



Monthly Budget Statement

MFMA Section 71 Report for January

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 January 2024

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

The total expenditure for operating activities for the month amounts to R42 319 million.

Total revenue for the month amounts to R30 021 million.

The expenditure on Capital activities for the month amounts to R1 988 Million.

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

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M07 January 2024										
Description	2022/23	Budget Year 2023/24								
	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	14 929	26 950		2 023	16 944	15 721	1 223	8%	22 698	
Service charges	167 047	176 127		15 977	104 749	102 741	2 008	2%	189 022	
Investment revenue	469	—		—	—	—	—		1 244	
Transfers and subsidies	176 378	220 628		—	168 104	128 700	39 404	31%	174 720	
Other own revenue	17 560	107 163		12 021	52 042	62 512	(10 470)	-17%	45 296	
Total Revenue (excluding capital transfers and contributions)	376 383	530 868	—	30 021	341 839	309 673	32 166	10%	432 980	
Employee costs	150 650	164 268		12 211	90 405	95 823	(5 418)	-6%	158 403	
Remuneration of Councillors	10 097	11 428		912	6 798	6 666	132	2%	11 339	
Depreciation & asset impairment	30 372	34 000		—	—	46 083	(46 083)	-100%	34 265	
Finance charges	1 070	525		—	—	306	(306)	-100%	1 777	
Materials and bulk purchases	142 119	149 493		(28 947)	93 805	87 204	6 600	8%	138 162	
Transfers and subsidies	5 827	4 987		577	5 475	2 909	2 566	88%	6 073	
Other expenditure	108 690	120 167		—	6 686	43 241	43 847	(606)	-1%	78 626
Total Expenditure	448 825	484 868	—	(8 561)	239 724	282 840	(43 116)	-15%	428 645	
Surplus/(Deficit)	(72 442)	46 000	—	38 582	102 115	26 833	75 282	281%	4 335	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	31 409	34 036		—	30 629	19 854	10 775	0	36 988	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher	4 363	—	—	—	—	—	—	—	—	
Surplus/(Deficit) after capital transfers & contributions	(36 670)	80 036	—	38 582	132 744	46 688	86 057	184%	41 323	
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—	
Surplus/ (Deficit) for the year	(36 670)	80 036	—	38 582	132 744	46 688	86 057	184%	41 323	
Capital expenditure & funds sources										
Capital expenditure	37 793	44 955	—	6 410	26 411	46 688	(20 277)	-43%	—	
Capital transfers recognised	29 283	34 036	—	4 528	20 062	19 854	206	1%	—	
Borrowing	—	—	—	—	—	—	—	—	—	
Internally generated funds	(891)	46 000	—	1 882	6 348	26 833	(20 485)	(0)	—	
Total sources of capital funds	28 392	80 036	—	6 410	26 410	46 688	(20 278)	-43%	—	
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	—	(16 907)	16 242	73 277	57 034	78%	—	
Net cash from (used) investing	24 516	(80 036)	—	—	(28 641)	(46 688)	(18 047)	39%	—	
Net cash from (used) financing	(7 666)	—	—	—	—	—	—	—	—	
Cash/cash equivalents at the month/year end	300 744	51 296	—	(16 907)	(12 399)	26 589	38 988	147%	1 013	
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Ds	151-180 Ds	181 Ds-1 Yr	Over 1Yr	Total	
Debtors Age Analysis										
Total By Income Source	15 749	5 826	5 113	4 335	3 816	4 441	4 439	101 809	145 528	
Creditors Age Analysis										
Total Creditors	20 659	4 855	2 485	2 010	8 444	—	—	—	38 452	

3. Operational Revenue

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

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January										
Description	Ref	2022/23	Budget Year 2022/24		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
			Audited Outcome	Original Budget						
R thousands									%	
Revenue By Source										
Property rates		14 929	26 950		2 023	16 944	15 721	1 223	8%	22 698
Service charges - electricity revenue		152 786	160 630		14 057	91 334	93 701	(2 367)	-3%	174 390
Service charges - water revenue		-	-				-	-	-	-
Service charges - sanitation revenue		-	-				-	-	-	-
Service charges - refuse revenue		14 261	15 497		1 920	13 415	9 040	4 375	48%	14 632
Rental of facilities and equipment		819	1 994		2	368	1 163	(795)	-68%	691
Interest earned - external investments		469	555		-	420	324	96	30%	1 244
Interest earned - outstanding debtors		4 436	5 767		5 492	26 365	3 364	23 001	684%	3 180
Dividends received		-	-		-	-	-	-	-	-
Fines, penalties and forfeits		5 147	4 075		269	1 606	2 377	(771)	-32%	3 380
Licences and permits		3 112	2 565		3	122	1 496	(1 374)	-92%	5 509
Agency services		-	-		-	-	-	-	-	-
Transfers and subsidies		176 378	220 628		-	168 104	128 700	39 404	31%	174 720
Other revenue		6 356	92 207		6 255	23 161	53 787	(30 626)	-57%	8 843
Gains		(2 310)	-	-	-	-	-	-	-	23 693
Total Revenue (excluding capital transfers and contributions)		376 383	530 868	-	30 021	341 839	309 673	32 166	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 - M07 January														2024/25			
Description	Ref	Budget Year 2023/24												Budget Year 2024/25			
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Medium	2023/24	+1 2024/25	+2 2025/26
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	2024/25	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Cash Receipts By Source																	
Property rates		5 188	1 890	1 771	2 084	1 947	2 041	2 023	6 576	6 576	6 576	6 576	(18 211)	25 037	26 292	27 587	
Service charges - electricity revenue		9 854	13 116	13 126	14 272	13 012	13 897	14 057	36 798	36 798	36 798	36 798	(98 524)	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	5 230	5 230	5 230	5 230	(14 224)	20 111	21 162	21 489	
Rental of facilities and equipment		62	220	2	2	78	2	2	142	142	142	142	(395)	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	146	146	146	146	(26 949)	-	-	-	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits		202	254	163	146	421	151	269	919	919	919	919	(1 777)	3 505	3 677	3 849	
Licences and permits		13	-	-	25	26	55	3	582	582	582	582	(230)	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	(186 779)	215 641	238 567	248 737	
Other revenue		7 859	14 736	897	7 581	9 780	3 221	6 255	14 064	14 064	14 064	14 064	(18 135)	88 450	37 213	39 647	
Cash Receipts by Source		117 887	36 432	30 857	28 281	29 564	95 965	30 021	123 036	123 036	123 036	123 036	(365 089)	496 062	477 512	499 410	

Summary of total Own revenue

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M07 January									
Description	Ref	2022/23	Budget Year 2023/24						
		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		–	25,037		2,023	17,593	14,605	2,988	20%
Service charges		72,168	160,112		14,057	98,406	93,399	5,007	5%
Other revenue		95,500	95,813		2,202	46,193	55,891	(9,698)	-17%
Transfers and Subsidies - Operational		129,975	215,641		–	168,104	125,791	42,313	34%
Transfers and Subsidies - Capital		–	34,036		–	30,629	19,854	10,775	54%
Interest		–	555		5,492	640	324	316	98%
Dividends								–	
Payments									
Suppliers and employees		(37,006)	(405,052)		(40,665)	(340,585)	(236,280)	104,305	-44%
Finance charges		–	(525)		(17)	(922)	(306)	615	-201%
Transfers and Grants		–	–		–	(1,828)	–	1,828	#DIV/0!
NET CASH FROM/(USED) OPERATING ACTIVITIES		260,637	125,617	–	(16,907)	18,230	73,277	55,046	75%
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)		(1,998)	(30,629)	(46,688)	(16,059)	34%
NET CASH FROM/(USED) INVESTING ACTIVITIES		24,516	(80,036)	–	(1,998)	(30,629)	(46,688)	(16,059)	34%
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	–	(18,895)	(12,399)	26,589		–
Cash/cash equivalents at beginning:		23,257	5,715			22,180	5,715		22,180
Cash/cash equivalents at month/year end:		300,744	51,296			9,781	32,304		22,180

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as at 31 January 2024

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January										
Description	Ref	2022/23	Budget year 2023/24		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
			Audited Outcome	Original Budget						
R thousands									%	
Expenditure By Type										
Employee related costs		150 650	164 268		12 211	90 405	95 823	(5 418)	-6%	158 403
Remuneration of councillors		10 097	11 428		912	6 798	6 666	132	2%	11 339
Debt impairment		41 885	45 000		-	-	26 250	(26 250)	-100%	8 325
Depreciation & asset impairment		30 372	34 000		-	-	19 833	(19 833)	-100%	34 265
Finance charges		1 070	525				306	(306)	-100%	1 777
Bulk purchases		137 919	144 815		(29 086)	92 279	84 475	7 803	9%	129 748
Other materials		4 200	4 678		139	1 526	2 729	(1 203)	-44%	8 414
Contracted services		35 198	39 279		2 270	16 530	22 913	(6 383)	-28%	37 767
Transfers and subsidies		5 827	4 987		577	5 475	2 909	2 566	88%	6 073
Other expenditure		31 607	35 888		4 416	26 711	20 935	5 776	28%	32 534
Losses			-		-	-	-	-		
Total Expenditure		448 825	484 868	-	(8 561)	239 724	282 840	(43 116)	-15%	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 - M07 January														2024/25					
Description	Ref	Budget Year 2023/24												Medium Budget Year 2023/24			Budget Year +1 2024/25		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June						
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget						
Cash Payments by Type																			
Employee related costs		12 946	12 688	12 755	13 341	12 939	13 525	12 211	43 154	43 154	43 154	43 154	(98 753)	164 268	172 480	181 104			
Remuneration of councillors		878	878	1 394	912	912	912	912	854	854	892	—	2 030	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)	48	45 216	41	10 126	(32 681)	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	139	19 135	19 135	19 135	19 135	(78 066)	—	—	—			
Contracted services		13 456	1 328	2 920	2 765	2 010	8 135	2 270	—	—	—	—	(32 884)	—	—	—			
Grants and subsidies paid - other municipalities		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—			
Grants and subsidies paid - other		461	383	631	859	479	1 666	577	—	—	—	—	(5 056)	—	—	—			
General expenses		28 407	757	5 836	1 789	6 999	3 712	53 409	—	—	—	—	(21 045)	79 864	73 513	76 246			
Cash Payments by Type		129 590	26 068	33 950	19 921	38 045	72 236	40 432	63 191	108 359	63 222	72 664	(262 100)	405 578	415 392	435 204			

4.3 Material Variances

LIM341 Musina - Supporting Table SC1 Material variance explanations - M07 January

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
	Licencs and permits	(1 375)	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 Finacial 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	(20 485)	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 fundind Plan
	Total liabilities	359 185	The municipality is still working on its improving financial	Implementation of fundind Plan
	Net assets	596 471	The municipality is still working on its improving financial	Implementation of fundind Plan
5	<u>Cash Flow</u>			
	Cash/cash equivalents at month end	(46 904)	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 and funding) - M07 January										
Vote Description	Ref	2022/23	Budget Year 2023/24		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
			Audited Outcome	Original Budget						
R thousands	1									%
<u>Capital Expenditure - Functional Classification</u>										
<i>Governance and administration</i>		(19 107)	4 300	—	—	—	2 508	(2 508)	-100%	—
Executive and council		(324)	—	—	—	—	—	—	—	—
Finance and administration		(18 783)	4 300	—	—	—	2 508	(2 508)	-100%	—
Internal audit							—	—	—	—
<i>Community and public safety</i>		3 643	1 780	—	902	902	1 038	(136)	-13%	—
Community and social services		3 643	—	—	—	—	—	—	—	—
Sport and recreation					—	—	—	—	—	—
Public safety			1 780	—	902	902	1 038	(136)	-13%	—
Housing					—	—	—	—	—	—
Health					—	—	—	—	—	—
<i>Economic and environmental services</i>		24 319	31 456	—	1 818	13 370	18 349	(4 979)	-27%	—
Planning and development		25 210	8 765	—	675	8 571	5 113	3 458	68%	—
Road transport		(891)	22 691	—	1 143	4 799	13 236	(8 437)	-64%	—
Environmental protection					—	—	—	—	—	—
<i>Trading services</i>		430	42 500	—	3 690	12 139	24 792	(12 653)	-51%	—
Energy sources		430	35 000	—	(2 123)	3 542	20 417	(16 875)	-83%	—
Water management					—	—	—	—	—	—
Waste water management					237	3 021	—	3 021	#DIV/0!	—
Waste management			7 500	—	5 576	5 576	4 375	1 201	27%	—
<i>Other</i>					—	—	—	—	—	—
Total Capital Expenditure - Functional Classification	3	9 285	80 036	—	6 410	26 411	46 688	(20 277)	-43%	—
<u>Funded by:</u>										
National Government		28 853	34 036	—	4 528	20 062	19 854	208	1%	—
Provincial Government					—	—	—	—	—	—
District Municipality					—	—	—	—	—	—
<i>Transfers recognised - capital</i>		29 283	34 036	—	4 528	20 062	19 854	208	1%	—
<i>Borrowing</i>	6				—	—	—	—	—	—
Internally generated funds		(891)	46 000	—	1 882	6 348	26 833	(20 485)	-76%	—
Total Capital Funding		28 392	80 036	—	6 410	26 410	46 688	(20 278)	-43%	—

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 - M07 December										
Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	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	–	61	165 092	128 700	36 392	28.3%	–
Local Government Equitable Share		169 864	216 341		–	161 256	126 199	35 057	27.8%	
Finance Management		–	3 000		61	2 549	1 750	799	45.7%	
EPWP Incentive		–	1 287		–	1 287	751	536	71.4%	
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	–	61	165 092	128 700	36 392	28.3%	–
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		–	37 590	–	1 988	30 629	21 928	8 702	39.7%	–
MIG		–	34 036		1 988	27 154	19 854	7 300	36.8%	
MDRG			3 554		–	3 475	2 073	1 402	67.6%	
Total capital expenditure of Transfers and Grants		–	37 590	–	1 988	30 629	21 928	8 702	39.7%	–
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		169 864	258 218	–	2 049	195 721	150 627	45 094	29.9%	–

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 - M07 January										
Month	2022/23	Budget Year 2023/24								% spend of Original Budget
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	
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			(1 988)		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		–	34 036	–	(30 629)					

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					
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					
	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	–	–	–	–	–
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		445 606.52						
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 31 January 2024 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January														
Description	NT Code	Budget Year 2023/24											Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days			
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	7 543	1 305	935	806	753	1 445	537	19 177	32 501	22 718		-	
Receivables from Non-exchange Transactions - Property Rates	1400	1 973	1 023	865	900	758	679	1 855	35 262	43 315	39 454		-	
Receivables from Exchange Transactions - Waste Water Management	1500													
Receivables from Exchange Transactions - Waste Management	1600	2 154	1 120	977	818	708	630	565	11 611	18 583	14 332		-	
Receivables from Exchange Transactions - Property Rental Debtors	1700													
Interest on Arrear Debtor Accounts	1810	770	744	714	698	667	653	630	15 663	20 539	18 311		-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820													
Other	1900	3 309	1 634	1 622	1 113	930	1 034	852	19 960	30 454	23 889		-	
Total By Income Source	2000	15 749	5 826	5 113	4 335	3 816	4 441	4 439	101 809	145 528	118 840		-	
2022/23 - totals only		12369000	5914000	4844000	4124000	5129000	3222000	14428000	89223000	139 253	116 126			
Debtors Age Analysis By Customer Group														
Organs of State	2200	2 392	827	702	589	610	870	1 347	22 996	30 333	26 412		-	
Commercial	2300	5 456	1 209	1 192	1 016	946	1 411	981	27 443	39 654	31 797		-	
Households	2400	7 901	3 790	3 219	2 730	2 260	2 160	2 111	51 370	75 541	60 631		-	
Other	2500	-	-	-	-	-	-	-	-	-	-		-	
Total By Customer Group	2600	15 749	5 826	5 113	4 335	3 816	4 441	4 439	101 809	145 528	118 840		-	

7.2 Disconnection List

DISCONNECTION LIST JANUARY 2024			
	ELECTRICITY		ELECTRICITY
	MUSINA	MUSINA	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	6	0	27
TOTAL DISCONNECTED	52	0	3204
PAID/RESPONDED	53	0	2460
TOTAL NOT DISCONNECTED	36	0	744
AMOUNT COLLECTED-TOWN	R 2 354 000.00		R 563 432.22
CREDIT CONTROL COLLECTION		R 2 917 432.22	

8. Creditors Management

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

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January													
Description	NT Code	Budget Year 2023/24		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	Prior year totals for chart
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			20 659	4 855	2 485	2 010	8 444				38 452	
Auditor General	0800												-
Other	0900												-
Total By Customer Type	1000	20 659	4 855	2 485	2 010	8 444	-	-	-	-	38 452	-	

8.1 EXPENDITURE ANALYSIS

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

<u>MUSINA LOCAL MUNICIPALITY.</u>	
<u>EXPENDITURE ANALYSIS</u>	
<u>MONTH-END JANUARY 2024</u>	
DESCRIPTION	AMOUNT
ESKOM	15 077 972.81
TELKOM	48 515.57
SALARIES	10 300 400.54
SUNDY CREDITORS	1 176 919.08
TRADE CREDITORS	7 463 421.50
SARS (PAYE VAT)	2 317 796.92
MAHOSI SECURITY	1 865 689.43
BANK CHARGES	16 505.67
DEBIT ORDERS	1 740 443.89
PORVERTY ALLIVIATION WORKERS	434 585.02
LEARNERS LGSETA	60 500.00
WARD COMMITTEE MEMBERS -STIPENS	178 500.00
SUB-TOTAL	40 681 250.43
CONSTRUCTION OF NANCEFIELD EXT 6-12 PAVED ROADS AND STORMWATER MANAGEMENT	1 638 348.08
	-
SUB-TOTAL	1 638 348.08
TOTAL EXPENDITURE	42 319 598.51
VDM	
TELKOM	1 141.77
ESKOM RIOOLDAMME	24 011.06
	25 152.83
	42 344 751.34

8.2 Outstanding Creditors

OUTSTANDING CREDITORS JANUARY 2023	
SUPPLIERS	Jan-24
ESKOM	15 320 651.67
DEPARTMENT OF TRANSPORT	7 725 131.60
CONTRACTED SERVICES	7 720 934.37
REFUNDS	18 295.44
STUDY FEES	69 185.00
SUPPLIERS	7 597 874.12
TOTAL	38 452 072.20

9. Cash Management

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

MUSINA LOCAL MUNICIPALITY																																												
MONTHLY REPORT																																												
DEPARTMENT OF THE CHIEF FINANCIAL OFFICER																																												
<u>BANK RECONCILIATION AS 31 JANUARY 2024</u>																																												
<table><tbody><tr><td>BALANCE AS ON 31 DECEMBER 2023</td><td></td><td>22 179 792.09</td></tr><tr><td><u>LESS:</u></td><td>EXPENDITURE</td><td>42 319 598.51</td></tr><tr><td></td><td>SHORTAGE ON DEPOSIT</td><td>100 000.01</td></tr><tr><td></td><td>DAY CALL</td><td>-</td></tr><tr><td></td><td></td><td></td></tr><tr><td></td><td>TOTAL EXPENDITURE</td><td><u>42 419 598.52</u></td></tr><tr><td><u>PLUS:</u></td><td>INCOME</td><td>30 021 490.50</td></tr><tr><td></td><td>INCOME NOT RECEIPTED</td><td>-</td></tr><tr><td></td><td>CANCELLED STALE CHEQUES</td><td></td></tr><tr><td></td><td>DAY CALL</td><td>-</td></tr><tr><td></td><td></td><td></td></tr><tr><td></td><td>TOTAL REVENUE</td><td><u>30 021 490.50</u></td></tr><tr><td></td><td></td><td></td></tr><tr><td></td><td>BALANCE AS ON 31 JANUARY 2024</td><td>9 781 684.07</td></tr></tbody></table>			BALANCE AS ON 31 DECEMBER 2023		22 179 792.09	<u>LESS:</u>	EXPENDITURE	42 319 598.51		SHORTAGE ON DEPOSIT	100 000.01		DAY CALL	-					TOTAL EXPENDITURE	<u>42 419 598.52</u>	<u>PLUS:</u>	INCOME	30 021 490.50		INCOME NOT RECEIPTED	-		CANCELLED STALE CHEQUES			DAY CALL	-					TOTAL REVENUE	<u>30 021 490.50</u>					BALANCE AS ON 31 JANUARY 2024	9 781 684.07
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The municipality closed the financial month of January with a positive bank balance.

10. Recommendations

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