	3 007	9 331	9 000		2 498				9 000
Total current liabilities	25 339	14 539	15 379		15 173				15 379
Total non current liabilities	–	–	–		(1 649)				–
Community wealth/Equity	(1 963)	2 276	955		(2 403)				955
Cash flows									
Net cash from (used) operating	–	6 125	6 101	(594)	56 573	5 593	(50 980)	-911%	6 101
Net cash from (used) investing	2 843	(1 150)	(700)	69	271	(642)	(913)	142%	(700)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	5 044	8 392	8 819	–	57 453	8 368	(49 084)	-587%	6 010
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	–	–	–	–	–	260	–	–	260
Creditors Age Analysis									
Total Creditors	686	72	44	1 072	5 791	–	–	–	7 665

4.2 Table C2: Monthly Budget Statement – Financial Performance (standard classification)

This table reflect the operating budget in the standard classifications that is the Government Statistics Function and Sub-functions. The main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading Services which is not applicable to the District Municipality

DC7 Pixley Ka Seme (Nc) - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 May

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		65 700	67 240	68 373	108	68 439	62 543	5 896	9%	68 373
Executive and council		500	–	775	–	775	620	155	25%	775
Finance and administration		65 200	67 240	67 598	108	67 664	61 923	5 741	9%	67 598
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		1 332	1 250	1 600	186	1 609	1 426	183	13%	1 600
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		–	–	–	–	–	–	–		–
Housing		200	–	200	–	200	160	40	25%	200
Health		1 132	1 250	1 400	186	1 409	1 266	143	11%	1 400
Economic and environmental services		4 293	4 182	4 924	–	5 242	4 427	815	18%	4 924
Planning and development		4 293	4 182	4 924	–	5 242	4 427	815	18%	4 924
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	–	–	–	–	–	–		–
Energy sources		–	–	–	–	–	–	–		–
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	–	–	–	–	–	–		–
Other	4	–	–	–	–	–	–	–		–
Total Revenue - Functional	2	71 325	72 672	74 897	294	75 290	68 396	6 894	10%	74 897
Expenditure - Functional										
Governance and administration		47 980	45 704	47 925	4 187	47 584	43 672	3 912	9%	47 925
Executive and council		13 661	13 769	14 994	1 295	15 021	13 602	1 419	10%	14 994
Finance and administration		27 218	24 506	25 722	2 097	25 818	23 437	2 381	10%	25 722
Internal audit		7 102	7 429	7 208	794	6 744	6 633	111	2%	7 208
Community and public safety		14 736	14 606	15 653	1 435	14 077	14 226	(149)	-1%	15 653
Community and social services		–	–	–	–	–	–	–		–
Sport and recreation		–	–	–	–	–	–	–		–
Public safety		4 427	3 706	4 640	448	4 378	4 145	234	6%	4 640
Housing		2 290	2 076	2 103	216	1 917	1 924	(7)	0%	2 103
Health		8 018	8 824	8 910	771	7 782	8 157	(375)	-5%	8 910
Economic and environmental services		10 430	10 086	10 364	708	9 209	9 468	(258)	-3%	10 364
Planning and development		10 430	10 086	10 364	708	9 209	9 468	(258)	-3%	10 364
Road transport		–	–	–	–	–	–	–		–
Environmental protection		–	–	–	–	–	–	–		–
Trading services		–	–	–	–	–	–	–		–
Energy sources		–	–	–	–	–	–	–		–
Water management		–	–	–	–	–	–	–		–
Waste water management		–	–	–	–	–	–	–		–
Waste management		–	–	–	–	–	–	–		–
Other		–	–	–	–	–	–	–		–
Total Expenditure - Functional	3	73 147	70 396	73 941	6 330	70 870	67 366	3 504	5%	73 941
Surplus/ (Deficit) for the year		(1 822)	2 276	955	(6 037)	4 420	1 030	3 390	329%	955

4.3 Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

Reporting per municipal vote provide details on the spread of spending over the various functions of Council

DC7 Pixley Ka Seme (Nc) - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May

Vote Description	Ref	2022/23	Budget Year 2023/24							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote	1									
Vote 01 - Office Of The Mayor		500	–	775	–	775	620	155	25.0%	775
Vote 02 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 03 - Budget & Treasury Office		65 200	67 240	67 598	108	67 664	61 923	5 741	9.3%	67 598
Vote 04 - Administration		–	–	–	–	–	–	–		–
Vote 05 - Internal Audit		–	–	–	–	–	–	–		–
Vote 06 - Planning Development & Infrastructure		4 293	4 182	4 924	–	5 242	4 427	815	18.4%	4 924
Vote 07 - Municipal Health Services		1 132	1 250	1 400	186	1 409	1 266	143	11.3%	1 400
Vote 08 - Housing		200	–	200	–	200	160	40	25.0%	200
Vote 09 - Public Safety		–	–	–	–	–	–	–		–
Vote 10 - .		–	–	–	–	–	–	–		–
Vote 11 - . .		–	–	–	–	–	–	–		–
Vote 12 - .		–	–	–	–	–	–	–		–
Vote 13 - ..		–	–	–	–	–	–	–		–
Vote 14 - . . .		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Revenue by Vote	2	**71 325**	**72 672**	**74 897**	**294**	**75 290**	**68 396**	**6 894**	**10.1%**	**74 897**
Expenditure by Vote	1									
Vote 01 - Office Of The Mayor		11 860	11 518	12 781	1 117	12 984	11 569	1 415	12.2%	12 781
Vote 02 - Municipal Manager		1 801	2 251	2 213	178	2 037	2 033	4	0.2%	2 213
Vote 03 - Budget & Treasury Office		13 279	12 144	12 798	988	13 886	11 655	2 231	19.1%	12 798
Vote 04 - Administration		13 939	12 363	12 924	1 109	11 932	11 782	150	1.3%	12 924
Vote 05 - Internal Audit		7 102	7 429	7 208	794	6 744	6 633	111	1.7%	7 208
Vote 06 - Planning Development & Infrastructure		10 430	10 086	10 364	708	9 209	9 468	(258)	-2.7%	10 364
Vote 07 - Municipal Health Services		8 018	8 824	8 910	771	7 782	8 157	(375)	-4.6%	8 910
Vote 08 - Housing		2 290	2 076	2 103	216	1 917	1 924	(7)	-0.4%	2 103
Vote 09 - Public Safety		4 427	3 706	4 640	448	4 378	4 145	234	5.6%	4 640
Vote 10 - .		–	–	–	–	–	–	–		–
Vote 11 - . .		–	–	–	–	–	–	–		–
Vote 12 - .		–	–	–	–	–	–	–		–
Vote 13 - ..		–	–	–	–	–	–	–		–
Vote 14 - . . .		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Expenditure by Vote	2	**73 147**	**70 396**	**73 941**	**6 330**	**70 870**	**67 366**	**3 504**	**5.2%**	**73 941**
Surplus/ (Deficit) for the year	2	**(1 822)**	**2 276**	**955**	**(6 037)**	**4 420**	**1 030**	**3 390**	**329.2%**	**955**

4.4 Table C4: Monthly Budget Statement- Financial Performance

DC7 Pixley Ka Seme (Nc) - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	2022/23	Budget Year 2023/24						
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity								–		
Service charges - Water								–		
Service charges - Waste Water Management								–		
Service charges - Waste management								–		
Sale of Goods and Rendering of Services		716	610	618	49	520	565	(46)	-8%	618
Agency services		1 710	2 310	2 310	(22)	2 047	2 118	(71)	-3%	2 310
Interest								–		
Interest earned from Receivables		–	–	–	–	–	–	–		–
Interest from Current and Non Current Assets		950	500	800	74	1 171	698	473	68%	800
Dividends								–		
Rent on Land								–		
Rental from Fixed Assets		–	–	–	–	–	–	–		–
Licence and permits		1 132	1 250	1 300	186	1 309	1 186	123	10%	1 300
Operational Revenue		405	329	379	7	436	342	94	28%	379
Non-Exchange Revenue								–		
Property rates								–		
Surcharges and Taxes								–		
Fines, penalties and forfeits		11	–	–	–	–	–	–		–
Licence and permits								–		
Transfers and subsidies - Operational		66 401	67 673	69 290	–	69 608	63 327	6 281	10%	69 290
Interest								–		
Fuel Levy								–		
Operational Revenue								–		
Gains on disposal of Assets		–	–	–	–	–	–	–		–
Other Gains								–		
Discontinued Operations								–		
Total Revenue (excluding capital transfers and contributions)		71 325	72 672	74 697	294	75 090	68 236	6 854	10%	74 697
Expenditure By Type										
Employee related costs		44 635	49 826	50 101	4 270	45 398	45 894	(496)	-1%	50 101
Remuneration of councillors		5 528	5 625	5 970	499	5 669	5 432	237	4%	5 970
Bulk purchases - electricity								–		
Inventory consumed		2 512	1 507	2 453	135	2 397	2 138	259	12%	2 453
Debt impairment		–	–	–	–	–	–	–		–
Depreciation and amortisation		1 520	1 001	1 431	109	1 275	1 262	13	1%	1 431
Interest								–		
Contracted services		3 559	3 276	3 397	206	3 149	3 100	50	2%	3 397
Transfers and subsidies		1 056	485	425	13	13	397	(384)	-97%	425
Irrecoverable debts written off								–		
Operational costs		13 732	8 676	10 164	1 097	12 464	9 144	3 321	36%	10 164
Losses on Disposal of Assets		605	–	–	–	505	–	505	#DIV/0!	–
Other Losses								–		
Total Expenditure		73 147	70 396	73 941	6 330	70 870	67 366	3 504	5%	73 941
Surplus/(Deficit)		(1 822)	2 276	755	(6 037)	4 220	870	3 350	0	755
Transfers and subsidies - capital (monetary allocations)		–	–	200	–	200	160	40	0	200
Transfers and subsidies - capital (in-kind)								–		
Surplus/(Deficit) after capital transfers & contributions		(1 822)	2 276	955	(6 037)	4 420	1 030	3 390	0	955
Income Tax										
Surplus/(Deficit) after income tax		(1 822)	2 276	955	(6 037)	4 420	1 030			955
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		(1 822)	2 276	955	(6 037)	4 420	1 030			955
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions										
Surplus/ (Deficit) for the year		(1 822)	2 276	955	(6 037)	4 420	1 030			955

4.5 C5 Capital Expenditure (municipal vote, functional classification and funding)

DC7 Pixley Ka Seme (Nc) - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 May

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 01 - Office Of The Mayor		–	–	–	–	–	–	–		–
Vote 02 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 03 - Budget & Treasury Office		–	–	–	–	–	–	–		–
Vote 04 - Administration		–	–	–	–	–	–	–		–
Vote 05 - Internal Audit		–	–	–	–	–	–	–		–
Vote 06 - Planning, Development & Infrastructure		–	–	–	–	–	–	–		–
Vote 07 - Municipal Health Services		–	–	–	–	–	–	–		–
Vote 08 - Housing		–	–	–	–	–	–	–		–
Vote 09 - Public Safety		–	–	–	–	–	–	–		–
Vote 10 - .		–	–	–	–	–	–	–		–
Vote 11 - . .		–	–	–	–	–	–	–		–
Vote 12 - .		–	–	–	–	–	–	–		–
Vote 13 - ..		–	–	–	–	–	–	–		–
Vote 14 - . . .		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital Multi-year expenditure	4,7	–	–	–	–	–	–	–		–
Single Year expenditure appropriation	2									
Vote 01 - Office Of The Mayor		–	–	–	–	–	–	–		–
Vote 02 - Municipal Manager		–	–	–	–	–	–	–		–
Vote 03 - Budget & Treasury Office		1 132	1 150	700	–	500	694	(194)	-28%	700
Vote 04 - Administration		–	–	–	–	–	–	–		–
Vote 05 - Internal Audit		–	–	–	–	–	–	–		–
Vote 06 - Planning, Development & Infrastructure		–	–	–	–	–	–	–		–
Vote 07 - Municipal Health Services		–	–	–	–	–	–	–		–
Vote 08 - Housing		–	–	–	–	–	–	–		–
Vote 09 - Public Safety		–	–	–	–	–	–	–		–
Vote 10 - .		–	–	–	–	–	–	–		–
Vote 11 - . .		–	–	–	–	–	–	–		–
Vote 12 - .		–	–	–	–	–	–	–		–
Vote 13 - .		–	–	–	–	–	–	–		–
Vote 14 - . . .		–	–	–	–	–	–	–		–
Vote 15 - Other		–	–	–	–	–	–	–		–
Total Capital single-year expenditure	4	1 132	1 150	700	–	500	694	(194)	-28%	700
Total Capital Expenditure		1 132	1 150	700	–	500	694	(194)	-28%	700
Capital Expenditure - Functional Classification										
Governance and administration		1 132	1 150	700	–	500	694	(194)	-28%	700
Executive and council		–	–	–	–	–	–	–		–
Finance and administration		1 132	1 150	700	–	500	694	(194)	-28%	700
Internal audit		–	–	–	–	–	–	–		–
Community and public safety		–	–	–	–	–	–	–		–
Community and social services								–		
Sport and recreation								–		
Public safety		–	–	–	–	–	–	–		–
Housing		–	–	–	–	–	–	–		–
Health		–	–	–	–	–	–	–		–
Economic and environmental services		–	–	–	–	–	–	–		–
Planning and development		–	–	–	–	–	–	–		–
Road transport								–		
Environmental protection								–		
Trading services		–	–	–	–	–	–	–		–
Energy sources								–		
Water management								–		
Waste water management								–		
Waste management								–		
Other								–		
Total Capital Expenditure - Functional Classification	3	1 132	1 150	700	–	500	694	(194)	-28%	700
Funded by:										
National Government		19	–	–	–	–	–	–		–
Provincial Government		28	–	–	–	–	–	–		–
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		47	–	–	–	–	–	–		–
Borrowing	6							–		
Internally generated funds		1 084	1 150	700	–	500	694	(194)	-28%	700
Total Capital Funding		1 132	1 150	700	–	500	694	(194)	-28%	700

4.6 Table C6: Statement of Financial Position

DC7 Pixley Ka Seme (Nc) - Table C6 Monthly Budget Statement - Financial Position - M11 May

Description	Ref	2022/23	Budget Year 2023/24			
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS						
Current assets						
Cash and cash equivalents		4 440	5 067	4 917	6 626	4 917
Trade and other receivables from exchange transactions		200	2 417	2 417	260	2 417
Receivables from non-exchange transactions		–	–	–	–	–
Current portion of non-current receivables		–	–	–	–	–
Inventory		–	–	–	–	–
VAT		1 212	–	–	1 737	–
Other current assets		(0)	–	–	(1)	–
Total current assets		5 851	7 484	7 334	8 623	7 334
Non current assets						
Investments						
Investment property		–	–	–	–	–
Property, plant and equipment		11 291	8 430	8 500	9 658	8 500
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		486	900	500	839	500
Trade and other receivables from exchange transactions		(8 770)	–	–	(7 999)	–
Non-current receivables from non-exchange transactions						
Other non-current assets						
Total non current assets		3 007	9 331	9 000	2 498	9 000
TOTAL ASSETS		8 858	16 815	16 334	11 121	16 334
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Financial liabilities		–	–	–	–	–
Consumer deposits		–	–	–	–	–
Trade and other payables from exchange transactions		22 130	6 454	9 229	7 512	9 229
Trade and other payables from non-exchange transactions		167	–	–	167	–
Provision		1 645	7 894	6 002	5 824	6 002
VAT		1 397	191	148	1 670	148
Other current liabilities		–	–	–	–	–
Total current liabilities		25 339	14 539	15 379	15 173	15 379
Non current liabilities						
Financial liabilities		–	–	–	(1 649)	–
Provision		–	–	–	–	–
Long term portion of trade payables		–	–	–	–	–
Other non-current liabilities		–	–	–	–	–
Total non current liabilities		–	–	–	(1 649)	–
TOTAL LIABILITIES		25 339	14 539	15 379	13 524	15 379
NET ASSETS	2	(16 481)	2 276	955	(2 403)	955
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		(1 963)	2 276	955	(2 403)	955
Reserves and funds		–	–	–	–	–
Other		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	(1 963)	2 276	955	(2 403)	955

4.7 Table C7: Monthly Budget Statement Cash Flow

DC7 Pixley Ka Seme (Nc) - Table C7 Monthly Budget Statement - Cash Flow - M11 May

Description	Ref	2022/23	Budget Year 2023/24							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates								–		
Service charges								–		
Other revenue		–	4 499	6 424	(912)	2 981	5 888	(2 907)	-49%	6 424
Transfers and Subsidies - Operational		–	67 673	67 673	1 506	68 121	62 034	6 087	10%	67 673
Transfers and Subsidies - Capital		–	–	–	–	–	–	–		–
Interest		–	500	800	74	1 171	733	438	60%	800
Dividends								–		
Payments										
Suppliers and employees		–	(66 547)	(68 795)	(1 262)	(15 700)	(63 062)	(47 362)	75%	(68 795)
Interest								–		
Transfers and Subsidies								–		
NET CASH FROM/(USED) OPERATING ACTIVITIES		–	6 125	6 101	(594)	56 573	5 593	(50 980)	-911%	6 101
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								–		
Decrease (increase) in non-current receivables		2 843	–	–	69	771	–	771	#DIV/0!	–
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		–	(1 150)	(700)	–	(500)	(642)	(142)	22%	(700)
NET CASH FROM/(USED) INVESTING ACTIVITIES		2 843	(1 150)	(700)	69	271	(642)	(913)	142%	(700)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								–		
Borrowing long term/refinancing								–		
Increase (decrease) in consumer deposits								–		
Payments										
Repayment of borrowing								–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		–	–	–	–	–	–	–		–
NET INCREASE/ (DECREASE) IN CASH HELD		2 843	4 975	5 401	(525)	56 844	4 951			5 401
Cash/cash equivalents at beginning:		2 201	3 417	3 417	57 977	609	3 417			609
Cash/cash equivalents at month/year end:		5 044	8 392	8 819		57 453	8 368			6 010

5.Supporting tables

5.1 Debtors' Analysis

Section 64 of MFMA requires that:

(1) The Accounting Officer of a municipality is responsible for the management of the revenue of the municipality.

(2) The Accounting Officer must for the purposes of subsection take all reasonable steps to ensure:

   a. That the municipality has effective revenue collection systems consistent with section 95 of the Municipal System Act and the municipality's credit control and debt collection policy

Categories of outstanding debtors

- Shared services R 260 061

DC7 Pixley Ka Seme (Nc) - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

Description	NT Code	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	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200									–	–		
Trade and Other Receivables from Exchange Transactions - Electricity	1300									–	–		
Receivables from Non-exchange Transactions - Property Rates	1400									–	–		
Receivables from Exchange Transactions - Waste Water Management	1500									–	–		
Receivables from Exchange Transactions - Waste Management	1600									–	–		
Receivables from Exchange Transactions - Property Rental Debtors	1700									–	–		
Interest on Arrear Debtor Accounts	1810									–	–		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–		
Other	1900	–	–	–	–	–	260	–	–	260	260	–	–
Total By Income Source	**2000**	–	–	–	–	–	**260**	–	–	**260**	**260**	–	–
2022/23 - totals only		1046666	466	188	0	0	0	6552	1704166	2 758	1 711	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	–	–	–	–	–	260	–	–	260	260	–	–
Commercial	2300									–	–		
Households	2400									–	–		
Other	2500									–	–		
Total By Customer Group	**2600**	–	–	–	–	–	**260**	–	–	**260**	**260**	–	–

5.2 Creditor's Analysis

Section 65 of the MFMA requires that:

(1) The Accounting Officer of a municipality is responsible for the management of the expenditure of the municipality.

(2) The Accounting Officer must for the purpose of subsection (1) take all reasonable steps to ensure

(a) that the municipality has and maintains an effective system of expenditure control, including procedures for the approval, authorisation, withdrawal and payment of funds;

(c)that the municipality has and maintains a system of internal control in respect of creditors and payments

(e) all money owing by the municipality be paid within 30 days of receiving the relevant invoice or statement unless prescribed otherwise for certain categories of expenditure

Categories of Creditors

- Auditor-General R 5 338 611
- Other R 2 340 012

  This category comprises of ex-gratia medical aid contributions paid in advance, provision for creditors and membership fees to SALGA and Department of Labour for the compensation fund

The municipality has entered into a ring-fenced agreement with SALGA to settle the annual membership fees that amounted to R500 000 over a period of ten months. The Municipality has been honouring the arrangement to the latter

DC7 Pixley Ka Seme (Nc) - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May

Description R thousands	NT Code	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
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100									–
Bulk Water	0200									–
PAYE deductions	0300									–
VAT (output less input)	0400									–
Pensions / Retirement deductions	0500									–
Loan repayments	0600									–
Trade Creditors	0700									–
Auditor General	0800	–	–	–	–	5 339	–	–	–	5 339
Other	0900	686	72	44	1 072	453	–	–	–	2 327
Total By Customer Type	1000	686	72	44	1 072	5 791	–	–	–	7 665

5.3 Cash Management and Investment

Section 8 of the MFMA requires:

(1) A municipality must have a primary bank account. If a municipality

   a. Has only one bank account, that account is its primary bank account or
   b. Has more than one bank account, it must designate one of those bank accounts as its primary bank account.

Cash flow

Conditional grants received are invested, funds are withdrawn for expenditure within the set conditions of grants.

Bank reconciliation

Bank reconciliations are processed on a monthly frequency

Balance as per Cash book and Bank statement 31 May 2024 amounted to R 251 595

Conditional Grants

The following conditional grants have been published in DORA

Financial Management Grant	R 1 700 000
Expanded Public Works Programme	R 950 000
Rural Road Asset Management Grant	R 3 232 000

For the period July 2023 to May 2024, only the following allocations has been received:

Conditional Grant	**Total received**	**Closing balance**
Rural Road Asset Management Grant	R 3 232 000	R 519 692
Expanded Public Works Programme	R 950 000	R 88 423
Financial Management Grant	R 1 700 000	R -
Human settlement Grant	R 200 000	R -
Department of Health	R 250 000	R 792
Cleaning Project (EPWP)	R 1 060 000	R 22 026
Tourism	R 525 000	R 495

All balances on Conditional Grants are recorded as per 31 May 2024

Investments

Section 13 of the MFMA prescribes:

(1) The Minister, acting with the concurrence of the Cabinet member responsible for Local Government, may prescribe a framework within which municipalities must

  a. Conduct their cash management and investments; and

  b. Invest money not immediately required

The Municipality invests surplus funds in order to maximise the interest to have cash readily available when needed, this is done in line with the Cash Management and Investment Policy of Council.

All investments are held at Standard Bank in interest yielding call deposit accounts

DC7 Pixley Ka Seme (Nc) - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M11 May

Investments by maturity Name of institution & Investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate ³	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
R thousands		Yrs/Months												
Municipality														
Standard Bank Call Depost Accounts		12	Deposits	No	Fixed	5.50%	0	0	2024/06/30	11 887	124	(5 885)	250	6 376
Municipality sub-total										11 887		(5 885)	250	6 376
Entities														
														–
														–
														–
														–
														–
														–
														–
Entities sub-total										–		–	–	–
TOTAL INVESTMENTS AND INTEREST	2									11 887		(5 885)	250	6 376

References

2. List investments in expiry date order

3. If 'variable' is selected in column F, input interest rate range

4. Withdrawals to be entered as negative

Quality Certificate

I, Isak Visser Municipal Manager of Pixley Ka Seme District Municipality, hereby certify that – (mark as appropriate)

√	The Monthly Budget Statement

	Quarterly Report of the implementation of the budget and financial state affairs of the municipality

	Mid-year Budget and Performance Assessment

For the month of **May 2024** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Mr I Visser
Municipal Manager of Pixley Ka Seme District Municipality (DC7)

Signature: ____________

Date: 07/06/2024

7. Conclusion

This report is in compliance of Section 71 of the MFMA, by providing a statement to the Executive Mayor containing certain financial particulars for the month of review.

8.Communication

In compliance to section 75 of the MFMA, this document is provided to all stakeholders by publishing it on the Pixley Ka Seme's municipal website at www.pksdm.gov.za

9. Recommendation

That in compliance with section 71 of the MFMA:

1. The Accounting Officer submits to the Executive Mayor this report reflecting the implementation of the budget and financial state of affairs of the municipality for the period ending 31 May 2024
2. The Accounting Officer ensure that this report be submitted to National and Provincial Treasury, in both signed and electronic format.

Compiled by	Reviewed by:
Ms ZY Mabedla	**Mr BF James**
Accountant Budget Control	**Chief Financial Officer**

SUBMISSION TO MAYOR

In terms of section 71(1) of the Local Government Municipal Finance Management Act 56 of 2003 (MFMA), the Accounting Officer must by no later than 10 working days after the end of each month submit to the Mayor of the Municipality a statement on the state of the municipality's budget for the month under review.

Report Submitted by:

Print Name: **Mr I Visser**
Municipal Manager: Pixley Ka Seme District Municipality

Signature________________

Date: 07/06/2024

Report Submitted to:

Print Name: **Mr UR Itumeleng**
Executive Mayor: Pixley Ka Seme District Municipality

Signature________________

Date: 7/06/2024