

Section 52d for the quarter ending 31 December 2022-23

(9/1/3/6)

Cluster : Finance
Portfolio: Financial Management

1. PURPOSE

The purpose of the report is to reflect the financial position of the Municipality for the quarter ending December 2022.

2. OBJECTIVE

The objective of this report is to assist Council to exercise their oversight function to:

- a) Make rational decisions about the allocation of resources;
- b) Assess the current provision of services, as well as the sustainability of future service delivery;
- c) Assess how officials have discharged their accountability responsibilities;
- d) Ensure transparency in respect of the municipality's financial position and operating results;
- e) Assess the performance of the municipality measured against preset targets and objectives;
- f) Inform Council on how cash and other liquid resources were obtained and utilized;
- g) Assess whether financial resources were administered in accordance with legislative and regulatory requirements; and
- h) Promote comparative information for prior periods and actual results against budgeted or planned results;

3. LEGISLATIVE REQUIREMENTS:

In terms of section 52(d) of the MFMA, the Mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state affairs of the municipality.

- Any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's approved budget.

4. BACKGROUND

Financial reports are the primary means of communicating financial information to other interested parties. These reports are made accessible to the Executive for additional management and financial information that helps it carries out its planning, decision-making and control responsibilities, and therefore has the ability to determine the form and content of such additional information to meet its own needs.

Governance is built around the responsibilities of accountability and oversight requiring a culture of transparency and regular reporting. More detailed financial reporting to the Council will facilitate an environment in which potential or real

financial problems are reported in time and in an appropriate manner to allow the council to remedy the situation.

5. DISCUSSIONS

The discussions below are broadly categorized under items of financial position (balance sheet), items of financial performance (income statement) and cash flow, as well as other information of key importance such as Asset Management and MFMA Compliance.

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- B. Withdrawal Statements
- C. Form D
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a) Current Assets

Debtors Management and Credit Control Status for the Quarter ending December.

The debtor's book balance of the municipality as attached in annexure A is R 10 295 698 less bad debts impairment R 954 100 resulting to R 9 341 598.

DC42 Sedibeng - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2022/23								Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr				
R thousands													
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	1 502	-	-	-	7 839	-	-	954	10 296	8 794	-	954
Total By Income Source	2000	1 502	-	-	-	7 839	-	-	954	10 296	8 794	-	954
2021/22 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 502	-	-	-	7 839	-	-	954	10 296	8 794	-	954
Commercial	2300												
Households	2400												
Other	2500												
Total By Customer Group	2600	1 502	-	-	-	7 839	-	-	954	10 296	8 794	-	954

Bank reconciliation

Annexure " C1 – 4" indicate the bank reconciliations prepared for the quarter ending 31 December 2022 with the detail on the bank and cash book balances.

The Council has four operating bank accounts Account to be reported on namely:

- Two Primary bank accounts, and
- Two License bank accounts

Council is operating four primary accounts. Bank reconciliations are completed monthly within three working days after the end of each month.

The cashbook shows a favorable balance of R 58 138 353 as at end of December

The remaining cash balance must meet operational requirements till end of December 2022, until receipt of the next equitable Share tranche due in March 2022.

b) Current Liabilities

Creditors' Age Analysis

Annexure "D" represents the creditors' age analysis of R 169 680 982 payable to the creditors in December 2022. An amount of R 124 557 502 is due payable to the licensing authority.

DC42 Sedibeng - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description R thousands	NT Code	Budget Year 2022/23								Total
		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	
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100									-
Bulk Water	0200									-
PAYE deductions	0300									-
VAT (output less input)	0400	161	-	-	-	-	-	-	-	161
Pensions / Retirement deductions	0500									-
Loan repayments	0600									-
Trade Creditors	0700									-
Auditor General	0800									-
Other	0900	22 793	-	-	-	-	-	-	146 727	169 520
Total By Customer Type	1000	22 954	-	-	-	-	-	-	146 727	169 681

c) Net Assets
Reserves

The balance sheet of Council is broadly distinguished into “Assets” (what Council owns) and “Liabilities” (what Council owes) as per Generally Accepted Accounting Principles (GRAP). The difference between assets and liabilities is referred to as the “Net Assets.”

The net assets of Council are primarily composed of reserves that Council has built up over the years. The nature of these reserves is that they are ring-fenced for specific use only (non-distributable reserves), as determined by accounting standards. It must be noted that reserves comprise of mostly accounting book-entries and are non-cash transactions. This implies that the reserves on the face of the financial statements do not equate to cash held as investments by Council.

As required by prescribed accounting standards (GRAP 01), only provisions are shown separately on the face of the Statement of Financial Position. All reserves are “ring-fenced” as internal reserves within the Accumulated Surplus. Ring-fenced reserves are as follows:

- Assets fair value reserve
- Government grant reserve (GGR)

These reserves not supported by cash but are only used for book entry purposes for the phasing in of increased depreciation charges as a result of the full implementation of GRAP 17.

According to GRAP standards, the GGR is created when the municipality receives government grants for the acquisition and/or construction of fixed assets. Once the conditions of the capital grant have been met, the funds are recognized as “revenue” (non-cash) on the statement of financial performance. This “revenue” recognized is then in turn transferred out of the Accumulated Surplus to the GGR on the Statement of Net Assets in order to offset the future depreciation of the property, plant and equipment in question. Hence, the reserve is committed solely for this purpose and cannot be utilized for any other purpose. This is referred to as the non-distributable portion of the reserves. Council must note that these are all non-cash entries.

The purpose of these reserves is to promote community equity and facilitate budgetary control by ensuring that sufficient funds (non-cash) are set aside on the accounting books to offset the future depreciation charges (non-cash) that will be incurred over the estimated useful life of the item of property, plant and equipment financed from government grants, public contributions or a (non-cash) surplus arising from the revaluation of property, plant and equipment.

Council must note that these are all non-cash entries performed only for compliance purposes in line with accounting standards prescribed by the Accounting Standards Board (ASB) and enforced by the Office of the Accountant-General.

d) Cash Flow

See Annexures "B", "C1- 4", "E"

Essentially, the cash flow statement is concerned with the flow of physical cash in and cash out of the municipality as we collect monies owed by debtors and pay out monies due to creditors.

Annexure "E" is Council's cash flow statement which indicates the movements on the main bank accounts. The incoming receipts amount R 122 585 824. Outgoing payments were made to the amount of R 99 139 170. Taking into account the opening cashbook balance, this left a favorable closing balance of R 66 133 086 as end of December. 2022 period, which shows a decrease margin from last month's closing balance.

Cost coverage indicator.

The cost coverage formula =
$$\frac{\text{(All available cash at the end of the period in the cashbook) + (investments at hand less Provisions)}}{\text{Monthly fixed operating expenditure}}$$

$$\text{The cost coverage formula} = \frac{= (58\,143\,353) + R0}{R\,34\,368\,582}$$

$$= \underline{1.70 \text{ TIMES}}$$

The cost coverage of the municipality indicates 1.70 monthly fixed operating expenditure and shows that the cash flow of the municipality is unfavorable. Our cash formula on hand must cover at least until end of February 2023 as the next equitable share allocation is in March 2023. The formula does not take into consideration the contingent assets and liabilities whereby if taken into consideration this will indicate that the municipality is having a liquidity problem as identified in the AG reports of 2020/2021 as well as 2021/22.

Monthly Budget Statement - Cash Flow	October-December			
	Description	YearTD actual October	YearTD actual November	YearTD actual December
R thousands				
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Property rates	0.00	0.00	0.00	
Service charges	0.00	0.00	0.00	
Other revenue	237 090 478.59	263 781 373.00	385 985 168.47	
Transfers and Subsidies - Operational	3 670 000.00	4 248 000.00	4 373 000.00	
Transfers and Subsidies - Capital		-		
Interest	859 866.79	1 095 481.52	1 352 509.51	
Dividends		-		
Payments				
Suppliers and employees	- 213 646 480.22	- 245 205 679.75	- 343 660 551.94	
Finance charges		-		
Transfers and Grants		-		
NET CASH FROM/(USED) OPERATING ACTIVITIES	27 973 865.16	23 919 174.77	48 050 126.04	
		-		
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of PPE		-		
		-		
Decrease (increase) in non-current receivables		-		
Decrease (increase) in non-current investments		-		
Payments				
Capital assets	- 308 184.99	- 308 184.99	- 345 574.56	
NET CASH FROM/(USED) INVESTING ACTIVITIES	- 308 184.99	- 308 184.99	- 345 574.56	
		-		
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	27 665 680.17	23 610 989.78	47 704 551.48	
Cash/cash equivalents at beginning:	17 772 311.18	18 428 534.24	18 428 534.24	
Cash/cash equivalents at month/year end:	45 437 991.35	42 039 524.02	66 133 085.72	

e. Grant allocations and expenditure:

Annexure "F" represents the Grants allocation and their expenditure.

Equitable Share:

First tranche of Equitable Share for 2022/23 amounting to R 115 180 110 was received in month of July. Second Tranche in December an amount of R 97 192 000.

Financial Management Grant (FMG):

Received R 1 400 000 in August .Expenditure incurred for the quarter ending 31 December is R 101 243, FMG Interns were involved in the following activities during the month as part of their training rotation plan:

- One intern in income and budget section
- One intern in Expenditure section
- One interns in Supply Chain Management

One intern in office of the Municipal Manager

The interns have attended CPMD training as part of the internship agreement with National Treasury.

Rural Roads Assets Management Grant

First tranche of R 1 842 000 received in August, Expenditure incurred of R 939 497 for the quarter.

HIV/Aids

No allocation received to date for HIV&AIDS, expenditure incurred for the second quarter ending 31 December 2022 amount to R 4 020 731.

Extended Public Works Projects:

First tranche of R 321 000 received in August, second tranche of 578 000 received November.

Expenditure incurred for the quarter ending 31 December is R 368 307.

YOUTH CENTRES (National Youth Development Agency)

No expenditure incurred during the quarter.

Grant payments to Local Municipalities:

No grant payments were scheduled for local municipalities for the month of December.

Feasibility Study on the Aerotropolis

Expenditure incurred for the quarter is R 200 340.

Grants schedule for the Quarter ending 31 December

Description	Original Budget	Adjustment Budget	Total Grants Received	Oct-Dec spending	Balance
RAMS	2 606 000	0	1 824 000	939 496	397 766
FMG	1 400 000	0	1 400 000	101 243	1 029 707
EPWP	1 283 000	0	899 000	368 306	343 035
HIV&AIDS	12 027 000	0	2 059 997	4 020 731	-2 011 301
Aerotropolis sector	0	1 140 435	1 140 435	200 340	940 095
Boipatong Monument	2 940 000	0	0	0	0
Total	20 256 000	1 140 435	7 323 432	5 630 116	699 303

6.2 Financial Performance

Financial performance shows the results of operations for the given period. It lists sources of revenue and expenses. The statement measures the performance of Council for a given period of time. Surplus or deficit is used to measure financial performance and directly related to the measurement of revenue and expenditure for the reporting period.

Operating expenses are incurred in the course of conducting normal Council business. They are classified by function such as employee related costs, general expenses, finance charges and contributions to provisions.

a) Actual revenue and expenditure

Represents the organizational Operating Revenue and Expenditure which illustrates that R 126 081 327 was generated in revenue for the quarter ending 31 December 2022. Revenue received to date is at 42.18%.

R 92 108 067 utilized for the quarter ending 31 December 2022, and expenditure is at 64.66. Benchmark for the quarter under review is at 50%.

Revenue

Cluster	Budget	Quarter 2 Movement	YTD Movement	Unspend Budget	%YTD
Finance	- 299 197 103.00	- 98 573 350.82	- 214 493 767.44	- 84 703 335.56	71.69
Corporate services	- 890 179.00	- 417 804.73	- 490 499.83	- 399 679.17	55.10
TIE	- 76 647 163.00	- 21 330 462.88	- 34 761 876.90	- 41 885 286.10	45.35
Community Services	- 14 983 072.00	- 4 030 728.18	- 4 103 515.76	- 10 879 556.24	27.39
SPED	- 3 526 189.00	- 1 728 980.41	- 1 728 980.41	-	49.03
Total	- 395 243 706.00	- 126 081 327.02	- 255 578 640.34	- 137 867 857.07	64.66

Expenditure

Cluster	Budget	Quarter 2 Movement	YTD Movement	Unspend Budget	%YTD
Political Offices	43 202 119.00	10 851 435.93	21 577 214.24	21 624 904.76	49.94
MM's Office	18 523 351.00	6 558 247.87	10 686 625.76	7 836 725.24	57.69
Finance	21 227 006.00	3 872 651.94	12 426 173.08	8 800 832.92	58.54
Corporate services	122 053 821.00	27 000 581.90	54 557 643.52	67 496 177.48	44.70
TIE	114 472 844.00	21 576 688.72	44 096 101.46	70 376 742.54	38.52
Community Services	59 858 853.00	14 787 469.06	25 469 777.02	34 389 075.98	42.55
Sped	32 186 184.00	7 460 991.64	7 373 041.62	24 789 272.00	22.91
Total	411 524 178.00	92 108 067.06	176 186 576.70	235 313 730.92	42.81

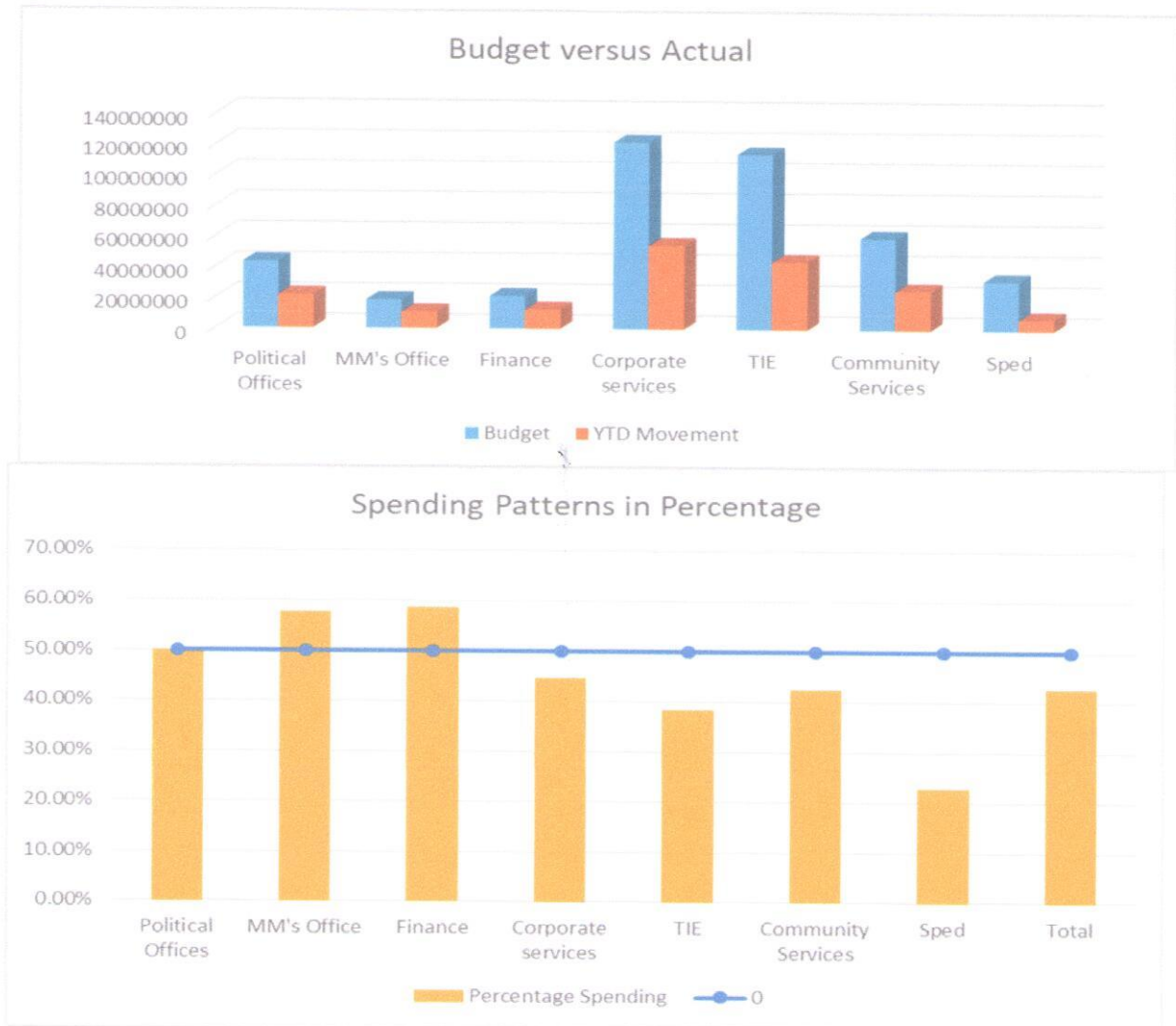
7. Pro-Rata Operating Comparative Analysis (Budget vs. Actual by Cluster)

The Total Performance of the municipality as per our findings and reviews are as follows:

As the month of December 2022 signals the 3rd month of the second quarter 2022/23 financial year, spending trends ought to be around 50%. "Other Income"

As the month of December 2022 signals the 3rd month of the second quarter 2022/23 financial year, spending trends ought to be around 50%. "Other Income" consists of income items such as, profit on sale of assets; skills levy income, tender income and commission on salaries.

The monthly performance indicates that total operating expenditure rate is standing at 42.81% and revenue is at 64.66% of the pro rata budget.



Intervention measures:

The Supply Chain Management Unit together with Financial Management both serve on the Contract Management Committee chaired by Corporate Services: Legal & Support to monitor contractual obligations and performance management of service providers.

Cost Containment measures are still in place to cut down on expenditure. Refer to the graphs above;

8. Pro-Rata Capital Comparative Analysis (Budget vs. Actual)

The Capital expenditure and Revenue sources. Capital expenditure amounted to R 161 354 for month of September and budget of R 2 445 413 was funded internally for various moveable assets such as furniture & equipment, computers & printers and vehicles.

The spending analysis on own fixed assets as at the end of December 2022 is shown in the table below:-

	Budget	Quarter 2 Spending	Commitment	YTD Movement	Unspend Budget	Percentage Spending	Benchmark Percentage
PPE COST FURN & OFF IU COST ACQUISITION	279 250.00	-		30 394.55	248 855.45	10.9	50%
PPE COST COMP EQUIP IU COST ACQUISITION	800 000.00	51 545.00		315 180.01	484 819.99	39	50%
PPE COST ICT INFRASTR COST ACQUISITION	100 000.00	-		-	100 000.00	0	50%
PPE COST TRANSP OWN IU COST ACQUISITION	1 266 163.00		565 328.50	-	1 266 163.00	0	50%
Total	2 445 413.00	51 545.00	565 328.50	345 574.56	2 099 838.44	14.13	50%

The indication for capital projects is that all expenses is funded internally for the various components of assets as per the above table.

Asset Management

A scheduled year-end asset stock takes place and during this stock-take the physical condition and location of assets were verified in order to ensure completeness and accuracy of the fixed asset register. Currently, asset verification stock take takes place twice a year.

Financial position of the Municipality

Municipality has liquidity problems whereby the current liabilities exceed current assets. The municipality is grants dependent and the only source of revenue are minor tariffs charges after equitable share.

DC42 Sedibeng - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		673 917	6 961	6 961	58 840	6 961
Call investment deposits		6	–	–	824	–
Consumer debtors		–	–	–	–	–
Other debtors		8 000	1 245	1 245	9 342	1 245
Current portion of long-term receivables						
Inventory		(0)	362	362	–	362
Total current assets		681 923	8 569	8 569	69 006	8 569
Non current assets						
Long-term receivables						
Investments						
Investment property						
Investments in Associate						
Property, plant and equipment		88 483	70 186	70 186	88 829	70 186
Biological						
Intangible		1 222	687	687	1 222	687
Other non-current assets		4 895	4 914	4 914	4 895	4 914
Total non current assets		94 600	75 787	75 787	94 945	75 787
TOTAL ASSETS		776 523	84 356	84 356	163 951	84 356
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		135	117	117	166	117
Trade and other payables		199 129	182 287	182 287	169 681	182 287
Provisions		–	–	–	–	–
Total current liabilities		199 265	182 404	182 404	169 847	182 404
Non current liabilities						
Borrowing		–	–	–	–	–
Provisions		30 332	28 872	28 872	29 796	28 872
Total non current liabilities		30 332	28 872	28 872	29 796	28 872
TOTAL LIABILITIES		229 597	211 275	211 275	199 643	211 275
NET ASSETS	2	546 926	(126 920)	(126 920)	(35 692)	(126 920)
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		(108 568)	(109 741)	(109 741)	(35 692)	(109 741)
Reserves		–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	(108 568)	(109 741)	(109 741)	(35 692)	(109 741)

9. Monitoring of Compliance

Policy Governance of Municipal Finance and MFMA Compliance

As part of improving Sedibeng District Municipality's MFMA reporting module, the project plan report indicates our compliance to the requirements as outlined per the MFMA for the financial year 1 July 2022 to 30 June 2023, which has been divided into timeframes of reporting: Annually, Quarterly, Monthly & Ad-hoc.

RECOMMENDED:

THAT the Section 52d report for the quarter ending 31 December 2022 be considered as prescribed by the Local Government: Municipal Finance Management Act, 56 1of 2003.



MR. C STEYN
ACTING CHIEF FINANCIAL OFFICER

MR. M MATHE
MUNICIPAL MANAGER

2023/01/19
Date

Date

BANK RECONCILIATION AS AT 31 October 2022

MAIN BANK ACCOUNT NEDBANK : 1152944835

33215020590000000000

**CASH BOOK
BALANCE AS AT**

01-Oct-22

R 2 441 937.80

PLUS : INCOME RECEIVED

R 30 283 684.72

TRANSFER TO STANDARD	0.00
SUNDRY INCOME	1 980.00
AMBULANCE FEES	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	0.00
OTHER DIRECT BANKINGS	232 316.15
TRANSFERS RECEIVED	29 000 000.00
INTEREST	250 194.97
LICENCE INCOME	799 193.60
LESS: RD CHEQUES / (re deposit)	0.00

MINUS : EXPENDITURE

R -29 782 450.23

ORDER PAYMENTS	-1 308 925.94
SUNDRY PAYMENTS	-1 883 707.22
SALARIES	-26 498 236.04
YEAR END PAYMENT	0.00
INVESTMENTS MADE	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-91 581.03

CASHBOOK BALANCE

AS AT

31-Oct-22

R 2 943 172.29

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0.00
PLUS: Receipts updated following month	0.00
LESS: CHEQUE/ELE CANCELLED PREVIOUS MONTH	0.00

REVISED BALANCE

AFTER CANCELATIONS

R 2 943 172.29

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -2 993.20
PLUS: UNCASHED ELE'S	R -
PLUS: Receipts updated following month	R -
PLUS : DEPOSITS NOT YET LINKED	R -

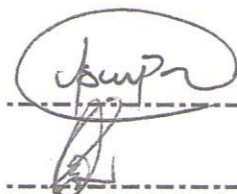
BANK BALANCE AS

AT

31-Oct-22

R 2 940 179.09

PREPARED BY :



DATE: 2022/11/02

REVIEWED BY :



DATE: 2022/11/02

BANKRECONCILIATION AS AT 31/Oct/2022

LICENSING BANK ACCOUNT STANDARD: 21781494

GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE
AS AT 1/Oct/2022 R 3 288 990.50

PLUS : INCOME RECEIVED R 165 829.78

LICENCE INCOME	157 591.10
INTEREST	8 238.68
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -



TRANSFER TO MAIN ACCOUNT	0.00
BANK CHARGES	0.00
BANK CHARGES CARD FEES	0.00
BANK COST	0.00

CASHBOOK BALANCE
AS AT 31/Oct/2022 R 3 454 820.28

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -
PLUS : DEPOSITS NOT YET LINKED	R -

BANK BALANCE AS AT 31/Oct/2022 R 3 454 820.28

PREPARED BY :

DATE: 2022-11-02

REVIEWED BY :

DATE: 2022/11/02

BANKRECONCILIATION AS AT 31/Oct/2021

LICENSING BANK ACCOUNT NEDBANK: 1152944606

GL VOTE NUMBER - 33215020690000000000

CASH BOOK BALANCE
AS AT 1/Oct/2021 R 46 238 040.10

PLUS : INCOME RECEIVED R 25 332 569.41

LICENCE INCOME	25 332 569.41
FUEL SALES	0.00
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -32 372 239.56

TRANSFER TO MAIN ACCOUNT	-32 000 000.00
BANK CHARGES	-11 477.12
BANK CHARGES CARD FEES	-360 762.44
BANK COST	0.00

CASHBOOK BALANCE
AS AT 31/Oct/2021 R 39 198 369.95

PLUS: OUTSTANDING CHEQUES	R	-
MINUS: OUTSTANDING DEPOSITS	R	-
PLUS : DEPOSITS NOT YET LINKED	R	-

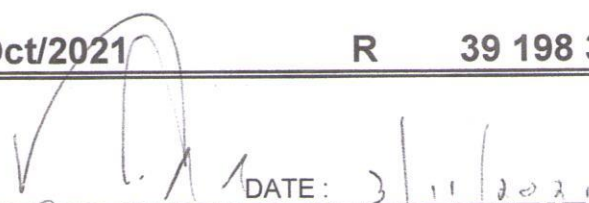
BANK BALANCE AS AT 31/Oct/2021 R 39 198 369.95


PREPARED BY :

DATE :

REVIEWED BY :

DATE :





BANK RECONCILIATION AS AT 30 October 2021

STANDARD BANK - MAIN BANK ACCOUNT : 21777667

GL VOTE NUMBER - 33215020010ZZZZZZZWD

CASH BOOK BALANCE
AS AT 01-Oct-21 R 322 340.90

PLUS : INCOME RECEIVED R 25 197.65

SURPLUS (DEFICIT)	0.00
SUNDRY INCOME	0.00
AMBULANCE SUBSIDY ARREARS	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	0.00
OTHER DIRECT BANKINGS	24 704.68
LICENCE TRANSFER	0.00
INTEREST	492.97
LICENCE INCOME	0.00
LESS: RD CHEQUES / (re deposit)	0.00

MINUS : EXPENDITURE R -216.00

ORDER PAYMENTS	0.00
SUNDRY PAYMENTS	0.00
SALARIES	0.00
ACTUAL PAYMENT (BILLING)	0.00
INVESTMENTS MADE / TRANSFERS	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-216.00

CASHBOOK BALANCE
AS AT 30-Oct-21 R 347 322.55

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0.00
Less/plus: Receipts updated/not from previous month	0.00
LESS: RECEIPTS PREVIOUS MONTH	0.00

REVISED BALANCE AFTER
CANCELATIONS R 347 322.55

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -
PLUS: UNCASHED ELE'S	R -
PLUS : DEPOSITS NOT YET LINKED	R -

BANK BALANCE AS AT 30-Oct-21 R 347 322.55

PREPARED BY : _____

DATE : 3/11/2021

REVIEWED BY : _____

DATE : 3/11/2021

BANK RECONCILIATION AS AT 30 November 2022

MAIN BANK ACCOUNT NEDBANK : 1152944835

33215020590000000000

**CASH BOOK
BALANCE AS AT**

01-Nov-22

R 2 943 172.29

PLUS : INCOME RECEIVED

R 33 119 957.43

TRANSFER TO STANDARD	0.00
SUNDRY INCOME	11 780.00
AMBULANCE FEES	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	615 567.12
OTHER DIRECT BANKINGS	174 270.93
TRANSFERS RECEIVED	32 000 000.00
INTEREST	218 339.38
LICENCE INCOME	100 000.00
LESS: RD CHEQUES / (re deposit)	0.00

MINUS : EXPENDITURE

R -33 237 081.34

ORDER PAYMENTS	-1 261 621.32
SUNDRY PAYMENTS	-3 453 741.78
SALARIES	-27 619 794.55
YEAR END PAYMENT	0.00
INVESTMENTS MADE	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-901 923.69

CASHBOOK BALANCE

AS AT

30-Nov-22

R 2 826 048.38

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0.00
PLUS: Receipts updated following month	0.00
LESS: CHEQUE/ELE CANCELLED PREVIOUS MONTH	0.00

REVISED BALANCE

AFTER CANCELATIONS

R 2 826 048.38

PLUS: OUTSTANDING CHEQUES	R	-
MINUS: OUTSTANDING DEPOSITS	R	-588.20
PLUS: UNCASHED ELE'S	R	-
PLUS: Receipts updated following month		
PLUS: DEPOSITS NOT YET LINKED	R	-

BANK BALANCE AS

AT

30-Nov-22

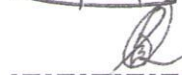
R 2 825 460.18

PREPARED BY :



DATE: 2022/12/06

REVIEWED BY :



DATE: 2022/12/06

BANKRECONCILIATION AS AT 30/Nov/2021

LICENSING BANK ACCOUNT NEDBANK: 1152944606

GL VOTE NUMBER - 33215020690000000000

CASH BOOK BALANCE
AS AT 1/Nov/2021 R 39 198 369.95

PLUS : INCOME RECEIVED R 26 216 380.86

LICENCE INCOME	26 216 380.86
FUEL SALES	0.00
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -25 362 055.67

TRANSFER TO MAIN ACCOUNT	-25 000 000.00
BANK CHARGES	-12 648.80
BANK CHARGES CARD FEES	-349 406.87
BANK COST	0.00

CASHBOOK BALANCE
AS AT 30/Nov/2021 R 40 052 695.14

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -
PLUS : DEPOSITS NOT YET LINKED	R -

BANK BALANCE AS AT 30/Nov/2021 R 40 052 695.14

PREPARED BY :

DATE :

REVIEWED BY :

DATE :

BANKRECONCILIATION AS AT 30/Nov/2021

LICENSING BANK ACCOUNT STANDARD: 21781494

GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE

AS AT

1/Nov/2021

R

3 523 827.84

PLUS : INCOME RECEIVED

R

406 234.44

LICENCE INCOME	400 523.20
INTEREST	5 711.24
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE

R

-

TRANSFER TO MAIN ACCOUNT	0.00
BANK CHARGES	0.00
BANK CHARGES CARD FEES	0.00
BANK COST	0.00

CASHBOOK BALANCE

AS AT

30/Nov/2021

R

3 930 062.28

PLUS: OUTSTANDING CHEQUES	R	-
MINUS: OUTSTANDING DEPOSITS	R	-
PLUS : DEPOSITS NOT YET LINKED	R	-

BANK BALANCE AS AT

30/Nov/2021

R

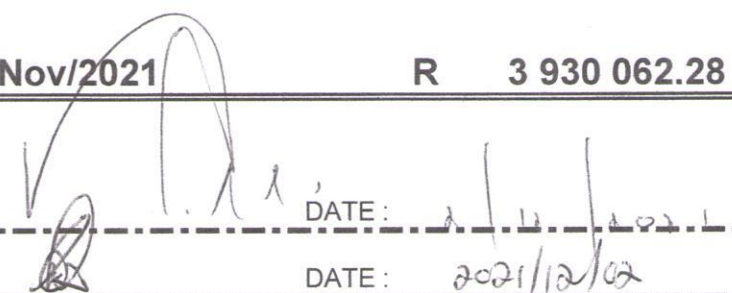
3 930 062.28

PREPARED BY :

DATE :

REVIEWED BY :

DATE :



BANK RECONCILIATION AS AT 30 November 2021

STANDARD BANK - MAIN BANK ACCOUNT : 21777667

GL VOTE NUMBER - 33215020010ZZZZZZZWD

CASH BOOK BALANCE			
AS AT	01-Nov-21	R	347 322.55
PLUS : INCOME RECEIVED		R	13 051.85

SURPLUS (DEFICIT)	0.00
SUNDRY INCOME	0.00
AMBULANCE SUBSIDY ARREARS	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	0.00
OTHER DIRECT BANKINGS	12 477.18
LICENCE TRANSFER	0.00
INTEREST	574.67
LICENCE INCOME	0.00
LESS: RD CHEQUES / (re deposit)	0.00

MINUS : EXPENDITURE		R	-60.00
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ORDER PAYMENTS	0.00
SUNDRY PAYMENTS	0.00
SALARIES	0.00
ACTUAL PAYMENT (BILLING)	0.00
INVESTMENTS MADE / TRANSFERS	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-60.00

CASHBOOK BALANCE			
AS AT	30-Nov-21	R	360 314.40

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0.00
Less/plus: Receipts updated/not from previous month	0.00
LESS: RECEIPTS PREVIOUS MONTH	0.00

REVISED BALANCE AFTER CANCELATIONS		R	360 314.40
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PLUS: OUTSTANDING CHEQUES	R	-
MINUS: OUTSTANDING DEPOSITS	R	-
PLUS: UNCASHED ELE'S	R	-
PLUS : DEPOSITS NOT YET LINKED	R	-

BANK BALANCE AS AT	30-Nov-21	R	360 314.40
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PREPARED BY : _____ DATE : 2/12/2021

REVIEWED BY : _____ DATE : 2021/12/02

BANKRECONCILIATION AS AT 31/Dec/2021

LICENSING BANK ACCOUNT NEDBANK: 1152944606

GL VOTE NUMBER - 33215020690000000000

CASH BOOK BALANCE
AS AT 1/Dec/2021 R 40 052 695.14

PLUS : INCOME RECEIVED R 21 194 409.15

LICENCE INCOME	21 194 409.15
FUEL SALES	0.00
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -389 024.82

TRANSFER TO MAIN ACCOUNT	0.00
BANK CHARGES	-62 776.66
BANK CHARGES CARD FEES	-326 248.16
BANK COST	0.00

CASHBOOK BALANCE
AS AT 31/Dec/2021 R 60 858 079.47

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -
PLUS : DEPOSITS NOT YET LINKED	R -

BANK BALANCE AS AT 31/Dec/2021 R 60 858 079.47

PREPARED BY : _____ DATE : 31/12/2021

REVIEWED BY : _____ DATE : _____

BANKRECONCILIATION AS AT 31/Dec/2021

LICENSING BANK ACCOUNT STANDARD: 21781494

GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE
AS AT 1/Dec/2021 R 3 930 062.28

PLUS : INCOME RECEIVED R 82 034.22

LICENCE INCOME	75 597.00
INTEREST	6 437.22
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -

TRANSFER TO MAIN ACCOUNT	0.00
BANK CHARGES	0.00
BANK CHARGES CARD FEES	0.00
BANK COST	0.00

CASHBOOK BALANCE
AS AT 31/Dec/2021 R 4 012 096.50

PLUS: OUTSTANDING CHEQUES	R	-
MINUS: OUTSTANDING DEPOSITS	R	-
PLUS : DEPOSITS NOT YET LINKED	R	-

BANK BALANCE AS AT 31/Dec/2021 R 4 012 096.50

PREPARED BY :

DATE :

3 / 1 / 2021

REVIEWED BY :

DATE :

BANK RECONCILIATION AS AT 31 December 2021

STANDARD BANK - MAIN BANK ACCOUNT : 21777667

GL VOTE NUMBER - 33215020010ZZZZZZZWD

CASH BOOK BALANCE
AS AT 01-Dec-21 R 360 314.40

PLUS : INCOME RECEIVED R 34 448.84

SURPLUS (DEFICIT)	0.00
SUNDRY INCOME	0.00
AMBULANCE SUBSIDY ARREARS	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	0.00
OTHER DIRECT BANKINGS	33 831.18
LICENCE TRANSFER	0.00
INTEREST	617.66
LICENCE INCOME	0.00
LESS: RD CHEQUES / (re deposit)	0.00

MINUS : EXPENDITURE R -60.00

ORDER PAYMENTS	0.00
SUNDRY PAYMENTS	0.00
SALARIES	0.00
ACTUAL PAYMENT (BILLING)	0.00
INVESTMENTS MADE / TRANSFERS	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-60.00

CASHBOOK BALANCE
AS AT 31-Dec-21 R 394 703.24

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0.00
Less/plus: Receipts updated/not from previous month	0.00
LESS: RECEIPTS PREVIOUS MONTH	0.00

REVISED BALANCE AFTER CANCELATIONS R 394 703.24

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -
PLUS: UNCASHED ELE'S	R -
PLUS : DEPOSITS NOT YET LINKED	R -

BANK BALANCE AS AT 31-Dec-21 R 394 703.24

PREPARED BY :

DATE :

REVIEWED BY :

DATE :

ANNEXURE B

MFMA - WITHDRAWAL FROM MUNICIPAL BANK ACCOUNTS
SECTION 11(4) & 74(1)

Name of Municipality:	Sedibeng District
Municipal Demarcation Code:	DC42
Financial year:	2022/23
Responsible official:	Masechaba Magalefa
Contact details:	(016)450-3056
Quarter:	Q2 Oct - Dec

Primary bank account refers to any banks account as defined in terms of Section 8 of the MFMA.

	Consolidated	Bank 3	Bank 4	Bank 5	Bank 6
Bank:		Nedbank	Nedbank	STANDARD BANK	STANDARD BANK
Account number:		1152944835	1152944606	21777667	21781494
Bank reconciliation/s compiled and attached	Yes				
Month:	October	October	October	October	October
Opening cash book balance at beginning of month	41 278 222	2 441 938	34 681 721	865 573	3 288 991
Add Receipts for month	58 831 590	30 283 685	28 294 168	87 907	165 830
Less Payments for month	59 155 722	29 782 450	29 373 232	40	-
Closing cash book balance at end of month	40 954 090	2 943 173	33 602 657	953 440	3 454 820
GL Account Balance					
Payments for the month	59 155 722	29 782 450	29 373 232	40	-
Less Recoveries	-	-	-	-	-
Add Non cash items (for the period)	-	-	-	-	-
Add Commitments (for the period)	-	-	-	-	-
Less Input VAT (for the period)	-	-	-	-	-
Less Accruals at end of month	-	-	-	-	-
Add Accruals at beginning of month	-	-	-	-	-
Total	59 155 722	29 782 450.00	29 373 232.02	40.00	-
Actual capital expenditure for the month	14 156	14 156	-	-	-
Actual operating expenditure for the month	28 855 505	28 855 505	-	-	-
Section 11(4) expenditure	-	-	-	-	-
Total	28 869 661	28 869 661	-	-	-
a) to defray expenditure appropriated in terms of an approved budget:	28 869 661	28 869 661	-	-	-
b) to defray expenditure authorised in terms of section 28(4):					
<i>S28(4) - until a budget for the municipality is approved in terms of subsection (1), funds for the requirements of the municipality may, with the approval of the MEC for finance in the province, be withdrawn from the municipality's bank account in accordance with subsection (5)</i>					
Was any payment made in terms of (b) Yes/No	No				
c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1):					
<i>S29(1) - the mayor of a municipality may in emergency or other exceptional circumstances authorise unforeseeable and unavoidable expenditure for which no provision was made in an approved budget.</i>					
Was any payment made in terms of (c) Yes/No	No				
d) in the case of a bank account opened in terms of section 12, to make payments from the account in accordance with subsection (4) of that section:					
<i>S12(2) - a municipality may in terms of section 7 open a separate bank account in the name of the municipality for the purpose of a relief, charitable, trust or other fund</i>					
Was any payment made in terms of (d) Yes/No	No				
e) to pay over to a person or organ of state money received by the municipality on behalf of that person or organ of state, including -					
i) money collected by the municipality on behalf of that person or organ of state by agreement; or (VAT, motor vehicle licensing)		24 000 000			
ii) any insurance or other payments received by the municipality for that person or organ of state;					
Was any payment made in terms of (e) Yes/No	No				
f) to refund money incorrectly paid into a bank account:					
Was any payment made in terms of (f) Yes/No	No				
g) to refund guarantees, sureties and security deposits. (refund of consumer deposits)					
Was any payment made in terms of (g) Yes/No	No				
h) for cash management and investment purposes in accordance with section 13; (inter- bank transactions)					
Was any payment made in terms of (h) Yes/No	No				
i) to defray increased expenditure in terms of section 31; or					
<i>S31 Shifting of funds between multi-year appropriations</i>					
Was any payment made in terms of (i) Yes/No	No				
j) for such other purposes as may be prescribed. (making guarantees, store purchases, petty cash, loan repayments, leave payout, provisions)		R 0			
Was any payment made in terms of (j) Yes/No	Yes	Yes	Yes	Yes	
Specify	0 was paid out in form of petty cash to different department within the municipality for the month of October.				

MFMA - WITHDRAWAL FROM MUNICIPAL BANK ACCOUNTS
SECTION 11(4) & 74(1)

Name of Municipality: Please select from List supplied
Municipal Demarcation Code: Please select from List supplied

Responsible official: Enter official's name
Financial year:
Contact details: Enter contact information
Quarter: Please select from List supplied

Primary bank account refers to any banks account as defined in terms of Section 8 of the MFMA.

	Consolidated	Primary Bank Account	Bank 2	Bank 3	Bank 4
Bank:		Nedbank	Nedbank	STANDARD BANK	STANDARD BANK
Account number:		1152944835	1152944606	21777667	21781494
Bank reconciliation/s compiled and attached	Yes	Yes	Yes		
Month:	December	December	December	December	December
Opening cash book balance at beginning of month	36 137 362	2 826 048	28 657 658	972 473	3 681 182
Add Receipts for month	142 562 447	120 522 333	21 991 445	26 521	22 148
Less Payments for month	120 556 457	100 221 728	20 334 669	60	-
Closing cash book balance at end of month	58 143 352	23 126 653	30 314 434	998 935	3 703 329
GL Account Balance					
Payments for the month	120 556 457	100 221 728	20 334 669	60	-
Less Recoveries	-	-	-	-	-
Add Non cash items (for the period)	-	-	-	-	-
Add Commitments (for the period)	-	-	-	-	-
Less Input VAT (for the period)	-	-	-	-	-
Less Accruals at end of month	-	-	-	-	-
Add Accruals at beginning of month	-	-	-	-	-
Total	120 556 457	100 221 728	20 334 669	60.00	-
Actual capital expenditure for the month	37 390	37 390			
Actual operating expenditure for the month	32 733 823	32 733 823			
Section 11(4) expenditure					
Total	32 771 213	32 771 213			
a) to defray expenditure appropriated in terms of an approved budget;	-	-	-	-	-
b) to defray expenditure authorised in terms of section 26(4); <i>S26(4) - until a budget for the municipality is approved in terms of subsection (1), funds for the requirements of the municipality may, with the approval of the MEC for finance in the province, be withdrawn from the municipality's bank account in accordance with subsection (5)</i>	-	-	-	-	-
Was any payment made in terms of (b) Yes/No	No	No	No		
c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1); <i>S29(1) - the mayor of a municipality may in emergency or other exceptional circumstances authorise unforeseeable and unavoidable expenditure for which no provision was made in an approved budget.</i>	-	-	-	-	-
Was any payment made in terms of (c) Yes/No	No	No	No		
d) in the case of a bank account opened in terms of section 12, to make payments from the account in accordance with subsection (4) of that section; <i>S12(2) - a municipality may in terms of section 7 open a separate bank account in the name of the municipality for the purpose of a relief, charitable, trust or other fund</i>	-	-	-	-	-
Was any payment made in terms of (d) Yes/No	No	No	No		
e) to pay over to a person or organ of state money received by the municipality on behalf of that person or organ of state, including - i) money collected by the municipality on behalf of that person or organ of state by agreement; or (VAT, motor vehicle licensing) ii) any insurance or other payments received by the municipality for that person or organ of state;	-	19 464 404	-	-	-
Was any payment made in terms of (e) Yes/No	No	No	Yes		
f) to refund money incorrectly paid into a bank account;	-	-	-	-	-
Was any payment made in terms of (f) Yes/No	No	No	No		
g) to refund guarantees, sureties and security deposits; (refund of consumer deposits)	-	-	-	-	-
Was any payment made in terms of (g) Yes/No	No	No	No		
h) for cash management and investment purposes in accordance with section 13; (inter- bank transactions)	-	-	-	-	-
Was any payment made in terms of (h) Yes/No	No	No	No		
i) to defray increased expenditure in terms of section 31; or <i>S31 Shifting of funds between multi-year appropriations</i>	-	-	-	-	-
Was any payment made in terms of (i) Yes/No	No	No	No		
j) for such other purposes as may be prescribed. (making guarantees, store purchases, petty cash, loan repayments, leave payout, provisions)	-	-	-	-	-
Was any payment made in terms of (j) Yes/No	Yes	Yes	Yes	Yes	
Specify					No petty cash was paid out in month of December

MFMA - WITHDRAWAL FROM MUNICIPAL BANK ACCOUNTS

SECTION 11(4) & 74(1)

MFMA - WITHDRAWAL FROM MUNICIPAL BANK ACCOUNTS

Name of Municipality:

Sedibeng District

Please select from List supplied

Municipal Demarcation Code:

DC42

Please select from List supplied

Financial year

2022/23

Responsible official:

Masechaba Magalefa

Enter official's name

Contact details

(016) 450 3056

Enter contact information

Quarter

Q2 Oct - Dec

Please select from List supplied

Please select from List supplied

Primary bank account refers to any banks account as defined in terms of Section 8 of the MFMA.

	Consolidated	Primary Bank Account	Bank 2	Bank 3	Bank 4
Bank:		Nedbank	Nedbank	STANDARD BANK	STANDARD BANK
Account number:		1152944835	1152944606	21777667	21781494
Bank reconciliation/s compiled and attached	Yes	Yes	Yes	Yes	Yes
Month:(End of Quarter)	December	December	December	December	December
Opening cash book balance at beginning of quarter	41 278 221.91	2 441 937.80	34 681 720.78	865 572.83	3 288 990.50
Add Receipts for quarter	262 204 796.01	183 925 975.54	77 730 488.58	133 828.11	414 503.78
Less Payments for quarter	245 339 663.86	163 241 259.66	82 097 775.20	466.00	163.00
Closing cash book balance at end of quarter	58 143 354.06	28 895 874.35	92 574 749.16	2 924 848.40	10 839 333.32
GL Account Balance					
Payments for the quarter	245 339 663.86	163 241 259.66	82 097 775.20	198.72	163.00
Less Recoveries	-	-	-	-	-
Add Non cash items (for the period)	-	-	-	-	-
Add Commitments (for the period)	-	-	-	-	-
Less Input VAT (for the period)	-	-	-	-	-
Less Accruals at end of month	-	-	-	-	-
Add Accruals at beginning of quarter	-	-	-	-	-
Total	245 339 663.86	163 241 259.66	41 046 578.65	198.72	163.00
Actual capital expenditure for the quarter	51 546.00	51 546.00	-	-	-
Actual operating expenditure for the quarter	91 539 501.28	91 539 501.28	-	-	-
Section 11(4) expenditure	-	-	-	-	-
Total	91 591 047.28	91 591 047.28	-	-	-
a) to defray expenditure appropriated in terms of an approved budget.	91 591 047.28	91 591 047.28	-	-	-
b) to defray expenditure authorised in terms of section 26(4); <i>S26(4) - until a budget for the municipality is approved in terms of subsection (1), funds for the requirements of the municipality may, with the approval of the MEC for finance in the province, be withdrawn from the municipality's bank account in accordance with subsection (5)</i>	-	-	-	-	-
Was any payment made in terms of (b) Yes/No	No	No	No		
c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1); <i>S29(1) - the mayor of a municipality may in emergency or other exceptional circumstances authorise unforeseeable and unavoidable expenditure for which no provision was made in an approved budget.</i>	-	-	-	-	-
Was any payment made in terms of (c) Yes/No	No	No	No		
d) in the case of a bank account opened in terms of section 12, to make payments from the account in accordance with subsection (4) of that section; <i>S12(2) - a municipality may in terms of section 7 open a separate bank account in the name of the municipality for the purpose of a relief, charitable, trust or other fund</i>	-	-	-	-	-
Was any payment made in terms of (d) Yes/No	No	No	No		
e) to pay over to a person or organ of state money received by the municipality on behalf of that person or organ of state, including -	-	-	-	-	-
i) money collected by the municipality on behalf of that person or organ of state by agreement, or (VAT, motor vehicle licensing)	67 595 221.00	-	-	-	-
ii) any insurance or other payments received by the municipality for that person or organ of state;	-	-	-	-	-
Was any payment made in terms of (e) Yes/No	No	No	Yes		
f) to refund money incorrectly paid into a bank account;	-	-	-	-	-
Was any payment made in terms of (f) Yes/No	No	No	No		
g) to refund guarantees, sureties and security deposits; (refund of consumer deposits)	-	-	-	-	-
Was any payment made in terms of (g) Yes/No	No	No	No		
h) for cash management and investment purposes in accordance with section 13; (inter-bank transactions)	-	-	-	-	-
Was any payment made in terms of (h) Yes/No	No	No	No		
i) to defray increased expenditure in terms of section 31; or <i>S31 Shifting of funds between multi-year appropriations</i>	-	-	-	-	-
Was any payment made in terms of (i) Yes/No	No	No	No		
j) for such other purposes as may be prescribed. (making guarantees, store purchases, petty cash, loan repayments, leave payout, provisions)	-	-	-	-	-
Was any payment made in terms of (j) Yes/No	Yes	Yes	Yes	Yes	
Specify	R9401				

BANK ACCOUNT WITHDRAWALS NOT IN TERMS OF AN APPROVED BUDGET

Municipal Finance Management Act, section 11(4)

Consolidated Quarterly Report for period 01/10/2022 to 31/12/2022 (complete relevant period)

D

Date	Payee	Amount in R	Description and Purpose (including section reference e.g. sec 11(f))	Authorised by (name)
2022-12-08	Gauteng Provincial Government Road & Transport	24 000 000.00	money collected by the municipality on behalf of that person or organ of state by agreement;	Mr. M. Mathe Municipal Manager
2022-12-09	Gauteng Provincial Government Road & Transport	24 130 818.00	money collected by the municipality on behalf of that person or organ of state by agreement;	Mr. M. Mathe Municipal Manager
2022-12-21	Gauteng Provincial Government Road & Transport	19 464 404.00	money collected by the municipality on behalf of that person or organ of state by agreement;	Mr. M. Mathe Municipal Manager
TOTAL		67 595 222.00		

Instructions for completing this report:

The Accounting Officer must include information motivating the non-budgetted withdrawals, action taken to rectify the breach and identify how funding will be sourced through an Adjustments Budget. This motivation can be an additional report to council or incorporated into the table above by inserting additional space.
This report must be tabled in Council within 30 days after the end of each quarter where a withdrawal occurs.

Withdrawals that must be reported each quarter:

- Section 11(b) - Expenditure authorised by the MEC for finance in terms of section 25 (4) when a municipality has failed to approve a budget by 30 June;
- Section 11(c) - Unforeseeable and unavoidable expenditure authorised by the mayor in terms of section 29 (1);
- Section 11(d) - Payments from a trust, charitable or relief fund without budget appropriation in terms of section 12(4);
- Section 11(e) - Payments to a person or organ of state of money received by the municipality on behalf of that person or organ of state, including
 - money collected by the municipality on behalf of that person or organ of state by agreement; or
 - any insurance or other payments received by the municipality for that person or organ of state;
- Section 11(f) - Refund money incorrectly paid into a bank account;
- Section 11(g) - Refund guarantees, sureties and security deposits;
- Section 11(h) - Payments for cash management and investment purposes in accordance with section 13;
- Section 11(i) - To defray increased expenditure on a multi-year capital project in terms of section 31;
- Section 11(j) - Payments for such other purposes as may be prescribed from time-to-time.

Distribution:

- Table this report in a full council meeting, including additional motivation on action taken to rectify, within 30 days after the end of each quarter (section 11(4))
- Submit a copy to the relevant National Treasury, provincial treasury and the Auditor-General

ANNEXURE D

COST CONTAINMENT REPORT FOR QUARTER TWO 2022/23 FOR SEDIBENG DISTRICT MUNICIPALITY

(5/1/1) (2022/23)

Cluster: Finance
Portfolio: Financial Management & Budgets

1. PURPOSE

The purpose of the report is to table before the Committee the 2nd quarter cost containment report in terms of Section 62(1) (a) and 95(a) of the MFMA.

2. BACKGROUND

Sections 62(1)(a) and 95(a) of the Municipal Finance Management Act No. 56 of 2003 (MFMA) stipulates that the accounting officer of a municipality or municipal entity is responsible for managing the financial administration of a municipality and must for this purpose take all reasonable steps to ensure that the resources of the municipality are used effectively, efficiently and economically.

In terms of the legal framework, the key principles being promoted are that elected councils and accounting officers are required to institute appropriate measures to ensure that the limited resources and public funds are prudently utilised to ensure value for money is achieved. This will necessitate council policies to be aligned with the spirit and intent of the regulations, promoting the concept of cost vs benefits at all levels in the municipality and municipal entities, and to ensure that such savings can be better utilised towards improvements in service delivery

Municipalities and municipal entities must disclose cost containment measures in their in-year budget reports, and annual costs savings in their annual reports. These reports must be submitted to Council for review and resolution. This measure is to enhance transparency and local accountability.

The MCCR therefore provide a framework that is consistent with the provisions of the MFMA and other government pronouncements. The effective implementation of the MCCR is the responsibility of the municipal council, board of directors of municipal entities, municipal accounting officer and accounting officers of municipal entities. It is also intended to ensure that municipalities and municipal entities achieve value for money in utilising public resources to deliver municipal services. The MCCR applies to all officials and councillors.

DISCUSSION

The Annual Budget for the 2023 financial year was drawn up taken into consideration the cost containment regulations. The tables below will indicate the current spending patterns for the period under review where the benchmarking percentage will be at 50% per quarter.

Annexure D: Total Cost Savings Disclosure in the In-Year and Annual Report
Detail expenses per class

	Budget	Q1	Q2	Q3	Q4	Total	Percentage Saving	Benchmark Amount	Savings Amount Q1	Savings Amount Q2	Savings Amount Q3	Savings Amount Q4
Cost Containment In-Year Report Measures												
Use of consultants & Professional fees	3 587 613.00	1 357 218.15	934 402.23			2 291 620.38	-27.75%	R1 799 806.50	-835 314.90	337 501.02		
Travel and subsistence	105 385.00	10 656.87	27 062.78			37 719.65	28.42%	R52 692.50	15 689.38	-716.53		
Domestic accommodation	127 745.00	35 177.22	12 077.79			47 255.01	26.02%	R63 872.50	-3 240.97	19 858.46		
Sponsorships, events and catering	891 817.00	229 237.33	156 038.98			385 276.31	13.60%	R445 908.50	-18 383.08	78 915.27		
Other related expenditure items	83 171 823.00	11 885 027.33	15 283 793.62			27 168 820.95	34.67%	R41 585 911.50	9 669 928.42	4 747 162.13		
Total	87 894 383.00	13 517 316.90	16 413 375.40			29 930 692.30	31.89%	R43 942 191.50	8 828 778.85	5 182 720.35	0.00	0.00
Description	Budget	Curr Mth Exp	Commitment	YTD Movement	Unspent Budget	Perc	% saving/ variance	Benchmark Amount	Savings Amount			
Subtotal : employee related cost	295 644 116.00	23 662 687.18	0.00	144 506 506.61	151 137 609.39	48.87	1.13	R147 822 058.00	R3 315 551.39			
Subtotal : remuneration of councillors	14 094 991.00	1 134 692.12	0.00	6 918 749.05	7 116 241.95	49.29	0.71	R7 017 495.50	R98 746.45			
Subtotal : outsourcing services	30 487 411.00	1 034 419.16	22 804.00	5 300 482.62	25 186 928.38	17.38	32.62	R15 243 705.50	R9 943 222.88			
Subtotal : contractors	6 406 979.00	73 478.25	24 984.29	872 679.65	5 534 299.35	13.62	36.38	R3 203 489.50	R2 330 809.85			
Subtotal : operational cost	29 291 880.00	3 435 717.97	99 817.50	16 173 983.29	13 117 896.71	55.21	-5.21	R14 645 940.00	-R1 528 043.29			
Subtotal - inventory	5 559 294.00	291 612.86	75 568.46	1 806 759.67	3 752 534.33	32.48	17.51	R2 779 647.00	R972 887.33			
Subtotal : operating leases	2 828 819.00	289 148.76	61 144.00	1 149 524.24	1 679 294.76	40.63	9.37	R1 414 409.50	R264 885.26			
Subtotal : consultant and prof services	3 587 613.00	660 926.14	0.00	2 291 620.38	1 295 992.62	63.87	-13.87	R1 799 806.50	-R497 813.88			
Subtotal : transfers & subsidies	13 310 000.00	2 151 140.95	0.00	4 627 262.83	8 682 737.17	34.76	15.24	R6 655 000.00	R2 027 737.17			
Subtotal : depreciation & amortisation	11 271 875.00	0.00	0.00	0.00	11 271 875.00	0.00	50.00	R5 635 937.50	R5 635 937.50			
TOTAL : EXPENDITURE	412 422 978.00	32 733 823.39	284 318.25	183 647 568.34	228 775 409.66	44.52	5.48	R206 211 489.00	R22 563 920.66			

3. ALIGNMENT WITH COUNCIL STRATEGIES

This report is aligned to the cost containment regulation and policies

4. FINANCIAL IMPLICATIONS

The overall cost saving for the 2nd quarter is at 5.48%

5. LEGAL IMPLICATIONS

Good governance and compliance with cost containment regulations

RECOMMENDED

1. THAT the report be noted for information purposes



**ACTING CHIEF FINANCIAL OFFICER
MR. CE STEYN**

2023/01/12

DATE



**MUNICIPAL MANAGER
MR. M MATHE**

12/01/2023

DATE