



# Monthly Budget Statement

MFMA Section 71 Report for December

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 December 2024**

The total budget approved for the 2024-2025 financial year amounts to R 585 610 million.

The total expenditure for operating activities for the month amounts to R92 032 million.

Total revenue for the month amounts to R101 million.

The expenditure on Capital activities for the month amounts to R 2 Million.

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

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M06 December									
Description	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
<b>R thousands</b>								%	
<b>Financial Performance</b>									
Property rates	28 764	39 050		1 898	18 007	19 525	(1 518)	-8%	22 698
Service charges	214 487	204 272		18 439	102 897	102 136	761	1%	189 022
Investment revenue	1 600	897		37	1 140	449	692	154%	1 244
Transfers and subsidies	225 307	235 098		76 374	248 982	117 549	131 433	112%	174 720
Other own revenue	27 053	106 293		4 950	(20 302)	53 595	(73 897)	-138%	45 296
	497 211	585 610	-	101 698	350 724	293 254	57 470	20%	432 980
<b>Total Revenue (excluding capital transfers and contributions)</b>									
Employee costs	156 285	174 124		15 625	84 058	87 062	(3 004)	-3%	158 403
Remuneration of Councillors	11 367	10 963		1 847	7 621	5 482	2 140	39%	11 339
Depreciation & asset impairment	39 856	47 541		-	-	23 771	(23 771)	-100%	34 265
Finance charges	2 110	1 800		-	667	900	(233)	-26%	1 777
Materials and bulk purchases	177 061	147 936		14 671	76 383	73 968	2 415	3%	138 162
Transfers and subsidies	12 849	5 975		218	2 659	2 988	(329)	-11%	6 073
Other expenditure	85 492	127 731		60 597	164 830	63 866	100 965	158%	78 626
<b>Total Expenditure</b>	<b>485 020</b>	<b>516 070</b>	-	<b>92 958</b>	<b>336 218</b>	<b>258 035</b>	<b>78 183</b>	<b>30%</b>	<b>428 645</b>
<b>Surplus/(Deficit)</b>	<b>12 191</b>	<b>69 540</b>	-	<b>8 740</b>	<b>14 505</b>	<b>35 219</b>	<b>(20 713)</b>	<b>-59%</b>	<b>4 335</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	36 354	33 559	-	-	23 500	16 780	6 721	0	33 559
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)	-	-	-	-	-	-	-	-	-
	48 545	103 099	-	8 740	38 005	51 998	(13 993)	-27%	37 894
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>									
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>48 545</b>	<b>103 099</b>	-	<b>8 740</b>	<b>38 005</b>	<b>51 998</b>	<b>(13 993)</b>	<b>-27%</b>	<b>37 894</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>37 793</b>	<b>44 955</b>	<b>94 762</b>	<b>2 203</b>	<b>20 729</b>	<b>48 395</b>	<b>(27 666)</b>	<b>-57%</b>	-
Capital transfers recognised	32 644	33 559		217	12 361	16 780	(4 418)	-26%	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	23 886	67 740	-	1 986	8 368	33 870	(25 502)	(0)	67 740
<b>Total sources of capital funds</b>	<b>56 530</b>	<b>101 299</b>	-	<b>2 203</b>	<b>20 729</b>	<b>50 650</b>	<b>(29 920)</b>	<b>-59%</b>	<b>67 740</b>
<b>Financial position</b>									
Total current assets	175 611	207 238	-		207 942				207 239
Total non current assets	682 418	719 646	-		705 978				719 646
Total current liabilities	291 471	168 005	-		234 510				168 005
Total non current liabilities	40 625	41 920	-		40 625				41 920
Community wealth/Equity	555 247	716 960	-		638 785				716 960
<b>Cash flows</b>									
Net cash from (used) operating	51 142	141 815	-	4 857	70 883	70 908	25	0%	141 815
Net cash from (used) investing	52 270	(100 929)	-	(2 203)	(62 930)	(50 465)	12 465	-25%	-
Net cash from (used) financing	(362)	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the month/year end</b>	<b>115 869</b>	<b>53 705</b>	-		<b>20 750</b>	<b>33 262</b>	-	-	-
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Ds</b>	<b>151-180 Ds</b>	<b>181 Ds-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	16 865	6 621	5 314	4 237	4 137	5 011	3 606	107 323	153 114
<b>Creditors Age Analysis</b>									
Total Creditors	1 224	36	4	84	1	516	-	750	2 615

### 3. Operational Revenue

#### 3.1 Revenue Performance by Source/Classification as at 31 December 2024

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M06 December										
Description	Ref	2023/24	Budget Year							
			2024/25	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands			Audited Outcome							%
<b>Revenue By Source</b>										
Property rates		28 764	39 050	–	1 898	18 007	19 525	(1 518)	-8%	39 050
Service charges - electricity revenue		193 208	180 843	–	16 990	94 197	90 422	3 776	4%	180 843
Service charges - water revenue		–	–	–	–	–	–	–	–	–
Service charges - sanitation revenue		–	–	–	–	–	–	–	–	–
Service charges - refuse revenue		21 279	23 429	–	1 449	8 700	11 715	(3 015)	-26%	23 429
					–					
Rental of facilities and equipment		21	616	–	3	11	308	(297)	-96%	616
Interest earned - external investments		1 600	897	–	37	1 140	449	692	154%	897
Interest earned - outstanding debtors		7 879	6 049	–	480	10 093	3 025	7 069	234%	6 049
Dividends received		378	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		6 218	4 275	–	191	1 543	2 138	(595)	-28%	4 275
Licences and permits		160	2 691	–	52	204	1 346	(1 142)	-85%	2 691
Agency services		–	–	–	–	–	–	–	–	–
Transfers and subsidies		225 307	235 098	–	76 374	167 289	117 549	49 740	42%	235 098
Other revenue		11 175	92 662	–	4 187	48 400	46 331	2 069	4%	92 662
Gains		6 378	–	–	–	–	–	–	–	–
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>502 367</b>	<b>585 610</b>	<b>–</b>	<b>101 661</b>	<b>349 584</b>	<b>292 805</b>	<b>56 779</b>	<b>0</b>	<b>585 610</b>

## 3.2 Summary of Revenue Trends

The following table provides a summary of the monthly revenue trends based on current years actual own revenue.

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December														2024/25 Medium Term Revenue &				
Description	Ref	Budget Year 2024/25														Budget Year 2025/26	Budget Year +1 2025/26	Budget Year +2 2026/27
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June					
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget					
<b>Cash Receipts By Source</b>																		
Property rates		7 802	2 064	2 203	2 512	2 142	1 436	9 191	9 191	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	42 590	42 590	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	5 514	5 514	5 514	5 514	5 514	5 514	21 086	21 993	23 093		
Rental of facilities and equipment		2	2	1	1	-	3	173	173	173	173	173	173	660	690	721		
Interest earned - external investments		828	352	148	68	274	37	1 806	1 806	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	-	-	-	-	-	-	-	-	-		
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Fines, penalties and forfeits		243	323	311	286	284	191	1 118	1 118	1 118	1 118	1 118	1 118	4 275	4 472	4 673		
Licences and permits		12	11	37	27	40	52	708	708	708	708	708	708	2 708	2 833	2 960		
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
<b>Transfers and Subsidies - Operational</b>		90 957	3 601	787	(300)	889	76 374	59 004	59 004	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	20 880	20 880	20 880	20 880	20 880	20 880	107 800	67 607	75 150		
<b>Cash Receipts by Source</b>		117 567	35 620	38 960	27 130	28 472	101 661	140 984	140 984	140 984	140 984	140 984	140 984	576 434	548 850	566 521		

## 4.3 MATERIAL VARIANCE

LIM341 Musina - Supporting Table SC1 Material variance explanations - M06 December 2024				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<b>R thousands</b>				
<b>1</b>	<b>Revenue By Source</b>			
	Service Charges-Electricity revenue	3 370	New tariffs hikes	Monitor this line item and ensure that the income is allocated correctly
	Rental of facilities	(300)	Low bookings of municipal facilities	Monitor this line item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(500)	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licences and permits	(1 168)	This is due to lower registration of vehicles	Monitor this line item and ensure that the income is allocated correctly
<b>2</b>	<b>Expenditure By Type</b>			
	Employee related cost	(331)	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depreciation	(17 658)	Asset model not migrated with Financial system	Actioned at year end
	Bulk Electricity	19 186	Payment made after receipt of Equitable Share	Work in progress
	Contracted Services	(4 625)	Appointment of new contractors	Work in progress
<b>3</b>	<b>Capital Expenditure</b>			
	Mig Projects	217	SCM process underway	Work in progress
	Own Funded projects	1 966	SCM process underway	Work in progress
<b>4</b>	<b>Financial Position</b>			
	Total assets	913 919	The municipality is still working on its improving financial status	Implementation of fundind Plan
	Total liabilities	275 134	The municipality is still working on its improving financial status	Implementation of fundind Plan
	Net assets	638 785	The municipality is still working on its improving financial status	Implementation of fundind Plan
<b>5</b>	<b>Cash Flow</b>			
	Cash/cash equivalents at month end	20 750	The municipality is still in financial distress not all creditors are paid in 30 days	Work in progress, monitoring and implementation of funding Plan.
<b>6</b>	<b>Measureable performance</b>			
<b>7</b>	<b>Municipal Entities</b>	,		
	N/A	N/A		N/A

## Summary of total Own revenue

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M06 December 2024										
	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								%	
<strong>CASH FLOW FROM OPERATING ACTIVITIES</strong>										
<strong>Receipts</strong>										
Property rates		22 663	35 145	—	1 436	13 733	17 573	(3 840)	-22%	35 145
Service charges		102 636	183 845	—	8 823	72 137	91 923	(19 786)	-22%	183 845
Other revenue		122 031	115 444	—	11 150	65 097	57 722	7 375	13%	115 444
Transfers and Subsidies - Operational		55 632	235 098	—	76 374	249 389	117 549	131 840	112%	235 098
Transfers and Subsidies - Capital		12 024	33 559	—		23 500	16 780	6 721	40%	33 559
Interest		—	6 903	—	—	—	3 452	(3 452)	-100%	6 903
Dividends		—	—	—	—	—	—	—	—	
<strong>Payments</strong>										
Suppliers and employees		(263 844)	(461 404)	—	(92 655)	(350 135)	(230 702)	119 433	-52%	(461 404)
Finance charges		—	(1 800)	—	(54)	(180)	(900)	(720)	80%	(1 800)
Transfers and Grants		—	(4 975)	—	(218)	(2 659)	(2 488)	171	-7%	(4 975)
<strong>NET CASH FROM/(USED) OPERATING ACTIVITIES</strong>		<strong>51 142</strong>	<strong>141 815</strong>	—	<strong>4 857</strong>	<strong>70 883</strong>	<strong>70 908</strong>	<strong>25</strong>	<strong>0%</strong>	<strong>141 815</strong>
<strong>CASH FLOWS FROM INVESTING ACTIVITIES</strong>										
<strong>Receipts</strong>										
Proceeds on disposal of PPE		1 414	—	—	—	5	—	5	#DIV/0!	—
Decrease (increase) in non-current receivables		—	—	—	—	—	—	—	—	—
Decrease (increase) in non-current investments		2 438	—	—	—	1 500	—	1 500	#DIV/0!	—
<strong>Payments</strong>										
Capital assets		48 418	(100 929)	—	(2 203)	(64 435)	(50 465)	13 970	-28%	(100 929)
<strong>NET CASH FROM/(USED) INVESTING ACTIVITIES</strong>		<strong>52 270</strong>	<strong>(100 929)</strong>	—	<strong>(2 203)</strong>	<strong>(62 930)</strong>	<strong>(50 465)</strong>	<strong>12 465</strong>	<strong>-25%</strong>	<strong>(100 929)</strong>
<strong>CASH FLOWS FROM FINANCING ACTIVITIES</strong>										
<strong>Receipts</strong>										
Short term loans		—	—	—	—	—	—	—	—	—
Borrowing long term/refinancing		—	—	—	—	—	—	—	—	—
Increase (decrease) in consumer deposits		—	—	—	—	—	—	—	—	—
<strong>Payments</strong>										
Repayment of borrowing		(362)	—	—	—	—	—	—	—	—
<strong>NET CASH FROM/(USED) FINANCING ACTIVITIES</strong>		<strong>(362)</strong>	—	—	—	—	—	—	—	—
<strong>NET INCREASE/ (DECREASE) IN CASH HELD</strong>		<strong>103 050</strong>	<strong>40 886</strong>	—	<strong>2 654</strong>	<strong>7 953</strong>	<strong>20 443</strong>			<strong>40 886</strong>
Cash/cash equivalents at beginning:		12 819	12 819	—		12 797	12 819			12 819
Cash/cash equivalents at month/year end:		115 869	53 705	—		20 750	33 262			53 705

## 4. Operational Expenditure

### 4.1 Operational Expenditure Performance by type as at 31 December 2024

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M06 December										
Description	Ref	2023/24	Budget Year 2024/25		Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
			Audited Outcome	Original Budget						
<b>R thousands</b>										
<b>Expenditure By Type</b>										
Employee related costs		156 285	174 124		15 625	84 058	87 062	(3 004)	-3%	174 124
Remuneration of councillors		11 367	10 963		1 847	7 621	5 482	2 140	39%	10 963
Debt impairment		7 397	12 225		–	–	6 113	(6 113)	-100%	12 225
Depreciation & asset impairment		32 459	35 316		–	–	17 658	(17 658)	-100%	35 316
Finance charges		2 110	1 800		–	667	900	(233)	-26%	1 800
Bulk purchases		173 878	142 145		14 543	75 770	71 073	4 698	7%	142 145
Other materials		3 183	5 791		128	613	2 896	(2 283)	-79%	5 791
Contracted services		40 819	51 187		4 435	18 245	25 594	(7 349)	-29%	51 187
Transfers and subsidies		12 849	5 975		218	2 659	2 988	(329)	-11%	5 975
Other expenditure		44 673	76 544		56 162	146 585	38 272	108 313	283%	76 544
Losses		–	–					–	–	–
<b>Total Expenditure</b>		<b>485 020</b>	<b>516 070</b>		<b>–</b>	<b>92 958</b>	<b>336 218</b>	<b>258 035</b>	<b>78 183</b>	<b>30%</b>
										<b>516 070</b>

## 4.2 Summary of Expenditure Trends

The following table provides a summary of the expenditure trends based on current year's actual spending.

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M06 December														2024/25 Medium Term Revenue &...			
Description	Ref	Budget Year 2024/25	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	Budget	Budget	Budget	Budget	Budget	Budget			
<u>Cash Receipts by source</u>																	
<u>Cash Payments by Type</u>																	
Employee related costs		13 483	13 859	14 993	14 818	13 952	15 625	45 227	45 227	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	2 868	2 868	2 868	2 868	2 868	2 868	10 963	11 467	11 983	
Interest paid		125	—			542	667	450	450	450	450	450	450	1 800	1 800	1 800	
Bulk purchases - Electricity		41 906	22 363	18 573	138	55	14 543	38 379	38 379	38 379	38 379	38 379	38 379	142 145	155 696	162 703	
Acquisitions-water & other inventory		51	97	132	205	273	128	1 499	1 499	1 499	1 499	1 499	1 499	5 791	5 963	6 231	
Other materials		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Contracted services		18 371	3 987	4 849	3 560	2 722	4 435	14 142	14 142	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	462	915	915	915	915	915	915	4 975	3 000	3 000	
Other expenditure		13 002	1 442	2 530	24 712	4 826	55 251	19 432	19 432	19 432	19 432	19 432	19 432	76 194	76 250	80 752	
<u>Cash Payments by Type</u>		88 664	43 468	43 633	45 412	23 869	92 958	122 912	122 912	122 912	122 912	122 912	122 912	467 179	494 653	513 109	

## 5. Capital Expenditure

### 5.1 Capital Expenditure by Function/Department 31 December 2024

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification)										
Vote Description	Ref	2023/24	Budget Year 2024/25		Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
			Audited Outcome	Original Budget						
R thousands	1								%	
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		4 111	27 049	–	1 986	2 636	11 270	(8 634)	-77%	27 049
Executive and council		–	–	–	–	–	–	–	–	–
Finance and administration		4 111	27 049	–	1 986	2 636	11 270	(8 634)	-77%	27 049
Internal audit		–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		989	–	–	–	–	–	–	–	–
Community and social services		–	–	–	–	–	–	–	–	–
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		989	–	–	–	–	–	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		30 916	45 400	–	217	10 491	22 700	(12 209)	-54%	45 400
Planning and development		11 790	32 140	–	217	7 445	16 070	(8 625)	-54%	32 140
Road transport		19 126	13 260	–	–	3 046	6 630	(3 584)	-54%	13 260
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		21 199	28 850	–	–	7 602	14 425	(6 823)	-47%	28 850
Energy sources		9 873	26 200	–	–	5 625	13 100	(7 475)	-57%	26 200
Water management		–	–	–	–	–	–	–	–	–
Waste water management		3 995	–	–	–	–	–	–	–	–
Waste management		7 331	2 650	–	–	1 977	1 325	652	49%	2 650
<i>Other</i>		–	–	–	–	–	–	–	–	–
<b>Total Capital Expenditure - Functional Classification</b>	3	57 215	101 299	–	2 203	20 729	48 395	(27 666)	-57%	101 299
<b>Funded by:</b>										
National Government		32 644	33 559	–	217	12 361	16 780	(4 418)	-26%	33 559
Provincial Government		–	–	–	–	–	–	–	–	–
District Municipality		–	–	–	–	–	–	–	–	–
<i>Transfers recognised - capital</i>		33 074	33 559	–	217	12 361	16 780	(4 418)	-26%	33 559
<i>Borrowing</i>	6	–	–	–	–	–	–	–	–	–
<i>Internally generated funds</i>		23 886	67 740	–	1 986	8 368	33 870	(25 502)	-75%	67 740
<b>Total Capital Funding</b>		56 960	101 299	–	2 203	20 729	50 650	(29 920)	-59%	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 - M06 December 2024										
Description	Ref	2023/24	Budget Year 2024/25							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	
R thousands								%		
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		235 098	—	462	98 659	117 549	(18 890)	-16.1%	8 975	
Local Government Equitable Share		229 123	—	—	90 915	114 562	(23 647)	-20.6%	3 000	
Expanded Public Works Programme Integrated Grant		1 975	—	436	6 397	988	5 410	547.8%	1 975	
Infrastructure Skills Development Grant		1 000	—	—	169	500	(331)	-66.1%	1 000	
Local Government Financial Management Grant		3 000	—	27	1 177	1 500	(323)	-21.5%	3 000	
Other transfers and grants [insert description]				—	—	—	—	—		
Provincial Government:		—	—	—	—	—	—	—	—	
Other transfers and grants [insert description]							—	—		
District Municipality:		—	—	—	—	—	—	—		
[insert description]							—	—		
Other grant providers:		—	—	—	—	—	—	—	—	
[insert description]							—	—		
<b>Total operating expenditure of Transfers and Grants:</b>		235 098	—	462	98 659	117 549	(18 890)	-16.1%	8 975	
<b>Capital expenditure of Transfers and Grants</b>										
National Government:		(399)	33 559	—	217	11 430	13 983	5 593	40.0%	33 559
MDRG		(2 399)	—	—	—	—	—	—	—	33 559
MIG		2 000	33 559	—	217	11 430	13 983	5 593	40.0%	
<b>Total capital expenditure of Transfers and Grants</b>		(399)	33 559	—	217	11 430	13 983	5 593	-100.0%	33 559
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		(399)	268 657	—	679	110 089	131 532	(13 297)	(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 - M06 December 2024									
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									%
<b>Monthly expenditure performance trend</b>									
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	–	–		59 091	–		
February	3 966	8 442	–	–		67 533	–		
March	5 624	8 441	–	–		75 974	–		
April	1 555	8 442	–	–		84 416	–		
May	4 945	8 441	–	–		92 857	–		
June	14 707	8 442	–	–		101 299	–		
<b>Total Capital ex</b>	<b>57 209</b>	<b>101 299</b>	<b>–</b>	<b>21 998</b>					

MIG PROJECTS 2024/25	Budget	July	August	September	October	November	December	January	Feb	March	April	May	June
Nancefield Phase 6 to 12 Paved Roads 2	4 840 340.74		1 610 921.73										
Masisi Street Phase 1	9 040 709.26		1 622 138.77										
Shakada Access Street	6 000 000.00		1 255 282.84										
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										
PMU Management Fees	1 677 950.00		411 443.52	202 803.40	177 151.66	1 766 000.00	2 203 000.00						
<b>Total</b>	<b>33 559 000.00</b>	<b>-</b>	<b>8 418 352.81</b>	<b>202 803.40</b>	<b>177 151.66</b>	<b>1 766 000.00</b>	<b>2 203 000.00</b>						

## 7. Debtors Management

The age analysis of the outstanding trade debtors as at 31 December 2024 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December 2024													
Description	NT Code	2024/25											
		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.C Council Policy
R thousands													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	2 169	1 304	961	798	809	706	773	15 144	22 664	18 230	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	8 496	2 222	1 650	904	844	549	522	14 055	29 242	16 874	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	2 956	1 055	938	883	827	2 350	882	38 440	48 331	43 382	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	552	294	254	226	235	191	194	5 161	7 107	6 007	-	-
Receivables from Exchange Transactions - Waste Management	1600	1 618	814	672	605	596	446	409	13 547	18 707	15 603	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	136	136	136	-	-
Interest on Arrear Debtor Accounts	1810	1 074	932	839	821	826	769	826	20 536	26 623	23 778	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	-	-	-	-	-	-	-	304	304	304	-	-
<b>Total By Income Source</b>	<b>2000</b>	<b>16 865</b>	<b>6 621</b>	<b>5 314</b>	<b>4 237</b>	<b>4 137</b>	<b>5 011</b>	<b>3 606</b>	<b>107 323</b>	<b>153 114</b>	<b>124 314</b>	<b>-</b>	<b>-</b>
<b>2022/23 - totals only</b>		16464000	8065000	6020000	6063000	3575000	3386000	3168000	97531000	144 272	113 723		
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	1 476	796	717	528	513	1 470	500	22 724	28 724	25 735	-	-
Commercial	2300	6 925	1 979	1 503	1 064	987	1 046	667	21 941	36 112	25 705	-	-
Households	2400	8 464	3 846	3 094	2 645	2 637	2 495	2 439	62 658	88 278	72 874	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>16 865</b>	<b>6 621</b>	<b>5 314</b>	<b>4 237</b>	<b>4 137</b>	<b>5 011</b>	<b>3 606</b>	<b>107 323</b>	<b>153 114</b>	<b>124 314</b>	<b>-</b>	<b>-</b>

## 7.2 Disconnection List

DISCONNECTION LIST December 2024			
	ELECTRICITY MUSINA	ELECTRICITY 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	2	0	70
TOTAL DISCONNECTED	51	0	3456
PAID/RESPONDED	38	0	2547
TOTAL NOT DISCONNECTED	37	0	422
AMOUNT COLLECTED-TOWN	R 891 654.45		R 1 354 255.45
CREDIT CONTROL COLLECTION		R2 245 909.90	

## 8. Creditors Management

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

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December 2024										Prior year totals for chart (same period)	
Description	NT Code	Budget Year 2024/25	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
<b>R thousands</b>											
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100		-	-	-	-	-	-	-	-	-
Bulk Water	0200		-	-	-	-	-	-	-	-	-
PAYE deductions	0300		-	-	-	-	-	-	-	-	-
VAT (output less input)	0400		-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500		-	-	-	-	-	-	-	-	-
Loan repayments	0600		-	-	-	-	-	-	-	-	-
Trade Creditors	0700		1 224	36	4	84	1	516	-	749	2 614
Auditor General	0800		-	-	-	-	-	-	-	1	1
Other	0900		-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>		<b>1 224</b>	<b>36</b>	<b>4</b>	<b>84</b>	<b>1</b>	<b>516</b>	<b>-</b>	<b>750</b>	<b>2 615</b>
											1 389

## 8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of 31 December 2024

<b><u>MUSINA LOCAL MUNICIPALITY.</u></b>	
<b><u>EXPENDITURE ANALYSIS</u></b>	
<b><u>MONTH-END DECEMBER 2024</u></b>	
<b>DESCRIPTION</b>	<b>AMOUNT</b>
ESKOM	49 899 234.65
TELKOM	32 367.10
SALARIES	13 475 133.65
SUNDY CREDITORS	11 087 740.30
TRADE CREDITORS	2 611 800.09
SARS ( PAYE VAT )	5 109 317.02
MAHOSI SECURITY	1 562 029.43
CATHU CONSULTING INC.	1 078 700.00
UKUKHOMBA	706 035.60
AUDITOR GENERAL	1 994 671.19
MUNSOFT PTY LTD	2 479 092.26
BANK CHARGES	53 642.94
DEBIT ORDERS	1 950 176.93
PORVERTY ALLIVIATION WORKERS	435 518.22
LEARNERS LGSETA	56 430.00
WARD COMMITTEE MEMBERS -STIPENS	176 758.14
<b>SUB-TOTAL</b>	<b>92 708 647.52</b>
CONSTRUCTION OF MABVETE COMMUNITY HALL	249 391.00
	-
<b>SUB-TOTAL</b>	<b>249 391.00</b>
<b>TOTAL EXPENDITURE</b>	<b>92 958 038.52</b>
VDM	1 146.48
TELKOM	30 882.91
ESKOM RIOOLDAMME	32 029.39
	92 990 067.91

## 8.2 Outstanding Creditors

<b>OUTSTANDING CEDITORS December 2024</b>	
<b>Eskom</b>	19 295 846.97
<b>Department of Transport</b>	-
<b>Contracter Services</b>	59 700.00
<b>Suppliers</b>	2 057 046.97
<b>TOTALS</b>	<b>21 412 593.94</b>

## 9. Cash Management

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

### MUSINA LOCAL MUNICIPALITY

### MONTHLY REPORT

#### DEPARTMENT OF THE CHIEF FINANCIAL OFFICER

##### BANK RECONCILIATION AS 31 DECEMBER 2024

BALANCE AS ON 30 NOVEMBER 2024	12 796 859.45
<u>LESS:</u>	
EXPENDITURE	92 958 038.52
SHORTAGE ON DEPOSIT	-
DAY CALL	750 000.00
TOTAL EXPENDITURE	<u>93 708 038.52</u>
<u>PLUS:</u>	
INCOME	101 661 217.95
INCOME NOT RECEIPTED	-
CANCELLED STALE CHEQUES	-
DAY CALL	-
TOTAL REVENUE	<u>101 661 217.95</u>
BALANCE AS ON 31 DECEMBER 2024	<b>20 750 038.88</b>

BALANCE AS PER BANK STATEMENT	<b>20 750 038.88</b>
<u>LESS:</u>	
OUTSTANDING CHEQUE	-
	<b>20 750 038.88</b>

TRAFFIC	-
BALANCE AS ON 31 DECEMBER 2024	<b>461 654.94</b>

The municipality closed the financial month of December 2024 with a positive bank balance.

## **10. Recommendations**

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