



# Monthly Budget Statement

MFMA Section 71 Report for January

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 January 2025**

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 R36 257Million.

Total revenue for the month amounts to R29 840 Million.

The expenditure on Capital activities for the month amounts to R 3.444 Million.

**The following table provides a summary of the municipality's performance as at 31 January 2025**

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M07 January									
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		2,140	20,387	22,779	(2,392)	-11%	22,698
Service charges	214,487	204,272		18,343	120,838	119,159	1,679	1%	189,022
Investment revenue	1,978	897		(34)	869	523	346	66%	1,244
Transfers and subsidies	220,628	235,098		—	172,999	137,141	35,859	26%	174,720
Other own revenue	29,848	106,293		9,391	42,489	62,528	(20,039)	-32%	45,296
	<b>495,705</b>	<b>585,610</b>	<b>—</b>	<b>29,840</b>	<b>357,582</b>	<b>342,129</b>	<b>15,453</b>	<b>5%</b>	<b>432,980</b>
<b>Total Revenue (excluding capital transfers and contributions)</b>									
Employee costs	161,204	174,124		15,485	102,216	101,572	644	1%	158,403
Remuneration of Councillors	11,367	10,963		1,318	9,505	6,395	3,110	49%	11,339
Depreciation & asset impairment	41,282	47,541		—	—	27,732	(27,732)	-100%	34,265
Finance charges	2,110	1,800		196	862	1,050	(188)	-18%	1,777
Materials and bulk purchases	177,061	147,936		12,584	123,602	86,296	37,306	43%	138,162
Transfers and subsidies	4,287	5,975		72	4,512	3,485	1,027	29%	6,073
Other expenditure	89,813	127,731		6,602	55,239	74,510	(19,271)	-26%	78,626
	<b>487,124</b>	<b>516,070</b>	<b>—</b>	<b>36,257</b>	<b>295,936</b>	<b>301,041</b>	<b>(5,105)</b>	<b>-2%</b>	<b>428,645</b>
<b>Surplus/(Deficit)</b>									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	8,581	69,540	—	(6,417)	61,646	41,088	20,558	50%	4,335
	36,354	33,559	—	—	23,500	19,576	3,924	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)	—	—	—	—	—	—	—	—	—
	<b>44,935</b>	<b>103,099</b>	<b>—</b>	<b>(6,417)</b>	<b>85,146</b>	<b>60,664</b>	<b>24,482</b>	<b>40%</b>	<b>37,894</b>
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>									
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
<b>Surplus/ (Deficit) for the year</b>	<b>44,935</b>	<b>103,099</b>	<b>—</b>	<b>(6,417)</b>	<b>85,146</b>	<b>60,664</b>	<b>24,482</b>	<b>40%</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>3,444</b>	<b>25,442</b>	<b>59,091</b>	<b>(33,649)</b>	<b>-57%</b>	<b>—</b>
Capital transfers recognised	32,644	33,559		1,247	13,382	19,576	(6,194)	-32%	—
Borrowing	—	—	—	—	—	—	—	—	—
Internally generated funds	23,886	67,740	—	2,197	12,060	39,515	(27,455)	(0)	67,740
<b>Total sources of capital funds</b>	<b>56,530</b>	<b>101,299</b>	<b>—</b>	<b>3,444</b>	<b>25,442</b>	<b>59,091</b>	<b>(33,649)</b>	<b>-57%</b>	<b>67,740</b>
<b>Financial position</b>									
Total current assets	175,611	207,238	—		211,807				207,239
Total non current assets	682,418	719,646	—		708,678				719,646
Total current liabilities	291,471	168,005	—		280,103				168,005
Total non current liabilities	40,625	41,920	—		40,625				41,920
Community wealth/Equity	555,247	716,960	—		599,759				716,960
<b>Cash flows</b>									
Net cash from (used) operating	56,297	141,815	—	11,541	32,216	82,725	50,509	61%	141,815
Net cash from (used) investing	(58,789)	(100,929)	—	(3,735)	(39,014)	(58,875)	(19,861)	34%	—
Net cash from (used) financing	—	—	—	—	—	—	—	—	—
<b>Cash/cash equivalents at the month/year end</b>	<b>10,327</b>	<b>53,705</b>	<b>—</b>	<b>13,952</b>	<b>36,669</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</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	17,880	7,598	5,389	4,309	3,826	3,880	4,802	109,486	157,170
<b>Creditors Age Analysis</b>									
Total Creditors	27,460	1,200	36	4	84	1	—	1,266	30,051

### 3. Operational Revenue

#### 3.1 Revenue Performance by Source/Classification as at 31 January 2025

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M07 January											
Description	Ref	2023/24	Budget Year	Original Budget	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance	
			2024/25								
R thousands										%	
<u>Revenue By Source</u>											
Property rates		28,764	39,050	–	–	2,140	20,387	22,779	(2,392)	-11%	
Service charges - electricity revenue		193,208	180,843	–	–	16,902	110,694	105,492	5,202	5%	
Service charges - water revenue		–	–	–	–	–	–	–	–	–	
Service charges - sanitation revenue		–	–	–	–	–	–	–	–	–	
Service charges - refuse revenue		21,279	23,429	–	–	1,441	10,144	13,667	(3,523)	-26%	
Rental of facilities and equipment		21	616	–	–	4	13	359	(346)	-96%	
Interest earned - external investments		1,978	897	–	–	(34)	869	523	346	66%	
Interest earned - outstanding debtors		7,121	6,049	–	–	5,331	14,851	3,529	11,322	321%	
Dividends received		378	–	–	–	–	–	–	–	–	
Fines, penalties and forfeits		6,218	4,275	–	–	257	1,894	2,494	(600)	-24%	
Licences and permits		–	2,691	–	–	33	210	1,570	(1,360)	-87%	
Agency services		–	–	–	–	–	–	–	–	–	
Transfers and subsidies		220,628	235,098	–	–	–	172,999	137,141	35,859	26%	
Other revenue		9,732	92,662	–	–	3,800	24,652	54,053	(29,401)	-54%	
Gains		6,378	–	–	–	–	–	–	–	–	
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>495,705</b>	<b>585,610</b>	<b>–</b>	<b>–</b>	<b>29,874</b>	<b>356,713</b>	<b>341,606</b>	<b>15,107</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 - M07 January															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	Outcome	Outcome	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	2,140	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	16,902	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	1,441	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	4	173	173	173	173	173	173	660	690	721	
Interest earned - external investments		828	352	148	68	274	37	(34)	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	5,331	-	-	-	-	-	-	-	-	-	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits		243	323	311	286	284	191	257	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	33	708	708	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	-	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	3,800	20,880	20,880	20,880	20,880	20,880	20,880	107,800	67,607	75,150	
<b>Cash Receipts by Source</b>		<b>117,567</b>	<b>35,620</b>	<b>38,960</b>	<b>27,130</b>	<b>28,472</b>	<b>101,661</b>	<b>29,874</b>	<b>140,984</b>	<b>140,984</b>	<b>140,984</b>	<b>140,984</b>	<b>140,984</b>	<b>140,984</b>	<b>576,434</b>	<b>548,850</b>	<b>566,521</b>	

### 3.3 Cash Flow Statement

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - M07 January		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										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates			28,764	35,145	—	1,337	15,369	20,501	(5,132)	-25%	35,145
Service charges			214,993	183,845	—	9,747	78,393	107,243	(28,850)	-27%	183,845
Other revenue			15,391	115,444	—	15,216	79,928	67,342	12,586	19%	115,444
Transfers and Subsidies - Operational			220,628	235,096	—	502	174,961	137,141	37,821	28%	235,098
Transfers and Subsidies - Capital			36,354	33,559	—		23,500	19,576	3,924	20%	33,559
Interest			1,978	6,903	—	—	—	4,027	(4,027)	-100%	6,903
Dividends			—	—	—	—	—	—	—	—	
<b>Payments</b>											
Suppliers and employees			(459,156)	(461,404)	—	(15,128)	(335,228)	(269,152)	66,076	-25%	(461,404)
Finance charges			(2,655)	(1,800)	—	(61)	(194)	(1,050)	(856)	81%	(1,800)
Transfers and Grants			—	(4,975)	—	(72)	(4,512)	(2,902)	1,610	-55%	(4,975)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			<b>56,297</b>	<b>141,815</b>	—	<b>11,541</b>	<b>32,216</b>	<b>82,725</b>	<b>50,509</b>	<b>61%</b>	<b>141,815</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
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	—	—
<b>Payments</b>											
Capital assets			—	(100,929)	—	(3,735)	(41,269)	(58,875)	(17,606)	30%	(100,929)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			<b>(58,789)</b>	<b>(100,929)</b>	—	<b>(3,735)</b>	<b>(39,014)</b>	<b>(58,875)</b>	<b>(19,861)</b>	<b>34%</b>	<b>(100,929)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans			—	—	—	—	—	—	—	—	—
Borrowing long term/refinancing			—	—	—	—	—	—	—	—	—
Increase (decrease) in consumer deposits			—	—	—	—	—	—	—	—	—
<b>Payments</b>											
Repayment of borrowing			—	—	—	—	—	—	—	—	—
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			<b>—</b>	<b>—</b>	—	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>			<b>(2,492)</b>	<b>40,886</b>	—	<b>7,806</b>	<b>(6,798)</b>	<b>23,850</b>			<b>40,886</b>
Cash/cash equivalents at beginning:			12,819	12,819	—		20,750		12,819		12,819
Cash/cash equivalents at month/year end:			10,327	53,705	—		13,952	36,669			53,705

## 4. Operational Expenditure

### 4.1 Operational Expenditure Performance by type as at 31 January 2025

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) -M07 January										
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	Adjusted Budget						
R thousands									%	
<b>Expenditure By Type</b>										
Employee related costs		161,204	174,124		15,485	102,216	101,572	644	1%	174,124
Remuneration of councillors		11,367	10,963		1,318	9,505	6,395	3,110	49%	10,963
Debt impairment		7,397	12,225		–	–	7,131	(7,131)	-100%	12,225
Depreciation & asset impairment		33,885	35,316		–	–	20,601	(20,601)	-100%	35,316
Finance charges		2,110	1,800		196	862	1,050	(188)	-18%	1,800
Bulk purchases		173,878	142,145		12,295	122,427	82,918	39,509	48%	142,145
Other materials		3,183	5,791		289	1,175	3,378	(2,203)	-65%	5,791
Contracted services		42,955	51,187		4,075	25,043	29,859	(4,816)	-16%	51,187
Transfers and subsidies		4,287	5,975		72	4,512	3,485	1,027	29%	5,975
Other expenditure		46,858	76,544		2,527	30,196	44,651	(14,455)	-32%	76,544
Losses		–	–				–	–	–	–
<b>Total Expenditure</b>		<b>487,124</b>	<b>516,070</b>	<b>–</b>	<b>36,257</b>	<b>295,936</b>	<b>301,041</b>	<b>(5,105)</b>	<b>-2%</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 - M07 January														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	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget			
<b>Cash Payments by Type</b>																			
Employee related costs			13,483	13,859	14,993	14,818	13,952	15,625	15,485	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	1,318	2,868	2,868	2,868	2,868	2,868	2,868	10,963	11,467	11,983	
Interest paid			125	—			542		196	450	450	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	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	289	1,499	1,499	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	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	1,298	72	915	915	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	19,432	19,432	19,432	19,432	19,432	19,432	76,194	76,250	80,752	
<b>Cash Payments by Type</b>			<b>88,664</b>	<b>43,468</b>	<b>43,633</b>	<b>45,412</b>	<b>23,869</b>	<b>91,485</b>	<b>33,129</b>	<b>122,912</b>	<b>122,912</b>	<b>122,912</b>	<b>122,912</b>	<b>122,912</b>	<b>122,912</b>	<b>467,179</b>	<b>494,653</b>	<b>513,109</b>	
<b>Other Cash Flows/Payments by Type</b>																			
Capital assets			4,127	11,915	1,394	593	1,766	2,203	3,444	23,391	23,391	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	275	275	275	275	275	275	1,000	1,100	1,199	
<b>Total Cash Payments by Type</b>			<b>95,438</b>	<b>56,144</b>	<b>45,028</b>	<b>47,502</b>	<b>25,635</b>	<b>93,708</b>	<b>36,672</b>	<b>146,578</b>	<b>146,578</b>	<b>146,578</b>	<b>146,578</b>	<b>146,578</b>	<b>146,578</b>	<b>569,108</b>	<b>575,917</b>	<b>613,459</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>																			
Cash/cash equivalents at the month/year beginning:			30,129	(20,524)	(2,004)	(7,431)	2,837	7,953	(6,798)	4,605	4,605	4,605	4,605	4,605	4,605	40,885	14,586	239	
Cash/cash equivalents at the month/year end:			9,791	39,920	19,396	17,391	9,960	12,797	20,750	9,781	14,386	18,991	23,596	28,201	9,791	50,676	65,262		

## 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	5,202	New tariffs hikes	Monitor this line item and ensure that the income is allocated correctly
	Rental of facilities	(347)	Low bookings of municipal facilities	Monitor this line item and ensure that the income is allocated correctly
	Fines,penalties and forfeits	(600)	Low collection and non- payment	Apply credit control measures and follow-up on issued fines
	Licenses and permits	(1,360)	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	644	Appointment of Vacant posts	Work in progress
	Dept Impairment and Depreciation	(20,601)	Asset model not migrated with Financial system	Actioned at year end
	Bulk Electricity	39,510	Payment made after receipt of Equitable Share	Work in progress
	Contracted Services	(4,816)	Appointment of new contractors	Work in progress
3	<u>Capital Expenditure</u>			
	Mig Projects	(6,194)	SCM process underway	Work in progress
	Own Funded projects	(27,445)	SCM process underway	Work in progress
4	<u>Financial Position</u>			
	Total assets	920,486	The municipality is still working on its improving financial status	Implementation of funding Plan
	Total liabilities	320,727	The municipality is still working on its improving financial status	Implementation of funding Plan
	Net assets	599,759	The municipality is still working on its improving financial status	Implementation of funding Plan
5	<u>Cash Flow</u>			
	Cash/cash equivalents at month end	10,327	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	<u>Measurable performance</u>			
7	<u>Municipal Entities</u>	,	N/A	N/A

## 5. Capital Expenditure

### 5.1 Capital Expenditure by Function/Department 31 January 2025

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification)									
Vote Description	Ref	2023/24	Budget Year 2024/25	Adjusted Budget	Monthly Actual	YearTD actual	YearTD budget	YTD variance	YTD variance
		Audited Outcome	Original Budget						
R thousands	1								%
<i>Governance and administration</i>		4,111	27,049	-	1,568	4,203	15,779	(11,576)	-73%
Executive and council		-	-	-	-	-	-	-	-
Finance and administration		4,111	27,049		1,568	4,203	15,779	(11,576)	-73%
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>		30,661	45,400	-	1,247	12,225	26,483	(14,258)	-54%
Planning and development		11,790	32,140		899	8,830	18,748	(9,918)	-53%
Road transport		18,871	13,260		349	3,395	7,735	(4,340)	-56%
Environmental protection					-	-		-	-
<i>Trading services</i>		21,199	28,850	-	629	9,014	16,829	(7,815)	-46%
Energy sources		9,873	26,200		629	6,518	15,283	(8,765)	-57%
Water management		-			-			-	-
Waste water management		3,995						-	-
Waste management		7,331	2,650		-	2,496	1,546	950	61%
<i>Other</i>					-	-		-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	<b>56,960</b>	<b>101,299</b>	-	<b>3,444</b>	<b>25,442</b>	<b>59,091</b>	(33,649)	-57%
<b>Funded by:</b>									
National Government		32,644	33,559	-	1,247	13,382	19,576	(6,194)	-32%
Provincial Government		-						-	-
District Municipality		-						-	-
<b>Transfers recognised - capital</b>		<b>33,074</b>	<b>33,559</b>	-	<b>1,247</b>	<b>13,382</b>	<b>19,576</b>	(6,194)	-32%
<b>Borrowing</b>	6							-	-
<b>Internally generated funds</b>		<b>23,886</b>	<b>67,740</b>	-	<b>2,197</b>	<b>12,060</b>	<b>39,515</b>	(27,455)	-69%
<b>Total Capital Funding</b>		<b>56,960</b>	<b>101,299</b>	-	<b>3,444</b>	<b>25,442</b>	<b>59,091</b>	(33,649)	-57%

## 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 January									
Description	Ref	2023/24	Budget Year 2024/25						
		Audited Outcome	Original Budget	Adjusted Budget	Mid Year	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands									%
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
National Government:		-		-	72	172,999	137,141	35,859	26.1%
Local Government Equitable Share		-	229,123	-	-	167,289	133,655	33,634	25.2%
Expanded Public Works Programme Intergrated Grant		1,975	1,975	-	-	1,975	1,152	823	71.4%
Infrastructure Skills Development Grant		-	1,000	-	-	1,198	583	615	105.4%
Local Government Financial Management Grant		3,000	3,000	-	72	2,537	1,750	787	45.0%
Other transfers and grants [insert description]					-			-	
<b>Total operating expenditure of Transfers and Grants:</b>		<b>4,975</b>	<b>4,975</b>	-	<b>72</b>	<b>172,999</b>	<b>137,141</b>	<b>35,859</b>	<b>26.1%</b>
<b>Capital expenditure of Transfers and Grants</b>									
National Government:		36,354	33,559	-	217	12,361	19,576	5,593	28.6%
MDRG		4,594		-	-	-	-	-	
MIG		31,760	33,559	-	217	12,361	19,576	5,593	28.6%
Other capital transfers [insert description]					-			-	
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		<b>36,354</b>	<b>33,559</b>	-	<b>217</b>	<b>12,361</b>	<b>19,576</b>	<b>5,593</b>	<b>-100.0%</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		<b>41,329</b>	<b>38,534</b>	-	<b>289</b>	<b>185,361</b>	<b>156,717</b>	<b>41,452</b>	<b>(0)</b>
									<b>42,534</b>

## 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	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	–	3,444	25,442	59,091	33,649	56.9%	25%
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>25,442</b>					

MIG Projects 2024/2025	Budget	July	August	September	October	November	December	January
Nancefield phase 6 to 12 paved roads phase 2	4,840,340.74		1,610,921.73		-	251,269.65	757,426.56	445,395.00
Nancefield ext 9 & 10 paved roads and stormwater phase 3	6,000,000.00		1,191,933.76					
Masisi Street Phase 1	9,040,709.26		1,622,138.77					
Shakadza Access Street	6,000,000.00		1,255,282.84					
Tshikotonini Bridge	6,000,000.00		2,326,632.19					
PMU Management fees	1,677,950.00	-	411,443.52	202,803.40	177,157.66	176,924.10	176,924.10	290,122.26
	<b>33,559,000.00</b>	<b>-</b>	<b>8,418,352.81</b>	<b>202,803.40</b>	<b>177,157.66</b>	<b>428,193.75</b>	<b>934,350.66</b>	<b>735,517.26</b>

## 7. Debtors Management

The age analysis of the outstanding trade debtors as at 31 January 2025 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January												
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
R thousands												
<b>Debtors Age Analysis By Income Source</b>												
Trade and Other Receivables from Exchange Transactions - Water	1200	2,598	1,176	962	773	718	742	658	15,585	23,210	18,476	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	9,955	2,238	1,627	1,021	740	743	472	14,386	31,182	17,362	-
Receivables from Non-exchange Transactions - Property Rates	1400	2,180	2,002	968	899	854	811	2,325	38,984	49,023	43,873	-
Receivables from Exchange Transactions - Waste Water Management	1500	545	298	251	228	205	219	177	5,245	7,168	6,074	-
Receivables from Exchange Transactions - Waste Management	1600	1,610	822	657	552	493	544	408	13,657	18,743	15,654	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	136	136	136	-
Interest on Arrear Debtor Accounts	1810	994	1,062	924	835	816	821	762	21,189	27,403	24,423	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-
Other	1900	-	-	-	-	-	-	-	304	304	304	-
<b>Total By Income Source</b>	<b>2000</b>	<b>17,880</b>	<b>7,598</b>	<b>5,389</b>	<b>4,309</b>	<b>3,826</b>	<b>3,880</b>	<b>4,802</b>	<b>109,486</b>	<b>157,170</b>	<b>126,303</b>	<b>-</b>
<b>2022/23 - totals only</b>		15749000	5826000	5113000	4335000	3816000	4441000	4439000	101809000	145,528	118,840	
<b>Debtors Age Analysis By Customer Group</b>												
Organs of State	2200	1,622	804	773	690	506	509	1,466	23,111	29,481	26,282	-
Commercial	2300	7,414	2,272	1,529	1,039	917	933	997	22,494	37,595	26,380	-
Households	2400	8,844	4,522	3,087	2,580	2,403	2,438	2,339	63,881	90,094	73,641	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>17,880</b>	<b>7,598</b>	<b>5,389</b>	<b>4,309</b>	<b>3,826</b>	<b>3,880</b>	<b>4,802</b>	<b>109,486</b>	<b>157,170</b>	<b>126,303</b>	<b>-</b>

## 7.1 Disconnection List

DISCONNECTION LIST JANUARY 2025				
	ELECTRICITY MUSINA	MUSINA	ELECTRICITY NANCEFIELD	
TOWN	32	4	101	
EXTENTION 1	13		328	
EXTENTION 2	11		241	
EXTENSION 3	2		0	
EXTENTION 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	8	0	1540	
PAID/RESPONDED	62	0	1368	
TOTAL NOT DISCONNECTED	82	0	2402	
AMOUNT COLLECTED-TOWN	R 78,456.24		R 375,652.22	
CREDIT CONTROL COLLECTION		R454,108.46		

## 8. Creditors Management

The age analysis of the outstanding creditors as at **31 January 2025** was as outlined below:

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January										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		
R thousands											
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	26,969	-	-	-	-	-	-	-	26,969	
Bulk Water	0200	-	-	-	-	-	-	-	-	-	
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	
Loan repayments	0600	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	491	1,200	36	4	84	1	-	1,265	3,081	
Auditor General	0800	-	-	-	-	-	-	-	1	1	
Other	0900	-	-	-	-	-	-	-	-	-	
<b>Total By Customer Type</b>	1000	27,460	1,200	36	4	84	1	-	1,266	30,051	
										749	

## 8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of 31 January 2025

<b><u>MUSINA LOCAL MUNICIPALITY.</u></b>	
<b><u>EXPENDITURE ANALYSIS</u></b>	
<b>MONTH-END JANUARY 2025</b>	
DESCRIPTION	AMOUNT
ESKOM	10,054,101.52
TELKOM	32,443.30
SALARIES	12,563,232.27
SUNDY CREDITORS	864,229.20
TRADE CREDITORS	23,970.00
SARS ( PAYE VAT )	2,851,751.69
GUARD ALERT SECURITY	2,749,526.72
RIDGELAKS PROJECTS	1,500,000.00
UKUKHOMBA	706,035.60
BANK CHARGES	61,024.37
DEBIT ORDERS	1,931,199.82
PORVERTY ALLIVIATION WORKERS	431,866.99
LEARNERS LGSETA	56,430.00
WARD COMMITTEE MEMBERS -STIPENS	175,500.00
<b>SUB-TOTAL</b>	<b>34,001,311.48</b>
CONSTRUCTION OF MABVETE COMMUNITY HALL	1,032,627.36
INSTALATION OF ELECTRICAL INFRASTRUCTURE AT RHINO RIDGE DEVELOPMENT	723,585.75
NANCEFIELD EXT 6-12 PAVED ROADS AND STORMWATER MANAGEMENT	400,855.50
RETENTION FOR CONRTUCTOR FOR SUPPLY AND INSTALLATION OF 22kv POLE	98,656.09
<b>SUB-TOTAL</b>	<b>2,255,724.70</b>
<b>TOTAL EXPENDITURE</b>	<b>36,257,036.18</b>
VDM	
TELKOM	1,146.48
ESKOM RIOOLDAMME	65,474.20
	66,620.68
	36,323,656.86

## 8.2 Outstanding Creditors

OUTSTANDING CREDITORS	Jan-25
SUPPLIERS	5,710,862.18
MIG PROJECTS	537,666.21
CONTRACTED SERVICES	13,773,649.93
ESKOM	26,968,695.08
OTHER CREDITORS	601,162.43
DEPARTMENT OF TRANSPORT	3,887,048.00
<b>TOTAL</b>	<b>51,479,083.83</b>

## 9. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 31 January 2025.

<b>MUSINA LOCAL MUNICIPALITY</b>	
<b><u>MONTHLY REPORT</u></b>	
<b><u>DEPARTMENT OF THE CHIEF FINANCIAL OFFICER</u></b>	
<b><u>BANK RECONCILIATION AS 31 JANUARY 2025</u></b>	
BALANCE AS ON 31 DECEMBER 2024	<b>20,750,038.88</b>
<u>LESS:</u>	
EXPENDITURE	36,257,036.18
SHORTAGE ON DEPOSIT	-
JOURNAL DEBIT DECEMBER LDP	-
TOTAL EXPENDITURE	<b>36,257,036.18</b>
<u>PLUS:</u>	
INCOME	29,459,276.60
INCOME NOT RECEIPTED	-
CANCELLED STALE CHEQUES	-
DAY CALL	-
TOTAL REVENUE	<b>29,459,276.60</b>
BALANCE AS ON 31 JANUARY 2025	<b>13,952,279.30</b>
BALANCE AS PER BANK STATEMENT	<b>13,952,279.30</b>
<u>LESS:</u>	
OUTSTANDING CHEQUE	-
	<b>13,952,279.30</b>
TRAFFIC	-
BALANCE AS ON 31 JANUARY 2025	<b>463,199.17</b>

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

## 10. Recommendations

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