



Monthly Budget Statement

MFMA Section 71 Report August 2022

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1. Introduction

1.1 Purpose

The purpose of this report is to comply with section 71 & 52 of the MFMA and the requirements as promulgated in Government Gazette No 32141 of 17 April 2009 (Municipal budgeting and reporting requirements).

The monthly Budget Statement also aims to provide an update on indicators critical to the municipality's viability and serve as an early warning indicator where remedial action is required. The consolidated performance is a high level overview of the municipality's viability and sustainability.

1.2 Legislative Framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating sustainability and better medium term planning and policy choices on service delivery.

The report has been prepared in terms of the following legislative framework:

- i. The Municipal Finance Management Act – No.56 of 2003, Section 71 & 52
- ii. And the Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements.

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

The objective of these Regulations is to ensure sound and sustainable management of the budgeting and reporting practices of Municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

2. Summary of Overall Budget Performance for August 2022

The total budget approved for the 2022-2023 financial year amounts to R451 042 million.

The total expenditure for operating activities for the month amounts to R22 204 million.

Total revenue for the month amounts to R23 631 million.

The expenditure on Capital activities for the month amounts to R1 092 million.

The following table provides a summary of the municipality's performance as at 31 August 2022

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M03 August 2022									
Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	–	25,814	–	1,953	6,463	4,302	2,161	50%	22,698
Service charges	–	177,572	–	13,023	23,885	29,595	(5,710)	-19%	189,022
Investment revenue	–	–	–	–	–	–	–		1,244
Transfers and subsidies	–	199,191	–	3,288	78,971	33,199	45,773	138%	174,720
Other own revenue	–	48,465	–	5,367	11,580	8,078	3,503	43%	45,296
Total Revenue (excluding capital transfers and contributions)	–	451,042	–	23,631	120,899	75,174	45,725	61%	432,980
Employee costs	–	162,265	–	11,969	24,577	27,044	(2,467)	-9%	158,403
Remuneration of Councillors	–	12,823	–	847	1,736	2,137	(401)	-19%	11,339
Depreciation & asset impairment	–	27,942	–	–	–	4,657	(4,657)	-100%	34,265
Finance charges	–	–	–	–	–	–	–		1,777
Materials and bulk purchases	–	124,511	–	2,160	56,250	20,752	35,498	171%	138,162
Transfers and subsidies	–	–	–	369	742	–	742	#DIV/0!	6,073
Other expenditure	–	118,500	–	6,859	47,241	19,750	27,491	139%	78,626
Total Expenditure	–	446,041	–	22,204	130,546	74,340	56,205	76%	428,645
Surplus/(Deficit)	–	5,001	–	1,427	(9,647)	833	(10,480)	-1257%	4,335
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	–	32,713	–	–	10,616	5,452	5,164	95%	36,988
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)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	–	37,714	–	1,427	969	6,286	(5,316)	-85%	41,323
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	–	37,714	–	1,427	969	6,286	(5,316)	-85%	41,323
Capital expenditure & funds sources									
Capital expenditure	37,793	44,955	–	196	17,335	30,035	(12,699)	-42%	–
Capital transfers recognised	–	32,713	–	1,092	5,741	5,452	289	5%	–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	–	5,000	–	–	–	5,000	(5,000)	-100%	–
Total sources of capital funds	–	37,713	–	1,092	5,741	10,452	(4,711)	-45%	–
Financial position									
Total current assets	–	118,075	–		217,525				118,075
Total non current assets	–	515,437	–		608,025				515,437
Total current liabilities	–	519,527	–		571,046				519,527
Total non current liabilities	–	19,595	–		43,472				19,595
Community wealth/Equity	–	94,390	–		211,032				94,390
Cash flows									
Net cash from (used) operating	–	38,488	–	2,977	7,167	6,415	(752)	-12%	–
Net cash from (used) investing	–	(37,713)	–	(1,092)	(5,741)	(6,286)	(544)	9%	–
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	–	13,248	–	–	4,252	12,602	8,350	66%	2,827
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	370	9,605	6,066	2,833	2,558	2,379	12,370	43,088	79,268
Creditors Age Analysis									
Total Creditors	10,433	599	256	21	52,157	–	–	–	63,467

3. Operational Revenue

3.1 Revenue Performance by Source/Classification as at 31 August 2022

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August 2022										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									%	
Revenue By Source										
Property rates		–	25,814	–	1,953	6,463	4,302	2,161	50%	22,698
Service charges - electricity revenue		–	162,728	–	11,538	20,889	27,121	(6,232)	-23%	174,390
Service charges - water revenue								–		–
Service charges - sanitation revenue								–		–
Service charges - refuse revenue		–	14,844	–	1,485	2,996	2,474	522	21%	14,632
Rental of facilities and equipment		–	558	–	–	–	93	(93)	-100%	691
Interest earned - external investments		–	–	–	–	–	–	–		1,244
Interest earned - outstanding debtors		–	2,966	–	763	1,400	494	906	183%	3,180
Dividends received		–	527	–	129	129	88	41	47%	–
Fines, penalties and forfeits		–	3,870	–	226	443	645	(202)	-31%	3,380
Licences and permits		–	2,436	–	(53)	(44)	406	(450)	-111%	5,509
Agency services		–	–	–	–	–	–	–		–
Transfers and subsidies		–	199,191	–	3,288	78,971	33,199	45,773	138%	174,720
Other revenue		–	38,108	–	4,302	9,652	6,351	3,301	52%	8,843
Gains		–	–	–	–	–	–	–		23,693
Total Revenue (excluding capital transfers and contributions)		–	451,042	–	23,631	120,899	75,174	45,725	61%	432,980

3.2 Summary of Revenue Trends

The following table provides a summary of the monthly revenue trends based on current years actual own revenue.

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M02 August 2022																
Description	Ref	Budget Year 2022/23												2022/23 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
R thousands	1	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		4,510	1,953	1,957	1,957	1,957	1,957	1,957	1,957	1,957	1,957	1,957	(590)	23,486	24,250	23,020
Service charges - electricity revenue		9,351	11,538	12,205	12,205	12,205	12,205	12,205	12,205	12,205	12,205	12,205	15,722	146,456	152,691	144,608
Service charges - water revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse		1,511	1,485	1,113	1,113	1,113	1,113	1,113	1,113	1,113	1,113	1,113	(13,000)	13	13,948	13,226
Rental of facilities and equipment		-	-	38	38	38	38	38	38	38	38	38	112	454	474	454
Interest earned - external investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest earned - outstanding debtors		637	763	7,821	609	974	1,313	5,991	380	633	4,624	759	(24,504)	-	-	-
Dividends received		-	129	-	-	-	-	1	-	-	-	-	(130)	-	-	-
Fines, penalties and forfeits		217	226	430	430	430	430	430	430	430	430	430	843	5,156	5,383	5,156
Licences and permits		9	(53)	203	203	203	203	203	203	203	203	203	655	2,438	2,548	2,548
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and Subsidies - Operational		75,683	3,288	16,349	16,349	16,349	16,349	16,349	16,349	16,349	16,349	16,349	(29,921)	196,191	215,979	238,145
Other revenue		5,350	4,302	144	144	144	144	144	144	144	144	144	(9,225)	1,723	1,799	1,723
Cash Receipts by Source		97,268	23,631	40,260	33,048	33,413	33,752	38,431	32,819	33,072	37,063	33,198	(60,038)	375,917	417,072	428,880
Other Cash Flows by Source													-			
Transfers and subsidies - capital (monetary)		10,616	-	2,726	2,726	2,726	2,726	2,726	2,726	2,726	2,726	2,726	(2,437)	32,713	34,040	32,499
Decrease (increase) in non-current investments													-			
Total Cash Receipts by Source		107,884	23,631	42,986	35,774	36,139	36,478	41,157	35,545	35,798	39,789	35,924	(62,475)	408,630	451,112	461,379

Summary of total Own revenue

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M02 August 2022										
Description	Ref	2021/22	Budget Year 2022/23							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		-	23 486	-	1 953	6 463	3 914	2 549	65%	
Service charges		-	159 815	-	13 023	23 726	26 636	(2 910)	-11%	
Other revenue		-	9 771	-	3 604	19 796	1 629	18 168	1116%	
Transfers and Subsidies - Operational		-	196 191	-	3 288	78 971	32 699	46 273	142%	
Transfers and Subsidies - Capital		-	32 713	-	-	-	5 452	(5 452)	-100%	
Interest		-	-	-	763	1 400	-	1 400	#DIV/0!	
Dividends								-		
Payments										
Suppliers and employees		-	(379 098)	-	(19 511)	(122 958)	(63 183)	59 775	-95%	
Finance charges		-	-	-			-	-		
Transfers and Grants		-	(4 390)		(143)	(231)	(732)	(500)	68%	
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	38 488	-	2 977	7 167	6 415	(752)	-12%	-
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		-	(37 713)	-	(1 092)	(5 741)	(6 286)	(544)	9%	
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(37 713)	-	(1 092)	(5 741)	(6 286)	(544)	9%	-
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			-				-	-		
Borrowing long term/refinancing		-	-				-	-		
Increase (decrease) in consumer deposits			-				-	-		
Payments										
Repayment of borrowing		-	-		-	-	-	-		
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-		-
NET INCREASE/ (DECREASE) IN CASH HELD		-	775	-	1 884	1 425	129			-
Cash/cash equivalents at beginning:		-	12 473	-		2 827	12 473			2 827
Cash/cash equivalents at month/year end:		-	13 248	-		4 252	12 602			2 827

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as at 31 August 2022

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August 2022										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Expenditure By Type										
Employee related costs		–	162,265	–	11,969	24,577	27,044	(2,467)	-9%	158,403
Remuneration of councillors		–	12,823	–	847	1,736	2,137	(401)	-19%	11,339
Debt impairment		–	38,307	–	–	–	6,385	(6,385)	-100%	8,325
Depreciation & asset impairment		–	27,942	–	–	–	4,657	(4,657)	-100%	34,265
Finance charges		–	–	–	–	–	–	–		1,777
Bulk purchases		–	121,518	–	2,048	56,048	20,253	35,795	177%	129,748
Other materials		–	2,993	–	112	202	499	(297)	-60%	8,414
Contracted services		–	38,078	–	934	934	6,346	(5,412)	-85%	37,767
Transfers and subsidies		–	–	–	369	742	–	742	#DIV/0!	6,073
Other expenditure		–	42,115	–	5,925	46,307	7,019	39,288	560%	32,534
Losses		–	–	–	–	–	–	–		
Total Expenditure		–	446,041	–	22,204	130,546	74,340	56,205	76%	428,645

4.2 Summary of Expenditure Trends

The following table provides a summary of the expenditure trends based on current year's actual spending.

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M02 August 2022																
Description	Ref	Budget Year 2022/23												2022/23 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2022/23	Budget Year +1 2023/24	Budget Year +2 2024/25
R thousands	1	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Payments by Type													-			
Employee related costs		12,608	11,969	14,536	14,536	14,536	14,536	14,536	14,536	14,536	14,536	14,536	19,037	174,438	182,113	207,720
Remuneration of councillors		889	847	-	-	-	-	-	-	-	-	-	(1,736)	-	-	-
Interest paid		-	-	-	13	2	-	-	-	-	-	-	(15)	-	-	-
Bulk purchases - Electricity		54,000	2,048	10,126	10,126	10,126	10,126	10,126	10,126	10,126	10,126	10,126	(25,664)	121,518	126,227	127,199
Bulk purchases - Water & Sewer		-	-	249	249	249	249	249	249	249	249	249	752	2,993	3,125	3,910
Other materials		90	112	-	-	-	-	-	-	-	-	-	(202)	-	-	-
Contracted services		8,199	934	-	-	-	-	-	-	-	-	-	(9,133)	-	-	-
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		373	369	-	-	-	-	-	-	-	-	-	(742)	-	-	-
General expenses		27,534	4,833	6,679	6,679	6,679	6,679	6,679	6,679	6,679	6,679	6,679	(12,329)	80,149	89,676	87,733
Cash Payments by Type		103,693	21,112	31,590	31,603	31,592	31,590	31,590	31,590	31,590	31,590	31,590	(30,032)	379,098	401,141	426,562
Other Cash Flows/Payments by Type													-			
Capital assets		4,649	1,092	1,901	2,045	963	196	1,439	2,383	1,971	1,290	2,879	(20,808)	-	-	-
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		108,342	22,204	33,491	33,648	32,555	31,786	33,029	33,973	33,561	32,880	34,469	(50,839)	379,098	401,141	426,562
NET INCREASE/(DECREASE) IN CASH HELD		(458)	1,427	9,495	2,126	3,584	4,692	8,128	1,572	2,237	6,909	1,455	(11,635)	29,532	49,971	34,817
Cash/cash equivalents at the month/year beginning:		3,284	2,827	4,254	13,749	15,875	19,459	24,150	32,278	33,851	36,088	42,997	44,452	3,284	32,817	82,788
Cash/cash equivalents at the month/year end:		2,827	4,254	13,749	15,875	19,459	24,150	32,278	33,851	36,088	42,997	44,452	32,817	32,817	82,788	117,605

5. Capital Expenditure

5.1 Capital Expenditure by Function/Department

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August 2022										
Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital Expenditure - Functional Classification										
Governance and administration		-	3 000	-	-	-	250	(250)	-100%	-
Executive and council			1 500					-		
Finance and administration			1 500	-	-	-	250	(250)	-100%	
Internal audit								-		
Community and public safety		-	4 751	-	933	2 735	792	1 943	245%	-
Community and social services			4 751	-	933	2 735	792	1 943	245%	
Sport and recreation						-	-	-		
Public safety								-		
Housing								-		
Health								-		
Economic and environmental services		-	28 962	-	159	3 006	4 827	(1 821)	-38%	-
Planning and development		-	27 962	-	159	3 006	4 660	(1 654)	-35%	
Road transport			1 000	-	-	-	167	(167)	-100%	
Environmental protection								-		
Trading services		-	-	-	-	-	-	-		-
Energy sources								-		
Water management								-		
Waste water management								-		
Waste management								-		
Other								-		
Total Capital Expenditure - Functional	3	-	36 713	-	1 092	5 741	5 869	(127)	-2%	-
Funded by:										
National Government		-	32 713		1 092	5 741	5 452	289	5%	
Provincial Government								-		
Transfers recognised - capital		-	32 713	-	1 092	5 741	5 452	289	5%	-
Borrowing	6							-		
Internally generated funds			5 000		-	-	5 000	(5 000)	-100%	
Total Capital Funding		-	37 713	-	1 092	5 741	10 452	(4 711)	-45%	-

6. Grants Management

6.1 Monthly grants cumulative expenditure performance trend Expenditure per Category

LIM341 Musina - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M02 August 2022										
Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	198 183	-	452	76 129	33 031	43 098	130.5%	-
Local Government Equitable Share		-	193 793	-	-	75 589	32 299	43 290	134.0%	-
Finance Management		-	3 000	-	84	172	500	(328)	-65.6%	-
EPWP Incentive		-	1 390	-	368	368	232	136	58.7%	-
0								-		-
0								-		-
0								-		-
Other transfers and grants [insert description]								-		-
Provincial Government:		-	-	-	-	-	-	-		-
0								-		-
0								-		-
0								-		-
0								-		-
Other transfers and grants [insert description]								-		-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		-
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		-
Total operating expenditure of Transfers and Grants:		-	198 183	-	452	76 129	33 031	43 098	130.5%	-
Capital expenditure of Transfers and Grants										
National Government:		-	32 713	-	1 092	5 741	5 452	289	5.3%	-
0		-	32 713		1 092	5 741	5 452	289	5.3%	-
0								-		-
0								-		-
0								-		-
0								-		-
Other capital transfers [insert description]								-		-
Provincial Government:		-	-	-	-	-	-	-		-
0								-		-
District Municipality:		-	-	-	-	-	-	-		-
0								-		-
Other grant providers:		-	-	-	-	-	-	-		-
0								-		-
Total capital expenditure of Transfers and Grants		-	32 713	-	1 092	5 741	5 452	289	5.3%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	230 896	-	1 544	81 870	38 483	43 388	112.7%	-

6.2 Grants Expenditure Trends

The table below outlines the expenditure trend on MIG Grant:

LIM341 Musina - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M02 August 2022									
Month	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July		32 713		(4 649)		32 713	-		
August		32 713		(1 092)		65 426	-		
September		32 713				98 139	-		
October		32 713				130 852	-		
November		32 713				163 565	-		
December		32 713				196 278	-		
January		32 713				228 991	-		
February		32 713				261 704	-		
March		32 713				294 417	-		
April		32 713				327 130	-		
May		32 713				359 843	-		
June		32 713				392 556	-		
Total Capital expenditure	-	392 556	-	(5 741)					

MIG Projects 2022/2023	Budget	July	August	September	October	November	December	January	February	March	April	May	June
Nancefield phase 6 to 12 paved roads	68 802.22												
Costruction of brigde & culvert from Tshivhongweni to Tshipale village on the road to tshokotshoko	504 300.25	-											
Development of Nancefield grave yard	4 750 877.36	-											
Construction of Tshikhudini community hall	3 350 685.65	1 801 724.04	932 948.61										
Rehabilitation of Manyathela Stadium	4 595 311.03	1 845 495.42											
Nancefield ext 9 & 10 paved roads and stormwater phase 2	7 513 613.69	777 963.43											
Shakadza Multi Purpose Centre	5 487 497.66												
Mabvete Community hall	4 806 262.14												
PMU Management fees	1 635 650.00	223 683.20	159 492.73										
	32 713 000.00	4 648 866.09	1 092 441.34	-	-	-	-	-	-	-	-	-	-

7. Debtors Management

The age analysis of the outstanding trade debtors as at 31 August 2022 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August 2022													
Description	NT Code	Budget Year 2022/23										Actual Bad Debts Written Off	Impairment - Bad Debts i.t.o Council
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200									–	–		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	5 004	1 036	777	677	639	2 867	11 395	22 395	16 355		16 355
Receivables from Non-exchange Transactions - Property Rates	1400	369	1 756	3 401	779	701	663	3 434	34 679	45 781	40 255		40 255
Receivables from Exchange Transactions - Waste Water Management	1500									–	–		
Receivables from Exchange Transactions - Waste Management	1600	2	1 089	637	448	376	357	1 890	7 961	12 760	11 032		11 032
Receivables from Exchange Transactions - Property Rental Debtors	1700									–	–		
Interest on Arrear Debtor Accounts	1810									–	–		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–		
Other	1900	(1)	1 756	993	828	805	719	4 178	(10 946)	(1 668)	(4 416)		(4 416)
Total By Income Source	2000	370	9 605	6 066	2 833	2 558	2 379	12 370	43 088	79 268	63 227	–	63 227
2021/22 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	290	508	1 345	145	114	110	931	8 118	11 560	9 417		9 417
Commercial	2300	–	4 298	1 726	607	695	598	3 280	(1 791)	9 412	3 389		3 389
Households	2400	81	3 718	2 343	1 549	1 227	1 144	6 262	23 858	40 183	34 041		34 041
Other	2500	–	1 080	653	532	523	526	1 897	12 902	18 113	16 380		16 380
Total By Customer Group	2600	370	9 605	6 066	2 833	2 558	2 379	12 370	43 088	79 268	63 227	–	63 227

7.1 Disconnection List

DISCONNECTION LIST AUGUST 2022

	ELECTRICITY MESSINA	ELECTRICITY NANCEFIELD
TOWN	18	90
EXTENTION 1	45	36
EXTENTION 2	14	14
EXTENSION 3	16	0
EXTENSION 4	35	130
EXTENTION 5	15	45
EXTENSION 6	12	10
EXTENTION 7	23	11
EXTENTION 8	7	366
EXTENTION 9	3	44
EXTENTION 10	6	49
EXTENTION 11	3	33
EXTENTION 12	4	11
EXTENTION 14	6	82
MUSINA 4 MT	2	0
MUSINA EXT 17	0	0
VOGELZANG 3 MT	0	0
BUITEGEBIED	3	0

DISCONNECTIONS	212	921
ARRANGEMENTS	5	16
TOTAL DISCONNECTED	45	720
PAID/RESPONDED	40	550
TOTAL NOT DISCONNECTED	162	185

AMOUNT COLLECTED-TOWN
CREDIT CONTROL COLLECTION

R 354,476.54
R 535,008.02

R 180,531.48

8. Creditors Management

The age analysis of the outstanding creditors as at **31 August 2022** was as outlined below:

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August 2022											
Description	NT Code	Budget Year 2022/23									Prior year totals for chart (same period)
R thousands		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100					-				-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	10 433	599	256	21	52 157				63 467	
Auditor General	0800									-	
Other	0900									-	
Total By Customer Type	1000	10 433	599	256	21	52 157	-	-	-	63 467	-

8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of August 2022

EXPENDITURE ANALYSIS	
MONTH-END AUGUST 2022	
DESCRIPTION	AMOUNT
ESKOM	2,047,536.52
SALARIES	10,640,432.80
SUNDRY CREDITORS	30,800.00
TRADE CREDITORS	3,324,796.07
SARS (PAYE VAT)	2,438,038.35
TELKOM	56,431.25
BANK CHARGES	59,220.32
DEBIT ORDERS	1,686,482.35
PORVERTY ALLIVATION WORKERS	367,565.08
LEARNERS LGSETA	48,510.00
WARD COMMITTEE MEMBERS -STIPENS	120,000.00
SUB-TOTAL	20,819,812.74
Supplementary Valuations	477,997.50
Electrification of Malale	82,225.00
Development of Mmberegeni Graveyard	839,686.13
SUB-TOTAL	1,399,908.63
TOTAL EXPENDITURE	23,604,729.49
VDM	1047.94
TELKOM	56,431.25
ESKOM RIOOLDAMME	36,865.45
	94,344.64
	23,699,074.13

8.2 Outstanding Creditors

OUTSTANDING CREDITORS AUGUST 2022	
SUPPLIER	AUGUST
ESKOM	36,961,140.34
DEPARTMENT OF TRANSPORT	14,718,957.13
CONTRACTED SERVICES	2,823,326.33
SUPPLIERS	8,963,930.12
TOTAL	63,467,353.92

9. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 31 August 2022.

<u>MONTHLY REPORT</u>		
<u>DEPARTMENT OF THE CHIEF FINANCIAL OFFICER</u>		
<u>BANK RECONCILIATION AS 31 AUGUST 2022</u>		
BALANCE AS ON 31 JULY 2022		2 826 740.39
<u>LESS:</u>		
EXPENDITURE	22 204 820.86	
RETURNED CHEQUE	-	
DAY CALL	-	
TOTAL EXPENDITURE	<u>22 204 820.86</u>	
<u>PLUS:</u>		
INCOME	23 631 029.65	
INCOME NOT RECEIPTED		
CANCELLED STALE CHEQUES		
DAY CALL	-	
TOTAL REVENUE	<u>23 631 029.65</u>	
BALANCE AS ON 31 AUGUST 2022		4 252 949.18
BALANCE AS PER BANK STATEMENT		4 252 949.18
<u>LESS:</u>		
OUTSTANDING CHEQUE	-	
		4 252 949.18
interest 2.78%		
TRAFFIC		179 743.00
BALANCE AS ON 31 AUGUST 2022		4 432 692.18

The municipality closed the financial month of August with a positive bank balance.

10. Recommendations

It is recommended that the Finance Committee consider and approves the report.