

Section 52d for the quarter ending 30 September 2023-24 with Annexure A-D

(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 September 2023.

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.

## Table of contents

Page 3	Debtors age analysis
Page 3	Creditors age analysis
Page 4-5	Cash flow
Page 6	Grant allocations and expenditure
Page 7	Financial Performance
Page 8	Capital Comparative Analysis (Budget vs. Actual)
Page 9	Financial Position (Table C6)

## Annexures

- A. Bank Reconciliation
- B. Withdrawal Statements
- C. Form D
- D. Cost Containment Report

a) Current Assets

*Debtors Management and Credit Control Status for the Quarter ending September.*

The debtor's book balance of the municipality as attached in annexure A is R 2 098 892 less bad debts impairment R 2 092 154 resulting to R 6 738.

DC42 Sedibeng - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2023/24									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o 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	Total			
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Ex change Transactions - Water	1200												
Trade and Other Receivables from Ex change Transactions - Electricity	1300												
Receivables from Non-ex change Transactions - Property Rates	1400												
Receivables from Ex change Transactions - Waste Water Management	1500												
Receivables from Ex change Transactions - Waste Management	1600												
Receivables from Ex change Transactions - Property Rental Debtors	1700												
Interest on Arrear Debtor Accounts	1810												
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820												
Other	1900	7								2 092			
<b>Total By Income Source</b>	<b>2000</b>	<b>7</b>								<b>2 092</b>	<b>2 092</b>		<b>2 092</b>
<b>2022/23 - totals only</b>		<b>0</b>	<b>0</b>	<b>1717262</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>954100</b>	<b>2 671</b>	<b>954</b>	<b>0</b>	<b>954100</b>
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	7								2 092	2 092		2 092
Commercial	2300												
Households	2400												
Other	2500												
<b>Total By Customer Group</b>	<b>2600</b>	<b>7</b>								<b>2 092</b>	<b>2 092</b>		<b>2 092</b>

Bank reconciliation

Bank reconciliation

Annexure "C1 – 4" indicate the bank reconciliations prepared for the month of September 2023 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 56 896 924 as at end of September.

b) Current Liabilities

Creditors' Age Analysis

Annexure "D" represents the creditors' age analysis of R 186 978 078 payable to the creditors in September 2023. An amount of R 124 557 502 is due payable to the licensing authority.

DC42 Sedibeng - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2023/24									Total	Prior year totals for chart (same period)	
		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				
<b>Creditors Age Analysis By Customer Type</b>													
Bulk Electricity	0100												
Bulk Water	0200												
PAYE deductions	0300												
VAT (output less input)	0400	844										844	699
Pensions / Retirement deductions	0500												
Loan repayments	0600												
Trade Creditors	0700												
Auditor General	0800												
Other	0900	39 407									146 727	186 134	178 379
<b>Total By Customer Type</b>	<b>1000</b>	<b>40 251</b>									<b>146 727</b>	<b>186 978</b>	<b>179 078</b>

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 to R 14 114 604 outgoing payments were made to the amount of R 60 141 381. Taking into account the opening cashbook balance, this left a favorable closing balance of R 59 865 402 as end of September 2023 period, which shows a decrease margin from last month's closing balance.

Cost coverage indicator.

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

$$\text{The cost coverage formula} = R \frac{(56\,896\,925) + R0}{R\,35\,252\,888}$$

$$= 1.6 \text{ TIMES}$$

The cost coverage of the municipality indicates 1.6 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 November 2023 as the next equitable share allocation is in December 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 Description	JULY-SEP		
	YearTD actual	YearTD actual	YearTD actual
R thousands	0	0	0
CASH FLOW FROM OPERATING ACTIVITIES	0	0	0
Receipts	0	0	0
Property rates	0.00	0.00	0.00
Service charges	0.00	0.00	0.00
Other revenue	26 823 708.80	91 538 512.72	97 551 846.89
Transfers and Subsidies - Operational	126 391 000.00	129 892 000.00	137 432 800.00
Transfers and Subsidies - Capital	-	-	-
Interest	5 805.06	781 160.48	1 371 630.21
Dividends	-	-	-
Payments	-	-	-
Suppliers and employees	- 79 272 253.79	- 148 811 128.71	- 208 952 510.16
Finance charges	-	-	-
Transfers and Grants	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES	73 948 260.07	73 400 544.49	27 403 766.94
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	- 5 600.00	- 270 877.40	- 318 786.53
NET CASH FROM/(USED) INVESTING ACTIVITIES	- 5 600.00	- 270 877.40	- 318 786.53
CASH FLOWS FROM FINANCING ACTIVITIES	-	-	-
Receipts	-	-	-
Short term loans	-	-	-
Borrowing long term/refinancing	-	-	-
Increase (decrease) in consumer deposits	-	-	2 700.00
Payments	-	-	-
Repayment of borrowing	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	-	2 700.00
NET INCREASE/ (DECREASE) IN CASH HELD	73 942 660.07	73 129 667.09	27 082 280.41
Cash/cash equivalents at beginning:	32 783 121.82	32 783 121.82	32 783 121.82
Cash/cash equivalents at month/year end:	106 725 781.89	105 912 788.91	59 865 402.23

e. *Grant allocations and expenditure:*

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 126 391 000 was received in month of July

Financial Management Grant (FMG):

An amount of R 1 400 000 received in month of August for 2023, Expenditure incurred of R 377 289 in for the quarter ending 30 September , FMG Interns were involved in the following activities during the month as part of their training rotation plan:

Three interns in Supply Chain Management

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

Rural Roads Assets Management Grant

An amount of R 2 616 000 gazette 2023-24, amount received of R1 831 000 in August, Expenditure incurred of R 406 975 for the quarter.

HIV/Aids

An amount of R12 568 000 gazette for 2023-24 and, expenditure incurred for the Quarter 1 979 729 for the quarter.

Extended Public Works Projects

An amount of R 1 079 000 is gazette, amount received of R 270 000 expenditure incurred for the quarter R 59 106.

YOUTH CENTRES (National Youth Development Agency)

No allocation for 2023-24 municipality will be applying for the roll over on the 2022-23 unspent funds.

Grant payments to Local Municipalities:

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

Grants schedule for the Quarter ending 30 September

Description	Original Budget	Total Grants Received July to date	Total Grants Spent July to date	Unspent Budget	%
RAMS	2 616 000.00	1 831 500.00	406 974.63	1 424 525.37	22%
FMG	1 400 000.00	1 400 000.00	377 287.00	1 022 713.00	27%
EPWP	1 079 000.00	270 000.00	59 106.00	210 894.00	20%
HIV&AIDS	12 568 000.00	7 540 800.00	1 979 729.00	5 561 071.00	26%
DSRACH	-	-	-	-	0%
<b>Total</b>	<b>17 663 000.00</b>	<b>11 070 811.33</b>	<b>2 823 096.63</b>	<b>8 247 714.70</b>	<b>26%</b>

## 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

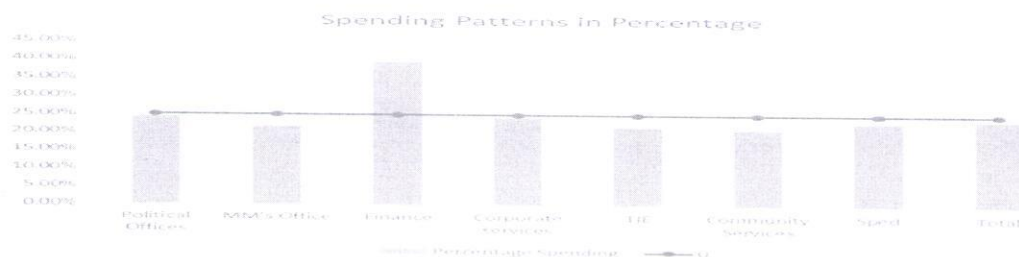
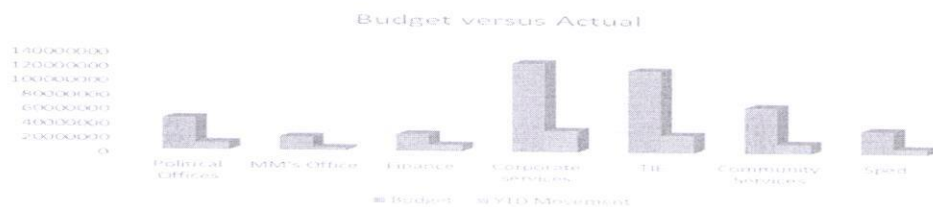
Annexure "G" represents the organizational Operating Revenue and Expenditure which illustrates that R 9 208 180 was generated in revenue R 33 230 626 in expenditure.

#### Revenue

Cluster	Budget	YTD Movement	Unspend Budget		Percentage Spending	
Finance	- 308 762 381.00	- 128 350 340.85	- 180 412 040.15	83 161 987.00	42%	25%
Corporate services	- 943 583.00	- 147 488.70	- 796 094.30	182 033.00	16%	25%
TIE	- 79 534 691.00	- 14 283 410.38	- 65 251 280.62	17 935 426.00	18%	25%
Community Services	- 15 558 476.00	- 1 990 039.84	- 13 568 436.16	2 037 336.00	13%	25%
SPED	- 3 526 189.00	-	-	-	-	25%
<b>Total</b>	<b>- 408 325 320.00</b>	<b>- 144 771 279.77</b>	<b>- 260 027 851.23</b>	<b>103 316 782.00</b>	<b>35%</b>	<b>25%</b>

#### Expenditure

Cluster	Budget	YTD Movement	Unspend Budget	Spending Jan to Mar	Percentage Spending	0
MM's Office	19 706 276.00	4 236 334.63	15 469 941.37	4 188 211.00	21.50%	25%
Finance	24 008 745.00	9 423 018.51	14 585 726.49	4 199 833.00	39.25%	25%
Corporate services	123 810 469.00	29 891 074.08	93 919 394.92	29 421 075.00	24.14%	25%
TIE	113 762 344.00	24 569 885.19	89 192 458.81	30 510 615.00	21.60%	25%
Community Services	63 478 567.00	13 234 055.44	50 244 511.56	13 083 666.00	20.85%	25%
Sped	32 186 184.00	7 373 041.62	24 789 272.00	7 032 333.00	22.91%	25%
<b>Total</b>	<b>421 920 508.00</b>	<b>99 600 297.66</b>	<b>322 296 339.96</b>	<b>99 836 801.00</b>	<b>23.61%</b>	<b>25%</b>



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;

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

The Capital expenditure and Revenue sources. Capital expenditure amounted to R 47 909 for month of September and budget of R 1 503 000\_ was funded internally for various moveable assets such as furniture & equipment, computers & printers and vehicles.

An amount of R 487 000 was funded from the two grant Financial Management Grant and Rural Roads Assets Management Grant for the procurement of office machinery and vehicle.

The spending analysis on own fixed assets as at the end of September 2023 is shown in the table below:-

	Budget	YTD Movement	Unspend Budget	Spending July-Septer	Percentage Spending	Benchmark Percentage
PPE COST FURN & OFF IU COST ACQUISITION	400000	73590	326410	102105	18%	25%
PPE COST COMP EQUIP IU COST ACQUISITION	972000	245196.53	726803.47	161729.57	25%	25%
PPE COST ICT INFRASTR COST ACQUISITION	100000	0	100000	0	0%	25%
IA COST OTHER IU COMPUTER SOFTW ACQUISIT	0	0	0	0	0%	25%
PPE COST MACH & EQP IU COST ACQUISITION	500000	0	500000	0	0%	25%
PPE COST TRANSP OWN IU COST ACQUISITION	315000	0	315000	0	0%	25%
	2287000	318786.53	1968213.47	263834.57	14%	25%

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 and equitable share.



DC42 Sedibeng - Table C6 Monthly Budget Statement - Financial Position - M03 September

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and cash equivalents		32 783	9 519	9 519	60 187	9 519
Trade and other receivables from exchange transactions		0	1 493	1 493	0	1 493
Receivables from non-exchange transactions		-	-	-	(139)	-
Current portion of non-current receivables						
Inventory		-	-	-	-	-
VAT		223	42	42	0	42
Other current assets		398	-	-	(6)	-
<b>Total current assets</b>		<b>33 404</b>	<b>11 054</b>	<b>11 054</b>	<b>60 041</b>	<b>11 054</b>
<b>Non current assets</b>						
Investments						
Investment property						
Property, plant and equipment		81 530	72 009	72 009	81 849	72 009
Biological assets						
Living and non-living resources						
Heritage assets		4 842	4 895	4 895	4 842	4 895
Intangible assets		788	(144)	(144)	788	(144)
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions						
Other non-current assets						
<b>Total non current assets</b>		<b>87 160</b>	<b>76 760</b>	<b>76 760</b>	<b>87 478</b>	<b>76 760</b>
<b>TOTAL ASSETS</b>		<b>120 563</b>	<b>87 814</b>	<b>87 814</b>	<b>147 520</b>	<b>87 814</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Financial liabilities		-	-	-	-	-
Consumer deposits		199	135	135	219	135
Trade and other payables from exchange transactions		185 947	179 800	179 800	161 264	179 800
Trade and other payables from non-exchange transactions		16 652	17 702	17 702	24 870	17 702
Provision		-	29 430	29 430	29 336	29 430
VAT		626	339	339	844	339
Other current liabilities		-	-	-	-	-
<b>Total current liabilities</b>		<b>203 423</b>	<b>227 406</b>	<b>227 406</b>	<b>216 533</b>	<b>227 406</b>
<b>Non current liabilities</b>						
Financial liabilities		-	-	-	-	-
Provision		-	-	-	-	-
Long term portion of trade payables		-	-	-	-	-
Other non-current liabilities		-	-	-	-	-
<b>Total non current liabilities</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>203 423</b>	<b>227 406</b>	<b>227 406</b>	<b>216 533</b>	<b>227 406</b>
<b>NET ASSETS</b>	2	<b>(82 860)</b>	<b>(139 592)</b>	<b>(139 592)</b>	<b>(69 013)</b>	<b>(139 592)</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated surplus/(deficit)		(112 753)	(139 592)	(139 592)	(69 013)	(139 592)
Reserves and funds		-	-	-	-	-
Other		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>(112 753)</b>	<b>(139 592)</b>	<b>(139 592)</b>	<b>(69 013)</b>	<b>(139 592)</b>

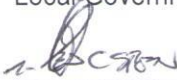
9. Monitoring of Compliance

*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 30 September 2023 be considered as prescribed by the Local Government: Municipal Finance Management Act, 56 1of 2003.

  
\_\_\_\_\_

Mr. X Malindi  
Acting Chief Financial Officer

2023/10/25  
Date

  
\_\_\_\_\_

Mr. G Makhubu  
Acting Municipal Manager

26/10/2023  
Date

# BANK RECONCILIATION AS AT 31 July 2023

MAIN BANK ACCOUNT NEDBANK : 1152944835

33215020590000000000

CASH BOOK  
BALANCE AS AT 01-Jul-23 R 3 088 958.20

PLUS : INCOME RECEIVED R 126 939 485.26

TRANSFER TO STANDARD	0.00
SUNDRY INCOME	8 925.60
AMBULANCE FEES	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	126 509 857.08
OTHER DIRECT BANKINGS	94 013.35
TRANSFERS RECEIVED	0.00
INTEREST	314 545.23
LICENCE INCOME	12 144.00
LESS: RD CHEQUES / (re deposit)	0.00

MINUS : EXPENDITURE R -72 113 784.25

ORDER PAYMENTS	0.00
SUNDRY PAYMENTS	0.00
SALARIES	0.00
YEAR END PAYMENT	0.00
INVESTMENTS MADE	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-72 113 784.25

CASHBOOK BALANCE  
AS AT 31-Jul-23 R 57 914 659.21

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 57 914 659.21

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -6 124.66
PLUS: UNCASHED ELE'S	R -
PLUS: Receipts updated following month	R -
PLUS : DEPOSITS NOT YET LINKED	R -

BANK BALANCE AS  
AT 31-Jul-23 R 57 908 534.55

PREPARED BY :



DATE : 2023-08-07

REVIEWED BY :

DATE :

2023/08/08

# BANK RECONCILIATION AS AT 31 July 2023

**STANDARD BANK - MAIN BANK ACCOUNT : 21777667**

**GL VOTE NUMBER - 33215020010ZZZZZZZWD**

**CASH BOOK BALANCE**  
AS AT 01-Jul-23 R 13 251 353.57

**PLUS : INCOME RECEIVED** R 72 246 575.46

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	208 610.06
LICENCE TRANSFER	72 000 000.00
INTEREST	37 965.40
LICENCE INCOME	0.00
LESS: RD CHEQUES / (re deposit)	0.00

**MINUS : EXPENDITURE** R -78 230 463.07

ORDER PAYMENTS	-1 652 328.25
SUNDRY PAYMENTS	-50 847 585.00
SALARIES	-24 960 711.33
ACTUAL PAYMENT (BILLING)	0.00
INVESTMENTS MADE / TRANSFERS	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-769 838.49

**CASHBOOK BALANCE**  
AS AT 31-Jul-23 R 7 267 465.96

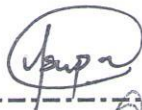
PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0.00
Less/plus: Receipts updated/not from previous month	0.00
LESS: RECEIPTS PREVIOUS MONTH	0.00

**REVISED BALANCE AFTER CANCELATIONS** R 7 267 465.96

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

**BANK BALANCE AS AT** 31-Jul-23 R 7 267 465.96

PREPARED BY :



DATE : 2023 - 08 - 07

REVIEWED BY :



DATE : 2023/08/05

# BANK RECONCILIATION AS AT 31/Jul/2023

LICENSING BANK ACCOUNT STANDARD: 21781494

GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE  
AS AT 1/Jul/2023 R 4 520 202.75

PLUS : INCOME RECEIVED R 18 473 192.95

LICENCE INCOME	18 433 682.55
INTEREST	39 510.40
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -5 384.32

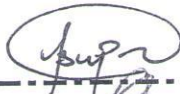
TRANSFER TO MAIN ACCOUNT	0.00
BANK CHARGES	-5 384.32
BANK CHARGES CARD FEES	0.00
BANK COST	0.00

CASHBOOK BALANCE  
AS AT 31/Jul/2023 R 22 988 011.38

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

BANK BALANCE AS AT 31/Jul/2023 R 22 988 011.38

PREPARED BY :



DATE: 2023-08-07

REVIEWED BY :



DATE: 2023/08/08

# BANKRECONCILIATION AS AT 31/Jul/2023

LICENSING BANK ACCOUNT NEDBANK: 1152944606

GL VOTE NUMBER - 33215020690000000000

CASH BOOK BALANCE  
AS AT 1/Jul/2023 R 8 655 568.33

PLUS : INCOME RECEIVED R 7 947 476.16

LICENCE INCOME	7 947 476.16
FUEL SALES	0.00
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -150 133.06

TRANSFER TO MAIN ACCOUNT	0.00
BANK CHARGES	-8 563.67
BANK CHARGES CARD FEES	-141 569.39
BANK COST	0.00

CASHBOOK BALANCE  
AS AT 31/Jul/2023 R 16 452 911.43

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

BANK BALANCE AS AT 31/Jul/2023 R 16 452 911.43

PREPARED BY :



DATE: 2023-08-07

REVIEWED BY :



DATE: 2023/08/08

# BANKRECONCILIATION AS AT 31/Aug/2023

LICENSING BANK ACCOUNT STANDARD: 21781494

GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE  
AS AT 1/Aug/2023 R 22 988 011.38

PLUS : INCOME RECEIVED R 31 136 910.61

LICENCE INCOME	31 058 868.96
INTEREST	78 041.65
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -30 054 172.27

TRANSFER TO MAIN ACCOUNT	-30 000 000.00
BANK CHARGES	-54 172.27
BANK CHARGES CARD FEES	0.00
BANK COST	0.00

CASHBOOK BALANCE  
AS AT 31/Aug/2023 R 24 070 749.72

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

BANK BALANCE AS AT 31/Aug/2023 R 24 070 749.72

PREPARED BY :

DATE : 2023/09/05

REVIEWED BY :

DATE : 2023/09/05

# BANKRECONCILIATION AS AT 31/Aug/2023

**LICENSING BANK ACCOUNT NEDBANK: 1152944606**

**GL VOTE NUMBER - 33215020690000000000**

**CASH BOOK BALANCE**  
**AS AT 1/Aug/2023 R 16 452 911.43**

**PLUS : INCOME RECEIVED R 3 194 304.10**

LICENCE INCOME	3 194 304.10
FUEL SALES	0.00
LESS: RD CHEQUES	0.00

**MINUS : EXPENDITURE R -93 660.09**

TRANSFER TO MAIN ACCOUNT	0.00
BANK CHARGES	0.00
BANK CHARGES CARD FEES	-93 660.09
BANK COST	0.00

**CASHBOOK BALANCE**  
**AS AT 31/Aug/2023 R 19 553 555.44**

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

**BANK BALANCE AS AT 31/Aug/2023 R 19 553 555.44**

PREPARED BY :

*(Signature)*

DATE: 2023/09/05

REVIEWED BY :

*(Signature)*

DATE: 2023/09/05



# BANK RECONCILIATION AS AT 31 August 2023

**STANDARD BANK - MAIN BANK ACCOUNT : 21777667**

**GL VOTE NUMBER - 33215020010ZZZZZZZWD**

**CASH BOOK BALANCE**  
AS AT 01-Aug-23 R 7 267 465.96

**PLUS : INCOME RECEIVED** R 65 362 510.27

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	230 870.84
LICENCE TRANSFER	65 000 000.00
INTEREST	131 639.43
LICENCE INCOME	0.00
LESS: RD CHEQUES / (re deposit)	0.00

**MINUS : EXPENDITURE** R -69 335 609.88

ORDER PAYMENTS	-1 835 081.77
SUNDRY PAYMENTS	-39 089 972.67
SALARIES	-28 159 197.24
ACTUAL PAYMENT (BILLING)	0.00
INVESTMENTS MADE / TRANSFERS	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-251 358.20

**CASH BOOK BALANCE**  
AS AT 31-Aug-23 R 3 294 366.35

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 3 294 366.35

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

**BANK BALANCE AS AT** 31-Aug-23 R 3 294 366.35

PREPARED BY :

*[Signature]*

DATE : 2023/09/05

REVIEWED BY :

*[Signature]*

DATE : 2023/09/05

# BANK RECONCILIATION AS AT

## 31 August 2023

MAIN BANK ACCOUNT NEDBANK : 1152944835

33215020590000000000

CASH BOOK  
BALANCE AS AT 01-Aug-23 R 57 914 659.21

PLUS : INCOME RECEIVED R 4 291 589.93

TRANSFER TO STANDARD	0.00
SUNDRY INCOME	8 320.00
AMBULANCE FEES	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	3 569 040.00
OTHER DIRECT BANKINGS	42 580.52
TRANSFERS RECEIVED	0.00
INTEREST	559 829.91
LICENCE INCOME	111 819.50
LESS: RD CHEQUES / (re deposit)	0.00

MINUS : EXPENDITURE R -35 099 343.82

ORDER PAYMENTS	0.00
SUNDRY PAYMENTS	0.00
SALARIES	0.00
YEAR END PAYMENT	0.00
INVESTMENTS MADE	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-35 099 343.82

CASHBOOK BALANCE  
AS AT 31-Aug-23 R 27 106 905.32

PLUS: CHEQUE/ELE CANCELLED FOLLOWING MONTH	0.00
PLUS: Receipts updated following month	344.00
LESS: CHEQUE/ELE CANCELLED PREVIOUS MONTH	0.00

REVISED BALANCE  
AFTER CANCELATIONS R 27 107 249.32

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -8 664.00
PLUS: UNCASHED ELE'S	R -33.71
PLUS: Receipts updated following month	
PLUS : DEPOSITS NOT YET LINKED	R -

BANK BALANCE AS  
AT 31-Aug-23 R 27 098 551.61

PREPARED BY :


DATE :

2023/09/05

REVIEWED BY :

DATE :

2023/09/05

# BANK RECONCILIATION AS AT 30 September 2023

**MAIN BANK ACCOUNT NEDBANK : 1152944835  
33215020590000000000**

**CASH BOOK  
BALANCE AS AT 01-Sep-23 R 27 106 905.32**

**PLUS : INCOME RECEIVED R 8 153 230.62**

TRANSFER TO STANDARD	0.00
SUNDRY INCOME	11 044.20
AMBULANCE FEES	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	7 702 800.00
OTHER DIRECT BANKINGS	38 551.60
TRANSFERS RECEIVED	0.00
INTEREST	343 942.82
LICENCE INCOME	56 892.00
LESS: RD CHEQUES / (re deposit)	0.00

**MINUS : EXPENDITURE R -32 019 796.36**

ORDER PAYMENTS	0.00
SUNDRY PAYMENTS	0.00
SALARIES	0.00
YEAR END PAYMENT	0.00
INVESTMENTS MADE	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	-32 019 796.36

**CASHBOOK BALANCE  
AS AT 30-Sep-23 R 3 240 339.58**

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 3 240 339.58**

PLUS: OUTSTANDING CHEQUES	R -
MINUS: OUTSTANDING DEPOSITS	R -12 950.71
PLUS: UNCASHED ELE'S	R -
PLUS: Receipts updated following month	R -
PLUS : DEPOSITS NOT YET LINKED	R -

**BANK BALANCE AS  
AT 30-Sep-23 R 3 227 388.87**

PREPARED BY :

*[Handwritten Signature]*

DATE : 2023/10/03

REVIEWED BY :

DATE : 2023/10/03

# BANK RECONCILIATION AS AT 30 September 2023

**STANDARD BANK - MAIN BANK ACCOUNT : 21777667**

**GL VOTE NUMBER - 33215020010ZZZZZZZWD**

**CASH BOOK BALANCE  
AS AT**

**01-Sep-23**

**R 3 294 366.35**

**PLUS : INCOME RECEIVED**

**R 62 269 265.83**

SURPLUS (DEFICIT)	
SUNDRY INCOME	0.00
AMBULANCE SUBSIDY ARREARS	0.00
INVESTMENTS WITHDRAWN	0.00
DIRECT BANKINGS FROM PROVINCIAL & NATIONAL	0.00
OTHER DIRECT BANKINGS	0.00
LICENCE TRANSFER	206 608.07
INTEREST	62 000 000.00
LICENCE INCOME	62 657.76
LESS: RD CHEQUES / (re deposit)	0.00
	0.00

**MINUS : EXPENDITURE**

**R -60 793 693.40**

ORDER PAYMENTS	
SUNDRY PAYMENTS	-1 971 891.54
SALARIES	-28 427 015.49
ACTUAL PAYMENT (BILLING)	-29 593 239.02
INVESTMENTS MADE / TRANSFERS	0.00
BANK ERROR	0.00
DIRECT BANK EXPENDITURE	0.00
	-801 547.35

**CASHBOOK BALANCE  
AS AT**

**30-Sep-23**

**R 4 769 938.78**

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

**REVISED BALANCE AFTER  
CANCELATIONS**

**R 4 769 938.78**

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

**BANK BALANCE AS AT**

**30-Sep-23**

**R 4 769 938.78**

PREPARED BY :



DATE: 2023/10/03

REVIEWED BY :



DATE: 2023/10/03

# BANKRECONCILIATION AS AT 30/Sep/2023

LICENSING BANK ACCOUNT STANDARD: 21781494

GL VOTE NUMBER - 33215020190000000000

CASH BOOK BALANCE  
AS AT 1/Sep/2023 R 24 070 749.72

PLUS : INCOME RECEIVED R 31 687 913.96

LICENCE INCOME	31 509 739.11
INTEREST	178 174.85
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -30 052 071.44

TRANSFER TO MAIN ACCOUNT	-30 000 000.00
BANK CHARGES	-52 071.44
BANK CHARGES CARD FEES	0.00
BANK COST	0.00

CASHBOOK BALANCE  
AS AT 30/Sep/2023 R 25 706 592.24

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

BANK BALANCE AS AT 30/Sep/2023 R 25 706 592.24

PREPARED BY :



DATE : 2023/10/02

REVIEWED BY :

DATE : 2023/10/02

# BANKRECONCILIATION AS AT 30/Sep/2023

LICENSING BANK ACCOUNT NEDBANK: 1152944606

GL VOTE NUMBER - 33215020690000000000

CASH BOOK BALANCE  
AS AT 1/Sep/2023 R 19 553 555.44

PLUS : INCOME RECEIVED R 3 630 896.96

LICENCE INCOME	3 630 896.96
FUEL SALES	0.00
LESS: RD CHEQUES	0.00

MINUS : EXPENDITURE R -4 398.20


TRANSFER TO MAIN ACCOUNT	0.00
BANK CHARGES	0.00
BANK CHARGES CARD FEES	-4 398.20
BANK COST	0.00

CASHBOOK BALANCE  
AS AT 30/Sep/2023 R 23 180 054.20

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

BANK BALANCE AS AT 30/Sep/2023 R 23 180 054.20

PREPARED BY :



DATE: 2023/10/02

REVIEWED BY :

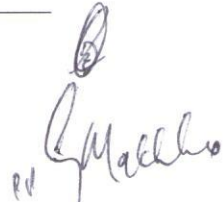
DATE: 2023/10/02

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:	Q1 July -Sep

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

	Consolidated	Bank 3 Nedbank	Bank 4 Nedbank	Bank 5 STANDARD BANK	Bank 6 STANDARD BANK
Bank:					
Account number:		1152944835	1152944606	21777667	21781494
Bank reconciliation/s compiled and attached	Yes				
Month:	July	July	July	July	July
Opening cash book balance at beginning of month	29 516 083	3 088 958	8 655 568	13 251 354	4 520 203
Add Receipts for month	225 606 730	126 939 485	7 947 476	72 246 575	18 473 193
Less Payments for month	150 499 765	72 113 784	150 133	78 230 463	5 384
<b>Closing cash book balance at end of month</b>	<b>104 623 048</b>	<b>57 914 659</b>	<b>16 452 911</b>	<b>7 267 466</b>	<b>22 988 011</b>
GL Account Balance					
Payments for the month	150 499 765	72 113 784	150 133	78 230 463	5 384
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	-				
<b>Total</b>	<b>150 499 765</b>	<b>72 113 784,25</b>	<b>150 133,06</b>	<b>78 230 463,07</b>	<b>5 384,32</b>
Actual capital expenditure for the month	-	5 600	-		
Actual operating expenditure for the month	34 264 466	34 264 466			
Section 11(4) expenditure					
<b>Total</b>	<b>34 264 466</b>	<b>34 270 066</b>			
a) to defray expenditure appropriated in terms of an approved budget:	34 264 466	34 270 066	-	-	-
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				
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)		39 487 440			
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	5367.86 was paid out in form of petty cash to different department within the municipality for the month of July.				

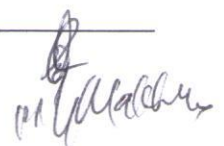
  
 M. Magalefa

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

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	-
Quarter	Q1 July -Sep	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:	August	August	August	August	August
Opening cash book balance at beginning of month	69 842 194	27 106 905	16 452 911	3 294 366	22 988 011
Add Receipts for month	104 753 711	8 153 231	3 194 304	62 269 266	31 136 911
Less Payments for month	122 961 322	32 019 796	93 660	60 793 693	30 054 172
<b>Closing cash book balance at end of month</b>	<b>51 634 584</b>	<b>3 240 340</b>	<b>19 553 555</b>	<b>4 769 939</b>	<b>24 070 760</b>
<b>GL Account Balance</b>					
Payments for the month	122 961 322	32 019 796	93 660	60 793 693	30 054 172
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	-	-			
<b>Total</b>	<b>122 961 322</b>	<b>32 019 796</b>	<b>93 660</b>	<b>60 793 693,00</b>	<b>30 054 172,27</b>
Actual capital expenditure for the month	265 277	265 277			
Actual operating expenditure for the month	29 965 611	33 536 556			
Section 11(4) expenditure					
<b>Total</b>	<b>30 230 888</b>	<b>33 801 833</b>	<b>-</b>	<b>-</b>	<b>-</b>
a) to defray expenditure appropriated in terms of an approved budget:	30 230 888	33 801 833	-	-	-
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;		34 098 372			
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					
	R6090.95 was paid out in Month of August.				





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:	September	September	September	September	September
Opening cash book balance at beginning of month	74 025 574	27 106 905	19 553 555	3 294 366	24 070 748
Add Receipts for month	105 741 306	8 153 230	3 630 896	62 269 266	31 687 914
Less Payments for month	122 869 958	32 019 796	4 398	60 793 693	30 052 071
Closing cash book balance at end of month	56 896 922	3 240 339	23 180 053	4 769 939	25 706 591
GL Account Balance					
Payments for the month	122 869 958	32 019 796	4 398	60 793 693	30 052 071
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	122 869 958	32 019 796	4 398	60 793 693,00	30 052 071,00
Actual capital expenditure for the month	47 909	47 909			
Actual operating expenditure for the month	41 888 058	33 230 626			
Section 11(4) expenditure					
Total	41 935 967	33 278 535			
a) to defray expenditure appropriated in terms of an approved budget;	-	-	-	-	-
b) to defray expenditure authorised in terms of section 26(4); 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)	-	-	-	-	-
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); 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.	-	-	-	-	-
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; 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	-	-	-	-	-
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;	-	26 113 603	-	-	-
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 S31 Shifting of funds between multi-year appropriations	-	-	-	-	-
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					R 6447.20petty cash was paid out in month of September .



**MFMA - WITHDRAWAL FROM MUNICIPAL BANK ACCOUNTS**

**SECTION 11(4) & 74(1)**

**MFMA - WITHDRAWAL FROM MUNICIPAL BANK ACCOUNTS**

<b>Name of Municipality:</b>	Sedibeng District	Please select from List supplied
<b>Municipal Demarcation Code:</b>	DC42	Please select from List supplied
<b>Financial year</b>	2022/23	
<b>Responsible official:</b>	Masechaba Magalefa	Enter official's name
<b>Contact details</b>	(016) 450 3056	Enter contact information
<b>Quarter</b>	Q1 July-Sep	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
<b>Bank:</b>		Nedbank	Nedbank	STANDARD BANK	STANDARD BANK
<b>Account number:</b>		1152944835	1152944606	21777667	21781494
Bank reconciliation/s compiled and attached	Yes	Yes	Yes	Yes	Yes
Month:(End of Quarter)	September	September	September	September	September
Opening cash book balance at beginning of quarter	29 516 082,85	3 088 958,20	8 655 568,33	13 251 353,57	4 520 202,75
Add Receipts for quarter	436 101 746,99	143 245 945,88	14 772 676,26	196 785 107,29	81 298 017,56
Less Payments for quarter	396 331 044,42	136 153 376,61	248 191,15	199 817 849,07	60 111 627,59
<b>Closing cash book balance at end of quarter</b>	<b>69 286 785,42</b>	<b>64 395 337,79</b>	<b>59 186 519,87</b>	<b>16 807 344,14</b>	<b>72 765 352,10</b>
<b>GL Account Balance</b>					
Payments for the quarter	396 331 044,42	136 153 376,61	248 191,15	198,72	60 111 627,59
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	-	-	-	-	-
<b>Total</b>	<b>396 331 044,42</b>	<b>136 153 376,61</b>	<b>41 046 578,65</b>	<b>198,72</b>	<b>60 111 627,59</b>
Actual capital expenditure for the quarter	313 186,00	318 786,00	-	-	-
Actual operating expenditure for the quarter	106 118 135,00	101 031 648,00	-	-	-
Section 11(4) expenditure	-	-	-	-	-
<b>Total</b>	<b>106 431 321,00</b>	<b>101 350 434,00</b>	<b>-</b>	<b>-</b>	<b>-</b>
a) to defray expenditure appropriated in terms of an approved budget:	106 431 321,00	101 350 434,00	-	-	-
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)	99 679 415,00	-	-	-	-
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	R17 906 was paid out in form of petty cash to different department within the municipality for the quarter ending 30 September 2023				

*[Handwritten Signature]*



**national treasury**  
DEPARTMENT OF FINANCE  
REPUBLIC OF SOUTH AFRICA

Bank Account Withdrawals not in Terms of an Approved Budget  
Municipal Finance Management Act, section 11(4)  
Consolidated Quarterly Report for period 01/04/2023 to 30/06/2023 complete relevant period)

**D**

Date	Payee	Amount in R	Description and Purpose (including section reference e.g. sec 11(f))	Authorised by (name)
13/07/2023	Gauteng Provincial Government Road & Transport	19 099 719,58	money collected by the municipality on behalf of that person or organ of state by agreement;	Mr. G Makhubu Acting Municipal Manager
2023/07/21	Gauteng Provincial Government Road & Transport	20 367 720,00	money collected by the municipality on behalf of that person or organ of state by agreement;	Mr. G Makhubu Acting Municipal Manager
2023/08/04	Gauteng Provincial Government Road & Transport	14 863 214,00	money collected by the municipality on behalf of that person or organ of state by agreement;	Mr. G Makhubu Acting Municipal Manager
2023/08/21	Gauteng Provincial Government Road & Transport	19 235 158,00	money collected by the municipality on behalf of that person or organ of state by agreement;	Mr. G Makhubu Acting Municipal Manager
2023/09/26	Gauteng Provincial Government Road & Transport	26 113 603,00	money collected by the municipality on behalf of that person or organ of state by agreement;	Mr. G Makhubu Acting Municipal Manager
<b>TOTAL</b>		<b>99 679 414,58</b>		

**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 26 (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

*G Makhubu*  
17/26/09/2023

**SEDIBENG DISTRICT MUNICIPALITY COST CONTAINMENT REPORT FOR  
THE QUARTER ENDING 30 SEPTEMBER 2023**

(5/1/1) (2023/24)

**Cluster: Finance**  
**Portfolio: Financial Management  
& Budgets**

1. PURPOSE

The purpose of the report is to table before the Committee the 1<sup>st</sup> 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 2024 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 25% per quarter.  
Detail expenses per class

**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
<b>Cost Containment In-Year Report Measures</b>												
Use of consultants & Professional fees	3 596 957.00	298 243.79				298 243.79	66.83%	R899 239.25	600 995.46			
Travel and subsistence	103 380.00	2 128.20				2 128.20	91.77%	R25 845.00	23 716.80			
Domestic accommodation	159 382.00	40 182.56				40 182.56	-0.85%	R39 845.50	-337.06			
Sponsorships, events and catering	993 592.00	473 242.32				473 242.32	-90.52%	R 248 398.00	-224 844.32			
Other related expenditure items	84 426 593.00	19 528 951.83				19 528 951.83	7.47%	R21 106 648.25	1 577 696.42			
<b>Total</b>	<b>89 279 904.00</b>	<b>20 347 748.70</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>20 347 748.70</b>	<b>8.86%</b>	<b>R22 319 976.00</b>	<b>1 977 227.30</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

Description	Budget	Curr Mth Exp	Commitment	YTD Movement	Unspent Budget	Perc	% saving/variante	Benchmark Amount	Savings Amount
Subtotal : employee related cost	306 391 418.00	27 706 394.14	0.00	76 965 370.47	229 426 047.53	25.11	-0.11	R76 597 854.50	-R367 515.97
Subtotal : remuneration of councillors	14 737 996.00	1 159 841.46	0.00	3 425 285.02	11 312 710.98	23.24	1.76	R3 684 499.00	R259 213.98
Subtotal : outsource services	33 006 957.00	914 932.89	5 500.00	3 979 734.21	29 027 222.79	12.05	12.95	R8 251 739.25	R4 272 005.04
Subtotal : contractors	6 096 849.00	558 648.15	200 225.70	1 244 838.36	4 852 010.64	20.41	4.59	R1 524 212.25	R279 373.89
Subtotal : operational cost	30 831 133.00	1 540 277.60	63 105.26	11 531 076.09	19 300 056.91	37.40	-12.40	R7 707 783.25	-R3 823 292.84
Subtotal - inventory	4 052 864.00	452 251.85	230 060.21	1 166 042.34	2 886 821.66	28.77	-3.77	R1 013 216.00	-R152 826.34
Subtotal : operating leases	2 901 901.00	100 850.38	133 588.00	382 222.35	2 519 678.65	13.17	11.83	R725 475.25	R343 252.90
Subtotal : consultant and prof services	3 596 957.00	71 143.00	0.00	298 243.79	3 298 713.21	8.29	16.71	R899 239.25	R600 995.46
Subtotal : transfers & subsidies	12 390 200.00	726 286.33	412 150.00	2 038 835.35	10 351 364.65	16.45	8.55	R3 097 550.00	R1 058 714.65
Subtotal : depreciation & amortisation	9 025 714.00	0.00	0.00	0.00	9 025 714.00	0.00	25.00	R2 256 428.50	R2 256 428.50
<b>TOTAL : EXPENDITURE</b>	<b>423 031 989.00</b>	<b>33 230 625.80</b>	<b>1 044 629.17</b>	<b>101 031 647.98</b>	<b>322 000 341.02</b>	<b>23.88</b>	<b>1.12</b>	<b>R105 757 997.25</b>	<b>R4 726 349.27</b>

3. ALIGNMENT WITH COUNCIL STRATEGIES

This report is aligned to the cost containment regulation and policies

4. FINANCIAL IMPLICATIONS

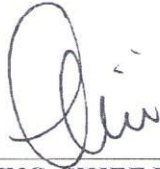
The overall cost saving for the 1<sup>st</sup> quarter is at 8.86%

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. X MALINDI

11 October 2023  
DATE



\_\_\_\_\_  
MUNICIPAL MANAGER  
MR. M MATHE

12/10/2023  
DATE