Monthly Budget Statement

MFMA Section 71 Report for February 2025

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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 February 2025

The total budget approved for the 2024-2025 financial year was R 585 610 Million now is adjusted to R679 838 Million.

The total expenditure for operating activities for the month amounts to R31 345Million.

Total revenue for the month amounts to R26 201 Million.

The expenditure on Capital activities for the month amounts to R 9 835 Million.

The following table provides a summary of the municipality's performance as at 28 February 2025

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M08 February

Description	2023/24	Budget Year 2024/25							
	Audited Outcome	Original Budget	Adjusted Budget	Monthiy Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								**%**	
Financial Performance									
Property rates	28 764	39 050	39 050	2 130	22 516	26 033	(3 517)	-14%	22 698
Service charges	214 487	204 272	290 275	16 654	137 492	192 848	(55 356)	-29%	189 022
Investment revenue	1 600	897	2 397	258	1 127	598	529	88%	1 244
Transfers and subsidies	225 307	235 098	239 026	593	173 592	156 732	16 860	11%	174 720
Other own revenue	31 926	106 293	109 090	6 566	49 195	72 460	(23 265)	-32%	45 296
Total Revenue (excluding capital transfers and contributions)	**502 084**	**585 610**	**679 838**	**26 201**	**383 922**	**448 671**	**(64 749)**	**-14%**	**432 980**
Employee costs	154 869	174 124	174 124	13 824	116 039	116 083	(44)	-0%	158 403
Remuneration of Councillors	11 367	10 963	11 963	1 303	10 808	7 975	2 833	36%	11 339
Depreciation & asset impairment	41 930	47 541	46 041	–	–	30 927	(30 927)	-100%	34 265
Finance charges	2 914	1 800	1 800	485	1 347	1 200	147	12%	1 777
Materials and bulk purchases	177 061	147 936	232 411	6 545	139 211	154 941	(15 730)	-10%	138 162
Transfers and subsidies	12 849	5 975	5 975	117	4 629	3 983	646	16%	6 073
Other expenditure	85 799	127 731	114 014	9 071	67 791	75 777	(7 986)	-11%	78 626
Total Expenditure	**486 789**	**516 070**	**586 328**	**31 345**	**339 825**	**390 886**	**(51 061)**	**-13%**	**428 645**
Surplus/(Deficit)	**15 295**	**69 540**	**93 510**	**(5 144)**	**44 097**	**57 785**	**(13 688)**	**-24%**	**4 335**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	36 354	33 559	35 959	–	23 500	23 973	(473)	(0)	33 559
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**51 649**	**103 099**	**129 469**	**(5 144)**	**67 597**	**81 758**	**(14 161)**	**-17%**	**37 894**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	**51 649**	**103 099**	**129 469**	**(5 144)**	**67 597**	**81 758**	**(14 161)**	**-17%**	**37 894**
Capital expenditure & funds sources									
Capital expenditure	**37 793**	**44 955**	**94 762**	**9 835**	**35 277**	**73 092**	**(37 815)**	**-52%**	**–**
Capital transfers recognised	32 644	33 559		6 421	19 803	22 853	(3 050)	-13%	–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**23 886**	**67 740**	**93 134**	**3 414**	**15 474**	**50 239**	**(34 765)**	**(0)**	**67 740**
Total sources of capital funds	**56 530**	**101 299**	**93 134**	**9 835**	**35 277**	**73 092**	**(37 815)**	**-52%**	**67 740**
Financial position									
Total current assets	177 258	207 239	221 804		212 520				221 804
Total non current assets	680 986	719 646	774 763		718 513				774 763
Total current liabilities	305 139	168 005	306 936		308 104				306 936
Total non current liabilities	40 624	41 920	40 626		40 624				40 626
Community wealth/Equity	**512 481**	**716 960**	**649 005**		**582 305**				**649 005**
Cash flows									
Net cash from (used) operating	34 512	142 718	304 893	(9 914)	27 878	95 145	67 268	71%	141 815
Net cash from (used) investing	(58 789)	(100 929)	(128 723)	(9 835)	(33 022)	(67 286)	(34 264)	51%	–
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	**(11 458)**	**54 608**	**176 170**		**8 808**	**40 678**	**–**		–
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	16 818	7 048	5 950	4 243	3 792	3 457	3 456	111 414	156 178
Creditors Age Analysis									
Total Creditors	24 932	27 460	773	–	4	84	1	1 265	54 519

3. Operational Revenue

3.1 Revenue Performance by Source/Classification as at 28 February 2025

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M08 February

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
Revenue By Source										
Property rates		28 764	39 050	39 050	2 130	22 516	26 033	(3 517)	-14%	39 050
Service charges - electricity revenue		193 208	180 843	265 843	15 198	125 892	177 229	(51 337)	-29%	180 843
Service charges - water revenue		–	–	–	–	–	–	–		–
Service charges - sanitation revenue		–	–	–	–	–	–	–		–
Service charges - refuse revenue		21 279	23 429	24 429	1 456	11 600	15 619	(4 019)	-26%	23 429
					–					
Rental of facilities and equipment		21	616	416	–	13	411	(398)	-97%	616
Interest earned - external investments		1 600	897	2 397	258	1 127	598	529	88%	897
Interest earned - outstanding debtors		7 879	6 049	7 549	(324)	14 526	5 033	9 493	189%	6 049
Dividends received		378	–	–	–	–	–	–		–
Fines, penalties and forfeits		6 218	4 275	4 275	129	2 023	2 850	(827)	-29%	4 275
Licences and permits		160	2 691	2 691	16	226	1 794	(1 568)	-87%	2 691
Agency services		–	–	–	–	–	–	–		–
Transfers and subsidies		225 307	235 098	239 026	593	173 592	156 732	16 860	11%	235 098
Other revenue		11 052	92 662	94 162	6 745	31 280	61 775	(30 495)	-49%	92 662
Gains		6 378	–	–		–	–	–		
Total Revenue (excluding capital transfers and contributions)		**502 244**	**585 610**	**679 838**	**26 201**	**382 795**	**448 073**	**(65 278)**	**(0)**	**585 610**

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 - M08 February

Description	Ref	Budget Year 2024/25												2024/25 Medium Term Revenue &		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2025/26	Budget Year +1 2025/26	Budget Year +2 2026/27
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		7 802	2 064	2 203	2 512	2 142	1 436	2 140	2 130	9 191	9 191	9 191	9 191	35 145	36 727	38 416
Service charges - electricity revenue		13 186	16 305	16 088	16 584	14 638	16 990	16 902	15 198	42 590	42 590	42 590	42 590	162 759	170 246	178 077
Service charges - water revenue		–	–	–	–	–		–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Service charges - refuse		1 465	1 448	1 452	1 622	1 437	1 449	1 441	1 456	5 514	5 514	5 514	5 514	21 086	21 993	23 093
Rental of facilities and equipment		2	2	1	1	–	3	4	–	173	173	173	173	660	690	721
Interest earned - external investments		828	352	148	68	274	37	(34)	258	1 806	1 806	1 806	1 806	6 903	7 220	7 545
Interest earned - outstanding debtors		–	5 648	53	2 264	1 053	480	5 331	(324)	–	–	–	–	–	–	–
Dividends received		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		243	323	311	286	284	191	257	129	1 118	1 118	1 118	1 118	4 275	4 472	4 673
Licences and permits		12	11	37	27	40	52	33	16	708	708	708	708	2 708	2 833	2 960
Agency services		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Transfers and Subsidies - Operational		90 957	3 601	787	(300)	889	76 374	–	593	59 004	59 004	59 004	59 004	235 098	237 062	235 886
Other revenue		3 072	5 866	17 880	4 066	7 715	4 649	3 800	6 745	20 880	20 880	20 880	20 880	107 800	67 607	75 150
Cash Receipts by Source		**117 567**	**35 620**	**38 960**	**27 130**	**28 472**	**101 661**	**29 874**	**26 201**	**140 984**	**140 984**	**140 984**	**140 984**	**576 434**	**548 850**	**566 521**

3.3 Cash Flow Statement

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M08 February

	Ref	2023/24	Budget Year 2024/25							
		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		28 764	39 050	39 050	2 130	22 516	26 033	(3 517)	-14%	35 145
Service charges		193 208	180 843	265 843	15 198	125 892	120 562	5 330	4%	183 845
Other revenue		15 391	115 444	–	3 627	79 928	76 963	2 965	4%	115 444
Transfers and Subsidies - Operational		220 628	235 098	–	593	174 961	156 732	18 229	12%	235 098
Transfers and Subsidies - Capital		36 354	33 559	–		23 500	22 373	1 127	5%	33 559
Interest		1 978	6 903	–	–	–	4 602	(4 602)	-100%	6 903
Dividends		–	–	–	–	–	–	–		
Payments		–	–	–	–	–	–			
Suppliers and employees		(459 156)	(461 404)	–	(31 276)	(394 018)	(307 603)	86 415	-28%	(461 404)
Finance charges		(2 655)	(1 800)	–	(69)	(272)	(1 200)	(928)	77%	(1 800)
Transfers and Grants		–	(4 975)	–	(117)	(4 629)	(3 317)	1 312	-40%	(4 975)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**34 512**	**142 718**	**304 893**	**(9 914)**	**27 878**	**95 145**	**67 268**	**71%**	**141 815**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		(58 793)	–	–	–	5	–	5		–
Decrease (increase) in non-current receivables		(362)	–	–	–	–	–	–		–
Decrease (increase) in non-current investments		367	–	–	–	2 250	–	2 250		–
Payments										
Capital assets		–	(100 929)	(128 723)	(9 835)	(35 277)	(67 286)	(32 009)	48%	(100 929)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(58 789)**	**(100 929)**	**(128 723)**	**(9 835)**	**(33 022)**	**(67 286)**	**(34 264)**	**51%**	**(100 929)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	–	–	–	–	–	–		–
Increase (decrease) in consumer deposits		–	–	–	–	–	–	–		–
Payments										
Repayment of borrowing		–	–	–	–	–	–	–		–
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**(24 277)**	**41 789**	**176 170**	**(19 749)**	**(5 144)**	**27 859**			**40 886**
Cash/cash equivalents at beginning:		12 819	12 819	–		13 952	12 819			12 819
Cash/cash equivalents at month/year end:		(11 458)	54 608	176 170		8 808	40 678			53 705
References										

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as at 28 February 2025

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M08 February										
Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
									`	
Expenditure By Type										
Employee related costs		154 869	174 124	174 124	13 824	116 039	116 083	(44)	0%	174 124
Remuneration of councillors		11 367	10 963	11 963	1 303	10 808	7 975	2 833	36%	10 963
Debt impairment		8 045	12 225	11 075	–	–	7 383	(7 383)	-100%	12 225
Depreciation & asset impairment		33 885	35 316	35 316	–	–	23 544	(23 544)	-100%	35 316
Finance charges		2 914	1 800	1 800	485	1 347	1 200	147	12%	1 800
Bulk purchases		173 878	142 145	228 400	6 485	137 976	152 267	(14 291)	-9%	142 145
Other materials		3 183	5 791	4 011	60	1 235	2 674	(1 439)	-54%	5 791
Contracted services		40 819	51 187	49 155	5 410	30 452	32 770	(2 318)	-7%	51 187
Transfers and subsidies		12 849	5 975	5 975	117	4 629	3 983	646	16%	5 975
Operational Costs		44 980	76 544	64 510	3 661	37 339	43 007	(5 668)	-13%	76 544
Losses		–	–				–	–		–
Total Expenditure		**486 789**	**516 070**	**586 329**	**31 345**	**339 825**	**390 886**	**(51 061)**	**-13%**	**516 070**

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 - M08 February

Description	Ref	Budget Year 2024/25												2024/25 Medium Term Revenue &		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2025/26	Budget Year +1 2025/26	Budget Year +2 2026/27
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget			
Cash Payments by Type													–			
Employee related costs		13 483	13 859	14 993	14 818	13 952	15 625	15 485	13 824	45 227	45 227	45 227	45 227	174 124	180 243	188 354
Remuneration of councillors		1 261	1 251	1 267	1 278	1 281	1 847	1 318	1 303	2 868	2 868	2 868	2 868	10 963	11 467	11 983
Interest paid		125	–			542		196	485	450	450	450	450	1 800	1 800	1 800
Bulk purchases - Electricity		41 906	22 363	18 573	138	55	27 097	11 500	1 824	38 379	38 379	38 379	38 379	142 145	155 696	162 703
Acquisitions-water & other inventory		51	97	132	205	273	128	289	60	1 499	1 499	1 499	1 499	5 791	5 963	6 231
Other materials		–		–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services		1 415	3 987	4 849	3 560	2 722	4 435	4 075	749	14 142	14 142	14 142	14 142	51 187	60 234	58 286
Transfers and subsidies- other municipalities		–	–	–	-		–	–	–	–	–	–	–	–	–	–
Transfers and subsidies- other		465	469	1 289	701	218	1 298	72	117	915	915	915	915	4 975	3 000	3 000
Other expenditure		29 958	1 442	2 530	24 712	4 826	41 055	194	3 661	19 432	19 432	19 432	19 432	76 194	76 250	80 752
Cash Payments by Type		**88 664**	**43 468**	**43 633**	**45 412**	**23 869**	**91 485**	**33 129**	**22 023**	**122 912**	**122 912**	**122 912**	**122 912**	**467 179**	**494 653**	**513 109**
													–			
Other Cash Flows/Payments by Type																
Capital assets		4 127	11 915	1 394	593	1 766	2 203	3 444	9 835	23 391	23 391	23 391	23 391	100 929	80 164	99 151
Repayment of borrowing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments		2 647	761	1	1 497	–	20	99	(513)	275	275	275	275	1 000	1 100	1 199
Total Cash Payments by Type		**95 438**	**56 144**	**45 028**	**47 502**	**25 635**	**93 708**	**36 672**	**31 345**	**146 578**	**146 578**	**146 578**	**146 578**	**569 108**	**575 917**	**613 459**
													–			
NET INCREASE/(DECREASE) IN CASH HELD		**30 129**	**(20 524)**	**(2 004)**	**(7 431)**	**2 837**	**7 953**	**(6 798)**	**(5 144)**	**4 605**	**4 605**	**4 605**	**4 605**	**40 885**	**14 586**	**239**
Cash/cash equivalents at the month/year beginning:		9 791	39 920	19 396	17 391	9 960	12 797	20 750	13 952	8 808	13 413	18 018	22 623	9 791	50 676	65 262
Cash/cash equivalents at the month/year end:		39 920	19 396	17 391	9 960	12 797	20 750	13 952	8 808	13 413	18 018	22 623	27 228	50 676	65 262	65 501

4.3 Material Variances

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	LIM341 Musina - Supporting Table SC1 Material variance explanations - M08 February			
	R thousands			
1	**Revenue By Source**			
	Service Charges-Electricity revenue	(11 670)	New tarrifs hikes	Monitor this line Item and ensure that the income is allocated correctly
	Rental of facilities	(358)	Low bookings of municipal facilities	Monitor this line Item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(827)	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licencs and permits	(2)	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	(43)	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depriciation	(23 544)	Asset model not migrated with Finacial system	Actioned at year end
	Bulk Electricity	(39 510)	Payment made after receipt of Equitable Share	Work in progress
	Contracted Services	(3 266)	Appointment of new contractors	Work in progress
3	**Capital Expenditure**			
	Mig Projects	(6 194)	SCM process underway	Work in progress
	Own Funded projects	(27 445)	SCM process underway	Work in progress
4	**Financial Position**			
	Total assets	931 033	The municipality is still working on its improving financial status	Implementation of fundind Plan
	Total liabilities	348 728	The municipality is still working on its improving financial status	Implementation of fundind Plan
	Net assets	582 305	The municipality is still working on its improving financial status	Implementation of fundind Plan
5	**Cash Flow**			
	Cash/cash equivalents at month end	8 808	The municipality is still in financial distress not all creditors are paid in 30 days	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 February 2025

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional class

Vote Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Governance and administration		**4 105**	**27 049**	**32 339**	**1 622**	**5 825**	**19 091**	(13 266)	-69%	**27 049**
Executive and council		–	–	–	–	–	–	–		
Finance and administration		4 105	27 049	32 339	1 622	5 825	19 091	(13 266)	-69%	27 049
Internal audit								–		
Community and public safety		**989**	**–**	**–**	**–**	**–**	**–**	–		**–**
Community and social services		–	–					–		
Sport and recreation								–		
Public safety		989	–					–		
Housing								–		
Health								–		
Economic and environmental services		**30 916**	**45 400**	**57 468**	**6 351**	**18 577**	**32 680**	(14 103)	-43%	**45 400**
Planning and development		11 790	32 140	38 743	5 742	14 573	22 747	(8 174)	-36%	32 140
Road transport		19 126	13 260	18 725	609	4 004	9 933	(5 929)	-60%	13 260
Environmental protection					–	–		–		
Trading services		**21 199**	**28 850**	**39 286**	**1 862**	**10 875**	**21 321**	(10 446)	-49%	**28 850**
Energy sources		9 873	26 200	37 136	1 792	8 310	19 654	(11 344)	-58%	26 200
Water management		–			–		–	–		
Waste water management		3 995			70	2 565		2 565	#DIV/0!	
Waste management		7 331	2 650	2 150	–	–	1 667	(1 667)	-100%	2 650
Other					–	–		–		
Total Capital Expenditure - Functional Classifi	3	**57 209**	**101 299**	**129 093**	**9 835**	**35 277**	**73 092**	**(37 815)**	**-52%**	**101 299**
Funded by:										
National Government		32 644	33 559	35 959	6 421	19 803	22 853	(3 050)	-13%	33 559
Provincial Government		–						–		
District Municipality		–						–		
Transfers recognised - capital		**33 074**	**33 559**	**35 959**	**6 421**	**19 803**	**22 853**	**(3 050)**	**-13%**	**33 559**
Borrowing	6							–		
Internally generated funds		23 886	67 740	93 134	3 414	15 474	50 239	(34 765)	-69%	67 740
Total Capital Funding		**56 960**	**101 299**	**129 093**	**9 835**	**35 277**	**73 092**	**(37 815)**	**-52%**	**101 299**

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 - M08 February

Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands									%	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		**–**		**4 928**	**117**	**173 116**	**156 732**	**16 384**	**10,5%**	**8 975**
Local Government Equitable Share		–	229 123	–	–	167 289	152 749	14 540	9,5%	3 000
Expanded Public Works Programme Intergrated Grant		1 975	1 975	–	–	1 975	1 317	658	50,0%	1 975
Infrastructure Skills Development Grant		-	1 000	4 928	–	1 198	667	532	79,7%	1 000
Local Government Financial Management Grant		3 000	3 000	–	117	2 654	2 000	654	32,7%	3 000
Other transfers and grants [insert description]					–			–		
Total operating expenditure of Transfers and Grants:		**4 975**	**4 975**	**4 928**	**117**	**173 116**	**156 732**	**16 384**	**10,5%**	**8 975**
Capital expenditure of Transfers and Grants										
National Government:		36 354	33 559	2 400	6 933	19 295	22 373	5 593	**25,0%**	33 559
MDRG		4 594		2 400	–	–	–	–		33 559
MIG		31 760	33 559	–	6 933	19 295	22 373	5 593	25,0%	
Other capital transfers [insert description]								–		
Provincial Government:		–	–	–	–	–	–	–		–
								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
Total capital expenditure of Transfers and Grants		**36 354**	**33 559**	**2 400**	**6 933**	**19 295**	**22 373**	**5 593**	**-100,0%**	**33 559**
				–	–					
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**41 329**	**38 534**	**7 328**	**7 050**	**192 411**	**179 105**	**21 977**	**(0)**	**42 534**

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 - M08 February

Month	2023/24	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	1 635	8 442	–	4 127	4 127	8 442	4 315	51,1%	4%
August	305	8 441	–	11 915	16 042	16 883	841	5,0%	16%
September	3 784	8 442	–	1 394	17 436	25 325	7 889	31,2%	17%
October	4 882	8 441	–	593	18 029	33 766	15 737	46,6%	18%
November	6 009	8 442	–	1 766	19 795	42 208	22 413	53,1%	20%
December	3 387	8 441	–	2 203	21 998	50 649	28 651	56,6%	22%
January	6 410	8 442	–	3 444	25 442	59 091	33 649	56,9%	25%
February	3 966	8 442	14 000	9 835	35 277	73 091	37 814	51,7%	35%
March	5 624	8 441	–	–		81 532	–		
April	1 555	8 442	–	–		89 974	–		
May	4 945	8 441	–	–		98 415	–		
June	14 707	8 442	–	–		106 857	–		
Total Capital e:	57 209	101 299	14 000	35 277					

MIG PROJECTS 2024/25	Budget	July	August	September	October	November	December	January	Feb
Nancefield Phase 6 to 12 Paved Roads 2	4 840 340,74		1 610 921,73					445 395,00	
Masisi Street Phase 1	9 040 709,26		1 622 138,77						278 501,91
Shakada Access Street	6 000 000,00		1 255 282 .84						3 095 118,59
Nancefield ext 9 & 10 Paved Roads and stormwater 3	6 000 000,00		1 191 933,76						-
Tshikotoni Bridge	6 000 000,00		2 326 632,19						3 426 354,00
PMU Management Fees	1 677 950,00		411 443,52	202 803,40	177 151,66	1 766 000,00	2 203 000,00	290 122,26	133 274,33
Total	33 559 000,00	-	8 418 352,81	202 803,40	177 151,66	1 766 000,00	2 203 000,00	735 517,26	6 933 248,83

7. Debtors Management

The age analysis of the outstanding trade debtors as at 28 February 2025 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 February

Description		2024/25											
R thousands	NT Code	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
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	2 266	1 377	930	832	697	654	659	15 721	23 136	18 563	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	9 295	2 475	1 231	855	768	563	522	14 106	29 815	16 814	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	2 146	1 156	1 839	888	819	805	762	40 522	48 937	43 796	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	545	282	253	224	205	189	206	5 231	7 135	6 055	–	–
Receivables from Exchange Transactions - Waste Management	1600	1 584	786	649	534	480	444	509	13 761	18 747	15 728	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	136	136	136	–	–
Interest on Arrear Debtor Accounts	1810	980	972	1 047	911	823	802	797	21 634	27 966	24 967	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820		–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	–	–	303	303	303	–	–
Total By Income Source	**2000**	**16 816**	**7 048**	**5 949**	**4 244**	**3 792**	**3 457**	**3 455**	**111 414**	**156 175**	**126 362**	**–**	**–**
2022/23 - totals only		15885000	6758000	5002000	4703000	4093000	3653000	4293000	104794000	149 181	**121 536**		
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 610	829	672	570	505	482	472	24 271	29 411	26 300	–	–
Commercial	2300	7 169	1 937	1 568	1 001	947	776	773	22 687	36 858	26 184	–	–
Households	2400	8 039	4 282	3 710	2 672	2 340	2 199	2 211	64 456	89 909	73 878	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**16 818**	**7 048**	**5 950**	**4 243**	**3 792**	**3 457**	**3 456**	**111 414**	**156 178**	**126 362**	**–**	**–**

7.1 Disconnection List

DISCONNECTION LIST FEBRUARY 2025			
	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
BUITEGEBIED	3		0
DISCONNECTIONS	90	4	3948
ARRANGEMENTS	0	0	6
TOTAL DISCONNECTED	23	0	2362
PAID/RESPONDED	23	0	1852
TOTAL NOT DISCONNECTED	67	0	1580
AMOUNT COLLECTED-TOWN	R 1 034 991,19		R 823 654,00
CREDIT CONTROL COLLECTION		R1 858 645,19	

8. Creditors Management

The age analysis of the outstanding creditors as at **28 February 2025** was as outlined below:

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February											
Description	NT Code	Budget Year 2024/25									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	17 804	26 969	–	–	–	–	–	–	44 773	–
Bulk Water	0200	–	–	–	–	–	–	–	–	–	–
PAYE deductions	0300	–	–	–	–	–	–	–	–	–	–
VAT (output less input)	0400	–	–	–	–	–	–	–	–	–	–
Pensions / Retirement deductions	0500	–	–	–	–	–	–	–	–	–	–
Loan repayments	0600	–	–	–	–	–	–	–	–	–	–
Trade Creditors	0700	7 128	491	773	–	4	84	1	1 265	9 746	2 761
Auditor General	0800	–	–	–	–	–	–	–	–	–	–
Other	0900	–	–	–	–	–	–	–	–	–	–
Total By Customer Type	**1000**	**24 932**	**27 460**	**773**	**–**	**4**	**84**	**1**	**1 265**	**54 519**	2 761

8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of 28 February 2025

MUSINA LOCAL MUNICIPALITY.

EXPENDITURE ANALYSIS

MONTH-END FEBRUARY 2025

DESCRIPTION	AMOUNT
ESKOM	53 319,06
TELKOM	33 250,00
SALARIES	11 855 883,75
SUNDRY CREDITORS	1 179 707,98
TRADE CREDITORS	501 971,06
SARS (PAYE VAT)	3 834 174,78
PK CONSULTING	748 807,37
RIDGELAKS PROJECTS	1 522 850,00
UKUKHOMBA	706 035,60
BANK CHARGES	69 423,33
DEBIT ORDERS	2 059 679,70
PORVERTY ALLIVIATION WORKERS	430 133,26
LEARNERS LGSETA	56 430,00
WARD COMMITTEE MEMBERS -STIPENS	175 500,00
SUB-TOTAL	**23 227 165,89**
CONSTRUCTION OF MABVETE COMMUNITY HALL	537 666,21
ELECTRICAL INFRASTRUCTURE RHINO RIDGE	485 834,52
CONSTRUCTION OF TSHIKOTONI BRIDGE	3 374 900,12
CONSTRUCTION OF SHAKADZA ACCESS ROAD	2 816 459,89
CONSTRUCTION OF MASISI PAVED STREETS	278 501,91
ENHANCEMENT OF SECURITY FEATURES	624 992,00
SUB-TOTAL	**8 118 354,65**
TOTAL EXPENDITURE	**31 345 520,54**

VDM	
TELKOM	1 146,48
ESKOM RIOOLDAMME	40 963,99
	42 110,47

8.2 Outstanding Creditors

OUTSTANDING CREDITORS	**Feb-25**
SUPPLIERS	13 892 267,97
MIG PROJECTS	11 689 970,82
CONTRACTED SERVICES	15 493 580,91
ESKOM	45 148 699,15
OTHER CREDITORS	398 652,77
DEPARTMENT OF TRANSPORT	3 887 048,00
TOTAL	**90 510 219,62**

9. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 28 February 2025.

MUSINA LOCAL MUNICIPALITY

MONTHLY REPORT

DEPARTMENT OF THE CHIEF FINANCIAL OFFICER

BANK RECONCILIATION AS 28 FEBRUARY 2025

	BALANCE AS ON 31 JANUARY 2025		13 952 279,30
LESS:	EXPENDITURE	31 345 520,54	
	SHORTAGE ON DEPOSIT	-	
	JOURNAL DEBIT	-	
	TOTAL EXPENDITURE	31 345 520,54	
PLUS:	INCOME	26 201 455,18	
	INCOME NOT RECEIPTED	-	
	CANCELLED STALE CHEQUES		
	DAY CALL	-	
	TOTAL REVENUE	26 201 455,18	
	BALANCE AS ON 28 FEBRUARY 2025		8 808 213,94

	BALANCE AS PER BANK STATEMENT	8 808 213,94
LESS:	OUTSTANDING CHEQUE	-
		8 808 213,94

TRAFFIC	-
BALANCE AS ON 28 FEBRUARY 2025	467 377,74

The municipality closed the financial month of February 2025 with a positive bank balance.

10. Recommendations

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