



Monthly Budget Statement

MFMA Section 71 Report for October

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 October 2023

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 R28 105 million.

Total revenue for the month amounts to R39 035 million.

The expenditure on Capital activities for the month amounts to R8 185 Million.

The following table provides a summary of the municipality's performance as at 31 October 2023

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M04 October 2023			Budget Year 2023/24						
Description	2022/23	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	—	2 084	10 933	8 983	1 950	22%	22 698
Service charges	167 047	176 127	—	16 214	58 053	58 709	(656)	-1%	189 022
Investment revenue	469	—	—	—	—	—	—	—	1 244
Transfers and subsidies	176 378	220 628	—	1 155	96 257	73 543	22 714	31%	174 720
Other own revenue	17 560	107 163	—	8 828	48 214	35 721	12 493	35%	45 296
	376 383	530 868	—	28 281	213 457	176 956	36 501	21%	432 980
Total Revenue (excluding capital transfers and contributions)									
Employee costs	150 650	164 268	—	13 341	51 730	54 756	(3 026)	-6%	158 403
Remuneration of Councillors	10 097	11 428	—	912	4 062	3 809	253	7%	11 339
Depreciation & asset impairment	30 372	34 000	—	—	—	26 333	(26 333)	-100%	34 265
Finance charges	1 070	525	—	60	358	175	183	105%	1 777
Materials and bulk purchases	142 119	149 493	—	255	93 847	49 831	44 016	88%	138 162
Transfers and subsidies	5 827	4 987	—	859	2 334	1 662	672	40%	6 073
Other expenditure	108 690	120 167	—	12 678	75 147	25 056	50 091	200%	78 626
	448 825	484 868	—	28 105	227 478	161 623	65 855	41%	428 645
Surplus/(Deficit)									
	(72 442)	46 000	—	176	(14 021)	15 333	(29 354)	-191%	4 335
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	31 409	34 036	—	10 754	26 729	11 345	15 384	136%	36 988
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher	4 363	—	—	—	—	—	—	—	—
	(36 670)	80 036	—	10 930	12 708	26 679	(13 970)	-52%	41 323
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	(36 670)	80 036	—	10 930	12 708	26 679	(13 970)	-52%	41 323
Capital expenditure & funds sources									
Capital expenditure	37 793	44 955	—	8 185	18 618	26 679	(8 061)	-30%	—
Capital transfers recognised	29 283	34 036	—	8 185	17 952	11 345	6 607	58%	—
Borrowing	—	—	—	—	—	—	—	—	—
Internally generated funds	(891)	46 000	—	—	666	15 333	(14 667)	-96%	—
	28 392	80 036	—	8 185	18 618	26 679	(8 061)	-30%	—
Financial position									
Total current assets	207 851	178 390	—	—	301 328	—	—	—	178 390
Total non current assets	562 381	547 831	—	—	653 537	—	—	—	547 831
Total current liabilities	639 664	81 892	—	—	359 185	—	—	—	81 891
Total non current liabilities	31 871	65 000	—	—	29 210	—	—	—	6 500
Community wealth/Equity	98 697	579 329	—	—	566 471	—	—	—	637 830
Cash flows									
Net cash from (used) operating	260 637	125 617	—	16 400	28 882	41 872	12 990	31%	—
Net cash from (used) investing	24 516	(80 036)	—	(8 185)	(17 952)	(26 679)	(8 727)	33%	—
Net cash from (used) financing	(7 666)	—	—	—	—	—	—	—	—
	300 744	51 296	—	8 216	10 930	15 194	4 263	28%	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	16 464	8 066	6 020	6 063	3 575	4 699	3 169	97 531	145 587
Creditors Age Analysis									
Total Creditors	17 770	18 814	11 325	459	7 897	—	—	—	56 265

3. Operational Revenue

3.1 Revenue Performance by Source/Classification as at 31 October 2023

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October																
Description	Ref	2022/23	Budget Year 2023/24		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %							
			Audited Outcome	Original Budget												
R thousands																
Revenue By Source																
Property rates		14 929	26 950		2 084	10 933	8 983	1 950	22%							
Service charges - electricity revenue		152 786	160 630		14 272	50 368	53 543	(3 175)	-6%							
Service charges - water revenue		-	-				-	-	-							
Service charges - sanitation revenue		-	-				-	-	-							
Service charges - refuse revenue		14 261	15 497		1 942	7 685	5 166	2 519	49%							
Rental of facilities and equipment		819	588		2	286	196	90	46%							
Interest earned - external investments		469	555		200	200	185	15	8%							
Interest earned - outstanding debtors		4 436	5 767		874	15 852	1 922	13 930	725%							
Dividends received		-	-		-	-	-	-	-							
Fines, penalties and forfeits		5 147	4 075		146	765	1 358	(593)	-44%							
Licences and permits		3 112	2 565		25	38	855	(817)	-96%							
Agency services		-	-		-	-	-	-	-							
Transfers and subsidies		176 378	220 628		1 155	96 257	73 543	22 714	31%							
Other revenue		6 356	93 613		7 581	31 073	31 204	(131)	0%							
Gains		(2 310)	-	-	-	-	-	-	23 693							
Total Revenue (excluding capital transfers and contributions)		376 383	530 868	-	28 281	213 457	176 956	36 501	21%							
									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 - M04 October													2024/25 Medium Term Revenue & Expenditure Framework			
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	Budget	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	6 576	6 576	6 576	6 576	6 576	6 576	6 576	(31 928)	25 037	26 292	27 587
Service charges - electricity revenue		9 854	13 116	13 126	14 272	36 798	36 798	36 798	36 798	36 798	36 798	36 798	(167 952)	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	5 230	5 230	5 230	5 230	5 230	5 230	5 230	(24 184)	20 111	21 162	21 489
Rental of facilities and equipment		62	220	2	2	142	142	142	142	142	142	142	(739)	541	569	596
Interest earned - external investments		–	–	–	200	–	–	–	–	–	–	–	355	555	582	609
Interest earned - outstanding debtors		1 028	978	12 972	874	146	146	146	146	146	146	146	(16 874)	–	–	–
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		202	254	163	146	919	919	919	919	919	919	919	(3 693)	3 505	3 677	3 849
Licences and permits		13	–	–	25	582	582	582	582	582	582	582	(1 892)	2 220	2 329	2 439
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and Subsidies - Operational		91 777	3 325	–	1 155	58 579	58 579	58 579	58 579	58 579	58 579	58 579	(290 669)	215 641	238 567	248 737
Other revenue		7 859	14 736	897	7 581	14 064	14 064	14 064	14 064	14 064	14 064	14 064	(41 071)	88 450	37 213	39 647
Cash Receipts by Source		117 887	36 432	30 857	28 281	123 036	(578 647)	496 062	477 512	499 410						

Summary of total Own revenue

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M04 October

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	1									%
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	25 037		2 084	10 933	8 346	2 587	31%	
Service charges		72 168	160 112		16 214	58 053	53 371	4 682	9%	
Other revenue		95 500	95 813		7 954	24 699	31 938	(7 239)	-23%	
Transfers and Subsidies - Operational		129 975	215 641		1 155	96 257	71 880	24 377	34%	
Transfers and Subsidies - Capital		–	34 036		10 754	26 729	11 345	15 384	136%	
Interest		–	555		200	200	185	15	8%	
Dividends								–		
Payments										
Suppliers and employees		(37 006)	(405 052)		(21 067)	(185 322)	(135 017)	50 305	-37%	
Finance charges		–	(525)		(60)	(358)	(175)	183	-105%	
Transfers and Grants		–	–		(834)	(2 309)	–	2 309	#DIV/0!	
NET CASH FROM/(USED) OPERATING ACTIVITIES		260 637	125 617		16 400	28 882	41 872	12 990	31%	–
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)		(8 185)	(17 952)	(26 679)	(8 727)	33%	
NET CASH FROM/(USED) INVESTING ACTIVITIES		24 516	(80 036)		(8 185)	(17 952)	(26 679)	(8 727)	33%	–
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		8 216	10 930	15 194			–
Cash/cash equivalents at beginning:		23 257	5 715			2 791	5 715			2 791
Cash/cash equivalents at month/year end:		300 744	51 296			13 721	20 909			2 791
References										

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as at 31 October 2023

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October										
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		13 341	51 730	54 756	(3 026)	-6%	158 403
Remuneration of councillors		10 097	11 428		912	4 062	3 809	253	7%	11 339
Debt impairment		41 885	45 000		–	–	15 000	(15 000)	-100%	8 325
Depreciation & asset impairment		30 372	34 000		–	–	11 333	(11 333)	-100%	34 265
Finance charges		1 070	525		–	298	175	123	70%	1 777
Bulk purchases		137 919	144 815		125	93 156	48 272	44 884	93%	129 748
Other materials		4 200	4 678		130	691	1 559	(868)	-56%	8 414
Contracted services		35 198	39 279		2 765	22 528	13 093	9 435	72%	37 767
Transfers and subsidies		5 827	4 987		859	2 334	1 662	672	40%	6 073
Other expenditure		31 607	35 888		9 973	52 679	11 963	40 716	340%	32 534
Losses		–	–		–	–	–	–	–	
Total Expenditure		448 825	484 868	–	28 105	227 478	161 623	65 855	41%	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 - M04 October														2024/25			
Description	Ref	Budget Year 2023/24														Medium	
		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	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	—	—	—	
Cash Payments by Type																	
Employee related costs		12 946	12 688	12 755	13 341	43 154	43 154	43 154	43 154	43 154	43 154	43 154	(189 540)	164 268	172 480	181 104	
Remuneration of councillors		878	878	1 394	912	847	870	875	854	854	892	—	2 174	11 428	11 885	12 480	
Interest paid		203	—	95	—	—	—	—	—	—	—	—	227	525	551	577	
Bulk purchases - Electricity		73 094	9 886	10 051	125	7 118	52 684	96	48	45 216	41	10 126	(63 669)	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	19 135	19 135	19 135	19 135	19 135	19 135	19 135	(134 636)	—	—	—	
Contracted services		13 456	1 328	2 920	2 765	—	—	—	—	—	—	—	(20 469)	—	—	—	
Grants and subsidies paid - other municipalities		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Grants and subsidies paid - other		461	383	631	859	—	—	—	—	—	—	—	(2 334)	—	—	—	
General expenses		28 407	757	5 836	1 789	—	—	—	—	—	—	—	43 075	79 864	73 513	76 246	
Cash Payments by Type		129 590	26 068	33 950	19 921	70 254	115 843	63 260	63 191	108 359	63 222	72 664	(360 743)	405 578	415 392	435 204	
Other Cash Flows/Payments by Type													—				
Capital assets		2 351	4 059	3 356	8 184	16 775	16 775	16 775	16 775	16 775	16 775	16 775	(55 339)	80 036	59 933	61 331	
Repayment of borrowing		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Other Cash Flows/Payments		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Total Cash Payments by Type		131 941	30 127	37 306	28 105	87 029	132 618	80 035	79 966	125 134	79 997	89 439	(416 082)	485 614	475 325	496 535	
NET INCREASE/(DECREASE) IN CASH HELD		1 921	6 305	(6 449)	10 930	47 429	1 840	54 423	54 492	9 324	54 461	45 019	(235 212)	44 484	52 631	55 459	
Cash/cash equivalents at the month/year beginning:		1 014	2 934	9 240	2 791	13 721	61 150	62 990	117 413	171 905	181 230	235 690	280 709	1 014	45 498	98 129	
Cash/cash equivalents at the month/year end:		2 934	9 240	2 791	13 721	61 150	62 990	117 413	171 905	181 230	235 690	280 709	45 498	45 498	98 129	153 588	

4.3 Material Variances

LIM341 Musina - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
1	Revenue By Source			
	Service Charges-Electricity revenue	(3 175)	Lower sales due to load shedding	Monitor this line item and ensure that the income is allocated correctly
	Rental of facilities	(379)	Low bookings of municipal facilities	Monitor this line item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(593)	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licences and permits	(817)	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	(3 026)	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depreciation	(26 000)	Asset model not migrated with Financial system	Actioned at year end
	Bulk Electricity	44 884	Eskom account is settled as we received equitable share	Account for ESKOM is settled
	Other Materials	(868)	it is the beginning of the quarter , more materials will be purchased	Monitor this line item and ensure that the income is allocated correctly
3	Capital Expenditure			
	Mig Projects	(8 734)	Projects have appointed and are underway	Work in progress
	Own Funded projects	(14 667)	procurement processes still underway	Work in progress
4	Financial Position			
	Total assets	954 865	The municipality is still working on its improving financial position	Implementation of funding Plan
	Total liabilities	359 185	The municipality is still working on its improving financial position	Implementation of funding Plan
	Net assets	566 471	The municipality is still working on its improving financial position	Implementation of funding Plan
5	Cash Flow			
	Cash/cash equivalents at month end	13 721	The municipality is still in financial distress not all creditors	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) - M04 October											
Vote 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	1										
Capital Expenditure - Functional Classification											
<i>Governance and administration</i>		(19 107)	4 300	-	-	667	1 433	(766)	-53%	-	
Executive and council		(324)	-	-	-	-	-	-	-	-	
Finance and administration		(18 783)	4 300	-	-	667	1 433	(766)	-53%	-	
Internal audit								-	-	-	
<i>Community and public safety</i>		3 643	1 780	-	4 471	13 055	593	12 462	2100%	-	
Community and social services		3 643	-		4 471	7 691	-	7 691	#DIV/0!	-	
Sport and recreation					-	5 364	-	5 364	#DIV/0!	-	
Public safety			1 780				593	(593)	-100%	-	
Housing								-	-	-	
Health								-	-	-	
<i>Economic and environmental services</i>		24 319	31 456	-	3 713	4 895	10 485	(5 590)	-53%	-	
Planning and development		25 210	8 765		164	933	2 922	(1 988)	-68%	-	
Road transport		(891)	22 691		3 549	3 962	7 564	(3 602)	-48%	-	
Environmental protection							-	-	-	-	
<i>Trading services</i>		430	42 500	-	-	-	14 167	(14 167)	-100%	-	
Energy sources		430	35 000				11 667	(11 667)	-100%	-	
Water management							-	-	-	-	
Waste water management							-	-	-	-	
Waste management			7 500				2 500	(2 500)	-100%	-	
<i>Other</i>							-	-	-	-	
Total Capital Expenditure - Functional Classification	3	9 285	80 036	-	8 185	18 618	26 679	(8 061)	-30%	-	
Funded by:											
National Government		28 853	34 036		8 185	17 952	11 345	6 607	58%	-	
Provincial Government							-	-	-	-	
District Municipality							-	-	-	-	
<i>Transfers recognised - capital</i>		29 283	34 036	-	8 185	17 952	11 345	6 607	58%	-	
<i>Borrowing</i>	6							-	-	-	
<i>Internally generated funds</i>		(891)	46 000		-	666	15 333	(14 667)	-96%	-	
Total Capital Funding		28 392	80 036	-	8 185	18 618	26 679	(8 061)	-30%	-	

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 - M04 October											
Description	Ref	2022/23		Budget Year 2023/24							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %		
R thousands										%	
EXPENDITURE											
Operating expenditure of Transfers and Grants											
National Government:		169 864	220 628	-	390	92 186	73 543	18 643	25.3%	-	
Local Government Equitable Share		169 864	216 341		-	90 142	72 114	18 028	25.0%		
Finance Management		-	3 000		390	757	1 000	(243)	-24.3%		
EPWP Incentive		-	1 287		-	1 287	429	858	200.0%		
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	-	390	92 186	73 543	18 643	25.3%	-	
Capital expenditure of Transfers and Grants											
National Government:		-	37 590	-	7 512	17 279	12 530	4 749	37.9%	-	
MIG		-	34 036		6 291	16 058	11 345	4 713	41.5%		
MDRG			3 554		1 220	1 220	1 185	35	3.0%		
Total capital expenditure of Transfers and Grants		-	37 590	-	7 512	17 279	12 530	4 749	37.9%	-	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		169 864	258 218	-	7 901	109 464	86 073	23 391	27.2%	-	

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 - M04 October									
Month	2022/23		Budget Year 2023/24						
	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		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				14 182		–	
December		2 836				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	–	34 036	–	(17 952)					

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								
Waste Removal Trucks	7 100 000.00												
Construction of Tshikhudini community hall	36 000.00												
Nancefield ext 9 & 10 paved roads and stormwater	1 860 086.40	850 940.90											
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								
	34 036 000.00	2 351 508.56	4 059 774.56	3 355 899.28	6 291 430.80								
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								
Tshikotoni Village Portal Culvert	419 168.91												
	3 554 132.62				1 893 085.04								

7. Debtors Management

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

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October													
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	8 378	3 431	2 040	800	633	2 070	543	16 877	34 772	20 923	—	—
Receivables from Non-exchange Transactions - Property Rates	1400	2 140	1 119	910	2 651	700	677	641	35 211	44 049	39 880	—	—
Receivables from Exchange Transactions - Waste Water Management	1500											—	—
Receivables from Exchange Transactions - Waste Management	1600	2 196	1 159	947	817	680	582	513	11 140	18 034	13 732	—	—
Receivables from Exchange Transactions - Property Rental Debtors	1700											135	135
Interest on Arrear Debtor Accounts	1810	730	697	681	659	633	606	611	14 435	19 052	16 944	—	—
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820											—	—
Other	1900	3 020	1 660	1 442	1 136	929	764	861	19 733	29 545	23 423	—	—
Total By Income Source	2000	16 464	8 066	6 020	6 063	3 575	4 699	3 169	97 531	145 587	115 037	—	—
2022/23 - totals only												—	—
Debtors Age Analysis By Customer Group													
Organs of State	2200	2 353	1 374	1 241	1 603	509	480	520	22 704	30 784	25 816	—	—
Commercial	2300	6 717	2 860	1 588	1 517	696	686	774	26 425	41 263	30 098	—	—
Households	2400	7 394	3 831	3 191	2 944	2 369	3 534	1 873	48 403	73 539	59 123	—	—
Other	2500	—	—	—	—	—	—	—	—	—	—	—	—
Total By Customer Group	2600	16 464	8 065	6 020	6 064	3 574	4 700	3 167	97 532	145 586	115 037	—	—

7.2 Disconnection List

DISCONNECTION LIST OCTOBER 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	107	4	3948
ARRANGEMENTS	9	0	44
TOTAL DISCONNECTED	33	0	2146
PAID/RESPONDED	26	0	1647
TOTAL NOT DISCONNECTED	65	0	1758
AMOUNT COLLECTED-TOWN	R 145 368.11		R 425 654.44
CREDIT CONTROL COLLECTION		R 571 022.55	

8. Creditors Management

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

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October										
Description R thousands	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	
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	17 770	18 814	11 325	459	7 897				56 265
Auditor General	0800									-
Other	0900									-
Total By Customer Type	1000	17 770	18 814	11 325	459	7 897	-	-	-	56 265

8.1 EXPENDITURE ANALYSIS

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

MUSINA LOCAL MUNICIPALITY.	
EXPENDITURE ANALYSIS	
MONTH-END OCTOBER 2023	
DESCRIPTION	AMOUNT
ESKOM	50 661.91
TELKOM	51 697.27
SALARIES	11 536 846.46
SUNDY CREDITORS	1 877 412.47
TRADE CREDITORS	493 212.00
SARS (PAYE VAT)	2 668 122.93
MAHOSI SECURITY	1 865 689.43
LIANA	749 796.04
BANK CHARGES	60 161.91
DEBIT ORDERS	1 758 926.50
PORVERTY ALLIVIATION WORKERS	444 373.02
LEARNERS LGSETA	63 000.00
WARD COMMITTEE MEMBERS -STIPENS	180 000.00
SUB-TOTAL	21 799 899.94
CONSTRUCTION OF NANCEFIELD PHASE 6 & 12 PAVED ROAD	1 490 322.38
CONSTRUCTION OF MASISI INTERNAL GRAVEL ROAD	672 990.35
CONSTRUCTION OF STORM WATER DRAINAGE - SKOOMPLAAS	1 220 094.69
CONSTRUCTION OF MABVETE COMMUNITY HALL	1 600 985.90
CONSTRUCTION OF SHAKADZA MULTI-PURPOSE CENTRE	1 291 441.25
SUB-TOTAL	6 275 834.57
TOTAL EXPENDITURE	28 075 734.51
VDM	
TELKOM	1 141.77
ESKOM RIOOLDAMME	30 527.87
	31 669.64
	28 107 404.15

8.2 Outstanding Creditors

OUTSTANDING CREDITORS OCTOBER 2023	
SUPPLIERS	OCTOBER 2023
ESKOM	43 128 391.75
DEPARTMENT OF TRANSPORT	7 676 941.60
CONTRACTED SERVICES	3 908 222.35
SUPPLIERS	1 551 732.22
TOTAL	56 265 287.92

9. Cash Management

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

MUSINA LOCAL MUNICIPALITY

BALANCE AS ON 30 SEPTEMBER 2023		2 790 971.27
<u>LESS:</u>	EXPENDITURE	28 092 608.92
	SHORTAGE ON DEPOSIT	13 215.40
	DAY CALL	-
	 TOTAL EXPENDITURE	 28 105 824.32
<u>PLUS:</u>	INCOME	39 035 420.74
	INCOME NOT RECEIPTED	-
	CANCELLED STALE CHEQUES	-
	DAY CALL	-
	 TOTAL REVENUE	 39 035 420.74
BALANCE AS ON 31 OCTOBER 2023		13 720 567.69

BALANCE AS PER BANK STATEMENT	13 720 567.69
<u>LESS:</u> OUTSTANDING CHEQUE	-
	13 720 567.69

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

10. Recommendations

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