



Quarterly Budget Statement

MFMA Section 52 Report for October to December
2023

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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 01 October to 31 December 2023

The total budget approved for the 2023-2024 financial year amounts to R530 868 million.

The total expenditure for operating activities for the second quarter amounts to R79 555 million.

Total revenue for the second quarter amounts to R99 865 million.

The expenditure on Capital activities for the second quarter amounts to R7 139 Million.

The following table provides a summary of the municipality's performance for 01 October to 31 December 2023

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M06 Quarter 2									
Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	14,929	26,950		2,041	14,921	13,475	1,446	11%	22,698
Service charges	167,047	176,127		15,819	88,772	88,064	709	1%	189,022
Investment revenue	469	—		—	—	—	—		1,244
Transfers and subsidies	176,378	220,628		71,259	166,104	110,314	57,790	52%	174,720
Other own revenue	17,560	107,163		10,746	71,089	53,582	17,507	33%	45,296
	376,383	530,868	—	99,865	342,886	265,434	77,452	29%	432,980
Total Revenue (excluding capital transfers and contributions)									
Employee costs	150,650	164,268		13,525	78,194	82,134	(3,940)	-5%	158,403
Remuneration of Councillors	10,097	11,428		912	5,886	5,714	172	3%	11,339
Depreciation & asset impairment	30,372	34,000		—	—	39,500	(39,500)	-100%	34,265
Finance charges	1,070	525		302	660	263	397	151%	1,777
Materials and bulk purchases	142,119	149,493		43,985	152,538	74,747	77,791	104%	138,162
Transfers and subsidies	5,827	4,987		1,666	4,479	2,494	1,985	80%	6,073
Other expenditure	108,690	120,167	—	19,166	106,692	37,584	69,109	184%	78,626
Total Expenditure	448,825	484,868	—	79,555	348,448	242,434	106,014	44%	428,645
Surplus/(Deficit)	(72,442)	46,000	—	20,310	(5,562)	23,000	(28,562)	-124%	4,335
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	31,409	34,036	—	3,900	30,629	14,182	16,447	0	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 (internal)	4,363	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	(36,670)	80,036	—	24,210	25,067	37,182	(12,115)	-33%	41,323
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	(36,670)	80,036	—	24,210	25,067	37,182	(12,115)	-33%	41,323
Capital expenditure & funds sources									
Capital expenditure	37,793	44,955	—	7,319	29,307	40,018	(10,711)	-27%	—
Capital transfers recognised	29,283	34,036	—	7,319	28,641	17,018	11,623	68%	—
Borrowing	—	—	—	—	—	—	—	—	—
Internally generated funds	(891)	46,000	—	3,800	4,466	19,167	(14,701)	(0)	—
Total sources of capital funds	28,392	80,036	—	11,119	33,107	36,185	(3,078)	-9%	—
Financial position									
Total current assets	207,851	178,390	—		306,210				178,390
Total non current assets	562,381	547,831	—		662,933				547,831
Total current liabilities	639,664	81,892	—		351,701				81,891
Total non current liabilities	31,871	65,000	—		29,210				6,500
Community wealth/Equity	98,697	579,329	—		588,232				637,830
Cash flows									
Net cash from (used) operating	260,637	125,617	—	24,003	48,951	62,809	13,858	22%	—
Net cash from (used) investing	24,516	(80,036)	—	(7,319)	(28,641)	(40,018)	(11,377)	28%	—
Net cash from (used) financing	(7,666)	—	—	—	—	—	—	—	—
Cash/cash equivalents at the month/year end	300,744	51,296	—	16,684	20,310	22,791	2,481	11%	1,013
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	14,832	6,290	5,855	4,110	4,626	4,651	2,908	100,211	143,483
Creditors Age Analysis									
Total Creditors	16,775	2,274	2,043	1	8,373	—	—	—	29,465

3. Operational Revenue

3.1 Revenue Performance by Source/Classification for 01 October to 31 December 2023

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 Quarter 2										
Description	Ref	2022/23	Budget Year 2023/24		Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget						
R thousands									%	
<u>Revenue By Source</u>										
Property rates		14,929	26,950		2,041	14,921	13,475	1,446	11%	22,698
Service charges - electricity revenue		152,786	160,630		13,897	77,277	80,315	(3,038)	-4%	174,390
Service charges - water revenue		-	-				-	-	-	-
Service charges - sanitation revenue		-	-				-	-	-	-
Service charges - refuse revenue		14,261	15,497		1,922	11,495	7,749	3,747	48%	14,632
Rental of facilities and equipment		819	1,994		2	366	997	(631)	-63%	691
Interest earned - external investments		469	555		-	420	278	142	51%	1,244
Interest earned - outstanding debtors		4,436	5,767		3,417	20,873	2,884	17,990	624%	3,180
Dividends received		-	-		-	-	-	-	-	-
Fines, penalties and forfeits		5,147	4,075		151	1,337	2,038	(701)	-34%	3,380
Licences and permits		3,112	2,565		55	119	1,283	(1,164)	-91%	5,509
Agency services		-	-		-	-	-	-	-	-
Transfers and subsidies		176,378	220,628		71,259	168,104	110,314	57,790	52%	174,720
Other revenue		6,356	92,207		7,121	47,974	46,104	1,871	4%	8,843
Gains		(2,310)	-		-	-	-	-	-	23,693
Total Revenue (excluding capital transfers and contributions)		376,383	530,868	-	99,865	342,886	265,434	77,452	29%	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 - M06 Quarter 2													2024/25 Medium Term Revenue & Budget Year				
Description	Ref	Budget Year 2023/24													Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June				
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	2024/25 Medium Term Revenue & Budget Year	2024/25 Medium Term Revenue & Budget Year	2024/25 Medium Term Revenue & Budget Year	
<u>Cash Receipts By Source</u>																	
Property rates		5,188	1,890	1,771	2,084	1,947	2,041	6,576	6,576	6,576	6,576	6,576	(22,764)	25,037	26,292	27,587	
Service charges - electricity revenue		9,854	13,116	13,126	14,272	13,012	13,897	36,798	36,798	36,798	36,798	36,798	(121,265)	140,002	147,121	154,457	
Service charges - water revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - refuse		1,904	1,913	1,926	1,942	1,888	1,922	5,230	5,230	5,230	5,230	5,230	(17,534)	20,111	21,162	21,489	
Rental of facilities and equipment		62	220	2	2	78	2	142	142	142	142	142	(535)	541	569	596	
Interest earned - external investments		-	-	-	-	200	220	-	-	-	-	-	135	555	582	609	
Interest earned - outstanding debtors		1,028	978	12,972	874	1,604	3,417	146	146	146	146	146	(21,603)	-	-	-	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits		202	254	163	146	421	151	919	919	919	919	919	(2,427)	3,505	3,677	3,849	
Licences and permits		13	-	-	25	26	55	582	582	582	582	582	(809)	2,220	2,329	2,439	
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers and Subsidies - Operational		91,777	3,325	-	1,155	588	71,259	58,579	58,579	58,579	58,579	58,579	(245,358)	215,641	238,567	248,737	
Other revenue		7,859	14,736	897	7,581	9,780	7,121	14,064	14,064	14,064	14,064	14,064	(29,844)	88,450	37,213	39,647	
Cash Receipts by Source		117,887	36,432	30,857	28,281	29,564	99,865	123,036	123,036	123,036	123,036	123,036	(462,004)	496,062	477,512	499,410	

Summary of total Own revenue

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M06 Quarter 2											
Description	Ref	2022/23	Budget Year 2023/24	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
		Audited Outcome	%								
R thousands	1										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		–	25,037			2,690	15,570	12,519	3,052	24%	
Service charges		72,168	160,112			13,284	84,349	80,056	4,293	5%	
Other revenue		95,500	95,813			9,512	43,991	47,907	(3,916)	-8%	
Transfers and Subsidies - Operational		129,975	215,641			71,259	168,104	107,821	60,284	56%	
Transfers and Subsidies - Capital		–	34,036			3,900	30,629	17,018	13,611	80%	
Interest		–	555			–	640	278	362	131%	
Dividends									–		
Payments											
Suppliers and employees		(37,006)	(405,052)			(74,675)	(291,600)	(202,526)	89,074	-44%	
Finance charges		–	(525)			(302)	(905)	(263)	642	-245%	
Transfers and Grants		–	–			(1,666)	(1,828)	–	1,828	#DIV/0!	
NET CASH FROM/(USED) OPERATING ACTIVITIES		260,637	125,617			24,003	48,951	62,809	13,858	22%	–
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		1,991	–	–		–	–	–	–		
Decrease (increase) in non-current receivables		–	–			–	–	–	–		
Decrease (increase) in non-current investments		–	–			–	–	–	–		
Payments											
Capital assets		22,525	(80,036)			(7,319)	(28,641)	(40,018)	(11,377)	28%	
NET CASH FROM/(USED) INVESTING ACTIVITIES		24,516	(80,036)			(7,319)	(28,641)	(40,018)	(11,377)	28%	–
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		–	–			–	–	–	–		
Borrowing long term/refinancing		–	–			–	–	–	–		
Increase (decrease) in consumer deposits		–	–			–	–	–	–		
Payments											
Repayment of borrowing		(7,666)	–			–	–	–	–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		(7,666)	–	–		–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD		277,487	45,581	–	16,684	20,310	22,791				–
Cash/cash equivalents at beginning:		23,257	5,715			1,870	5,715				1,870
Cash/cash equivalents at month/year end:		300,744	51,296	–		22,180	28,506				1,870

4. Operational Expenditure

4.1 Operational Expenditure Performance by type.

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 Quarter 2									
Description	Ref	2022/23	Budget Year 2023/24		Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance %
		Audited Outcome	Original Budget	Adjusted Budget					
R thousands									
<u>Expenditure By Type</u>									
Employee related costs		150,650	164,268		13,525	78,194	82,134	(3,940)	-5%
Remuneration of councillors		10,097	11,428		912	5,886	5,714	172	3%
Debt impairment		41,885	45,000		-	-	22,500	(22,500)	-100%
Depreciation & asset impairment		30,372	34,000		-	-	17,000	(17,000)	-100%
Finance charges		1,070	525		302	660	263	397	151%
Bulk purchases		137,919	144,815		43,289	151,151	72,408	78,743	109%
Other materials		4,200	4,678		696	1,387	2,339	(952)	-41%
Contracted services		35,198	39,279		8,135	32,673	19,640	13,034	66%
Transfers and subsidies		5,827	4,987		1,666	4,479	2,494	1,985	80%
Other expenditure		31,607	35,888		11,031	74,019	17,944	56,075	313%
Losses		-	-		-	-	-	-	
Total Expenditure		448,825	484,868	-	79,555	348,448	242,434	106,014	44%
									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 - M06 Quarter 2													2024/25 Medium Term Revenue & Budget Year				
Description	Ref	Budget Year 2023/24													Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June				
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	—	164,268	172,480	181,104
Cash Payments by Type																	
Employee related costs		12,946	12,688	12,755	13,341	12,939	13,525	43,154	43,154	43,154	43,154	43,154	(129,696)	164,268	172,480	181,104	
Remuneration of councillors		878	878	1,394	912	912	912	875	854	854	892	—	2,067	11,428	11,885	12,480	
Interest paid		203		95	—	—	302	—	—	—	—	—	(75)	523	551	577	
Bulk purchases - Electricity		73,094	9,886	10,051	125	14,706	43,289	96	48	45,216	41	10,126	(61,862)	144,815	152,056	159,659	
Bulk purchases - Water & Sewer		—	—	—	—	—	—	—	—	—	—	249	4,429	4,678	4,907	5,138	
Other materials		145	148	268	130	—	696	19,135	19,135	19,135	19,135	19,135	(97,062)	—	—	—	
Contracted services		13,456	1,328	2,920	2,765	2,010	8,135	—	—	—	—	—	(30,614)	—	—	—	
Grants and subsidies paid - other municipalities		—		—	—	—	—	—	—	—	—	—	—	—	—	—	
Grants and subsidies paid - other		461	383	631	859	479	1,666	—	—	—	—	—	(4,479)	—	—	—	
General expenses		28,407	757	5,836	1,789	6,999	7,612	—	—	—	—	—	28,464	79,864	73,513	76,246	
Cash Payments by Type		129,590	26,068	33,950	19,921	38,045	76,136	63,260	63,191	108,359	63,222	72,664	(288,828)	405,578	415,392	435,204	

4.3 Material Variances

LIM341 Musina - Supporting Table SC1 Material variance explanations - M06 Quarter 2

Ref	Description	Variance	Reasons for material deviations		Remedial or corrective steps/remarks
			R thousands		
1	Revenue By Source				
	Service Charges-Electricity revenue	(3,038)	Lower sales due to load shedding		Monitor this line item and ensure that the income is allocated correctly
	Rental of facilities	(283)	Low bookings of municipal facilities		Monitor this line item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(701)	Low collection and non- payment		Apply credit control measures and follow-up on issued fines
	Licencs and permits	(1,164)	This is due to lower registration of vehicles		Monitor this line item and ensure that the income is allocated correctly
2	Expenditure By Type				
	Employee related cost	(3,939)	Appointment of Vacant posts		Work in progress
	Dept Impairment and Depreciation	(17,000)	Asset model not migrated with Finacial system		Actioned at year end
	Bulk Electricity	49,857	Eskom account is settled as we received equitable share		Account for ESKOM is settled
	Contracted Services	(5,380)	Most contract will appoint during the last quarter		Work in progress
3	Capital Expenditure				
	Mig Projects	28,240	Projects have appointed and are underway		Work in progress
	Own Funded projects	4,466	procurement processes sill underway		Work in progress
4	Financial Position				
	Total assets	969,143	The municipality is still working on its improving financial status		Implementation of fundind Plan
	Total liabilities	380,911	The municipality is still working on its improving financial status		Implementation of fundind Plan
	Net assets	588,232	The municipality is still working on its improving financial status		Implementation of fundind Plan
5	Cash Flow				
	Cash/cash equivalents at month end	22,180	The municipality is still in financial distress not all creditors are p		Work in progress, monitoring and implementation of funding Plan.
6	Measureable performance				
7	Municipal Entities	,	N/A		N/A
	N/A				

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) - M06 Quarter 2										
Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		(19,107)	4,300	-	-	667	2,150	(1,483)	-69%	-
Executive and council		(324)	-	-	-	-			-	
Finance and administration		(18,783)	4,300	-	-	667	2,150	(1,483)	-69%	
Internal audit									-	
<i>Community and public safety</i>		3,643	1,780	-	685	14,238	890	13,348	1500%	-
Community and social services		3,643	-		685	8,874	-	8,874	#DIV/0!	
Sport and recreation					-	5,364	-	5,364	#DIV/0!	
Public safety			1,780				890	(890)	-100%	
Housing									-	
Health									-	
<i>Economic and environmental services</i>		24,319	31,456	-	222	7,990	15,728	(7,738)	-49%	-
Planning and development		25,210	8,765		222	1,342	4,383	(3,041)	-69%	
Road transport		(891)	22,691		-	6,648	11,346	(4,697)	-41%	
Environmental protection									-	
<i>Trading services</i>		430	42,500	-	6,412	6,412	21,250	(14,838)	-70%	-
Energy sources		430	35,000				17,500	(17,500)	-100%	
Water management									-	
Waste water management									-	
Waste management			7,500		6,412	6,412	3,750	2,662	71%	
<i>Other</i>									-	
Total Capital Expenditure - Functional Classification	3	9,285	80,036	-	7,319	29,307	40,018	(10,711)	-27%	-
Funded by:										
National Government		28,853	34,036		7,319	28,641	17,018	11,623	68%	
Provincial Government									-	
District Municipality									-	
<i>Transfers recognised - capital</i>		29,283	34,036	-	7,319	28,641	17,018	11,623	68%	-
<i>Borrowing</i>	6								-	
Internally generated funds		(891)	46,000		3,800	4,466	19,167	(14,701)	-77%	
Total Capital Funding		28,392	80,036	-	11,119	33,107	36,185	(3,078)	-9%	-

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 - M06 Quarter 2

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
<u>EXPENDITURE</u>										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		169,864	220,628	-	72,780	165,031	110,314	54,717	49.6%	-
Local Government Equitable Share		169,864	216,341		71,114	161,256	108,171	53,086	49.1%	
Finance Management		-	3,000		1,666	2,488	1,500	988	65.8%	
EPWP Incentive		-	1,287		-	1,287	644	644	100.0%	
Other transfers and grants [insert description]									-	
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]									-	
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]									-	
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]									-	
Total operating expenditure of Transfers and Grants:		169,864	220,628	-	72,780	165,031	110,314	54,717	49.6%	-
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		-	37,590	-	7,319	28,641	18,795	9,846	52.4%	-
MIG		-	34,036		6,634	25,166	17,018	8,148	47.9%	
MDRG			3,554		685	3,475	1,777	1,698	95.6%	
Total capital expenditure of Transfers and Grants		-	37,590	-	7,319	28,641	18,795	9,846	52.4%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		169,864	258,218	-	80,098	193,672	129,109	64,563	50.0%	-

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 - M06 Quarter 2									
Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 2	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands									%
Monthly expenditure performance trend									
July		2,836	-	(2,352)		2,836		-	
August		2,836		(4,059)		5,673		-	
September		2,836		(3,356)		8,509		-	
October		2,836		(8,185)		11,345		-	
November		2,836		(3,370)		14,182		-	
December		2,836		(7,319)		17,018		-	
January		2,836				19,854		-	
February		2,836				22,691		-	
March		2,836				25,527		-	
April		2,836				28,363		-	
May		2,836				31,200		-	
June		2,836				34,036		-	
Total Capital ex	-	34,036	-	(28,641)					

MIG Projects 2023/2024	Budget	July	August	September	October	November	December	January	February	March	April	May	June
Nancefield phase 6 to 12 paved roads	17,542,215.11				1,655,913.75	1,460,381.56							
Waste Removal Trucks	7,100,000.00						6,411,884.09						
Construction of Tshikhudini community hall	36,000.00												
Nancefield ext 9 & 10 paved roads and stormwater p	1,860,086.40	850,940.90				827,037.86							
Shakadza Multi Purpose Centre	3,391,910.86	669,389.70	950,981.38	1,417,823.50	1,030,330.31								
Mabvete Community hall	2,403,987.63	589,359.48	2,937,230.90	1,757,773.45	3,440,759.75								
PMU Management fees	1,701,800.00	241,818.48	171,562.28	180,302.33	164,426.99	186,562.81	221,738.62						
	34,036,000.00	2,351,508.56	4,059,774.56	3,355,899.28	6,291,430.80	2,473,982.23	6,633,622.71	-	-	-	-	-	-
MDRG Projects 2023/2024	Budget	July	August	September	October	November	December	January	February	March	April	May	June
Gravel Road Masisi	1,104,454.50				672,990.35								
Skoonplaas Culvert Storm water	2,030,509.21				1,220,094.69		445,806.52						
Tshikotoni Village Portal Culvert	419,168.91						239,449.33						
	3,554,132.62	-	-	-	1,893,085.04	-	685,055.85						

7. Debtors Management

The age analysis of the outstanding trade debtors as at **31 December 2023** is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 Quarter 2												
Description R thousands	NT Code	Budget Year 2023/24										
		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	Actual Bad Debts Written Off against Debtors
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200											
Trade and Other Receivables from Exchange Transactions - Electricity	1300	6,763	1,402	1,898	790	1,476	565	511	18,900	32,305	22,242	-
Receivables from Non-exchange Transactions - Property Rates	1400	1,976	988	983	795	697	1,930	602	34,810	42,781	38,834	-
Receivables from Exchange Transactions - Waste Water Management	1500											
Receivables from Exchange Transactions - Waste Management	1600	2,155	1,165	967	799	690	610	519	11,351	18,256	13,969	-
Receivables from Exchange Transactions - Property Rental Debtors	1700											
Interest on Arrear Debtor Accounts	1810	763	719	705	673	659	636	604	15,228	19,987	17,800	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820											
Other	1900	3,175	2,016	1,302	1,053	1,104	910	672	19,786	30,018	23,525	-
Total By Income Source	2000	14,832	6,290	5,855	4,110	4,626	4,651	2,908	100,211	143,483	116,506	-
2022/23 - totals only		12236000	6217000	5046000	5592000	3406000	5211000	12163000	88001000	137,872	114,373	-
Debtors Age Analysis By Customer Group												
Organs of State	2200	2,199	903	631	644	882	1,393	456	22,677	29,785	26,052	-
Commercial	2300	4,964	1,530	2,100	960	1,422	1,016	537	27,044	39,573	30,979	-
Households	2400	7,669	3,857	3,124	2,506	2,322	2,242	1,915	50,490	74,125	59,475	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	14,832	6,290	5,855	4,110	4,626	4,651	2,908	100,211	143,483	116,506	-

7.2 Disconnection List

DISCONNECTION LIST DECEMBER 2023			
	ELECTRICITY MUSINA	MUSINA	ELECTRICITY NANCEFIELD
TOWN	32	4	101
EXTENTION 1	27		328
EXTENTION 2	15		241
EXTENSION 3	3		0
EXTENSION 4	9		313
EXTENTION 5	6		505
EXTENSION 6	3		185
EXTENTION 7	5		387
EXTENTION 8	0		356
EXTENTION 9	0		397
EXTENTION 10	0		527
EXTENTION 11	1		119
EXTENTION 12	0		0
EXTENTION 14	5		489
MUSINA 4 MT	0		0
MUSINA EXT 17	0		0
VOGELZANG 3 MT	0		0
BUITEGEBIED	1		0
DISCONNECTIONS	88	4	3948
ARRANGEMENTS	5	0	23
TOTAL DISCONNECTED	33	0	3421
PAID/RESPONDED	43	0	2843
TOTAL NOT DISCONNECTED	50	0	504
AMOUNT COLLECTED-TOWN	R 5,750,456.00		R 678,452.22
CREDIT CONTROL COLLECTION		R 6,428,908.22	

8. Creditors Management

The age analysis of the outstanding creditors as at **31 December 2023** was as outlined below:

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 Quarter 2										
Description	NT Code	Budget Year 2023/24								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	
R thousands										
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	16,775	2,274	2,043	1	8,373				29,465
Auditor General	0800									-
Other	0900									-
Total By Customer Type	1000	16,775	2,274	2,043	1	8,373	-	-	-	29,465

8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of December 2023

<u>MUSINA LOCAL MUNICIPALITY.</u>	
<u>EXPENDITURE ANALYSIS</u>	
MONTH-END DECEMBER 2023	
DESCRIPTION	AMOUNT
ESKOM	43,288,928.40
TELKOM	48,415.42
SALARIES	12,176,076.18
SUNDRY CREDITORS	4,425,544.59
TRADE CREDITORS	1,267,405.65
SARS (PAYE VAT)	2,586,829.02
UKUKHOMBA HOLDINGS	1,653,113.50
CONLOG	198,283.00
MAHOSI PROTECTION	3,731,378.86
MUNSOFT	2,265,227.26
CATHU CONSULTING	485,561.00
DIDO	169,543.22
BANK CHARGES	131,964.07
DEBIT ORDERS	1,851,738.24
PORVERTY ALLIVIATION WORKERS	457,310.96
LEARNERS LGSETA	60,500.00
WARD COMMITTEE MEMBERS -STIPENS	178,500.00
SUB-TOTAL	74,976,319.37
CONSTRUCTION OF STORM WATER DRAINAGE - SKOOMPLOAAS	445,606.52
CONSTRUCTION OF TSHIKOTONI PORTAL CULVERT	239,449.33
CONSTRUCTION OF RHINO RIDGE ELECTRIFICATION	2,835,900.00
CONSTRUCTION OF MABVETE COMMUNITY HALL	308,119.49
SUB-TOTAL	3,829,075.34
TOTAL EXPENDITURE	78,805,394.71
VDM	
TELKOM	1,336.40
ESKOM RIOOLDAMME	24,011.05
	25,347.45
	78,830,742.16

8.2 Outstanding Creditors

OUTSTANDING CREDITORS DECEMBER 2023	
SUPPLIERS	Dec-23
ESKOM	15 027 012.93
DEPARTMENT OF TRANSPORT	7 676 941.60
CONTRACTED SERVICES	519 415.12
SUPPLIERS	6 241 132.40
TOTAL	29 464 502.05

9. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 31 December 2023.

MUSINA LOCAL MUNICIPALITY		
<u>MONTHLY REPORT</u>		
<u>DEPARTMENT OF THE CHIEF FINANCIAL OFFICER</u>		
<u>BANK RECONCILIATION AS 31 DECEMBER 2023</u>		
	BALANCE AS ON 30 NOVEMBER 2023	1,870,245.50
<u>LESS:</u>	EXPENDITURE SHORTAGE ON DEPOSIT DAY CALL	78,805,394.71 0.09 750,000.00
	TOTAL EXPENDITURE	<u>79,555,394.80</u>
<u>PLUS:</u>	INCOME INCOME NOT RECEIPTED CANCELLED STALE CHEQUES DAY CALL	98,264,941.39 - 1,600,000.00
	TOTAL REVENUE	<u>99,864,941.39</u>
	BALANCE AS ON 31 DECEMBER 2023	22,179,792.09
	BALANCE AS PER BANK STATEMENT	22,179,792.09
<u>LESS:</u>	OUTSTANDING CHEQUE	-
		22,179,792.09
	interest 10.50%	
	TRAFFIC	-
	BALANCE AS ON 31 DECEMBER 2023	336,272.72

The municipality closed the second quarter with a positive bank balance.

10. Recommendations

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