

CAPE AGULHAS MUNICIPALITY



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CAPE AGULHAS MUNICIPALITY
U MASIPALA WASECAPE AGULHAS

2022/2023

**SECTION 52 REPORT FOR THE QUARTER
ENDING 31 DECEMBER 2022
(Section 71 report incorporated)**

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To The Executive Mayor

In accordance with **Section 71(1)** of the Municipal Finance Management Act, I submit the required statement on the state of Cape Agulhas Municipality's budget implementation and the financial state of the municipality's affairs reflecting the particulars up until the end of **31 December 2022**.

52. The mayor of a municipality—

(d) 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 of affairs of the municipality.

Section 54(1) of the MFMA requires the Mayor of a municipality to take certain actions on the receipt of this report to ensure that the approved budget is implemented in accordance with the projections contained in the Service Delivery and Budget Implementation Plan.

Recommendations

- The content of the **quarterly report for the 2nd quarter ending 31 December 2022** and supporting documentation for the consolidated period be noted.
- It be noted that the directors ensure that the budget is implemented in accordance with the Service Delivery and Budget Implementation Plan projections and in accordance with the approved budget.
- It be noted that any material variances will receive remedial or corrective steps.

1. INTRODUCTION

2.1 PURPOSE

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in Government Gazette No 32141 of 17 April 2009 (Municipal budgeting and reporting requirements).

2. STRATEGIC OBJECTIVE

“To comply with MFMA priorities as well as MFMA implementation plan”.

BACKGROUND

Section 71 of the MFMA and Section 28 of Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” necessitate that specific financial particular be reported on and in the format prescribed, hence this report to meet legislative compliance.

“Section 52(d) of the MFMA states that, the executive 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 of affairs of the municipality.

However, section 71 of the MFMA states 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 treasury a statement in the prescribed format on the implementation of the municipality’s approved budget”.

“Section 28 of the Government Notice 32141, the monthly budget statement of a municipality must be in the format specified in Schedule C and include all required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act”.

Section 54 of the MFMA requires the Mayor to consider the Section 71 report and take appropriate action to ensure that the approved budget is implemented in accordance with the SDBIP.

3. MAYOR'S SUMMARY

The Budget and Reporting regulations become effective during April 2009 and the municipality is obliged to report in the prescribed format to National & Provincial Treasury, the Executive Mayor and council accordingly.

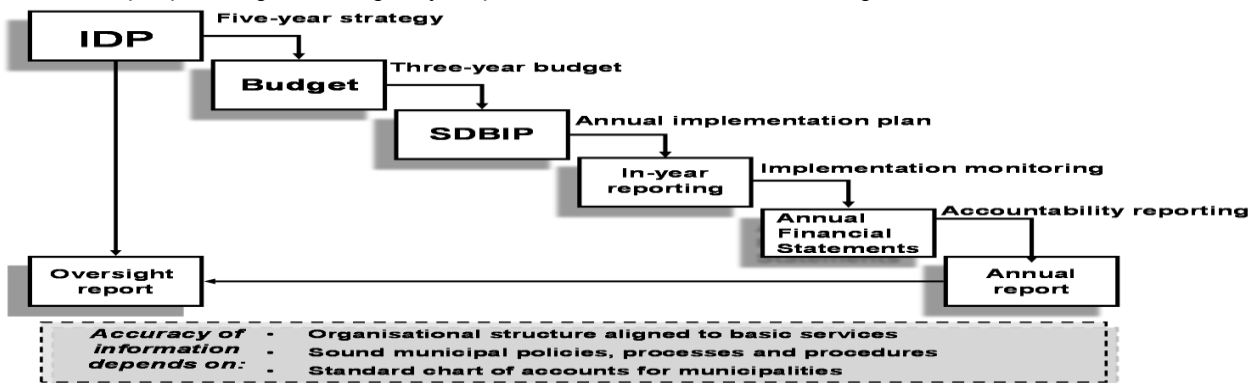
3.1 Budget Process:

Section 53(1)(a) of the MFMA stipulates that the Executive Mayor of the Municipality must provide general political guidance over the budget process and the priorities that must guide the preparation of a budget.

The flowchart on the budget process basically reflecting three different processes in the budget cycle at the same time, namely:

- Reporting on the previous year budget.
- Current year budget implementation; and
- Preparation of the new financial year's budget (including the budget estimates for the two outer financial years)

The municipal planning and budget cycle processes consist of the following:



The Auditor General of South Africa completed and finalized the municipal audit for the 2021/22 financial year. Due to numerous challenges experienced by both parties, municipality as well as the AGSA the audit process could not be complete and conclude as per the legislated date of 30 November per MFMA requirements.

The AG undertakes its intention to ensure that the audit report will be issued during January 2023. At this stage although no serious challenges / issues are anticipated with the audit results. This is testimony of the good administrative leadership from the Executive management team.

The municipality is currently in process of compiling its **Mid-Year Adjustment Budget and Performance Assessments** for 2022/23. As part of the review and performance assessment process, must the accounting officer make recommendations as to whether an Adjustment Budget is necessary. An Adjustment Budget is required to ensure that the council achieved their legislated mandate as per approved IDP and Strategic Objectives. The Adjustment Budget 2022/23 must be tabled to Council latest 28 February 2023.

4. SUMMARY FINANCIAL PERFORMANCE

Revenue performance

The reported performance for the period ending 31 December corresponds with the Mid-year review of the financial and non-financial as per MFMA requirements. This assessment also forms the basis for motivation of the Adjustment budget if needed and justified.

For the period revenue reflecting at R176,8m from its budget of R417,3m equivalent to 42% of budget received. Income from service charges together with property rates constitutes the main internal revenue sources of the municipality. The detailed analysis of these sources will be instituted with the completion of the S72 report as per mid-year assessment requirements.

More details to follows.

Expenditure performance

For the period ending 31 December 2022 totals reflects as R171,382m operational expenditures against a budget of R409,161m. The main expenditures categories contribute the bulk of these expenses mainly Employee related cost and Bulk purchases electricity. These categories account for 76.3% of total expenditures to date.

The current trend for the period ending 31 December indicates a significant increase in cost items that is outside of the control of the municipality, but essential for service delivery to the community.

The current trend relating to the loadshedding and electricity crises experienced over the December holidays period significantly impact municipal operational cost. Increases in Fuel usage and prices, cost associated with the renting of generators as well as additional employee related cost with respect to the ensuring of operational function significantly impact the municipal budget.

These items will needs to be addressed as part of the Mid-year budget process.

Capital performance

The capital performance reports at R10m for the period ending 31 December 2022. We experienced a small glitch in the financial system and the information reported did not include all capital items.

Capital items totals R14.547m without the commitments currently on the system of R9m for a combined spending of 34% of approved budgeted totals. This is a significant improvement on previous periods that mostly reflects below 25% of budget at the end of December.

The municipal manager together with directors is significantly pushing for improved capital spending earlier in the financial year to ensure services is delivered to the community as per public communication.

The impact of the load shedding will however force the municipality to review the capital budget in total to ensure more funds can be allocated to increase the municipal capacity with respect to the continuous delivery of electricity by means of generators at the key municipal facilities.

This will be done as part of the Adjustment and mid-year budget review process.

5. VARIANCE ANALYSIS BASED ON C4 BUDGET SUMMARY

Analysis of variance on the C4 report with a 10% variance on the performance of the municipality.

Financial Performances

Revenue items

Electricity Revenue (-25%)

The impact of loadshedding on the municipal ability to sell electricity services is significantly impact the income reported from the sale of electricity. Electricity has historically been used as a cross-subsidizing revenue source and lower than projected sales will also impact on other departments expense categories. This currently poses a significant risk to the municipal overall performance and will be reviewed and monitored with the S72 mid-year budget process.

Water Revenue (-11%)

The impact of the Environmental drought conditions resulted in the municipality issuing various notices to the community relating to the usage of water. Although the summer holidays periods normally correspond with increased usage due to the influx of tourist the revenue reported underperformance with year-to-date projections. This will be monitored, and the impact of the December holidays period will only be reflected with the January billing periods.

Sanitation Revenue (-18%)

The performance for sanitation services for the year-to-date reflects negative. The impact of the holiday December period should significantly improve the performance. This will be reported in the following reporting period and corrections / amendments process if needed.

Rental of facilities and equipment (-14%)

Rental income reflects the income from the municipal resorts as well as the renting of various municipal facilities and buildings.

The municipality lately provided various incentives to different stakeholders who visited the municipal areas as well as for other recreational and sport activities. The current trend where municipal facilities is provided to these organizations free of charge or reduced tariff also impacted on the performance.

The municipal resorts also need to review its booking policies. Numerous facilities are only available for booking for set periods of example 14 days continuously. However, with the changing consumer behavior more individuals require accommodation for shorter periods or on short notice. These bookings are not always accommodated also resulted in loss of income. Administration will need to review some of the policies and rules to ensure staying up to date with the changing consumer. This should be address as part of the bigger promoting of Cape Agulhas as holiday / preferred destination to citizens outside of the municipal areas.

Interest earned – External investments (+153%)

The interest earned on external investment is much more than the budget to date. The budget item needs to be reviewed and adjusted a more accurate amount. It is the municipality's practice to ensure that cash not needed in the immediate operational requirements is invested over the short-term period to ensure optimal use of cash resources.

Fines, penalties and forfeits (-82%)

The performance of the Traffic department relating to the collection of fines is currently a high risk and on numerous agendas. Urgent intervention is needed to improve the functioning of the department. This is also monitored by the Audit committee and various other platforms. To date limited successes was achieved with the implementation of strategies.

This is reflected in the low income reported for fines revenues with a significant underperformance on the already reduced budget.

Transfers and Subsidies (-54%)

Revenues recognition transactions needs to be processed. This is also impacted by the spending of grant received who currently reflect slow / low performance to date.

Expenditure items

Debt impairment (-100%)

Debt impairment refers to the bad debts on basic services or fines written off. The process of accounting for debt impairment needs to be implemented on a more consistent basis to ensure updated information

Finance charges (-100%)

Finance charges relates to the provision for Employees related cost finance components as well as the repayment of external financing. The repayment of borrowings is processed in December and June yearly. These transactions need to be recorded to reflect accurate information. Expenditure department is in the process and should improve with the next reporting cycle.

Contracted services (-56%)

The load shedding and continues increases in fuel prices resulted in numerous virements required to accommodate the operational requirements of the municipality over the holiday periods. Generators was required to be rented that also impacted on the performance of the contracted services.

This is one of the reviewed items on the agenda with the mid-year review process.

Other expenditure (-16%)

All other expenditures categories will be reviewed and monitored as part of the mid-year review process. With the performance for six months concluded the municipality needs to ensure that budgeted provisions is only included for items that will improve service delivery in the community and non-essential spending is limited or reduced.

6. COUNCIL – EQUITABLE SHARE ALLOCATION FUNDING

Equitable share is a allocation received from National Government as part of the yearly Budget allocations of government as communicated in the yearly budget speech of the Minister of Finance during February yearly.

The Equitable share allocation is a Schedule 3 and based on the yearly DORA Division of Revenue Act the allocation formulae - **$LGES = BS + (I + CS) \times RA \pm C$**

where

- LGES is the local government equitable share
- BS is the basic services component
- I is the institutional component
- CS is the community services component
- RA is the revenue adjustment factor
- C is the correction and stabilisation factor

The basic services component

This component helps municipalities provide free basic water, sanitation, electricity and refuse removal services to households that fall below an affordability threshold. Following municipal consultation, the formula's affordability measure (used to determine how many households need free basic services) is based on the level of two state old age pensions.

The subsidy includes funding for the provision of

- ✓ free basic water (six kilolitres per poor household per month),
- ✓ energy (50 kilowatt-hours per month) and
- ✓ sanitation and refuse removal (based on service levels defined by national policy).

The institutional component

To provide basic services to households, municipalities need to be able to run a basic administration. Most municipalities should be able to fund the majority of their administration costs with their own revenue but because poor households are not able to contribute in full, the equitable share includes an institutional support component to help meet some of these costs.

The community services component

This component funds services that benefit communities rather than individual households (which are provided for in the basic services component). It includes funding for municipal health services, fire services, municipal roads, cemeteries, planning, storm water management, street lighting and parks.

The revenue adjustment factor

A revenue adjustment factor is applied to the institutional and community services components of the formula to ensure that the funds assist municipalities that are least likely to be able to fund these functions from their own revenue.

Correction and stabilisation factor

Providing municipalities with predictable and stable equitable share allocations is one of the principles of the equitable share formula. Indicative allocations are published for the second and third years of the MTEF period to ensure predictability. To provide stability for municipal planning, while giving national

government flexibility to account for overall budget constraints and amend the formula, municipalities are guaranteed to receive at least 90 per cent of the indicative allocation for the middle year of the MTEF period.

The municipality received the following allocation in term of Equitable share for the MTREF period:

2022/23	2023/24	2024/25
R37,037,000	R39,750,000	R42,171,000

The funds are used to fund the following expenditures in the municipal budget with year-to-date expenditures as follows:

	TOTAL BUDGET	YTD ACTUALS	%
FREE BASIC SERVICES - WATER	10 723 800,00	5 692 190,60	53,08
FREE BASIC SERVICES - SANITATION	6 073 300,00	2 619 176,51	43,13
FREE BASIC SERVICES - REFUSE REMOVAL	8 652 400,00	3 751 755,46	43,36
FREE BASIC SERVICES - ELECTRICITY	-	12 937,55	
FREE BASIC SERVICES - ELECTRICITY (ESKOM)	601 650,00	289 632,27	48,14
	26 051 150,00	12 365 692,39	47,47

It is evident from above table that 70% of municipal Equitable Share has been allocated for the provision of free basic services. For the period ended 31 December 2022 an amount of R12.4m has been spent which is equivalent to 47.5% of Budgeted amount of R26m.

7. MFMA LEGISLATED DUE DATES / LIST OF ACTIVITIES

THE FOLLOWING LIST OF ACTIVITIES IS DUE FOR THE REPORTING MONTH OF DECEMBER 2022 IN TERMS OF LEGISLATION

<u>LEGISLATIVE REFERENCE</u>	<u>DATE</u>	<u>ACTIVITY</u>	<u>STATUS</u>
Section 126	December	AFS audit process	Audit conclude – Audit opinions outstanding
Section 71	14 December	Monthly budget statement (FMR) – 10 th working day to Mayor / Provincial / National Treasury	Complete
Section 74	14 December	Cash Management Reporting – Provincial Treasury	Complete

THE FOLLOWING LIST OF ACTIVITIES IS DUE FOR THE REPORTING MONTH OF JANUARY 2023 IN TERMS OF LEGISLATION

<u>LEGISLATIVE REFERENCE</u>	<u>DATE</u>	<u>ACTIVITY</u>	<u>STATUS</u>
Section 53	16 January	Submit SDBIP to Provincial Treasury	Complete
Section 71	16 January	Monthly budget statement (FMR) – 10 th working day to Mayor / Provincial / National Treasury	Complete
Section 74	16 January	Cash Management Reporting – Provincial Treasury	Complete
Section 72	25 January	Mid-Year Budget and Performance Assessment – Council / Provincial/ National Treasury	Complete
Section 11	31 January	Quarterly withdrawals and report – Submitted to Council and Provincial Treasury	Complete

8. INVESTMENT PORTFOLIO

WC033 CAPE AGULHAS MUNICIPALITY							
CASH FLOW INFORMATION IN TERMS OF PROVINCIAL CIRCULAR 10 & 50							
DETAILS	Balance as at 01 December 2022	Movements for the month			Balance as at 31 December 2022	Interest earned	Interest earned
		Investments matured	Investments made	Interest capitalised			
Municipality							
<i>Interest Received YTD</i>	-				-		
<i>Standard Bank</i>	15 000 000	15 000 000	20 000 000		20 000 000	105 000	362 835
<i>FNB</i>	34 200 000	-	-		34 200 000	234 551	621 521
ABSA (CRR)	34 626 050	-	-		34 626 050	232 621	766 620
Nedbank (CRR)	5 000 000	5 000 000	10 000 000		10 000 000	41 233	273 602
<i>ABSA (ESKOM Deposit)</i>	1 254 000	-	-		1 254 000	5 164	20 493
<i>ABSA (ESKOM Deposit)</i>	2 535 000	-	-		2 535 000	10 442	41 431
<i>Nedbank</i>	-	-	-		-	-	-
<i>Investec</i>	-	-	-		-	-	-
	-				-		
BANK DEPOSITS	92 615 050	20 000 000	30 000 000	-	102 615 050	629 011	2 086 503

9. EXTERNAL BORROWING PORTFOLIO

Name of municipality		Cape Agulhas Municipality								
<u>SUMMARY OF EXTERNAL LOANS FOR MONTH - 31 December 2022</u>										
Lending Institution	Loan Number	Loan start date	Loan settlement date	Loan Amount	Repayment installment	Balance 01 December 22	Interest 31 December 2022	Capital Repayment 31 December 22	Total Payment 31 December 2022	Balance 31 December 22
ABSA - Infrastr. (Old Nostra)	3044713107	30 June 2016	30 June 2026	1 200 000,00	200 393,14	636 613,49	34 590,97	65 603,60	100 194,57	571 009,89
ABSA - Various	3046537820	06 July 2017	30 June 2027	2 400 000,00	385 310,66	1 485 480,32	75 226,46	117 428,87	192 655,33	1 368 051,45
Nedbank - Infrastructure Medium Term	INFRA 4	27 June 2019	30 June 2024	4 120 000,00	1 034 895,46	1 648 000,00	76 841,95	412 000,00	488 841,95	1 236 000,00
Nedbank - Infrastructure Long Term	INFRA 2	26 June 2018	30 June 2028	7 000 000,00	1 189 186,36	4 200 000,00	217 945,48	350 000,00	567 945,48	3 850 000,00
Nedbank	Asset Finance	26 June 2019	30 June 2024	2 880 000,00	723 422,06	1 152 000,00	53 714,76	288 000,00	341 714,76	864 000,00
Nedbank - Infrastructure	INFRA 1	26 June 2018	30 June 2023	3 000 000,00	701 338,84	600 000,00	28 999,23	300 000,00	328 999,23	300 000,00
Nedbank - Infrastructure	INFRA 3	27 June 2019	30 June 2029	10 000 000,00	1 769 003,84	7 000 000,00	348 151,23	500 000,00	848 151,23	6 500 000,00
Std Bank - Motor Vehicle Fleet	Medium (655414)	29 June 2021	30 June 2024	4 800 000,00	1 776 574,16	3 296 455,25	142 051,93	786 808,64	928 860,57	2 509 646,61
Std Bank - New and Upgrade Infrastructure	Asset (655433)	29 June 2021	30 June 2026	2 318 000,00	548 085,44	1 910 551,55	84 054,34	213 503,87	297 558,21	1 697 047,68
Std Bank - New and Upgrade Infrastructure	Long (655414)	29 June 2021	30 June 2031	27 082 000,00	3 631 866,70	25 033 738,11	1 053 659,76	1 070 394,33	2 124 054,09	23 963 343,78
FNB - Motor Vehicle Fleet		27 June 2022	30 June 2027	8 542 000,00	2 050 737,06	8 542 000,00	356 186,28	724 842,50	1 081 028,78	7 817 157,50
FNB - New and Upgrade Infrastructure		27 June 2022	30 June 2027	4 091 200,00	983 738,50	4 091 200,00	171 897,14	346 657,43	518 554,57	3 744 542,57
FNB - New and Upgrade Infrastructure		27 June 2022	30 June 2032	21 992 850,00	3 089 685,76	21 992 850,00	921 726,44	781 775,60	1 703 502,04	21 211 074,40
Total					11 960 076,66	81 588 888,72	3 565 045,97	5 957 014,84	9 522 060,81	75 631 873,88

10. CASH AND CASH COMMITMENTS / LIQUIDITY ASSESSMENT

As part of the Provincial Treasury legislated oversight responsibilities the municipality is required to report on Cash and Cash Commitments relating to the available cash balance at the end of the reporting period. A report is submitted to Treasury reflecting the available cash with related commitments as required.

Please find below the detail report as per Cash Management commitments as follows:

WC033 - CAPE AGULHAS MUNICIPALITY		
REPORTING MONTH:		31 December 2022
Commitments against Cash & Cash Equivalents		
DESCRIPTION	Previous Month R'000	Current Month R'000
Cash & Cash Equivalents	135 796	162 180
Commitments:	122 296	117 296
Unspent Loans	33 801	33 801
Unspent Grants	24 743	25 050
Capital Funding Requirement (cash resources)		
Capital Replacement Reserve	49 626	44 626
Loan repayment due 30 June	-	-
Projected salary	-	-
Projected creditors	5 027	4 372
Capital commitment outstanding	9 099	9 447
Year-end creditor payments (partly funded)		
Surplus / (Deficit)	13 500	44 884

11. DEBTORS MANAGEMENT / INTERVENTIONS

Detail	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
Debtors Age Analysis By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	3 652 045	1 349 088	729 404	1 199 069	1 564 293	663 977	1 869 574	1 075 018	12 102 468
Trade and Other Receivables from Exchange Transactions - Electricity	9 197 416	3 108 935	574 520	700 969	578 552	293 788	1 155 261	1 316 447	16 925 888
Receivables from Non-exchange Transactions - Property Rates	4 787 211	1 067 860	460 225	595 059	807 652	2 477 030	1 084 657	3 611 134	14 890 828
Receivables from Exchange Transactions - Waste Water Management	1 565 061	644 345	413 716	683 681	1 062 498	365 925	1 033 457	632 827	6 401 510
Receivables from Exchange Transactions - Water Management	2 500 833	883 004	560 357	917 921	1 368 058	505 177	1 442 157	1 017 137	9 194 644
Receivables from Exchange Transactions - Property Rental Debtors	58 887	810 220	264 541	70 951	70 032	181 106	560 545	763 177	2 779 459
Interest on Arrear Debtor Accounts	257 208	196 800	157 968	275 537	544 906	118 055	583 760	954 712	3 088 946
Recoverable unauthorised or irregular or fruitless and wasteful Expenditure	-	-	-	-	-	-	-	-	-
Other	- 3 525 410	69 545	116 795	105 779	130 340	31 171	257 999	241 827	- 2 571 954
Total By Income Source	18 493 251	8 129 797	3 277 526	4 548 966	6 126 331	4 636 229	7 987 410	9 612 279	62 811 789
Debtors Age Analysis By Customer Group									
Organs of State	- 112 794	249 131	144 366	119 177	100 592	93 476	567 747	1 453 283	2 614 978
Commercial	6 271 102	3 349 407	557 504	431 957	342 394	412 936	711 979	2 368 833	14 446 112
Households	12 338 329	4 527 190	2 574 610	3 988 670	5 681 865	4 109 970	6 702 181	5 731 285	45 654 100
Other	- 3 386	4 069	1 046	9 162	1 480	19 847	5 503	58 878	96 599
Total By Customer Group	18 493 251	8 129 797	3 277 526	4 548 966	6 126 331	4 636 229	7 987 410	9 612 279	62 811 789

The age analysis for debtors reported that a total of R62.8m of debt is outstanding for the reporting period.

Currently the municipality implemented the following initiatives in terms of debt collection:

Month on month comparisons of the outstanding debt balance of R62.8m compared to the R61.08m for the previous month.

Analysing the debtors result in the following –

- Increase in debtors with balance for the period over 120 days, these are sensitive debtors cause the ability to collect the monies diminished the longer the debt is outstanding.
- The balance on yearly property rates collections is showing signs of Risk – Consumers that indicate that they will pay property rates yearly have until the end of October to settle the accounts. However, analysing the property rates balance reflects on increase in November as well as December indicating slow / low levels of recovery.
- The biggest culprit of these non-payers is households, and as indicate above the ability to recover the monies with the additional financial and social pressures on household diminish the longer the funds is outstanding.
- This needs to be monitored and follow-up with the Revenue collection mechanism in the operation.

The collection for the month of December 2022 totals 96.97% that is slightly above the National norm of 95%. This is still healthy bar the above risk identified.

12. mSCOA IMPLEMENTATION

On an annual basis, the mSCOA chart is reviewed to address implementation challenges and correct chart related errors. Version 6.7 of the chart will be effective from 2023/24 and must be use to compile the next MTREF 2023/24.

The new budget of municipality will be required to ensure that a more formal steering committee are being implemented again.

The implementation plan also needs to be reviewed and updated to ensure more focused attention can be given to ensure compliance with the latest financial reforms introduced by National Treasury.

The implementation of MSCOA requirements is a continuous process with many challenges already addressed.

13. COST CONTAINMENT REGULATION AND CIRCULAR REQUIREMENTS

National Treasury as part of the drive for more efficient use of government resources introduced the **Local Government: Municipal Cost Containment regulation (MCCR)** promulgated on the 7 June 2019 with effective date of **1 July 2019**.




Cost containment means measures are implemented to curtail government spending in terms of the regulations. As part of the regulation municipalities is required to report as part of the in-year reporting mechanisms of the MFMA to the municipal council's relating to **COST CONTAINMENT** initiatives implemented. Numerous other requirements were also introduced that enforce reviewed of municipal policies and documentation as well as business processes. These will be implemented by the Chief Financial Officer as required.

Below the standardised report relating to **Cost containment measures** implemented by the municipality.

Total cost saving disclosure in the In-year report								
COST CONTAINMENT IN-YEAR REPORT - 31 DECEMBER 2022								
MEASURES	APPROVED BUDGET	Q1 - 30 Sept	Q2 - 31 Dec	Q3 - 31 Mrch	Q4 - June	YTD TOTAL	Unspent	% Spent
<i>Use of Consultants</i>	6 709 600,00	1 018 229,16	2 031 176,79	-	-	3 049 405,95	3 660 194,05	45,4%
<i>Use of RME contractors</i>	9 480 600,00	1 085 806,82	1 572 793,09	-	-	2 658 599,91	6 822 000,09	28,0%
<i>Travel and subsistence</i>	356 540,00	61 470,85	98 247,47	-	-	159 718,32	196 821,68	44,8%
<i>Domestic accommodation</i>	231 100,00	29 569,24	50 062,95	-	-	79 632,19	151 467,81	34,5%
<i>Sponsorship, events and catering</i>	181 700,00	37 783,61	33 453,55	-	-	71 237,16	110 462,84	39,2%
<i>Communication</i>	377 800,00	85 585,14	116 859,65	-	-	202 444,79	175 355,21	53,6%
<i>Other related expenditures</i>	1 035 500,00	187 745,31	165 534,41	-	-	353 279,72	682 220,28	34,1%
Total	18 372 840,00	2 506 190,13	4 068 127,91	-	-	6 574 318,04	11 798 521,96	35,8%

The administration as part of the strategic planning and processes needs to review the approach followed with respect to the implementation of the Cost containment measures and policy. This needs to be escalate to higher priority on the radar screens to ensure that the municipality will ensure that long-term benefits can achieved with the implementation of these measures.

14. SECTION 11 (4) MFMA WITHDRAWALS

 PROVINCIAL TREASURY Withdrawals from Municipal Bank Accounts In accordance with Section 11, Sub-section 1 (b) to (j) 		
NAME OF MUNICIPALITY:	CAPE AGULHAS MUNICIPALITY	
MUNICIPAL DEMARCATION CODE:	WC033	
QUARTER ENDED:	31 DECEMBER 2022	
MFMA section 11. (1) Only the <i>accounting officer</i> or the <i>chief financial officer</i> of a <i>municipality</i> , or any other senior financial <i>official</i> of the <i>municipality</i> acting on the written authority of the <i>accounting officer</i> may withdraw money or authorise the withdrawal of money from any of the <i>municipality's</i> bank accounts, and may do so only -	Amount	Reason for withdrawal
		Payment of Operational and Capital expenditures.
(b) to defray expenditure authorised in terms of section 26(4);	Not Applicable	
(c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1);	None	None
(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;	None	None
(e) to pay over to a person or organ of state money received by the <i>municipality</i> on behalf of that person or organ of state, including -	None	None
(i) money collected by the <i>municipality</i> on behalf of that person or organ of state by agreement; or	None	None
(ii) any insurance or other payments received by the <i>municipality</i> for that person or organ of state;	None	None
(f) to refund money incorrectly paid into a bank account;	None	None
(g) to refund guarantees, sureties and <i>security</i> deposits;	None	None
(h) for cash management and <i>investment</i> purposes in accordance with section 13;	R85m	Q2 consolidated investments (Roll-over)
(i) to defray increased expenditure in terms of section 31; or	None	None
(j) for such other purposes as may be <i>prescribed</i> . .	None	None
(4) The <i>accounting officer</i> must within 30 days after the end of each <i>quarter</i> -	Name and Surname: EO PHILLIPS	
(a) table in the <i>municipal council</i> a consolidated report of all withdrawals made in terms of subsection (1)(b) to (j) during that <i>quarter</i> ; and	Rank/Position: Municipal Manager	
(b) submit a copy of the report to the relevant <i>provincial treasury</i> and the <i>Auditor-General</i> .	Signature: 	
Tel number	Fax number	Email Address
028 425 5500		shauns@capeagulhas.gov.za
<p>The completed form must reach Mr Edwin Nkuna at the Provincial Treasury, Private Bag x 9165, 7 Wale Street, Cape Town, 8000, Tel: 021 483 8662, Fax 021 483 8623, Email: enkuna@pgwc.gov.za on or before the 15th of the month following the end of each quarter.</p>		

PART B

15. LEGISLATED INFORMATION

WC033 Cape Agulhas - Table C1 Monthly Budget Statement Summary - M06 December

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	81 031	81 511	-	-	51 260	53 474	(2 214)	-4%	81 511
Service charges	223 789	241 821	-	-	95 555	120 910	(25 355)	-21%	241 821
Investment revenue	4 783	2 506	-	-	3 167	1 253	1 914	153%	2 506
Transfers and subsidies	48 416	53 037	-	-	17 331	37 636	(20 305)	-54%	53 037
Other own revenue	35 277	38 439	-	-	9 478	19 219	(9 741)	-51%	38 439
Total Revenue (excluding capital transfers and contributions)	393 296	417 313	-	-	176 791	232 492	(55 702)	-24%	417 313
Employee costs	157 389	167 932	-	-	69 834	87 992	(18 159)	-21%	167 932
Remuneration of Councilors	5 577	5 777	-	-	2 388	2 889	(501)	-17%	5 777
Depreciation & asset impairment	19 950	10 827	-	-	4 511	5 414	(902)	-17%	10 827
Finance charges	9 430	6 564	-	-	-	3 282	(3 282)	-100%	6 564
Inventory consumed and bulk purchases	130 834	140 289	-	-	70 611	72 770	(2 158)	-3%	140 289
Transfers and subsidies	2 354	2 361	-	-	1 208	1 181	27	2%	2 361
Other expenditure	60 934	75 411	-	-	22 831	39 077	(16 246)	-42%	75 411
Total Expenditure	386 468	409 161	-	-	171 382	212 604	(41 221)	-19%	409 161
Surplus/(Deficit)	6 828	8 152	-	-	5 409	19 889	(14 480)	-73%	8 152
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	25 102	31 504	-	-	785	17 865	(17 080)	-96%	31 504
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind all)	365	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	32 295	39 656	-	-	6 194	37 754	(31 560)	-84%	39 656
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	32 295	39 656	-	-	6 194	37 754	(31 560)	-84%	39 656
Capital expenditure & funds sources									
Capital expenditure	72 502	70 616	-	-	10 084	37 619	(27 535)	-73%	70 616
Capital transfers recognised	24 729	28 004	-	-	2 214	16 801	(14 587)	-87%	28 004
Borrowing	13 937	19 088	-	-	2 955	7 660	(4 704)	-61%	19 088
Internally generated funds	33 836	23 524	-	-	4 914	13 158	(8 244)	-63%	23 524
Total sources of capital funds	72 502	70 616	-	-	10 084	37 619	(27 535)	-73%	70 616
Financial position									
Total current assets	188 717	257 356	-	-	202 780				257 356
Total non current assets	543 139	629 471	-	-	565 798				629 471
Total current liabilities	67 616	94 374	-	-	103 989				94 374
Total non current liabilities	174 425	180 407	-	-	180 910				180 407
Community wealth/Equity	491 908	612 047	-	-	483 678				612 047
Cash flows									
Net cash from (used) operating	(107 499)	48 052	-	-	17 988	16 687	(1 301)	-8%	48 052
Net cash from (used) investing	(36 203)	(55 616)	-	-	(16 937)	(30 119)	(13 182)	44%	(55 616)
Net cash from (used) financing	34 626	13 330	-	-	238	(2 879)	(3 117)	108%	13 330
Cash/cash equivalents at the month/year end	284	125 110	123 457	-	124 745	107 146	(17 599)	-16%	129 223
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	16 493	8 130	3 278	4 549	6 126	4 636	7 987	9 612	62 812
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

WC033 Cape Agulhas - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		158 928	153 811	-	-	71 976	102 827	(30 851)	-30%	153 811
Executive and council		33 385	37 037	-	-	14 444	28 871	(14 427)	-50%	37 037
Finance and administration		125 543	116 774	-	-	57 532	73 956	(16 424)	-22%	116 774
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		14 160	16 790	-	-	6 273	8 423	(2 150)	-26%	16 790
Community and social services		7 259	7 463	-	-	1 780	3 760	(1 980)	-53%	7 463
Sport and recreation		6 726	8 483	-	-	4 395	4 241	154	4%	8 483
Public safety		-	-	-	-	-	-	-	-	-
Housing		175	844	-	-	98	422	(324)	-77%	844
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		9 663	11 054	-	-	2 997	5 527	(2 530)	-46%	11 054
Planning and development		3 979	3 180	-	-	1 026	1 590	(564)	-35%	3 180
Road transport		3 415	4 045	-	-	1 638	2 022	(385)	-19%	4 045
Environmental protection		2 268	3 830	-	-	334	1 915	(1 581)	-83%	3 830
<i>Trading services</i>		236 013	267 163	-	-	96 330	133 581	(37 251)	-28%	267 163
Energy sources		151 470	174 959	-	-	63 101	87 479	(24 378)	-28%	174 959
Water management		43 259	49 444	-	-	14 841	24 722	(9 881)	-40%	49 444
Waste water management		17 308	18 314	-	-	7 388	9 157	(1 769)	-19%	18 314
Waste management		23 975	24 446	-	-	11 000	12 223	(1 224)	-10%	24 446
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	418 763	448 817	-	-	177 576	250 358	(72 781)	-29%	448 817
Expenditure - Functional										
<i>Governance and administration</i>		115 302	118 757	-	-	51 284	62 170	(10 885)	-18%	118 757
Executive and council		15 457	15 017	-	-	7 794	8 352	(557)	-7%	15 017
Finance and administration		98 233	101 909	-	-	42 703	52 857	(10 154)	-19%	101 909
Internal audit		1 612	1 831	-	-	787	961	(173)	-18%	1 831
<i>Community and public safety</i>		31 858	35 897	-	-	13 698	18 600	(4 902)	-26%	35 897
Community and social services		10 913	13 061	-	-	5 281	6 831	(1 551)	-23%	13 061
Sport and recreation		14 188	14 957	-	-	5 608	7 716	(2 108)	-27%	14 957
Public safety		3 625	4 082	-	-	1 354	2 082	(728)	-35%	4 082
Housing		3 133	3 798	-	-	1 456	1 970	(514)	-26%	3 798
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		42 028	48 039	-	-	16 468	25 013	(8 545)	-34%	48 039
Planning and development		12 791	15 157	-	-	5 672	7 985	(2 313)	-29%	15 157
Road transport		21 578	21 625	-	-	8 247	11 228	(2 981)	-27%	21 625
Environmental protection		7 659	11 258	-	-	2 549	5 800	(3 251)	-56%	11 258
<i>Trading services</i>		197 280	206 467	-	-	89 932	106 821	(16 889)	-16%	206 467
Energy sources		129 515	140 202	-	-	67 982	72 934	(4 952)	-7%	140 202
Water management		26 168	24 946	-	-	9 600	12 786	(3 186)	-25%	24 946
Waste water management		15 859	13 701	-	-	5 750	7 036	(1 285)	-18%	13 701
Waste management		25 738	27 619	-	-	6 599	14 065	(7 466)	-53%	27 619
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	386 468	409 161	-	-	171 382	212 604	(41 221)	-19%	409 161
Surplus/ (Deficit) for the year		32 295	39 656	-	-	6 194	37 754	(31 560)	-84%	39 656

WC033 Cape Agulhas - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - COUNCIL & EXECUTIVE ADMINISTRATION	1	38 743	39 493	-	-	15 390	30 099	(14 709)	-48.9%	39 493
Vote 2 - FINANCIAL SERVICES & IT DIRECTORATE		105 295	102 630	-	-	56 218	64 808	(8 590)	-13.3%	102 630
Vote 3 - MANAGEMENT SERVICES DIRECTORATE		5 684	7 874	-	-	1 972	3 937	(1 966)	-49.9%	7 874
Vote 4 - MANAGEMENT SERVICES DIRECTORATE2		14 363	17 115	-	-	6 381	8 586	(2 205)	-25.7%	17 115
Vote 5 - ENGINEERING SERVICES DIRECTORATE		252 350	279 679	-	-	96 900	141 915	(45 015)	-31.7%	279 679
Vote 6 - ENGINEERING SERVICES DIRECTORATE2		2 329	2 027	-	-	717	1 013	(297)	-29.3%	2 027
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	418 763	448 817	-	-	177 576	250 358	(72 781)	-29.1%	448 817
Expenditure by Vote										
Vote 1 - COUNCIL & EXECUTIVE ADMINISTRATION	1	39 972	40 961	-	-	18 371	21 954	(3 583)	-16.3%	40 961
Vote 2 - FINANCIAL SERVICES & IT DIRECTORATE		67 162	70 541	-	-	27 259	36 521	(9 262)	-25.4%	70 541
Vote 3 - MANAGEMENT SERVICES DIRECTORATE		20 847	25 207	-	-	7 865	13 018	(5 153)	-39.6%	25 207
Vote 4 - MANAGEMENT SERVICES DIRECTORATE2		33 638	38 143	-	-	14 907	19 805	(4 897)	-24.7%	38 143
Vote 5 - ENGINEERING SERVICES DIRECTORATE		198 914	208 266	-	-	90 577	107 776	(17 200)	-16.0%	208 266
Vote 6 - ENGINEERING SERVICES DIRECTORATE2		25 935	26 043	-	-	12 403	13 530	(1 127)	-8.3%	26 043
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	386 468	409 161	-	-	171 382	212 604	(41 221)	-19.4%	409 161
Surplus/ (Deficit) for the year	2	32 295	39 656	-	-	6 194	37 754	(31 560)	-83.6%	39 656

WC033 Cape Agulhas - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		81 031	81 511	-	-	51 260	53 474	(2 214)	-4%	81 511
Service charges - electricity revenue		147 271	167 603	-	-	62 971	83 802	(20 831)	-25%	167 603
Service charges - water revenue		35 549	31 974	-	-	14 212	15 987	(1 775)	-11%	31 974
Service charges - sanitation revenue		16 993	18 089	-	-	7 372	9 045	(1 672)	-18%	18 089
Service charges - refuse revenue		23 975	24 154	-	-	11 000	12 077	(1 077)	-9%	24 154
Rental of facilities and equipment		2 940	1 564	-	-	673	782	(109)	-14%	1 564
Interest earned - external investments		4 783	2 506	-	-	3 167	1 253	1 914	153%	2 506
Interest earned - outstanding debtors		1 922	1 991	-	-	783	995	(212)	-21%	1 991
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2 656	3 520	-	-	316	1 760	(1 444)	-82%	3 520
Licences and permits		4	142	-	-	-	71	(71)	-100%	142
Agency services		3 415	4 045	-	-	1 638	2 022	(385)	-19%	4 045
Transfers and subsidies		48 416	53 037	-	-	17 331	37 636	(20 305)	-54%	53 037
Other revenue		11 271	12 177	-	-	6 054	6 088	(35)	-1%	12 177
Gains		13 070	15 000	-	-	14	7 500	(7 486)	-100%	15 000
Total Revenue (excluding capital transfers and contributions)		393 296	417 313	-	-	176 791	232 492	(55 702)	-24%	417 313
Expenditure By Type										
Employee related costs		157 389	167 932	-	-	69 834	87 992	(18 159)	-21%	167 932
Remuneration of councillors		5 577	5 777	-	-	2 388	2 889	(501)	-17%	5 777
Debt impairment		10 344	9 018	-	-	-	4 509	(4 509)	-100%	9 018
Depreciation & asset impairment		19 950	10 827	-	-	4 511	5 414	(902)	-17%	10 827
Finance charges		9 430	6 564	-	-	-	3 282	(3 282)	-100%	6 564
Bulk purchases - electricity		112 352	116 487	-	-	61 042	60 869	173	0%	116 487
Inventory consumed		18 482	23 802	-	-	9 569	11 901	(2 332)	-20%	23 802
Contracted services		23 601	30 263	-	-	6 947	15 728	(8 781)	-56%	30 263
Transfers and subsidies		2 354	2 361	-	-	1 208	1 181	27	2%	2 361
Other expenditure		26 989	36 119	-	-	15 884	18 835	(2 951)	-16%	36 119
Losses		-	10	-	-	-	5	(5)	-100%	10
Total Expenditure		386 468	409 161	-	-	171 382	212 604	(41 221)	-19%	409 161
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		25 102	31 504	-	-	785	17 865	(17 080)	(0)	31 504
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		365	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		32 295	39 656	-	-	6 194	37 754			39 656
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		32 295	39 656	-	-	6 194	37 754			39 656
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		32 295	39 656	-	-	6 194	37 754			39 656
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		32 295	39 656	-	-	6 194	37 754			39 656

WC033 Cape Agulhas - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - COUNCIL & EXECUTIVE ADMINISTRATION		1 216	761	-	-	7	445	(438)	-99%	761
Vote 2 - FINANCIAL SERVICES & IT DIRECTORATE		3 613	1 721	-	-	879	557	321	58%	1 721
Vote 3 - MANAGEMENT SERVICES DIRECTORATE		486	2 024	-	-	17	972	(955)	-98%	2 024
Vote 4 - MANAGEMENT SERVICES DIRECTORATE2		1 662	489	-	-	317	52	265	504%	489
Vote 5 - ENGINEERING SERVICES DIRECTORATE		39 292	45 831	-	-	6 484	25 089	(18 605)	-74%	45 831
Vote 6 - ENGINEERING SERVICES DIRECTORATE2		15 127	15 782	-	-	2 381	10 502	(8 121)	-77%	15 782
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	61 396	66 609	-	-	10 084	37 619	(27 535)	-73%	66 609
Single Year expenditure appropriation	2									
Vote 1 - COUNCIL & EXECUTIVE ADMINISTRATION		13	8	-	-	-	-	-	-	8
Vote 2 - FINANCIAL SERVICES & IT DIRECTORATE		584	4	-	-	-	-	-	-	4
Vote 3 - MANAGEMENT SERVICES DIRECTORATE		281	445	-	-	-	-	-	-	445
Vote 4 - MANAGEMENT SERVICES DIRECTORATE2		678	1 750	-	-	-	-	-	-	1 750
Vote 5 - ENGINEERING SERVICES DIRECTORATE		4 537	1 800	-	-	-	-	-	-	1 800
Vote 6 - ENGINEERING SERVICES DIRECTORATE2		(3 731)	-	-	-	-	-	-	-	-
Vote 7 -		-	-	-	-	-	-	-	-	-
Vote 8 -		-	-	-	-	-	-	-	-	-
Vote 9 -		-	-	-	-	-	-	-	-	-
Vote 10 -		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		8 744	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	11 106	4 007	-	-	-	-	-	-	4 007
Total Capital Expenditure		72 502	70 616	-	-	10 084	37 619	(27 535)	-73%	70 616
Capital Expenditure - Functional Classification										
Governance and administration		371	1 903	-	-	960	635	325	51%	1 903
Executive and council		13	-	-	-	-	-	-	-	-
Finance and administration		359	1 903	-	-	960	635	325	51%	1 903
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		2 808	3 498	-	-	257	875	(618)	-71%	3 498
Community and social services		82	1 368	-	-	1	875	(874)	-100%	1 368
Sport and recreation		2 371	2 101	-	-	239	-	239	#DIV/0!	2 101
Public safety		355	29	-	-	17	-	17	#DIV/0!	29
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		20 620	16 753	-	-	2 383	10 511	(8 127)	-77%	16 753
Planning and development		1 314	1 188	-	-	4	663	(659)	-99%	1 188
Road transport		18 838	14 655	-	-	2 379	9 750	(7 371)	-76%	14 655
Environmental protection		468	910	-	-	-	98	(98)	-100%	910
Trading services		48 703	48 463	-	-	6 484	25 598	(19 114)	-75%	48 463
Energy sources		12 141	12 156	-	-	1 213	5 387	(4 174)	-77%	12 156
Water management		10 833	8 325	-	-	1 666	5 535	(3 869)	-70%	8 325
Waste water management		24 901	19 320	-	-	1 542	10 510	(8 968)	-85%	19 320
Waste management		828	8 662	-	-	2 063	4 167	(2 104)	-50%	8 662
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	72 502	70 616	-	-	10 084	37 619	(27 535)	-73%	70 616
Funded by:										
National Government		20 106	27 302	-	-	2 213	16 381	(14 168)	-86%	27 302
Provincial Government		4 623	703	-	-	1	420	(419)	-100%	703
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		24 729	28 004	-	-	2 214	16 801	(14 587)	-87%	28 004
Borrowing		13 937	19 088	-	-	2 956	7 660	(4 704)	-61%	19 088
Internally generated funds		33 836	23 524	-	-	4 914	13 158	(8 244)	-63%	23 524
Total Capital Funding		72 502	70 616	-	-	10 084	37 619	(27 535)	-73%	70 616

WC033 Cape Agulhas - 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		123 298	30 750	-	137 043	30 750
Call investment deposits		-	118 998	-	-	118 998
Consumer debtors		42 916	88 783	-	44 779	88 783
Other debtors		20 722	17 244	-	19 122	17 244
Current portion of long-term receivables		2	3	-	2	3
Inventory		1 780	1 578	-	1 833	1 578
Total current assets		188 717	257 356	-	202 780	257 356
Non current assets						
Long-term receivables		155	154	-	147	154
Investments		-	-	-	-	-
Investment property		40 127	40 301	-	40 123	40 301
Investments in Associate		-	-	-	-	-
Property, plant and equipment		498 660	585 573	-	521 706	585 573
Biological		-	-	-	-	-
Intangible		4 197	3 443	-	3 822	3 443
Other non-current assets		-	-	-	-	-
Total non current assets		543 139	629 471	-	565 798	629 471
TOTAL ASSETS		731 856	886 827	-	768 578	886 827
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		4 047	8 000	-	12 047	8 000
Consumer deposits		5 903	6 095	-	6 107	6 095
Trade and other payables		45 705	65 004	-	71 607	65 004
Provisions		11 960	15 274	-	14 228	15 274
Total current liabilities		67 616	94 374	-	103 989	94 374
Non current liabilities						
Borrowing		77 587	68 993	-	69 594	68 993
Provisions		96 838	111 413	-	111 316	111 413
Total non current liabilities		174 425	180 407	-	180 910	180 407
TOTAL LIABILITIES		242 041	274 781	-	284 900	274 781
NET ASSETS	2	489 815	612 047	-	483 678	612 047
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		454 908	574 547	-	444 178	574 547
Reserves		37 000	37 500	-	39 500	37 500
TOTAL COMMUNITY WEALTH/EQUITY	2	491 908	612 047	-	483 678	612 047

WC033 Cape Agulhas - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2021/22		Budget Year 2022/23						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		73 858	80 404	-	-	40 618	27 715	12 902	47%	80 404
Service charges		237 107	262 863	-	-	88 160	131 431	(43 271)	-33%	262 863
Other revenue		15 438	18 458	-	-	25 738	9 229	16 509	179%	18 458
Transfers and Subsidies - Operational		38 998	16 820	-	-	27 621	7 644	19 976	261%	16 820
Transfers and Subsidies - Capital		15 298	30 804	-	-	6 014	13 289	(7 275)	-55%	30 804
Interest		-	1 747	-	-	-	873	(873)	-100%	1 747
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(488 198)	(365 404)	-	-	(170 163)	(174 677)	(4 514)	3%	(365 404)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Grants		-	2 361	-	-	-	1 181	1 181	100%	2 361
NET CASH FROM/(USED) OPERATING ACTIVITIES		(107 499)	48 052	-	-	17 988	16 687	(1 301)	-8%	48 052
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		4 115	15 000	-	-	2 891	7 500	(4 609)	-61%	15 000
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(40 319)	(70 616)	-	-	(19 828)	(37 619)	(17 791)	47%	(70 616)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(36 203)	(55 616)	-	-	(16 937)	(30 119)	(13 182)	44%	(55 616)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		34 626	19 088	-	-	-	-	-	-	19 088
Increase (decrease) in consumer deposits		-	-	-	-	238	-	238	#DIV/0!	-
Payments										
Repayment of borrowing		-	(5 758)	-	-	-	(2 879)	(2 879)	100%	(5 758)
NET CASH FROM/(USED) FINANCING ACTIVITIES		34 626	13 330	-	-	238	(2 879)	(3 117)	108%	13 330
NET INCREASE/ (DECREASE) IN CASH HELD		(109 077)	5 767	-	-	1 288	(16 311)			5 767
Cash/cash equivalents at beginning:		109 361	119 343	123 457	123 457	123 457	123 457			123 457
Cash/cash equivalents at month/year end:		284	125 110	123 457		124 745	107 146			129 223

16. QUALITY CERTIFICATE

NAVRAE:
ENQUIRIES: S Stanley

KONTAKNR
CONTACT NO 028 425 5798

VERW:
REF: 5/3/2022-23 (M06_S71/S72)

KANTOOR:
OFFICES: Bredasdorp

DATUM
DATE 13 January 2023



KAAP AGULHAS MUNISIPALITEIT
CAPE AGULHAS MUNICIPALITY
U MASIPALA WASECAPE AGULHAS

QUALITY CERTIFICATE

I, **EBEN PHILLIPS** the accounting officer / chief financial officer of **CAPE AGULHAS MUNICIPALITY WC033** (name of municipality), hereby certify that –

(mark as appropriate)

- The monthly budget statements.**
- Quarterly report on the implementation of the budget and financial state affairs of the municipality**
- Mid- year budget and performance assessment**

For the month ended **31 December 2022** (month/year) has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: **EBEN OLIVER PHILLIPS**

Accounting Officer / Chief Financial Officer of **CAPE AGULHAS MUNICIPALITY WC033** (name and demarcation of municipality)

Signature: _____

Date: 13 January 2023