



Quarterly Budget Statement

MFMA Section 52 Report for January to March

2024

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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 1 January to 31 March 2024

The total budget approved for the 2023-2024 financial year amounts to R530 868 million adjusted by R11 710 million to R542 578 million.

The total expenditure on operating activities for 3rd quarter amounts to R133 592 million.

The total revenue on operating activities for 3rd quarter amounts to R138 625 million.

The expenditure on Capital activities for 3rd quarter amounts to R24 379 million.

The following table provides a summary of the municipality's performance as at 31 March 2024

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M09 Quarter3 2024									
Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	14,929	26,950	26,950	1,786	20,753	20,213	541	3%	22,698
Service charges	167,047	176,127	181,030	15,446	135,420	132,095	3,325	3%	189,022
Investment revenue	469	555	855	-	-	-	-		1,244
Transfers and subsidies	176,378	220,628	227,135	53,134	222,314	165,471	56,843	34%	174,720
Other own revenue	17,560	106,608	106,608	8,173	60,659	79,931	(19,272)	-24%	45,296
Total Revenue (excluding capital transfers and contributions)	376,383	530,868	542,578	78,539	439,146	397,709	41,437	10%	432,980
Employee costs	150,650	164,268	164,268	12,962	116,360	123,201	(6,841)	-6%	158,403
Remuneration of Councillors	10,097	11,428	11,428	914	8,626	8,571	55	1%	11,339
Depreciation & asset impairment	30,372	34,000	34,000	-	-	55,500	(55,500)	-100%	34,265
Finance charges	1,070	525	525	-	-	350	(350)	-100%	1,777
Materials and bulk purchases	142,119	149,493	149,493	25,031	119,208	112,120	7,088	6%	138,162
Transfers and subsidies	5,827	4,987	11,494	630	6,557	3,740	2,817	75%	6,073
Other expenditure	108,690	120,167	107,231	24,030	60,777	56,375	4,402	8%	78,626
Total Expenditure	448,825	484,868	478,439	63,567	311,528	359,857	(48,330)	-13%	428,645
Surplus/(Deficit)	(72,442)	46,000	64,139	14,972	127,618	37,852	89,766	237%	4,335
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	31,409	34,036	42,307	1,131	42,307	25,527	16,780	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 (in-kind - all)	4,363	-	-	-	-	-	-		-
	(36,670)	80,036	106,446	16,103	169,925	63,379	106,546	168%	41,323
Surplus/(Deficit) after capital transfers & contributions									
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(36,670)	80,036	106,446	16,103	169,925	63,379	106,546	168%	41,323
Capital expenditure & funds sources									
Capital expenditure	37,793	44,955	94,762	8,504	53,020	60,027	(7,007)	-12%	-
Capital transfers recognised	29,283	34,036	42,307	3,637	34,941	25,527	9,414	37%	-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	(891)	46,000	52,455	4,867	18,079	34,500	(16,421)	(0)	-
Total sources of capital funds	28,392	80,036	94,762	8,504	53,020	60,027	(7,007)	-12%	-
Financial position									
Total current assets	253,862	178,390	204,797		297,457				204,797
Total non current assets	642,932	547,831	565,697		673,309				565,697
Total current liabilities	372,269	81,892	91,483		311,123				91,483
Total non current liabilities	33,705	6,500	6,500		29,210				6,500
Community wealth/Equity	490,820	637,830	672,511		63,433				672,511
Cash flows									
Net cash from (used) operating	45,635	125,617	118,572	21,918	(19,166)	113,714	132,880	117%	118,572
Net cash from (used) investing	43,762	(80,036)	(97,903)	(4,801)	(34,170)	(59,933)	(25,763)	43%	(97,903)
Net cash from (used) financing	(473)	-	-	-	-	-	-		-
Cash/cash equivalents at the month/year end	94,815	51,296	33,488		(29,786)	66,600	99,386	145%	44,219
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	16,055	5,967	5,063	4,338	4,267	3,706	3,410	107,234	150,040
Creditors Age Analysis									
Total Creditors	2,011	14			-	-	-	-	2,025

3. Operational Revenue

3.1 Revenue Performance by Source/Classification as at 1 January 31 March 2024

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 Quarter3										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue By Source										
Property rates		26,814	26,950	26,950	1,786	20,753	20,213	541	3%	22,698
Service charges - electricity revenue		147,424	160,630	160,630	13,587	118,284	120,473	(2,189)	-2%	174,390
Service charges - water revenue		–	–	–			–	–		–
Service charges - sanitation revenue		–	–	–			–	–		–
Service charges - refuse revenue		19,263	15,497	20,400	1,859	17,136	11,623	5,513	47%	14,632
Rental of facilities and equipment		1,012	1,994	1,994	100	733	1,496	(763)	-51%	691
Interest earned - external investments		167	555	855	–	–	416	(416)	-100%	1,244
Interest earned - outstanding debtors		6,586	5,767	5,767	848	28,825	4,325	24,500	566%	3,180
Dividends received		1,419	–	–	–	–	–	–		–
Fines, penalties and forfeits		5,815	4,075	4,075	136	2,017	3,056	(1,039)	-34%	3,380
Licences and permits		3,221	2,565	2,565	7	138	1,924	(1,786)	-93%	5,509
Agency services		–	–	–	–	–	–	–		–
Transfers and subsidies		199,830	220,628	227,135	53,134	222,314	165,471	56,843	34%	174,720
Other revenue		324,485	91,618	91,618	7,082	28,946	68,714	(39,768)	-58%	8,843
Gains		48,305	–	–	–	–	–	–		23,693
Total Revenue (excluding capital transfers and contributions)		784,341	530,279	541,989	78,539	439,146	397,709	41,437	10%	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 - M09 Quarter3																
Description	Ref	Budget Year 2023/24												2024/25 Medium Term		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		5,188	1,890	1,771	2,084	1,947	2,041	2,023	2,024	1,786	6,576	6,576	(8,869)	25,037	26,292	27,587
Service charges - electricity revenue		9,854	13,116	13,126	14,272	13,012	13,897	14,057	13,362	13,587	36,798	36,798	(51,877)	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	1,920	1,863	1,859	5,230	5,230	(7,486)	20,111	21,162	21,489
Rental of facilities and equipment		62	220	2	2	78	2	2	2	100	142	142	(213)	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	5,492	1,612	848	146	146	(29,117)	–	–	–
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		202	254	163	146	421	151	269	275	136	919	919	(350)	3,505	3,677	3,849
Licences and permits		13	–	–	25	26	55	3	9	7	582	582	918	2,220	2,329	2,439
Agency services		–	–		–	–							–	–		–
Transfers and Subsidies - Operational		91,777	3,325	–	1,155	588	71,259	–	713	53,134	58,579	58,579	(111,974)	227,135	238,567	248,737
Other revenue		7,859	14,736	897	7,581	9,780	3,221	6,255	10,204	7,082	14,064	14,064	(6,196)	89,547	37,213	39,647
Cash Receipts by Source		117,887	36,432	30,857	28,281	29,564	95,965	30,021	30,064	78,539	123,036	123,036	(215,029)	508,653	477,512	499,410

Summary of total Own revenue

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M09 Quarter3										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	25,037	25,037	1,786	17,271	18,778	(1,507)	-8%	
Service charges		72,168	160,112	145,528	13,587	125,355	120,084	5,271	4%	
Other revenue		95,500	95,813	95,813	10,032	71,518	71,860	(342)	0%	
Transfers and Subsidies - Operational		129,975	215,641	227,135	53,134	226,083	161,731	64,352	40%	
Transfers and Subsidies - Capital		–	34,036	42,307	1,131	42,307	25,527	16,780	66%	
Interest		–	555	855	–	7,744	416	7,328	1760%	
Dividends								–		
Payments										
Suppliers and employees		(37,006)	(405,052)	(418,628)	(57,768)	(418,185)	(303,789)	114,396	-38%	
Finance charges		–	(525)	(525)	(191)	(1,191)	(394)	797	-202%	
Transfers and Grants		–	–		(630)	(2,910)	–	2,910	#DIV/0!	
NET CASH FROM/(USED) OPERATING ACTIVITIES		260,637	125,617	117,522	21,081	67,992	94,213	26,221	28%	–
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)	(97,903)	(8,504)	(53,020)	(60,027)	(7,007)	12%	
NET CASH FROM/(USED) INVESTING ACTIVITIES		24,516	(80,036)	(97,903)	(8,504)	(53,020)	(60,027)	(7,007)	12%	–
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	19,619	12,577	14,972	34,186			–
Cash/cash equivalents at beginning:		23,257	5,715	12,819		12,241	12,819			12,241
Cash/cash equivalents at month/year end:		300,744	51,296	32,438		27,213	47,005			12,241

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as at 1 January to 31 March 2024

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M09 Quarter3																	
Description	Ref	Budget Year 2023/24												2024/25 Medium Term			
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26	
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget				
Cash Payments by Type													-				
Employee related costs		12,946	12,688	12,755	13,341	12,939	13,525	12,211	12,992	12,962	43,154	43,154	(38,399)	164,268	172,480	181,104	
Remuneration of councillors		878	878	1,394	912	912	912	912	914	914	892	-	1,910	11,428	11,885	12,480	
Interest paid		203		95	-	-	302	-	-	-	-	-	(75)	525	551	577	
Bulk purchases - Electricity		73,094	9,886	10,051	125	14,706	43,289	(29,086)	125	24,648	41	10,126	(12,190)	144,815	152,056	159,659	
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-	-	249	(249)		4,907	5,138	
Other materials		145	148	268	130	-	696	139	247	383	19,135	19,135	(35,748)	4,678	-	-	
Contracted services		13,456	1,328	2,920	2,765	2,010	8,135	2,270	4,553	7,592	-	-	(4,713)	40,316	-	-	
Grants and subsidies paid - other municipalities		-		-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other		461	383	631	859	479	1,666	577	452	630	-	-	(6,138)	-	-	-	
General expenses		28,407	757	5,836	1,789	6,999	3,712	45,230	13,158	9,066	-	-	(68,342)	46,612	73,513	76,246	
Cash Payments by Type		129,590	26,068	33,950	19,921	38,045	72,236	32,253	32,441	56,195	63,222	72,664	(163,943)	412,642	415,392	435,204	

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 - M09 Quarter3														
Description	Ref	Budget Year 2023/24												2024/25 Medium Term
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2023/24
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget Year +1 2024/25
Budget Year +2 2025/26														
Cash Payments by Type														
Employee related costs		12,946	12,688	12,755	13,341	12,939	13,525	12,211	12,992	12,962	43,154	43,154	(38,399)	164,268
Remuneration of councillors		878	878	1,394	912	912	912	912	914	914	892	-	1,910	11,428
Interest paid		203		95	-	-	302	-	-	-	-	-	(75)	525
Bulk purchases - Electricity		73,094	9,886	10,051	125	14,706	43,289	(29,086)	125	24,648	41	10,126	(12,190)	144,815
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-	-	249	(249)	4,907
Other materials		145	148	268	130	-	696	139	247	383	19,135	19,135	(35,748)	4,678
Contracted services		13,456	1,328	2,920	2,765	2,010	8,135	2,270	4,553	7,592	-	-	(4,713)	40,316
Grants and subsidies paid - other municipalities		-		-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		461	383	631	859	479	1,666	577	452	630	-	-	(6,138)	-
General expenses		28,407	757	5,836	1,789	6,999	3,712	45,230	13,158	9,066	-	-	(68,342)	46,612
Cash Payments by Type		129,590	26,068	33,950	19,921	38,045	72,236	32,253	32,441	56,195	63,222	72,664	(163,943)	412,642
Other Cash Flows/Payments by Type														
Capital assets		2,351	4,059	3,356	8,184	3,370	7,319	13,721	2,156	8,504	16,775	16,775	11,333	97,903
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	6,507	6,507
Total Cash Payments by Type		131,941	30,127	37,306	28,105	41,415	79,555	45,974	34,597	64,699	79,997	89,439	(146,103)	517,052
NET INCREASE/(DECREASE) IN CASH HELD		1,921	6,305	(6,449)	10,930	(11,851)	20,310	(12,399)	2,460	14,971	43,039	33,597	(68,926)	33,908
Cash/cash equivalents at the month/year beginning:		1,014	2,934	9,240	2,791	13,721	1,870	22,180	9,781	12,241	27,212	70,251	103,848	1,014
Cash/cash equivalents at the month/year end:		2,934	9,240	2,791	13,721	1,870	22,180	9,781	12,241	27,212	70,251	103,848	34,922	34,922

4.3 Material Variances

LIM341 Musina - Supporting Table SC1 Material variance explanations - M09 Quarter3				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	<u>Revenue By Source</u>			
	Service Charges-Electricity revenue	2 367	Lower sales due to load shedding	Monitor this line item and ensure that the income is allocated correctly
	Rental of facilities	330	Low bookings of municipal facilities	Monitor this line item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	771	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licences and permits	(1)	This is due to lower registration of vehicles	Monitor this line item and ensure that the income is allocated correctly
2	<u>Expenditure By Type</u>			
	Employee related cost	5 417	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depreciation	19 833	Asset model not migrated with Financial system	Actioned at year end
	Bulk Electricity	7 803	Eskom account is settled as we received equitable share	Account for Eskom is settled
	Contracted Services	1 203	Most contract will appoint during the last quarter	Work in progress
3	<u>Capital Expenditure</u>			
	Mig Projects	20 277	Projects have appointed and are underway	Work in progress
	Own Funded projects	(20)	procurement processes still underway	Work in progress
4	<u>Financial Position</u>			
	Total assets	954 865	The municipality is still working on its improving financial	Implementation of funding Plan
	Total liabilities	359 185	The municipality is still working on its improving financial	Implementation of funding Plan
	Net assets	566 471	The municipality is still working on its improving financial	Implementation of funding Plan
5	<u>Cash Flow</u>			
	Cash/cash equivalents at month end	27 212	The municipality is still in financial distress not all creditors	Work in progress, monitoring and implementation of funding Plan.
6	<u>Measureable performance</u>			
7	<u>Municipal Entities</u>			
	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)										
Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital Expenditure - Functional Classification										
Governance and administration		(19,107)	4,300	9,250	1,400	1,400	3,225	(1,825)	-57%	-
Executive and council		(324)	-	-	-	-	-	-	-	
Finance and administration		(18,783)	4,300	9,250	1,400	1,400	3,225	(1,825)	-57%	
Internal audit								-		
Community and public safety		3,643	1,780	1,780	1,780	1,780	1,335	445	33%	-
Community and social services		3,643	-	-	-	-	-	-		
Sport and recreation								-		
Public safety			1,780	1,780	1,780	1,780	1,335	445	33%	
Housing								-		
Health								-		
Economic and environmental services		24,319	31,456	48,501	3,637	25,537	23,592	1,945	8%	-
Planning and development		25,210	8,765	19,697	82	9,581	6,574	3,007	46%	
Road transport		(891)	22,691	28,804	3,555	15,956	17,018	(1,062)	-6%	
Environmental protection								-		
Trading services		430	42,500	38,371	1,687	24,303	31,875	(7,572)	-24%	-
Energy sources		430	35,000	29,540	1,687	9,893	26,250	(16,357)	-62%	
Water management								-		
Waste water management					-	3,258		3,258	#DIV/0!	
Waste management			7,500	8,831	-	11,152	5,625	5,527	98%	
Other								-		
Total Capital Expenditure - Functional Classification	3	9,285	80,036	97,902	8,504	53,020	60,027	(7,007)	-12%	-
Funded by:										
National Government		28,853	34,036	45,447	3,637	34,941	25,527	9,414	37%	
Provincial Government								-		
District Municipality								-		
Transfers recognised - capital		29,283	34,036	45,447	3,637	34,941	25,527	9,414	37%	-
Borrowing	6							-		
Internally generated funds		(891)	46,000	52,455	4,867	18,079	34,500	(16,421)	-48%	
Total Capital Funding		28,392	80,036	97,902	8,504	53,020	60,027	(7,007)	-12%	-

6. Grants Management

6.1 Monthly grants cumulative expenditure performance trend

Expenditure per Category

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M09 Quarter3										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	25,037	25,037	1,786	17,271	18,778	(1,507)	-8%	
Service charges		72,168	160,112	145,528	13,587	125,355	120,084	5,271	4%	
Other revenue		95,500	95,813	95,813	10,032	71,518	71,860	(342)	0%	
Transfers and Subsidies - Operational		129,975	215,641	227,135	53,134	226,083	161,731	64,352	40%	
Transfers and Subsidies - Capital		–	34,036	42,307	1,131	42,307	25,527	16,780	66%	
Interest		–	555	855	–	7,744	416	7,328	1760%	
Dividends								–		
Payments										
Suppliers and employees		(37,006)	(405,052)	(418,628)	(57,768)	(418,185)	(303,789)	114,396	-38%	
Finance charges		–	(525)	(525)	(191)	(1,191)	(394)	797	-202%	
Transfers and Grants		–	–		(630)	(2,910)	–	2,910	#DIV/0!	
NET CASH FROM/(USED) OPERATING ACTIVITIES		260,637	125,617	117,522	21,081	67,992	94,213	26,221	28%	–
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)	(97,903)	(8,504)	(53,020)	(60,027)	(7,007)	12%	
NET CASH FROM/(USED) INVESTING ACTIVITIES		24,516	(80,036)	(97,903)	(8,504)	(53,020)	(60,027)	(7,007)	12%	–
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	19,619	12,577	14,972	34,186			–
Cash/cash equivalents at beginning:		23,257	5,715	12,819		12,241	12,819			12,241
Cash/cash equivalents at month/year end:		300,744	51,296	32,438		27,213	47,005			12,241

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 - M09 Quarter3									
Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Quarter 3	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July		6,670	8,159	(2,352)		8,159	–		
August		6,670	8,159	(4,059)		16,318	–		
September		6,670	8,159	(3,356)		24,477	–		
October		6,670	8,159	(8,185)		32,636	–		
November		6,670	8,159	(3,370)		40,795	–		
December		6,670	8,159	(7,319)		48,954	–		
January		6,670	8,158	(1,988)		57,112	–		
February		6,670	8,158	(13,887)		65,270	–		
March		6,669	8,158	(8,504)		73,428	–		
April		6,669	8,158			81,586	–		
May		6,669	8,158			89,744	–		
June		6,669	8,158			97,902	–		
Total Capital ex	–	80,036	97,902	(53,020)					

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		1 820 386.75	-	3 554 748.37			
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	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	167 369.61	167 868.84	82 451.51			
	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	1 987 756.36	167 868.84	3 637 199.88	-	-	-
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								
Skooplaas Culvert Storm water	2 030 509.21				1 220 094.69		445 606.52						
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 1 January to 31 March 2024 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 Quarter3													
Description	NT Code	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	Impairment - Bad Debts i.t.o Council Policy
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200									–	–		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	7 743	1 321	1 129	808	786	695	696	20 651	33 829	23 636		–
Receiv ables from Non-ex change Transactions - Property Rates	1400	1 977	1 043	944	869	765	786	710	37 263	44 357	40 393		–
Receiv ables from Ex change Transactions - Waste Water Management	1500									–	–		
Receiv ables from Ex change Transactions - Waste Management	1600	2 155	1 129	952	837	728	638	564	11 946	18 949	14 713		–
Receiv ables from Ex change Transactions - Property Rental Debtors	1700								136	136	136		
Interest on Arrear Debtor Accounts	1810	786	769	741	734	704	685	654	16 532	21 605	19 309		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–		
Other	1900	3 394	1 705	1 297	1 090	1 284	902	786	20 706	31 164	24 768		–
Total By Income Source	2000	16 055	5 967	5 063	4 338	4 267	3 706	3 410	107 234	150 040	122 955	–	–
2022/23 - totals only		12040000	5528000	4403000	3859000	3394000	3295000	14223000	81497000	128 239	106 268		
Debtors Age Analysis By Customer Group													
Organs of State	2200	2 334	803	702	627	610	552	569	24 800	30 997	27 158		–
Commercial	2300	5 436	1 156	1 041	851	1 105	933	934	29 531	40 987	33 354		–
Households	2400	8 285	4 008	3 320	2 862	2 551	2 220	1 907	52 904	78 057	62 444		–
Other	2500	–	–	–	–	–	–	–		–	–		–
Total By Customer Group	2600	16 055	5 967	5 063	4 340	4 266	3 705	3 410	107 235	150 041	122 956	–	–

7.2 Disconnection List

DISCONNECTION LIST MARCH 2024			
	ELECTRICITY MUSINA	MUSINA	ELECTRICITY NANCEFIELD
TOWN	32	4	101
EXTENTION 1	13		328
EXTENTION 2	11		241
EXTENSION 3	2		0
EXTENSION 4	9		313
EXTENTION 5	6		505
EXTENSION 6	3		185
EXTENTION 7	2		387
EXTENTION 8	0		356
EXTENTION 9	0		397
EXTENTION 10	0		527
EXTENTION 11	1		119
EXTENTION 12	0		0
EXTENTION 14	8		489
MUSINA 4 MT	0		0
MUSINA EXT 17	0		0
VOGELZANG 3 MT	0		0
BUILEGEBIED	3		0
DISCONNECTIONS	90	4	3948
ARRANGEMENTS	10	0	47
TOTAL DISCONNECTED	34	0	1746
PAID/RESPONDED	27	0	2748
TOTAL NOT DISCONNECTED	56	0	2155
AMOUNT COLLECTED-TOWN	R 680 368.45		R 348 742.36
CREDIT CONTROL COLLECTION		R 1 029 110.81	
PREPARED BY : BT TLOU			

8. Creditors Management

The age analysis of the outstanding creditors as at 1 January to 31 March 2024 was as outlined below:

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 Quarter3											
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	Total	
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	17 690	755	2 371	1 928	22 266				45 009	
Auditor General	0800									-	
Other	0900									-	
Total By Customer Type	1000	17 690	755	2 371	1 928	22 266	-	-	-	45 009	-

8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of March 2024

<u>MUSINA LOCAL MUNICIPALITY.</u>	
<u>EXPENDITURE ANALYSIS</u>	
<u>MONTH-END MARCH 2024</u>	
<u>DESCRIPTION</u>	<u>AMOUNT</u>
ESKOM	31 129 034.00
TELKOM	81 240.70
SALARIES	10 191 879.17
SUNDRY CREDITORS	3 769 606.47
TRADE CREDITORS	972 547.24
SARS (PAYE & VAT)	4 136 456.85
DIDO	70 008.48
UKUKHOMBA	780 137.00
AUDITOR GENERAL	2 090 957.17
MUNSOFT	2 218 934.11
BANK CHARGES	120 714.49
DEBIT ORDERS	1 708 924.30
PORVERTY ALLIVATION WORKERS	450 112.56
LEARNERS LGSETA	60 500.00
WARD COMMITTEE MEMBERS -STIPENS	177 919.22
SUB-TOTAL	57 958 971.76
CONSTRUCTION OF PAVED ROAD AND STORM WATER	1 977 788.33
ELECTRIFICATION OF RHINO RIDGE	1 686 711.37
CONSTRUCTION OF NANCEFIELD PAVED ROAD PHASE 6-12	1 287 194.27
CONSTRUCTION OF BRIDGE AND CULVERTS ON GRAVEL TSHIVHONGWENI-TSHIPISE	556 724.63
SUB-TOTAL	5 508 418.60
TOTAL EXPENDITURE	63 467 390.36
VDM	
TELKOM	1 094.92
ESKOM RIOOLDAMME	22 917.55
	24 012.47
	63 491 402.83

8.2 Outstanding Creditors

OUTSTANDING CREDITORS MARCH 2024	
SUPPLIERS	Mar-24
ESKOM	15 814 943.75
DEPARTMENT OF TRANSPORT	7 676 941.60
CONTRACTED SERVICES	16 182 167.60
REFUNDS	750.00
STUDY FEES	19 320.00
SUPPLIERS	5 314 614.26
TOTAL	45 008 737.21

9. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 31 March 2024.

MUSINA LOCAL MUNICIPALITY			
<u>MONTHLY REPORT</u>			
<u>DEPARTMENT OF THE CHIEF FINANCIAL OFFICER</u>			
<u>BANK RECONCILIATION AS 31 MARCH 2024</u>			
	BALANCE AS ON 01 JANUARY 2024		22,179,792.09
LESS:	EXPENDITURE	133,371,660.29	
	SHORTAGE ON DEPOSIT	220,224.12	
	DAY CALL	-	
	TOTAL EXPENDITURE	133,591,884.41	
PLUS:	INCOME	138,625,079.93	
	INCOME NOT RECEIPTED	-	
	CANCELLED STALE CHEQUES	-	
	DAY CALL	-	
	TOTAL REVENUE	138,625,079.93	
	BALANCE AS ON 31 MARCH 2024		27,212,987.61
	BALANCE AS PER BANK STATEMENT		27,212,987.61
LESS:	OUTSTANDING CHEQUE	-	
			27,212,987.61
	interest 10.50%		
	TRAFFIC	-	
	BALANCE AS ON MARCH 2024		441,051.96

The municipality closed the financial quarter ended March 2024 with a positive bank balance.

10. Recommendations

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