

Monthly Budget Statement

MFMA Section 71 Report October 2022

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1. Introduction

1.1 Purpose

The purpose of this report is to comply with section 71 & 52 of the MFMA and the requirements as promulgated in Government Gazette No 32141 of 17 April 2009 (Municipal budgeting and reporting requirements).

The monthly Budget Statement also aims to provide an update on indicators critical to the municipality's viability and serve as an early warning indicator where remedial action is required. The consolidated performance is a high level overview of the municipality's viability and sustainability.

1.2 Legislative Framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating sustainability and better medium term planning and policy choices on service delivery.

The report has been prepared in terms of the following legislative framework:

i. The Municipal Finance Management Act – No.56 of 2003, Section 71 & 52
ii. And the Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements.

"28. the monthly budget statement of a municipality must be in the format specified in Schedule C and includes all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of Section 168 (1) of the Act."

The objective of these Regulations is to ensure sound and sustainable management of the budgeting and reporting practices of Municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

2. Summary of Overall Budget Performance for October 2022

The total budget approved for the 2022-2023 financial year amounts to R451 042 million.

The total expenditure for operating activities for the month amounts to R33 537 million.

Total revenue for the month amounts to R34 847 million.

The expenditure on Capital activities for the month amounts to R1 403 million.

The following table provides a summary of the municipality's performance as at 31 October 2022

LIM341 Musina - Table C1 Monthly Budget Statement Summary - M04 October									
Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	25 661	25 814	–	1 891	10 216	8 605	1 611	19%	22 698
Service charges	167 170	177 572	–	12 497	50 452	59 191	(8 739)	-15%	189 022
Investment revenue	–	–	–	–	–	–	–		1 244
Transfers and subsidies	176 378	199 191	–	(118)	79 150	66 397	12 753	19%	174 720
Other own revenue	19 089	48 465	–	10 207	33 833	16 155	17 678	109%	45 296
Total Revenue (excluding capital transfers and contributions)	**388 298**	**451 042**	**–**	**24 477**	**173 651**	**150 347**	**23 304**	**15%**	**432 980**
Employee costs	150 650	162 265	–	12 332	48 743	54 088	(5 345)	-10%	158 403
Remuneration of Councillors	10 097	12 823	–	847	3 430	4 274	(844)	-20%	11 339
Depreciation & asset impairment	31 885	27 942	–	–	–	9 314	(9 314)	-100%	34 265
Finance charges	135	–	–	–	–	–	–		1 777
Materials and bulk purchases	142 119	124 511	–	390	63 703	41 504	22 199	53%	138 162
Transfers and subsidies	5 827	–	–	374	1 493	–	1 493	#DIV/0!	6 073
Other expenditure	108 690	118 500	–	19 594	76 344	39 500	36 844	93%	78 626
Total Expenditure	**449 403**	**446 041**	**–**	**33 537**	**193 713**	**148 680**	**45 033**	**30%**	**428 645**
Surplus/(Deficit)	**(61 105)**	**5 001**	**–**	**(9 060)**	**(20 062)**	**1 667**	**(21 729)**	**-1303%**	**4 335**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	31 409	32 713	–	10 370	20 986	8 178	12 808	157%	36 988
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 -	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**(29 696)**	**37 714**	**–**	**1 310**	**924**	**9 845**	**(8 921)**	**-91%**	**41 323**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**(29 696)**	**37 714**	**–**	**1 310**	**924**	**9 845**	**(8 921)**	**-91%**	**41 323**
Capital expenditure & funds sources									
Capital expenditure	**37 793**	**44 955**	**–**	**196**	**17 335**	**30 035**	**(12 699)**	**-42%**	**–**
Capital transfers recognised	28 853	32 713	–	1 404	9 853	10 904	(1 052)	-10%	–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	–	5 000	–	855	2 160	1 250	910	73%	–
Total sources of capital funds	**28 853**	**37 713**	**–**	**2 259**	**12 013**	**12 154**	**(142)**	**-1%**	**–**
Financial position									
Total current assets	211 176	118 075	–		226 042				118 075
Total non current assets	604 177	515 437	–		612 793				515 437
Total current liabilities	643 089	519 527	–		579 869				519 527
Total non current liabilities	43 472	19 595	–		43 472				19 595
Community wealth/Equity	**297 570**	**94 390**	**–**		**215 494**				**94 390**
Cash flows									
Net cash from (used) operating	263 124	38 488	–	(2 928)	11 160	12 829	1 670	13%	–
Net cash from (used) investing	(20 534)	(37 713)	–	(1 404)	(9 849)	(12 571)	(2 722)	22%	–
Net cash from (used) financing	(80)	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year en	**265 377**	**13 248**	**–**	**–**	**4 208**	**12 731**	**8 523**	**67%**	**2 898**
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	(8)	10 946	6 376	3 871	5 199	2 420	12 337	45 794	86 935
Creditors Age Analysis									
Total Creditors	42 247	5 435	1 459	551	52 164	–	–	–	101 856

3. Operational Revenue

3.1 Revenue Performance by Source/Classification as at 31 October 2022

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
		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		25 661	25 814	–	1 891	10 216	8 605	1 611	19%	22 698
Service charges - electricity revenue		152 800	162 728	–	10 983	44 369	54 243	(9 874)	-18%	174 390
Service charges - water revenue		2						–		–
Service charges - sanitation revenue		–						–		–
Service charges - refuse revenue		14 368	14 844	–	1 514	6 083	4 948	1 135	23%	14 632
Rental of facilities and equipment		16	558	–	2	3	186	(183)	-98%	691
Interest earned - external investments		–	–	–	–	–	–	–		1 244
Interest earned - outstanding debtors		5 499	2 966	–	663	10 062	988 666.67	9 073	918%	3 180
Dividends received		469	527	–	–	130	175 666.67	(46)	-26%	–
Fines, penalties and forfeits		5 147	3 870	–	246	925	1 290	(365)	-28%	3 380
Licences and permits		3 112	2 436	–	23	(2)	812	(814)	-100%	5 509
Agency services		–	–	–	–	–	–	–		–
Transfers and subsidies		176 378	199 191	–	(118)	79 150	66 397	12 753	19%	174 720
Other revenue		9 036	38 108	–	9 273	22 715	12 703	10 012	79%	8 843
Gains		(4 190)	–	–	–	–	–	–		23 693
Total Revenue (excluding capital transfers and contributions)		**388 298**	**451 042**	**–**	**24 477**	**173 651**	**150 347**	**23 304**	**15%**	**432 980**

3.2 Summary of Revenue Trends

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

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October

Description	Ref	Budget Year 2022/23												2020/21 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year	Budget Year
R thousands	1	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	2022/23	+1 2023/24	+2 2024/25
Cash Receipts By Source																
Property rates		4 510	1 953	1 862	1 891	1 957	1 957	1 957	1 957	1 957	1 957	1 957	(429)	23 486	24 250	23 020
Service charges - electricity revenue		9 351	11 538	12 497	10 983	12 205	12 205	12 205	12 205	12 205	12 205	12 205	16 652	146 456	152 691	144 608
Service charges - water revenue		–	–	–	–	–		–	–	–			–			–
Service charges - sanitation revenue		–	–			–							–			–
Service charges - refuse		1 511	1 485	1 573	1 514	1 113	1 113	1 113	1 113	1 113	1 113	1 113	(13 861)	13	13 948	13 226
Rental of facilities and equipment		–	–	1	2	38	38	38	38	38	38	38	185	454	474	454
Interest earned - external investments		–			–	–		–	–	–	–	–	–	–	–	–
Interest earned - outstanding debtors		637	763	7 999	663	974	1 313	5 991	380	633	4 624	759	(24 736)	–	–	–
Dividends received		–	129	1	–	–	–	1		–	–	–	(131)	–	–	–
Fines, penalties and forfeits		217	226	236	246	430	430	430	430	430	430	430	1 221	5 156	5 383	5 156
Licences and permits		9	(53)	19	23	203	203	203	203	203	203	203	1 019	2 438	2 548	2 548
Agency services		–	–		–	–							–	–		–
Transfers and Subsidies - Operational		75 683	3 288	297	(118)	16 349	16 349	16 349	16 349	16 349	16 349	16 349	2 598	196 191	215 979	238 145
Other revenue		5 350	4 302	3 790	9 273	144	144	144	144	144	144	144	(22 000)	1 723	1 799	1 723
Cash Receipts by Source		**97 268**	**23 631**	**28 275**	**24 477**	**33 413**	**33 752**	**38 431**	**32 819**	**33 072**	**37 063**	**33 198**	**(39 482)**	**375 917**	**417 072**	**428 880**
													–			
Other Cash Flows by Source													–			
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		10 616	–	–	10 370	2 726	2 726	2 726	2 726	2 726	2 726	2 726	(7 355)	32 713	34 040	32 499
Decrease (increase) in non-current investments													–			
Total Cash Receipts by Source		**107 884**	**23 631**	**28 275**	**34 847**	**36 139**	**36 478**	**41 157**	**35 545**	**35 798**	**39 789**	**35 924**	**(46 837)**	**408 630**	**451 112**	**461 379**

Summary of total Own revenue

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

Description	Ref	2021/22	Budget Year 2022/23							
		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		–	23 486	–	1 891	10 216	7 829	2 387	30%	
Service charges		72 168	159 815	–	12 497	50 293	53 272	(2 979)	-6%	
Other revenue		95 500	9 771	–	544	3 401	3 257	144	4%	
Transfers and Subsidies - Operational		129 975	196 191	–	(118)	79 150	65 397	13 753	21%	
Transfers and Subsidies - Capital		–	32 713	–	10 370	20 986	10 904	10 082	92%	
Interest		–	–	–	663	10 062	–	10 062	#DIV/0!	
Dividends								–		
Payments										
Suppliers and employees		(34 519)	(379 098)	–	(28 632)	(162 431)	(126 366)	36 065	-29%	
Finance charges		–	–	–			–	–		
Transfers and Grants		–	(4 390)		(143)	(517)	(1 463)	(946)	65%	
NET CASH FROM/(USED) OPERATING ACTIVITIES		**263 124**	**38 488**	**–**	**(2 928)**	**11 160**	**12 829**	**1 670**	**13%**	**–**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		1 991	–	–			–	–		
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		(22 525)	(37 713)	–	(1 404)	(9 849)	(12 571)	(2 722)	22%	
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(20 534)**	**(37 713)**	**–**	**(1 404)**	**(9 849)**	**(12 571)**	**(2 722)**	**22%**	**–**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			–				–	–		
Borrowing long term/refinancing		–	–				–	–		
Increase (decrease) in consumer deposits		304	–				–	–		
Payments										
Repayment of borrowing		(384)	–		–	–	–	–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(80)**	**–**	**–**	**–**	**–**	**–**	**–**		**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**242 510**	**775**	**–**	**(4 332)**	**1 311**	**258**			**–**
Cash/cash equivalents at beginning:		22 867	12 473	–		2 898	12 473			2 898
Cash/cash equivalents at month/year end:		265 377	13 248	–		4 208	12 731			2 898

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as at 31 October 2022

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
		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		150 650	162 265	–	12 332	48 743	54 088	(5 345)	-10%	158 403
Remuneration of councillors		10 097	12 823	–	847	3 430	4 274	(844)	-20%	11 339
Debt impairment		41 885	38 307	–	–	–	12 769	(12 769)	-100%	8 325
Depreciation & asset impairment		31 885	27 942	–	–	–	9 314	(9 314)	-100%	34 265
Finance charges		135	–	–	–	–	–	–		1 777
Bulk purchases		137 919	121 518	–	47	62 894	40 506	22 388	55%	129 748
Other materials		4 200	2 993	–	343	809	998	(189)	-19%	8 414
Contracted services		35 198	38 078	–	685	4 517	12 693	(8 176)	-64%	37 767
Transfers and subsidies		5 827	–	–	374	1 493	–	1 493	#DIV/0!	6 073
Other expenditure		31 607	42 115	–	18 909	71 827	14 038	57 789	412%	32 534
Losses			–	–	–	–	–	–		
Total Expenditure		**449 403**	**446 041**	**–**	**33 537**	**193 713**	**148 680**	**45 033**	**30%**	**428 645**

4.2 Summary of Expenditure Trends

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

LIM341 Musina - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October																
Description	Ref	Budget Year 2022/23												2020/21 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year	Budget Year	Budget Year
R thousands	1	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	2022/23	+1 2023/24	+2 2024/25
Cash Payments by Type													–			
Employee related costs		12 608	11 969	11 834	12 332	14 536	14 536	14 536	14 536	14 536	14 536	14 536	23 943	174 438	182 113	207 720
Remuneration of councillors		889	847	847	847	–	–	–	–	–	–	–	(3 430)	–	–	–
Interest paid		–			–	2		–	–	–	–	–	(2)	–	–	–
Bulk purchases - Electricity		54 000	2 048	6 799	47	10 126	10 126	10 126	10 126	10 126	10 126	10 126	(12 258)	121 518	126 227	127 199
Bulk purchases - Water & Sewer		–	–	–	–	249	249	249	249	249	249	249	1 250	2 993	3 125	3 910
Other materials		90	112	264	343	–	–	–	–	–	–	–	(809)	–	–	–
Contracted services		8 199	934	2 898	685	–	–	–	–	–	–	–	(12 716)	–	–	–
Grants and subsidies paid - other municipalities		–	–	–	-		–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other		373	369	377	374	–	–	–	–	–	–	–	(1 493)	–	–	–
General expenses		27 534	4 833	3 907	17 506	6 679	6 679	6 679	6 679	6 679	6 679	6 679	(20 384)	80 149	89 676	87 733
Cash Payments by Type		**103 693**	**21 112**	**26 926**	**32 134**	**31 592**	**31 590**	**31 590**	**31 590**	**31 590**	**31 590**	**31 590**	**(25 899)**	**379 098**	**401 141**	**426 562**
													–			
Other Cash Flows/Payments by Type																
Capital assets		4 649	1 092	2 704	1 403	963	196	1 439	2 383	1 971	1 290	2 879	(20 969)	–	–	–
Repayment of borrowing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments			–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type		**108 342**	**22 204**	**29 631**	**33 537**	**32 555**	**31 786**	**33 029**	**33 973**	**33 561**	**32 880**	**34 469**	**(46 868)**	**379 098**	**401 141**	**426 562**
													–			
NET INCREASE/(DECREASE) IN CASH HELD		**(458)**	**1 427**	**(1 356)**	**1 310**	**3 584**	**4 692**	**8 128**	**1 572**	**2 237**	**6 909**	**1 455**	**31**	**29 532**	**49 971**	**34 817**
Cash/cash equivalents at the month/year beginning:		3 284	2 826	4 253	2 898	4 208	7 792	12 484	20 612	22 184	24 421	31 330	32 785	3 284	32 816	82 787
Cash/cash equivalents at the month/year end:		2 826	4 253	2 898	4 208	7 792	12 484	20 612	22 184	24 421	31 330	32 785	32 816	32 816	82 787	117 604

5. Capital Expenditure

5.1 Capital Expenditure by Function/Department

LIM341 Musina - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Capital Expenditure - Functional Classification										
Governance and administration		**18 586**	**3 000**	**–**	**855**	**2 160**	**500**	1 660	332%	**–**
Executive and council		(324)	1 500					–		
Finance and administration		18 910	1 500	–	855	2 160	500	1 660	332%	
Internal audit								–		
Community and public safety		**3 643**	**5 751**	**–**	**1 243**	**6 522**	**1 917**	4 605	240%	**–**
Community and social services		3 643	5 751	–	1 243	5 584	1 917	3 667	191%	
Sport and recreation					–	938	–	938	#DIV/0!	
Public safety								–		
Housing								–		
Health								–		
Economic and environmental services		**24 319**	**28 962**	**–**	**161**	**3 331**	**9 654**	(6 323)	-65%	**–**
Planning and development		25 210	27 962	–	161	3 331	9 321	(5 989)	-64%	
Road transport		(891)	1 000	–	–	–	333	(333)	-100%	
Environmental protection								–		
Trading services		**430**	**–**	**–**	**–**	**–**	**–**	–		**–**
Energy sources		430						–		
Water management								–		
Waste water management								–		
Waste management								–		
Other								–		
Total Capital Expenditure - Functional Clas	3	**46 978**	**37 713**	**–**	**2 259**	**12 013**	**12 071**	**(58)**	**0%**	**–**
Funded by:										
National Government		28 853	32 713		1 404	9 853	10 904	(1 052)	-10%	
Provincial Government								–		
Transfers recognised - capital		**28 853**	**32 713**	**–**	**1 404**	**9 853**	**10 904**	**(1 052)**	**-10%**	**–**
Borrowing	6							–		
Internally generated funds			5 000		855	2 160	1 250	910	73%	
Total Capital Funding		**28 853**	**37 713**	**–**	**2 259**	**12 013**	**12 154**	**(142)**	**-1%**	**–**

6. Grants Management

6.1 Monthly grants cumulative expenditure performance trend

Expenditure per Category

LIM341 Musina - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
		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:		–	198 183	–	466	77 435	66 061	11 374	17.2%	–
Local Government Equitable Share		–	193 793	–	–	75 589	64 598	10 991	17.0%	
Finance Management		–	3 000	–	189	456	1 000	(544)	-54.4%	
EPWP Incentive		–	1 390	–	277	1 390	463	927	200.0%	
0								–		
0								–		
0								–		
Other transfers and grants [insert description]								–		
Provincial Government:		–	–	–	–	–	–	–		–
0								–		
0								–		
0								–		
0								–		
Other transfers and grants [insert description]								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
[insert description]								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
[insert description]								–		
Total operating expenditure of Transfers and Grants:		–	198 183	–	466	77 435	66 061	11 374	17.2%	–
Capital expenditure of Transfers and Grants										
National Government:		–	32 713	–	1 404	9 853	10 904	(1 051)	-9.6%	–
0		–	32 713		1 404	9 853	10 904	(1 051)	-9.6%	
0								–		
0								–		
0								–		
0								–		
Other capital transfers [insert description]								–		
Provincial Government:		–	–	–	–	–	–	–		–
								–		
0								–		
District Municipality:		–	–	–	–	–	–	–		–
								–		
0								–		
Other grant providers:		–	–	–	–	–	–	–		–
								–		
0								–		
Total capital expenditure of Transfers and Grants		–	32 713	–	1 404	9 853	10 904	(1 051)	-9.6%	–
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		–	230 896	–	1 870	87 288	76 965	10 323	13.4%	–

6.2 Grants Expenditure Trends

The table below outlines the expenditure trend on MIG Grant:

LIM341 Musina - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M04 October

Month	2021/22	Budget Year 2022/23							
	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		32 713		(4 649)		32 713	–		
August		32 713		(1 092)		65 426	–		
September		32 713		(2 704)		98 139	–		
October		32 713		(1 404)		130 852	–		
November		32 713				163 565	–		
December		32 713				196 278	–		
January		32 713				228 991	–		
February		32 713				261 704	–		
March		32 713				294 417	–		
April		32 713				327 130	–		
May		32 713				359 843	–		
June		32 713				392 556	–		
Total Capital expenditure	–	392 556	–	(9 849)					

MIG Projects 2022/2023	Budget	July	August	September	October	November	December	January	February	March	April	May	June
Nancefield phase 6 to 12 paved roads	68 802.22												
Costruction of brigde & culvert from Tshivhongweni to Tshipale village on the road to tshokotshoko	504 300.25	-											
Development of Nancefield grave yard	4 750 877.36	-			443 395.91								
Construction of Tshikhudini community hall	3 350 685.65	1 801 724.04	932 948.61	1 235 251.91									
Rehabilitation of Manyathela Stadium	4 595 311.03	1 845 495.42		370 864.88									
Nancefield ext 9 & 10 paved roads and stormwater ph	7 513 613.69	777 963.43		938 121.45	799 197.04								
Shakadza Multi Purpose Centre	5 487 497.66												
Mabvete Community hall	4 806 262.14												
PMU Management fees	1 635 650.00	223 683.20	159 492.73	159 809.56	161 261.54								
	32 713 000.00	**4 648 866.09**	**1 092 441.34**	2 704 047.80	1 403 854.49	-	-	-	-	-	-	-	-

7. Debtors Management

The age analysis of the outstanding trade debtors as at 31 October 2022 is reflected in the table below.

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description		Budget Year 2022/23											
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									–	–		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	5 559	2 511	1 236	662	584	2 924	12 021	25 499	17 428		17 428
Receivables from Non-exchange Transactions - Property Rates	1400	(2)	1 869	1 684	1 095	3 190	687	3 494	35 398	47 413	43 863		43 863
Receivables from Exchange Transactions - Waste Water Management	1500									–	–		
Receivables from Exchange Transactions - Waste Management	1600	(3)	1 501	855	560	488	386	1 737	8 321	13 844	11 492		11 492
Receivables from Exchange Transactions - Property Rental Debtors	1700									–	–		
Interest on Arrear Debtor Accounts	1810									–	–		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–		
Other	1900	(3)	2 017	1 326	980	859	762	4 183	(9 946)	179	(3 162)		(3 162)
Total By Income Source	**2000**	**(8)**	**10 946**	**6 376**	**3 871**	**5 199**	**2 420**	**12 337**	**45 794**	**86 935**	**69 621**	**–**	**69 621**
2021/22 - totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	–	356	769	396	1 335	142	859	8 368	12 224	11 099		11 099
Commercial	2300	–	4 786	2 108	785	1 610	573	3 448	(1 036)	12 275	5 381		5 381
Households	2400	(8)	4 391	2 722	1 996	1 648	1 309	6 081	25 111	43 249	36 144		36 144
Other	2500	–	1 413	777	693	607	396	1 949	13 351	19 186	16 996		16 996
Total By Customer Group	**2600**	**(8)**	**10 946**	**6 376**	**3 871**	**5 199**	**2 420**	**12 337**	**45 794**	**86 935**	**69 621**	**–**	**69 621**

7.2 Disconnection List

DISCONNECTION LIST OCTOBER 2022		
	ELECTRICITY MUSINA	ELECTRICITY NANCEFIELD
TOWN	51	101
EXTENTION 1	34	23
EXTENTION 2	13	18
EXTENSION 3	4	0
EXTENSION 4	20	53
EXTENTION 5	8	8
EXTENSION 6	7	13
EXTENTION 7	0	18
EXTENTION 8	0	356
EXTENTION 9	0	62
EXTENTION 10	0	24
EXTENTION 11	0	0
EXTENTION 12	0	0
EXTENTION 14	0	62
MUSINA 4 MT	0	0
MUSINA EXT 17	0	0
VOGELZANG 3 MT	0	0
BUITEGEBIED	1	0
DISCONNECTIONS	138	738
ARRANGEMENTS	7	0
TOTAL DISCONNECTED	8	611
PAID/RESPONDED	123	528
TOTAL NOT DISCONNECTED	0	65
AMOUNT COLLECTED-TOWN	R 325 674.00	R 279 482.00
CREDIT CONTROL COLLECTION	R 605 156.00	

8. Creditors Management

The age analysis of the outstanding creditors as at **31 October 2022** was as outlined below:

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	NT Code	Budget Year 2022/23									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	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100					–				–	
Bulk Water	0200									–	
PAYE deductions	0300									–	
VAT (output less input)	0400									–	
Pensions / Retirement deductions	0500									–	
Loan repayments	0600									–	
Trade Creditors	0700	42 247	5 435	1 459	551	52 164				**101 856**	
Auditor General	0800									–	
Other	0900									–	
Total By Customer Type	**1000**	**42 247**	**5 435**	**1 459**	**551**	**52 164**	**–**	**–**	**–**	**101 856**	–

8.1 EXPENDITURE ANALYSIS

The following table provides a summary of the expenditure trends based on current month of October 2022

EXPENDITURE ANALYSIS

MONTH-END OCTOBER 2022

DESCRIPTION	AMOUNT
ESKOM	46 966.92
SALARIES	10 811 716.66
SUNDRY CREDITORS	837 785.69
TRADE CREDITORS	3 257 892.14
SARS (PAYE VAT)	2 186 819.44
AUDITOR	1 378 640.46
TELKOM	56 561.10
BANK CHARGES	65 824.54
DEBIT ORDERS	1 749 041.81
PORVERTY ALLIVIATION WORKERS	371 924.52
LEARNERS LGSETA	21 560.00
WARD COMMITTEE MEMBERS -STIPENS	178 500.00
SUB-TOTAL	**20 963 233.28**
Construction of Lesley Manyathela Stadium	210 359.00
Construction of Lesley Manyathela Stadium	147 878.32
Development of Mmberegeni graveyard	1 111 726.72
Electrification of Rhino park	983 569.00
Cession Payment	135 615.31
SUB-TOTAL	**2 589 148.35**
TOTAL EXPENDITURE	**23 537 481.12**

VDM	1045.85
TELKOM	56 561.10
ESKOM RIOOLDAMME	25 932.11
	83 539.06
	23 621 020.18

8.2 Outstanding Creditors

OUTSTANDING CREDITORS OCTOBER 2022

SUPPLIER	OCTOBER
ESKOM	36 961 140.34
DEPARTMENT OF TRANSPORT	14 718 957.13
CONTRACTED SERVICES	4 097 114.38
SUPPLIERS	46 078 383.65
TOTAL	**101 855 595.50**

9. Cash Management

The table below provides a breakdown of the cash and cash equivalents at end of 31 October 2022.

MONTHLY REPORT

DEPARTMENT OF THE CHIEF FINANCIAL OFFICER

BANK RECONCILIATION AS 31 OCTOBER 2022

	BALANCE AS ON 30 SEPTEMBER 2022		2 897 565.96
LESS:	EXPENDITURE	23 537 481.12	
	RETURNED CHEQUE	-	
	DAY CALL	10 000 000.00	
	TOTAL EXPENDITURE	33 537 481.12	
PLUS:	INCOME	34 847 767.98	
	INCOME NOT RECEIPTED		
	CANCELLED STALE CHEQUES		
	DAY CALL	-	
	TOTAL REVENUE	34 847 767.98	
	BALANCE AS ON 31 OCTOBER 2022		4 207 852.82

	BALANCE AS PER BANK STATEMENT	4 207 852.82
LESS:	OUTSTANDING CHEQUE	-
		4 207 852.82

interest 2.78%

TRAFFIC	181 115.75
BALANCE AS ON 31 OCTOBER 2022	4 388 968.57

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

10. Recommendations

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