



# **MTHONJANENI LOCAL MUNICIPALITY KZN285**

## **Mid – Year Budget and Performance Assessment 2021/22**

## 1. BACKGROUND:

Section 71 of the Municipal Finance Management Act (MFMA), (Act 56 of 2003) outlines the manner in which the financial reports of the municipality must be submitted.

It prescribes that the Accounting Officer of the Municipality must submit reports, by no later than 10 working days after the end of each month, to the Mayor and the relevant Provincial Treasury, a statement in the prescribed format on the state of the municipality's budget.

As stated above, the MFMA Section 71 (1) refers to a prescribed format according to which the annual budget is required to be prepared. National Treasury has issued MFMA Circular No 51, in which this prescribed format has been set out. Furthermore, National Treasury has issued Municipal Budget and Reporting Regulations in terms of Government Gazette Number 32141 dated 17 April 2009. These regulations set out the manner in which Municipalities are required to prepare their Budgets as well as the in-year reporting effective from July 2010.

The objectives of the budget formats reforms in terms of these regulations are:

- ❖ To ensure that the municipal budget and financial reporting formats support the other financial management reforms introduced by the Municipal Finance Management Act (MFMA).
- ❖ To formalise the norms and standards governing municipal budget and financial reporting formats, so as to improve the credibility, sustainability, transparency, accuracy and reliability of budgets and in-year reports of municipalities.
- ❖ To improve Council's ability to deliver basic services to all by addressing issues of financial sustainability.
- ❖ To facilitate informed policy choices by Council and medium term planning of service delivery by aligning targets to achieve backlog elimination.

**Section 72** of the Municipal Finance Management Act further requires that;

**72.** (1) The accounting officer of a municipality must by 25 January of each year –  
(a) assess the performance of the municipality during the first half of the financial year, taking into account –

(i) the monthly statements referred to in section 71 for the first half of the financial year;

(ii) the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;

(iii) the past year's annual report, and progress on resolving problems identified in the annual report; and

(iv) the performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and

(b) submit a report on such assessment to –

(i) the mayor of the municipality;

(ii) the National Treasury; and

(iii) the relevant provincial treasury.

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

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

(a) make recommendations as to whether an adjustments budget is necessary; and

(b) recommend revised projections for revenue and expenditure to the extent that this may be necessary.

**Section 66** of the Municipal Finance Management Act further prescribes that all expenditure incurred by the Municipality on staff salaries, allowances and benefits be reported in a format and for the prescribed period. This report is submitted to the Mayor on a quarterly basis together with the other reports as per section 71.

## **2. DISCUSSION**

The details of the report and the supporting C - Schedules is captured into National Treasury templates will be forwarded to National and Provincial Treasury as required in terms of Sections 71 and 72 of the MFMA in both printed and electronic formats.

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**PART 1 – IN – YEAR REPORT**

**1. MAYOR’S REPORT**

I am honored to present the Mid-year budget and Performance Assessment for the Municipality for the 2021/22 financial year. This gives us the opportunity to reflect back on the first six months of the financial year and take corrective measures to rectify shortfalls identified. Difficult economic conditions still exist. The municipality is not insulated to these events as we live in a global village. Ultimately the negative economic conditions impact the collection of revenue negatively and the prospect of enhancing the municipality’s own revenue sources.

The negative economic conditions have been made worse due to the global outbreak of corona virus (Covid-19) pandemic. The municipality has remained open to offer basic and essential services to the community under the current difficult conditions as we experience the fourth waive of covid 19. We thank the Acting Municipal Manager, and his staff especially the essential workers who have continued to brave the current conditions of covid 19 and kept the municipality running. We continue to urge Councillors, municipal staff and our community to vaccinate, take health precautionary measures in order to curb the spread of this virus, also to observe and obey all Covid-19 protocols and regulations.

Also, the public unrest and looting that took place in July 2021, resulted in some businesses being vandalized which forced some of the businesses to close. Some of these businesses are still in the process to gain its full business operations which may negatively affect revenue collection. However, all municipal buildings were not vandalized.

The 2021 Local Government elections that were held on 1 November 2021 went very well with no major reported disruptions, the municipal council inauguration meeting took place on 22 November 2021 and a new Executive Committee was elected along with a new Mayor, Deputy Mayor and Speaker.

The Municipality’s budget is being implemented in accordance with the service delivery and budget implementation plan, though there are some variances noted due to slow revenue and high expenditure in some instances.

The revenue sources of the municipality remain limited due to the lack of economic activity within Mthonjaneni’s boundaries. Consequently, the Municipality is heavily dependent on Government grants. In terms of own revenue, the main contributor

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are ward two and three in the form of property rates. Nevertheless, the municipality will continuously look at possibilities of revenue enhancement possibilities in pursuit of improving service delivery.

The municipality got unqualified audit opinion from Auditor General in 2020/2021 financial year. The Internal audit will play a significant role in ensuring that the issues identified by Auditor General are corrected and they do not occur in the current financial year.

This Mid-year Budget and Performance Assessment Report has indicated that some votes are underspent, and some votes are overspent and in other cases actual revenue is under or over the projections and therefore there is need to consider a review of projections for the remainder of the year 2021/22, and herein recommended that a municipal adjustment budget be prepared in terms of section 72(3) read together with other sections of the MFMA.

In conclusion, I would like to thank the Acting Municipal Manager, the Heads of Departments and all staff members who made the midyear budget performance assessment process 2021/22 a success. Honorable Councillors with those few words I have pleasure in placing the Mid-year Budget and performance assessment report for 2021/2022 for consideration and approval. It is now time to work smarter, harder and faster in delivering on our core mandate. Your continued support is a testimony and affirmation that we can do better in improving the quality of lives of our communities.

I thank you!. Siyathokoza!

His Worship the Mayor

Cllr NM BIYELA

## **2. RESOLUTIONS**

- a) The Mid-year Budget and performance assessment report for 2021/2022 financial year be noted
- b) The Mid-year Budget and performance assessment report for 2021/2022 financial year be submitted to other Council Committees for noting
- c) The Mid-year Budget and performance assessment report for 2021/2022 financial year be approved by council.
- d) The Mid-year Budget and performance assessment report be submitted to the National and Provincial Treasury as per section 72(1)b(ii)(iii)
- e) In terms of section 72(3)(a) of the Municipal Finance Management Act, No.56 of 2003 , an adjustment budget be prepared.

**3. EXECUTIVE SUMMARY**

*Table 1* represents an executive summary for the financial period ended 31 December 2021

	Table 1 - Summary for Financial Period ended December 2021			
Description	Original BUDGET 2021/22	Year TD BUDGET 2021/22	Actual figures to 31 December 2021	Target Achieved % (Actual vs. Pro-rata)
	R '000	R '000	R '000	%
Revenue-Operational	172 450	86 225	99 230	15%
Revenue-Capital	39 637	19 818	17 384	-12%
Expenditure –Operational	164 702	79 448	97 261	22%
Expenditure – Capital	47 077	23 539	16 858	-28%
Surplus/(Deficit)	308	3 056	2 495	
	Source: Budget Table C1			

The year-to-date actual surplus for the month ended 31 December 2021 is R 2 495 000 as per the monthly budget statement summary (Table C1). After taking the Capital year to date expenditure of R 16 858 000 as outlined in the *table C1* above. The municipality has recognized more revenue than targeted by 15%. Capital expenditure shows under spending of 28% less the targeted budget to date.



### **3.1 REVENUE**

The operational revenue that has been recognized by the municipality to date is seating at R 99 230 000 that translate to **15%** more than the targeted revenue as at 31 December 2021. This was due to transfers and subsidies that were received during the first six months which were originally not anticipated as all transfers were estimated to be around 50% as at December 2021.

### **3.2 EXPENDITURE - OPERATIONAL**

The operational expenditure is seating at R 97 261 000 as at 31 December 2021 this translate to 22% more than the targeted expenditure. The municipality brought forward projects that were originally planned to take place by quarter three and four to first six months of the year to speed up service delivery to the community of Mthonjaneni.

### **3.3 EXPENDITURE - CAPITAL**

Capital expenditure of Mthonjaneni Local Municipality is currently seating at R 16 858 000 which translate to **28 %** less the December 2021 proportional budget. Largely due to INEP projects were started a bit late , but will catch up before end of the year as there are now all in progress.

#### **4. IN-YEAR BUDGET STATEMENT TABLES**

The following monthly budget statement tables respectively have been prepared in accordance with the Municipal Budgeting and Reporting Regulations:

<b>TABLE NUMBER</b>	<b>DESCRIPTION</b>	<b>ANNEXURE</b>
Table C1	Monthly Budget Statement Summary	
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## **PART 2 – SUPPORTING DOCUMENTATION**

### **2.1 Debtors Analysis**

<b>Debtors Age Analysis</b>									
<b>Description</b>	<b>Budget Year 2021/22</b>								
	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Days</b>	<b>151-180 Days</b>	<b>181 Days – 1 Year</b>	<b>Over 1 Year</b>	<b>Total</b>
<b>R thousands</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>		<b>R'000</b>
<b>Debtors Age Analysis By Income Source</b>									
Property Rates	1 607	450	322	239	267	406	949	2 360	6 600
Electricity	1 161	682	364	472	642	4 233	3 708	16 313	27 574
Waste Management	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	167	87	89	82	79	77	471	2 838	3 890
Property Rental Debtors	12	10	5	5	5	5	35	134	211
<b>Total By Income Source</b>	<b>3 110</b>	<b>1 548</b>	<b>944</b>	<b>961</b>	<b>1 150</b>	<b>4 868</b>	<b>6 107</b>	<b>26 009</b>	<b>44 696</b>
<b>Debtors Age Analysis By Customer Group</b>									
Organs of State	628	364	184	171	369	3 136	1 760	11 362	17 972
Commercial	1 594	449	121	264	268	237	1 300	3 719	7 951
Households	881	729	637	523	510	715	3 026	10 164	17 184
Other	6	6	3	3	3	781	21	765	1 589
<b>Total By Customer Group</b>	<b>3 110</b>	<b>1 548</b>	<b>944</b>	<b>961</b>	<b>1 150</b>	<b>4 868</b>	<b>6 107</b>	<b>26 009</b>	<b>44 696</b>
<b>Source: Budget Table SC3</b>									

The municipality has a high amount of outstanding debtors as at December 31, this shows that the municipality is not fully implementing its Credit Control and Debt Collection policy. The municipality had to change the accounting system from 1 July 2017 due to the old system not complying with MSCOA requirements. Municipality has been experiencing some teething challenges with the new system and which led to delays in migrating debtors statements into the new system and therefore causing delays in implementing credit control and debt collection policy but in the process to review debtors opening balances and bad debt that will not be recovered and recommend a write off as some are long outstanding debt that are no longer traceable.

## 2.2 Creditors Analysis

Creditors Age Analysis							
Description	Budget Year 2021/22						
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	Total
	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	
<b>Creditors Age Analysis By Customer Type</b>							
Bulk Electricity	(1 849)	1 849	-	-	-	-	-
Bulk Water	-	-	-	-	-	-	-
PAYE deductions	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-
Trade Creditors	1 126	(138)	(451)	(9)	24	351	902
Auditor General	(733)	733	-	-	-	-	-
Other	906	332	(967)	407	(0)	161	839
<b>Total By Customer Type December 2021</b>	<b>(550)</b>	<b>2 775</b>	<b>(1 418)</b>	<b>398</b>	<b>24</b>	<b>512</b>	<b>1 741</b>
<i>Source: Budget Table SC4</i>							

The Eskom account is current and was paid during December 2021 and January 2021 respectively when it fell due. There are no long outstanding amount owed to Eskom and the previous arrangement has been honoured and settled.

**2.3 Investment Portfolio Analysis**

Investment by maturity - Name of institution								
	Period of investment	Type of investment	Expiry date of investment	Accrual interest for the month	Yield for the month (%)	Market value at the beginning	Change in market value	Market value at end of the month
R thousand	Yrs./Months			R' 000	R' 000	R' 000	R' 000	R' 000
Investec		Call Deposit			6.60	47	-	47
FNB		Call Deposit			6.00	1	-	1
FNB		Call Deposit		-	0.50	101	-	101
FNB		Fixed Deposit		-	6.45	1 540	-	1 540
FNB		INEP Call		-	6.00	3	-	3
FNB		EPWP Call		-	6.00	3	-	3
<b>Total investment and interest</b>		-	-			1 695	-	1 695
<i>Source: Budget Table SC5</i>								

**2.4 Allocation and grant receipts and expenditure****2.4.1 Grants – Receipts**

DESCRIPTION	Original BUDGET 2021/22	YTD BUDGET DECEMBER 2021	ACTUAL YTD DECEMBER 2021	YTD variance
	R'000	R'000	R'000	%
<b>Receipts:</b>				
<b>Operating Transfers and Grants</b>				
<b>National Government:</b>				
Equitable Share	86 810	65 107	63 377	-2.5%
Finance Management	2 650	2 650	2 650	-
EPWP Incentive	1 891	1 323	1 323	-
Municipal Disaster Relief Grant				
<b>Provincial Government:</b>				
Provincialisation of Libraries	935	935	935	-
Community Library Services	242	242	242	-
Title Deeds Restoration Programme				
<b>TOTAL OPERATING TRANSFERS</b>	<b>92 528</b>	<b>70 257</b>	<b>68 527</b>	
<b>Capital Transfers and Grants</b>				
<b>National Government:</b>				
Municipal Infrastructure	18 832	18 832	18 832	-
Integrated National Electrification	20 805	20 805	20 805	
<b>TOTAL CAPITAL TRANSFERS</b>	<b>39 637</b>	<b>39 637</b>	<b>39 637</b>	
<b>TOTAL RECEIPTS OF TRANSFERS</b>	<b>132 165</b>	<b>109 894</b>	<b>108 164</b>	<b>-2.5%</b>

Receipts of transfers and grants show a variance of 2.5% as at 31 December 2021, the variance is made by the unspent grant of R1 731 000 (INEP) which municipality couldn't finish it during 2020/21 financial and the rollover application was not approved by Treasury. This unspent grant was offset against equitable share received on 7 December 2021.

**2.4.2 Grants - Expenditure**

DESCRIPTION	Original BUDGET 2021/22	Year TD BUDGET 2021/22	ACTUAL YTD DECEMBER 2021	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	%
<b>Expenditure:</b>					
<b>Operating Expenditure Transfers and Grants</b>					
<b>National Government:</b>					
Equitable Share	86 810				
Finance Management	2 650	1 325	1 194	(131)	-9.9%
EPWP Incentive	1 891	946	1 528	582	61.6%
Municipal Disaster Relief Grant					
<b>Provincial Government:</b>					
Provincialization of Libraries	935	468	633	166	35.5%
Community Library Services	242	121	157	36	30.0%
Titlle Deeds Restoration Programme Grant					
<b>TOTAL EXPENDITURE OPERATING TRANSFERS</b>	<b>92 528</b>	<b>2 860</b>	<b>3 512</b>	<b>653</b>	
<b>Capital Expenditure of Transfers and Grants</b>					
<b>National Government:</b>					
Municipal Infrastructure	18 832	9 416	10 109	693	7.4%
Integrated National Electrification	20 805	10 403	7 275	(3 127)	-30.1%
<b>TOTAL CAPITAL EXPENDITURE TRANSFERS</b>	<b>39 637</b>	<b>19 819</b>	<b>17 384</b>	<b>-2 434</b>	
<b>TOTAL EXPENDITURE OF TRANSFERS</b>	<b>132 165</b>	<b>22 679</b>	<b>20 896</b>	<b>-1 781</b>	

Source: Budget Table SC7

**2.5 Councillor and board member allowances and employee benefits**

Summary of Employees and Councillor remuneration	Original BUDGET 2021/22	Year TD BUDGET 2021/22	ACTUAL YTD DECEMBER 2021	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	%
<b><u>Councillors (Political Office Bearers)</u></b>					
Basic Salaries and Wages	5 646	2 823	2 350	(473)	-17%
Pension and UIF Contributions	765	398	329	(69)	-17%
Medical Aid Contributions	105	52	38	(14)	-27%
Motor Vehicle Allowance	1 020	510	456	(54)	-11%
Other benefits and allowances	2 067	1 033	909	(125)	-12%
<b>Sub Total - Councillors</b>	<b>9 633</b>	<b>4 817</b>	<b>4 081</b>	<b>(735)</b>	<b>-15%</b>
<b><u>Senior Managers of the Municipality</u></b>					
Basic Salaries and Wages	3 352	1 676	1 652	(24)	-1%
Pension and UIF Contributions	14	7	216	209	3020%
Medical Aid Contributions	-	-	-	-	
Performance Bonus	112	56	283	227	406%
Motor Vehicle Allowance	630	315	320	5	2%
Cellphone Allowance	36	18	9	(9)	-50%
Housing Allowance	-	-	36	36	
Payments in lieu of leave	-	-	42	42	
Other benefits and allowances	91	46	187	142	308%
<b>Sub Total - Senior Managers</b>	<b>4 234</b>	<b>2 117</b>	<b>2 745</b>	<b>628</b>	<b>30%</b>
<b><u>Other Municipal Staff</u></b>					
Basic Salaries and Wages	35 660	17 830	17 666	(164)	-1%
Pension and UIF Contributions	4 701	2 350	2 411	61	3%
Medical Aid Contributions	2 607	1 304	1 322	19	1%
Overtime	1 642	821	688	(133)	-16%
Performance Bonus	2 693	1 346	2 218	872	65%
Motor Vehicle Allowance	3 748	1 874	1 949	75	4%
Housing Allowance	1 082	541	438	(102)	-19%
Cellphone Allowance	290	145	153	8	5%
Other benefits and allowances	1 166	583	908	325	56%
Payments in lieu of leave	-	-	819	239	-
Long Service awards	-	-	287	26	-
<b>Sub Total - Other Municipal Staff</b>	<b>53 590</b>	<b>26 795</b>	<b>28 861</b>	<b>2 066</b>	<b>8%</b>
<b>TOTAL PARENT MUNICIPALITY</b>	<b>67 457</b>	<b>33 729</b>	<b>35 687</b>	<b>1 958</b>	<b>6%</b>
<i>Source: Budget Table SC8</i>					



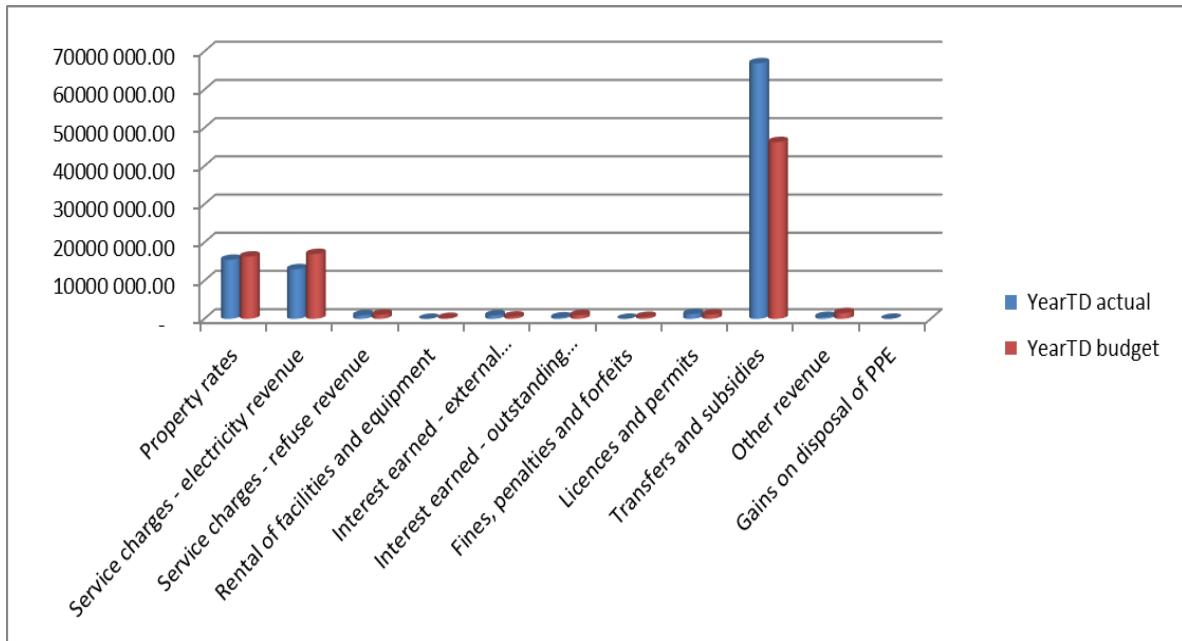
## 2.6 Parent Municipality Financial Performance

### 2.6.1 Revenue By Source

*Table 2* demonstrates the source of funding per revenue categories.

REVENUE BY SOURCE	Table 2 – Revenue by Source				
	Original BUDGET 2021/22	Year TD BUDGET 2021/22	ACTUAL YTD DECEMBER 2021	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	%
Property Rates	32 606	16 303	15 434	(869)	-5%
Service charges – electricity revenue	33 916	16 958	12 987	(3 971)	-23%
Service charges – refuse revenue	2 147	1 074	910	(163)	-15%
Rental of facilities and equipment	450	225	11	(214)	-95%
Interest earned – external investments	1 200	600	873	273	46%
Interest earned – outstanding debtors	1 900	950	362	(588)	-62%
Fines	1 003	502	9	(493)	-98%
Licences and permits	2 208	1 104	1 258	154	14%
Transfers recognized – Operational	92 528	46 264	66 892	20 628	45%
Transfers recognized – Capital	39 637	19 818	17 384	(2 434)	-12%
Other revenue	2 991	1 496	494	(1 002)	-67%
Gains on disposal of PPE	1 500	750		(750)	-100%
<b>Total Revenue</b>	<b>212 087</b>	<b>106 043</b>	<b>116 614</b>	<b>10 571</b>	
<i>Source: Budget Table C4</i>					

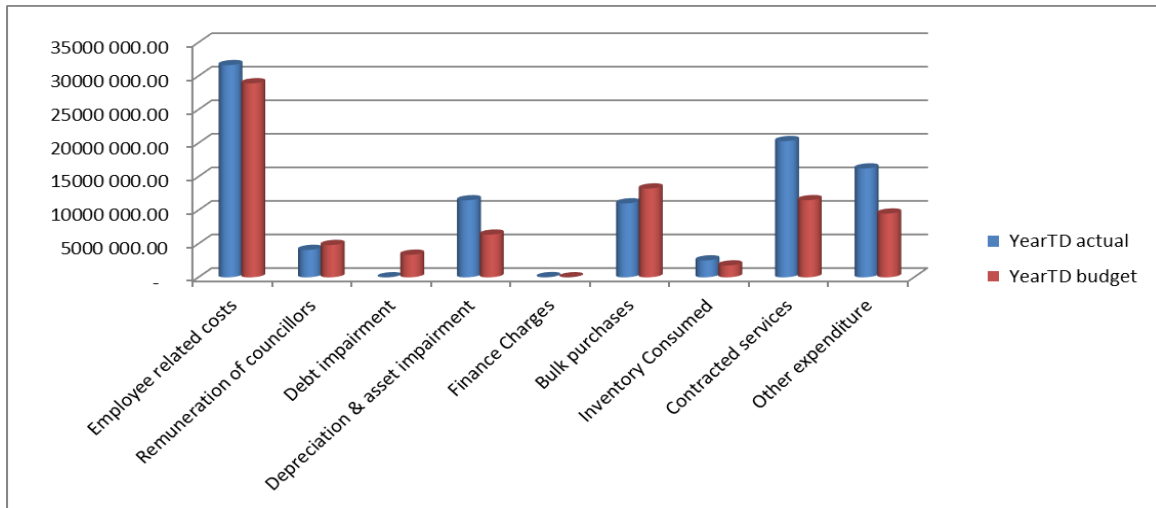
The diagram below shows revenue YTD actual vs. YTD budget in a form of a chart.



**2.6.2 Operational Expenditure Trends Inclusive of Operational Projects**

<b>Table 4 – Expenditure per Category</b>					
<b>EXPENDITURE BY TYPE</b>	<b>Original BUDGET 2021/22</b>	<b>Year TD BUDGET 2021/22</b>	<b>ACTUAL YTD DECEMBER 2021</b>	<b>YTD variance</b>	<b>YTD variance (Actual vs. Year TD)</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>
Employee Related Cost	57 824	28 912	31 623	2 711	9%
Remuneration of Councillors	9 633	4 817	4 081	(735)	-15%
Debt impairment	6 726	3 363	-	(3 363)	-100%
Depreciation & asset impairment	18 287	6 359	11 478	5 119	81%
Finance charges		-	22	22	
Bulk purchases	26 469	13 235	11 021	(2 214)	-17%
Inventory Consumed	3 546	1 770	2 520	750	42%
Contracted services	23 088	11 494	20 296	8 802	77%
Transfers and grants		-	-	-	
Other expenditure	19 129	9 499	16 220	6 720	71%
<b>Total Expenditure</b>	<b>164 702</b>	<b>79 448</b>	<b>97 261</b>	<b>16 576</b>	<b>22%</b>
<i>Source: Budget Table C4</i>					

The diagram below shows operational expenditure YTD actual vs. YTD budget in a form of a chart.



**(a) Employee related costs**

Employee related costs of Mthonjaneni Local Municipality are 9% more than the proportional budget as at the end of December 2021. This was partly due to salary percentage increase and the approved once off payment of R3000 or R4000 that was paid to employees that was originally not budgeted for.

**(b) Bulk Purchases**

Bulk purchases are 17% less than the proportional budget as at the end of December 2021. The change in tariff from Rural night Save to Miniflex has assisted the municipality to realise some savings on bulk purchases.

**(c) Debt Impairment**

Mthonjaneni Local Municipality accounts for debt impairment at the end of the financial year however it is recommended to account for impairments on a monthly basis for accurate reporting purposes.

**(d) Depreciation and Asset Impairment**

The depreciation and asset impairment is seating at R5 119m above the proportional budget of December 2021 this translate to 81% more than expected. This is partly caused by the projects that were finished and additions for the first six months however if need be, will consider to do an upward adjustment.

**(e) Contract Services**

Contracted Services are more than the proportional budget by 77% as at December 2021. The municipality brought forward projects that were originally planned to take place by quarter three and four to first six months of the year to speed up service delivery to the community of Mthonjaneni.

**(f) Other Expenditure**

Other Expenditure are more than the budgetary limits by 71% as at December 2021. The municipality brought forward projects that were originally planned to take place by quarter three and four to first six months of the year to speed up service delivery to the community of Mthonjaneni.

**2.7 Material Variances to the Service Delivery and Budget Implementation Plan**

Description	Variance R'000	Reason for material deviations	Remedial or corrective steps/remarks
<b><u>Revenue By Source</u></b> Service charges – electricity revenue	(3 971)	Electricity revenue is seating at R 3 971m below the YTD budget.	The variance has been noted and the adjustment will be considered if need be during the adjustment budget, however we believe by the end of the financial year some of the sites that were sold will be developed and start realising this revenue.
Service charges – refuse revenue	(163)	Refuse revenue is seating at R 163 000 below the YTD budget.	The variance has been noted and the adjustment will be considered if need be during the adjustment budget
Interest earned – external investments	273	External investments are seating at R 273 000 above the YTD budget the proportional budget for December 2021.	This is a result of interest earned on our main bank account during the first six months
Interest earned - outstanding debtors	(588)	Interest earned on outstanding debtors is seating at R 588 000 below the YTD budget	The variance has been noted and the adjustment will be considered if need be during the adjustment budget, the municipality anticipated that it will realise more revenue on this item due to the difficult financial conditions that were anticipated due to COVID 19.

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Rental of facilities and equipment	(214)	Rental of facilities and equipment are seating at R214 000 below the YTD budget due to low demand of these facilities than anticipated as a result of COVID-19 Regulations. All the municipal facilities were not rented out and during the budgeting stage the municipality expected the COVID-19 situation will have pass by the end of December 2021.	The variance has been noted and the adjustment will be considered if need be during the adjustment budget
Fines	(493)	Fines are seating at R493 thousand below the YTD budget.	The variance has been noted and the adjustment will be considered if need be during the adjustment budget. The municipality anticipated to re-appoint traffic management service provider to assist with traffic management and collection of fines before the end of the financial year.
Transfers and subsidies	20 628	Transfers and subsidies-operational are seating at R 20 628m above the YTD budget the proportional budget for December 2021.	The variance has been noted and the adjustment will be considered during the adjustment budget as the YTD budget was underestimated.
Other Revenue	(1 002)	Other Revenue is seating at R1 002ml below the YTD budget. Part of these item are revenue from sale of tender documents, building plans,	The variance has been noted and the adjustment will be considered if need be during the adjustment budget

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		insurance refunds and sales of good & rendering of services which depends on demand for such goods and services.	
Gains on disposal of PPE	(750)	Gains on disposal of PPE is seating at R750 below the YTD budget.	The variance has been noted and the adjustment will be considered if need be during the adjustment budget but the municipality expect to realise the gains on disposal of the sold sites before end of the financial year.
<b><u>Expenditure By Type</u></b> Employee related cost	2 711	Employee related cost are seating at R2 711ml t above the YTD budget. That translates to 9% above the targeted expenditure.	The variance has been noted and it's within the yearly salary increment but the municipality hope this amount will reduce since, there are vacant posts that will not be filled as part of the financial recovery plan. Also this was due to once off payment of R3000/R4000 to employees that was not anticipated as per approved Salary and Wage Collective Agreement 2021.
Remuneration of Councillors	(735)	Remuneration of councillors are seating at R735 000 below the YTD budget.	The variance has been noted and it's within the salary range as the remuneration increment for



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			councillors haven't been approved.
Debt Impairment	(3 363)	The municipality calculate it Debt impairment at the end of the financial year.	Debt impairment will be calculated towards the end of the financial year.
Depreciation and asset impairment	5 119	Depreciation and asset impairment is seating at R 5 119 m above the YTD budget. This is caused by the projects that were finished and other asset additions for the first six months that were not anticipated Also there were assets that we expected to be dispose off during the first six months but not yet disposed due to unforeseen circumstances	The variance has been noted and the adjustment will be considered if need be during the adjustment budget. This is partly caused by the projects that were finished and additions for the first six months however if need be, will consider to do an upward adjustment.
Inventory consumed	750	Inventory consumed is seating at R 750 000 more the YTD budget.	The variance has been noted and the adjustment will be considered if need be during the adjustment budget. This included an LED project that was brought forward to assist informal traders that were manly affected by looting with start up stock in various wards of Mthonjaneni.
Contracted services	8 802	Contracted services are seating at R 8 802 ml above the YTD budget.	The variance has been noted, and due to cost containment measures this expenditure item is expected to drop going forward, however if need be the adjustment will be

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			considered. The municipality brought forward projects that were originally planned to take place by quarter three and four to first six months of the year to speed up service delivery to the community of Mthonjaneni
Bulk Purchases	(2 214)	Bulk Purchase are seating at R2 214ml below the YTD budget.	The variance has been noted and the adjustment will be considered if need be during the adjustment budget. The change in tariff from Rural night Save to Miniflex has assisted the municipality to realise some savings on bulk purchases.
Other expenditure	6 720	Other Expenditure is seating at R 6 720 ml above the YTD budget.	The municipality brought forward projects that were originally planned to take place by quarter three and four to first six months of the year to speed up service delivery to the community of Mthonjaneni. The municipality will consider upward adjustments if need be.

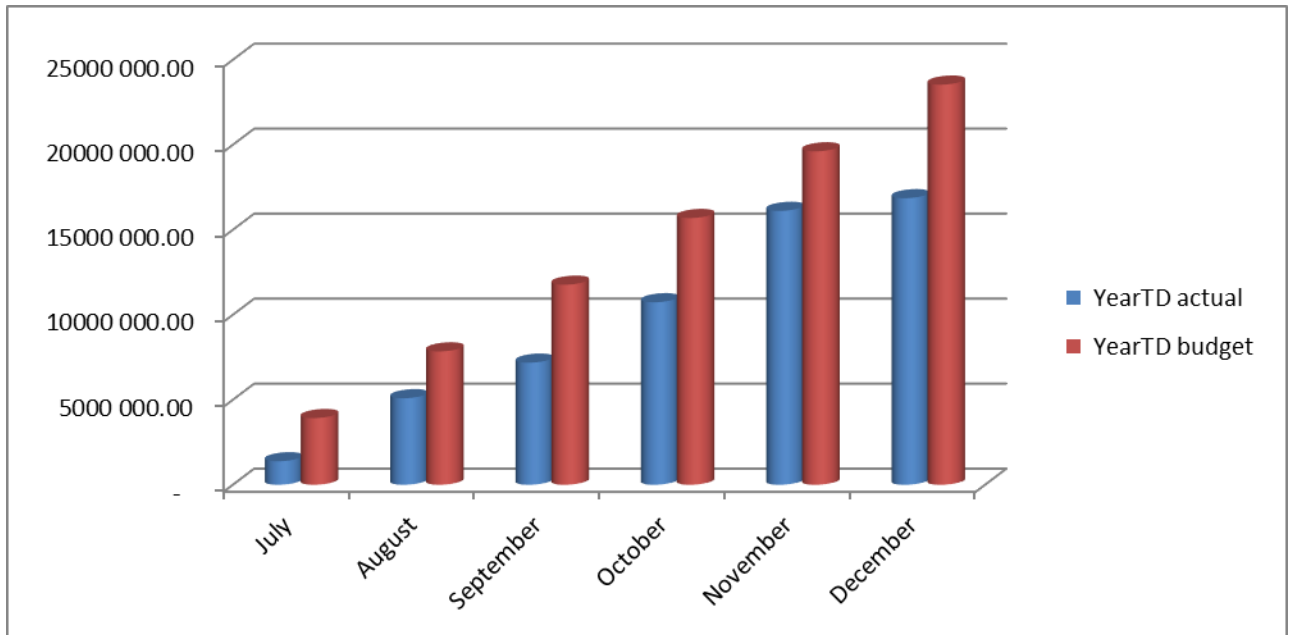
**2.8 Capital Programme Performance**

*Table 6 illustrates the capital expenditure as at 31 December 2021 by Vote.*

<b>Expenditure by Months</b>	<b>Original Budget 2021/22</b>	<b>Year to Date Budget 2021/22</b>	<b>Actual Year to Date Budget 31 Dec 2021</b>	<b>Year to Date Variance</b>	<b>% spend of Original Budget</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	
July	3 308	3 923	1 382	2 541	64.8%
August	3 308	7 846	5 090	2 756	35.1%
September	3 308	11 769	7 183	4 586	39.0%
October	3 308	15 692	10 737	4 956	31.6%
November	3 308	19 615	16 112	3 503	17.9%
December	3 308	23 539	16 858	7 022	29.8%
<b>TOTAL</b>	<b>23 539</b>	<b>23 539</b>	<b>16 858</b>	<b>-6 681</b>	<b>-28.38%</b>

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The diagram below shows capital expenditure YTD actual vs. YTD budget in a form of a chart.



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## 2.9 Other Supporting Documents

KZN285 Mthonjaneni - Table C1 Monthly Budget Statement Summary - M06 December									
Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	21 934	32 606	–	1 207	15 434	16 303	(869)	-5%	32 606
Service charges	24 015	36 063	–	2 749	13 898	18 032	(4 134)	-23%	36 063
Investment revenue	1 350	1 200	–	127	873	600	273	46%	1 200
Transfers and subsidies	103 281	92 528	–	27 383	66 892	46 264	20 628	45%	92 528
Other own revenue	4 997	10 053	–	167	2 134	5 026	(2 892)	-58%	10 053
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>155 578</b>	<b>172 450</b>	<b>–</b>	<b>31 633</b>	<b>99 230</b>	<b>86 225</b>	<b>13 005</b>	<b>15%</b>	<b>172 450</b>
Employee costs	58 937	57 824	–	5 926	31 623	28 912	2 711	9%	57 824
Remuneration of Councillors	8 951	9 633	–	734	4 081	4 817	(735)	-15%	9 633
Depreciation & asset impairment	21 731	18 287	–	1 913	11 478	6 359	5 119	81%	18 287
Finance charges	201	–	–	–	22	–	22	#DIV/0!	–
Inventory consumed and bulk purchases	22 721	30 015	–	559	13 540	15 005	(1 464)	-10%	30 015
Transfers and subsidies	447	–	–	–	–	–	–	–	–
Other expenditure	49 997	48 943	–	6 630	36 516	24 356	12 160	50%	48 943
<b>Total Expenditure</b>	<b>162 986</b>	<b>164 702</b>	<b>–</b>	<b>15 762</b>	<b>97 261</b>	<b>79 448</b>	<b>17 813</b>	<b>22%</b>	<b>164 702</b>
<b>Surplus/(Deficit)</b>	<b>(7 408)</b>	<b>7 748</b>	<b>–</b>	<b>15 871</b>	<b>1 969</b>	<b>6 777</b>	<b>(4 807)</b>	<b>-71%</b>	<b>7 748</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	33 867	39 637	–	701	17 384	19 818	(2 434)	-12%	39 637
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)	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>26 459</b>	<b>47 385</b>	<b>–</b>	<b>16 572</b>	<b>19 353</b>	<b>26 595</b>	<b>(7 242)</b>	<b>-27%</b>	<b>47 385</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>26 459</b>	<b>47 385</b>	<b>–</b>	<b>16 572</b>	<b>19 353</b>	<b>26 595</b>	<b>(7 242)</b>	<b>-27%</b>	<b>47 385</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>39 434</b>	<b>47 077</b>	<b>–</b>	<b>746</b>	<b>16 858</b>	<b>23 539</b>	<b>(6 680)</b>	<b>-28%</b>	<b>47 077</b>
Capital transfers recognised	17 672	39 637	–	536	14 041	19 818	(5 778)	-29%	39 637
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	21 762	7 440	–	210	2 818	3 720	(902)	-24%	7 440
<b>Total sources of capital funds</b>	<b>39 434</b>	<b>47 077</b>	<b>–</b>	<b>746</b>	<b>16 858</b>	<b>23 539</b>	<b>(6 680)</b>	<b>-28%</b>	<b>47 077</b>
<b>Financial position</b>									
Total current assets	41 044	73 737	–	–	68 844	–	–	–	73 737
Total non current assets	400 709	422 306	–	–	403 749	–	–	–	422 306
Total current liabilities	35 382	(63 899)	–	–	50 535	–	–	–	(63 899)
Total non current liabilities	8 096	6 075	–	–	4 360	–	–	–	6 075
Community wealth/Equity	271 921	553 867	–	–	19 353	–	–	–	553 867
<b>Cash flows</b>									
Net cash from (used) operating	(2 075)	56 767	–	15 831	67 211	28 383	(38 828)	-137%	56 767
Net cash from (used) investing	183 169	(44 777)	–	746	16 858	24 689	7 830	32%	47 077
Net cash from (used) financing	–	(1 077)	–	–	–	–	–	–	–
<b>Cash/cash equivalents at the month/year end</b>	<b>181 094</b>	<b>10 913</b>	<b>–</b>	<b>–</b>	<b>84 069</b>	<b>53 072</b>	<b>(30 998)</b>	<b>-58%</b>	<b>103 844</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	3 110	1 548	944	961	1 150	4 868	6 107	26 009	44 696
<b>Creditors Age Analysis</b>									
Total Creditors	(550)	2 775	(1 418)	398	24	9	313	190	1 741

## 2021/22 Mid – Year Budget and Performance Assessment Report

KZN285 Mthonjaneni - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December										
Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		125 627	126 998	–	28 703	82 240	63 499	18 740	30%	126 998
Executive and council		–	–	–	–	–	–	–	–	–
Finance and administration		125 627	126 998	–	28 703	82 240	63 499	18 740	30%	126 998
Internal audit		–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		2 776	4 330	–	151	1 547	2 165	(618)	-29%	4 330
Community and social services		1 130	1 197	–	62	802	599	203	34%	1 197
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		1 646	3 133	–	89	746	1 567	(821)	-52%	3 133
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		27 598	23 841	–	(1 446)	11 655	11 920	(266)	-2%	23 841
Planning and development		17	–	–	–	–	–	–	–	–
Road transport		27 581	23 841	–	(1 446)	11 655	11 920	(266)	-2%	23 841
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		33 443	56 918	–	4 925	21 173	28 459	(7 286)	-26%	56 918
Energy sources		32 083	54 721	–	4 556	20 262	27 360	(7 098)	-26%	54 721
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		1 360	2 197	–	370	910	1 099	(188)	-17%	2 197
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
<b>Total Revenue - Functional</b>	2	189 445	212 087	–	32 334	116 614	106 043	10 571	10%	212 087
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		74 888	62 037	–	7 424	43 643	31 019	12 624	41%	62 037
Executive and council		16 783	17 530	–	2 040	8 890	8 765	125	1%	17 530
Finance and administration		55 679	42 469	–	5 349	33 598	21 235	12 363	58%	42 469
Internal audit		2 426	2 038	–	34	1 154	1 019	135	13%	2 038
<i>Community and public safety</i>		24 344	26 704	–	2 607	17 157	13 352	3 806	29%	26 704
Community and social services		9 983	11 423	–	887	9 304	5 711	3 593	63%	11 423
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		14 361	15 281	–	1 720	7 853	7 640	213	3%	15 281
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		30 908	37 268	–	3 983	21 326	15 784	5 541	35%	37 268
Planning and development		3 606	6 158	–	886	5 317	3 079	2 238	73%	6 158
Road transport		27 302	31 110	–	3 096	16 009	12 705	3 303	26%	31 110
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		32 846	38 694	–	1 748	15 136	19 294	(4 158)	-22%	38 694
Energy sources		27 455	35 302	–	620	12 771	17 601	(4 831)	-27%	35 302
Water management		–	6	–	–	–	–	–	–	6
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		5 391	3 386	–	1 128	2 365	1 693	672	40%	3 386
<i>Other</i>		–	–	–	–	–	–	–	–	–
<b>Total Expenditure - Functional</b>	3	162 986	164 702	–	15 762	97 261	79 448	17 813	22%	164 702
<b>Surplus/ (Deficit) for the year</b>		26 459	47 385	–	16 572	19 353	26 595	(7 242)	-27%	47 385

## 2021/22 Mid – Year Budget and Performance Assessment Report

KZN285 Mthonjaneni - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December										
Vote Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive & Council		-	-	-	-	-	-	-		-
Vote 2 - Finance and Admin		114 782	126 998	-	27 812	76 994	63 499	13 495	21.3%	126 998
Vote 3 - Corporate Services		13 622	4 330	-	1 042	6 792	2 165	4 627	213.7%	4 330
Vote 4 - Technical Services		61 024	80 759	-	3 480	32 827	40 379	(7 552)	-18.7%	80 759
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-		-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-		-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-		-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-		-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-		-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-		-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-		-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-		-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-		-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-		-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Revenue by Vote	2	189 428	212 087	-	32 334	116 614	106 043	10 571	10.0%	212 087
Expenditure by Vote	1									
Vote 1 - Executive & Council		19 209	19 568	-	2 074	10 045	9 784	261	2.7%	19 568
Vote 2 - Finance and Admin		41 669	28 303	-	3 766	26 154	14 151	12 003	84.8%	28 303
Vote 3 - Corporate Services		40 578	43 064	-	4 362	25 968	21 532	4 436	20.6%	43 064
Vote 4 - Technical Services		61 444	73 761	-	5 570	34 621	33 981	640	1.9%	73 761
Vote 5 - [NAME OF VOTE 5]		-	-	-	-	-	-	-		-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-		-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-		-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-		-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-		-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-		-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-		-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-		-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-		-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-		-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
Total Expenditure by Vote	2	162 901	164 696	-	15 772	96 787	79 448	17 339	21.8%	164 696
Surplus/ (Deficit) for the year	2	26 527	47 391	-	16 562	19 827	26 595	(6 768)	-25.4%	47 391

## 2021/22 Mid – Year Budget and Performance Assessment Report

KZN285 Mthonjaneni - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		2 364	15 607	–	21 513	15 607
Call investment deposits		–	116	–	1 695	116
Consumer debtors		30 379	39 378	–	28 087	39 378
Other debtors		7 329	17 897	–	16 216	17 897
Current portion of long-term receivables		–	–	–	–	–
Inventory		972	739	–	1 334	739
<b>Total current assets</b>		<b>41 044</b>	<b>73 737</b>	<b>–</b>	<b>68 844</b>	<b>73 737</b>
<b>Non current assets</b>						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		239	88	–	66	88
Investments in Associate		–	–	–	–	–
Property, plant and equipment		398 334	420 783	–	401 730	420 783
Biological		1 897	1 211	–	1 897	1 211
Intangible		238	223	–	55	223
Other non-current assets		1	1	–	1	1
<b>Total non current assets</b>		<b>400 709</b>	<b>422 306</b>	<b>–</b>	<b>403 749</b>	<b>422 306</b>
<b>TOTAL ASSETS</b>		<b>441 752</b>	<b>496 043</b>	<b>–</b>	<b>472 593</b>	<b>496 043</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		997	1 077	–	994	1 077
Trade and other payables		29 685	(64 976)	–	44 841	(64 976)
Provisions		4 700	–	–	4 700	–
<b>Total current liabilities</b>		<b>35 382</b>	<b>(63 899)</b>	<b>–</b>	<b>50 535</b>	<b>(63 899)</b>
<b>Non current liabilities</b>						
Borrowing		–	–	–	–	–
Provisions		8 096	6 075	–	4 360	6 075
<b>Total non current liabilities</b>		<b>8 096</b>	<b>6 075</b>	<b>–</b>	<b>4 360</b>	<b>6 075</b>
<b>TOTAL LIABILITIES</b>		<b>43 478</b>	<b>(57 824)</b>	<b>–</b>	<b>54 895</b>	<b>(57 824)</b>
<b>NET ASSETS</b>	<b>2</b>	<b>398 274</b>	<b>553 867</b>	<b>–</b>	<b>417 698</b>	<b>553 867</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		271 921	553 867	–	19 353	553 867
Reserves		–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>271 921</b>	<b>553 867</b>	<b>–</b>	<b>19 353</b>	<b>553 867</b>



## 2021/22 Mid – Year Budget and Performance Assessment Report

KZN285 Mthonjaneni - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		–	25 909	–	589	11 111	12 955	(1 843)	-14%	25 909
Service charges		–	23 417	–	2 316	10 984	11 709	(725)	-6%	23 417
Other revenue		–	11 418	–	17	329	5 709	(5 380)	-94%	11 418
Transfers and Subsidies - Operational		–	92 528	–	1 177	5 150	46 264	(41 114)	-89%	92 528
Transfers and Subsidies - Capital		(2 075)	39 637	–	11 732	39 637	19 818	19 819	100%	39 637
Interest		–	–	–	–	–	–	–		–
Dividends		–	–	–	–	–	–	–		–
<b>Payments</b>										
Suppliers and employees		–	(136 143)	–	–	–	(68 072)	(68 072)	100%	(136 143)
Finance charges		–	–	–	–	–	–	–		–
Transfers and Grants		–	–	–	–	–	–	–		–
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>(2 075)</b>	<b>56 767</b>	<b>–</b>	<b>15 831</b>	<b>67 211</b>	<b>28 383</b>	<b>(38 828)</b>	<b>-137%</b>	<b>56 767</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		–	2 300	–	–	–	1 150	(1 150)	-100%	–
Decrease (increase) in non-current receivables		–	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–		–
<b>Payments</b>										
Capital assets		183 169	(47 077)	–	746	16 858	23 539	6 680	28%	47 077
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>183 169</b>	<b>(44 777)</b>	<b>–</b>	<b>746</b>	<b>16 858</b>	<b>24 689</b>	<b>7 830</b>	<b>32%</b>	<b>47 077</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	(1 077)	–	–	–	–	–		–
<b>Payments</b>										
Repayment of borrowing		–	–	–	–	–	–	–		–
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>–</b>	<b>(1 077)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>		<b>–</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>181 094</b>	<b>10 913</b>	<b>–</b>	<b>16 578</b>	<b>84 069</b>	<b>53 072</b>			<b>103 844</b>
Cash/cash equivalents at beginning:		–	–	–	–	–	–			–
Cash/cash equivalents at month/year end:		181 094	10 913	–	–	84 069	53 072			103 844