

Budget Performance Statement

MFMA Section 52 Report for Q3 from January to March 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 3rd Quarter January to March 2022

The total budget approved for the 2021-2022 financial year amounts to R429 587 million was adjusted to R432 708 million.

The total expenditure for operating activities for Third Quarter amounts to R118 373 million.

Total revenue for Third Quarter amounts to R119 693 million.

The expenditure on Capital activities for Third Quarter amounts to R5 792 million

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

LIM341 Musina - Table C1 Monthly Budget Statement Summary - Q3 Third Quarter

Desc	2020/21	Budget Year 2021/22							
	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	24,787	22,698	22,698	1,542	18,059	17,023	1,036	6%	22,698
Service charges	156,127	189,125	189,022	12,639	111,582	141,844	(30,262)	-21%	189,022
Investment revenue	186	1,244	1,244	–	–	933	(933)	-100%	1,244
Transfers and subsidies	196,252	174,429	174,720	42,681	174,429	130,822	43,607	33%	174,720
Other own revenue	20,017	50,057	52,717	8,549	85,782	37,543	48,239	128%	45,296
Total Revenue (excluding capital transfers and contributions)	**397,369**	**437,554**	**440,401**	**65,411**	**389,852**	**328,165**	**61,687**	**19%**	**432,980**
Employee costs	149,831	158,392	158,403	11,884	105,024	118,794	(13,770)	-12%	158,403
Remuneration of Councillors	10,526	12,822	11,822	860	12,439	9,617	2,823	29%	11,339
Depreciation & asset impairment	28,488	34,265	34,265	–	8,565	25,699	(17,134)	-67%	34,265
Finance charges	276	1,777	1,777	–	15	1,333	(1,318)	-99%	1,777
Materials and bulk purchases	119,882	138,163	138,162	42,255	173,819	103,622	70,197	68%	138,162
Transfers and subsidies	4,689	6,073	6,073	506	4,728	4,555	173	4%	6,073
Other expenditure	100,922	78,096	82,207	20,141	119,610	58,572	61,038	104%	78,626
Total Expenditure	**414,614**	**429,587**	**432,709**	**75,646**	**424,200**	**322,191**	**102,009**	**32%**	**428,645**
Surplus/(Deficit)	**(17,245)**	**7,966**	**7,692**	**(10,235)**	**(34,348)**	**5,975**	**(40,323)**	**-675%**	**4,335**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	37,793	36,988	36,988	10,045	36,988	27,741	9,247	33%	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	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	**20,548**	**44,954**	**44,680**	**(190)**	**2,640**	**33,716**	**(31,076)**	**-92%**	**41,323**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**20,548**	**44,954**	**44,680**	**(190)**	**2,640**	**33,716**	**(31,076)**	**-92%**	**41,323**
Capital expenditure & funds sources									
Capital expenditure	**37,793**	**44,955**	**–**	**196**	**17,335**	**28,707**	**(11,372)**	**-40%**	**–**
Capital transfers recognised	37,793	36,988	36,988	1,971	23,127	27,741	(4,614)	-17%	–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	**–**	**7,967**	**7,834**	**–**	**3,878**	**5,975**	**(2,097)**	**-35%**	**–**
Total sources of capital funds	**37,793**	**44,955**	**44,822**	**1,971**	**27,005**	**33,716**	**(6,711)**	**-20%**	**–**
Financial position									
Total current assets	102,568	183,571	229,017		216,425				229,017
Total non current assets	562,093	367,812	614,261		627,431				614,261
Total current liabilities	520,764	86,492	603,293		523,213				603,293
Total non current liabilities	26,946	22,645	41,181		41,181				41,181
Community wealth/Equity	**116,951**	**442,246**	**198,804**		**279,462**				**198,804**
Cash flows									
Net cash from (used) operating	20,550	17,411	25,179	64,299	22,938	13,058	(9,880)	-76%	–
Net cash from (used) investing	(18,564)	(10,668)	(43,105)	(1,971)	(23,128)	(8,001)	15,127	-189%	–
Net cash from (used) financing	(2,181)	(6,185)	–	–	–	(4,639)	(4,639)	100%	–
Cash/cash equivalents at the month/	**12,473**	**13,225**	**4,941**	**–**	**2,691**	**23,285**	**20,594**	**88%**	**2,882**
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	(193)	9,608	4,154	3,120	2,898	2,396	14,676	38,460	75,120
Creditors Age Analysis									
Total Creditors	2,149	75	43	–	99,709	–	–	–	101,976

3. Operational Revenue

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

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third Quarter

Description	Ref	2020/21	Budget Year 2021/22							
		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		24,787	22,698	22,698	1,542	18,059	17,023	1,036	6%	22,698
Service charges - electricity revenue		143,707	174,493	174,390	11,460	100,728	130,870	(30,142)	-23%	174,390
Service charges - water revenue								–		–
Service charges - sanitation revenue								–		–
Service charges - refuse revenue		12,420	14,632	14,632	1,179	10,854	10,974	(120)	-1%	14,632
Rental of facilities and equipment		25	668	691	1	9	501	(492)	-98%	691
Interest earned - external investments		186	1,244	1,244	–	–	933	(933)	-100%	1,244
Interest earned - outstanding debtors		3,377	3,180	6,157	633	19,052	2,385	16,667	699%	3,180
Dividends received			–	–	–		–	–		–
Fines, penalties and forfeits		494	3,276	3,380	355	1,962	2,457	(495)	-20%	3,380
Licences and permits		4,841	5,509	5,509	–	221	4,132	(3,911)	-95%	5,509
Agency services			–	–	–	–	–	–		–
Transfers and subsidies		196,252	174,429	174,720	42,681	174,429	130,822	43,607	33%	174,720
Other revenue		9,470	13,731	13,287	7,560	64,538	10,298	54,240	527%	8,843
Gains		1,810	23,693	23,693	–	–	17,770	(17,770)	-100%	23,693
Total Revenue (excluding capital transfers and contributions)		**397,369**	**437,554**	**440,401**	**65,411**	**389,852**	**328,165**	**61,687**	**19%**	**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 - Q3 Third Quarter

Description	Ref	Budget Year 2021/22												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	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	2020/21	+1 2021/22	+2 2022/23
Cash Receipts By Source																
Property rates		4,460	1,825	1,515	1,823	1,780	1,826	1,822	1,466	1,542	1,891	1,891	351	22,192	23,191	24,258
Service charges - electricity revenue		9,807	12,307	11,883	10,793	10,243	11,719	11,935	10,581	11,460	10,541	10,541	19,298	141,108	149,574	158,549
Service charges - water revenue		–	–	–	–	–		–	–	–			–			–
Service charges - sanitation revenue		–	–			–							–			–
Service charges - refuse		1,250	1,246	1,228	1,247	1,173	1,179	1,192	1,160	1,179	1	1	849	11,705	12,407	13,152
Rental of facilities and equipment		5			–	–		2	1	1	56	56	547	668	708	750
Interest earned - external investments		–			–	–		–	–	–	104	104	787	995	1,055	1,118
Interest earned - outstanding debtors		766	565	7,821	609	974	1,313	5,991	380	633	265	265	(16,768)	2,814	2,983	3,162
Dividends received		–		–	–	–	–	1		–	–	–	(1)	–	–	–
Fines, penalties and forfeits		60	357	200	245	123	103	254	265	355	273	273	768	3,276	3,473	3,681
Licences and permits		115	12	10	23	35	12	6	8	–	459	459	4,370	5,509	5,839	6,190
Agency services		–	–		–	–							–			–
Transfers and Subsidies - Operational		70,777	3,279	–		771	56,621	2,464	556	42,466	–	–	(2,505)	174,429	184,895	195,988
Other revenue		11,376	7,608	3,848	16,468	5,873	2,930	200	8,335	7,775	1,144	1,144	(54,815)	11,887	12,600	13,356
Cash Receipts by Source		**98,616**	**27,199**	**26,505**	**31,208**	**20,972**	**75,703**	**23,867**	**22,752**	**65,411**	**14,734**	**14,734**	**(47,119)**	**374,583**	**396,725**	**420,204**
													–			

Summary of total Own revenue

LIM341 Musina - Table C7 Monthly Budget Statement - Cash Flow - Q3 Third Quarter

Description	Ref	2020/21	Budget Year 2021/22							
		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		24,787	22,192	18,158	1,542	16,728	16,644	84	1%	
Service charges		156,276	152,813	82,734	12,639	135,435	114,610	20,825	18%	
Other revenue		17,729	21,340	84,010	18,131	82,380	16,005	66,375	415%	
Transfers and Subsidies - Operational		195,305	174,429	173,005	42,466	174,429	130,822	43,607	33%	
Transfers and Subsidies - Capital		37,793	36,988	36,988	10,045	36,988	27,741	9,247	33%	
Interest		3,273	3,809	7,402	633	18,078	2,857	15,221	533%	
Dividends								–		
Payments										
Suppliers and employees		(409,999)	(388,311)	(375,341)	(20,583)	(436,320)	(291,233)	145,086	-50%	
Finance charges		(276)	(1,777)	(1,777)	(68)	(362)	(1,332)	(970)	73%	
Transfers and Grants		(4,339)	(4,073)		(506)	(4,419)	(3,055)	1,364	-45%	
NET CASH FROM/(USED) OPERATING ACTIVITIES		**20,550**	**17,411**	**25,179**	**64,299**	**22,938**	**13,058**	**(9,880)**	**-76%**	**–**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		19,967	26,320	1,717			19,740	(19,740)	-100%	
Decrease (increase) in non-current receivables								–		
Decrease (increase) in non-current investments								–		
Payments										
Capital assets		(38,530)	(36,988)	(44,822)	(1,971)	(23,128)	(27,741)	(4,613)	17%	
NET CASH FROM/(USED) INVESTING ACTIVITIES		**(18,564)**	**(10,668)**	**(43,105)**	**(1,971)**	**(23,128)**	**(8,001)**	**15,127**	**-189%**	**–**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			(351)				(263)	263	-100%	
Borrowing long term/refinancing		(194)	(2,785)				(2,089)	2,089	-100%	
Increase (decrease) in consumer deposits			(49)				(37)	37	-100%	
Payments										
Repayment of borrowing		(1,987)	(3,000)		–	–	(2,250)	(2,250)	100%	
NET CASH FROM/(USED) FINANCING ACTIVITIES		**(2,181)**	**(6,185)**	**–**	**–**	**–**	**(4,639)**	**(4,639)**	**100%**	**–**
NET INCREASE/ (DECREASE) IN CASH HELD		**(195)**	**558**	**(17,926)**	**62,329**	**(190)**	**418**			**–**
Cash/cash equivalents at beginning:		12,667	12,667	22,867		2,882	22,867			2,882
Cash/cash equivalents at month/year end:		12,473	13,225	4,941		2,691	23,285			2,882

4. Operational Expenditure

4.1 Operational Expenditure Performance by type as at 31 March 2022

LIM341 Musina - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third Quarter										
Description	Ref	2020/21	Budget Year 2021/22							
		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		149,831	158,392	158,403	11,884	105,024	118,794	(13,770)	-12%	158,403
Remuneration of councillors		10,526	12,822	11,822	860	12,439	9,617	2,823	29%	11,339
Debt impairment		36,833	8,325	8,325	–	1,389	6,244	(4,855)	-78%	8,325
Depreciation & asset impairment		28,488	34,265	34,265	–	8,565	25,699	(17,134)	-67%	34,265
Finance charges		276	1,777	1,777	–	15	1,333	(1,318)	-99%	1,777
Bulk purchases		116,844	129,748	129,748	30,521	159,576	97,311	62,265	64%	129,748
Other materials		3,038	8,414	8,414	11,734	14,243	6,311	7,932	126%	8,414
Contracted services		29,600	37,238	41,348	5,829	31,903	27,928	3,974	14%	37,767
Transfers and subsidies		4,689	6,073	6,073	506	4,728	4,555	173	4%	6,073
Other expenditure		34,489	32,533	32,534	14,312	86,319	24,400	61,919	254%	32,534
Losses			–	–	–	–	–	–		
Total Expenditure		**414,614**	**429,587**	**432,709**	**75,646**	**424,200**	**322,191**	**102,009**	**32%**	**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 - Q3 Third Quarter

Description	Ref	Budget Year 2021/22												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	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	2020/21	+1 2021/22	+2 2022/23
Cash Payments by Type													–			
Employee related costs		11,517	11,741	11,295	13,339	11,916	13,148	11,717	8,467	11,884	13,200	13,200	26,968	158,392	167,907	177,982
Remuneration of councillors		845	825	825	825	700	915	860	5,784	860	1,023	1,023	(2,204)	12,281	13,018	13,799
Interest paid		–			13	2		–	–	–	148	148	1,466	1,777	1,883	1,996
Bulk purchases - Electricity		62,058	2,015	5,633	11,639	–	42,074	2,856	2,657	30,521	13,312	13,312	(26,329)	159,748	169,333	179,493
Bulk purchases - Water & Sewer		–		–				–	–	–	–	–	–	–	–	–
Other materials		268	103	759	91	123	175	308	275	11,734	339	339	(10,441)	4,073	4,317	4,576
Contracted services		5,289	3,024	3,024	2,778	3,263	4,517	3,557	1,152	5,829	3,147	3,147	(959)	37,767	40,033	42,435
Grants and subsidies paid - other municipalities		–		–	-		–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other		519	522	866	481	443	810	155	426	506	–	–	(4,728)	–	–	–
General expenses		32,057	2,215	2,890	12,321	3,752	19,299	789	2,285	12,341	4,758	4,758	(40,365)	57,100	63,058	65,393
Cash Payments by Type		**112,553**	**20,445**	**25,291**	**41,487**	**20,199**	**80,938**	**20,242**	**21,046**	**73,675**	**35,927**	**35,927**	**(56,592)**	**431,138**	**459,549**	**485,674**
													–			
Other Cash Flows/Payments by Type																
Capital assets		7,546	4,685	1,901	2,045	963	196	1,439	2,383	1,971	–	–	(23,128)	–	–	–
Repayment of borrowing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments			–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type		**120,098**	**25,130**	**27,192**	**43,532**	**21,162**	**81,134**	**21,681**	**23,429**	**75,646**	**35,927**	**35,927**	**(79,720)**	**431,138**	**459,549**	**485,674**
													–			
NET INCREASE/(DECREASE) IN CASH HELD		**(9,944)**	**2,070**	**9,670**	**(12,325)**	**(190)**	**(383)**	**2,186**	**(677)**	**(190)**	**(19,000)**	**(19,000)**	**54,734**	**6,952**	**(5,162)**	**(5,358)**
Cash/cash equivalents at the month/year beginning:		12,473	2,529	4,599	14,269	1,944	1,754	1,371	3,557	2,881	2,691	(16,309)	(35,309)	12,473	19,425	14,263
Cash/cash equivalents at the month/year end:		2,529	4,599	14,269	1,944	1,754	1,371	3,557	2,881	2,691	(16,309)	(35,309)	19,425	19,425	14,263	8,905

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) - Q3 Third Quarter

Vote Description	Ref	2020/21	Budget Year 2021/22							
		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		–	**7,967**	**7,834**	–	**3,878**	**5,311**	(1,433)	-27%	–
Executive and council								–		
Finance and administration			7,967	7,834	–	3,878	5,311	(1,433)	-27%	
Internal audit								–		
Community and public safety		–	**2,500**	**4,910**	–	**1,873**	**1,875**	(2)	0%	–
Community and social services			2,500	4,910	–	1,873	1,875	(2)	0%	
Sport and recreation						–	–	–		
Public safety								–		
Housing								–		
Health								–		
Economic and environmental services		**37,793**	**34,488**	**32,078**	**1,971**	**21,253**	**25,866**	(4,613)	-18%	–
Planning and development		37,793	17,538	22,959	1,971	7,854	13,154	(5,299)	-40%	
Road transport			16,950	9,119	–	13,399	12,713	687	5%	
Environmental protection								–		
Trading services		–	–	–	–	–	–	–		–
Energy sources								–		
Water management								–		
Waste water management								–		
Waste management								–		
Other								–		
Total Capital Expenditure - Functional Classification	3	**37,793**	**44,955**	**44,822**	**1,971**	**27,005**	**33,052**	**(6,047)**	**-18%**	–
Funded by:										
National Government		37,793	36,988	36,988	1,971	23,127	27,741	(4,614)	-17%	
Provincial Government								–		
District Municipality								–		
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private								–		
Transfers recognised - capital		**37,793**	**36,988**	**36,988**	**1,971**	**23,127**	**27,741**	**(4,614)**	**-17%**	–
Borrowing	6							–		
Internally generated funds			7,967	7,834	–	3,878	5,975	(2,097)	-35%	
Total Capital Funding		**37,793**	**44,955**	**44,822**	**1,971**	**27,005**	**33,716**	**(6,711)**	**-20%**	–

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 - Q3 Third Quarter

Description	Ref	2020/21	Budget Year 2021/22							
		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:		**199,644**	**174,429**	**174,429**	**43,309**	**174,339**	**130,822**	**43,518**	**33.3%**	**–**
Local Government Equitable Share		195,305	169,864	169,864	42,466	169,864	127,398	42,466	33.3%	
Finance Management		2,700	2,850	2,850	843	2,760	2,138	623	29.1%	
EPWP Incentive		1,639	1,715	1,715	–	1,715	1,286	429	33.4%	
Capital expenditure of Transfers and Grants										
National Government:		37,793	36,988	36,988	1,971	23,128	27,741	(4,613)	**-16.6%**	–
MIG		37,793	36,988	36,988	1,971	23,128	27,741	(4,613)	-16.6%	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		**237,437**	**211,417**	**211,417**	**45,279**	**197,467**	**158,563**	**38,905**	**24.5%**	**–**

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 - Q3 Third Quarter

Month	2020/21	Budget Year 2021/22							
	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		3,082		(7,546)		3,082	–		
August		3,082		(4,685)		6,164	–		
September		3,082		(1,901)		9,246	–		
October		3,082		(2,045)		12,328	–		
November		3,082		(963)		15,410	–		
December		3,082		(196)		18,492	–		
January		3,082		(1,439)		21,574	–		
February		3,082		(2,383)		24,656	–		
March		3,082		(1,971)		27,738	–		
April		3,082				30,820	–		
May		3,082				33,902	–		
June		3,086				36,988	–		
Total Capital expenditure	**–**	**36,988**	**–**	**(23,129)**					

7. Debtors Management

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

LIM341 Musina - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q3 Third Quarter

Description		Budget Year 2021/22											
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	Impairment - Bad Debts
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)	5,066	1,673	1,004	797	553	3,488	9,860	22,436	15,702		15,702
Receivables from Non-exchange Transactions - Property Rates	1400	(118)	1,683	956	795	701	662	5,387	33,371	43,437	40,916		40,916
Receivables from Exchange Transactions - Waste Water Management	1500									–	–		
Receivables from Exchange Transactions - Waste Management	1600	(4)	1,092	549	456	435	426	1,885	7,648	12,487	10,850		10,850
Receivables from Exchange Transactions - Property Rental Debtors	1700									–	–		
Interest on Arrear Debtor Accounts	1810									–	–		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									–	–		
Other	1900	(65)	1,766	976	866	964	755	3,917	(12,420)	(3,241)	(5,918)		(5,918)
Total By Income Source	**2000**	**(193)**	**9,608**	**4,154**	**3,120**	**2,898**	**2,396**	**14,676**	**38,460**	**75,120**	**61,551**	**–**	**61,551**
2020/2021- totals only										–	–		
Debtors Age Analysis By Customer Group													
Organs of State	2200	–	465	364	169	217	139	1,994	7,097	10,445	9,615		9,615
Commercial	2300	–	4,159	895	761	780	589	4,308	(4,237)	7,255	2,202		2,202
Households	2400	(192)	3,722	2,289	1,612	1,521	1,307	6,454	23,428	40,142	34,323		34,323
Other	2500	(1)	1,261	607	578	379	361	1,921	12,172	17,278	15,410		15,410
Total By Customer Group	**2600**	**(193)**	**9,608**	**4,154**	**3,120**	**2,898**	**2,396**	**14,676**	**38,460**	**75,120**	**61,551**	**–**	**61,551**

8. Creditors Management

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

LIM341 Musina - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q3 Third Quarter											
Description	NT Code	Budget Year 2021/22									Prior year totals for chart (same period)
R thousands		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	2,149	75	43	–	99,709				**101,976**	
Auditor General	0800									–	
Other	0900									–	
Total By Customer Type	**1000**	**2,149**	**75**	**43**	**–**	**99,709**	**–**	**–**	**–**	**101,976**	–

9. Cash Management

The table below provides a breakdown of the cash and cash equivalents from 1 January to 31 March 2022.

MONTHLY REPORT

DEPARTMENT OF THE CHIEF FINANCIAL OFFICER

BANK RECONCILIATION FROM JANUARY TO MARCH 2022

	BALANCE AS ON 31 DECEMBER 2021		1,371,103.87
LESS:	EXPENDITURE	118,373,900.77	
	RETURNED CHEQUE	-	
	DAY CALL		
	TOTAL EXPENDITURE	118,373,900.77	
PLUS:	INCOME	119,693,995.26	
	INCOME NOT RECEIPTED		
	CANCELLED STALE CHEQUES		
	DAY CALL	-	
	TOTAL REVENUE	119,693,995.26	
	BALANCE AS ON 31 MARCH 2022		2,691,198.36
	BALANCE AS PER BANK STATEMENT		2,691,198.36
LESS:	OUTSTANDING CHEQUE		-
			2,691,198.36

Interest 2.78%

	TRAFFIC	176,755.81
	BALANCE AS ON 31 MARCH 2022	2,867,954.17

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

10. Recommendations

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